

UTAH COUNTY, UTAH

Annual Comprehensive Financial Report

For the Fiscal Year Ended December 31, 2023



On the Cover

Tulip Festival at Thanksgiving Point, Lehi

Photo provided courtesy of Utah Valley Convention and Visitors Bureau, Inc.

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INTRODUCTORY SECTION



Bluebird Cafe Concert Series, Sundance Mountain Resort

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June 28, 2024

To the Members of the Board of Utah County Commissioners and Citizens of Utah County:

The State of Utah requires Utah County to prepare and make available a complete set of financial statements within 180 days after the close of the County's fiscal year. These financial statements must be presented in conformity with generally accepted accounting principles (GAAP) as prescribed in the State Auditor's Uniform Accounting Manual. The financial statements must also be audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. This report is published to fulfill that requirement for the fiscal year ended December 31, 2023.

This report contains critical financial information regarding the County's activities over the past fiscal year. Management assumes full responsibility for the completeness and reliability of the information contained in this report based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Gilbert & Stewart CPA, PC, a firm of licensed certified public accountants, have audited Utah County's financial records. The goal of the independent audit was to provide reasonable assurance that Utah County's financial statements for the fiscal year ended December 31, 2023, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The report of Gilbert & Stewart CPA, PC, resulting from their independent audit of Utah County's financial statements is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) on page 6 provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the government

Utah County, incorporated in 1850, is located in north-central Utah. Utah County is the second-most populous county in the state and is considered to be one of the top growth areas in the state. Utah County occupies 2,144 square miles and serves a population of 719,174. Utah County is empowered to levy a property tax on real property located within its boundaries.

Utah County operates under a commission form of government. Executive and legislative authority are vested in the Board of County Commissioners consisting of three members, all of whom are elected at large. Commissioners serve four-year terms with one Commissioner elected two years after the other two Commissioners. Utah County voters also elect an Assessor, Attorney, Clerk, Auditor, Recorder, Sheriff, Surveyor, and Treasurer. All other department heads are appointed by the Board of Commissioners. Justice Court judges are initially appointed by the Board of County Commissioners but then are retained by election.

The County provides services to incorporated and unincorporated areas within the County. The following services are provided county-wide: law enforcement, including search and rescue; property tax assessment, collection, distribution, and equalization; surveying; recording documents pertaining to real estate property; issuing marriage licenses; providing jail services; supporting the criminal justice system, including investigation and prosecution; providing health services; constructing and maintaining County parks; elections; tourism promotion; and wildland fire protection.

The following services are provided to unincorporated areas of the County: police protection; library services; structure fire protection; construction and maintenance of County roads; planning and zoning; and issuance of business licenses. Many of these municipal-type services are provided by the County through four legally separate special service areas. These service areas function, in essence, as departments of Utah County and, therefore, have been included as an integral part of Utah County's financial statements. Additional information on these four legally separate service areas can be found in the notes to the financial statements beginning on page 34.

Utah County also is financially accountable for the following legally separate entities: a nonprofit Municipal Building Authority and Utah Valley Road Special Service District. These two entities function, in essence, as departments of Utah County and, therefore, have been included as an integral part of Utah County's financial statements. Additional information on these two entities can be found in the notes to the financial statements beginning on page 34.

Utah County also is financially accountable for the following legally separate entities that are reported separately within the County's financial statements: Timpanogos Special Service District, North Pointe Solid Waste Special Service District, Wasatch Behavioral Health Services Special Service District, North Fork Special Service District, and Utah Valley Convention and Visitors Bureau, Inc. Additional information on these five legally separate entities can be found in the notes to the financial statements beginning on page 35.

The Board of County Commissioners is required to adopt an initial budget for the fiscal year no later than December 31 preceding the beginning of the fiscal year on January 1. The annual budget serves as the foundation for Utah County's financial planning and control. The budget is prepared by fund and department. Department heads may transfer resources within the department as they see fit with some restrictions set forth by the County's Financial Administration Ordinance. Transfers between departments require approval of the Board.

Local economy

Major industries located within Utah County's boundaries include manufacturers of computer hardware and software, retail stores, hospitals, and financial institutions. Utah County is also home to three universities accredited by the Northwest Commission on Colleges and Universities. Because of its location in a region with a varied economic base, Utah County experiences unemployment rates consistently lower than national averages.

Several projects of regional importance have been announced, including a \$1.4 billion investment in transportation projects by the State of Utah in northwestern Utah County, the expansion of the Provo Airport, and the creation of an inland port in Spanish Fork.

Utah County added 22,000 new residents in the year, the most of any County in the State of Utah. Utah County experienced noticeably slower job market growth. Job growth fell from 6.0 percent in 2022 to 1.9 percent in 2023, which is below the statewide average (Source: 2024 Economic Report to the Governor).

Long-term financial planning and relevant financial policies

Utah County has a Fund Balance Reserves Policy adopted by the Board of County Commissioners. The policy requires Utah County to maintain a general fund balance of two months, or approximately 16.7 percent, of general fund revenues. As of December 31, 2023, the County is compliant with this policy.

Utah County has a Capital Planning Policy adopted by the Board of County Commissioners. This policy requires Utah County to maintain a ten-year Capital Improvement Program that serves as its planning document to ensure County facilities, equipment, and infrastructure are well maintained and operating in peak condition. Under the guidance of a Capital Improvement Program Committee, the capital project planning process gives Utah County the ability to plan for its capital needs and allocate short- and long-term resources appropriately. Of the ten years of projects included in the Capital Improvement Program, the first three years are financially balanced to available revenues.

Major initiatives

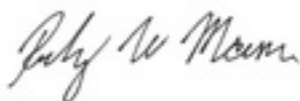
The County faces many challenges in the future related to the County's expected growth. Some of the most significant challenges are as follows:

- Constructing and maintaining roads and infrastructure.
- Identifying and addressing public safety and operational concerns.
- Maintaining levels of service for all governmental operations.

Acknowledgments

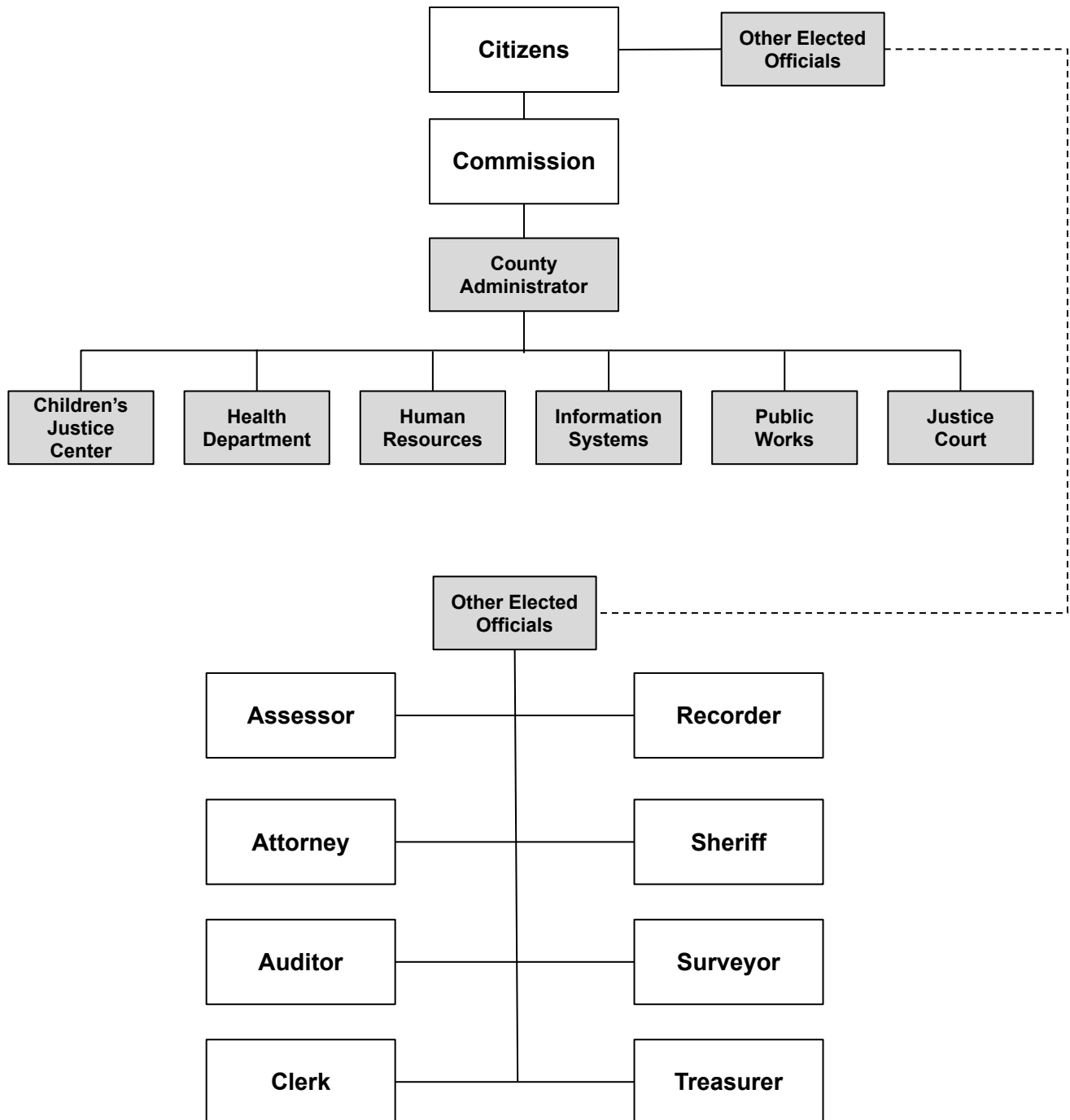
The preparation of this annual financial report could not have been accomplished without the efforts of many individuals. I particularly recognize the skill, effort, and dedication of the employees of the Division of Financial Services within my office who continue to upgrade and improve the County's accounting and financial reporting systems to improve the quality of information being reported. I also thank all of Utah County's departments for their assistance in providing the data necessary to prepare this report. Finally, credit is due to the Board of County Commissioners for their management of Utah County's finances.

Respectfully submitted,



Rodney W. Mann, Utah County Auditor

Organizational Chart



**List of Elected Officials and Appointed Department Heads
As of December 31, 2023**

Elected Officials

Commissioner, Chair	Amelia Powers Gardner
Commissioner, Vice Chair	Brandon Gordon
Commissioner	Thomas V. Sakievich
Assessor	Burt Garfield
Attorney	Jeffrey S. Gray
Auditor	Rodney W. Mann
Clerk	Aaron R. Davidson
Recorder	Andrea Allen
Sheriff	Mike Smith
Surveyor	Anthony Canto
Treasurer	Kim Jackson

Appointed Department Heads

County Administrator	Ezra Nair
Children's Justice Center Executive Director	Rebecca Martell
Health Department, Director	Eric Edwards
Human Resources Director	Ralf Barnes
Information Systems Director	Patrick Wawro
Public Works Director / Engineer	Richard Nielson
Justice Court Judges (retained by election)	K. Shawn Patten Randy B. Birch



FINANCIAL SECTION



Bearclaw Cabin, Sundance Mountain Resort

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Board of County Commissioners
Utah County
Provo, Utah

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Utah County, Utah, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise Utah County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Utah County, Utah, as of December 31, 2023 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Utah County, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Utah County's internal control. Accordingly, no such opinion is expressed.

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Utah County's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Audit Standards, we have also issued our report dated June 28, 2024 on our consideration of Utah County's internal control over financial reporting and on our tests of its compliance with certain provisions of law, regulations, contract, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Utah County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Audit Standards in considering Utah County's internal control over financial reporting and compliance.

Gilbert & Stewart

Gilbert & Stewart CPA PC

Provo, Utah
June 28, 2024



Management's Discussion and Analysis



Provo Canyon

Photo courtesy of Utah Valley Convention & Visitors Bureau • Visit utahvalley.com

Management's Discussion and Analysis

As management of Utah County, Utah, we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2023. We encourage readers to consider the information presented here in conjunction with additional information that has been furnished in the letter of transmittal, which can be found beginning at page vi of this report.

Financial Highlights

- At the close of the current fiscal year, the County's governmental funds reported combined fund balances of \$433,934,499, an increase of \$45,351,432 in comparison with the prior year. The main reason for this increase was the accumulation of unspent tourism- and transportation-related sales taxes and planned contributions to the Capital Projects fund for projects approved by the Board of County Commissioners per the County's Capital Planning Policy.
- At the end of the current fiscal year, total fund balance for the general fund was \$47,259,571. This amount is compliant with the County's Fund Balance Reserves Policy.
- The County's total outstanding bonded debt decreased by \$8,620,000 during the current fiscal year. The primary reason for this decrease was scheduled debt service payments.
- The County's unrestricted net assets, meaning assets that may be used to meet the County's ongoing obligations to its citizens and creditors, increased from \$245,227,884 to \$297,651,650. Other net assets are either restricted in their use or are capital assets, such as roads or buildings, that are utilized by the County to provide services to its citizens and are not available for future spending.

Overview of the Financial Statements

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

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

- The Statement of Net Position presents financial information on all of the County's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating. Consideration should also be given to other non-financial factors that may affect the net position, such as changes in property and sales tax bases, condition of the County's capital assets, and legislative changes.
- The Statement of Activities presents information showing how the County's net position changed during the fiscal year being reported. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Accordingly, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods.

Both the Statement of Net Position and the Statement of Activities distinguish functions of Utah 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 (business-type activities). The governmental activities of Utah County include general government, public safety, public health and welfare, roads and public improvements, and parks and recreation. The County has no business-type activities.

The government-wide financial statements include not only the County itself (known as the primary government), but also legally separate entities for which the County is financially accountable. These entities are Timpanogos Special Service District, North Pointe Solid Waste Special Service District, North Fork Special Service District, the Utah Valley Convention and Visitors Bureau, and Wasatch Behavioral Health Services Special Service District. Financial information for these component units is reported separately from the financial information presented for the primary government itself. The Municipal Building Authority, although also legally separate, functions for all practical purposes as a department of the County, and, therefore, has been included as an integral part of the primary government. Utah Valley Road Special Service District and Utah County Service Areas Nos. 6-9 are also included in the government-wide financial statements as blended component units.

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. The 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 the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

- **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 balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the County'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 County'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.

The County maintains 17 individual governmental funds in addition to the general fund. 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, Health Department fund, TRCC (Tourism, Recreation, Cultural, Convention, and Airport Facilities) Taxes fund, Grants/Outside Projects fund, Transportation Projects fund, Capital Projects fund, and Debt Service fund, all of which are considered to be major funds. Data from the other 11 governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

Utah County adopts an annual appropriated budget for each individual governmental fund, including the general fund. For each individual governmental fund, a budgetary comparison statement has been provided to demonstrate compliance with the budget.

- **Proprietary funds.** Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. Utah County uses internal service funds to account for its fleet of vehicles, Jail food service, building maintenance, telephone systems, radio systems, information systems, administrative services/equipment replacement, and risk management. Because these services predominantly benefit governmental functions, they have been included within governmental activities in the government-wide financial statements. Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail.
- **Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reported in the government-wide financial statements because the resources of those funds are not available to support Utah County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Utah County maintains two different types of fiduciary funds. The private-purpose trust fund is used to report resources held in trust for prisoners to make purchases at the jail commissary. The custodial funds report resources not in a trust that are held by Utah County for other parties outside of Utah County's reporting entity.

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

Other information. In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning Utah County's progress in funding its obligations to provide pension and other postemployment benefits (OPEB) to its employees.

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information on pensions and OPEB.

Government-wide Overall Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of Utah County's financial position. The County's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$823,417,160 at the close of the most recent fiscal year.

Utah County's Total Net Position

	<u>Governmental Activities</u>	
	<u>2023</u>	<u>2022</u>
Assets:		
Current and other assets	\$ 590,503,670	\$ 587,926,695
Capital assets	<u>543,439,822</u>	<u>505,828,494</u>
Total assets	<u>1,133,943,492</u>	<u>1,093,755,189</u>
Total deferred outflow of resources	<u>32,410,248</u>	<u>27,525,414</u>
Liabilities:		
Long-term liabilities outstanding	218,399,925	209,869,470
Other liabilities	<u>121,926,233</u>	<u>139,158,097</u>
Total liabilities	<u>340,326,158</u>	<u>349,027,567</u>
Total deferred inflows of resources	<u>2,610,422</u>	<u>47,348,572</u>
Net position:		
Net investment in capital assets	242,828,020	223,429,256
Restricted	282,937,490	256,247,324
Unrestricted	<u>297,651,650</u>	<u>245,227,884</u>
Total net position	<u>\$ 823,417,160</u>	<u>\$ 724,904,464</u>

Current and other assets increased in governmental activities by approximately \$2.6 million from the prior year. The main reason for this increase was an increase in cash and investments principally due to unspent tourism- and transportation-related sales taxes.

Other liabilities in governmental activities decreased by \$17.2 million from the previous year. A significant portion of this change is related to unearned revenue from coronavirus-related relief grants from the U.S. Department of the Treasury. In 2022, the County received a second (and final) tranche of Coronavirus State and Local Fiscal Recovery Funds (SLFRF) authorized by the American Rescue Plan Act. The federal government advanced funding for this multi-year grant to the County but not all of the grant revenues had been spent by the end of the year. As the County continues to spend this grant revenue, the unearned revenue will decrease. At the end of the fiscal year, there was \$80.5 million of deferred SLFRF grant revenues, a decrease of \$16 million from the prior year. The County must obligate these funds by December 31, 2024, and spend them by December 31, 2026.

Long-term liabilities, which consist of bonds, notes, leases, net pension liability, and postemployment benefits obligations, increased by \$8.5 million from the previous year. The main reason for this increase was a change in the net pension liability, which was reported as \$16.2 million at the end of the current year while the County had no liability at the end of the prior year. Additional details on the County's pension plan, administered by Utah Retirements Systems, is found in the notes to the financial statements.

The largest portion of the County's net position, \$242,828,020, reflects its investment in capital assets (e.g. land, infrastructure, rights of way, water rights, construction in progress, buildings, machinery, equipment, and leased assets), net of accumulated

depreciation/amortization and less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the 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. An additional portion of the County's net position, \$282,937,490, represents resources that are subject to external restrictions on how they may be used. As of the end of the current year, Utah County's unrestricted net position was a surplus balance of \$297,651,650. This unrestricted balance may be used to meet the County's ongoing obligations to its citizens and creditors. At the end of the current fiscal year, the County reports positive balances in all reported categories of net position. The same situation held true for the prior fiscal year. The County's overall net position increased by \$98,844,325 from the prior fiscal year.

Utah County's Change in Net Position

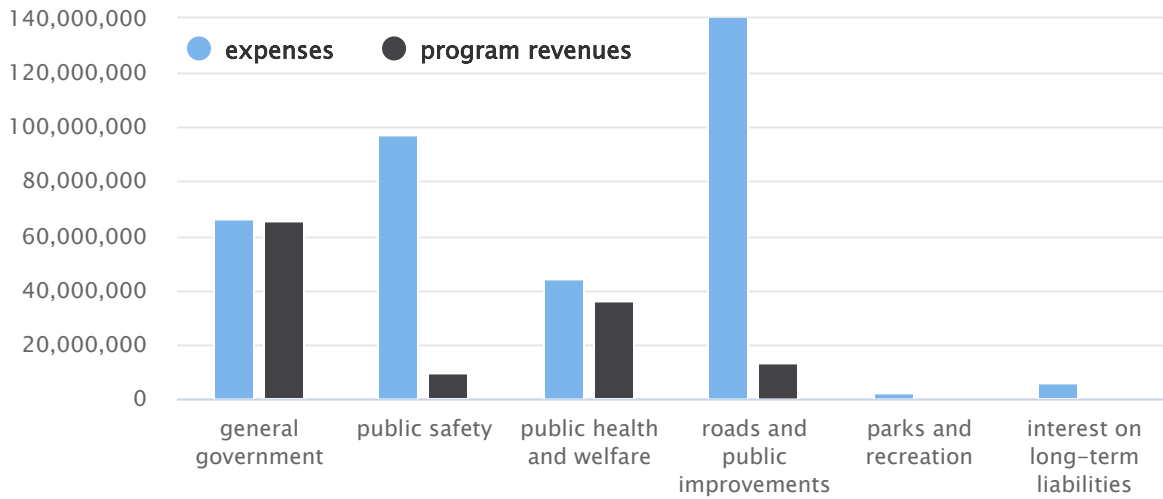
	Governmental Activities	
	2023	2022
Revenues:		
Program revenues:		
Charges for services	\$ 63,011,144	\$ 48,291,360
Operating grants and contributions	61,663,191	73,487,346
General revenues:		
Property taxes	77,316,995	72,538,185
Other taxes	235,379,830	231,026,546
Other general revenues	<u>27,881,613</u>	<u>19,321,682</u>
Total revenues	<u>465,252,773</u>	<u>444,665,119</u>
Expenses:		
General government	66,280,633	92,642,037
Public safety	97,020,383	71,896,275
Public health and welfare	43,954,349	36,669,778
Roads and public improvements	150,800,387	135,957,122
Parks and recreation	2,515,497	2,705,060
Interest on long-term debt	<u>5,837,199</u>	<u>6,609,571</u>
Total expenses	<u>366,408,448</u>	<u>346,479,843</u>
Increase (decrease) in net position	<u>98,844,325</u>	<u>98,185,276</u>
Net position - beginning*	<u>724,572,835*</u>	<u>626,719,188</u>
Net position - ending	<u>\$ 823,417,160</u>	<u>\$ 724,904,464</u>

*As restated due to a change in reporting entity. Refer to notes for additional details.

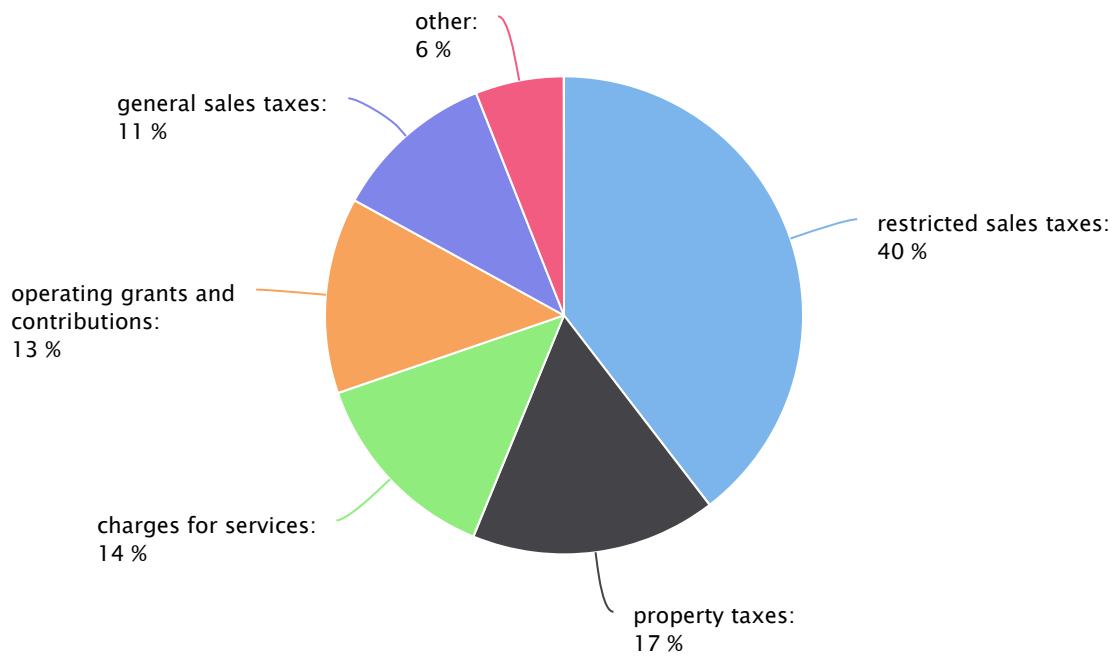
Governmental Activities. During the current fiscal year, net position for governmental activities increased by \$98,844,325 from the prior fiscal year for an ending balance of \$823,417,160 .

As shown in the following chart, revenues generated by Utah County's programs are not sufficient to cover the costs. Utah County relies on property taxes, sales taxes, investment income, and other general revenues to cover the costs associated with various programs.

Expenses and Program Revenues – Governmental Activities



Revenues by Source – Governmental Activities



Financial Analysis of the County’s Funds

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

Governmental funds. The focus of the County’s governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County’s financing requirements. In particular, unassigned fund balance may serve as a useful measure of the County’s net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party or Utah County itself.

At the end of the current fiscal year, Utah County’s governmental funds reported combined fund balances of \$433,934,499, an increase of \$45,351,432 in comparison with the prior year. The main reasons for this increase were unspent tourism- and transportation-related sales taxes and planned contributions to the Capital Projects fund. Of the total combined fund balance amount, \$25,269,878, or 6 percent, constitutes unassigned fund balance, which is available for spending at the County’s discretion. The remainder of the fund balance is either restricted for particular purposes, \$289,521,231, or committed for particular purposes, \$119,143,390.

Analysis of Individual Funds

The general fund is the chief operating fund of Utah County. At the end of the current fiscal year, unassigned fund balance of the general fund was \$25,269,878. As a measure of the general fund’s liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures. Unassigned fund balance represents approximately 22 percent of total general fund expenditures while total fund balance represents approximately 42 percent of total general fund expenditures.

The fund balance of the County’s general fund decreased by \$8,261,513 during the current fiscal year. The County’s Fund Balance Reserves Policy requires the County to maintain a committed fund balance in the general fund of 11.7 percent of annual operating revenues in addition to the restricted 5 percent of annual operating revenues required by the State of Utah. If the fund balance in the general fund falls below the policy guidelines, the County is required to create a plan to restore the balance to the minimum requirement within three fiscal years. The County remains compliant with its Fund Balance Reserves Policy. The main reason for the decrease in the County’s general fund balance was a transfer to the Capital Projects fund for planned projects. The County’s Capital Planning Policy requires the first three years of projects approved on the Capital Improvement Plan to be financially balanced to available revenues.

The Health Department fund, a major fund, had an increase of \$34,967 in fund balance during the current fiscal year. Services provided by the Health Department exceed fees collected for services provided. A transfer from the County’s general fund is needed to cover the shortfall in revenues. The transfer from the general fund for the current fiscal year was \$5.7 million which is an increase of \$1.7 million from the prior fiscal year.

The TRCC (Tourism, Recreation, Cultural, Convention, and Airport Facilities) Taxes fund, a major fund, had an increase of \$9,669,042 in fund balance during the current fiscal year. The increase in fund balance is attributable to unexpended sales tax revenues. In accordance with statute, the County has created a Tourism Tax Advisory Board (TTAB) that advises the Board of County Commissioners on the best use of revenues collected from both the TRCC taxes and transient room tax. The TTAB provides the Board of County Commissioners with a prioritized list of proposed expenditures based on projected available tax revenues. Some projects prioritized by the TTAB and approved by the Board of County Commissioners were not completed by the end of the current fiscal year. For example, in October 2020, the Board of County Commissioners approved \$2.9 million of TRCC taxes to help fund a Waterfront Project in Vineyard. The project was not completed as of December 31, 2023, so the \$2.9 million is kept in reserves. At the end of 2023, the County had committed \$21.2 million of TRCC sales taxes to projects that were not completed by the end of the year.

TRCC-Funded Projects Not Completed as of December 31, 2023	
Provo Airport	\$ 6,670,000
Provo Regional Sports Park	5,000,000
Vineyard Waterfront Project	2,954,766
Provo Rock Canyon	1,953,397
Orem Lakeside Park	1,744,000
Dry Creek Trail	1,500,000
American Fork Boat Harbor	1,456,643
Total Obligated TRCC Projects	\$ 21,278,806

The Grants/Outside Projects fund, a major fund, had an increase of \$277,635 in fund balance during the current fiscal year. The increase in fund balance is attributable to the receipt of opioid litigation settlement funds. The County will receive, on average, approximately \$800,000 annually from 2023-2038 from opioid litigation settlements. These funds may be used to support treatment of Opioid Use Disorder and any co-occurring Substance Use Disorder or Mental Health conditions through evidence-based or evidence-informed programs or strategies.

The Transportation Projects fund, a major fund, had an increase of \$19,904,385 in fund balance during the current fiscal year. The increase in fund balance is attributable to the sales tax revenues not being spent during the year. Projects funded by the Section 2218 sales tax must be recommended by the Metropolitan Planning Organization (MPO). In 2023, the MPO had recommended project budgets of approximately \$83 million, but only \$40 million was expended. Most of these projects are reimbursements to municipalities for road projects within their boundaries so the timing of the project expenditures is not within the County's control.

The Capital Projects fund, a major fund, had an increase of \$26,029,348 in fund balance during the current fiscal year. In 2019, the Board of County Commissioners approved a Capital Planning Policy that requires the Board to formally adopt a ten-year capital projects plan and fund the first three years of that plan. A transfer was initiated from the general fund to the Capital Projects fund at the end of the year to comply with the policy based on the County's adopted capital projects plan.

The Debt Service fund, the remaining major governmental fund, is utilized by the County to account for debt service payments related to long-term bond obligations, including principal, interest, fiscal agent fees, and arbitrage calculation services. The County has no general obligation bonds so the only source of revenue for this fund is transfers from sales tax revenues recognized in other funds. Most of the County's bonds are related to transportation projects funded by restricted transportation sales taxes. The small fund balance is related to interest earnings on funds held by the trustee between receipt of funds from the County and payment to bondholders.

Internal service funds. Unrestricted net position of the internal service funds at the end of the year amounted to \$29,687,508. The total increase in net position was \$10,938,835. The major reason for this increase is related to changes in vehicle costs and replacement schedule for vehicles assigned to the Sheriff's Office.

General Fund Budgetary Highlights

Original budget compared to final budget. During 2023, the total appropriations increased by almost \$13 million from the original adopted budget to the final amended budget. The major reason for this change was to accommodate a transfer to the Capital Projects fund for funding future capital projects and to recognize revenue from Service Area No. 6 for law enforcement services provided by the Sheriff's Office to the unincorporated area of the County.

Final budget compared to actual results. The County budgeted usage of fund balance at \$9.3 million and the actual usage of fund balance was \$8.3 million.

Capital Assets and Debt Administration

Capital assets. Utah County's investment in capital assets for its governmental activities as of December 31, 2023 amounts to \$543,439,822 (net of accumulated depreciation and amortization). This investment in capital assets includes land, rights of way, water rights, construction in progress, infrastructure, buildings, improvements other than buildings, machinery, equipment, leased assets, and subscription-based information technology assets.

Major capital asset events include the completion of the north end of Loafer Mountain Parkway.

Additional information on the County's capital assets can be found in the Notes to the Financial Statements.

Utah County’s Capital and Right-to-Use Assets
(net of depreciation/amortization)

	Governmental Activities	
	2023	2022
Capital assets:		
Land	\$ 60,597,600	\$ 54,075,565
Rights of way and water rights	710,640	235,740
Construction in progress	3,585,180	338,405
Infrastructure	344,433,549	324,841,425
Buildings	99,762,292	97,306,636
Improvements other than buildings	2,781,997	2,959,074
Equipment	26,446,739	23,908,745
Leased assets, subscription-based IT assets (right-to-use assets)	5,121,825	2,162,904
Total capital assets	\$ 543,439,822	\$ 505,828,494

Long-term debt. At the end of the current fiscal year, the County had total bonded debt outstanding of \$175,610,000. The full amount of the debt is secured by specific revenue sources; none of this debt is backed by the full faith and credit of the government (e.g. property taxes).

The County’s total debt decreased by \$8,620,000 (5 percent) during the current fiscal year. The main reason for the decrease in total debt was scheduled debt service payments.

Utah County’s Outstanding Debt
General Obligation and Revenue Bonds

	Governmental Activities	
	2023	2022
General Obligation Bonds	\$ -	\$ -
Revenue Bonds	175,610,000	184,230,000
Total Outstanding Debt	\$ 175,610,000	\$ 184,230,000

The State of Utah statutorily limits the amount of general obligation debt a county may issue to two percent of the fair market value of the taxable property in the county. The limit does not need to be calculated by the County as the County has no outstanding general obligation debt.

Economic Factors and Next Year’s Budgets and Rates

- The unemployment rate for the County at December 2023 was 2.9 percent (seasonally adjusted). This compares closely to the State’s unemployment rate of 2.8 percent and favorably to the national unemployment rate of 3.7 percent (Source: Utah Department of Workforce Services).
- Utah County’s estimated population in 2023 was 719,174, an increase of 2.4 percent from the 2022 estimated population. Utah County is the second most populous county in the state (Source: U.S. Census Bureau Population Division). Economists estimate that Utah County’s population will grow to 1 million by 2040 (Source: Kem C. Gardner Policy Institute).

- Utah County's County option sales taxes grew moderately during 2023. Revenues collected from the County option sales tax increased by 2 percent from \$46.7 million in 2022 to \$47.7 million in 2023.
- A decrease in property values does not affect the County's projected property tax revenue. The Utah State Tax Commission uses a property tax formula that generally allows counties to generate the same amount of property tax each year. If property values increase, the property tax rate automatically decreases and vice versa. If the County wishes to adopt a rate in excess of the calculated or certified rate, it must be done through a truth-in-taxation process that involves holding public hearings prior to the adoption of the budget.
- In May 2024, the Utah Transportation Commission announced a \$1.4 billion investment in transportation projects for northwest Utah County to address the growing transportation needs resulting from the tremendous population growth.
- In December 2023, the Provo Airport welcomed its millionth passenger—a milestone that was reached much earlier than the original estimate of the mid-2030s. An expansion project that will be completed in 2024 will increase the number of gates from four to seven, with two of the gates equipped to handle international flights. The County committed to contribute \$10 million to the Provo Airport expansion. Current airline service has an estimated economic impact of about \$130 million annually, including over \$90 million in visitor spending.
- In July 2023, the Utah Inland Port Authority Board of Directors unanimously approved the Spanish Fork Verk Industrial Park Project Area resolution, creating Utah's third inland port. The project aims to improve freight movement, optimize logistical assets, and create new opportunities throughout the region.

These factors were considered in preparing the County's budget for 2024.

At the end of the current fiscal year, unassigned fund balance in the general fund amounted to \$25,269,878. The 2024 budget adopted by the Board of County Commissioners was not a structurally balanced budget, meaning the budget utilized fund balance to balance total revenues to expenditures. The amount of one-time funding used to balance the budget was almost \$9.4 million.

Requests for Information

This financial report is designed to provide a general overview of Utah County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Utah County Auditor's Office
Attention: Division of Financial Services
100 East Center Street, Suite 3600
Provo, Utah, 84606
or via email to accounting@utahcounty.gov

Basic Financial Statements



Springville Museum of Art

Photo courtesy of Utah Valley Convention & Visitors Bureau • Visit utahvalley.com

Statement of Net Position
December 31, 2023

	Primary Governmental Activities	Component Units
Assets and Deferred Outflows of Resources		
Assets:		
Cash and investments	\$ 508,705,212	\$ 129,635,519
Receivables:		
Taxes receivable	35,391,892	38,599
Other receivables	17,067,719	16,316,196
Leases receivable	2,243,415	-
Inventories	549,162	235,811
Other current assets	26,546,270	2,854,751
Capital assets (net of depreciation/amortization):		
Land	60,597,600	14,337,145
Rights of way and water rights	710,640	437,671
Construction in progress	3,585,180	42,297,764
Buildings	99,762,292	21,768,861
Improvements other than buildings	2,781,997	107,796,230
Equipment	26,446,739	14,620,653
Right to use assets	5,121,825	121,842
Infrastructure	344,433,549	-
Intangible assets	-	8,281
Net pension asset	-	64,586
Other noncurrent assets	-	15,832,740
Total assets	1,133,943,492	366,366,649
Deferred outflows of resources	32,410,248	9,824,737
Total assets and deferred outflows of resources	1,166,353,740	376,191,386
Liabilities and Deferred Inflows of Resources		
Liabilities:		
Accounts payable and accruals	\$ 17,944,835	\$ 10,052,927
Accrued interest	621,394	188,481
Unearned revenues	87,763,517	6,345,094
Other current liabilities	3,644,349	2,792,888
Bonds, notes, and leases - due within one year	11,952,138	3,904,329
Noncurrent liabilities:		
Bonds and notes - due in more than one year	182,516,795	52,377,830
Leases payable - due in more than one year	4,996,313	-
Other noncurrent liabilities	-	616,807
Net pension liability	16,244,329	4,332,461
Compensated absences and other postemployment benefits	14,642,488	1,120,698
Total liabilities	340,326,158	81,731,515
Deferred inflows of resources	2,610,422	4,601,889
Total liabilities and deferred inflows of resources	342,936,580	86,333,404
Net Position:		
Net investment in capital assets	242,828,020	155,670,750
Restricted for:		
Debt service, capital projects, donor restrictions	-	2,138,342
Special service areas/districts	7,162,378	-
Assessing and collecting property tax	7,138,784	-
Recorder	14,232,743	-
Transient room tax	6,409,180	-
Public transit taxes	196,445,162	-
TRCC taxes	51,549,243	-
Unrestricted	297,651,650	132,048,890
Total net position	\$ 823,417,160	\$ 289,857,982

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

Statement of Activities
Year Ended December 31, 2023

Functions/Programs of Primary Government	Expenses	Program Revenues			Net (Expense) Revenues and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Component Units
					Total Governmental Activities	Total	
Governmental activities:							
General government	\$ 66,280,633	\$ 33,209,584	\$ 32,327,914	\$ -	\$ (743,135)	\$ (743,135)	\$ -
Public safety	97,020,383	8,136,301	1,614,379	-	(87,269,703)	(87,269,703)	-
Public health	43,954,349	16,352,072	19,879,284	-	(7,722,993)	(7,722,993)	-
Highways and streets	150,800,387	5,313,187	7,841,614	-	(137,645,586)	(137,645,586)	-
Parks and recreation	2,515,497	-	-	-	(2,515,497)	(2,515,497)	-
Interest on long-term liabilities	5,837,199	-	-	-	(5,837,199)	(5,837,199)	-
Total governmental activities, primary government	<u>\$ 366,408,448</u>	<u>\$ 63,011,144</u>	<u>\$ 61,663,191</u>	<u>\$ -</u>	<u>\$ (241,734,113)</u>	<u>\$ (241,734,113)</u>	<u>\$ -</u>
Component Units							
Timpanogos Special Service District	\$ 18,461,856	\$ 23,147,847	\$ 200,000	\$ -	\$ -	\$ -	\$ 4,885,991
North Pointe Solid Waste Special Service District	12,925,455	13,140,259	-	-	-	-	214,804
North Fork Special Service District	7,516,370	3,203,923	18,014	5,755,863	-	-	1,461,430
Utah Valley Convention and Visitors Bureau	2,506,808	-	2,635,406	-	-	-	128,598
Wasatch Behavioral Health Special Service District	62,948,284	2,333,576	61,525,802	-	-	-	911,094
	<u>\$ 104,358,773</u>	<u>\$ 41,825,605</u>	<u>\$ 64,379,222</u>	<u>\$ 5,755,863</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,601,917</u>
General revenues:							
Property taxes					77,316,995	77,316,995	171,865
Sales and franchise taxes					212,646,057	212,646,057	-
TRCC taxes					16,317,812	16,317,812	-
Transient room tax					6,415,961	6,415,961	-
Earnings on investments					22,543,567	22,543,567	6,003,357
Impact fees and other revenues					-	-	15,557,584
Miscellaneous					5,338,046	5,338,046	1,552,243
Total general revenues					<u>340,578,438</u>	<u>340,578,438</u>	<u>23,285,049</u>
Change in net position					98,844,325	98,844,325	30,886,966
Net position - beginning, as restated					<u>724,572,835</u>	<u>724,572,835</u>	<u>258,971,016</u>
Net position - ending					<u>\$ 823,417,160</u>	<u>\$ 823,417,160</u>	<u>\$ 289,857,982</u>

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

Balance Sheet
Governmental Funds
December 31, 2023

	Major Funds							Total Nonmajor Funds	Total Governmental Funds
	General	Health Department	TRCC Taxes	Grants/Outside Projects	Transportation Projects	Capital Projects	Debt Service		
Assets									
Cash and investments	\$ 43,015,927	\$ 3,875,643	\$ 52,541,238	\$ 81,059,535	\$ 163,105,468	\$ 94,369,211	\$ 18,799	\$ 35,729,432	\$ 473,715,253
Receivables	1,645,689	5,364,341	153,024	4,301,466	2,227,406	-	-	1,654,216	15,346,142
Tax receivables	19,222,011	-	2,729,518	-	9,491,899	112,972	-	3,835,492	35,391,892
Due from other funds	921,000	-	-	-	-	-	-	-	921,000
Prepaid items	99,102	111,161	1,022,186	34,467	23,361,218	-	-	310,565	24,938,699
Total assets	\$ 64,903,729	\$ 9,351,145	\$ 56,445,966	\$ 85,395,468	\$ 198,185,991	\$ 94,482,183	\$ 18,799	\$ 41,529,705	\$ 550,312,986
Liabilities									
Accounts payable	2,000,613	505,779	296,804	1,787,768	1,600,461	855,883	6,500	215,963	7,269,771
Accrued liabilities	1,995,330	447,017	2,956,873	67,798	22,172	-	-	376,766	5,865,956
Compensated absences	5,030,361	-	48,476	-	118,196	-	-	504,011	5,701,044
Deposits payable	4,700,459	-	-	-	-	-	-	150,141	4,850,600
Due to other funds	-	-	-	-	-	-	-	921,000	921,000
Unearned revenues	784,376	1,432,876	1,594,570	82,068,419	-	-	-	1,877,556	87,757,797
Total liabilities	14,511,139	2,385,672	4,896,723	83,923,985	1,740,829	855,883	6,500	4,045,437	112,366,168
Deferred Inflows of Resources									
Unavailable revenue-property taxes Lease related	3,133,019	-	-	-	-	-	-	879,300	4,012,319
Total deferred inflows of resources	3,133,019	-	-	-	-	-	-	879,300	4,012,319
Fund Balances (Deficits)									
Restricted:									
Transient room tax	-	-	-	-	-	-	-	6,409,180	6,409,180
Assessing and collecting	-	-	-	-	-	-	-	7,138,784	7,138,784
Recorder services	-	-	-	-	-	-	-	14,232,743	14,232,743
Public transit taxes	-	-	-	-	196,445,162	-	-	-	196,445,162
TRCC taxes	-	-	51,549,243	-	-	-	-	-	51,549,243
Special service areas/districts	-	-	-	-	-	-	-	7,162,378	7,162,378
Statutory minimum balance	6,583,741	-	-	-	-	-	-	-	6,583,741
Committed:									
Public health and welfare	-	6,965,473	-	1,471,483	-	-	-	368,711	8,805,667
Public safety	-	-	-	-	-	-	-	1,293,172	1,293,172
Capital projects	-	-	-	-	-	93,626,300	-	-	93,626,300
Debt service	-	-	-	-	-	-	12,299	-	12,299
County policy minimum balance	15,405,952	-	-	-	-	-	-	-	15,405,952
Unassigned (deficits)	25,269,878	-	-	-	-	-	-	-	25,269,878
Total fund balances	47,259,571	6,965,473	51,549,243	1,471,483	196,445,162	93,626,300	12,299	36,604,968	433,934,499
Total liabilities, deferred inflows of resources, and fund balances	\$ 64,903,729	\$ 9,351,145	\$ 56,445,966	\$ 85,395,468	\$ 198,185,991	\$ 94,482,183	\$ 18,799	\$ 41,529,705	\$ 550,312,986

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

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position

December 31, 2023

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

Total fund balances - governmental funds	\$	433,934,499	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those capital assets consist of:			
Land	\$	60,597,600	
Construction in progress		3,585,180	
Rights of way and water rights		710,640	
Buildings, net of accumulated depreciation of \$54,557,337		99,762,292	
Improvements other than buildings, net of accumulated depreciation of \$6,755,260		2,781,997	
Equipment, net of accumulated depreciation of \$37,650,633		26,446,739	
Right-to-use assets (leases and subscription-based IT assets), net of accumulated amortization of \$2,465,837		5,121,825	
Infrastructure		<u>344,433,549</u>	543,439,822
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.			(621,394)
Net pension assets and deferred outflows of resources are not available financial resources and, therefore, are not reported in the funds.			
Net pension assets		-	
Deferred outflows of resources related to pensions		<u>30,781,563</u>	30,781,563
Governmental funds report the effect of premiums, discounts, and refundings and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.			
Unamortized premium on revenue bonds		(19,490,451)	
Unamortized discount on revenue bonds		631,518	
Deferred amount on refunding		<u>1,628,685</u>	(17,230,248)
Some of the County's property taxes will be collected after year-end but are not available soon enough to pay current period expenditures, and are, therefore, reported as deferred inflows of resources in the funds.			
			4,012,318
Internal service funds are used by management to provide a method of charging individual funds and departments for use of fleet, jail kitchen, facilities maintenance, telephone systems, radio systems, information systems support and development, administrative services/equipment replacement, and risk management. The assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the internal service funds are included in governmental activities in the statement of net position. The unrestricted net position of internal service funds at year-end is:			
			29,687,513
Long-term liabilities that are not due and payable in the current period and, therefore, are not reported in the funds:			
Revenue bonds payable		(175,610,000)	
Net pension liability		(16,244,329)	
Leases and subscriptions payable		(4,996,313)	
Compensated absences and OPEB		<u>(1,125,849)</u>	(197,976,491)
Deferred inflows of resources do not require current financial resources and, therefore, are not reported in the funds.			
Deferred inflows - pension related		(492,950)	
Deferred inflows - lease related		<u>(2,117,472)</u>	(2,610,422)
Net position of governmental activities	\$		<u>823,417,160</u>

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

**Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2023**

	Major Funds							Total Nonmajor Funds	Total Governmental Funds
	General	Health Department	TRCC Taxes	Grants/ Outside Projects	Transportation Projects	Capital Projects	Debt Service		
Revenues									
Property taxes	\$ 58,029,373	\$ -	\$ -	\$ 3,007,704	\$ -	\$ 934,760	\$ -	\$ 15,039,367	\$ 77,011,204
Sales taxes	51,214,524	-	16,317,812	-	161,428,794	-	-	6,415,961	235,377,091
Franchise taxes	2,739	-	-	-	-	-	-	-	2,739
Licenses and permits	854,440	-	-	-	-	-	-	271,943	1,126,383
Intergovernmental	388,458	19,879,284	25,000	24,511,083	7,841,614	1,803,067	3,511,857	1,646,276	59,606,639
Charges for services	14,476,265	16,352,072	5,569,125	3,149,604	183,806	-	-	12,241,303	51,972,175
Fines and forfeitures	1,706,465	29,960	-	-	-	-	-	43,612	1,780,037
Investment earnings	2,537,096	224,615	3,291,077	-	8,546,204	5,244,114	56,278	2,644,182	22,543,566
Fees	-	-	-	2,819,361	5,313,187	-	-	-	8,132,548
Payments in lieu of taxes	697,223	-	-	-	-	-	-	1,359,329	2,056,552
Miscellaneous	1,768,224	34,011	223,363	2,257,437	149,051	-	-	905,959	5,338,045
Total revenues	131,674,807	36,519,942	25,426,377	35,745,189	183,462,656	7,981,941	3,568,135	40,567,932	464,946,979
Expenditures									
Current:									
General government	34,009,833	-	12,615,123	31,045,063	-	183,668	-	20,071,651	97,925,338
Public safety	74,962,234	-	-	3,248,628	-	-	-	18,202,289	96,413,151
Public health and welfare	1,600,832	41,826,631	-	15,113	-	-	-	2,521,184	45,963,760
Roads and public improvements	-	-	-	1,075,341	130,213,026	-	-	171,383	131,459,750
Parks and recreation	-	-	2,548,246	167	-	-	-	-	2,548,413
Debt service:									
Principal	-	-	-	-	-	-	8,620,000	-	8,620,000
Interest	-	-	-	-	-	-	7,385,349	-	7,385,349
Fiscal charges	-	-	-	-	-	-	16,000	-	16,000
Capital outlay:									
General government	1,954,009	-	404,202	114,754	-	3,221,189	-	1,095,888	6,790,042
Public safety	1,009,710	-	-	6,199	-	2,021,303	-	-	3,037,212
Public health and welfare	-	810,654	-	-	-	-	-	-	810,654
Roads and public improvements	-	-	-	23,202	23,429,463	1,157,601	-	-	24,610,266
Parks and recreation	-	-	196,449	-	-	-	-	-	196,449
Total expenditures	113,536,618	42,637,285	15,764,020	35,528,467	153,642,489	6,583,761	16,021,349	42,062,395	425,776,384
Excess (deficiency) of revenues over expenditures	18,138,189	(6,117,343)	9,662,357	216,722	29,820,167	1,398,180	(12,453,214)	(1,494,463)	39,170,595
Other Financing Sources (Uses)									
Transfers in	2,675,356	5,685,184	-	37,713	-	25,000,000	12,465,513	1,073,711	46,937,477
Transfers out	(32,340,276)	-	(1,000)	-	(9,989,797)	(368,832)	-	(2,308,427)	(45,008,332)
Leases issued (as lessee) or initiation of subscription-based arrangement	1,481,535	433,125	-	-	-	-	-	157,608	2,072,268
Sale of general capital assets	1,769,930	34,001	7,685	23,200	69,281	-	-	247,216	2,151,313
Insurance recoveries	13,753	-	-	-	4,734	-	-	9,624	28,111
Total other financing sources (uses)	(26,399,702)	6,152,310	6,685	60,913	(9,915,782)	24,631,168	12,465,513	(820,268)	6,180,837
Net change in fund balances	(8,261,513)	34,967	9,669,042	277,635	19,904,385	26,029,348	12,299	(2,314,731)	45,351,432
Fund balances - beginning	55,521,084	6,930,506	41,880,201	1,193,848	176,540,777	67,596,952	-	38,919,699	388,583,067
Fund balances - ending	\$ 47,259,571	\$ 6,965,473	\$ 51,549,243	\$ 1,471,483	\$ 196,445,162	\$ 93,626,300	\$ 12,299	\$ 36,604,968	\$ 433,934,499

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

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Governmental Funds to the Statement of Activities**
Year Ended December 31, 2023

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

Net change in fund balances - total governmental funds	\$	45,351,432
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.</p>		
Capital outlays	\$ 39,623,360	
Depreciation expense	<u>(5,174,478)</u>	34,448,882
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds</p>		
		305,790
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.</p>		
Expenses	82,392	
Changes in compensated absences and OPEB liabilities	53,660	
Net pension expense	<u>3,768,101</u>	3,904,153
<p>The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, donations, disposals, and annexations).</p>		
		(4,806,958)
<p>Bond and other debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond and other debt principal is an expenditure in the governmental funds, but repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.</p>		
Principal paid on bonds	8,620,000	
Premium	1,470,936	
Initiation of leases and subscriptions	(2,072,268)	
Payment of leases and subscriptions	<u>846,296</u>	8,864,964
<p>The internal service funds are used by management to charge the costs of fleet management, jail kitchen services, facilities maintenance, telephone systems, radio systems, information systems, administrative services/equipment replacement, and risk management to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.</p>		
		10,776,062
Change in net position of governmental activities	\$	<u>98,844,325</u>

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

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
General Fund

For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes:				
Property	\$ 58,200,000	\$ 58,200,000	\$ 58,029,373	\$ (170,627)
Sales	56,500,000	52,000,000	51,214,524	(785,476)
Franchise	4,000	4,000	2,739	(1,261)
Licenses and permits	725,900	835,900	854,440	18,540
Intergovernmental	260,000	260,000	388,458	128,458
Charges for services	5,733,800	5,733,800	14,476,265	8,742,465
Fines and forfeitures	1,527,100	1,527,100	1,706,465	179,365
Investment earnings	100,000	2,467,500	2,537,096	69,596
Payments in lieu of taxes	550,000	550,000	697,223	147,223
Miscellaneous	1,100	1,100	1,768,224	1,767,124
Total revenues	<u>123,601,900</u>	<u>121,579,400</u>	<u>131,674,807</u>	<u>10,095,407</u>
Expenditures				
Current:				
General government:				
Justice court	1,423,030	1,423,030	1,298,602	124,428
Clerk	2,004,030	2,114,030	1,891,246	222,784
Attorney	12,373,540	12,385,540	13,151,405	(765,865)
Non-departmental	8,550,100	9,461,466	2,704,603	6,756,863
Interagency	11,670,890	12,317,677	12,620,874	(303,197)
Elections	2,084,620	2,002,720	2,009,964	(7,244)
Public works	1,617,510	1,617,510	848,798	768,712
Surveyor	1,289,780	1,289,780	1,438,350	(148,570)
Total general government	<u>41,013,500</u>	<u>42,611,753</u>	<u>35,963,842</u>	<u>6,647,911</u>
Public safety:				
Sheriff enforcement	31,891,730	32,522,847	33,480,471	(957,624)
Wildland fire	2,289,260	2,291,237	1,914,556	376,681
Sheriff corrections	41,310,540	41,008,313	40,576,917	431,396
Total public safety	<u>75,491,530</u>	<u>75,822,397</u>	<u>75,971,944</u>	<u>(149,547)</u>
Public health and welfare:				
Mosquito abatement	1,451,140	1,502,640	1,541,531	(38,891)
Indigent burials	30,740	30,740	40,197	(9,457)
Agricultural services	76,350	76,350	19,104	57,246
Total public health and welfare	<u>1,558,230</u>	<u>1,609,730</u>	<u>1,600,832</u>	<u>8,898</u>
Total expenditures	<u>118,063,260</u>	<u>120,043,880</u>	<u>113,536,618</u>	<u>6,507,262</u>
Excess (deficiency) of revenues over expenditures	5,538,640	1,535,520	18,138,189	3,588,145
Other Financing Sources (Uses)				
Transfers in	-	6,000,000	2,675,356	(3,324,644)
Transfers out	(5,788,640)	(16,788,640)	(32,340,276)	(15,551,636)
Leases issued (as lessee) or initiation of subscription-based arrangement	-	-	1,481,535	1,481,535
Sale of general capital assets	250,000	-	1,769,930	1,769,930
Insurance recoveries	-	-	13,753	13,753
Total other financing sources (uses)	<u>(5,538,640)</u>	<u>(10,788,640)</u>	<u>(26,399,702)</u>	<u>(15,611,062)</u>
Net change in fund balance*	-	(9,253,120)	(8,261,513)	991,607
Fund balance-beginning	<u>55,521,084</u>	<u>55,521,084</u>	<u>55,521,084</u>	<u>-</u>
Fund balance-ending	<u>\$ 55,521,084</u>	<u>\$ 46,267,964</u>	<u>\$ 47,259,571</u>	<u>\$ 991,607</u>

*The net change in fund balance was included in the budget as an appropriation (i.e., spenddown) of fund balance.

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

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Health Department Fund

For the Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 22,584,460	\$ 22,584,460	\$ 19,879,284	\$ (2,705,176)
Charges for services	13,101,200	13,101,200	16,352,072	3,250,872
Fines and forfeitures	-	-	29,960	29,960
Investment earnings	-	-	224,615	224,615
Miscellaneous	60,750	60,750	34,011	(26,739)
Total revenues	<u>35,746,410</u>	<u>35,746,410</u>	<u>36,519,942</u>	<u>773,532</u>
Expenditures				
Personnel services	26,446,210	26,435,400	23,364,814	3,070,586
Materials, supplies, and services	18,826,140	18,460,719	17,622,768	837,951
Capital outlay	118,750	216,630	810,654	(594,024)
Contributions to other governmental agencies	858,000	1,177,631	839,049	338,582
Total expenditures	<u>46,249,100</u>	<u>46,290,380</u>	<u>42,637,285</u>	<u>3,653,095</u>
Excess (deficiency) of revenues over expenditures	(10,502,690)	(10,543,970)	(6,117,343)	(2,879,563)
Other Financing Sources (Uses)				
Transfers in	4,000,000	4,000,000	5,685,184	1,685,184
Leases issued (as lessee)	-	-	433,125	433,125
Sale of general capital assets	-	-	34,001	34,001
Insurance recoveries	-	-	-	-
Total other financing sources (uses)	<u>4,000,000</u>	<u>4,000,000</u>	<u>6,152,310</u>	<u>2,152,310</u>
Net change in fund balance*	(6,502,690)	(6,543,970)	34,967	6,578,937
Fund balance-beginning	<u>6,930,506</u>	<u>6,930,506</u>	<u>6,930,506</u>	<u>-</u>
Fund balance-ending	<u>\$ 427,816</u>	<u>\$ 386,536</u>	<u>\$ 6,965,473</u>	<u>\$ 6,578,937</u>

*The net change in fund balance was included in the budget as an appropriation (i.e., spenddown) of fund balance.

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

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
TRCC Taxes Fund

For the Year Ended December 31, 2023

Note: TRCC is the acronym for *Tourism, Recreation, Cultural, Convention, and Airport Facilities Taxes* and includes the restaurant and short-term motor vehicle (e.g. car rental) sales taxes.

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Sales taxes	\$ 16,500,000	\$ 16,500,000	\$ 16,317,812	\$ (182,188)
Intergovernmental	-	-	25,000	25,000
Charges for services	335,520	696,520	5,569,125	4,872,605
Investment earnings	300,000	300,000	3,291,077	2,991,077
Miscellaneous	30,000	30,000	223,363	193,363
Total revenues	<u>17,165,520</u>	<u>17,526,520</u>	<u>25,426,377</u>	<u>7,899,857</u>
Expenditures				
Personnel services	1,169,630	1,187,747	2,965,394	(1,777,647)
Materials, supplies, and services	56,149,800	55,981,461	12,144,550	43,836,911
Capital outlay	252,000	100,532	600,651	(500,119)
Contributions to other governmental agencies	-	53,500	53,425	75
Total expenditures	<u>57,571,430</u>	<u>57,323,240</u>	<u>15,764,020</u>	<u>41,559,220</u>
Excess (deficiency) of revenues over expenditures	(40,405,910)	(39,796,720)	9,662,357	(33,659,363)
Other Financing Sources (Uses)				
Transfers out	(287,280)	(287,280)	(1,000)	286,280
Sale of general capital assets	-	-	7,685	7,685
Insurance recoveries	-	-	-	-
Total other financing sources (uses)	<u>(287,280)</u>	<u>(287,280)</u>	<u>6,685</u>	<u>293,965</u>
Net change in fund balance*	(40,693,190)	(40,084,000)	9,669,042	49,753,042
Fund balance-beginning	<u>41,880,201</u>	<u>41,880,201</u>	<u>41,880,201</u>	<u>-</u>
Fund balance-ending	<u>\$ 1,187,011</u>	<u>\$ 1,796,201</u>	<u>\$ 51,549,243</u>	<u>\$ 49,753,042</u>

*The net change in fund balance was included in the budget as an appropriation (i.e., spenddown) of fund balance.

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

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Grants/Outside Projects Fund
 For the Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Property taxes	\$ 5,300,000	\$ 5,300,000	\$ 3,007,704	\$ (2,292,296)
Intergovernmental	143,330,370	143,039,020	24,511,083	(118,527,937)
Charges for services	5,222,180	5,241,320	3,149,604	(2,091,716)
Fees	2,500,000	2,500,000	2,819,361	319,361
Miscellaneous	813,110	1,250,702	2,257,437	1,006,735
Total revenues	<u>157,165,660</u>	<u>157,331,042</u>	<u>35,745,189</u>	<u>(121,585,853)</u>
Expenditures				
Personnel services	5,917,980	4,945,434	2,848,315	2,097,119
Materials, supplies, and services	72,635,080	71,068,921	9,134,554	61,934,367
Capital outlay	175,000	3,238,177	144,155	3,094,022
Contributions to other governmental agencies	79,631,450	79,272,360	23,401,443	55,870,917
Total expenditures	<u>158,359,510</u>	<u>158,524,892</u>	<u>35,528,467</u>	<u>122,996,425</u>
Excess (deficiency) of revenues over expenditures	(1,193,850)	(1,193,850)	216,722	1,410,572
Other Financing Sources (Uses)				
Transfers in	-	-	37,713	37,713
Transfers out	-	-	-	-
Sale of general capital assets	-	-	23,200	23,200
Insurance recoveries	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>60,913</u>	<u>60,913</u>
Net change in fund balance*	(1,193,850)	(1,193,850)	277,635	1,471,485
Fund balance-beginning	<u>1,193,848</u>	<u>1,193,848</u>	<u>1,193,848</u>	<u>-</u>
Fund balance-ending	<u>\$ (2)</u>	<u>\$ (2)</u>	<u>\$ 1,471,483</u>	<u>\$ 1,471,485</u>

*The net change in fund balance was included in the budget as an appropriation (i.e., spenddown) of fund balance.

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

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Transportation Projects Fund
 For the Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues				
Sales taxes	\$ 184,100,000	\$ 184,100,000	\$ 161,428,794	\$ (22,671,206)
Intergovernmental	6,350,000	6,350,000	7,841,614	1,491,614
Charges for services	-	-	183,806	183,806
Investment earnings	1,235,000	1,235,000	8,546,204	7,311,204
Fees	6,000,000	6,000,000	5,313,187	(686,813)
Miscellaneous	500	500	149,051	148,551
Total revenues	197,685,500	197,685,500	183,462,656	(14,222,844)
Expenditures				
Personnel services	1,295,490	1,562,564	1,619,952	(57,388)
Materials, supplies, and services	37,263,710	36,628,780	2,992,110	33,636,670
Capital outlay	105,255,970	104,199,110	23,429,463	80,769,647
Contributions to other governmental agencies	198,756,470	200,181,186	125,600,964	74,580,222
Total expenditures	342,571,640	342,571,640	153,642,489	188,929,151
Excess (deficiency) of revenues over expenditures	(144,886,140)	(144,886,140)	29,820,167	174,706,307
Other Financing Sources (Uses)				
Transfers out	(10,033,860)	(10,033,860)	(9,989,797)	44,063
Sale of general capital assets	20,000	20,000	69,281	49,281
Insurance recoveries	-	-	4,734	4,734
Total other financing sources (uses)	(10,013,860)	(10,013,860)	(9,915,782)	98,078
Net change in fund balance*	(154,900,000)	(154,900,000)	19,904,385	174,804,385
Fund balance-beginning	176,540,777	176,540,777	176,540,777	-
Fund balance-ending	\$ 21,640,777	\$ 21,640,777	\$ 196,445,162	\$ 174,804,385

*The net change in fund balance was included in the budget as an appropriation (i.e., spenddown) of fund balance.

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

**Statement of Net Position
Proprietary Funds
December 31, 2023**

Governmental Activities - Internal Service Funds

	Motor Pool	Jail Kitchen	Building Maintenance	Telephone	Radio	Information Systems	Admin Services	Risk Management	Total Internal Service Funds
Assets									
Current assets:									
Cash and cash equivalents	\$ 9,123,514	\$ 789,940	\$ 414,103	\$ 1,068,729	\$ 2,373,307	\$ 2,954,309	\$ 13,092,886	\$ 5,173,171	\$ 34,989,959
Accounts receivable	128,552	184,897	914,022	55,080	108,741	198,910	131,375	-	1,721,577
Leases receivable, current portion	-	-	381,761	-	36,839	-	-	-	418,600
Inventories	252,714	171,129	50,799	24,162	22,201	28,157	-	-	549,162
Prepaid items	241,517	-	362,538	40,894	17,624	544,851	400,147	-	1,607,571
Total current assets	9,746,297	1,145,966	2,123,223	1,188,865	2,558,712	3,726,227	13,624,408	5,173,171	39,286,869
Noncurrent assets:									
Net pension asset	-	-	-	-	-	-	-	-	-
Leases receivable, noncurrent portion	-	-	1,115,241	-	709,574	-	-	-	1,824,815
Capital assets:									
Equipment, vehicles, furniture, improvements	30,380,337	995,384	7,501,784	1,766,255	3,179,283	4,166,951	1,435,555	-	49,425,549
Less accumulated depreciation	(17,423,318)	(873,679)	(1,907,765)	(1,590,853)	(2,709,109)	(2,687,018)	(331,603)	-	(27,523,345)
Right-to-use lease assets:									
Communication sites	-	-	-	-	181,584	-	-	-	181,584
Less accumulated amortization	-	-	-	-	(62,077)	-	-	-	(62,077)
Right-to-use subscription assets:									
Subscription-based information technology arrangements	-	-	-	-	-	925,327	1,505,004	-	2,430,331
Less accumulated amortization	-	-	-	-	-	(411,433)	(387,174)	-	(798,607)
Total noncurrent assets	12,957,019	121,705	6,709,260	175,402	1,299,255	1,993,827	2,221,782	-	25,478,250
Total assets	22,703,316	1,267,671	8,832,483	1,364,267	3,857,967	5,720,054	15,846,190	5,173,171	64,765,119
Deferred Outflows Of Resources									
Pension related	336,795	344,429	812,586	80,569	36,566	1,838,198	2,987,198	-	6,436,341
Liabilities									
Current liabilities:									
Accounts payable	123,334	35,559	422,747	14,491	5,411	67,912	365,155	11,001	1,045,610
Accrued liabilities	32,962	36,907	86,290	8,119	4,158	154,648	2,232,708	1,498	2,557,290
Compensated absences	93,133	78,989	260,311	23,117	13,099	270,596	466,966	-	1,206,211
Leases and subscriptions payable, current portion	-	-	-	-	16,243	447,130	389,163	-	852,536
Unearned revenue	-	-	3,185	-	-	2,535	-	-	5,720
Total current liabilities	249,429	151,455	772,533	45,727	38,911	942,821	3,453,992	12,499	5,667,367
Noncurrent liabilities:									
Net pension liability	177,737	181,766	428,825	42,519	19,297	970,071	1,576,433	-	3,396,648
Leases and subscriptions payable, noncurrent portion	-	-	-	-	103,295	25,398	752,057	-	880,750
Net OPEB liability	119,801	42,818	121,135	15,794	665	141,454	6,167,677	-	6,609,344
Total noncurrent liabilities	297,538	224,584	549,960	58,313	123,257	1,136,923	8,496,167	-	10,886,742
Total liabilities	546,967	376,039	1,322,493	104,040	162,168	2,079,744	11,950,159	12,499	16,554,109
Deferred Inflows Of Resources									
Pension related	5,394	5,516	13,013	1,290	586	29,437	47,838	-	103,074
Lease related	-	-	1,438,364	-	679,108	-	-	-	2,117,472
Total deferred inflows of resources	5,394	5,516	1,451,377	1,290	679,694	29,437	47,838	-	2,220,546
Net Position									
Net investment in capital assets	13,110,684	278,852	4,526,403	212,162	(192,282)	2,359,989	2,443,489	-	22,739,297
Unrestricted	9,377,066	951,693	2,344,796	1,127,344	3,244,953	3,089,082	4,391,902	5,160,672	29,687,508
Total net position	\$ 22,487,750	\$ 1,230,545	\$ 6,871,199	\$ 1,339,506	\$ 3,052,671	\$ 5,449,071	\$ 6,835,391	\$ 5,160,672	\$ 52,426,805

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

Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds

For the Year Ended December 31, 2023

	Governmental Activities - Internal Service Funds								Total Internal Service Funds
	Motor Pool	Jail Kitchen	Building Maintenance	Telephone	Radio	Information Systems	Admin Services	Risk Management	
Operating revenues:									
Charges for services	\$ 11,262,456	\$ 4,096,169	\$ 10,911,820	\$ 850,219	\$ 1,259,113	\$ 8,095,236	\$12,146,769	\$ 2,387,725	\$51,009,507
Miscellaneous	44,943	1,573	2,553	5,747	29,592	423	199,298	18,080	302,209
Total operating revenues	<u>11,307,399</u>	<u>4,097,742</u>	<u>10,914,373</u>	<u>855,966</u>	<u>1,288,705</u>	<u>8,095,659</u>	<u>12,346,067</u>	<u>2,405,805</u>	<u>51,311,716</u>
Operating expenses:									
Personnel services	1,158,213	1,376,805	2,853,403	293,258	182,193	5,041,571	7,333,674	86,680	18,325,797
Materials, supplies, and services	3,062,150	2,200,814	4,082,641	272,479	397,234	1,505,352	3,750,140	1,701,907	16,972,717
Depreciation	4,848,817	49,761	375,252	140,104	73,217	492,185	205,264	-	6,184,600
Total operating expenses	<u>9,069,180</u>	<u>3,627,380</u>	<u>7,311,296</u>	<u>705,841</u>	<u>652,644</u>	<u>7,039,108</u>	<u>11,289,078</u>	<u>1,788,587</u>	<u>41,483,114</u>
Operating income (loss)	<u>2,238,219</u>	<u>470,362</u>	<u>3,603,077</u>	<u>150,125</u>	<u>636,061</u>	<u>1,056,551</u>	<u>1,056,989</u>	<u>617,218</u>	<u>9,828,602</u>
Nonoperating revenues (expenses):									
Intergovernmental	-	-	-	-	-	-	-	500	500
Investment earnings	660,905	39,867	92,849	69,130	164,511	168,191	902,630	618,868	2,716,951
Lease revenues	-	-	(25,454)	-	(685)	-	-	-	(26,139)
Lease interest revenue	-	-	30,345	-	15,040	-	-	-	45,385
Lease interest expense	-	-	-	-	(2,723)	(7,850)	(5,672)	-	(16,245)
Lease amortization expense	-	-	-	-	(15,509)	(411,432)	(387,174)	-	(814,115)
Gain (loss) on sale of fixed assets	904,035	-	7,890	-	-	7,636	2,400	-	921,961
Total nonoperating revenues (expenses)	<u>1,564,940</u>	<u>39,867</u>	<u>105,630</u>	<u>69,130</u>	<u>160,634</u>	<u>(243,455)</u>	<u>512,184</u>	<u>619,368</u>	<u>2,828,298</u>
Income (loss) before capital contributions and transfers	<u>3,803,159</u>	<u>510,229</u>	<u>3,708,707</u>	<u>219,255</u>	<u>796,695</u>	<u>813,096</u>	<u>1,569,173</u>	<u>1,236,586</u>	<u>12,656,900</u>
Capital contributions	211,080	-	-	-	-	-	-	-	211,080
Transfers in	-	-	368,832	-	-	-	747,111	-	1,115,943
Transfers out	-	-	(358,769)	-	-	-	-	(2,686,319)	(3,045,088)
	<u>211,080</u>	<u>-</u>	<u>10,063</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>747,111</u>	<u>(2,686,319)</u>	<u>(1,718,065)</u>
Change in net position	4,014,239	510,229	3,718,770	219,255	796,695	813,096	2,316,284	(1,449,733)	10,938,835
Net position-beginning	18,473,511	720,316	3,152,429	1,120,251	2,255,976	4,635,975	4,519,107	6,610,405	41,487,970
Net position-ending	<u>\$ 22,487,750</u>	<u>\$ 1,230,545</u>	<u>\$ 6,871,199</u>	<u>\$ 1,339,506</u>	<u>\$ 3,052,671</u>	<u>\$ 5,449,071</u>	<u>\$ 6,835,391</u>	<u>\$ 5,160,672</u>	<u>\$52,426,805</u>

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

Statement of Cash Flows
Proprietary Funds
 For the Year Ended December 31, 2023

	Governmental Activities - Internal Service Funds								Total Internal Service Funds
	Motor Pool	Jail Kitchen	Building Maintenance	Telephone	Radio	Information Systems	Admin Services	Risk Management	
Cash Flows From Operating Activities									
Receipts from outside customers	\$ 121,483	\$ 783,751	\$ 211,247	\$ 19,054	\$ 32,621	\$ 224,861	\$ (17,949)	\$ -	\$ 1,375,068
Receipts from internal departments	11,159,617	3,246,259	10,264,770	797,076	1,208,596	8,042,158	12,129,611	2,387,726	49,235,813
Receipt of customer deposits	-	-	2,450	-	-	-	-	-	2,450
Other receipts	44,943	1,574	2,553	5,747	29,591	424	199,296	18,081	302,209
Payments to suppliers and service providers	(3,015,818)	(2,065,616)	(4,110,463)	(291,116)	(393,964)	(1,214,458)	(3,167,614)	(3,397,618)	(17,656,667)
Payments to employees for salaries and benefits	(1,198,458)	(1,412,922)	(2,968,879)	(311,236)	(185,667)	(5,307,206)	(7,679,319)	(86,746)	(19,150,433)
Return of customer deposits	-	-	(2,450)	-	-	-	-	-	(2,450)
Net cash provided by (used for) operating activities	7,111,767	553,046	3,399,228	219,525	691,177	1,745,779	1,464,025	(1,078,557)	14,105,990
Cash Flows From Noncapital Financing Activities									
Operating grants	-	-	-	-	-	-	-	500	500
Transfers from other funds	-	-	368,832	-	-	-	747,111	-	1,115,943
Transfers to other funds	-	-	-	-	-	-	-	(2,686,319)	(2,686,319)
Net cash provided by (used for) noncapital financing activities	-	-	368,832	-	-	-	747,111	(2,685,819)	(1,569,876)
Cash Flows From Capital And Related Financing Activities									
Acquisition and construction of capital assets	(6,760,969)	(21,950)	(3,862,694)	(64,700)	(252,867)	(972,937)	(588,827)	-	(12,524,944)
Acquisition of right-to-use assets (as lessee)	-	-	-	-	(18,673)	-	-	-	(18,673)
Acquisition of right-to-use subscription-based IT assets	-	-	-	-	-	(454,587)	(365,037)	-	(819,624)
Proceeds from the sale of assets	970,083	-	219,500	-	-	7,636	2,400	-	1,199,619
Transfers to other funds for capital energy improvements	-	-	(358,769)	-	-	-	-	-	(358,769)
Net cash provided by (used for) capital and related financing activities	(5,790,886)	(21,950)	(4,001,963)	(64,700)	(271,540)	(1,419,888)	(951,464)	-	(12,522,391)
Cash Flows From Investing Activities									
Interest on investments	660,905	39,866	92,849	69,130	164,511	168,191	902,631	618,868	2,716,951
Net increase (decrease) in cash and cash equivalents	1,981,786	570,962	(141,054)	223,955	584,148	494,082	2,162,303	(3,145,508)	2,730,674
Cash and cash equivalents - beginning	7,141,728	218,978	555,157	844,774	1,789,159	2,460,227	10,930,583	8,318,679	32,259,285
Cash and cash equivalents - ending	\$ 9,123,514	\$ 789,940	\$ 414,103	\$ 1,068,729	\$ 2,373,307	\$ 2,954,309	\$ 13,092,886	\$ 5,173,171	\$ 34,989,959
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:									
Operating income (loss)	\$ 2,238,219	\$ 470,362	\$ 3,603,077	\$ 150,125	\$ 636,061	\$ 1,056,551	\$ 1,056,989	\$ 617,218	\$ 9,828,602
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:									
Depreciation expense	4,848,817	49,761	375,252	140,104	73,217	492,185	205,264	-	6,184,600
(Increase) decrease in accounts receivable	18,646	(66,159)	(254,073)	(34,088)	(17,896)	169,248	(35,108)	-	(219,430)
(Increase) decrease in inventories	447	96,017	1,200	5,315	-	121,089	-	-	224,068
(Increase) decrease in prepaid items	(11,146)	-	11,411	(40,894)	(1,540)	158,573	(19,869)	-	96,535
(Increase) decrease in net pension asset	311,020	318,632	750,891	75,940	33,002	1,587,759	2,352,515	-	5,429,759
(Increase) decrease in pension related deferred outflows of resources	(52,362)	(53,035)	(125,883)	(11,121)	(6,385)	(386,165)	(835,783)	-	(1,470,734)
Increase (decrease) in accounts payable	47,326	32,240	(65,939)	14,425	4,522	(29,861)	288,204	5,219	296,136
Increase (decrease) in accrued liabilities	12,004	10,448	29,504	2,082	1,095	58,497	340,660	(1,700,994)	(1,246,704)
Increase (decrease) in compensated absences	20,354	21,540	35,995	(2,798)	2,028	83,861	77,104	-	238,084
Increase (decrease) in unearned revenue	-	-	(181,731)	-	-	2,535	-	-	(179,196)
Increase (decrease) in net pension liability	177,737	181,766	428,825	42,519	19,297	970,071	1,576,433	-	3,396,648
Increase (decrease) in net OPEB liability	(9,703)	(6,942)	(27,277)	(2,516)	(287)	(41,094)	153,788	-	65,969
Increase (decrease) in pension related deferred inflows of resources	(489,592)	(501,584)	(1,182,024)	(119,568)	(51,937)	(2,497,470)	(3,696,172)	-	(8,538,347)
Total adjustments	4,873,548	82,684	(203,849)	69,400	55,116	689,228	407,036	(1,695,775)	4,277,388
Net cash provided by (used for) operating activities	\$ 7,111,767	\$ 553,046	\$ 3,399,228	\$ 219,525	\$ 691,177	\$ 1,745,779	\$ 1,464,025	\$ (1,078,557)	\$ 14,105,990
Schedule of non-cash capital and related financing activities:									
Contributions of capital assets	\$ 211,080	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 211,080

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

Statement of Fiduciary Net Position
Fiduciary Funds

For the Year Ended December 31, 2023

	Private- purpose	Custodial Funds		
	Trust Fund	Sheriff	Sheriff	Treasurer
	Jail Commissary	Baker Award Trust Fund	Asset Forfeiture Trust Fund	Trust Fund
ASSETS				
Cash and investments	\$ 27,812	\$ 17,348	\$ 28,340	\$ 128,328,768
Receivables	-	-	-	1,210,542
Total assets	<u>27,812</u>	<u>17,348</u>	<u>28,340</u>	<u>129,539,310</u>
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET POSITION				
Restricted for:				
Individuals and organizations	27,812	17,348	28,340	-
Other governments	-	-	-	129,539,310
Total net position	<u>\$ 27,812</u>	<u>\$ 17,348</u>	<u>\$ 28,340</u>	<u>\$ 129,539,310</u>

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

Statement of Changes in Fiduciary Net Position
Fiduciary Funds

For the Year Ended December 31, 2023

	Private- purpose Trust Fund	Custodial Funds		
	Jail Commissary	Sheriff Baker Award Trust Fund	Sheriff Asset Forfeiture Trust Fund	Treasurer Trust Fund
ADDITIONS				
Contributions:				
Private contributions	\$ 1,456,016	\$ -	\$ 4,827	\$ 898,754,837
Total contributions	<u>1,456,016</u>	<u>-</u>	<u>4,827</u>	<u>898,754,837</u>
Interest	-	1,240	2,568	-
Total additions	<u>1,456,016</u>	<u>1,240</u>	<u>7,395</u>	<u>898,754,837</u>
DEDUCTIONS				
Purchases by inmates	1,462,456	-	-	-
Recipient payments	-	1,000	16,945	900,403,592
Administrative expenses	-	-	-	-
Total deductions	<u>1,462,456</u>	<u>1,000</u>	<u>16,945</u>	<u>900,403,592</u>
Net increase (decrease) in fiduciary net position	(6,440)	240	(9,550)	(1,648,755)
Net position - beginning	<u>34,252</u>	<u>17,108</u>	<u>37,890</u>	<u>131,188,065</u>
Net position - ending	<u>\$ 27,812</u>	<u>\$ 17,348</u>	<u>\$ 28,340</u>	<u>\$ 129,539,310</u>

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



Notes to the Basic Financial Statements



Lehi Roller Mills

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Notes to the Financial Statements

December 31, 2023

I. Summary of Significant Accounting Policies

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

A. Description of government-wide financial statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. For the fiscal year ended December 31, 2023, Utah County reported no business-type activities. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

B. Reporting entity

Utah County is governed by an elected three-member Board of County Commissioners (Commission). Eight other elected officials are responsible for managing specific departments, specifically the Assessor, Attorney, Auditor, Clerk, Recorder, Sheriff, Surveyor, and Treasurer. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Discretely presented component units are reported on an aggregate basis in a separate column in the government-wide financial statements to emphasize that they are both legally and substantively separate from the government.

Blended component units. The County's financial statements include the following blended component units:

The Municipal Building Authority of Utah County, Utah (Authority) is a nonprofit corporation governed by a board composed of the three members of the Board of Utah County Commissioners. The purpose of the Authority is to finance the acquisition, renovation, construction, and installation of land, buildings, equipment, fixtures, or other facilities through issuance of notes, bonds, or other obligations that are payable exclusively from the revenues received by the Authority from the lease, sale, or disposition of such land, buildings, equipment, fixtures, or other facilities to the County or from any other source lawfully available. Bond issuance authorizations are approved by the Authority's Board and Utah County is legally obligated to provide resources in case there are deficiencies in debt service payments and resources are not available from any other remedies. The Authority is reported as a special revenue fund and does not issue separate financial statements.

Utah County Service Area No. 6 (Service Area 6) was established in 1976 and is governed by a board of trustees composed of the three members of the Board of Utah County Commissioners. The purpose of Service Area 6 is to provide the following municipal-type services to the residents of unincorporated Utah County: police protection, health department services, and hospital service. These services are funded by a property tax levy established by the Service Area 6 board of trustees. Service Area 6 is reported as a special revenue fund and does not issue separate financial statements.

I. Summary of Significant Accounting Policies (continued)

B. Reporting entity (continued)

Utah County Service Area No. 7 (Service Area 7) was established in 1977 and is governed by a board of trustees composed of the three members of the Board of Utah County Commissioners. The purpose of Service Area 7 is to provide the following municipal-type services to the residents in specific zoned areas of unincorporated Utah County: structural fire protection, water conservation, local park, recreation or parkway facilities and services, public libraries, flood control, and garbage and refuse collections. These services are funded by a property tax levy established by the Service Area 7 board of trustees and charges for services. Service Area 7 is reported as a special revenue fund and does not issue separate financial statements.

Utah County Service Area No. 8 (Service Area 8) was established in 1977 and is governed by a board of trustees composed of the three members of the Board of Utah County Commissioners. The purpose of Service Area 8 is to provide the following municipal-type services to the residents of unincorporated Utah County: street lighting, planning and zoning, local streets and roads, and curb, gutter, and sidewalk construction maintenance. These services are funded by a property tax levy established by the Service Area 8 board of trustees and charges for services. Service Area 8 is reported as a special revenue fund and does not issue separate financial statements.

Utah County Service Area No. 9 (Service Area 9) was established in 1977 and is governed by a board of trustees composed of the three members of the Board of Utah County Commissioners. The purpose of Service Area 9 is to provide the following municipal-type services to the residents in specific zoned areas of unincorporated Utah County: structural fire protection, water conservation, and local streets and roads. These services are funded by a property tax levy established by the Service Area 9 board of trustees. Service Area 9 is reported as a special revenue fund and does not issue separate financial statements.

Utah Valley Road Special Service District (Road District) was established in 2009 and is governed by an administrative control board composed of members appointed by the Board of Utah County Commissioners. The purpose of the Road District is to construct, improve, repair, or maintain public roads within the district's boundaries. These services are funded by federal Secure Rural Schools and mineral lease funds. The Road District is reported as a special revenue fund and does not issue separate financial statements.

Discretely presented component units. The County's financial statements include the following discretely presented component units:

Timpanogos Special Service District (Timpanogos SSD) was established in 1977 and provides wastewater treatment and disposal services for participating cities and customers, including the municipalities of Lehi, American Fork, Alpine, Pleasant Grove, Highland, Cedar Hills, Eagle Mountain, and Saratoga Springs. Timpanogos SSD is reported as a component unit because the Board of Utah County Commissioners appoints its governing body. Separately issued financial reports are available for Timpanogos SSD. This report may be obtained by contacting the following office: Timpanogos Special Service District, 6400 North 5050 West, American Fork, UT 84003.

North Pointe Solid Waste Special Service District (North Pointe) provides garbage and solid waste disposal services and facilities to or for its members. North Pointe operates a transfer station in Lindon, Utah and a construction and demolition landfill in Fairfield, Utah. North Pointe is reported as a component unit because the Board of Utah County Commissioners appoints its governing body. Separately issued financial reports are available for North Pointe. This report may be obtained by contacting the following office: North Pointe Solid Waste Special Service District, 2000 West 200 South, Lindon, UT 84042.

Wasatch Behavioral Health Services Special Service District (WBH) was established in 2003 and provides mental health and substance abuse services to the residents of Utah County. WBH is governed by a board composed of the three members of the Board of Utah County Commissioners. Utah County provides a contribution from its general fund to support WBH's activities. Separately issued financial reports are available for WBH. This report may be obtained by contacting the following office: Wasatch Behavioral Health Services Special Service District, 750 North 200 West, Provo, UT 84604.

North Fork Special Service District (North Fork) was established in 1977 and provides fire, ambulance, water, wastewater treatment, and garbage services to the residents and visitors of the North Fork of Provo Canyon, Utah.

I. Summary of Significant Accounting Policies (continued)

B. Reporting entity (continued)

North Fork is reported as a component unit because the Board of Utah County Commissioners appoints its governing body. Separately issued financial reports are available for North Fork. This report may be obtained by contacting the following office: Administrative Office: North Fork Special Service District, RR3 Box B1, Provo, UT 84604.

Utah Valley Convention and Visitors Bureau, Inc. (Bureau) was incorporated in 2002 to promote tourism in Utah County and operate the Utah Valley Visitor Information Center. Utah County performed these services prior to the creation of the Bureau. In 2003, the County discontinued its performance of these tourism-related activities and, instead, contracted with the Bureau to provide these services. The Bureau is reported as a component unit because it exists under contractual terms established by the Board of Utah County Commissioners. The Board of Utah County Commissioners provides most of the funding to the Bureau. Separately issued financial reports are available for the Bureau. This report may be obtained by contacting the following office: Utah Valley Convention and Visitors Bureau, 220 West Center Street, Suite 100, Provo, UT 84601.

Related Organizations. County officials have oversight responsibilities for other organizations that do not meet the criteria to be included as component units. These organizations include North Utah County Water Conservancy District, Mountainland Association of Governments, and Housing Authority of Utah County.

Change to the Reporting Entity. The County previously reported Soldier Summit Special Service District (Soldier Summit) as a blended component unit. In March 2023, the Board of Utah County Commissioners approved a resolution reorganizing Soldier Summit as a local district. Due to the reorganization, Soldier Summit is no longer reported as a blended component unit of the County effective January 1, 2023. See Note III.S Change in reporting entity and restatement of net position/fund equity on page 85 for the effects on beginning net position and fund equity as a result of this change to the reporting entity.

C. Basis of presentation – government-wide financial statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service 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. The primary government is reported separately from the discretely presented component units discussed earlier.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

D. Basis of presentation – fund financial statements

The fund financial statements provide information about Utah County's funds, including its fiduciary funds and blended component units. Separate statements for each fund category—governmental, proprietary, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Utah County reports the following major governmental funds:

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

The *Health Department Fund* accounts for funds managed by the Utah County Health Department. As prescribed in State Code, public health services are provided by local health departments (LHDs). Currently, there are seven single-county LHDs and another six LHDs covering the other 22 counties in the state. Utah County operates as a single-county LHD. The State utilizes LHDs to administer many of the services required by state law. As a result, a significant amount of funding, consisting of both federal and state funds, is passed through the Utah Department of Health to the Utah County Health Department.

I. Summary of Significant Accounting Policies (continued)

D. Basis of presentation – fund financial statements (continued)

The *TRCC (Tourism, Recreation, Cultural, Convention, and Airport Facilities) Taxes Fund* accounts for projects funded by the restaurant tax and short-term motor vehicle lease tax. Revenue from these taxes may be used for either financing tourism promotion or funding the development, operation, and maintenance of airport, convention, cultural, recreation, or tourist facilities. In accordance with *Utah Code*, the County has created a Tourism Tax Advisory Board (TTAB) that advises the Board of County Commissioners on the best use of revenues collected from the TRCC taxes. The TTAB provides the Board of County Commissioners with a prioritized list of proposed expenditures based on projected available tax revenues.

The *Grants/Outside Projects Fund* accounts for projects funded by grants, contributions, and other sources of revenue that are restricted by the grantor or donor. These revenues include grants, donations, and settlements.

The *Transportation Projects Fund* accounts for Utah County's roads, highways, and public transit projects. The major source of funding is transportation-related sales taxes.

The *capital projects fund* accounts for the acquisition and construction of Utah County's major capital assets, other than those financed by proprietary funds.

The *debt service fund* is used to account for the accumulation of resources for the payment of principal and interest on long-term obligations of governmental funds.

Utah County reports the following fund types:

Internal service funds account for fleet management, jail food service, building maintenance, telephone systems, radio systems, information systems, administrative services/equipment replacement, and risk management. These services are provided to other departments of Utah County or to other governments on a cost-reimbursement basis.

The *private-purpose trust fund* accounts for contributions made on behalf of inmates housed at the Utah County Jail for use at the commissary.

The *custodial funds* account for monies held for outside organizations. The Sheriff Baker Award custodial fund accounts for a private donation received in 1990 that funds the LeGrand J. and Beth W. Baker Exemplary Service Award. The donation is used to provide an annual cash award of \$1,000 to a sworn officer of the Sheriff's Office who provides distinguished service to the community. The recipient of the award is determined by an independent evaluation panel and not by the County itself. The Sheriff Asset Forfeiture custodial fund accounts for assets held by the County but due to outside entities where the determination of the recipient is pending adjudication. The County Treasurer's custodial fund accounts for property tax collections due to other governments.

During the course of operations Utah County has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. Further, certain activity occurs during the year involving transfers of resources between funds reported at gross amounts as transfers in/out. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column.

E. Measurement focus and basis of accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of recognition in the financial statements of various kinds of transactions or events.

The government-wide, proprietary, and fiduciary fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and

I. Summary of Significant Accounting Policies (continued)

E. Measurement focus and basis of accounting (continued)

expenses are recorded when the related liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when they have been earned and 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, Utah County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service principal and interest expenditures on general long-term debt, including lease liabilities, as well as expenditures related to compensated absences, claims and judgments, and postemployment benefits are recognized later based on specific accounting rules applicable to each, generally when payment is due. General capital asset acquisitions, including entering into contracts giving Utah County the right to use leased assets and subscription-based information technology assets, are reported as expenditures in governmental funds. Issuance of long-term debt and financing through leases and subscription-based information technology arrangements are reported as other financing sources.

Sales taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Property taxes are measurable as of the date levied (assessed) and are recognized as revenues when they become available. Available means when due, or past due, and received within the current period or collected soon enough thereafter to be used to pay liabilities of the current period. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). All other revenue items are considered to be measurable and available only when cash is received by Utah County.

F. Budgetary information

1. Budgetary basis of accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles and in accordance with the Uniform Fiscal Procedures Act enacted by the State of Utah. Fiduciary funds do not have appropriated budgets since the resources are due to other governments or organizations. Once a budget has been adopted, it remains in effect until it has been formally revised.

On or before November 1, the Utah County Auditor prepares a tentative budget for the subsequent budget year. The tentative budget is made available to the public for inspection for a number of days, as provided by law, prior to adoption of the budget.

The Board of Utah County Commissioners establishes the time and place of a public hearing to consider adoption of the budget and publishes notice of the hearing at least seven days prior to the hearing on the Utah Public Notice Website, the County's official website, and in a public location within the County. After the public notice has been published, a public hearing is held regarding the budget. After the public hearing, the Board of Utah County Commissioners makes final adjustments to the tentative budget. On or before December 31, the Board of County Commissioners adopts by resolution a final balanced budget. The appropriated budget is prepared by fund, department, and function.

Utah County's department heads may make transfers of appropriations within a department. Transfers from certain accounts, such as salaries, benefits, and internal service charges, require approval of the Board in accordance with the County's Financial Administration Ordinance. Transfers of appropriations between departments within the same fund can be approved by resolution of the Board during any scheduled Board meeting. The total budget appropriation of any governmental fund may be increased only after a public

I. Summary of Significant Accounting Policies (continued)

F. Budgetary information (continued)

1. Budgetary basis of accounting (continued)

hearing has been held and public notice of that hearing has been posted for at least five days before the day of the hearing. After the public hearing, the amended budget is adopted by resolution of the Board. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the departmental level.

By resolution approved during any scheduled Board meeting, the Board of County Commissioners may reduce the budget appropriation for any department provided that both five days' notice of the proposed action is given to all Commissioners and to the director of the affected department. State law also requires the affected director be permitted to be heard on the proposed reduction. Notice may be waived in writing by the affected director or by any member of the Board of County Commissioners.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. If any obligations are contracted for and are in excess of the adopted budget, they are neither a valid nor enforceable claim against the County.

2. Excess of expenditures over appropriations

The various statements titled Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual identify departments and funds, if any, which have over-expended budgeted amounts and, therefore, do not comply with state law. For the year ended December 31, 2023, the following departments or funds had expenditures that exceeded budget appropriations:

- Expenditures of the Attorney's Office totaled \$13,151,405, which exceeded the budget appropriation of \$12,385,540.
- Expenditures of the Sheriff's Office totaled \$75,971,944, which exceeded the budget appropriation of \$75,822,397.
- Expenditures of the Mosquito Abatement department totaled \$1,541,531, which exceeded the budget appropriation of \$1,502,640.
- Expenditures for indigent burials totaled \$40,197, which exceeded the budget appropriation of \$30,740.
- Expenditures for the Surveyor's Office totaled \$1,438,350, which exceeded the budget appropriation of \$1,289,780.
- Transfers from the General Fund to other departments totaled \$32,340,275, which exceeded the budget appropriation by \$16,788,640.

Except for the transfers from the General Fund, all over-expenditures were funded by greater than anticipated revenues. The transfer from the General Fund to the Capital Projects Fund exceeded the budget by \$16 million and, of that amount, almost \$8.3 million was funded by a one-time usage of fund balance of the General Fund.

The over-expenditures of the Attorney's and Sheriff's Offices were related to accounting entries associated with the implementation of a new accounting standard, GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*.

I. Summary of Significant Accounting Policies (continued)

G. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance

1. Cash/cash equivalents and investments

Utah County's cash and cash equivalents include cash on hand, demand deposits with banks and other financial institutions, and deposits in other types of accounts or cash management pools that have the general characteristics of demand deposit accounts. The State of Utah's Money Management Act, which the County follows, allows for the investment of funds in the following types of investments:

- Time certificates of deposit with federally insured depositories.
- Investment in the Utah Public Treasurers' Investment Fund (PTIF).
- Open-end managed money market mutual funds.
- Qualified repurchase agreements with qualified depositories, certified dealers, or certified depositories.
- Other investments allowed by the State of Utah's Money Management Act.

Investments are reported at fair value in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*. The Utah Public Treasurers' Investment Fund (PTIF), Moreton Asset Management Fund, and Zions Bank Institutional Liquidity Management Fund all operate in accordance with state laws and regulations.

Cash equivalents are defined as short-term, highly liquid investments that are both readily convertible to known amounts of cash and so near maturity that they present insignificant risk of changes in value because of changes in interest rates. Investments with maturities of three months or less when purchased meet this definition.

2. Inventories and prepaid items

Most inventories are valued at cost using the first-in/first-out (FIFO) method and consist of fuel, vehicle repair parts, building maintenance supplies, and minor systems equipment. Inventory for the Jail Kitchen consisting of food commodities is valued at fair market value. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased.

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

3. Net pension assets

The net pension assets of Utah County were determined by Utah Retirement Systems (URS) through actuarial valuations and roll-forwards using generally accepted actuarial procedures based upon actual historical contributions and census data provided to URS. Net pension assets represent the net difference between assets of the plan and the actuarially determined liabilities.

4. Capital assets

Capital assets include land, water rights, rights of way, buildings, construction in progress, infrastructure (roads, bridges, sidewalks, flood control, and similar items), improvements other than buildings, and machinery/equipment. These assets are reported in the governmental activities column in the government-wide financial statements.

Except for right-to-use assets (the measurement of which is discussed below), as the County constructs or acquires capital assets each period, they are capitalized and reported at historical cost or estimated historical cost for assets where actual historical cost was not available. The reported value excludes normal maintenance and repairs, which are amounts spent in relation to capital assets that do not increase the asset's capacity or efficiency or increase its estimated useful life. Intangible assets follow the same capitalization policies as tangible

I. Summary of Significant Accounting Policies (continued)

G. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance (continued)

4. Capital assets (continued)

capital assets and are reported with tangible assets in the appropriate capital asset class. Donated capital assets are recorded at acquisition value at the date of donation. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of the donation.

The County has a capitalization threshold of \$25,000 for right-to-use subscription-based information technology assets and internally developed computer software. The County's capitalization threshold is \$5,000 for all other assets. The County does not capitalize interest as part of construction in progress.

Land, water rights, rights of way, and construction in progress are not depreciated. Except as noted below for right-to-use assets and infrastructure, capital assets are depreciated using the straight-line method over the following estimated useful lives:

Buildings	50 years
Improvements other than buildings	20-30 years
Machinery/equipment, intangible assets	2-20 years
Right-to-use assets	2-20 years

Right-to-use leased assets are recognized at the lease commencement date and represent the County's right to use an underlying asset for the lease term. Lease assets are measured at the initial value of the lease liability plus any payments made to the lessor before the commencement of the lease term, less any lease incentives received from the lessor at or before the commencement of the lease term, plus any initial direct costs necessary to place the lease asset into service. Lease assets are amortized over the shorter of the lease term or useful life of the underlying asset using the straight-line method. The amortization period varies from 2-20 years.

Right-to-use subscription information technology (IT) assets are recognized at the subscription commencement date and represent the County's right to use the underlying IT asset for the subscription term. Right-to-use subscription IT assets are measured at the initial value of the subscription liability plus any payments made to the vendor at the commencement of the subscription term, less any subscription incentives received from the vendor at or before the commencement of the subscription term, plus any capitalizable initial implementation costs necessary to place the subscription asset into service. Right-to-use subscription IT assets are amortized over the shorter of the subscription term or useful life of the underlying asset using the straight line-method. The amortization period varies from three to ten years.

The County has adopted an allowable alternative to reporting depreciation for its roads network. Under this alternative method, referred to as the "modified approach," the County must maintain an asset management system and demonstrate that its roads are being preserved at or above condition levels established by County policy. Infrastructure assets accounted for under the modified approach are not depreciated and maintenance and preservation costs are expensed when incurred.

5. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position includes a separate section for *deferred outflows of resources*. Deferred outflows of resources represent a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Utah County reports deferred outflows of resources related to pensions. These deferred amounts relate differences between estimated and actual investment earnings, changes in actuarial assumptions, and other pension-related changes.

In addition to liabilities, the statement of financial position includes a separate section for *deferred inflows of resources*. Deferred inflows of resources represent an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Utah County has three items that qualify for reporting in this category. Unavailable revenue is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. These amounts are

I. Summary of Significant Accounting Policies (continued)

G. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance (continued)

5. Deferred outflows/inflows of resources (continued)

deferred and recognized as an inflow of resources in the period that the amounts become available. In the government-wide financial statements, Utah County reports deferred amounts related to leases and deferred amounts related to pensions.

6. Net position

For government-wide reporting as well as in proprietary funds, the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources is called net position. Net position is comprised of three components: net investment in capital assets, restricted, and unrestricted.

- *Net investment in capital assets* consists of capital assets, net of accumulated depreciation/amortization and reduced by outstanding balances of bonds, notes, and other debt that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are included in this component of net position.
- *Restricted net position* consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Assets are reported as restricted when constraints are placed on asset use either by external parties or by law through constitutional provision or enabling legislation.
- *Unrestricted net position* is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that does not meet the definition of the two preceding categories.

Sometimes Utah County will fund outlays for a particular purpose from both restricted (e.g. restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is Utah County's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

7. Fund balance

In governmental fund types, the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources is called "fund balance." Utah County's governmental funds report the following categories of fund balance, based on the nature of any limitations requiring the use of resources for specific purposes.

- *Restricted fund balance* includes amounts that can be spent only for the specific purposes stipulated by external resource providers such as grantors or enabling federal, state, or local legislation. Restrictions may be changed or lifted only with the consent of the resource providers.
- *Committed fund balance* represents amounts that can be used only for the specific purposes determined by the adoption of a resolution committing fund balance for a specified purpose by the Board of Utah County Commissioners prior to the end of the fiscal year. Once adopted, the limitation imposed by the resolution remains in place until either the resources have been spent for the specified purpose or the Board of Utah County Commissioners adopts another resolution to remove or revise the limitation.
- *Assigned fund balance* represents amounts that are intended to be used by Utah County for specific purposes but do not meet the criteria to be classified as committed. Utah County may also assign fund balance when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

I. Summary of Significant Accounting Policies (continued)

G. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance (continued)

7. Fund balance (continued)

- Unassigned fund balance represents the residual amount for the general fund that is not contained in the other classifications. Additionally, any deficit fund balance within the other governmental fund types is reported as unassigned.

As previously mentioned, sometimes Utah County will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). To calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is Utah County's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

8. Leases

Utah County as a Lessee

Utah County is a lessee for noncancellable leases of buildings, land, and equipment. Utah County recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide and proprietary fund financial statements. Utah County recognizes lease liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a lease, Utah County initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how Utah County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) the lease term, and (3) lease payments.

- Utah County uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, Utah County utilizes the Daily Treasury Yield Curve Rates maintained by the United States Department of the Treasury.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that Utah County is reasonably certain to exercise.

Utah County monitors changes in circumstances that would require a remeasurement of its lease liabilities and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Utah County as a Lessor

Utah County is a lessor for noncancellable leases of buildings and land. Utah County recognizes a lease receivable and a deferred inflow of resources in the government-wide and applicable governmental or proprietary fund financial statements.

At the commencement of a lease, Utah County initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial

I. Summary of Significant Accounting Policies (continued)

G. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance (continued)

8. Leases (continued)

amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how Utah County determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- Utah County uses the Utah State Treasurer's Public Treasurers' Investment Fund 365-day rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

Utah County monitors changes in circumstances that would require a remeasurement of its lease receivables and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

9. Subscription-based information technology arrangements (SBITAs)

Subscription liabilities represent the County's obligation to make subscription payments arising from the subscription contract. Subscription liabilities are recognized at the subscription commencement date based on the present value of future subscription payments expected to be made during the subscription term.

Key estimates and judgments related to subscription liabilities include how Utah County determines the discount rate it uses to discount the expected subscription payments to present value. Utah County uses the interest rate charged by the vendor as the discount rate. When the interest rate charged by the vendor is not provided, Utah County utilizes the Daily Treasury Yield Curve Rates maintained by the United States Department of the Treasury.

Right-to-use subscription IT assets are reported with other capital assets and subscription liabilities are reported with long-term debt on the statement of net position.

10. Compensated absences

Vacation and compensatory time

Utah County's policy permits employees to accumulate earned but unused vacation leave in amounts varying with tenure and hire date. An employee's unused vacation leave is eligible for payment upon separation from government service. Employees are limited to 300 hours of vacation leave. Accumulated vacation leave above 300 hours is forfeited during the pay period coinciding with an employee's birthday.

Utah County's policy permits employees to accumulate compensatory time in lieu of overtime pay. Employees are limited to 80 hours of compensatory time.

Accumulated vacation and compensatory leave payouts are charged as an expenditure/expense when paid to employees leaving the employ of Utah County. At the end of the year, a liability for vacation and compensatory time is reported as incurred in the government-wide and proprietary fund financial statements. A liability for such leave is also recorded in the governmental funds except for the Health Department and Children's Justice Center special revenue funds. Those two funds are primarily funded by grants and grant regulations do not allow a current expenditure for a future liability.

Recorded liabilities for these two types of compensated absences also include salary-related benefits.

Sick leave

Utah County's policy permits employees to accumulate without limitation earned but unused sick leave in amounts varying with tenure and hire date. Active employees may convert sick leave to vacation or cash under certain options allowed by County policy. For retiring employees, up to 720 hours of sick leave may be paid to the

I. Summary of Significant Accounting Policies (continued)

G. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance (continued)

10. Compensated absences (continued)

employee at 25 percent of the employee's pay rate upon retirement. In addition, a limited number of employees are eligible to have a sick leave reserve balance of hours accrued before January 1, 2011 paid to the employee upon retirement at 25 percent of the employee's pay rate as of December 31, 2010. For non-retiring employees, accumulated sick leave lapses when the employees leave the employ of Utah County and, upon separation from service, no monetary obligation exists.

A liability for retirement-eligible employees is recorded in the governmental funds, except for the Health Department and Children's Justice Center funds as noted above. The liability for sick leave for retirement-eligible employees includes salary-related benefits. Qualifying sick leave payouts are charged as an expenditure/expense when paid to retiring employees.

11. Pensions

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

12. Long-term obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities section of the Statement of Net Position.

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 issuance are reported as other financing uses. Issuance costs, whether withheld from the actual debt proceeds received, are reported as debt service expenditures in the governmental fund statements.

H. Revenues and expenditures/expenses

1. Program revenues

Amounts reported as program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided or fines imposed 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. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

2. Property and other taxes

The County assesses, bills, collects, and distributes property taxes for all taxing jurisdictions within its boundaries, including municipalities, school districts, and special districts, in accordance with state law. Property taxes are collected on two types of assets: (1) personal property, which represents business assets other than real estate, and (2) real estate and improvements. Uncollected taxes, including delinquent amounts, are deemed to be substantially collectible or recoverable through a tax sale process that is conducted when property taxes have been delinquent for five years. Accordingly, no allowance for doubtful tax accounts is considered necessary. Property tax becomes a lien against the property as of January 1 in the year in which taxes are due. Property valuation notices are mailed to property owners in July.

Property owners can appeal the assessed valuation no later than September 15. Tax notices are mailed to property owners on or before November 1. Payments are due November 30.

I. Summary of Significant Accounting Policies (continued)

H. Revenues and expenditures/expenses (continued)

2. Property and other taxes (continued)

Property taxes due in November that are uncollected by the following April are reported as a property tax receivable on the financial statements. Because these taxes are not considered available to liquidate liabilities of the current period, they are considered to be a deferred inflow of resources.

The County Treasurer, acting as a tax collector, must settle and disburse all tax collections to all taxing entities on a monthly basis. Tax collections are recorded as funds held in trust until disbursement. The County adheres to the following procedures set forth by the Utah State Tax Commission:

January 1	Lien Date – All property appraised based upon situs and status as of this date (real and personal).
May 22	County Assessor completes assessment roll and delivers roll to County Auditor with required signed statement.
June 22	All taxing entities with fiscal years ending in June adopt tentative budgets and proposed tax rates and report them to the County Auditor.
July 22	County Auditor prepares and mails Notice of Valuation and Tax Changes to all real property owners, including centrally assessed property owners. Notice is to include date, time, and place of public budget hearings.
August 1	Taxing entities proposing judgment levies and tax increases are to advertise the tax increase and/or judgment levy, hold public hearings, adopt by resolution final budgets and tax rates, and report this information to the County Auditor.
September 15	Applications for appeal of locally assessed real property are due to the County's Board of Equalization. (Hearings are held and decisions made through October 1.)
September 30	Utah State Tax Commission approves certified and proposed tax rates for each taxing entity.
October 1	Calendar-year taxing entities notify County governing body of intent to increase property taxes for the next calendar year. Calendar-year taxing entities must meet statutory noticing requirements which include a public meeting fourteen or more days before the November election, mailings to property owners seven or more days before the November election, and a twice-advertised public hearing.
November 1	County Auditor delivers the equalized assessment roll to the County Treasurer with affidavit and charges the County Treasurer to account for all taxes levied. County Treasurer mails tax notices.
December 1	Unpaid taxes on real property become delinquent and penalty is applied.

In addition to various taxes the County levies for its own purposes, the County levies taxes for other governments; those taxes are forwarded to the other governments as the taxes are collected. Taxes levied by the County in 2023 for other governments are recorded as revenue with an equivalent amount of expenditure as follows:

- \$111.9 million of transportation-related sales taxes (local option sales taxes) collected by the State of Utah and forwarded directly to the Utah Transit Authority and municipalities within the County; recorded in the County's Transportation Projects fund for transportation projects.
- \$3.0 million of incremental taxes recorded in the Grants/Outside Projects Fund and forwarded to various redevelopment agencies within the County for the purposes of financing urban renewal, economic development, and community development projects by earmarking property tax revenue from increases in assessed values within the project areas.
- \$2.8 million of 911 telephone surcharges collected by the State of Utah and forwarded directly to Central Utah 911 which manages dispatch calls for the Sheriff's Office and police departments of participating municipalities within the County; recorded in the County's Grants/Outside Projects Fund.
- \$1.4 million of property taxes recorded in nonmajor governmental funds and passed through to the State of Utah for multi-county assessing and collecting activities.

I. Summary of Significant Accounting Policies (continued)

H. Revenues and expenditures/expenses (continued)

3. Proprietary funds operating and nonoperating revenues and expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the internal service funds are charges to customers for sales and services. Operating expenses for internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

I. Estimates and assumptions

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

J. Financial reporting changes

During the fiscal year ended December 31, 2023, the County adopted the following new accounting standards issued by the Governmental Accounting Standards Board (GASB):

GASB Statement No. 96, Subscription-Based Information Technology Arrangements

As of January 1, 2023, the County adopted GASB Statement No. 96, Subscription-Based Information Technology Arrangements (SBITAs). The implementation of this standard establishes that a SBITA results in a right-to-use subscription IT asset, an intangible asset, and a corresponding liability. The standard provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA. The Statement requires recognition of certain SBITA assets and liabilities for SBITAs that previously were recognized as outflows of resources based on the payment provisions of the contract. As a result of implementing this standard, the County recognized a right-to-use subscription asset of \$2.8 million and a subscription liability of \$2.8 million as of January 1, 2023, respectively.

There was no effect on beginning net position as a result of these adjustments.

GASB Statement No. 94, Public-Private and Public-Public Partnerships (P3s) and Availability Payment Arrangements (APAs)

This statement had little or no effect on the County's financial activities.

II. Stewardship, Compliance, and Accountability

For the year ended December 31, 2023, the following departments or funds had expenditures that exceeded budget appropriations:

- Expenditures of the Attorney's Office totaled \$13,151,405, which exceeded the budget appropriation of \$12,385,540.
- Expenditures of the Sheriff's Office totaled \$75,971,944, which exceeded the budget appropriation of \$75,822,397.
- Expenditures of the Mosquito Abatement department totaled \$1,541,531, which exceeded the budget appropriation of \$1,502,640.
- Expenditures for indigent burials totaled \$40,197, which exceeded the budget appropriation of \$30,740.

- Expenditures for the Surveyor's Office totaled \$1,438,350, which exceeded the budget appropriation of \$1,289,780.
- Transfers from the General Fund to other departments totaled \$32,340,275, which exceeded the budget appropriation by \$16,788,640.

Except for the transfers from the General Fund, all over-expenditures were funded by greater than anticipated revenues. The transfer from the General Fund to the Capital Projects Fund exceeded the budget by \$16 million and, of that amount, almost \$8.3 million was funded by a one-time usage of fund balance of the General Fund.

The over-expenditures of the Attorney's and Sheriff's Offices were related to accounting entries associated with the implementation of a new accounting standard, GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*.

III. Detailed Notes on All Activities and Funds

A. Deposits

The County's deposit and investment activities are governed by the Utah Money Management Act (Utah Code, Title 51, Chapter 7). The State of Utah Money Management Council has the responsibility to advise the Utah State Treasurer about investment policies, promote measures and rules that will assist in strengthening the banking and credit structure of the State of Utah, and review the rules adopted under the authority of the Utah Money Management Act that relate to the deposit and investment of public funds.

The Utah Money Management Act (Act) requires deposits be in a qualified depository. The Act defines a qualified depository as any financial institution whose deposits are insured by an agency of the federal government, and which has been certified by the State Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Utah Money Management Council.

The County's deposits (including cash on hand) at December 31, 2023 were as follows:

	Fair Value
Deposits (book balance)	\$ -
Cash on hand	63,827
Total	<u>\$ 63,827</u>

Custodial credit risk – deposits. The custodial credit risk for deposits is that in the event of a bank failure the County's deposits may not be recovered. Deposits in the bank in excess of the insured amount are uninsured and uncollateralized. Deposits are not collateralized nor are they required to be by statute. The County does not have a formal deposit policy regarding custodial credit risk for these deposits. As of December 31, 2023, \$0.4 million of the County's bank balance of \$0.9 million is exposed to custodial credit risk as uninsured and uncollateralized. The carrying amount of the deposits at December 31, 2023 is \$4,873,301.

B. Investments

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

III. Detailed Notes on All Activities and Funds (continued)

B. Investments (continued)

The Utah Money Management Act authorizes the County to invest in:

- Negotiable and non-negotiable deposits of qualified depositories and permitted negotiable depositories.
- Repurchase and reverse repurchase agreements.
- Commercial paper that is classified as “first tier” by two nationally recognized statistical rating organizations.
- Bankers’ acceptances.
- Obligations of the United States Treasury including bills, notes, and bonds.
- Obligations, other than mortgage derivative products, issued by United States government-sponsored enterprises (United States Agencies) such as the Federal Home Loan Bank System, Federal Home Loan Mortgage Corporation (Freddie Mac), and Federal National Mortgage Association (Fannie Mae).
- 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 Utah Money Management Act.
- Utah State Public Treasurers’ Investment Fund.

Fair value of investments. The County measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Quoted prices for identical investments in active markets
- Level 2: Observable inputs other than quoted market prices
- Level 3: Unobservable inputs

	Fair Value	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Investments by Fair Value Level				
Debt Securities:				
Utah Public Treasurers' Investment Fund	\$ 541,068,054	\$ -	\$ 541,068,054	\$ -
Money Market Mutual Funds	8,245,665	-	8,245,665	-
Moreton Asset Management Fund	43,847,377	43,741,865	105,512	-
Zions Bank Institutional Liquidity Management Fund	43,882,558	41,659,290	2,223,268	-
Total Debt Securities	637,043,654	85,401,155	551,642,499	-
Total Investments by Fair Value Level	\$ 637,043,654	\$ 85,401,155	\$ 551,642,499	\$ -
Total Investments Measured at Fair Value	\$ 637,043,654			

Debt securities classified in Level 1 are valued using prices quoted in active markets for those securities. Debt securities classified in Level 2 are valued using the following approaches:

- **Money Market Mutual Funds.** Published fair value per share (unit) for each fund.
- **Utah Public Treasurers’ Investment Fund.** Application of the December 31, 2023, fair value factor, as calculated by the Utah State Treasurer, to the County’s average daily balance in the Fund.

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 interest rate risk is to comply with the Utah Money Management Act (Act). Section 51-7-11 of the Act requires that the remaining term to maturity of investments may not exceed the

III. Detailed Notes on All Activities and Funds (continued)**B. Investments (continued)**

period of availability of the funds to be invested. The Act 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 or fewer days. The Act further limits the remaining term to maturity to five (5) years on all investments in obligations of the United States Treasury, obligations issued by United States government-sponsored enterprises, and bonds, notes, and other evidence of indebtedness of political subdivisions of the State of Utah. In addition, variable-rate negotiable deposits and variable-rate securities may not have a remaining term to final maturity exceeding three years.

As of December 31, 2023, the County's investments had the following maturities:

Investment Type	Fair Value	Investment Maturities (in years)			
		Less than 1	1-5	6-10	More than 10
Debt Securities:					
State of Utah Public Treasurers' Investment Fund	\$ 541,068,054	\$ 541,068,054	\$ -	\$ -	\$ -
Money Market Mutual Funds	8,245,665	8,245,665	-	-	-
Moreton Asset Management Fund	43,847,377	13,379,299	30,468,078	-	-
Zions Bank Institutional Liquidity Management Fund	43,882,558	10,658,227	33,224,331	-	-
Total Debt Securities	\$ 637,043,654	\$ 573,351,245	\$ 63,692,409	\$ -	\$ -

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 Utah Money Management Act.

At December 31, 2023, the County's investments had the following quality ratings:

Investment Type	Fair Value	Quality Ratings			
		AAA	AA	A	Unrated
Debt Securities:					
State of Utah Public Treasurers' Investment Fund	\$ 541,068,054	\$ -	\$ -	\$ -	\$ 541,068,054
Money Market Mutual Funds	8,245,665	8,245,665	-	-	-
Moreton Asset Management Fund	43,847,377	13,989,518	4,761,408	9,075,221	16,021,230
Zions Bank Institutional Liquidity Management Fund	43,882,558	20,243,044	5,501,688	15,914,558	2,223,268
Total Debt Securities	\$ 637,043,654	\$ 42,478,227	\$ 10,263,096	\$ 24,989,779	\$ 559,312,552

Custodial credit risk. Custodial credit risk for investments is the risk that in the event of a failure of the counterparty the County will not be able to recover the value of the investment or collateral securities that are in the possession of an outside party. The County does not have a formal policy for custodial credit risk.

At December 31, 2023, most of the County's investments were with the Utah Public Treasurers' Investment Fund and, therefore, are not categorized as to custodial credit risk. The investments in the Money Market Mutual Funds have custodial credit risk exposure. Of the \$8,245,665 invested in the Money Market Mutual Funds, none of the related securities are uninsured or unregistered. The investments in the Moreton Asset Management Fund have custodial credit risk exposure. Of the \$43,847,377 invested in the Moreton Asset Management Fund, none of the related securities are uninsured or unregistered. The investments in the Zions Bank Institutional Liquidity Management

III. Detailed Notes on All Activities and Funds (continued)

B. Investments (continued)

Fund (ILM) have custodial credit risk exposure. Of the \$43,882,558 invested in the ILM Fund, none of the related securities are uninsured or unregistered.

Concentration of credit risk. Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County's policy for reducing this risk of loss is to comply with the rules of the Money Management Council. The Money Management Council's Rule 17 limits investments in a single issuer of commercial paper and corporate obligations to 5-10 percent, depending upon the total dollar amount held in the portfolio. This limitation does not apply to securities issued by the United States Government and its agencies. Most of the County's investments at December 31, 2023 were with the Utah Public Treasurers' Investment Fund and, therefore, are not categorized as to concentration of credit risk.

There are no amounts invested directly in the Money Market Mutual Funds either as corporate notes or as securities within the Money Market Mutual Funds. There are no amounts invested directly in the Moreton Asset Management Fund either as corporate notes or as securities within the Moreton Asset Management Fund. There are no amounts invested directly in the Zions Bank Institutional Liquidity Management Fund (ILM) either as corporate notes or as securities within the ILM.

C. External investment pools

Public Treasurers' Investment Fund. The County invests in the Public Treasurers' Investment Fund (PTIF), which is an external investment pool administered by the Utah State Treasurer. State agencies, municipalities, counties, and local governments within the State of Utah are allowed to invest in the PTIF. Participation is not required and there are no minimum-balance or minimum/maximum-transaction requirements.

The PTIF is not registered with the United States Securities and Exchange Commission as an investment company. The PTIF is authorized and regulated by the Money Management Act (*Utah Code*, Title 51, Chapter 7). The Money Management Act establishes the Money Management Council which oversees the activities of the Utah State Treasurer and the PTIF. The Money Management Act details the investments that are authorized, which are high-grade securities and, therefore, there is very little credit risk except in the most unusual and unforeseen circumstances.

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 allocates income and issues statements on a monthly basis. The PTIF operates and reports to participants on an amortized cost basis. The participant's balance is their investment deposited in the PTIF plus their share of income and gains/losses, net of administration fees, which are allocated to each participant on the ratio of each participant's share to the total funds in the PTIF.

Twice a year, on June 30 and December 31, the investments are valued at fair value to enable participants to adjust their investments in this pool at fair value. The Bank of New York and the State of Utah separately determine each security's fair value in accordance with GASB Statement No. 31 (for almost all pool investments, the quoted market price as of December 31, 2023), and then compare those values to determine an agreed-upon fair value of the securities.

The fair value factor at December 31, 2023 was 1.00152190. The fair value of the PTIF investment is approximately equal to the value of the pool shares with a difference of \$823,451, which is considered immaterial.

The following table shows statistical information about the PTIF as of December 31, 2023:

III. Detailed Notes on All Activities and Funds (continued)

Investment Type	Investment Percentage
U.S. Agency Bonds	44.05%
U.S. Treasury Bills	30.12%
Corporate Notes	19.61%
Commercial Paper	5.00%
Money Market Funds	1.22%
Total	100.00%

D. Managed investment funds

Moreton Asset Management Fund. The County invests in a managed investment fund administered by the Moreton Advisors group. The required minimum balance is \$5 million. There are no minimum/maximum-transaction requirements.

The Moreton Asset Management Fund is not registered with the United States Securities and Exchange Commission as an investment company. The Moreton Asset Management Fund is a registered investment advisor and is certified by the Utah Money Management Council. The Utah Money Management Act details the investments that are authorized, which are high-grade securities and, therefore, there is very little credit risk except in the most unusual and unforeseen circumstances.

Deposits in the Moreton Asset Management Fund are not insured or otherwise guaranteed by Moreton. The Moreton Asset Management Fund issues statements on a monthly basis and operates and reports on an amortized cost basis. The Moreton Asset Management Fund balance is the County's investment plus income and gains less losses and administration fees.

As of December 31, 2023, the County had \$43,847,377 invested in the Moreton Asset Management Fund which had a fair value of \$44,064,974 for an unrealized loss of \$217,597.

The following table shows statistical information about the Moreton Asset Management Fund as of December 31, 2023:

Investment Type	Investment Percentage
Certificates of Deposit	36.54%
Corporate Bonds and Notes	32.36%
U.S. Treasury Bills	20.13%
U.S. Agency Bonds	8.32%
Currency	2.42%
Money Market Funds	0.23%
Total	100.00%

Zions Bank Institutional Liquidity Management Fund. The County invests in a managed investment fund administered by the Investment Management and Capital Markets Division of Zions Bancorporation. The required minimum balance is \$5 million. There are no minimum/maximum-transaction requirements.

The Zions Bank Institutional Liquidity Management Fund (ILM) is not registered with the United States Securities and Exchange Commission as an investment company. The ILM is a registered investment advisor and is certified by the Utah Money Management Council. The Utah Money Management Act details the investments that are authorized, which are high-grade securities and, therefore, there is very little credit risk except in the most unusual and unforeseen circumstances.

Deposits in the ILM are not insured or otherwise guaranteed by Zions Bancorporation. The ILM issues statements on a monthly basis and operates and reports on an amortized cost basis. The ILM balance is the County's investment plus income and gains less losses and administration fees.

III. Detailed Notes on All Activities and Funds (continued)**D. Managed investment funds (continued)**

As of December 31, 2023, the County had \$43,882,558 invested in the ILM which had a fair value of \$44,235,311 for an unrealized loss of \$352,753.

The following table shows statistical information about the ILM as of December 31, 2023:

<u>Investment Type</u>	<u>Investment Percentage</u>
U.S. Agency Bonds	48.30%
Corporate Bonds and Notes	46.60%
Money Market Funds	4.52%
Certificates of Deposit, Currency	0.58%
Total	100.00%

III. Detailed Notes on All Activities and Funds (continued)**E. Capital assets**

Capital asset activity for the year ended December 31, 2023 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Primary Government				
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 53,634,365	\$ 6,963,235	\$ -	\$ 60,597,600
Water rights	441,200	125,700	(108,000)	458,900
Rights of way	235,740	16,000	-	251,740
Construction in progress	338,405	3,249,821	(3,046)	3,585,180
Infrastructure	<u>324,841,425</u>	<u>19,592,124</u>	<u>-</u>	<u>344,433,549</u>
Total capital assets not being depreciated	<u>379,491,135</u>	<u>29,946,880</u>	<u>(111,046)</u>	<u>409,326,969</u>
Capital assets being depreciated:				
Buildings	148,694,553	5,726,646	(101,570)	154,319,629
Improvements other than buildings	9,428,662	108,595	-	9,537,257
Machinery, equipment, intangible software assets	57,088,185	10,316,623	(3,307,436)	64,097,372
Right-to-use assets - buildings, land, equipment leases	3,125,500	-	(40,437)	3,085,063
Right-to-use assets - SBITA	<u>-</u>	<u>4,502,599</u>	<u>-</u>	<u>4,502,599</u>
Total capital assets being depreciated	<u>218,336,900</u>	<u>20,654,463</u>	<u>(3,449,443)</u>	<u>235,541,920</u>
Less accumulated depreciation for:				
Buildings	51,387,917	3,169,420	-	54,557,337
Improvements other than buildings	6,469,588	285,672	-	6,755,260
Machinery, equipment, intangible software assets	33,179,440	7,584,136	(3,112,943)	37,650,633
Less accumulated amortization for:				
Right-to-use assets - buildings, land, equipment leases	962,596	405,403	(8,140)	1,359,859
Right-to-use assets - SBITA	<u>-</u>	<u>1,105,978</u>	<u>-</u>	<u>1,105,978</u>
Total accumulated depreciation and amortization	<u>91,999,541</u>	<u>12,550,609</u>	<u>(3,121,083)</u>	<u>101,429,067</u>
Total capital assets, being depreciated/amortized, net	<u>126,337,359</u>	<u>8,103,854</u>	<u>(328,360)</u>	<u>134,112,853</u>
Governmental activities, capital assets, net	<u>\$ 505,828,494</u>	<u>\$ 38,050,734</u>	<u>\$ (439,406)</u>	<u>\$ 543,439,822</u>

III. Detailed Notes on All Activities and Funds (continued)

E. Capital assets (continued)

Depreciation/amortization expense was charged to functions/programs of the primary government as follows:

Governmental activities:	<u>Depreciation</u>	<u>Amortization</u>
General government	\$ 2,418,474	\$ 147,716
Public health	564,411	365,483
Public safety	1,531,532	184,066
Highways and public improvements	13,042	-
Parks and recreation	339,629	-
Internal service funds (charged to individual funds based on usage)	<u>6,172,140</u>	<u>814,116</u>
Total depreciation/amortization expense, governmental activities	<u>\$ 11,039,228</u>	<u>\$ 1,511,381</u>

F. Interfund receivables, payables, and transfers

At December 31, 2023, the County had the following interfund receivables and payables:

	<u>Due To</u>	<u>Due From</u>
General Fund	\$ 921,000	\$ -
Children's Justice Center Special Revenue Fund	-	148,000
Contract Law Enforcement Special Revenue Fund	-	773,000
	<u>\$ 921,000</u>	<u>\$ 921,000</u>

Transfers between funds occur primarily to finance programs accounted for in one fund with resources collected in other funds in accordance with budgetary authorizations. Fiscal year interfund transfers are as follows:

	<u>Transfers to:</u>							
	General Fund	Health Dept. Fund	Grants/ Outside Projects Fund	Capital Projects Fund	Debt Service Fund	Other Govern- mental Funds	Internal Service Funds	
Transfers from:								
Major governmental funds:								
General fund	\$ -	\$ 5,685,184	\$ 26,750	\$ 25,000,000	\$ -	\$ 881,231	\$ 747,111	\$ 32,340,276
TRCC taxes	-	-	-	-	1,000	-	-	1,000
Transportation projects	-	-	-	-	9,989,797	-	-	9,989,797
Capital projects	-	-	-	-	-	-	368,832	368,832
Other governmental funds	-	-	-	-	2,115,947	192,480	-	2,308,427
Internal service funds	2,675,356	-	10,963	-	358,769	-	-	3,045,088
Totals	<u>\$ 2,675,356</u>	<u>\$ 5,685,184</u>	<u>\$ 37,713</u>	<u>\$ 25,000,000</u>	<u>\$ 12,465,514</u>	<u>\$ 1,073,711</u>	<u>\$ 1,115,943</u>	<u>\$ 48,053,420</u>

III. Detailed Notes on All Activities and Funds (continued)

G. Pension plan

General Information and Plan Description

Utah County is an eligible plan participant whose pension plans are administered by and provided through the Utah Retirement Systems. Utah Retirement Systems administers the following pension trust funds:

- Public Employees Noncontributory Retirement System (Noncontributory System) and Public Employees Contributory Retirement System (Contributory System) are multiple-employer, cost-sharing, public employee retirement systems.
- Public Safety Retirement System (Public Safety System) is a cost-sharing, multiple-employer public employee retirement system.
- Tier 2 Public Employees Contributory Retirement System (Tier 2 Public Employees System) and Tier 2 Public Safety and Firefighter Contributory Retirement System (Tier 2 Public Safety and Firefighter System) are multiple-employer, cost-sharing, public employee retirement systems.

The Tier 2 Retirement System became effective July 1, 2011. All eligible employees beginning employment on or after July 1, 2011 who have no previous service credit with any of the Utah Retirement Systems are members of the Tier 2 Retirement System.

The Utah Retirement Systems (Systems) are established and governed by the respective sections of Title 49 of Utah Code Annotated 1953, as amended. The Systems' defined benefit plans are amended statutorily by the Utah State Legislature. The Utah State Retirement Office Act in Title 49 provides for the administration of the Systems under the direction of the Utah State Retirement Board whose members are appointed by the Governor. The Systems are fiduciary funds defined as pension (and other employee benefit) trust funds. Utah Retirement Systems is a component unit of the State of Utah. Title 49 of Utah Code grants the authority to establish and amend the benefit terms.

Utah Retirement Systems (URS) issues a publicly available financial report that can be obtained either by writing Utah Retirement Systems, 560 East 200 South, Salt Lake City, Utah 84102, or by visiting the website: www.urs.org/general/publications.

III. Detailed Notes on All Activities and Funds (continued)

G. Pension plan (continued)

Summary of Retirement Benefits by System

The Systems currently provide retirement benefits, annual cost of living adjustments, disability benefits, and death benefits. A summary of retirement benefits is as follows:

System	Final Average Salary	Years of Service Required and/or Age Eligible for Benefit	Benefit Percentage per Year of Service	COLA**
Noncontributory System	Highest 3 Years	30 years, any age 25 years, any age* 20 years, age 60* 10 years, age 62* 4 years, age 65	2.0% per year all years	Up to 4%
Contributory System	Highest 5 Years	30 years, any age 20 years, age 60* 10 years, age 62* 4 years, age 65	1.25% per year to June 1975; 2.00% per year July 1975 to present	Up to 4%
Public Safety System	Highest 3 Years	20 years, any age 10 years, age 60 4 years, age 65	2.5% per year up to 20 years; 2.0% per year over 20 years	Up to 2.5% or 4%, depending upon employer
Tier 2 Public Employees System	Highest 5 Years	35 years, any age 20 years, age 60* 10 years, age 62* 4 years, age 65	1.50% per year all years	Up to 2.5%
Tier 2 Public Safety and Firefighter System	Highest 5 Years	25 years, any age 20 years, age 60* 10 years, age 62* 4 years, age 65	1.50% per year to June 30, 2020; 2.00% per year July 1, 2020 to present	Up to 2.5%

* Actuarial reductions are applied.

** All post-retirement cost-of-living adjustments are non-compounding and are based on the original benefit except for Judges, which is a compounding benefit. The cost-of-living adjustments are also limited to the actual Consumer Price Index (CPI) increase for the year, although unused CPI increases not met may be carried forward to subsequent years.

Contributions

As a condition of participation in the Systems, the County and/or its employees are required to contribute certain percentages of salaries and wages as authorized by statute and specified by the Utah State Retirement Board. Contributions are actuarially determined as an amount that, when combined with employee contributions (where applicable), is expected to finance the costs of benefits earned by employees during the year with an additional amount to finance any unfunded actuarial accrued liability. Contribution rates as of December 31, 2023 are as follows:

Retirement System	Employee	Employer	Employer 401(k)
Contributory System:			
Local Government - Tier 1	6.00%	13.96%	N/A
Local Government - Tier 2	N/A	16.01%	0.18%
Noncontributory System:			
Local Government - Tier 1	N/A	17.97%	N/A
Public Safety System:			
Noncontributory - Tier 1	N/A	32.28%	N/A
Contributory (29) - Tier 1	10.50%	22.81%	N/A
Contributory (122) - Tier 2	2.59%	23.74%	N/A
Tier 2 Defined Contribution Only:			
Local Government	N/A	6.19%	10.00%
Public Safety	N/A	9.74%	14.00%

Tier 2 rates include a statutorily required contribution to finance the unfunded actuarial accrued liability of the Tier 1 plans.

III. Detailed Notes on All Activities and Funds (continued)**G. Pension plan (continued)**

For the fiscal year ended December 31, 2023, the employer and employee contributions to the Systems were as follows:

Retirement System	Employer Contributions	Employee Contributions
Noncontributory System	\$ 4,616,940	N/A
Public Safety System	5,080,123	\$ -
Tier 2 Public Employees System	3,617,744	-
Tier 2 Public Safety and Firefighter	2,143,067	233,823
Tier 2 DC Public Employees	368,376	N/A
Tier 2 DC Public Safety and Firefighter System	108,316	N/A
Total Contributions	<u>\$ 15,934,566</u>	<u>\$ 233,823</u>

Contributions reported are the URS Board-approved required contributions by System. Contributions in the Tier 2 Systems are used to finance the unfunded liabilities in the Tier 1 Systems.

Pension Assets, Liabilities, Expense, and Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

At December 31, 2023, the County reported no net pension asset and a net pension liability of \$16,244,330.

	Measurement Date: December 31, 2022				
	Net Pension Asset	Net Pension Liability	Proportionate Share	Proportionate Share 31 Dec 2021	Change (Decrease)
	Noncontributory System	\$ -	\$ 5,491,776	3.21%	3.36%
Contributory System	-	29,471	0.29%	1.34%	(1.06%)
Public Safety System	-	9,554,050	20.56%	20.81%	(0.25%)
Tier 2 Public Employees System	-	982,819	0.90%	0.94%	(0.04%)
Tier 2 Public Safety and Firefighter	-	186,214	2.23%	2.05%	0.18%
	\$ -	\$ 16,244,330			

The net pension asset and liability were measured as of December 31, 2022, and the total pension liability used to calculate the net pension asset and liability was determined by an actuarial valuation as of January 1, 2022 and rolled forward using generally accepted actuarial procedures. The proportion of the net pension asset and liability is equal to the ratio of the County's actual contributions to the Systems during the plan year over the total of all employer contributions to the System during the plan year.

For the year ended December 31, 2023, the County recognized pension expense of \$11,129,182.

The following table details this total pension expense by System:

System	Pension Expense
Noncontributory System	\$ 2,589,858
Contributory System	202,121
Public Safety System	5,642,895
Tier 2 Public Employees System	1,887,332
Tier 2 Public Safety and Firefighter	806,976
	<u>\$ 11,129,182</u>

III. Detailed Notes on All Activities and Funds (continued)**G. Pension plan (continued)**

At December 31, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

System	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience:		
Noncontributory System	\$ 1,862,729	\$ -
Contributory System	-	-
Public Safety System	3,297,169	-
Tier 2 Public Employees System	331,960	38,994
Tier 2 Public Safety and Firefighter	89,827	61,751
	5,581,685	100,745
Changes in assumptions:		
Noncontributory System	900,029	21,929
Contributory System	-	-
Public Safety System	705,437	77,870
Tier 2 Public Employees System	319,070	2,500
Tier 2 Public Safety and Firefighter	117,767	18,652
	2,042,303	120,951
Net difference between projected and actual earnings on pension plan investments:		
Noncontributory System	3,622,430	-
Contributory System	8,786	-
Public Safety System	2,703,936	-
Tier 2 Public Employees System	396,241	-
Tier 2 Public Safety and Firefighter	193,205	-
	6,924,598	-
Changes in proportion and difference between contributions and proportionate share of contributions:		
Noncontributory System	59,348	94,324
Contributory System	-	-
Public Safety System	1,816	108,547
Tier 2 Public Employees System	215,886	50,387
Tier 2 Public Safety and Firefighter	21,361	17,996
	298,411	271,254
Contributions subsequent to the measurement date:		
Noncontributory System	4,616,940	-
Contributory System	-	-
Public Safety System	5,080,123	-
Tier 2 Public Employees System	3,986,120	-
Tier 2 Public Safety and Firefighter	2,251,383	-
	15,934,566	-
Total deferred outflows / inflows of resources:		
Noncontributory System	11,061,476	116,253
Contributory System	8,786	-
Public Safety System	11,788,481	186,417
Tier 2 Public Employees System	5,249,277	91,881
Tier 2 Public Safety and Firefighter	2,673,543	98,399
	\$ 30,781,563	\$ 492,950

III. Detailed Notes on All Activities and Funds (continued)**G. Pension plan (continued)**

Contributions made by the County to Utah Retirement Systems prior to the County's fiscal year end but subsequent to the measurement date of December 31, 2022 are reported as deferred outflows of resources related to pensions in the amount of \$15,934,566 (see breakdown by System in the previous table). These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31,	Net Deferred Outflows (Inflows) of Resources
2023	\$ 269,074
2024	1,111,291
2025	2,715,217
2026	9,732,159
2027	98,789
Thereafter	427,518

The following table outlines the net deferred outflows (inflows) of resources that will be recognized in pension expense for each retirement system:

Year Ended Dec. 31,	Non- Contributory System	Contributory System	Public Safety System	Tier 2 Public Employees System	Tier 2 Public Safety & Firefighter System
2023	\$ (821,828)	\$ (24,942)	\$ 1,039,991	\$ 59,567	\$ 16,286
2024	132,163	(7,452)	827,970	121,997	36,613
2025	1,454,989	6,757	1,002,388	191,968	59,115
2026	5,562,959	34,423	3,651,593	361,027	122,157
2027	-	-	-	88,548	10,242
Thereafter	-	-	-	348,168	79,350

Actuarial Assumptions

The total pension liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement:

Inflation	2.50 percent
Salary Increases	3.25 - 9.25 percent, average, including inflation
Investment Rate of Return	6.85 percent, net of pension plan investment expense, including inflation

Mortality rates were adopted from an actuarial experience study dated January 1, 2020. The retired mortality tables are developed using URS retiree experience and are based on gender, occupation, and age, as appropriate, with projected improvement using 80 percent of the ultimate rates from the MP-2019 improvement assumption using a base year of 2020. The mortality assumption for active members is the PUB-2010 Employees Mortality Table for public employees and public safety members, respectively.

III. Detailed Notes on All Activities and Funds (continued)

G. Pension plan (continued)

The actuarial assumptions used in the January 1, 2022 valuation were based on the results of an actuarial experience study of the demographic assumptions as of January 1, 2020, and a review of economic assumptions as of January 1, 2021.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns net of pension plan investment expense and inflation) are developed for each major asset class and are applied consistently to each defined benefit pension plan. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Expected Return Arithmetic Basis		Long-Term Expected Portfolio Real Rate of Return
	Target Asset Allocation	Real Return Arithmetic Basis	
Equity securities	35.00%	6.58%	2.30%
Debt securities	20.00%	1.08%	0.22%
Real assets	18.00%	5.72%	1.03%
Private equity	12.00%	9.80%	1.18%
Absolute return	15.00%	2.91%	0.44%
Cash and cash equivalents	0.00%	-0.11%	0.00%
Totals	<u>100.00%</u>		5.17%
	Inflation		<u>2.50%</u>
	Expected arithmetic nominal return		<u>7.67%</u>

The 6.85% assumed investment rate of return is comprised of an inflation rate of 2.50% and a real return of 4.35% that is net of investment expense.

Discount rate: The discount rate used to measure the total pension liability was 6.85 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from all participating employers will be made at contractually required rates that are actuarially determined and certified by the URS Board. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current, active, and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate does not use the Municipal Bond Index Rate.

Sensitivity of the proportionate share of the net pension asset and liability to changes in the discount rate: The following table presents the proportionate share of the net pension liability (asset) calculated using the discount rate of 6.85 percent, as well as what the proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one (1) percentage point lower (5.85 percent) or one (1) percentage point higher (7.85 percent) than the current rate:

System	Discount Rate		
	1% Decrease (5.85%)	Rate (6.85%)	1% Increase (7.85%)
Noncontributory System	\$ 34,611,012	\$ 5,491,776	\$ (18,838,878)
Contributory System	151,190	29,471	(73,834)
Public Safety System	31,528,494	9,554,050	(8,369,889)
Tier 2 Public Employees System	4,294,379	982,819	(1,568,318)
Tier 2 Public Safety and Firefighter	1,490,589	186,214	(850,454)
Total	<u>\$ 72,075,664</u>	<u>\$ 16,244,330</u>	<u>\$ (29,701,373)</u>

III. Detailed Notes on All Activities and Funds (continued)**G. Pension plan (continued)**

Pension plan fiduciary net position: Detailed information about the fiduciary net position of the pension plans is available in the separately issued URS financial report.

III. Detailed Notes on All Activities and Funds (continued)

H. Employee retirement plans other than pension plans

401(k) Defined Contribution Plan

Utah County participates in a 401(k) defined contribution plan administered by Voya Financial, Inc. The County matches employees' contributions to the plan, up to 6.2 percent of base wages. The County's matching contribution is a Social Security replacement program for the employees of the County. The payroll covered by the defined contribution plan for the year ended December 31, 2023 was \$83,307,871. For the year ended December 31, 2023, employer contributions to the plan were \$4,514,380 and employee contributions to the plan were \$4,887,634.

The County's matching contribution rate is approved by the Board of Utah County Commissioners and the contributions were remitted on a timely basis. All employees are fully vested for the contributions made by the County.

The County also participates in a 401(k) defined contribution savings plan administered by the Utah Retirement Systems Board. This 401(k) defined contribution savings plan is generally a supplemental plan to the basic pension benefits of the Retirement Systems, but may also be used as a primary retirement plan. The URS 401(k) defined contribution savings plan is a voluntary tax-advantaged retirement savings programs authorized under Section 401(k) of the Internal Revenue Code. Detailed information regarding plan provisions is available in the separately issued URS financial report.

Employee and employer contributions to the URS 401(k) defined contribution savings plan for the fiscal years ended December 31 were as follows:

Contribution Type	Year Ended December 31,		
	2023	2022	2021
Employer contributions	\$ 820,304	\$ 743,623	\$ 673,887
Employee contributions	14,898	9,031	150

457 Deferred Compensation Plan

Utah County participates in a 457 deferred compensation plan administered by Voya Financial, Inc. Voya Financial, Inc. has adopted GASB Statement No. 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. Accordingly, assets and income of the 457 Plan are held in trust for the exclusive benefit of the participants or their beneficiaries rather than being held by the County as the employer. Consequently, plan assets are not included in the County's financial statements as they are not legal assets of the County. All elected officials and employees may elect to participate in this plan. The County does not match amounts deferred by the participants.

I. Other postemployment benefit (OPEB) obligations

General Information about the Plan

Plan Description

In addition to pension benefits described in Note III.G, the County provides other postemployment benefits (OPEB) through a single-employer defined benefit plan to all eligible employees in accordance with County policy. The other postemployment benefits currently provided by the County include healthcare benefits and postemployment income benefits for surviving spouses and/or children.

Health insurance premiums paid on behalf of family members of public safety employees who die in the line of duty are governed by Utah Code and can be amended at any time by the Utah State Legislature. The benefit, benefit level, and employee/employer contributions for other postemployment benefits are governed by County policy and can be amended at any time. The plan is not accounted for as a trust fund and no assets are being accumulated in

III. Detailed Notes on All Activities and Funds (continued)

I. Other postemployment benefit (OPEB) obligations (continued)

a trust that meet the criteria in paragraph 4 of GASB Statement No. 75. The plan does not issue a separate financial report. The County currently pays for postemployment benefits other than pensions on a “pay-as-you-go” basis.

Healthcare Benefits

The County provides retiree healthcare coverage for employees hired before July 1, 2003. General employees are eligible for retiree healthcare coverage once they have 30 years of service with the County. Public safety employees are eligible for retiree healthcare coverage once they have 20 years of service with the County. Retiree healthcare coverage for both general and public safety employees ends when the retiree turns 65.

The County’s explicit subsidy depends on the years of service an active employee had as of January 2, 2004. Retirees are required to contribute the portion of insurance premiums not covered by the County’s explicit subsidy.

Tier 1 – Employees who had completed 100 percent of the required years of service for retiree healthcare coverage will receive the same subsidy as active employees. The monthly contribution requirement for active employees effective January 1, 2024 are as follows:

Plan	Full-Time		3/4-Time		1/2-Time	
	Employee Only	Employee +1	Employee Only	Employee +1	Employee Only	Employee +1
SelectHealth HDHP	\$-	\$-	\$-	\$-	N/A	N/A
SelectHealth PPO	\$100.60	\$203.70	\$100.60	\$203.70	N/A	N/A

Tier 2 – For employees who had completed at least 80 percent but less than 100 percent of the required years of service for retiree healthcare coverage, the County will pay up to a fixed-dollar amount per month for healthcare coverage. For 2024, the fixed-dollar monthly amount is \$1,048.06. The County subsidy will increase annually according to the premium increase, but not more than 8 percent.

Tier 3 – For employees who had completed at least 50 percent but less than 80 percent of the required years of service for retiree healthcare coverage, the County will pay up to \$365 per month for healthcare coverage. The County subsidy will remain the same in the future.

Tier 4 – For employees who have completed less than 50 percent of the required years of service for retiree healthcare coverage, the County will pay up to \$178.40 per month for healthcare coverage. The County subsidy will remain the same in the future.

Tier 5 – Employees hired on or after July 1, 2003 are ineligible for the retiree healthcare coverage benefit.

In addition to retiree healthcare coverage, the County provides a retiree Health Reimbursement Account (HRA) benefit of \$800 annually for public safety employees who were hired prior to July 1, 2011 and retired on or after December 1, 2012. The HRA will reimburse out-of-pocket medical, prescription, dental, or vision expenses; however, insurance premiums are not reimbursable. This benefit terminates upon the retiree reaching age 65. Surviving spouses can request reimbursement for expenses incurred prior to the death of the retiree if there is a balance remaining.

Finally, as set forth in *Utah Code*, surviving spouses of public safety employees who die in the line of duty are eligible to join an employer plan with premium payments and Health Savings Account (HSA) contributions made by the County until the first of either (a) the surviving spouse’s 65th birthday, (b) the surviving spouse’s remarriage, or (c) a dependent child’s 26th birthday. Beginning 13 months after the line-of-duty death, the County is eligible to be reimbursed for these healthcare costs from the State of Utah’s Local Public Safety and Firefighter Surviving Spouse Trust Fund.

III. Detailed Notes on All Activities and Funds (continued)

I. Other postemployment benefit (OPEB) obligations (continued)

Postemployment Income Benefits for Surviving Spouses and/or Children

If an active employee dies prior to retirement (regardless of whether they are eligible for retirement), the surviving spouse is eligible for a postemployment income benefit. The plan will pay the employee’s surviving spouse 30 percent of the employee’s monthly income at the time of death to age 65. If both unmarried children under the age of 21 and a spouse survive, the spouse will receive 40 percent of the employee’s monthly income. If only unmarried children under the age of 21 survive, the children will divide 20 percent of the employee’s monthly income. The amount of the benefit is based on the employee’s monthly income at the time of death, plus future cost-of-living (COLA) increases at the same rate as COLAs approved by the Board of County Commissioners for current County employees.

Covered Employees

The County has the following employees covered by the Plan as of December 31, 2023:

Active participants	1087
Retired/fallen officer participants	26

Total OPEB Liability

The County’s total OPEB liability of \$6,609,344 was measured as of December 31, 2023, and was determined by an actuarial valuation as January 1, 2024. The plan had a formal actuarial experience study performed in 2021 and the results of that study are reflected in the valuation as of December 31, 2023.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount Rate	4.31% as of December 31, 2022 and 4.00% as of December 31, 2023.
Payroll Growth	2.25% per year with an additional salary merit scale of 1.04%-1.30% for public employees and 1.02-1.30% for public safety employees
Inflation Rate	2.25% per year
Cost Method	Allocation of Actuarial Present Value of Future Benefits for services prior and after the Measurement Date was determined using Entry Age Normal Level % of Salary method where: <ul style="list-style-type: none"> • Service Cost for each individual participant, payable from date of employment to date of retirement, is sufficient to pay for the participant’s benefit at retirement; and • Annual Service Cost is a constant percentage of the participant’s salary that is assumed to increase according to the Payroll Growth.
Mortality	SOA Pub-2010 General Total Dataset with Headcount Weighted Mortality Table fully generational using Scale MP-2021 for public employees SOA Pub-2010 Public Safety Total Dataset Headcount Weighted Mortality Table fully generational using Scale MP-2021 for public safety employees SOA Pub-2010 Contingent Survivors Total Dataset Headcount Weighted Mortality Table fully generational using Scale MP-2021 for surviving spouses

III. Detailed Notes on All Activities and Funds (continued)**I. Other postemployment benefit (OPEB) obligations (continued)**

Trend Rates	FYE	Medical Pre-65	Medical Post-65	Subsidy*	*These rates only apply to retirees enrolled in high-deductible health plans receiving contributions to HSAs.
	2024	8.00%	6.50%	8.00%	
	2025	7.50%	6.25%	7.50%	
	2026	7.00%	6.00%	7.00%	
	2027	6.50%	5.75%	6.50%	
	2028	6.00%	5.50%	6.00%	
	2029	5.50%	5.25%	5.50%	
	2030	5.00%	5.00%	5.00%	
	2031	4.50%	4.75%	4.50%	
	2032+	4.50%	4.50%	4.50%	

HSA contributions are assumed to increase 1.0% per year.

HRA contributions are assumed to not increase.

The cost-of-living adjustments for the spousal income benefit are assumed to not increase.

Turnover Rate Assumption used to project terminations (voluntary and involuntary) prior to meeting minimum retirement eligibility for retiree health coverage. The rates represent the probability of termination in the next 12 months. The termination rates are based on the rates determined through an experience study completed in May 2021.

Retirement Rate Annual retirement rates for Tier 1 employees are based on the County's experience determined through an experience study completed in May 2021 for Tier 1 employees. Annual retirement rates for Tier 2 employees are based on the Utah Retirement Systems 2023 actuarial valuation.

Changes in the Total OPEB Liability

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

	<u>FY 2023</u>	<u>FY 2022</u>	<u>FY 2021</u>
Total OPEB Liability, January 1	\$ 6,543,375	\$ 8,226,676	\$ 8,261,379
Changes for the Year:			
Service cost	317,638	451,078	457,533
Interest	285,246	190,606	180,277
Change of benefit terms	(37,796)	(712)	-
Changes in assumptions	104,719	(1,979,460)	(89,051)
Differences between expected and actual experience	(113,084)	70,290	(150,601)
Benefit payments	(490,754)	(415,103)	(432,861)
Net change in total OPEB liability	<u>65,969</u>	<u>(1,683,301)</u>	<u>(34,703)</u>
Total OPEB Liability, December 31	<u>\$ 6,609,344</u>	<u>\$ 6,543,375</u>	<u>\$ 8,226,676</u>

III. Detailed Notes on All Activities and Funds (continued)

I. Other postemployment benefit (OPEB) obligations (continued)

The following table presents the County's total OPEB liability as of December 31, 2023, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is one-percentage point lower (3.00%) or one-percentage point higher (5.00%) than the current discount rate (4.00%) :

	1% Decrease (3.00%)	Current Discount Rate (4.00%)	1% Increase (5.00%)
Total OPEB Liability at December 31, 2023	\$7,153,220	\$6,609,344	\$6,111,009

Sensitivity of the total OPEB liability to changes in the health care trend rates.

The following table presents the County's total OPEB liability as of December 31, 2023, as well as what the County's total OPEB liability would be if it were calculated using a health care trend rate that is one-percentage point lower (initial rate of 7.00%, decreasing to an ultimate rate of 3.50%) or one-percentage point higher (initial rate of 9.00%, decreasing to an ultimate rate of 5.50%) than the current health care trend rate (initial rate of 8.00%, decreasing to an ultimate rate of 4.50%):

	1% Decrease	Current Trend Rates	1% Increase
Total OPEB Liability at December 31, 2023	\$6,053,795	\$6,609,344	\$7,254,485

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2023, the County recognized OPEB expense of \$(264,388). At December 31, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 46,860	\$ (964,076)
Changes in assumptions	279,183	(1,920,574)
Total	\$ 326,043	\$ (2,884,650)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense in future fiscal years as follows:

Year Ended December 31:	
2024	\$ (829,477)
2025	\$ (681,608)
2026	\$ (726,538)
2027	\$ (319,589)
2028	\$ (1,395)
Thereafter	\$ -

III. Detailed Notes on All Activities and Funds (continued)

J. Risk management

The County is exposed to various risks of loss related to torts, errors and omissions, injuries to employees, theft of, damage to, and destruction of assets, and natural disasters.

The County is insured through Utah Local Governments Trust (ULGT) for workers' compensation, general liability, and property damage. The ULGT is a public agency insurance mutual organized in accordance with the Utah Interlocal Cooperation Act and the Utah Immunity Act. Members of the ULGT include 10 counties, 225 municipalities, and 312 local/special service districts of the State of Utah. Insurance coverage by major category of risk has remained relatively constant as compared to the prior fiscal year. The amount of settlements has not exceeded insurance coverage for the past three years.

The charges for workers' compensation, unemployment insurance, and survivor income postemployment benefits are based on an estimated benefit percentage and are charged to departments every two weeks when payroll is processed. These benefit percentages are monitored and reevaluated periodically to consider the effects of claims and insurance premiums. Charges for general liability and property damage are funded by charges to Utah County's other funds through the utilization of internal service funds. The Risk Management fund includes a wellness program designed to help maintain or improve employees' behavior to achieve better health and to reduce health risks.

K. Leases and subscription-based information technology arrangements

1. Leases receivable

Beginning July 1, 2010, Utah County began leasing the Old Health Department building located in South Provo to Mountainland Community Health Center. The most recent lease agreement began June 1, 2014 and ends June 30, 2030. The County will receive monthly payments of \$16,200. Utah County recognized \$167,097 in lease revenue and \$27,303 in interest revenue during the current fiscal year related to this lease. As of December 31, 2023, Utah County's receivable for lease payments was \$1,179,333. Also, Utah County has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of December 31, 2023, the balance of the deferred inflow of resources was \$1,130,387.

Beginning in 2020, Utah County began leasing office space in its Health & Justice Building to Wasatch Behavioral Health Services Special Service District. The lease is for five years and the County received monthly payments of \$17,452 from January-June 2023 and \$17,626 from July-December 2023. Utah County recognized \$207,428 in lease revenue and \$3,042 in interest revenue during the current fiscal year related to this lease. As of December 31, 2023, Utah County's receivable for lease payments was \$317,724. Also, Utah County has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of December 31, 2023, the balance of the deferred inflow of resources was \$308,038.

In 2011, the County signed an agreement to lease space in a structure on Teat Mountain to a wireless service provider for communications equipment. The lease was effective July 1, 2013, and the initial lease term is for five years with the option to renew the lease for four additional five-year terms. The County expects to exercise these options. The County received monthly payments of \$2,283 through June 2023 and will receive monthly payments of \$2,352 from July 2023 through June 2024. Utah County recognized \$18,203 in lease revenue and \$9,608 in interest revenue during the current fiscal year related to this lease. As of December 31, 2023, Utah County's receivable for lease payments was \$433,509. Also, Utah County has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of December 31, 2023, the balance of the deferred inflow of resources was \$391,343.

In 2019, the County signed an agreement to lease land on Teat Mountain to a wireless service provider for placement of communications equipment. The lease was effective March 1, 2020, and the initial lease term is for five years with the option to renew the lease for five additional five-year terms. The County expects to exercise these options. The County received monthly payments of \$743 in January and February 2023 and \$765

III. Detailed Notes on All Activities and Funds (continued)

K. Leases and subscription-based information technology arrangements (continued)

1. Leases receivable (continued)

from March-December 2023. Utah County recognized \$4,340 in lease revenue and \$4,795 in interest revenue during the current fiscal year related to this lease. As of December 31, 2023, Utah County's receivable for lease payments was \$289,439. Also, Utah County has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of December 31, 2023, the balance of the deferred inflow of resources was \$265,383.

In 2005, the County signed an agreement to lease land at Equestrian Park to a wireless service provider for placement of communications equipment. The lease was effective November 1, 2005, and the initial lease term is for five years with the option to renew the lease for three additional five-year terms. The County expects to exercise these options. The County received monthly payments of \$1,093 during the current fiscal year. Utah County recognized \$12,476 in lease revenue and \$637 in interest revenue during the current fiscal year related to this lease. As of December 31, 2023, Utah County's receivable for lease payments was \$23,588. Also, Utah County has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of December 31, 2023, the balance of the deferred inflow of resources was \$22,506.

2. Leases payable

In 2020, the County entered into a ten-year lease agreement as lessee for office space in Provo for the Sheriff's Office. An initial lease liability was recorded in the amount of \$933,154. As of December 31, 2023, the value of the lease liability was \$618,053. Utah County was required to make monthly principal and interest payments of \$7,249 from January-May 2023 and \$7,462 from June-December 2023. The payment will be increased annually by 3%. The value of the right-to-use asset as of the end of the current fiscal year was \$594,448 and had accumulated amortization of \$338,706.

In 2020, the County entered into a five-year lease agreement as lessee for office space in American Fork for the Health Department. An initial lease liability was recorded in the amount of \$814,375. As of December 31, 2023, the value of the lease liability was \$320,463. Utah County is required to make monthly principal and interest payments of \$12,996. The value of the right-to-use asset as of the end of the current fiscal year was \$305,600 and had accumulated amortization of \$508,775.

In 2018, the County entered into a thirty-year lease agreement as lessee for a communication site on federal land on Teat Mountain for Public Works. An initial lease liability was recorded in the amount of \$102,760. As of December 31, 2023, the value of the lease liability was \$92,326. Utah County is required to make annual principal and interest payments of \$4,803. The value of the right-to-use asset as of the end of the current fiscal year was \$88,587 and had accumulated amortization of \$14,173.

In 2019, the County entered into a lease agreement as lessee of office space in Payson for the Health Department. An initial lease liability was recorded in the amount of \$667,738. As of December 31, 2023, the value of the lease liability was \$314,501. Utah County is required to make monthly principal and interest payments of \$8,450. The value of the right-to-use asset as of the end of the current fiscal year was \$286,211 and had accumulated amortization of \$381,527.

In 2016, the County entered into a fifteen-year lease agreement as lessee of an airplane hangar for the Sheriff's Office. The County has an option to extend the lease term for one additional 15-year term and expects to exercise that option. An initial lease liability was recorded in the amount of \$13,216. As of December 31, 2023, the value of the lease liability was \$11,661. Utah County is required to make annual principal and interest payments of \$668. The value of the right-to-use asset as of the end of the current fiscal year was \$11,182 and had accumulated amortization of \$2,034.

In 2017, the County entered into a fifteen-year lease agreement as lessee of an additional airplane hangar for the Sheriff's Office. The County has an option to extend the lease term for one additional 15-year term and expects to exercise that option. An initial lease liability was recorded in the amount of \$19,586. As of December 31, 2023, the value of the lease liability was \$17,281. Utah County is required to make annual principal and interest

III. Detailed Notes on All Activities and Funds (continued)

K. Leases and subscription-based information technology arrangements (continued)

2. Leases payable (continued)

payments of \$990. The value of the right-to-use asset as of the end of the current fiscal year was \$16,573 and had accumulated amortization of \$3,013.

In 2006, the County entered into a twenty-year lease agreement as lessee for a communication site on state land on Lake Mountain for Public Works. An initial lease liability was recorded in the amount of \$78,824. As of December 31, 2023, the value of the lease liability was \$27,213. Utah County is required to make annual principal and interest payments of \$13,870. The value of the right-to-use asset as of the end of the current fiscal year was \$30,920 and had accumulated amortization of \$47,904.

In 2022, the County entered into a five-year lease agreement as lessee for equipment at the Utah County Security Center. An initial lease liability was recorded in the amount of \$26,210. As of December 31, 2023, the value of the lease liability was \$16,411. Utah County is required to make monthly principal and interest payments of \$455. The value of the right-to-use asset as of the end of the current fiscal year was \$16,177 and had accumulated amortization of \$10,033.

In 2022, the County entered into a fifteen-month lease agreement as lessee of a warehouse to store personal protective equipment. That lease expired in December 2023.

In 2022, the County entered into a ten-year lease agreement as lessee for office space in Saratoga Springs for the Health Department. An initial lease liability was recorded in the amount of \$429,200. As of December 31, 2023, the value of the lease liability was \$383,640. Utah County is required to make monthly principal and interest payments of \$4,254. The value of the right-to-use asset as of the end of the current fiscal year was \$375,506 and had accumulated amortization of \$53,694.

3. Subscription-based information technology arrangements

The County has entered into several subscription-based information technology arrangements (SBITA) for public safety, criminal justice, information systems, health, and human resource functions. These agreements call for fixed payments and have terms of between three to ten years. The County is not reasonably certain it will exercise its renewal options beyond the initial term for any of its agreements and is, therefore, amortizing the related subscription asset over the original term.

See **Note III.E, Capital assets** for disclosures of subscription assets and related accumulated amortization.

III. Detailed Notes on All Activities and Funds (continued)**K. Leases and subscription-based information technology arrangements (continued)**

The statement of net position shows the following amounts related to SBITAs:

Subscription liability

Current	\$	1,218,959
Noncurrent		1,975,806
	\$	<u>3,194,765</u>

The future principal and interest lease payments as of December 21, 2023 are as follows:

Year(s) Ended December 31:	<u>Principal</u>	<u>Interest</u>
2024	\$ 1,218,959	\$ 69,475
2025	819,975	49,529
2026	591,009	34,229
2027	175,882	25,576
2028	61,827	18,604
2029-2033	327,113	41,572
Total	\$ <u>3,194,765</u>	\$ <u>238,985</u>

III. Detailed Notes on All Activities and Funds (continued)**L. Long-term liabilities**

The following is a summary and description of the individual bonds and debt obligations of the County for the year ended December 31, 2023:

<u>Revenue Bonds</u>	<u>Amount</u>
<p>Series 2010 Taxable Sales Tax Revenue Bonds (Qualified Energy Conservation Bonds), original issue of \$4,940,000, principal due in annual installments beginning February 2012, interest at 5.39% due in semi-annual installments beginning February 2011, with the final payment due February 2027. The bonds were issued to finance the costs of energy improvements to County facilities. The Series 2010 Taxable Sales Tax Revenue Bonds were issued as Qualified Energy Conservation Bonds and are, therefore, eligible for a 70 percent interest subsidy from the United States Treasury. The interest subsidy from the United States Treasury is based on a qualified tax credit rate of 5.02%.</p>	\$ 1,660,000
<p>Series 2016 Subordinated Transportation Sales Tax Revenue Bonds, original issue of \$65,000,000, principal due in annual installments beginning in November 2017, interest at 3.172% due in semi-annual installments beginning May 2017, with the final payment due in November 2029. These bonds were issued to finance a Transportation Improvement Project, commonly referred to Bus Rapid Transit (BRT) at the time of issuance. The transit project, now known as Utah Valley Express (UVX), formally opened on January 9, 2019. The UVX line is operated by the Utah Transit Authority and runs between southwest Orem and south-central Provo. Pursuant to an interlocal agreement with Utah Transit Authority, the County has been and expects it will continue to be fully reimbursed for the total principal and interest of the financing.</p>	\$ 54,530,000
<p>Series 2019 Transportation Sales Tax Revenue Refunding Bonds, original issue of \$66,345,000, principal due in annual installments beginning in December 2020, interest at 5.00% due in semi-annual installments beginning June 2019, with the final payment due in December 2034. These bonds were issued to finance the refunding of the Series 2009B Transportation Sales Tax Revenue Bonds originally used to finance certain transportation projects in the County. Debt service for these bonds are paid solely with the Second Class Highway Projects (Section 2218) sales tax.</p>	\$ 53,090,000

III. Detailed Notes on All Activities and Funds (continued)**L. Long-term liabilities (continued)**

<u>Revenue Bonds</u>	<u>Amount</u>
Series 2019 Vehicle Registration Fee Revenue Refunding Bonds, original issue of \$14,710,000, principal due in annual installments beginning in December 2020, interest at 1.00% to 2.50% due in semi-annual installments beginning in June 2020, with the final payment due in December 2029. These bonds were issued to finance the refunding of the Series 2009B Vehicle Registration Fee Revenue Bonds issued to finance certain transportation projects in the County. Debt service for these bonds are paid solely with the \$10 motor vehicle registration fee collected by the State Tax Commission and then distributed to the County.	\$ 9,070,000
Series 2020 Excise Tax Revenue Refunding Bonds, original issue of \$27,315,000, principal due in annual installments beginning in December 2020, interest at 4.00% to 5.00% due in semi-annual installments beginning in June 2020, with the final payment due in December 2039. These bonds were issued to finance the refunding of the Series 2010B and Series 2010C Taxable Excise Tax Revenue Bonds issued to finance construction of the Utah Valley Convention Center in Provo. Debt service for these bonds are paid solely with transient room tax and/or TRCC taxes.	\$ 23,500,000
Series 2021 Transportation Sales Tax Revenue Refunding Bonds, original issue of \$34,745,000, principal due in annual installments beginning in December 2022, interest at 4.00% due in semi-annual installments beginning June 2022, with the final payment due in December 2039. The bonds were issued to finance the refunding of the Series 2012 Sales Tax Revenue Bonds issued to finance certain transportation projects within the County. Before the issuance of the Series 2012 Sales Tax Revenue Bonds, the County entered into an interlocal agreement with Utah Transit Authority (UTA) whereby the County borrowed \$55.2 million from UTA's portion of the fixed guideway (or Section 2216) sales tax to fund transportation projects such as Pioneer Crossing and North County Boulevard. The interlocal agreement stipulated that the County would repay interest to UTA at a rate of 5%. The issuance of these bonds not only reduced the interest payments due to UTA, but also provided immediate operational funding for FrontRunner South, which began service in Utah County in December 2012. Debt service for these bonds are funded first by the County's portion (8%) of the Fixed Guideway (Section 2216) sales tax. Any remaining amount due is then funded with the County of the Second Class Highway Projects (Section 2218) sales tax.	\$ 33,760,000
Total Revenue Bonds – Governmental Activities	<u>\$ 175,610,000</u>

Advance refunding

Series 2019 Transportation Sales Tax Revenue Refunding Bonds. In 2019 and to achieve debt service savings, Utah County issued \$66,345,000 in Series 2019 Transportation Sales Tax Revenue Refunding Bonds with interest at 5.00%. The proceeds were used to advance refund \$79,615,000 of outstanding Series 2009B Transportation Sales Tax Revenue Bonds which had interest rates ranging from 4.62% to 6.51%. The net proceeds of \$78,414,677 (including a \$12,466,275 premium and after payment of \$396,597 in underwriting fees and other issuance costs) along with available debt service fund cash were deposited in an irrevocable trust with an escrow agent to provide funds for the future debt service payment on the refunded bonds. As a result, the Series 2009B Transportation Sales Tax Revenue Bonds are considered defeased and the liability for these bonds has been removed from the statement of net position. At December 31, 2023, \$62,180,000 of the defeased bonds remain outstanding.

III. Detailed Notes on All Activities and Funds (continued)**L. Long-term liabilities (continued)**

The following table shows the difference between the cash flow requirements to service the Series 2009B Transportation Sales Tax Revenue Bonds and the Series 2019 Transportation Sales Tax Revenue Refunding Bonds:

Date	Total Principal and Interest (Series 2019 Refunding)	Existing Debt Service	New Net Debt Service (Series 2019 Refunding)	Old Debt Service (Series 2009B)	Savings
12/1/2019	\$ 2,534,010	\$ 3,304,980	\$ 5,838,990	\$ 6,458,019	\$ 619,029
12/1/2020	6,392,250	-	6,392,250	6,503,919	111,669
12/1/2021	6,393,500	-	6,393,500	6,564,320	170,820
12/1/2022	6,392,000	-	6,392,000	6,612,809	220,809
12/1/2023	6,392,500	-	6,392,500	6,686,249	293,749
12/1/2024	6,389,500	-	6,389,500	6,756,646	367,146
12/1/2025	6,392,750	-	6,392,750	6,769,502	376,752
12/1/2026	6,391,500	-	6,391,500	6,865,293	473,793
12/1/2027	6,390,500	-	6,390,500	6,969,716	579,216
12/1/2028	6,389,250	-	6,389,250	7,076,943	687,693
12/1/2029	6,392,250	-	6,392,250	7,196,355	804,105
12/1/2030	6,393,750	-	6,393,750	7,296,918	903,168
12/1/2031	6,393,250	-	6,393,250	7,433,106	1,039,856
12/1/2032	6,390,250	-	6,390,250	7,573,002	1,182,752
12/1/2033	6,394,250	-	6,394,250	7,720,761	1,326,511
12/1/2034	6,389,250	-	6,389,250	7,890,325	1,501,075
Total	\$ 98,410,760	\$ 3,304,980	\$ 101,715,740	\$ 112,373,883	\$ 10,658,143

The net present value of the benefit (economic gain) resulting from the advance refunding is \$6,882,444.

Other issuances of refunding bonds

Series 2019 Vehicle Registration Fee Revenue Refunding Bonds. In 2019 and to achieve debt service savings, Utah County issued \$14,710,000 in Series 2019 Vehicle Registration Fee Revenue Refunding Bonds with interest at 1.00% to 2.50%. The proceeds were used to fully redeem \$20,580,000 of outstanding Series 2009B Vehicle Registration Fee Revenue Bonds which had interest rates ranging from 4.31% to 6.44%. The net proceeds of \$14,639,933 (after payment of \$70,067 in issuance costs) along with an equity contribution of \$6 million from the County were deposited with an escrow agent to fully redeem the refunded bonds. The date of redemption was December 18, 2019. As a result, the Series 2009B Vehicle Registration Fee Revenue Bonds are considered defeased and the liability for these bonds has been removed from the statement of net position.

III. Detailed Notes on All Activities and Funds (continued)**L. Long-term liabilities (continued)**

The following table shows the difference between the cash flow requirements to service the Series 2009B Vehicle Registration Fee Revenue Bonds and the Series 2019 Vehicle Registration Fee Revenue Refunding Bonds:

Date	New Debt Service (Series 2019 Refunding)	Old Debt Service (Series 2009B)	Savings
12/1/2020	\$ 1,624,881	\$ 1,745,617	\$ 120,736
12/1/2021	1,627,325	1,765,017	137,692
12/1/2022	1,626,925	1,781,114	154,189
12/1/2023	1,624,945	1,799,407	174,462
12/1/2024	1,626,355	1,814,251	187,896
12/1/2025	1,625,330	1,812,194	186,864
12/1/2026	1,626,810	1,839,563	212,753
12/1/2027	1,624,900	1,868,866	243,966
12/1/2028	1,624,500	1,894,898	270,398
12/1/2029	1,624,625	1,927,659	303,034
12/1/2030	-	1,956,740	1,956,740
12/1/2031	-	1,995,601	1,995,601
12/1/2032	-	2,035,067	2,035,067
12/1/2033	-	2,074,928	2,074,928
12/1/2034	-	2,114,976	2,114,976
Total	<u>\$ 16,256,596</u>	<u>\$ 28,425,898</u>	<u>\$ 12,169,302</u>

The net present value of the benefit (economic gain) resulting from the advance refunding is \$3,788,317.

Series 2020 Excise Tax Revenue Refunding Bonds. In 2020 and to achieve debt service savings, Utah County issued \$27,315,000 in Series 2020 Excise Tax Revenue Refunding Bonds with interest at 4.00% to 5.00%. The proceeds were used to fully redeem \$32,300,000 of outstanding Series 2010B and 2010C Taxable Excise Tax Revenue Bonds which had interest rates ranging from 5.42% to 7.13%. The net proceeds of \$32,657,109 (including a \$5,582,794 premium and after payment of \$240,684 in underwriting fees and other issuance costs) along with available debt service fund cash were deposited with an escrow agent to fully redeem the refunded bonds. The date of redemption was January 29, 2020. As a result, the Series 2010B and Series 2010C Taxable Excise Tax Revenue Bonds are considered defeased and the liability for these bonds has been removed from the statement of net position.

III. Detailed Notes on All Activities and Funds (continued)**L. Long-term liabilities (continued)**

The following table shows the difference between the cash flow requirements to service the Series 2010B and 2010C Taxable Excise Tax Revenue Bonds and the Series 2020 Excise Tax Revenue Refunding Bonds:

Date	New Debt Service (Series 2020 Refunding)	Old Debt Service (Series 2010B&C)	Savings
12/1/2020	\$ 1,951,984	\$ 2,269,075	\$ 317,091
12/1/2021	2,116,600	2,280,023	163,423
12/1/2022	2,120,600	2,288,915	168,315
12/1/2023	2,117,100	2,295,751	178,651
12/1/2024	2,061,350	2,300,532	239,182
12/1/2025	2,060,850	2,266,471	205,621
12/1/2026	2,062,850	2,285,495	222,645
12/1/2027	2,062,100	2,302,060	239,960
12/1/2028	2,058,600	2,326,165	267,565
12/1/2029	2,062,350	2,352,432	290,082
12/1/2030	2,062,850	2,370,672	307,822
12/1/2031	2,060,100	2,393,909	333,809
12/1/2032	2,059,100	2,423,812	364,712
12/1/2033	2,059,600	2,454,990	395,390
12/1/2034	2,062,000	2,482,246	420,246
12/1/2035	2,061,800	2,510,580	448,780
12/1/2036	2,059,000	2,544,797	485,797
12/1/2037	2,058,600	2,574,505	515,905
12/1/2038	2,060,400	2,614,702	554,302
12/1/2039	2,059,200	2,644,802	585,602
Total	<u>\$ 41,277,034</u>	<u>\$ 47,981,934</u>	<u>\$ 6,704,900</u>

The net present value of the benefit (economic gain) resulting from the advance refunding is \$5,432,195.

Series 2021 Transportation Sales Tax Revenue Refunding Bonds. In 2021 and to achieve debt service savings, Utah County issued \$34,745,000 in Series 2021 Transportation Sales Tax Revenue Refunding Bonds with interest at 4.00%. The proceeds were used to fully redeem \$42,060,000 of outstanding Series 2012 Sales Tax Revenue Bonds which had interest rates ranging from 2.00% to 5.00%. The net proceeds of \$42,064,809 (including a \$7,552,539 premium and after payment of \$232,730 in underwriting fees and other issuance costs) along with available debt service fund cash were deposited with an escrow agent to fully redeem the refunded bonds. The date of redemption was December 1, 2021. As a result, the Series 2012 Sales Tax Revenue Bonds are considered defeased and the liability for these bonds has been removed from the statement of net position.

III. Detailed Notes on All Activities and Funds (continued)**L. Long-term liabilities (continued)**

The following table shows the difference between the cash flow requirements to service the Series 2012 Sales Tax Revenue Bonds and the Series 2021 Transportation Sales Tax Revenue Refunding Bonds:

Date	Total Principal and Interest (Series 2021 Refunding)	Existing Debt Service	Net New Debt Service (Series 2021 Refunding)	Old Debt Service (Series 2012)	Savings
12/1/2021	\$ -	\$ 1,788,441	\$ 1,788,441	\$ 1,792,500	\$ 4,059
12/1/2022	2,047,063	-	2,047,063	2,597,750	550,687
12/1/2023	2,000,400	-	2,000,400	2,550,250	549,850
12/1/2024	1,950,400	-	1,950,400	2,496,750	546,350
12/1/2025	1,886,400	-	1,886,400	2,434,000	547,600
12/1/2026	1,819,000	-	1,819,000	2,367,300	548,300
12/1/2027	1,743,400	-	1,743,400	2,291,800	548,400
12/1/2028	1,675,000	-	1,675,000	2,222,800	547,800
12/1/2029	1,563,600	-	1,563,600	2,112,600	549,000
12/1/2030	1,501,000	-	1,501,000	2,050,600	549,600
12/1/2031	1,420,400	-	1,420,400	1,970,000	549,600
12/1/2032	1,217,600	-	1,217,600	1,791,600	574,000
12/1/2033	1,217,600	-	1,217,600	1,754,400	536,800
12/1/2034	1,217,600	-	1,217,600	1,643,000	425,400
12/1/2035	6,837,600	-	6,837,600	7,385,400	547,800
12/1/2036	6,837,800	-	6,837,800	7,387,600	549,800
12/1/2037	6,839,000	-	6,839,000	7,390,000	551,000
12/1/2038	6,840,800	-	6,840,800	7,387,200	546,400
12/1/2039	6,832,800	-	6,832,800	7,384,000	551,200
Total	\$ 55,447,463	\$ 1,788,441	\$ 57,235,904	\$ 67,009,550	\$ 9,773,646

The net present value of the benefit (economic gain) resulting from the advance refunding is \$8,457,011.

Defeased debt. Utah County has defeased the Series 2013 Excise Tax Bonds in the current year by placing the County's own resources into an irrevocable trust account to provide for all future debt service payments on the bonds. Accordingly, those trust account assets and the liability for those defeased bonds are not included in the County's financial statements. At December 31, 2023, \$2,210,000 of defeased bonds remain outstanding. Of the amount of defeased bonds outstanding, \$2,210,000 is held by a trustee that may substitute the risk-free monetary assets held for the repayment of the debt with non-risk-free monetary assets.

Legal Debt Margin - General Obligation Debt

Utah County is subject to a general obligation debt limit that is 2 percent of the fair market value of taxable real property. At December 31, 2023, that amount was \$2.8 billion. As of December 31, 2023, the County did not have any outstanding general obligation debt.

III. Detailed Notes on All Activities and Funds (continued)**L. Long-term liabilities (continued)**

The annual debt service requirements to maturity are as follows:

Fiscal Year	All Bonds		Total
	Principal	Interest	
2024	\$ 8,850,000	\$ 7,040,721	\$ 15,890,721
2025	9,130,000	6,684,033	15,814,033
2026	9,410,000	6,312,570	15,722,570
2027	9,700,000	5,925,297	15,625,297
2028	9,590,000	5,533,174	15,123,174
2029-2033	81,605,000	16,424,241	98,029,241
2034-2038	38,775,000	6,488,850	45,263,850
2039	8,550,000	342,000	8,892,000
Totals	<u>\$ 175,610,000</u>	<u>\$ 54,750,886</u>	<u>\$ 230,360,886</u>

Compensated Absences

As of December 31, 2023, the liability for accrued compensated absences amounted to \$8,033,104. The liability for these compensated absences, including salary-related benefits, is reported as incurred in the government-wide and proprietary fund financial statements. A liability for such leave is also recorded in the governmental funds except for the Health Department and Children's Justice Center special revenue funds. Payouts of compensated absences are charged as an expenditure/expense when paid to employees leaving the employ of Utah County rather than being charged to the liability; therefore there is no retirement of or reduction in the long-term liability.

Other Postemployment Benefits

As of December 31, 2023, the County's net other postemployment benefit (OPEB) liability was \$6,609,344.

III. Detailed Notes on All Activities and Funds (continued)**L. Long-term liabilities (continued)**

Governmental Activities	January 1		December 31		Due in
	2023	Additions	Retirements	2023	One Year
Long-term debt:					
2010 Taxable Sales Tax Revenue Bonds (QECB)	\$ 2,055,000	\$ -	\$ (395,000)	\$ 1,660,000	\$ 415,000
2016 Subordinated Sales Tax Revenue Bonds	56,125,000	-	(1,595,000)	54,530,000	1,645,000
2019 Transportation Sales Tax Refunding Bonds	56,650,000	-	(3,560,000)	53,090,000	3,735,000
2019 Vehicle Registration Fee Refunding Bonds	10,500,000	-	(1,430,000)	9,070,000	1,450,000
2020 Excise Tax Revenue Refunding Bonds	24,515,000	-	(1,015,000)	23,500,000	1,010,000
2021 Transportation Sales Tax Refunding Bonds	34,385,000	-	(625,000)	33,760,000	600,000
Unamortized bond discounts	(690,393)	-	58,875	(631,518)	(58,875)
Unamortized bond premiums	21,020,262	-	(1,529,811)	19,490,451	1,529,811
Total long-term debt	<u>204,559,869</u>	<u>-</u>	<u>(10,090,936)</u>	<u>194,468,933</u>	<u>10,325,936</u>
Other long-term liabilities:					
Compensated absences	7,055,612	977,492	-	8,033,104	8,033,104
Net OPEB liability	<u>6,543,375</u>	<u>707,603</u>	<u>(641,634)</u>	<u>6,609,344</u>	<u>394,691</u>
Total other long-term liabilities	<u>13,598,987</u>	<u>1,685,095</u>	<u>(641,634)</u>	<u>14,642,448</u>	<u>8,427,795</u>
Total governmental long-term debt and liabilities	<u>\$ 218,158,856</u>	<u>\$ 1,685,095</u>	<u>\$ (10,732,570)</u>	<u>\$ 209,111,381</u>	<u>\$ 18,753,731</u>

M. Fund balance

Minimum fund balance policy. The Board of County Commissioners has adopted a financial policy to maintain a minimum level of unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) in the general fund. The target level is set at two months (approximately 16.7 percent) of general fund annual revenues. This amount is intended to provide fiscal stability when economic downturns and other unexpected events occur. If fund balance falls below the minimum target level because it has been used, essentially a one-time "revenue" source, the policy provides for actions to replenish the amount to the minimum target level. Generally, replenishment is to occur within a three-year period. At December 31, 2023, the County's general fund balance is compliant with the targeted level set forth by the policy.

III. Detailed Notes on All Activities and Funds (continued)**N. Discretely presented component units**

Condensed Financial Statements - Discretely Presented Component Units
Statement of Net Position

	Timpanogos Special Service District	North Pointe Solid Waste Special Service District	North Fork Special Service District	Utah Valley Visitors and Convention Bureau	Wasatch Behavioral Health Services	Total
Assets						
Current assets	\$ 100,218,629	\$ 5,966,511	\$ 9,841,239	\$ 1,268,005	\$ 31,786,492	\$ 149,080,876
Capital assets, net of accumulated depreciation	160,873,572	6,636,155	10,067,093	25,073	23,786,554	201,388,447
Other noncurrent assets	14,968,965	363,441	64,586	326,903	173,431	15,897,326
Total assets	276,061,166	12,966,107	19,972,918	1,619,981	55,746,477	366,366,649
Deferred Outflow of Resources	879,440	592,369	163,177	-	8,189,751	9,824,737
Total assets and deferred outflows of resources	276,940,606	13,558,476	20,136,095	1,619,981	63,936,228	376,191,386
Liabilities						
Current liabilities	8,610,003	606,704	6,677,107	283,662	7,106,243	23,283,719
Noncurrent liabilities	50,174,737	813,035	2,643,798	-	4,816,226	58,447,796
Total liabilities	58,784,740	1,419,739	9,320,905	283,662	11,922,469	81,731,515
Deferred Inflow of Resources	16,570	9,348	4,873	-	4,571,098	4,601,889
Net position	218,139,296	12,129,389	10,810,317	1,336,319	47,442,661	289,857,982
Total liabilities, deferred inflows of resources, and net position	<u>\$ 276,940,606</u>	<u>\$ 13,558,476</u>	<u>\$ 20,136,095</u>	<u>\$ 1,619,981</u>	<u>\$ 63,936,228</u>	<u>\$ 376,191,386</u>

Statement of Revenues, Expenses, and Changes in Net Position

Operating revenues	\$ 23,244,964	\$ 13,345,438	\$ 3,207,872	\$ 2,677,619	\$ 64,569,872	\$ 107,045,765
Operating expenses:						
Cost of services	11,625,267	12,119,028	2,319,359	2,501,692	61,877,566	90,442,912
Depreciation	5,318,200	804,697	384,812	5,116	1,070,718	7,583,543
Total operating expenses	16,943,467	12,923,725	2,704,171	2,506,808	62,948,284	98,026,455
Operating income (loss)	6,301,497	421,713	503,701	170,811	1,621,588	9,019,310
Non-operating revenues (expenses)	19,012,125	296,275	1,611,343	-	947,913	21,867,656
Change in net position	25,313,622	717,988	2,115,044	170,811	2,569,501	30,886,966
Net position - beginning	192,825,674	11,411,401	8,695,273	1,165,508	44,873,160	258,971,016
Net position - ending	<u>\$ 218,139,296</u>	<u>\$ 12,129,389</u>	<u>\$ 10,810,317</u>	<u>\$ 1,336,319</u>	<u>\$ 47,442,661</u>	<u>\$ 289,857,982</u>

III. Detailed Notes on All Activities and Funds (continued)

O. Contingencies

Utah County participates in various federal grant programs, the principal of which are subject to program compliance audits pursuant to the Single Audit Act as amended. Accordingly, Utah County's compliance with applicable grant requirements will be established at a future date. The amount of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although Utah County anticipates such amounts, if any, will be immaterial.

Utah County is a defendant in various lawsuits. The outcome of these lawsuits is not presently determinable.

P. Commitments and agreements

Community reinvestment agencies and tax incentives

Community Reinvestment Agencies (CRAs), usually referred to as redevelopment agencies, are quasi-government agencies specially formed to manage development projects in a defined geographical area. They are funded through the use of a tax incentive program called "Tax Increment Financing."

Tax Increment Financing is property tax revenue that results from increases in property values within the project area. Instead of being paid to the taxing entities which levy the taxes, this tax revenue is paid to the CRAs to be used for purposes allowed under Title 17C of *Utah Code*, usually related to redevelopment or development of underdeveloped areas.

CRAs are formed by cities or counties as an independent quasi-governmental entity. CRAs are governed by a board typically comprised of members of their respective city or county governing bodies.

III. Detailed Notes on All Activities and Funds (continued)**P. Commitments and agreements (continued)**

For the year ended December 31, 2023, the following tax incentives were paid:

Project	Increment Available	Increment Paid
8004 - SOUTH UNIVERSITY AVENUE REDEVELOPMENT	\$ 24,650	\$ 24,201
8005 - PROVO CITY REDEVELOPMENT PROJECT AREA #4	28,838	28,709
8009 - FREEDOM PLAZA COMMUNITY DEVELOPMENT AREA	18,231	18,231
8057 - REDEVELOPMENT PROJECT AREA #90-08	34,782	34,652
8058 - UNIVERSITY PLACE CDA	152,023	138,838
8105 - 700 NORTH COMMUNITY DEVELOPMENT	39,627	36,569
8202 - ALPINE HIGHWAY ECONOMIC DEVELOPMENT PLAN	431,081	435,501
8203 - THANKSGIVING PARK EDA - LEHI	27,627	27,628
8204 - ALPINE HIGHWAY WEST ECONOMIC DEVELOPMENT PROJECT - LEHI	113,600	114,096
8205 - TRAVERSE MOUNTAIN CDA - LEHI	51,213	51,213
8206 - WEST TIMPANOGAS COMMUNITY DEVELOPMENT AREA	64,805	65,241
8251 - NORTH VALLEY REDEVELOPMENT PROJECT	86,998	84,835
8253 - EAST MAIN STREET REDEVELOPMENT PROJECT	15,996	14,517
8254 - EGG FARM ECONOMIC DEVELOPMENT PLAN	84,208	84,210
8255 - PATRIOT STATION COMMUNITY REINVESTMENT AREA - AMERICAN FORK	101,388	98,273
8256 - PATRIOT STATION COMMUNITY REINVESTMENT AREA - COUNTY	3,618	1,234
8310 - SIERRA BONITA CDA	7,973	7,973
8402 - PLEASANT GROVE GATEWAY COMMUNITY DEVELOPMENT AREA	48,638	42,043
8403 - 1300 WEST CDA	73,164	73,455
8404 - GROVE TOWER COMMUNITY REINVESTMENT PROJECT AREA	14,573	14,583
8450 - FRONTAGE ROAD NEIGHBORHOOD DEVELOPMENT PROJECT AREA	53,737	53,330
8601 - PARKSIDE COMMUNITY DEVELOPEMENT AREA - EAGLE MOUNTAIN	4,621	4,279
8603 - POLE CANYON COM	200	200
8604 - SWEETWATER #1 COMMUNITY REINVESTMENT AREA	290,581	269,410
8606 - SWEETWATER #1 - PHASE 2 - BLDG ONLY	534,349	525,931
8675 - GENEVA URBAN RENEWAL PROJECT	290,793	290,844
8676 - GENEVA URBAN RENEWAL PHASE II	83,363	81,785
8677 - GENEVA URBAN RENEWAL PHASE III	231,725	223,781
8678 - GENEVA URBAN RENEWAL PROJECT PHASE 4	50,827	42,587
9105 - 700 NORTH COMMUNITY DEVELOPMENT	25,675	25,256
9450 - FRONTAGE ROAD NEIGHBORHOOD DEVELOPMENT PROJECT AREA	14,782	14,782
9603 - POLE CANYON COMMUNITY REINVESTMENT AREA - EAGLE MT	55,824	56,387
9675 - GENEVA URBAN RENEWAL PROJECT	24,054	23,130
	<u>\$ 3,083,563</u>	<u>\$ 3,007,704</u>

III. Detailed Notes on All Activities and Funds (continued)

P. Commitments and agreements (continued)

Other commitments and agreements

In 2018, the County signed an agreement with Provo City whereby the County agrees to pay the City \$50,000 over a ten-year period for capital expenditures related to an ice sheet. The funding source for these payments is TRCC and/or TRT sales taxes.

The County is part of a cost-sharing agreement with Summit Creek Irrigation and Canal Company, Genola Town, Santaquin City, and Strawberry High Line Canal Company whereby the County agrees to pay \$28,910 over a twenty-five year period beginning in 2016.

In 2016, the County and Utah Transit Authority (Authority) entered into an interlocal agreement that requires the Authority to reimburse the County for all the costs (principal, interest, and cost of issuance) associated with the issuance of the Series 2016 Subordinated Transportation Sales Tax Revenue Bonds prior to December 31, 2028. In 2019, the County and the Authority entered into a separate interlocal agreement that requires the Authority to reimburse the County for any operational costs of the bus rapid transit system paid by the County on behalf of the Authority. At December 31, 2023, the Authority had made all contractually required payments to the County.

Q. Conduit debt

As allowed by federal and state laws and IRS regulations, Utah County has acted as a conduit for tax-exempt financing for various private entities located in the County. In all such cases, the bonds are secured by the facilities and equipment that were financed, and the bonds are payable solely from revenues of the companies for whom the bonds were issued. The County is not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the County's financial statements.

As of December 31, 2023, the following conduit debt obligations were outstanding for IHC Health Services (now known as Intermountain Health Care, Inc.) to finance hospitals:

III. Detailed Notes on All Activities and Funds (continued)

<u>Conduit Debt Issue</u>	<u>Issue Date</u>	<u>Final Maturity</u>	<u>Par Amount</u>	<u>Outstanding at 12/31/2023</u>
Hospital Revenue Bonds, Series 2014A	8/7/2014	2045	\$ 158,105,000	\$ 158,105,000
Variable Rate Hospital Bonds, Series 2014B	8/7/2014	2049	40,000,000	40,000,000
Variable Rate Hospital Bonds, Series 2014C	8/7/2014	2049	40,000,000	40,000,000
Hospital Revenue Refunding Bonds, Series 2016A	7/13/2016	2026	56,515,000	3,520,000
Hospital Revenue Bonds, Series 2016B	7/13/2016	2047	185,000,000	157,760,000
Variable Rate Hospital Bonds, Series 2016C	7/13/2016	2051	100,000,000	100,000,000
Variable Rate Hospital Bonds, Series 2016D	7/13/2016	2051	60,000,000	60,000,000
Variable Rate Hospital Bonds, Series 2016E	7/13/2016	2051	40,000,000	40,000,000
Hospital Revenue Bonds, Series 2018A	7/17/2018	2041	200,000,000	180,825,000
Hospital Revenue Bonds, Series 2018B-2	7/17/2018	2057	50,000,000	50,000,000
Hospital Revenue Bonds, Series 2018C	7/17/2018	2058	50,000,000	50,000,000
Hospital Revenue Bonds, Series 2020A	7/9/2020	2050	200,000,000	200,000,000
Hospital Revenue Bonds, Series 2020B-1	7/9/2020	2060	75,000,000	75,000,000
Hospital Revenue Bonds, Series 2020B-2	7/9/2020	2060	75,000,000	75,000,000
Total Conduit Debt - Intermountain Health Care			<u>\$ 1,329,620,000</u>	<u>\$ 1,230,210,000</u>

III. Detailed Notes on All Activities and Funds (continued)**Q. Conduit debt (continued)**

In addition to the above bonds, the Municipal Building Authority of Utah County, Utah acted as a conduit for Mountainland Applied Technology College for a fixed-rate bond. The bonds were issued on May 13, 2010 with a par amount of \$3.811 million and a maturity date of June 15, 2026. The amount of outstanding bonds as of December 31, 2023 is \$1,084,504.

R. Subsequent events

In May 2023, the Board of Utah County Commissioners approved an ordinance enacting a 0.2% County option sales and use tax to fund highways or a system for public transit as authorized by *Utah Code* Title 59, Chapter 12, Part 22. The sales tax is enacted effective January 1, 2024.

S. Change in reporting entity and restatement of net position/fund equity

The County previously reported Soldier Summit Special Service District (Soldier Summit) as a blended component unit. In March 2023, the Board of Utah County Commissioners approved a resolution reorganizing Soldier Summit as a local district. Due to the reorganization, Soldier Summit is no longer reported as a blended component unit of the County effective January 1, 2023. This change to the financial reporting entity resulted in the following restatements of beginning balances to net position and fund equity:

	12/31/2022 As previously reported	Change to the financial reporting entity	12/31/2022 As restated
Government-wide			
Governmental activities	\$ 724,904,464	\$ (331,629)	\$ 724,572,835
Governmental funds			
Major funds	\$ 349,663,368	\$ -	\$ 349,663,368
Nonmajor funds	39,251,328	(331,629)	38,919,699
Total governmental funds	\$ 388,914,696	\$ (331,629)	\$ 388,583,067

Required Supplementary Information



Sundance Mountain Resort, Provo Canyon

Photographer Credit: Wyatt Peterson, @wyattpetersonstudios (Instagram)
Photo courtesy of Utah Valley Convention & Visitors Bureau • Visit utahvalley.com

Schedule of Utah County's Proportionate Share of the Net Pension Liability (Asset)
Utah Retirement Systems (URS)
Last Ten Fiscal Years ⁽¹⁾
December 31, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Noncontributory System									
Proportion of the net pension liability (asset)	3.21%	3.36%	3.31%	3.38%	3.19%	3.11%	3.28%	3.20%	3.18%
Proportionate share of the net pension liability (asset)	\$5,491,776	\$(19,224,258)	\$1,697,810	\$12,756,920	\$23,521,614	\$13,643,291	\$21,033,186	\$18,120,296	\$13,803,555
Covered payroll	\$25,736,562	\$26,251,293	\$26,863,754	\$28,515,617	\$27,374,013	\$26,596,999	\$28,577,052	\$26,949,576	\$27,061,127
Proportionate share of the net pension liability (asset) as a percentage of covered payroll	21.34%	(73.23%)	6.32%	44.74%	85.93%	51.30%	73.60%	67.24%	51.00%
Plan fiduciary net position as a percentage of the total pension liability	97.50%	108.70%	99.20%	93.70%	87.00%	91.90%	87.30%	87.80%	90.20%
Contributory System									
Proportion of the net pension liability (asset)	0.29%	1.34%	2.32%	2.86%	2.59%	2.75%	2.86%	1.60%	1.36%
Proportionate share of the net pension liability (asset)	\$29,471	\$(971,489)	\$(416,277)	\$187,217	\$1,052,287	\$223,791	\$936,815	\$1,125,829	\$393,310
Covered payroll	\$39,516	\$197,104	\$383,134	\$511,894	\$485,345	\$558,048	\$685,070	\$682,507	\$730,686
Proportionate share of the net pension liability (asset) as a percentage of covered payroll	74.58%	(492.88%)	(108.65%)	36.57%	216.81%	40.10%	136.75%	164.95%	53.80%
Plan fiduciary net position as a percentage of the total pension liability	97.70%	115.90%	103.90%	98.60%	91.20%	98.20%	92.90%	85.70%	94.00%
Public Safety System									
Proportion of the net pension liability (asset)	20.56%	20.81%	21.75%	21.69%	20.40%	19.98%	20.50%	19.91%	19.59%
Proportionate share of the net pension liability (asset)	\$9,554,050	\$(7,453,552)	\$7,820,302	\$10,769,049	\$16,078,573	\$9,652,669	\$12,775,219	\$9,716,378	\$7,745,223
Covered payroll	\$15,663,353	\$14,015,719	\$14,439,758	\$14,501,460	\$13,429,139	\$13,260,890	\$14,058,214	\$12,731,406	\$12,246,827
Proportionate share of the net pension liability (asset) as a percentage of covered payroll	61.00%	(53.18%)	54.16%	74.26%	119.73%	72.79%	90.87%	76.32%	63.20%
Plan fiduciary net position as a percentage of the total pension liability	93.70%	105.10%	94.50%	91.70%	85.60%	90.50%	172.60%	87.60%	89.00%

⁽¹⁾ In accordance with GASB Statement No. 68 (paragraph 81.a), the County will need to disclose a 10-year history in this schedule. However, this schedule will be populated prospectively.

(continued on next page)

Schedule of Utah County’s Proportionate Share of the Net Pension Liability (Asset), continued
Utah Retirement Systems (URS)
Last Ten Fiscal Years ⁽¹⁾
 December 31, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015
<u>Tier 2 Public Employees System</u>									
Proportion of the net pension liability (asset)	0.90%	0.94%	0.84%	0.82%	0.75%	0.74%	0.71%	0.62%	0.51%
Proportionate share of the net pension liability (asset)	\$982,819	\$(398,159)	\$120,208	\$184,630	\$322,537	\$65,476	\$79,409	\$(1,362)	\$(15,515)
Covered payroll	\$19,700,257	\$17,457,138	\$13,363,146	\$11,406,277	\$8,789,822	\$7,269,736	\$5,837,928	\$4,031,816	\$2,511,911
Proportionate share of the net pension liability (asset) as a percentage of covered payroll	4.99%	(2.28%)	0.90%	1.62%	3.67%	0.90%	1.36%	(0.03%)	(0.60%)
Plan fiduciary net position as a percentage of the total pension liability	92.30%	103.80%	98.30%	96.50%	90.80%	97.40%	95.10%	100.20%	103.50%
<u>Tier 2 Public Safety and Firefighters System</u>									
Proportion of the net pension liability (asset)	2.23%	2.05%	2.09%	2.00%	1.68%	1.55%	1.28%	1.21%	1.09%
Proportionate share of the net pension liability (asset)	\$186,214	\$(103,666)	\$187,333	\$188,130	\$42,078	\$(17,953)	\$(11,073)	\$(17,634)	\$(16,108)
Covered payroll	\$6,867,676	\$4,904,781	\$4,145,297	\$3,296,342	\$2,245,923	\$1,637,523	\$1,053,894	\$718,350	\$450,257
Proportionate share of the net pension liability (asset) as a percentage of covered payroll	2.71%	(2.11%)	4.52%	5.71%	1.87%	(1.10%)	(1.05%)	(2.45%)	(3.60%)
Plan fiduciary net position as a percentage of the total pension liability	96.40%	102.80%	93.10%	89.60%	95.60%	103.00%	103.60%	110.70%	120.50%

⁽¹⁾In accordance with GASB Statement No. 68 (paragraph 81.a), the County will need to disclose a 10-year history in this schedule. However, this schedule will be populated prospectively.

Schedule of Contributions
Utah Retirement Systems (URS)
Last Ten Fiscal Years
 December 31, 2023

	As of Fiscal Year Ended December 31,	Contractually Required Contribution	Contributions in relation to the Contractually Required Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a percentage of Covered- Employee Payroll ⁽¹⁾
Noncontributory System	2014	\$ 4,812,841	\$ 4,812,841	\$ -	\$ 27,064,751	17.78%
	2015	4,961,885	4,961,885	-	26,948,474	18.41%
	2016	5,109,445	5,109,445	-	30,953,891	16.51%
	2017	4,758,689	4,758,689	-	26,612,212	17.88%
	2018	4,888,300	4,888,300	-	27,368,516	17.86%
	2019	5,074,811	5,074,811	-	29,052,846	17.47%
	2020	4,780,972	4,780,972	-	27,399,083	17.45%
	2021	4,679,377	4,679,377	-	26,407,531	17.72%
	2022	4,545,717	4,545,717	-	26,324,713	17.27%
	2023	4,616,940	4,616,940	-	26,852,677	17.19%
Contributory System	2014	\$ 101,179	\$ 101,179	\$ -	\$ 730,686	13.85%
	2015	98,690	98,690	-	682,507	14.46%
	2016	99,061	99,061	-	685,070	14.46%
	2017	80,842	80,842	-	559,072	14.46%
	2018	70,182	70,182	-	485,345	14.46%
	2019	74,020	74,020	-	511,446	14.47%
	2020	55,402	55,402	-	387,838	14.28%
	2021	28,502	28,502	-	197,104	14.46%
	2022	5,714	5,714	-	39,516	14.46%
	2023	-	-	-	-	-%
Public Safety System	2014	\$ 3,917,564	\$ 3,917,564	\$ -	\$ 12,246,827	31.99%
	2015	4,068,717	4,068,717	-	12,731,406	31.96%
	2016	4,279,058	4,279,058	-	14,370,641	29.78%
	2017	4,047,466	4,047,466	-	13,263,425	30.52%
	2018	4,112,470	4,112,470	-	13,432,904	30.61%
	2019	4,481,126	4,481,126	-	14,541,997	30.82%
	2020	4,486,310	4,486,310	-	14,458,449	31.03%
	2021	4,315,306	4,315,306	-	14,106,155	30.59%
	2022	4,811,721	4,811,721	-	15,778,962	30.49%
	2023	5,080,123	5,080,123	-	16,796,845	30.24%
Tier 2 Public Employees System *	2014	\$ 364,776	\$ 364,776	\$ -	\$ 2,518,467	14.48%
	2015	605,017	605,017	-	4,061,598	14.90%
	2016	874,279	874,279	-	5,864,519	14.91%
	2017	1,098,190	1,098,190	-	7,346,632	14.95%
	2018	1,366,205	1,366,205	-	8,910,468	15.33%
	2019	1,782,739	1,782,739	-	11,003,164	16.20%

(continued on next page)

Schedule of Contributions, continued
Utah Retirement Systems (URS)
Last Ten Fiscal Years
 December 31, 2023

	As of Fiscal Year Ended December 31,	Contractually Required Contribution	Contributions in relation to the Contractually Required Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a percentage of Covered- Employee Payroll ⁽¹⁾
Tier 2 Public Employees System *	2020	2,150,496	2,150,496	-	13,519,434	15.91%
	2021	2,824,259	2,824,259	-	17,640,722	16.01%
	2022	3,173,075	3,173,075	-	19,753,366	16.06%
	2023	3,617,744	3,617,744	-	22,597,642	16.01%
Tier 2 Public Safety and Firefighter System *	2014	\$ 92,171	\$ 92,171	\$ -	\$ 450,257	20.47%
	2015	146,795	146,795	-	719,203	20.41%
	2016	214,472	214,472	-	1,073,819	19.97%
	2017	332,806	332,806	-	1,635,522	20.35%
	2018	465,481	465,481	-	2,249,304	20.69%
	2019	688,806	688,806	-	3,293,772	20.91%
	2020	930,212	930,212	-	4,151,623	22.41%
	2021	1,172,870	1,172,870	-	4,947,119	23.71%
	2022	1,631,134	1,631,134	-	6,875,629	23.72%
	2023	2,143,067	2,143,067	-	9,032,197	23.73%
Tier 2 Public Employees DC Only System *	2014	\$ 31,110	\$ 31,110	\$ -	\$ 506,931	6.14%
	2015	38,653	38,653	-	576,630	6.70%
	2016	65,847	65,847	-	1,425,622	4.62%
	2017	86,299	86,299	-	1,744,866	4.95%
	2018	116,484	116,484	-	1,740,654	6.69%
	2019	172,920	172,920	-	3,781,578	4.57%
	2020	236,510	236,510	-	5,425,496	4.36%
	2021	295,633	295,633	-	6,471,456	4.57%
	2022	327,846	327,846	-	7,794,178	4.21%
	2023	368,376	368,376	-	8,293,973	4.44%
Tier 2 Public Safety and Firefighter DC Only System *	2014	\$ 3,236	\$ 3,236	\$ -	\$ 33,457	9.67%
	2015	5,437	5,437	-	55,938	9.72%
	2016	9,921	9,921	-	104,447	9.50%
	2017	14,171	14,171	-	145,795	9.72%
	2018	19,306	19,306	-	198,338	9.73%
	2019	30,189	30,189	-	309,944	9.74%
	2020	41,214	41,214	-	423,134	9.74%
	2021	59,656	59,656	-	612,472	9.74%
	2022	92,752	92,752	-	952,261	9.74%
	2023	108,316	108,316	-	1,112,048	9.74%

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Schedule of Contributions, continued
Utah Retirement Systems (URS)
Last Ten Fiscal Years
December 31, 2023

	As of Fiscal Year Ended December 31,	Contractually Required Contribution	Contributions in relation to the Contractually Required Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a percentage of Covered- Employee Payroll ⁽⁴⁾
Total	2014	\$ 9,322,877	\$ 9,322,877	-	\$ 43,551,376	21.41%
	2015	9,925,194	9,925,194	-	45,775,756	21.68%
	2016	10,652,083	10,652,083	-	54,478,009	19.55%
	2017	10,418,463	10,418,463	-	51,307,524	20.31%
	2018	11,038,428	11,038,428	-	54,385,529	20.30%
	2019	12,304,611	12,304,611	-	62,494,747	19.69%
	2020	12,681,116	12,681,116	-	65,765,057	19.28%
	2021	13,375,603	13,375,603	-	70,382,559	19.00%
	2022	14,587,959	14,587,959	-	77,518,625	18.82%
	2023	15,934,566	15,934,566	-	84,685,382	18.82%

* Contributions in Tier 2 include an amortization rate to help fund the underfunded liabilities in the Tier 1 systems. Tier 2 systems were created July 1, 2011.

⁽⁴⁾ Contributions as a percentage of covered payroll may be different than the Board-certified rate due to rounding or other administrative practices.

Schedule of Changes in Utah County's Total OPEB Liability and Related Ratios

Last Ten Fiscal Years*

December 31, 2023

	2023	2022	2021	2020	2019	2018
Total OPEB Liability						
Service cost	\$ 317,638	\$ 451,078	\$ 457,533	\$ 639,160	\$ 560,008	\$ 667,032
Interest	285,246	190,606	180,277	351,899	414,505	366,725
Differences between expected and actual experience	(113,084)	70,290	(150,601)	(1,543,296)	(357,207)	(217,477)
Change of benefit terms	(37,796)	(712)	-	-	-	171,326
Changes in assumptions	104,719	(1,979,460)	(89,051)	(1,025,759)	671,712	(817,586)
Benefit payments **	(490,754)	(415,103)	(432,861)	(626,775)	(689,334)	(589,306)
Net change in total OPEB liability	\$ 65,969	\$ (1,683,301)	\$ (34,703)	\$ (2,204,771)	\$ 599,684	\$ (419,286)
Total OPEB liability - beginning, January 1	6,543,375	8,226,676	8,261,379	10,466,150	9,866,466	10,285,752
Total OPEB liability - ending, December 31	<u>\$ 6,609,344</u>	<u>\$ 6,543,375</u>	<u>\$ 8,226,676</u>	<u>\$ 8,261,379</u>	<u>\$ 10,466,150</u>	<u>\$ 9,866,466</u>
Plan Fiduciary Net Position						
Contributions - employer	\$ 490,754	\$ 415,103	\$ 432,861	\$ 626,775	\$ 689,334	\$ 589,306
Contributions - active employees	-	-	-	-	-	-
Net investment income	-	-	-	-	-	-
Benefit payments	(490,754)	(415,103)	(432,861)	(626,775)	(689,334)	(589,306)
Trust administrative expenses	-	-	-	-	-	-
Net change in plan fiduciary net position	-	-	-	-	-	-
Plan fiduciary net position - beginning, January 1	-	-	-	-	-	-
Plan fiduciary net position - ending, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Plan fiduciary net position as a percentage of the plan total OPEB liability	-%	-%	-%	-%	-%	-%
Covered employee payroll	\$ 83,455,154	\$ 74,145,216	\$ 62,068,190	\$ 60,702,386	\$ 58,172,505	\$ 56,892,425
Total OPEB liability as a percentage of covered employee payroll	7.9%	8.8%	13.3%	13.6%	18.0%	17.30%

* In accordance with GASB Statement No. 75, the County will need to disclose a 10-year history in this schedule. However, this schedule will be populated prospectively.

** Actual employer contributions and benefit payments are not provided. Expected employer contributions and benefit payments are shown.

Notes to Required Supplementary Information

December 31, 2023

Utah Retirement Systems Pensions

Changes in assumptions

No changes were made in actuarial assumptions from the prior year's valuation.

Other Postemployment Benefits (OPEB)

Change of benefit terms

There have been one substantive plan provision changes since the last full valuation, which was for the fiscal year ending December 31, 2022. In 2024, the Board of County Commissioners approved a plan change that the County will pay surviving spouses 20% of the employee's monthly income (down from 30%). If the surviving spouse has an unmarried child under 21, they will receive 30% (down from 40%) of the employee's monthly income. This change has resulted in a slight decrease in liabilities.

Changes in assumptions

Health care trend rates have been updated to an initial rate of 8.0% for pre-65 and 6.5% for post-65 decreasing to an ultimate rate of 4.5%. The cost-of-living adjustment for the spousal income benefits is now assumed to not increase each year. The net impact of these changes caused a slight decrease in liabilities.

The discount rate as of the Measurement Date has been updated based on a yield for 20-year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). The discount rate is 4.31% as of December 31, 2022 and 4.00% as of December 31, 2023. The impact of this change is an increase in liabilities.

Tier 2 Public Safety retirement rates were updated based on the latest URS report as of January 1, 2023. The impact of this change is a slight increase in liabilities.

Additionally, actual premium changes and per capita claims costs were reflected, resulting in a decrease in liabilities. The updated census data resulted in an increase in liabilities.



Combining and Individual Fund Financial Statements and Schedules



SCERA Shell Outdoor Theatre, Orem

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Combining Balance Sheet
Nonmajor Governmental Funds
 December 31, 2023

	Special Revenue Funds			
	Municipal Bldg Authority	Service Area 6	Service Area 7	Service Area 8
Assets:				
Cash and investments	\$ -	\$ 3,678,063	\$ 1,478,500	\$ 1,522,986
Receivables	-	-	1,004	14,185
Tax receivables	-	480,542	118,881	107,326
Lease receivable	-	-	-	-
Due from other funds	-	-	-	-
Prepaid items	-	-	120,067	-
Total assets	\$ -	\$ 4,158,605	\$ 1,718,452	\$ 1,644,497
Liabilities:				
Accounts payable	\$ -	\$ 6,689	\$ 85	\$ 5,641
Accrued liabilities	-	29,514	5,250	22,461
Compensated absences	-	-	22,974	71,017
Deposits payable	-	-	-	150,141
Due to other funds	-	-	-	-
Unearned revenues	-	1,773	662	396
Total liabilities	-	37,976	28,971	249,656
Deferred inflows of resources:				
Unavailable revenue-property taxes	-	187,866	46,999	41,947
Total deferred inflows of resources	-	187,866	46,999	41,947
Fund balances (deficits):				
Restricted:				
Transient room tax	-	-	-	-
Assessing and collecting	-	-	-	-
Recorder services	-	-	-	-
Special service areas/districts	-	3,932,763	1,642,482	1,352,894
Committed:				
Public health and welfare	-	-	-	-
Public safety	-	-	-	-
Total fund balances (deficits)	-	3,932,763	1,642,482	1,352,894
Total liabilities, deferred inflows of resources, and fund balances (deficits)	\$ -	\$ 4,158,605	\$ 1,718,452	\$ 1,644,497

(continued)

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

Combining Balance Sheet
Nonmajor Governmental Funds
 December 31, 2023

	Special Revenue Funds			
	Utah Valley			
	Road Special			
	Service Area	Service	Children's	Jail Inmate
	9	District	Justice	Benefit
Assets:				
Cash and investments	\$ 153,789	\$ 1,890,158	\$ 289	\$ 1,235,603
Receivables	-	155	595,419	41,113
Tax receivables	23,104	-	-	-
Lease receivable	-	-	-	-
Due from other funds	-	-	-	-
Prepaid items	-	-	15,000	-
Total assets	\$ 176,893	\$ 1,890,313	\$ 610,708	\$ 1,276,716
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 9,349	\$ 16,646
Accrued liabilities	-	-	39,990	6,935
Compensated absences	-	-	-	2,964
Deposits payable	-	-	-	-
Due to other funds	-	-	148,000	-
Unearned revenues	13	1,824,192	44,658	-
Total liabilities	13	1,824,192	241,997	26,545
Deferred inflows of resources:				
Unavailable revenue-property taxes	8,762	-	-	-
Total deferred inflows of resources	8,762	-	-	-
Fund balances (deficits):				
Restricted:				
Transient room tax	-	-	-	-
Assessing and collecting	-	-	-	-
Recorder services	-	-	-	-
Special service areas/districts	168,118	66,121	-	-
Committed:				
Public health and welfare	-	-	368,711	-
Public safety	-	-	-	1,250,171
Total fund balances (deficits)	168,118	66,121	368,711	1,250,171
Total liabilities, deferred inflows of resources, and fund balances (deficits)	\$ 176,893	\$ 1,890,313	\$ 610,708	\$ 1,276,716

(continued)

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

Combining Balance Sheet
Nonmajor Governmental Funds
 December 31, 2023

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Contract Law Enforcement	Transient Room Tax	Assessing & Collecting	
Assets:				
Cash and investments	\$ 1,168	\$ 5,356,256	\$ 20,412,620	\$ 35,729,432
Receivables	1,000,783	-	1,557	1,654,216
Tax receivables	-	884,489	2,221,150	3,835,492
Lease receivable	-	-	-	-
Due from other funds	-	-	-	-
Prepaid items	-	168,435	7,063	310,565
Total assets	\$ 1,001,951	\$ 6,409,180	\$ 22,642,390	\$ 41,529,705
Liabilities:				
Accounts payable	\$ 32,310	\$ -	\$ 145,243	\$ 215,963
Accrued liabilities	153,342	-	119,274	376,766
Compensated absences	-	-	407,056	504,011
Deposits payable	-	-	-	150,141
Due to other funds	773,000	-	-	921,000
Unearned revenues	298	-	5,564	1,877,556
Total liabilities	958,950	-	677,137	4,045,437
Deferred inflows of resources:				
Unavailable revenue-property taxes	-	-	593,726	879,300
Total deferred inflows of resources	-	-	593,726	879,300
Fund balances (deficits):				
Restricted:				
Transient room tax	-	6,409,180	-	6,409,180
Assessing and collecting	-	-	7,138,784	7,138,784
Recorder services	-	-	14,232,743	14,232,743
Special service areas/districts	-	-	-	7,162,378
Committed:				
Public health and welfare	-	-	-	368,711
Public safety	43,001	-	-	1,293,172
Total fund balances (deficits)	43,001	6,409,180	21,371,527	36,604,968
Total liabilities, deferred inflows of resources, and fund balances (deficits)	\$ 1,001,951	\$ 6,409,180	\$ 22,642,390	\$ 41,529,705

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

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds

For the Year Ended December 31, 2023

	Special Revenue Funds			
	Municipal Bldg Authority	Service Area 6	Service Area 7	Service Area 8
Revenues:				
Property taxes	\$ -	\$ 2,397,014	\$ 542,699	\$ 535,467
Licenses and permits	-	-	26,576	245,367
Intergovernmental	31,897	-	-	-
Charges for services	-	-	32,581	89,238
Fines and forfeitures	-	-	-	43,612
Investment earnings	-	587,260	100,617	108,217
Payments in lieu of taxes	-	908,705	-	203,004
Miscellaneous	335,832	-	-	18,764
Total revenues	<u>367,729</u>	<u>3,892,979</u>	<u>702,473</u>	<u>1,243,669</u>
Expenditures:				
Current:				
General government	367,764	-	-	1,427,131
Public safety	-	8,411,308	933,590	-
Capital outlay:				
Total expenditures	<u>367,764</u>	<u>8,411,308</u>	<u>933,590</u>	<u>1,427,131</u>
Excess/(deficiency) of revenues over/(under) expenditures	<u>(35)</u>	<u>(4,518,329)</u>	<u>(231,117)</u>	<u>(183,462)</u>
Other financing sources/(uses):				
Transfers in	35	-	192,480	-
Sale of general capital assets	-	-	15,400	-
Total other financing sources/(uses)	<u>35</u>	<u>-</u>	<u>207,880</u>	<u>-</u>
Net change in fund balance	-	(4,518,329)	(23,237)	(183,462)
Fund balances - beginning	-	<u>8,451,092</u>	<u>1,665,719</u>	<u>1,536,356</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 3,932,763</u>	<u>\$ 1,642,482</u>	<u>\$ 1,352,894</u>

(continued)

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

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
 For the Year Ended December 31, 2023

	Special Revenue Funds			
	Service Area 9	Utah Valley Road SSD	Children's Justice	Jail Inmate Benefit
Revenues:				
Property taxes	\$ 131,355	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental	-	-	1,614,379	-
Charges for services	-	-	208,651	370,915
Fines and forfeitures	-	-	-	-
Investment earnings	6,369	131,679	-	85,722
Fees	-	-	-	-
Payments in lieu of taxes	114,776	-	-	-
Miscellaneous	-	-	76,561	-
Total revenues	252,500	131,679	1,899,591	456,637
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	26	-	-	325,267
Public health and welfare	-	-	2,521,184	-
Roads and public improvements	-	171,383	-	-
Capital outlay:				
General government	-	-	-	-
Public safety	-	-	-	-
Public health and welfare	-	-	-	-
Total expenditures	26	171,383	2,521,184	325,267
Excess/(deficiency) of revenues over/(under) expenditures	252,474	(39,704)	(621,593)	131,370
Other financing sources/(uses):				
Transfers in	-	-	727,124	-
Transfers out	(192,480)	-	-	-
Initiation of lease obligation or subscription-based arrangement	-	-	-	-
Sale of general capital assets	-	-	-	-
Insurance recoveries	-	-	-	-
Total other financing sources/(uses)	(192,480)	-	727,124	-
Net change in fund balance	59,994	(39,704)	105,531	131,370
Fund balances - beginning	108,124	105,825	263,180	1,118,801
Fund balances - ending	\$ 168,118	\$ 66,121	\$ 368,711	\$ 1,250,171

(continued)

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

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
 For the Year Ended December 31, 2023

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Contract Law	Transient	Assessing &	
	Enforcement	Room Tax	Collecting	
Revenues:				
Property taxes	\$ -	\$ -	\$ 11,432,832	\$ 15,039,367
Sales taxes	-	6,415,961	-	6,415,961
Licenses and permits	-	-	-	271,943
Intergovernmental	-	-	-	1,646,276
Charges for services	8,136,301	-	3,403,617	12,241,303
Fines and forfeitures	-	-	-	43,612
Investment earnings	-	342,249	1,282,069	2,644,182
Fees	-	-	-	-
Payments in lieu of taxes	-	-	132,844	1,359,329
Miscellaneous	285	12,201	462,316	905,959
Total revenues	8,136,586	6,770,411	16,713,678	40,567,932
Expenditures:				
Current:				
General government	-	2,651,386	15,625,370	20,071,651
Public safety	8,532,098	-	-	18,202,289
Public health and welfare	-	-	-	2,521,184
Roads and public improvements	-	-	-	171,383
Capital outlay:				
General government	-	-	1,095,888	1,095,888
Public safety	-	-	-	-
Public health and welfare	-	-	-	-
Total expenditures	8,532,098	2,651,386	16,721,258	42,062,395
Excess/(deficiency) of revenues over/(under) expenditures	(395,512)	4,119,025	(7,580)	(1,494,463)
Other financing sources/(uses):				
Transfers in	154,072	-	-	1,073,711
Transfers out	-	(2,115,947)	-	(2,308,427)
Initiation of lease obligation or subscription-based arrangement	-	-	157,608	157,608
Sale of general capital assets	231,816	-	-	247,216
Insurance recoveries	9,624	-	-	9,624
Total other financing sources/(uses)	395,512	(2,115,947)	157,608	(820,268)
Net change in fund balance	-	2,003,078	150,028	(2,314,731)
Fund balances - beginning	43,001	4,406,102	21,221,499	38,919,699
Fund balances - ending	\$ 43,001	\$ 6,409,180	\$ 21,371,527	\$ 36,604,968

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

**Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Debt Service Fund**

For the Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	3,375,300	3,375,300	3,511,857	136,557
Investment earnings	-	-	56,278	56,278
Miscellaneous	-	-	-	-
Total revenues	<u>3,375,300</u>	<u>3,375,300</u>	<u>3,568,135</u>	<u>192,835</u>
Expenditures:				
Debt service:				
Principal	8,795,000	8,795,000	8,620,000	175,000
Interest	7,492,070	7,492,070	7,385,349	106,721
Fiscal charges	28,100	28,100	16,000	12,100
Total expenditures	<u>16,315,170</u>	<u>16,315,170</u>	<u>16,021,349</u>	<u>293,821</u>
Excess (deficiency) of revenues over expenditures	(12,939,870)	(12,939,870)	(12,453,214)	486,656
Other financing sources (uses):				
Transfers in	12,939,870	12,939,870	12,465,513	(474,357)
Total other financing sources (uses)	<u>12,939,870</u>	<u>12,939,870</u>	<u>12,465,513</u>	<u>(474,357)</u>
Net change in fund balance	-	-	12,299	12,299
Fund balance - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,299</u>	<u>\$ 12,299</u>

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Capital Projects Fund

For the Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ -	\$ -	\$ 934,760	\$ 934,760
Intergovernmental	-	2,500,000	1,803,067	(696,933)
Investment earnings	-	-	5,244,114	5,244,114
Total revenues	-	2,500,000	7,981,941	5,481,941
Expenditures:				
Operating expenses:				
Materials, supplies, services	48,760,120	38,051,119	183,668	37,867,451
Capital outlay:				
General government	-	3,382,882	3,221,189	161,693
Public safety	-	12,258,790	2,021,303	10,237,487
Roads and public improvements	-	6,567,329	1,157,601	5,409,728
Total expenditures	48,760,120	60,260,120	6,583,761	53,676,359
Excess (deficiency) of revenues over expenditures	(48,760,120)	(57,760,120)	1,398,180	59,158,300
Other financing sources (uses):				
Transfers in	-	9,000,000	25,000,000	16,000,000
Transfers out	-	-	(368,832)	(368,832)
Total other financing sources (uses)	-	9,000,000	24,631,168	15,631,168
Net change in fund balance*	(48,760,120)	(48,760,120)	26,029,348	74,789,468
Fund balance - beginning	67,596,952	67,596,952	67,596,952	-
Fund balance - ending	<u>\$ 18,836,832</u>	<u>\$ 18,836,832</u>	<u>\$ 93,626,300</u>	<u>\$ 74,789,468</u>

*The net change in fund balance was included in the budget as an appropriation (i.e., spenddown) of fund balance.

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Municipal Building Authority - Special Revenue Fund
 For the Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 49,500	\$ 31,897	\$ (17,603)
Miscellaneous	335,830	335,830	335,832	(2)
Total revenues	<u>335,830</u>	<u>385,330</u>	<u>367,729</u>	<u>(17,601)</u>
Expenditures:				
Materials, supplies, and services	500	500	35	465
Contributions to other governmental agencies	335,830	385,330	367,729	17,601
Total expenditures	<u>336,330</u>	<u>385,830</u>	<u>367,764</u>	<u>18,066</u>
Excess (deficiency) of revenues over expenditures	(500)	(500)	(35)	465
Other financing sources (uses):				
Transfers in	500	500	35	(465)
Total other financing sources (uses)	<u>500</u>	<u>500</u>	<u>35</u>	<u>(465)</u>
Net change in fund balance	-	-	-	-
Fund balance - beginning	-	-	-	-
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Utah County Special Service Area No. 6 - Special Revenue Fund
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 2,324,500	\$ 2,324,500	\$ 2,397,014	\$ 72,514
Charges for services	-	-	-	-
Investment earnings	-	-	587,260	587,260
Payments in lieu of taxes	800,000	800,000	908,705	108,705
Miscellaneous	-	-	-	-
Total revenues	3,124,500	3,124,500	3,892,979	768,479
Expenditures:				
Personnel services	1,418,440	1,467,154	-	1,467,154
Materials, supplies, and services	1,706,060	1,657,346	8,411,308	(6,753,962)
Total expenditures	3,124,500	3,124,500	8,411,308	(5,286,808)
Excess (deficiency) of revenues over expenditures	-	-	(4,518,329)	(4,518,329)
Other financing sources (uses):				
Transfers out	-	(6,000,000)	-	6,000,000
Total other financing sources (uses)	-	(6,000,000)	-	6,000,000
Net change in fund balance*	-	(6,000,000)	(4,518,329)	1,481,671
Fund balance - beginning	8,451,092	8,451,092	8,451,092	-
Fund balance - ending	\$ 8,451,092	\$ 2,451,092	\$ 3,932,763	\$ 1,481,671

*The net change in fund balance was included in the budget as an appropriation (i.e., spenddown) of fund balance.

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Utah County Special Service Area No. 7 - Special Revenue Fund
 For the Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 521,000	\$ 521,000	\$ 542,699	\$ 21,699
Licenses and permits	20,700	20,700	26,576	5,876
Charges for services	30,500	30,500	32,581	2,081
Investment earnings	-	-	100,617	100,617
Miscellaneous	-	-	-	-
Total revenues	<u>572,200</u>	<u>572,200</u>	<u>702,473</u>	<u>130,273</u>
Expenditures:				
Personnel services	267,610	278,434	268,728	9,706
Materials, supplies, and services	189,180	178,356	110,605	67,751
Contributions to other governmental agencies	700,000	700,000	554,257	145,743
Total expenditures	<u>1,156,790</u>	<u>1,156,790</u>	<u>933,590</u>	<u>223,200</u>
Excess (deficiency) of revenues over expenditures	(584,590)	(584,590)	(231,117)	353,473
Other financing sources (uses):				
Transfers in	192,480	192,480	192,480	-
Sale of general capital assets	-	-	15,400	15,400
Total other financing sources (uses)	<u>192,480</u>	<u>192,480</u>	<u>207,880</u>	<u>15,400</u>
Net change in fund balance*	(392,110)	(392,110)	(23,237)	368,873
Fund balance - beginning	<u>1,665,719</u>	<u>1,665,719</u>	<u>1,665,719</u>	-
Fund balance - ending	<u>\$ 1,273,609</u>	<u>\$ 1,273,609</u>	<u>\$ 1,642,482</u>	<u>\$ 368,873</u>

*The net change in fund balance was included in the budget as an appropriation (i.e., spenddown) of fund balance.

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Utah County Special Service Area No. 8 - Special Revenue Fund
For the Year Ended December 31, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property taxes	\$ 508,000	\$ 508,000	\$ 535,467	\$ 27,467
Licenses and permits	232,300	232,300	245,367	13,067
Charges for services	75,950	75,950	89,238	13,288
Fines and forfeitures	33,900	33,900	43,612	9,712
Investment earnings	-	87,000	108,217	21,217
Payments in lieu of taxes	175,000	203,000	203,004	4
Miscellaneous	-	-	18,764	18,764
Total revenues	<u>1,025,150</u>	<u>1,140,150</u>	<u>1,243,669</u>	<u>103,519</u>
Expenditures:				
Personnel services	1,059,860	1,088,968	1,102,147	(13,179)
Materials, supplies, and services	372,580	458,472	324,984	133,488
Contributions to other governmental agencies	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>1,432,440</u>	<u>1,547,440</u>	<u>1,427,131</u>	<u>120,309</u>
Excess (deficiency) of revenues over expenditures	(407,290)	(407,290)	(183,462)	223,828
Other financing sources (uses):				
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance*	(407,290)	(407,290)	(183,462)	223,828
Fund balance - beginning	<u>1,536,356</u>	<u>1,536,356</u>	<u>1,536,356</u>	<u>-</u>
Fund balance - ending	<u>\$ 1,129,066</u>	<u>\$ 1,129,066</u>	<u>\$ 1,352,894</u>	<u>\$ 223,828</u>

*The net change in fund balance was included in the budget as an appropriation (i.e., spenddown) of fund balance.

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Utah County Special Service Area No. 9 - Special Revenue Fund
 For the Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 122,200	\$ 122,200	\$ 131,355	\$ 9,155
Investment earnings	-	-	6,369	6,369
Payments in lieu of taxes	75,000	75,000	114,776	39,776
Total revenues	<u>197,200</u>	<u>197,200</u>	<u>252,500</u>	<u>55,300</u>
Expenditures:				
Materials, supplies, and services	4,720	4,720	26	4,694
Total expenditures	<u>4,720</u>	<u>4,720</u>	<u>26</u>	<u>4,694</u>
Excess (deficiency) of revenues over expenditures	192,480	192,480	252,474	59,994
Other financing sources (uses):				
Transfers out	(192,480)	(192,480)	(192,480)	-
Total other financing sources (uses)	<u>(192,480)</u>	<u>(192,480)</u>	<u>(192,480)</u>	<u>-</u>
Net change in fund balance	-	-	59,994	59,994
Fund balance - beginning	108,124	108,124	108,124	-
Fund balance - ending	<u>\$ 108,124</u>	<u>\$ 108,124</u>	<u>\$ 168,118</u>	<u>\$ 59,994</u>

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Utah Valley Road Special Service District - Special Revenue Fund
For the Year Ended December 31, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 1,446,570	\$ 1,446,570	\$ -	\$ (1,446,570)
Investment earnings	-	-	131,679	131,679
Total revenues	<u>1,446,570</u>	<u>1,446,570</u>	<u>131,679</u>	<u>(1,314,891)</u>
Expenditures:				
Materials, supplies, and services	1,446,570	1,446,570	171,383	1,275,187
Total expenditures	<u>1,446,570</u>	<u>1,446,570</u>	<u>171,383</u>	<u>1,275,187</u>
Excess (deficiency) of revenues over expenditures	-	-	(39,704)	(39,704)
Other financing sources (uses):				
Transfers in	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	(39,704)	(39,704)
Fund balance - beginning	<u>105,825</u>	<u>105,825</u>	<u>105,825</u>	<u>-</u>
Fund balance - ending	<u>\$ 105,825</u>	<u>\$ 105,825</u>	<u>\$ 66,121</u>	<u>\$ (39,704)</u>

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Children’s Justice Center - Special Revenue Fund
 For the Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,910,620	\$ 2,143,120	\$ 1,614,379	\$ (528,741)
Charges for services	112,520	112,520	208,651	96,131
Miscellaneous	373,660	141,160	76,561	(64,599)
Total revenues	<u>2,396,800</u>	<u>2,396,800</u>	<u>1,899,591</u>	<u>(497,209)</u>
Expenditures:				
Personnel services	2,417,800	2,518,050	2,063,128	454,922
Materials, supplies, and services	860,690	720,126	458,056	262,070
Capital outlay	-	40,314	-	40,314
Total expenditures	<u>3,278,490</u>	<u>3,278,490</u>	<u>2,521,184</u>	<u>757,306</u>
Excess (deficiency) of revenues over expenditures	(881,690)	(881,690)	(621,593)	260,097
Other financing sources (uses):				
Transfers in	881,690	881,690	727,124	(154,566)
Total other financing sources (uses)	<u>881,690</u>	<u>881,690</u>	<u>727,124</u>	<u>(154,566)</u>
Net change in fund balance	-	-	105,531	105,531
Fund balance - beginning	<u>263,180</u>	<u>263,180</u>	<u>263,180</u>	<u>-</u>
Fund balance - ending	<u>\$ 263,180</u>	<u>\$ 263,180</u>	<u>\$ 368,711</u>	<u>\$ 105,531</u>

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Inmate Benefit - Special Revenue Fund
For the Year Ended December 31, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 304,700	\$ 304,700	\$ 370,915	\$ 66,215
Investment earnings	-	-	85,722	85,722
Miscellaneous	-	-	-	-
Total revenues	<u>304,700</u>	<u>304,700</u>	<u>456,637</u>	<u>151,937</u>
Expenditures:				
Personnel services	402,770	406,060	260,875	145,185
Materials, supplies, and services	86,960	83,670	64,392	19,278
Capital outlay	-	-	-	-
Total expenditures	<u>489,730</u>	<u>489,730</u>	<u>325,267</u>	<u>164,463</u>
Excess (deficiency) of revenues over expenditures	(185,030)	(185,030)	131,370	316,400
Other financing sources (uses):				
Sale of general capital assets	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance*	(185,030)	(185,030)	131,370	316,400
Fund balance - beginning	<u>1,118,801</u>	<u>1,118,801</u>	<u>1,118,801</u>	<u>-</u>
Fund balance - ending	<u>\$ 933,771</u>	<u>\$ 933,771</u>	<u>\$ 1,250,171</u>	<u>\$ 316,400</u>

*The net change in fund balance was included in the budget as an appropriation (i.e., spenddown) of fund balance.

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Contract Law Enforcement - Special Revenue Fund
 For the Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Charges for services	\$ 9,459,510	\$ 9,459,510	\$ 8,136,301	\$ (1,323,209)
Miscellaneous	-	-	285	(285)
Total revenues	<u>9,459,510</u>	<u>9,459,510</u>	<u>8,136,586</u>	<u>(1,322,924)</u>
Expenditures:				
Personnel services	5,985,890	6,158,986	6,277,785	(118,799)
Materials, supplies, and services	3,655,840	3,482,744	2,254,313	1,228,431
Total expenditures	<u>9,641,730</u>	<u>9,641,730</u>	<u>8,532,098</u>	<u>1,109,632</u>
Excess (deficiency) of revenues over expenditures	(182,220)	(182,220)	(395,512)	(213,292)
Other financing sources (uses):				
Transfers in	182,220	182,220	154,072	(28,148)
Sale of general capital assets	-	-	231,816	231,816
Insurance recoveries	-	-	9,624	9,624
Total other financing sources (uses)	<u>182,220</u>	<u>182,220</u>	<u>395,512</u>	<u>213,292</u>
Net change in fund balance	-	-	-	-
Fund balance - beginning	<u>43,001</u>	<u>43,001</u>	<u>43,001</u>	<u>-</u>
Fund balance - ending	<u>\$ 43,001</u>	<u>\$ 43,001</u>	<u>\$ 43,001</u>	<u>\$ -</u>

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Transient Room Tax (TRT) - Special Revenue Fund
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Sales taxes	\$ 6,338,000	\$ 6,338,000	\$ 6,415,961	\$ 77,961
Investment earnings	-	-	342,249	342,249
Miscellaneous	-	-	12,201	12,201
Total revenues	6,338,000	6,338,000	6,770,411	432,411
Expenditures:				
Materials, supplies, and services	4,227,710	3,726,890	2,324,261	1,402,629
Contributions to other governmental agencies	327,500	828,320	327,125	501,195
Total expenditures	4,555,210	4,555,210	2,651,386	1,903,824
Excess (deficiency) of revenues over expenditures	1,782,790	1,782,790	4,119,025	2,336,235
Other financing sources (uses):				
Transfers out	(2,120,600)	(2,120,600)	(2,115,947)	4,653
Total other financing sources (uses)	(2,120,600)	(2,120,600)	(2,115,947)	4,653
Net change in fund balance*	(337,810)	(337,810)	2,003,078	2,340,888
Fund balance - beginning	4,406,102	4,406,102	4,406,102	-
Fund balance - ending	\$ 4,068,292	\$ 4,068,292	\$ 6,409,180	\$ 2,340,888

*The net change in fund balance was included in the budget as an appropriation (i.e., spenddown) of fund balance.

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Assessing and Collecting - Special Revenue Fund
 For the Year Ended December 31, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 10,575,800	\$ 10,575,800	\$ 11,432,832	\$ 857,032
Charges for services	5,127,840	5,127,840	3,403,617	(1,724,223)
Investment earnings	-	-	1,282,069	1,282,069
Payments in lieu of taxes	100,000	100,000	132,844	32,844
Miscellaneous	-	-	462,316	462,316
Total revenues	<u>15,803,640</u>	<u>15,803,640</u>	<u>16,713,678</u>	<u>910,038</u>
Expenditures:				
Personnel services	11,724,230	11,749,105	9,154,680	2,594,425
Materials, supplies, services, and capital outlay	7,819,050	8,096,875	5,102,679	2,994,196
Contributions to other governmental agencies	781,370	781,370	1,368,011	(586,641)
Capital outlay	-	-	1,095,888	(1,095,888)
Total expenditures	<u>20,324,650</u>	<u>20,627,350</u>	<u>16,721,258</u>	<u>3,906,092</u>
Excess (deficiency) of revenues over expenditures	(4,521,010)	(4,823,710)	(7,580)	4,816,130
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Initiation of lease obligation or subscription-based arrangement	-	-	157,608	157,608
Sale of general capital assets	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>157,608</u>	<u>157,608</u>
Net change in fund balance*	(4,521,010)	(4,823,710)	150,028	4,973,738
Fund balance - beginning	<u>21,221,499</u>	<u>21,221,499</u>	<u>21,221,499</u>	<u>-</u>
Fund balance - ending	<u>\$ 16,700,489</u>	<u>\$ 16,397,789</u>	<u>\$ 21,371,527</u>	<u>\$ 4,973,738</u>

*The net change in fund balance was included in the budget as an appropriation (i.e., spenddown) of fund balance.

**Combining Statement of Net Position
Discretely Presented Component Units**

December 31, 2023

	Timpanogos Special Service District	North Pointe Solid Waste Special Service District	North Fork Special Service District	Utah Valley Visitors and Convention Bureau	Wasatch Behavioral Health Services	Total Component Units
Assets and Deferred Outflows of Resources						
Current assets:						
Cash and cash equivalents	\$ 93,109,490	\$ 5,181,634	\$ 9,122,975	\$ 872,519	\$ 21,249,160	\$ 129,535,778
Investments	-	-	-	99,741	-	99,741
Accounts and notes receivable	6,705,390	754,632	679,665	220,407	7,956,102	16,316,196
Taxes receivable	-	-	38,599	-	-	38,599
Inventories	219,252	-	-	16,559	-	235,811
Prepaid items	184,497	-	-	58,779	-	243,276
Other current assets	-	30,245	-	-	2,581,230	2,611,475
Total current assets	<u>100,218,629</u>	<u>5,966,511</u>	<u>9,841,239</u>	<u>1,268,005</u>	<u>31,786,492</u>	<u>149,080,876</u>
Noncurrent assets:						
Restricted cash	14,968,965	363,441	-	11,903	-	15,344,309
Restricted investments	-	-	-	315,000	-	315,000
Notes and leases receivable	-	-	-	-	173,431	173,431
Net pension asset	-	-	64,586	-	-	64,586
Other noncurrent assets	-	-	-	-	-	-
Capital assets:						
Land, easements, water rights, construction in progress	48,234,910	2,207,049	940,089	-	5,690,532	57,072,580
Depreciable assets, net of accumulated depreciation/amortization	112,638,662	4,429,106	9,127,004	25,073	18,096,022	144,315,867
Net capital assets	<u>160,873,572</u>	<u>6,636,155</u>	<u>10,067,093</u>	<u>25,073</u>	<u>23,786,554</u>	<u>201,388,447</u>
Total noncurrent assets	<u>175,842,537</u>	<u>6,999,596</u>	<u>10,131,679</u>	<u>351,976</u>	<u>23,959,985</u>	<u>217,285,773</u>
Total assets	<u>276,061,166</u>	<u>12,966,107</u>	<u>19,972,918</u>	<u>1,619,981</u>	<u>55,746,477</u>	<u>366,366,649</u>
Deferred outflows of resources	<u>879,440</u>	<u>592,369</u>	<u>163,177</u>	<u>-</u>	<u>8,189,751</u>	<u>9,824,737</u>
Total assets and deferred outflows of resources	<u>276,940,606</u>	<u>13,558,476</u>	<u>20,136,095</u>	<u>1,619,981</u>	<u>63,936,228</u>	<u>376,191,386</u>
Liabilities, Deferred Inflows of Resources, and Net Assets						
Current liabilities:						
Accounts payable	3,364,721	362,444	103,733	106,581	1,247,002	5,184,481
Accrued interest payable	182,645	1,244	4,592	-	-	188,481
Accrued expenses	1,387,637	205,876	112,909	83,768	3,078,256	4,868,446
Unearned revenue	-	7,951	6,255,733	81,410	-	6,345,094
Current portion of long-term debt	3,675,000	29,189	200,140	-	-	3,904,329
Other current liabilities	-	-	-	11,903	2,780,985	2,792,888
Total current liabilities	<u>8,610,003</u>	<u>606,704</u>	<u>6,677,107</u>	<u>283,662</u>	<u>7,106,243</u>	<u>23,283,719</u>
Noncurrent liabilities:						
Bonds, notes, and leases payable	49,766,850	-	2,610,980	-	-	52,377,830
Net pension liability	370,517	196,228	32,818	-	3,732,898	4,332,461
Compensated absences and OPEB	37,370	-	-	-	1,083,328	1,120,698
Other long-term liabilities	-	616,807	-	-	-	616,807
Total noncurrent liabilities	<u>50,174,737</u>	<u>813,035</u>	<u>2,643,798</u>	<u>-</u>	<u>4,816,226</u>	<u>58,447,796</u>
Total liabilities	<u>58,784,740</u>	<u>1,419,739</u>	<u>9,320,905</u>	<u>283,662</u>	<u>11,922,469</u>	<u>81,731,515</u>
Deferred inflows of resources	<u>16,570</u>	<u>9,348</u>	<u>4,873</u>	<u>-</u>	<u>4,571,098</u>	<u>4,601,889</u>
Total liabilities and deferred inflows of resources	<u>58,801,310</u>	<u>1,429,087</u>	<u>9,325,778</u>	<u>283,662</u>	<u>16,493,567</u>	<u>86,333,404</u>
Net position:						
Net investment in capital assets	117,933,346	6,606,966	7,343,884	-	23,786,554	155,670,750
Restricted	820,336	-	1,003,006	315,000	-	2,138,342
Unrestricted	99,385,614	5,522,423	2,463,427	1,021,319	23,656,107	132,048,890
Total net position	<u>\$ 218,139,296</u>	<u>\$ 12,129,389</u>	<u>\$ 10,810,317</u>	<u>\$ 1,336,319</u>	<u>\$ 47,442,661</u>	<u>\$ 289,857,982</u>

Combining Statement of Revenues, Expenses, and Changes in Net Position
Discretely Presented Component Units
 Year Ended December 31, 2023

	Timpanogos Special Service District	North Pointe Solid Waste Special Service District	North Fork Special Service District	Utah Valley Visitors and Convention Bureau	Wasatch Behavioral Health Services	Total Component Units
Operating revenues	\$ 23,244,964	\$ 13,345,438	\$ 3,207,872	\$ 2,677,619	\$ 64,569,872	\$ 107,045,765
Operating expenses:						
Cost of services	11,625,267	12,119,028	2,319,359	2,501,692	61,877,566	90,442,912
Depreciation and amortization	5,318,200	804,697	384,812	5,116	1,070,718	7,583,543
Total operating expenses	<u>16,943,467</u>	<u>12,923,725</u>	<u>2,704,171</u>	<u>2,506,808</u>	<u>62,948,284</u>	<u>98,026,455</u>
Operating income (loss)	<u>6,301,497</u>	<u>421,713</u>	<u>503,701</u>	<u>170,811</u>	<u>1,621,588</u>	<u>9,019,310</u>
Nonoperating revenues (expenses):						
Interest revenue	4,772,930	204,642	477,800	-	540,519	5,995,891
Interest expense and fiscal charges	(1,353,208)	(1,730)	(62,199)	-	-	(1,417,137)
Other revenues (expenses)	15,592,403	93,363	1,195,742	-	407,394	17,288,902
Total nonoperating revenues (expenses)	<u>19,012,125</u>	<u>296,275</u>	<u>1,611,343</u>	<u>-</u>	<u>947,913</u>	<u>21,867,656</u>
Net income (loss)	25,313,622	717,988	2,115,044	170,811	2,569,501	30,886,966
Net position - beginning	<u>192,825,674</u>	<u>11,411,401</u>	<u>8,695,273</u>	<u>1,165,508</u>	<u>44,873,160</u>	<u>258,971,016</u>
Net position - ending	<u>\$ 218,139,296</u>	<u>\$ 12,129,389</u>	<u>\$ 10,810,317</u>	<u>\$ 1,336,319</u>	<u>\$ 47,442,661</u>	<u>\$ 289,857,982</u>

Combining Statement of Cash Flows
Discretely Presented Component Units
For the Year Ended December 31, 2023

	North Pointe					Total
	Timpanogos	Solid Waste	North Fork	Utah Valley	Wasatch	
	Special	Special	Special	Visitors and	Behavioral	
	Service	Service	Service	Convention	Health	
	District	District	District	Bureau	Services	
Cash flows from operating activities:						
Receipts from customers and users and others	\$ 22,880,064	\$ 13,193,074	\$ 3,136,810	\$ 2,765,900	\$ 68,062,817	\$ 110,038,665
Payments to suppliers and others	(4,937,938)	(9,600,877)	(737,824)	(1,424,485)	(11,124,355)	(27,825,479)
Payments to employees	(4,660,243)	(2,792,443)	(1,617,842)	(1,032,753)	(50,191,596)	(60,294,877)
Net cash provided (used) by operating activities	<u>13,281,883</u>	<u>799,754</u>	<u>781,144</u>	<u>308,662</u>	<u>6,746,866</u>	<u>21,918,309</u>
Cash flows from non-capital financing activities:						
Property taxes collected and other	200,000	-	6,373,295	-	179,558	6,752,853
Net cash provided (used) by non-capital financing activities	<u>200,000</u>	<u>-</u>	<u>6,373,295</u>	<u>-</u>	<u>179,558</u>	<u>6,752,853</u>
Cash flows from capital and related financing activities:						
Purchases of capital assets	(28,310,112)	(932,631)	(6,465,421)	(7,047)	(7,235,778)	(42,950,989)
Proceeds from sales of capital assets	-	(7,359)	-	-	-	(7,359)
Proceeds from issuance of debt	32,837,529	-	-	-	-	32,837,529
Interest paid on noncurrent liabilities	(1,680,263)	(2,914)	(62,199)	-	-	(1,745,376)
Principal paid on noncurrent liabilities	(2,724,542)	(27,769)	(373,202)	-	-	(3,125,513)
Impact fees, capital facility fees, and other	13,567,945	-	-	-	-	13,567,945
Net cash provided (used) by capital and related financing activities	<u>13,690,557</u>	<u>(970,673)</u>	<u>(6,900,822)</u>	<u>(7,047)</u>	<u>(7,235,778)</u>	<u>(1,423,763)</u>
Cash flows from investing activities:						
Receipt (payment) of note receivable	-	-	-	-	23,769	23,769
Land lease receipts and other	-	93,363	-	-	227,836	321,199
Net sales (purchases) of investments	-	-	-	(197)	-	(197)
Interest and dividends received	4,772,930	204,642	477,800	-	540,519	5,995,891
Net cash provided (used) by investing activities	<u>4,772,930</u>	<u>298,005</u>	<u>477,800</u>	<u>(197)</u>	<u>792,124</u>	<u>6,340,662</u>
Net change in cash and cash equivalents	31,945,370	127,086	731,417	301,418	482,770	33,588,061
Cash and cash equivalents - beginning	<u>76,133,085</u>	<u>5,417,989</u>	<u>8,391,558</u>	<u>583,004</u>	<u>20,766,390</u>	<u>111,292,026</u>
Cash and cash equivalents - ending	<u>\$ 108,078,455</u>	<u>\$ 5,545,075</u>	<u>\$ 9,122,975</u>	<u>\$ 884,422</u>	<u>\$ 21,249,160</u>	<u>\$ 144,880,087</u>
Reconciliation of operating income to net cash provided (used) by operating activities:						
Operating income (loss)	\$ 6,301,497	\$ 421,713	\$ 503,701	\$ 170,811	\$ 1,621,588	\$ 9,019,310
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation/amortization expense	5,318,200	804,697	384,812	5,116	1,070,718	7,583,543
Net (gain) loss on investments and other assets	-	-	-	(34,747)	-	(34,747)
Other noncash expenses	-	83,652	-	-	-	83,652
(Increase) decrease in accounts receivable	(372,621)	(153,628)	(71,062)	64,045	(375,635)	(908,901)
(Increase) decrease in prepaid expenses	(34,972)	-	-	(15,689)	-	(50,661)
(Increase) decrease in inventory	7,869	-	-	(6,858)	-	1,011
(Increase) decrease in other assets	1,064,064	(835)	-	-	325	1,063,554
Increase (decrease) in accounts payable	2,205,896	(296,805)	16,514	55,517	282,066	2,263,188
Increase (decrease) in accrued expenses	27,691	69,328	16,258	11,484	886,731	1,011,492
Increase (decrease) in unearned revenue	-	1,264	-	53,695	-	54,959
Change in net pension assets, deferred outflows of resources, liabilities, and deferred inflows of resources	(1,235,741)	(110,660)	(69,079)	-	2,091,247	675,767
Increase (decrease) in other liabilities	-	(18,972)	-	5,288	1,169,826	1,156,142
Total adjustments	<u>6,980,386</u>	<u>378,041</u>	<u>277,443</u>	<u>137,851</u>	<u>5,125,278</u>	<u>12,898,999</u>
Net cash provided (used) by operating activities	<u>\$ 13,281,883</u>	<u>\$ 799,754</u>	<u>\$ 781,144</u>	<u>\$ 308,662</u>	<u>\$ 6,746,866</u>	<u>\$ 21,918,309</u>

Other Schedules



Spanish Fork Rodeo

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Statement of Taxes Levied, Collected, and Treasurer's Relief
For The Year Ended December 31, 2023

Taxing Unit	<a> Year-End Real Property Value	 Year-End Centrally Assessed Value	<c> <a> + Total Real & Centrally Assessed Value	<d> Total Personal Property Value
STATE OF UTAH				
Multi-County Assessing & Collecting	\$ 79,918,390,886	\$ 1,946,841,320	\$ 81,865,232,206	\$ 4,477,854,365
SCHOOL DISTRICTS/CHARTERS				
Alpine School Charter	52,816,292,231	1,183,695,442	53,999,987,673	3,157,190,759
Alpine School District	52,816,292,231	1,183,695,442	53,999,987,673	3,157,190,759
Nebo School Charter	17,369,109,156	634,154,000	18,003,263,156	772,136,602
Nebo School District	17,369,109,156	634,154,000	18,003,263,156	772,136,602
Provo City School District	9,732,989,499	128,991,878	9,861,981,377	548,527,004
Provo School Charter	9,732,989,499	128,991,878	9,861,981,377	548,527,004
UTAH COUNTY				
Utah County	79,918,390,886	1,946,841,320	81,865,232,206	4,477,854,365
Local Assessing & Collecting	79,918,390,886	1,946,841,320	81,865,232,206	4,477,854,365
MUNICIPALITIES				
Alpine City	2,224,535,781	12,409,472	2,236,945,253	11,962,917
American Fork City	4,821,811,374	49,445,481	4,871,256,855	220,945,312
Bluffdale	-	184,729	184,729	665,647
Cedar Fort Town	54,445,962	1,596,443	56,042,405	1,174,298
Cedar Hills City	959,476,365	8,473,564	967,949,929	8,748,012
Draper City	506,682,604	6,574,833	513,257,437	105,847
Eagle Mountain City	4,815,483,534	100,576,268	4,916,059,802	1,068,479,482
Elk Ridge City	493,740,152	2,607,798	496,347,950	835,510
Fairfield Town	32,421,129	757,151	33,178,280	2,087,011
Genola Town	169,815,862	70,646,802	240,462,664	1,186,135
Goshen Town	65,034,545	983,165	66,017,710	1,143,990
Highland City	3,070,835,715	39,558,991	3,110,394,706	23,207,363
Lehi City	11,859,235,359	124,945,839	11,984,181,198	791,332,448
Lindon City	2,643,657,651	23,200,696	2,666,858,347	270,882,949
Mapleton City	2,086,054,843	11,083,815	2,097,138,658	13,484,767
Orem City	9,943,777,268	122,984,927	10,066,762,195	474,737,506
Payson City	2,036,897,297	14,104,595	2,051,001,892	100,088,138
Pleasant Grove City	4,243,198,100	37,889,323	4,281,087,423	135,465,767
Provo City	9,842,661,909	129,636,276	9,972,298,185	550,581,117
Salem City	1,203,563,727	17,208,639	1,220,772,366	12,819,008
Santaquin City	1,315,185,211	19,117,966	1,334,303,177	17,131,670
Saratoga Springs City	5,113,660,502	34,951,495	5,148,611,997	81,260,410
Spanish Fork City	4,692,134,533	24,285,216	4,716,419,749	275,489,905
Springville City	3,820,527,785	31,365,661	3,851,893,446	298,171,128
Vineyard Town	1,625,019,053	530,190,260	2,155,209,313	45,564,072
Woodland Hills City	303,231,392	446,675	303,678,067	220,058
DISTRICTS/SERVICE AREAS				
Arrowhead Springs PID	24,834,000	-	24,834,000	-
Benjamin Cemetery Maintenance District	174,166,627	11,511,751	185,678,378	4,365,047
Central Utah Water Conservancy District	79,918,390,886	1,946,841,320	81,865,232,206	4,477,854,365
Jordan Valley Water Conservancy District	495,763,795	5,362,902	501,126,697	771,461
Lehi Metropolitan Water District	11,859,235,359	124,945,839	11,984,181,198	791,332,448
Medical School Campus PID	36,902,300	-	36,902,300	-
North Fork Special Service District	432,281,567	2,001,470	434,283,037	18,554,691
North Utah Cnty Water Conservancy Dist	27,771,525,576	836,470,746	28,607,996,322	1,248,891,379
Orem Metropolitan Water District	9,943,777,268	122,984,927	10,066,762,195	474,737,506
Pole Canyon Basic Local District	71,238,765	196,883	71,435,648	78,120,310
Red Bridge PID #1	21,162,148	-	21,162,148	-
Red Bridge PID #2	9,423,512	-	9,423,512	-
Red Bridge PID #3	68,268	-	68,268	-
Soldier Summit Special Service District	11,952,535	1,441,202	13,393,737	91,936
South Valley Sewer District	504,223,604	6,759,562	510,983,166	771,494
Springville Drainage District	1,436,048,106	5,282,607	1,441,330,713	49,863,800
Traverse Ridge Special Service District	495,763,795	5,157,995	500,921,790	105,814
Unified Fire Service Area (Salt Lake County)	4,815,483,534	100,576,268	4,916,059,802	1,068,479,482
Utah County Service Area #6	1,975,303,233	531,615,240	2,506,918,473	70,083,898
Utah County Service Area #7	1,330,485,081	51,046,842	1,381,531,923	41,844,671
Utah County Service Area #8	1,975,303,233	531,615,240	2,506,918,473	70,083,898
Utah County Service Area #9	632,865,617	479,109,693	1,111,975,310	28,147,291
TOTAL	\$ 621,471,240,892	\$ 15,912,353,167	\$ 637,383,594,059	\$ 35,221,141,783

Statement of Taxes Levied, Collected, and Treasurer's Relief
For The Year Ended December 31, 2023

Taxing Unit	<e>	<f>	<g>	<h>	<i>
	<c> + <d>	<f>	<g>	<c> * <f>	<d> * <g>
	Total Taxable Value	Current Year Tax Rate	Prior Year Tax Rate	Real & Cent. Assessed Taxes Charged	Personal Property Taxes Charged
STATE OF UTAH					
Multi-County Assessing & Collecting	\$ 86,343,086,571	0.000015	0.000015	\$ 1,227,978	\$ 67,168
SCHOOL DISTRICTS/CHARTERS					
Alpine School Charter	57,157,178,432	0.000064	0.000055	3,455,999	173,645
Alpine School District	57,157,178,432	0.005454	0.005669	294,515,933	17,898,114
Nebo School Charter	18,775,399,758	0.000075	0.000070	1,350,245	54,050
Nebo School District	18,775,399,758	0.007350	0.007513	132,323,984	5,801,062
Provo City School District	10,410,508,381	0.007235	0.007227	71,351,435	3,964,205
Provo School Charter	10,410,508,381	0.000098	0.000096	966,474	52,659
UTAH COUNTY					
Utah County	86,343,086,571	0.000656	0.000661	53,703,592	2,959,862
Local Assessing & Collecting	86,343,086,571	0.000110	0.000111	9,005,176	497,042
MUNICIPALITIES					
Alpine City	2,248,908,170	0.001281	0.001306	2,865,527	15,624
American Fork City	5,092,202,167	0.001778	0.001679	8,661,095	370,967
Bluffdale	850,376	0.000976	0.001161	180	773
Cedar Fort Town	57,216,703	0.000496	0.000482	27,797	566
Cedar Hills City	976,697,941	0.001148	0.001123	1,111,207	9,824
Draper City	513,363,284	0.000896	0.000927	459,879	98
Eagle Mountain City	5,984,539,284	0.000524	0.000541	2,576,015	578,047
Elk Ridge City	497,183,460	0.001101	0.001093	546,479	913
Fairfield Town	35,265,291	0.000685	0.000640	22,727	1,336
Genola Town	241,648,799	0.001045	0.000946	251,283	1,122
Goshen Town	67,161,700	0.001045	0.000387	68,989	443
Highland City	3,133,602,069	0.000794	0.000817	2,469,653	18,960
Lehi City	12,775,513,646	0.001153	0.001189	13,817,761	940,894
Lindon City	2,937,741,296	0.000853	0.000907	2,274,830	245,691
Mapleton City	2,110,623,425	0.001538	0.001489	3,225,399	20,079
Orem City	10,541,499,701	0.000893	0.000925	8,989,619	439,132
Payson City	2,151,090,030	0.001193	0.001193	2,446,845	119,405
Pleasant Grove City	4,416,553,190	0.001284	0.001303	5,496,916	176,512
Provo City	10,522,879,302	0.001791	0.001710	17,860,386	941,494
Salem City	1,233,591,374	0.001237	0.001227	1,510,095	15,729
Santaquin City	1,351,434,847	0.001404	0.000935	1,873,362	16,018
Saratoga Springs City	5,229,872,407	0.001043	0.001028	5,370,002	83,536
Spanish Fork City	4,991,909,654	0.001085	0.001111	5,117,315	306,069
Springville City	4,150,064,574	0.001145	0.001159	4,410,418	345,580
Vineyard Town	2,200,773,385	0.002842	0.002903	6,125,105	132,273
Woodland Hills City	303,898,125	0.003431	0.003210	1,041,919	706
DISTRICTS/SERVICE AREAS					
Arrowhead Springs PID	24,834,000	-	-	-	-
Benjamin Cemetery Maintenance District	190,043,425	0.000074	0.000081	13,740	354
Central Utah Water Conservancy District	86,343,086,571	0.000400	0.000400	32,746,093	1,791,142
Jordan Valley Water Conservancy District	501,898,158	0.000341	0.000319	170,884	246
Lehi Metropolitan Water District	12,775,513,646	0.000006	0.000006	71,905	4,748
Medical School Campus PID	36,902,300	0.015000	0.015000	553,535	-
North Fork Special Service District	452,837,728	0.000385	0.000363	167,199	6,735
North Utah Cnty Water Conservancy Dist	29,856,887,701	0.000012	0.000012	343,296	14,987
Orem Metropolitan Water District	10,541,499,701	0.000017	0.000018	171,135	8,545
Pole Canyon Basic Local District	149,555,958	0.000016	0.000044	1,143	3,437
Red Bridge PID #1	21,162,148	0.003000	0.003000	63,486	-
Red Bridge PID #2	9,423,512	0.005500	0.005500	51,829	-
Red Bridge PID #3	68,268	-	-	-	-
Soldier Summit Special Service District	13,485,673	0.002392	0.002463	32,038	226
South Valley Sewer District	511,754,660	0.000196	0.000199	100,153	154
Springville Drainage District	1,491,194,513	0.000231	0.000236	332,947	11,768
Traverse Ridge Special Service District	501,027,604	0.000709	0.000708	355,154	75
Unified Fire Service Area (Salt Lake County)	5,984,539,284	0.001346	0.001320	6,617,016	1,410,393
Utah County Service Area #6	2,577,002,371	0.000855	0.000860	2,143,415	60,272
Utah County Service Area #7	1,423,376,594	0.000344	0.000357	475,247	14,939
Utah County Service Area #8	2,577,002,371	0.000191	0.000192	478,821	13,456
Utah County Service Area #9	1,140,122,601	0.000108	0.000104	120,093	2,927
TOTAL	<u>\$ 672,604,735,842</u>			<u>\$ 711,530,752</u>	<u>\$ 39,594,002</u>

Statement of Taxes Levied, Collected, and Treasurer's Relief
For The Year Ended December 31, 2023

Taxing Unit	Treasurer's Relief				
	Total Taxes Charged	Unpaid Taxes	Abate-ments	Other	Total Relief
STATE OF UTAH					
Multi-County Assessing & Collecting	\$ 1,295,146	\$ 72,087	\$ 10,546	-\$3,925	\$ 78,708
SCHOOL DISTRICTS/CHARTERS					
Alpine School Charter	3,629,645	189,261	28,533	(33,780)	184,014
Alpine School District	312,414,047	15,628,569	2,431,555	(734,496)	17,325,628
Nebo School Charter	1,404,294	87,612	14,652	(8,036)	94,228
Nebo School District	138,125,046	8,586,004	1,435,881	(614,445)	9,407,440
Provo City School District	75,315,640	3,922,714	447,908	(596,464)	3,774,158
Provo School Charter	1,019,133	66,680	6,067	(22,003)	50,744
UTAH COUNTY					
Utah County	56,663,454	3,052,583	461,231	(349,077)	3,164,737
Local Assessing & Collecting	9,502,217	528,634	77,341	(52,808)	553,167
MUNICIPALITIES					
Alpine City	2,881,150	327,765	11,869	(9,495)	330,139
American Fork City	9,032,062	431,454	62,342	(44,369)	449,427
Bluffdale	953	-	-	-	-
Cedar Fort Town	28,363	2,569	287	(439)	2,417
Cedar Hills City	1,121,031	50,274	11,710	(5,692)	56,292
Draper City	459,977	20,692	14,756	1,317	36,765
Eagle Mountain City	3,154,063	93,559	38,665	(28,307)	103,917
Elk Ridge City	547,392	19,875	9,730	(1,907)	27,698
Fairfield Town	24,063	3,797	335	(128)	4,004
Genola Town	252,406	7,122	1,729	(816)	8,035
Goshen Town	69,431	6,603	975	(855)	6,723
Highland City	2,488,614	165,631	18,709	(7,216)	177,124
Lehi City	14,758,655	730,023	89,510	(156,105)	663,428
Lindon City	2,520,521	158,730	7,847	(22,956)	143,621
Mapleton City	3,245,478	280,150	29,262	(22,731)	286,681
Orem City	9,428,751	520,388	68,132	(17,729)	570,791
Payson City	2,566,250	144,160	32,881	(19,038)	158,003
Pleasant Grove City	5,673,428	189,995	44,126	(46,964)	187,157
Provo City	18,801,880	1,118,601	110,878	(107,219)	1,122,260
Salem City	1,525,824	117,999	20,956	(5,897)	133,058
Santaquin City	1,889,380	68,183	30,341	(4,992)	93,532
Saratoga Springs City	5,453,538	305,435	72,248	(8,732)	368,951
Spanish Fork City	5,423,385	298,465	51,531	(15,304)	334,692
Springville City	4,755,998	334,240	44,060	9,758	388,058
Vineyard Town	6,257,377	142,439	24,411	(2,504)	164,346
Woodland Hills City	1,042,626	76,652	7,461	431	84,544
DISTRICTS/SERVICE AREAS					
Arrowhead Springs PID	-	-	-	-	-
Benjamin Cemetery Maintenance District	14,094	1,370	217	22	1,609
Central Utah Water Conservancy District	34,537,235	1,797,307	281,238	(119,793)	1,958,752
Jordan Valley Water Conservancy District	171,130	7,173	5,546	421	13,140
Lehi Metropolitan Water District	76,653	3,799	466	(888)	3,377
Medical School Campus PID	553,535	184,575	-	-	184,575
North Fork Special Service District	173,934	22,436	166	(127)	22,475
North Utah Cnty Water Conservancy Dist	358,283	19,424	2,463	(2,415)	19,472
Orem Metropolitan Water District	179,680	9,907	1,297	(261)	10,943
Pole Canyon Basic Local District	4,580	2	-	-	2
Red Bridge PID #1	63,486	26,907	-	-	26,907
Red Bridge PID #2	51,829	49,330	-	-	49,330
Red Bridge PID #3	-	-	-	-	-
Soldier Summit Special Service District	32,264	6,377	-	-	6,377
South Valley Sewer District	100,306	4,525	3,228	239	7,992
Springville Drainage District	344,715	28,246	2,989	(2,291)	28,944
Traverse Ridge Special Service District	355,228	14,919	11,532	1,047	27,498
Unified Fire Service Area (Salt Lake County)	8,027,409	170,326	99,318	(69,140)	200,504
Utah County Service Area #6	2,203,687	122,456	10,009	(31,257)	101,208
Utah County Service Area #7	490,186	36,951	3,866	(17,379)	23,438
Utah County Service Area #8	492,278	38,525	2,236	(18,146)	22,615
Utah County Service Area #9	123,021	9,895	50	(4,919)	5,026
TOTAL	\$ 751,124,753	\$ 40,303,395	\$ 6,143,086	\$ (3,197,810)	\$ 43,248,671

Statement of Taxes Levied, Collected, and Treasurer's Relief
For The Year Ended December 31, 2023

Taxing Unit	<k> Current Year Taxes Collected	<k> / <j> Collection Rate	Other Collections	
			Fee-in-Lieu / Age-Based	Misc Collections & Pers. Prop. Realloc
STATE OF UTAH				
Multi-County Assessing & Collecting	\$ 1,216,439	93.92%	\$ 68,815	\$ 16,176
SCHOOL DISTRICTS/CHARTERS				
Alpine School Charter	3,445,631	94.93%	182,013	53,470
Alpine School District	295,088,419	94.45%	17,883,537	3,452,367
Nebo School Charter	1,310,066	93.29%	70,359	23,006
Nebo School District	128,717,607	93.19%	7,392,533	1,973,518
Provo City School District	71,541,482	94.99%	3,000,426	466,230
Provo School Charter	968,390	95.02%	40,039	6,972
UTAH COUNTY				
Utah County	53,498,717	94.41%	3,027,004	1,584,045
Local Assessing & Collecting	8,949,050	94.18%	508,142	120,034
MUNICIPALITIES				
Alpine City	2,551,011	88.54%	140,615	26,184
American Fork City	8,582,635	95.02%	480,665	85,387
Bluffdale	953	99.99%	25	(190)
Cedar Fort Town	25,946	91.48%	3,103	931
Cedar Hills City	1,064,739	94.98%	84,405	6,236
Draper City	423,211	92.01%	30,327	2,478
Eagle Mountain City	3,050,146	96.71%	175,713	94,292
Elk Ridge City	519,694	94.94%	37,066	15,031
Fairfield Town	20,059	83.36%	2,594	264
Genola Town	244,371	96.82%	12,199	4,839
Goshen Town	62,708	90.32%	2,951	986
Highland City	2,311,491	92.88%	163,500	31,875
Lehi City	14,095,228	95.50%	775,044	124,667
Lindon City	2,376,900	94.30%	127,637	33,969
Mapleton City	2,958,797	91.17%	160,931	53,212
Orem City	8,857,960	93.95%	593,609	44,648
Payson City	2,408,247	93.84%	134,610	39,017
Pleasant Grove City	5,486,271	96.70%	352,880	83,947
Provo City	17,679,620	94.03%	717,573	144,218
Salem City	1,392,766	91.28%	90,536	45,492
Santaquin City	1,795,848	95.05%	96,937	35,300
Saratoga Springs City	5,084,587	93.23%	350,585	63,583
Spanish Fork City	5,088,693	93.83%	292,910	46,623
Springville City	4,367,940	91.84%	246,324	40,554
Vineyard Town	6,093,031	97.37%	243,026	36,566
Woodland Hills City	958,082	91.89%	35,552	5,233
DISTRICTS/SERVICE AREAS				
Arrowhead Springs PID	-	na	-	-
Benjamin Cemetery Maintenance District	12,484	88.58%	853	218
Central Utah Water Conservancy District	32,578,483	94.33%	1,835,075	405,591
Jordan Valley Water Conservancy District	157,989	92.32%	9,808	851
Lehi Metropolitan Water District	73,277	95.60%	3,940	711
Medical School Campus PID	368,960	66.66%	-	1,682
North Fork Special Service District	151,459	87.08%	597	1,471
North Utah Cnty Water Conservancy Dist	338,810	94.57%	19,491	3,181
Orem Metropolitan Water District	168,738	93.91%	11,493	765
Pole Canyon Basic Local District	4,579	99.97%	4	(2,857)
Red Bridge PID #1	36,579	57.62%	8	45,530
Red Bridge PID #2	2,499	4.82%	-	22
Red Bridge PID #3	-	na	-	-
Soldier Summit Special Service District	25,869	80.18%	-	1,937
South Valley Sewer District	92,314	92.03%	6,044	538
Springville Drainage District	315,772	91.60%	14,076	2,768
Traverse Ridge Special Service District	327,731	92.26%	21,410	1,791
Unified Fire Service Area (Salt Lake County)	7,826,906	97.50%	433,938	245,392
Utah County Service Area #6	2,102,479	95.41%	58,733	67,313
Utah County Service Area #7	466,747	95.22%	22,839	12,476
Utah County Service Area #8	469,662	95.41%	13,114	15,050
Utah County Service Area #9	117,994	95.91%	408	4,374
TOTAL	\$ 707,876,066		\$ 39,976,016	\$ 9,569,964

Statement of Taxes Levied, Collected, and Treasurer's Relief
For The Year Ended December 31, 2023

Taxing Unit	Delinquent Collections				
	Tax	Interest / Penalty	Tax Increments Paid	Refunds Paid	Total All Collections
STATE OF UTAH					
Multi-County Assessing & Collecting	\$ 64,595	\$ 1,903	\$ 0	\$ 0	\$ 1,367,928
SCHOOL DISTRICTS/CHARTERS					
Alpine School Charter	153,231	4,546	246,529	-	3,592,362
Alpine School District	14,806,373	434,793	19,571,155	-	312,094,334
Nebo School Charter	71,849	2,311	9,130	-	1,468,461
Nebo School District	7,460,159	234,070	894,716	-	144,883,171
Provo City School District	3,971,887	97,541	1,353,859	-	77,723,707
Provo School Charter	52,950	1,298	10,938	-	1,058,711
UTAH COUNTY					
Utah County	2,795,267	1,106,820	3,047,353	-	58,964,500
Local Assessing & Collecting	473,696	13,952	-	-	10,064,874
MUNICIPALITIES					
Alpine City	304,556	4,863	-	-	3,027,229
American Fork City	351,144	14,637	770,214	-	8,744,254
Bluffdale	-	-	-	-	788
Cedar Fort Town	1,456	154	-	-	31,590
Cedar Hills City	44,278	727	-	-	1,200,385
Draper City	20,077	464	-	-	476,557
Eagle Mountain City	79,849	2,145	695,330	-	2,706,815
Elk Ridge City	16,741	339	-	-	588,871
Fairfield Town	2,887	170	-	-	25,974
Genola Town	7,005	238	-	-	268,652
Goshen Town	2,820	52	-	-	69,517
Highland City	149,044	2,426	-	-	2,658,336
Lehi City	672,903	20,323	1,277,104	-	14,411,061
Lindon City	124,474	5,104	83,336	-	2,584,748
Mapleton City	270,365	4,962	-	-	3,448,267
Orem City	504,079	17,191	236,400	-	9,781,087
Payson City	95,480	3,175	-	-	2,680,529
Pleasant Grove City	295,137	9,605	353,487	-	5,874,353
Provo City	982,318	25,491	334,890	-	19,214,330
Salem City	81,046	1,709	-	-	1,611,549
Santaquin City	43,458	1,267	-	-	1,972,810
Saratoga Springs City	177,011	4,026	-	-	5,679,792
Spanish Fork City	269,731	9,175	13,187	-	5,693,945
Springville City	291,210	13,092	115,181	-	4,843,939
Vineyard Town	119,211	6,175	2,947,763	-	3,550,246
Woodland Hills City	74,377	1,354	-	-	1,074,598
DISTRICTS/SERVICE AREAS					
Arrowhead Springs PID	-	-	-	-	-
Benjamin Cemetery Maintenance District	1,047	22	-	-	14,624
Central Utah Water Conservancy District	1,651,642	47,441	1,819,910	-	34,698,322
Jordan Valley Water Conservancy District	6,501	148	-	-	175,297
Lehi Metropolitan Water District	3,477	106	6,345	-	75,166
Medical School Campus PID	130,907	3,587	-	-	505,136
North Fork Special Service District	16,728	227	-	-	170,482
North Utah Cnty Water Conservancy Dist	18,548	540	26,074	-	354,496
Orem Metropolitan Water District	9,863	342	4,501	-	186,700
Pole Canyon Basic Local District	-	-	1,375	-	351
Red Bridge PID #1	906	5	-	-	83,028
Red Bridge PID #2	-	-	-	-	2,521
Red Bridge PID #3	-	-	-	-	-
Soldier Summit Special Service District	2,229	84	-	-	30,119
South Valley Sewer District	4,350	101	-	-	103,347
Springville Drainage District	26,630	718	21,594	-	338,370
Traverse Ridge Special Service District	13,270	254	-	-	364,456
Unifed Fire Service Area (Salt Lake County)	197,190	5,224	1,741,737	-	6,966,913
Utah County Service Area #6	163,518	4,987	-	-	2,397,030
Utah County Service Area #7	39,307	1,322	-	-	542,691
Utah County Service Area #8	36,531	1,113	-	-	535,470
Utah County Service Area #9	8,363	217	-	-	131,356
TOTAL	\$ 37,161,671	\$ 2,112,536	\$ 35,582,108	\$ 0	\$ 761,114,145

Information about Infrastructure Assets Reported Using the Modified Approach

Ratings for Utah County’s Roads System

For the Year Ended December 31, 2023

As allowed by Governmental Accounting Standards Board Statement No. 34, Utah County (“the County”) has adopted the modified approach for reporting infrastructure assets. Under the modified approach, infrastructure assets are not depreciated and maintenance and preservation costs are expensed. In addition, under the modified approach, the County capitalizes costs related to new construction or major replacements.

To utilize the modified approach for reporting infrastructure assets, the County is required to:

1. Maintain an asset management system that includes an up-to-date inventory of eligible infrastructure assets.
2. Perform and document replicable condition assessments of the eligible infrastructure assets at the condition level disclosed by the County.
3. Estimate each year the annual amount needed to maintain and preserve the eligible infrastructure assets at the condition level disclosed by the County.
4. Document that the infrastructure assets are being approximately preserved at, or above, the condition level established by the County.

For several years the County has used an inventory system that evaluates the condition and safety of its roads. This system rates good roads with a high value and poor roads with a low value by road type. Roads are re-inventoried each year to determine current condition and safety needs. Roads with low ratings are targeted for maintenance in the coming budget year.

The rating system includes the following variables:

- a. **Surface Type:** Rated from 2 points for dirt roads to 10 points for concrete roads.
- b. **Surface Condition:** Rated with 2 points for surface failure to 15 points for no cracking.
- c. **Ride-ability:** Rated from 2 points for very poor to 10 points for excellent.
- d. **Base Conditions:** Rated from 5 points for very poor to 25 points for excellent.
- e. **Alignment:** Rated at 2 points for serious problems to 10 points for straight alignment.
- f. **Grade:** Rated at 2 points for extensive grade problems to 10 points for no grade problems.
- g. **Safety Issues:** Rated at 2 points for obstacles to 10 points for no issues.
- h. **Average Daily Traffic:** Rated at 2 points for 2,000 vehicles per day to 10 points for 100 vehicles per day.
- i. **Drainage:** Rated at 2 points for very poor to 10 points for excellent.
- j. **Clear Zone:** Rated at 2 points for ditches too close to 10 points for ten feet of clear zone.

On December 31, 2023, the County had 47.77 miles of dirt roads, 140.09 miles of gravel roads, 250.84 miles of chip-seal roads, and 96.09 miles of asphalt roads.

It is the County’s policy to maintain its roads at or above the average rating for each class of roads. It is also the policy that 50 percent of the roads in each class will be maintained above the average rating and that no more than 10 percent of the roads in each class will be in very poor condition.

Over the last five reporting years, the estimated amounts needed and actual expenditures incurred to maintain and preserve the County’s roads system are as follows (capital expenditures are not included):

Year	Budget	Expenditures
2019	\$ 4,317,670	\$ 4,280,504
2020	\$ 4,191,483	\$ 3,878,312
2021	\$ 3,937,544	\$ 4,476,122
2022	\$ 6,324,900	\$ 4,089,967
2023	\$ 6,380,500	\$ 6,190,267

The total value of the County’s roads system was \$81,629,617 as of December 31, 2023.

Report prepared by the Utah County Public Works Department.

**Schedule of Transient Room Tax (TRT) and Tourism, Recreation, Cultural,
Convention, and Airport Facilities (TRCC) Tax Expenditures**

For the Year Ended December 31, 2023

Transient Room Tax

Establishing and promoting:		
Recreation	\$	-
Tourism		2,651,386
Film production		-
Conventions		-
Acquiring, leasing, constructing, furnishing, or operating:		
Convention meeting rooms		-
Exhibit halls		-
Visitor information centers		-
Museums		-
Related facilities		-
Acquiring or leasing land required for or related to:		
Convention meeting rooms		-
Exhibit halls		-
Visitor information centers		-
Museums		-
Related facilities		-
Mitigation costs		-
Payment of principal, interest, premiums, and reserves on bonds		2,115,947
Total expenditures	<u>\$</u>	<u>4,767,333</u>

Tourism, Recreation, Cultural, Convention, And Airport Facilities Tax

Financing tourism promotion	\$	877,185
Development, operation, and maintenance of:		
Tourist facilities		-
Recreation facilities		5,063,556
Cultural facilities		466,410
Convention facilities		6,027,869
Airport facilities		3,330,000
Pledges as security for evidence of indebtedness		-
Reserves and Pledges		
Reserves on bonds related to TRT funds		-
Pledges as security for evidences of indebtedness related to TRCC		-
Total expenditures	<u>\$</u>	<u>15,765,020</u>

STATISTICAL SECTION



Utah Valley

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Net Position by Component Last Ten Years
(amounts expressed in thousands)
(accrual basis of accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental activities										
Invested in capital assets, net of related debt	\$ 192,534	\$ 197,175	\$ 202,326	\$ 216,353	\$ 262,978	\$ 285,092	\$ 270,761	\$ 234,109	\$ 223,429	\$ 242,828
Restricted	75,918	72,021	89,378	101,109	107,132	123,608	165,340	220,435	256,247	282,937
Unrestricted	51,489	53,711	46,690	10,667	15,552	9,990	85,122	172,175	245,228	297,652
Total governmental activities net position	<u>\$ 319,941</u>	<u>\$ 322,907</u>	<u>\$ 338,394</u>	<u>\$ 328,129</u>	<u>\$ 385,662</u>	<u>\$ 418,690</u>	<u>\$ 521,223</u>	<u>\$ 626,719</u>	<u>\$ 724,904</u>	<u>\$ 823,417</u>
Primary government										
Invested in capital assets, net of related debt	\$ 192,534	\$ 197,175	\$ 202,326	\$ 216,353	\$ 262,978	\$ 285,092	\$ 270,761	\$ 234,109	\$ 223,429	\$ 242,828
Restricted	75,918	72,021	89,378	101,109	107,132	123,608	165,340	220,435	256,247	282,937
Unrestricted	51,489	53,711	46,690	10,667	15,552	9,990	85,122	172,175	245,228	297,652
Total primary government net position	<u>\$ 319,941</u>	<u>\$ 322,907</u>	<u>\$ 338,394</u>	<u>\$ 328,129</u>	<u>\$ 385,662</u>	<u>\$ 418,690</u>	<u>\$ 521,223</u>	<u>\$ 626,719</u>	<u>\$ 724,904</u>	<u>\$ 823,417</u>

Source: Utah County Statements of Net Position at December 31, 2014 through 2023.

Note: The County has no business-type activities.

Changes in Net Position
Last Ten Years
(amounts expressed in thousands)
(accrual basis of accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
General government	\$ 38,498	\$ 37,907	\$ 39,400	\$ 41,393	\$ 47,470	\$ 51,857	\$ 133,201	\$ 67,585	\$ 92,642	\$ 66,281
Public safety	48,865	48,362	51,135	55,342	56,047	62,761	60,433	66,068	71,896	97,020
Public health and welfare	32,924	32,988	32,301	34,600	35,890	38,774	34,900	36,494	36,670	43,954
Roads and public improvements	44,088	48,453	61,128	82,785	24,269	79,686	100,754	113,684	135,957	150,800
Parks and recreation	1,772	1,760	2,100	4,464	5,797	4,096	1,880	2,139	2,705	2,516
Interest on long-term liabilities	12,326	11,950	11,505	12,957	12,803	10,673	7,092	5,659	6,610	5,837
Total primary government expenses	<u>\$ 178,473</u>	<u>\$ 181,420</u>	<u>\$ 197,569</u>	<u>\$ 231,541</u>	<u>\$ 182,276</u>	<u>\$ 247,847</u>	<u>\$ 338,260</u>	<u>\$ 291,629</u>	<u>\$ 346,480</u>	<u>\$ 366,408</u>
Program Revenues										
Charges for services:										
General government	\$ 13,163	\$ 15,303	\$ 15,224	\$ 16,339	\$ 17,787	\$ 26,846	\$ 28,702	\$ 37,149	\$ 23,865	\$ 33,210
Public safety	12,955	13,132	13,543	8,402	7,969	6,424	3,206	5,747	6,364	8,136
Public health	11,107	10,397	11,833	11,390	12,387	15,122	11,943	11,714	12,886	16,352
Roads and public improvements	-	-	-	-	-	-	-	-	5,177	5,313
Operating grants and contributions	30,521	28,501	28,832	30,744	35,354	30,118	144,121	62,857	73,487	61,663
Total primary government program revenues	<u>\$ 67,746</u>	<u>\$ 67,333</u>	<u>\$ 69,432</u>	<u>\$ 66,875</u>	<u>\$ 73,497</u>	<u>\$ 78,510</u>	<u>\$ 187,972</u>	<u>\$ 117,467</u>	<u>\$ 121,779</u>	<u>\$ 124,674</u>
Net (Expense)/Revenue										
Total primary government program net expense	<u>\$ (110,727)</u>	<u>\$ (114,087)</u>	<u>\$ (128,137)</u>	<u>\$ (164,666)</u>	<u>\$ (108,779)</u>	<u>\$ (169,337)</u>	<u>\$ (150,288)</u>	<u>\$ (174,162)</u>	<u>\$ (224,701)</u>	<u>\$ (241,734)</u>
General Revenues										
Property taxes	\$ 40,610	\$ 42,949	\$ 44,528	\$ 44,474	\$ 48,402	\$ 50,216	\$ 73,840	\$ 70,651	\$ 72,538	\$ 77,317
Sales and franchise taxes	84,809	90,067	96,055	105,973	112,734	143,279	166,954	204,966	231,027	235,380
Investment earnings	556	695	1,183	2,538	3,503	4,212	2,506	1,174	5,868	22,543
Miscellaneous	2,840	1,688	1,858	1,416	2,676	4,657	9,381	2,867	13,453	5,338
Total primary government general revenues	<u>128,815</u>	<u>135,399</u>	<u>143,624</u>	<u>154,401</u>	<u>167,315</u>	<u>202,364</u>	<u>252,681</u>	<u>279,658</u>	<u>322,886</u>	<u>340,578</u>
Changes in Net Position										
Total primary government	<u>\$ 18,088</u>	<u>\$ 21,312</u>	<u>\$ 15,487</u>	<u>\$ (10,265)</u>	<u>\$ 58,536</u>	<u>\$ 33,027</u>	<u>\$ 102,393</u>	<u>\$ 105,496</u>	<u>\$ 98,185</u>	<u>\$ 98,844</u>

Source: Utah County Statements of Activities for years ended at December 31, 2014 through 2023.

Note: The County has only governmental activities and no business-type activities.

Statement of Net Position
Primary Government--Governmental Activities Last Five Years

	2019	2020	2021	2022	2023
Assets and deferred outflows of resources					
Assets:					
Cash and investments	\$ 174,766,354	\$ 242,252,848	\$ 405,409,109	\$ 491,553,366	\$ 508,705,212
Receivables:					
Taxes receivable	27,175,559	36,266,748	34,911,198	35,081,177	35,391,892
Leases receivable	-	3,445,250	3,053,506	2,652,957	2,243,415
Other receivables	12,555,941	51,979,020	15,855,823	17,134,922	17,067,719
Inventories	315,837	572,563	634,070	773,230	549,162
Other current assets	4,297,114	11,617,793	11,980,252	12,579,919	26,546,270
Capital assets, net of depreciation					
Land	48,013,335	47,626,335	48,997,453	54,075,565	60,597,600
Rights of way and water rights	211,740	211,740	211,740	235,740	710,640
Buildings	106,758,580	100,363,508	99,224,896	97,306,636	99,762,292
Improvements other than buildings	3,739,898	3,388,561	3,205,591	2,959,074	2,781,997
Equipment	12,355,640	14,302,683	18,829,172	23,908,745	26,446,739
Right-to-use assets	-	2,552,570	2,108,118	2,162,904	5,121,825
Infrastructure	315,299,518	321,838,027	322,543,824	324,841,425	344,433,549
Construction in progress	-	-	7,084	338,405	3,585,180
Net pension asset	-	-	416,277	28,151,124	-
Total assets	705,489,516	836,417,646	967,388,113	1,093,755,189	1,133,943,492
Deferred outflows of resources	35,882,059	28,042,789	28,502,152	27,525,414	32,410,248
Total assets and deferred outflows of resources	741,371,575	864,460,435	995,890,265	1,121,280,603	1,166,353,740
Liabilities and deferred inflows of resources					
Liabilities:					
Accounts payable and accruals	\$ 21,547,079	\$ 39,750,852	\$ 19,491,620	\$ 20,060,266	\$ 17,944,835
Accrued interest	801,005	793,025	698,608	656,938	621,394
Unearned revenues	4,637,954	19,092,090	76,381,891	106,683,733	87,763,517
Bonds and leases payable--due within one year	10,596,810	8,907,022	8,220,000	10,525,930	11,952,138
Other liabilities	562,886	-	-	1,231,230	3,644,349
Noncurrent liabilities:					
Revenue bonds payable--due more than one year	227,483,675	219,076,021	208,431,196	194,468,933	182,516,795
Leases payable--due more than one year	-	2,051,588	2,176,655	1,801,550	4,996,313
Compensated absences and other postemployment benefits	14,773,282	14,435,729	14,583,217	13,598,987	14,642,488
Net pension liability	41,017,088	24,085,947	9,825,653	-	16,244,329
Total liabilities	321,419,779	328,192,274	339,808,840	349,027,567	340,326,158
Deferred inflows of resources	1,262,166	15,044,849	29,362,237	47,348,572	2,610,422
Total liabilities and deferred inflows of resources	322,681,945	343,237,123	369,171,077	396,376,139	342,936,580
Net position					
Net investment in capital assets	\$ 285,092,022	\$ 270,761,103	\$ 234,108,748	\$ 223,429,256	\$ 242,828,020
Restricted for:					
Debt service	1,396,040	500	-	-	-
Special service areas/districts	-	8,760,217	10,067,598	12,198,744	7,162,378
Assessing and collecting property taxes	6,500,960	4,510,034	5,652,531	5,889,306	7,138,784
Recorder services	-	8,168,531	13,602,717	15,332,194	14,232,743
Transient room tax	772,576	1,073,129	2,474,970	4,406,102	6,409,180
Public transit tax	87,415,200	109,678,666	148,192,673	176,540,777	196,445,162
TRCC taxes	27,522,726	33,149,320	40,444,761	41,880,201	51,549,243
Unrestricted	9,990,106	85,121,812	172,175,190	245,227,884	297,651,650
Total net position	\$ 418,689,630	\$ 521,223,312	\$ 626,719,188	\$ 724,904,464	\$ 823,417,160

Source: Utah County Statements of Net Position at December 31, 2019 through 2023.

Statement of Activities
Primary Government--Governmental Activities
Last Five Years

	2019	2020	2021	2022	2023
Net (expenses)/revenues by function: ⁽¹⁾					
Governmental activities:					
General government	\$ (25,010,942)	\$ (17,279,118)	\$ 1,441,010	\$ (18,576,414)	\$ (743,135)
Public safety	(51,199,988)	(24,096,798)	(58,766,528)	(64,475,059)	(87,269,703)
Public health and welfare	(6,866,438)	(6,433,663)	(4,589,049)	(5,576,024)	(7,722,993)
Roads and public improvements	(71,490,657)	(93,505,235)	(104,449,882)	(126,759,009)	(137,645,586)
Parks and recreation	(4,096,461)	(1,880,475)	(2,139,504)	(2,705,060)	(2,515,497)
Interest on long-term liabilities	(10,672,711)	(7,091,831)	(5,658,676)	(6,609,571)	(5,837,199)
Total net (expenses)/revenues	<u>(169,337,197)</u>	<u>(150,287,120)</u>	<u>(174,162,629)</u>	<u>(224,701,137)</u>	<u>(241,734,113)</u>
General revenues:					
Property taxes	\$ 50,215,937	\$ 73,839,645	\$ 70,650,601	\$ 72,538,185	\$ 77,316,995
Sales and franchise taxes	128,349,527	153,730,847	186,985,524	210,163,701	212,646,057
TRCC taxes	10,679,684	10,186,963	13,160,330	14,851,930	16,317,812
Transient room tax	4,250,553	3,035,857	4,820,396	6,010,915	6,415,961
Earnings on investments	4,212,102	2,506,251	1,174,498	5,868,488	22,543,567
Miscellaneous revenues	4,656,623	9,380,804	2,867,156	13,453,194	5,338,046
Total general revenues	<u>202,364,426</u>	<u>252,680,367</u>	<u>279,658,505</u>	<u>322,886,413</u>	<u>340,578,438</u>
Change in net position	33,027,229	102,393,247	105,495,876	98,185,276	98,844,325
Net position - beginning	385,662,401	418,830,065 ⁽²⁾	521,223,312	626,719,188	724,572,835 ⁽³⁾
Net position - ending	<u>\$ 418,689,630</u>	<u>\$ 521,223,312</u>	<u>\$ 626,719,188</u>	<u>\$ 724,904,464</u>	<u>\$ 823,417,160</u>

⁽¹⁾ This report is presented in summary format concerning the single item of "Net (Expense) Revenue and Changes in Net Position" and is not intended to be complete.

⁽²⁾ Beginning net position in 2020 restated due to implementation of GASB Statement No. 87.

⁽³⁾ Beginning net position in 2023 due to change in reporting entity (Soldier Summit Special Service District).

Source: Utah County Statements of Activities at December 31, 2019 through 2023.

Fund Balances of Governmental Funds
Last Ten Years (amounts expressed in thousands)
(modified accrual basis of accounting)

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
General fund										
Restricted	\$ 3,532	\$ 3,590	\$ 3,737	\$ 3,687	\$ 3,828	\$ 4,024	\$ 6,567	\$ 5,910	\$ 6,239	\$ 6,584
Committed	-	-	-	-	-	-	15,366	13,828	14,600	15,406
Assigned	7,442	7,574	7,428	4,666	4,666	3,666	7,579	-	-	-
Unassigned	17,407	16,323	16,924	16,557	14,414	11,577	13,918	34,224	34,682	25,270
Total general fund	<u>\$ 28,381</u>	<u>\$ 27,487</u>	<u>\$ 28,089</u>	<u>\$ 24,910</u>	<u>\$ 22,908</u>	<u>\$ 19,267</u>	<u>\$ 43,430</u>	<u>\$ 53,962</u>	<u>\$ 55,521</u>	<u>\$ 47,260</u>
All other governmental funds										
Restricted for:										
Transient room tax	\$ 50	\$ 373	\$ 681	\$ 733	\$ 771	\$ 772	\$ 1,073	\$ 2,475	\$ 4,406	\$ 6,409
Assessing and collecting	4,055	4,505	5,209	5,281	4,426	6,501	4,510	5,653	5,889	7,139
Recorder services	-	-	-	-	-	-	8,169	13,603	15,332	14,233
Public transit tax	51,213	57,085	68,789	75,602	79,177	87,415	109,679	148,193	176,541	196,445
TRCC taxes	6,333	7,479	11,635	15,307	19,951	27,523	33,149	40,445	41,880	51,549
Special service areas/districts	6,248	5,588	5,796	5,932	5,959	6,199	8,760	10,067	12,199	7,162
Bond proceeds	9,421	8,142	56,461	28,754	-	-	-	-	-	-
Committed for:										
Public health and welfare	6,732	5,882	7,163	8,197	8,241	10,025	8,610	9,291	8,388	8,806
Public safety	720	797	882	983	1,035	1,129	1,349	1,075	1,162	1,293
Capital projects	6,596	8,503	9,462	9,629	9,466	9,754	28,606	48,760	67,597	93,626
Debt service	9,593	5,314	3,064	4,186	2,807	1,396	1	-	-	12
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	7	7	7	7	-	603	-	-
Total all other governmental funds	<u>\$ 100,961</u>	<u>\$ 103,668</u>	<u>\$ 169,149</u>	<u>\$ 154,611</u>	<u>\$ 131,840</u>	<u>\$ 150,721</u>	<u>\$ 203,906</u>	<u>\$ 280,165</u>	<u>\$ 333,394</u>	<u>\$ 386,674</u>

Source: Utah County Balance Sheets for Governmental Funds at December 31, 2014 through 2023.

Changes in Fund Balances of Governmental Funds
Last Ten Years
(amounts expressed in thousands)
(modified accrual basis of accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues										
Taxes	\$ 125,999	\$ 132,574	\$ 140,517	\$ 151,516	\$ 160,001	\$ 193,693	\$ 239,851	\$ 275,383	\$ 303,796	\$ 312,391
Licenses and permits	323	384	505	416	404	368	745	950	921	1,126
Intergovernmental	29,994	29,074	29,494	30,484	36,478	35,473	141,896	75,223	73,532	59,607
Charges for services	35,560	35,294	37,238	33,853	34,672	40,766	64,829	38,196	37,722	51,972
Fines and forfeitures	2,832	2,582	2,262	2,122	1,958	1,904	1,569	1,658	1,803	1,780
Investment earnings	556	695	1,183	2,535	3,503	4,212	2,506	1,174	5,868	22,544
Fees	-	-	-	-	-	-	4,597	7,605	7,846	8,133
Payments in lieu of taxes	-	-	-	-	-	-	1,908	1,887	1,921	2,057
Miscellaneous	1,878	1,684	1,791	1,416	2,656	4,655	2,875	925	10,944	5,337
Total revenues	197,142	202,287	212,990	222,342	239,672	281,071	460,776	403,001	444,353	464,947
Expenditures										
General government	43,589	44,001	43,621	46,698	47,877	52,868	161,037	78,265	105,581	104,716
Public safety	47,968	49,334	52,038	53,658	56,244	61,556	61,020	65,214	77,944	99,450
Public health	32,606	33,903	33,205	34,225	36,254	38,367	35,934	37,556	41,400	46,774
Roads and public improvements	44,428	48,666	61,455	82,775	97,099	83,239	105,640	118,260	141,430	156,070
Parks and recreation	1,465	1,503	1,843	4,097	5,561	3,852	1,429	1,827	2,348	2,745
Debt service:										
Principal	8,590	13,390	10,550	8,735	8,755	15,065	9,640	8,510	10,605	8,620
Interest and fiscal charges	12,691	12,277	11,669	13,036	12,972	11,713	8,793	8,435	8,169	7,401
Total expenditures	191,337	203,074	214,381	243,224	264,762	266,660	383,493	318,067	387,477	425,776
Excess of revenues over (under) expenditures	5,805	(787)	(1,391)	(20,882)	(25,090)	14,411	77,283	84,934	56,876	39,171

Changes in Fund Balances of Governmental Funds (continued)
Last Ten Years
(amounts expressed in thousands)
(modified accrual basis of accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Other financing sources (uses)										
Transfers in	26,401	28,866	25,040	28,228	25,276	27,245	36,221	37,067	38,950	46,937
Transfers out	(22,982)	(26,264)	(22,566)	(25,064)	(24,959)	(26,883)	(39,181)	(37,156)	(42,145)	(45,008)
Bonds issued	-	-	65,000	-	-	-	-	-	-	-
Refunding bonds issued	6,755	-	-	-	-	81,055	27,315	34,745	-	-
Payments for bond redemption	(6,698)	-	-	-	-	(93,055)	(32,661)	(42,065)	-	-
Bond premiums and discounts	-	-	-	-	-	12,466	5,583	7,553	-	-
Leases issued (as lessee)	-	-	-	-	-	-	1,819	-	496	2,072
Sale of general capital assets	-	-	-	-	-	-	884	1,704	600	2,151
Insurance recoveries	-	-	-	-	-	-	85	9	11	28
Total other financing sources (uses)	<u>3,476</u>	<u>2,602</u>	<u>67,474</u>	<u>3,164</u>	<u>317</u>	<u>828</u>	<u>65</u>	<u>1,857</u>	<u>(2,088)</u>	<u>6,180</u>
Net change in fund balances	<u>\$ 9,281</u>	<u>\$ 1,815</u>	<u>\$ 66,083</u>	<u>\$ (17,718)</u>	<u>\$ (24,773)</u>	<u>\$ 15,239</u>	<u>\$ 77,348</u>	<u>\$ 86,791</u>	<u>\$ 54,788</u>	<u>\$ 45,351</u>

Source: Utah County Statements of Revenues, Expenditures, and Changes in Fund Balances for Governmental Funds for years ending December 31, 2014 through 2023.

Balance Sheet
Governmental Funds--Major Funds--General Fund
Last Five Years

	2019	2020	2021	2022	2023
Assets					
Cash and investments	\$ 24,078,331	\$ 4,521,336	\$ 43,521,652	\$ 45,576,919	\$ 43,015,927
Receivables:					
Taxes	14,860,101	22,804,386	19,524,315	19,385,965	19,222,011
Other	1,509,519	26,933,107	538,836	1,103,384	1,645,689
Due from other funds	2,045,000	977,000	1,258,000	1,712,000	921,000
Other assets	211,151	214,980	426,805	195,777	99,102
Total assets	<u>\$ 42,704,102</u>	<u>\$ 55,450,809</u>	<u>\$ 65,269,608</u>	<u>\$ 67,974,045</u>	<u>\$ 64,903,729</u>
Liabilities					
Accounts payable and accruals	8,287,913	4,380,238	3,662,027	4,492,458	8,696,402
Unearned revenues	1,094,674	971,946	1,314,254	753,515	784,376
Other liabilities	12,176,599	3,948,575	3,583,715	4,330,674	5,030,361
Total liabilities	<u>21,559,185</u>	<u>9,300,759</u>	<u>8,559,996</u>	<u>9,576,647</u>	<u>14,511,139</u>
Deferred Inflows Of Resources	<u>1,878,250</u>	<u>2,720,018</u>	<u>2,747,183</u>	<u>2,876,314</u>	<u>3,133,019</u>
Fund Balances					
Restricted:					
Statutory minimum balance	4,024,215	6,566,830	5,909,750	6,239,359	6,583,741
Committed:					
County policy minimum balance	-	15,366,381	13,828,815	14,600,098	15,405,952
Assigned:					
Medicaid reserve	600,000	-	-	-	-
Equipment replacement	3,065,762	-	-	-	-
Capital projects	-	7,579,000	-	-	-
Unassigned	<u>11,576,689</u>	<u>13,917,821</u>	<u>34,223,864</u>	<u>34,681,627</u>	<u>25,269,878</u>
Total fund balances	<u>19,266,666</u>	<u>43,430,032</u>	<u>53,962,429</u>	<u>55,521,084</u>	<u>47,259,571</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 42,704,102</u>	<u>\$ 55,450,809</u>	<u>\$ 65,269,608</u>	<u>\$ 67,974,045</u>	<u>\$ 64,903,729</u>

Source: Utah County Balance Sheets at December 31, 2019 through 2023.

Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds--Major Funds--General Fund
Last Five Years

	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Revenues					
Property taxes	\$ 35,160,949	\$ 57,921,817	\$ 54,279,632	\$ 55,552,264	\$ 58,029,373
Sales taxes	32,225,118	36,468,928	43,763,871	49,638,359	51,214,524
Franchise taxes	4,961	5,159	7,709	5,561	2,739
Licenses and permits	350,074	425,485	555,462	626,960	854,440
Intergovernmental	856,161	335,840	11,830,302	10,396,397	388,458
Charges for services	8,186,359	32,560,928	5,368,227	5,491,288	14,476,265
Fines and forfeitures	1,904,275	1,528,688	1,602,207	1,758,757	1,706,465
Investment earnings	585,150	205,567	85,109	730,307	2,537,096
Payments in lieu of taxes	-	744,391	670,353	585,786	697,223
Miscellaneous	1,211,246	1,139,787	32,126	1,484	1,768,224
Total revenues	<u>80,484,293</u>	<u>131,336,590</u>	<u>118,194,998</u>	<u>124,787,163</u>	<u>131,674,807</u>
Expenditures					
Current:					
General government	29,341,497	32,612,399	27,372,598	31,347,684	34,009,833
Public safety	53,819,946	49,813,932	51,356,208	64,598,974	74,962,234
Public health and welfare	990,736	1,012,751	1,122,335	1,328,392	1,600,832
Parks and recreation	447,075	-	-	-	-
Capital outlay:					
General government	53,599	184,347	1,242,846	286,600	1,954,009
Public safety	90,472	1,124,765	2,881,890	500,554	1,009,710
Public health and welfare	-	-	-	-	-
Parks and recreation	-	-	-	-	-
Total expenditures	<u>84,743,324</u>	<u>84,748,193</u>	<u>83,975,877</u>	<u>98,062,204</u>	<u>113,536,618</u>
Excess (deficiency) of revenues over expenditures	(4,259,032)	46,588,397	34,219,121	26,724,959	18,138,189
Other Financing Sources (Uses)					
Transfers in	3,882,818	707,805	-	663,366	2,675,356
Transfers out	(3,264,960)	(24,596,998)	(23,862,994)	(26,396,950)	(32,340,276)
Leases issued (as lessee)	-	952,740	-	66,646	1,481,535
Sale of general capital assets	-	464,751	167,273	492,778	1,769,930
Insurance recoveries	-	46,671	8,997	7,856	13,753
Total other financing sources (uses)	<u>617,858</u>	<u>(22,425,031)</u>	<u>(23,686,724)</u>	<u>(25,166,304)</u>	<u>(26,399,702)</u>
Net change in fund balances	(3,641,173)	24,163,366	10,532,397	1,558,655	(8,261,513)
Fund balances - beginning	<u>22,907,839</u>	<u>19,266,666</u>	<u>43,430,032</u>	<u>53,962,429</u>	<u>55,521,084</u>
Fund balances - ending	<u>\$ 19,266,666</u>	<u>\$ 43,430,032</u>	<u>\$ 53,962,429</u>	<u>\$ 55,521,084</u>	<u>\$ 47,259,571</u>

Source: Utah County Statements of Revenues, Expenditures, and Changes in Fund Balance at December 31, 2019 through 2023.

**Assessed Value and Actual Value of Taxable Property
Last Ten Years
(amounts expressed in thousands)**

Year Ended Dec. 31,	Real Property			Mobile Homes and Personal Property	Centrally Assessed Property	Total Taxable Assessed Value	% Change over Prior Year	Total Tax Rate	Estimated Total Market Value	% Change over Prior Year	Ratio of Taxable Assessed Value to Estimated Market Value
	(1) Primary Residential Property	Secondary Residential Property	Agricultural Property								
2014	\$ 18,021,070	\$ 7,462,938	\$ 397,491	\$ 1,934,222	\$ 1,389,516	\$ 29,205,237	10.70%	0.001149	\$ 42,426,090	(13.90%)	68.8%
2015	18,730,419	9,380,588	310,445	2,114,621	1,530,017	32,066,091	9.80%	0.001098	50,109,033	18.10%	64.0%
2016	20,616,378	10,193,886	325,303	2,369,902	1,598,021	35,103,491	9.50%	0.001049	61,394,295	22.50%	57.2%
2017	23,045,191	11,281,823	369,321	2,473,985	1,696,147	38,866,467	10.70%	0.000969	57,734,721	(6.00%)	67.3%
2018	25,975,653	12,352,584	435,106	2,385,025	1,943,028	43,091,397	10.90%	0.000911	63,673,572	10.30%	67.7%
2019	29,659,800	14,472,894	478,940	3,107,749	2,029,888	49,749,271	15.50%	0.000839	73,051,973	14.70%	68.1%
2020	32,856,488	16,314,176	526,352	3,038,019	2,221,210	54,956,245	10.50%	0.001202	86,728,328	18.70%	63.4%
2021	37,195,681	17,161,123	574,961	3,083,093	2,244,886	60,259,744	9.65%	0.001007	95,778,822	10.44%	62.9%
2022	51,811,148	22,551,761	823,836	3,603,977	2,274,785	81,065,507	34.53%	0.000787	130,812,262	36.58%	62.0%
2023	55,218,892	23,914,276	785,223	4,477,855	1,946,841	86,343,087	6.51%	0.000781	138,584,872	5.94%	62.3%

Source: Utah State Tax Commission - Property Tax Division, Utah County Treasurer's Office, Utah County Auditor's Office - Tax Administration Division

Notes:

(1) Per Utah Code Annotated §59-2-103, 45 percent of the value of primary residential property is exempt from taxation.

**Property Tax Rates - Direct and Overlapping Governments
Last Ten Years**

	2023	2022	2021	2020	2019
County-wide rates (1):					
General Fund	0.000656	0.000661	0.000853	0.001041	0.000672
Bond Debt Service Fund	na	na	na	na	na
State Assessing & Collecting	0.000015	0.000015	0.000012	0.000012	0.000009
Local Assessing & Collecting	0.000110	0.000111	0.000142	0.000149	0.000158
Discharge of Judgment	na	na	na	na	na
Total Direct Rate ⁽²⁾	0.000781	0.000787	0.001007	0.001202	0.000839
Other County rates (3):					
Law Enforcement - Service Area 6	0.000855	0.000860	0.001046	0.001103	0.001169
Urban Structure Fire - Service Area 7	0.000344	0.000357	0.000472	0.000507	0.000545
Planning - Service Area 8	0.000191	0.000192	0.000233	0.000246	0.000261
Rural Structure Fire - Service Area 9	0.000108	0.000104	0.000115	0.000118	0.000123
Soldier Summit Special Service District	na	0.002463	0.002591	0.002815	0.003134
School district rates:					
Alpine School Charter	0.000064	0.000055	0.000062	0.000056	0.000064
Alpine School District	0.005454	0.005669	0.006842	0.006744	0.006635
Nebo School Charter	0.000075	0.000070	0.000076	0.000086	0.000103
Nebo School District	0.007350	0.007513	0.008618	0.008663	0.008646
Provo City School District	0.007235	0.007227	0.006926	0.007244	0.007032
Provo School Charter	0.000098	0.000096	0.000091	0.000093	0.000097
Municipal rates:					
Alpine	0.001281	0.001306	0.001306	0.001424	0.001473
American Fork	0.001778	0.001679	0.001687	0.001906	0.002027
Bluffdale	0.000976	0.001161	0.001519	0.001695	0.001783
Cedar Fort	0.000496	0.000482	0.000612	0.000671	0.000701
Cedar Hills	0.001148	0.001123	0.001495	0.001646	0.001737
Draper	0.000896	0.000927	0.001141	0.001227	0.001268
Eagle Mountain	0.000524	0.000541	0.000724	0.000769	0.000825
Elk Ridge	0.001101	0.001093	0.001494	0.001599	0.001737
Fairfield	0.000685	0.000640	0.000930	0.001019	0.000822
Genola	0.001045	0.000946	0.000914	0.001000	0.001045
Goshen	0.001045	0.000387	0.000488	0.000539	0.000589
Highland	0.000794	0.000817	0.001122	0.001216	0.001254
Lehi	0.001153	0.001189	0.001429	0.001451	0.001538
Lindon	0.000853	0.000907	0.001116	0.001174	0.001241
Mapleton	0.001538	0.001489	0.002048	0.002209	0.002317
Orem	0.000893	0.000925	0.001094	0.001166	0.001260
Payson	0.001193	0.001193	0.001193	0.001193	0.001272
Pleasant Grove	0.001284	0.001303	0.001497	0.001602	0.001734
Provo	0.001791	0.001710	0.002230	0.002426	0.002560
Salem	0.001237	0.001227	0.001227	0.001290	0.001411
Santaquin	0.001404	0.000935	0.001282	0.001396	0.001499
Saratoga Springs	0.001043	0.001028	0.001359	0.001446	0.001570
Spanish Fork	0.001085	0.001111	0.001129	0.001200	0.000991
Springville	0.001145	0.001159	0.001497	0.001612	0.001763
Vineyard	0.002842	0.002903	0.003329	0.003249	0.003369
Woodland Hills	0.003431	0.003210	0.004250	0.004345	0.004354
Other taxing district rates:	0.000006-0.015000	0.000006-0.015000	0.000008-0.015000	0.000008-0.001715	0.000008-0.001745

Source: Utah State Tax Commission

Notes:

⁽¹⁾ Public hearings are required before the direct rates can be adjusted by the Board of Utah County Commissioners.

⁽²⁾ Most residents of the County will pay the total direct rate.

⁽³⁾ Only citizens who live in the unincorporated area of the County will pay the tax rates assessed in the service areas.

(continued)

Property Tax Rates - Direct and Overlapping Governments (continued)
Last Ten Years

	2018	2017	2016	2015	2014
County-wide rates(1):					
General Fund	0.000732	0.000779	0.000834	0.000870	0.000916
Bond Debt Service Fund	na	na	na	na	na
State Assessing & Collecting	0.000009	0.000010	0.000011	0.000012	0.000013
Local Assessing & Collecting	0.000170	0.000180	0.000204	0.000216	0.000220
Discharge of Judgment	na	na	na	na	na
Total Direct Rate ⁽²⁾	0.000911	0.000969	0.001049	0.001098	0.001149
Other County rates(3):					
Law Enforcement - Service					
Area 6	0.001236	0.001294	0.001379	0.001404	0.001440
Urban Structure Fire - Service					
Area 7	0.000589	0.000611	0.000831	0.000835	0.000854
Planning - Service Area 8	0.000276	0.000290	0.000309	0.000310	0.000323
Rural Structure Fire - Service					
Area 9	0.000127	0.000135	0.000139	0.000143	0.000145
Soldier Summit Special Service					
District	0.003046	0.003141	0.003385	0.003444	0.003857
School district rates:					
Alpine School Charter	0.000069	0.00008	na	na	na
Alpine School District	0.006964	0.007087	0.007718	0.008177	0.008096
Nebo School Charter	0.000102	0.000086	na	na	na
Nebo School District	0.008990	0.009212	0.009298	0.009326	0.009183
Provo City School District	0.007487	0.007244	0.007883	0.007568	0.006636
Provo School Charter	0.000089	0.000083	na	na	na
Municipal rates:					
Alpine	0.001179	0.001305	0.001388	0.001478	0.001611
American Fork	0.002077	0.002082	0.002261	0.002362	0.002540
Bluffdale	0.001442	0.001751	0.001218	0.001309	0.001419
Cedar Fort	0.000817	0.000924	0.001037	0.001099	0.001163
Cedar Hills	0.001923	0.002024	0.002186	0.002315	0.002410
Draper	0.001352	0.001460	0.001560	0.001701	0.001791
Eagle Mountain	0.000924	0.001011	0.001081	0.001118	0.001192
Elk Ridge	0.001841	0.001949	0.002180	0.002356	0.002360
Fairfield	0.000976	0.001043	0.001012	0.000918	0.000801
Genola	0.001045	0.001045	0.000902	0.000949	0.000972
Goshen	0.000637	0.000678	0.000799	0.000855	0.000885
Highland	0.001327	0.001428	0.001494	0.001568	0.001681
Lehi	0.001678	0.001830	0.002005	0.002090	0.002172
Lindon	0.001392	0.001451	0.001630	0.001741	0.001862
Mapleton	0.002523	0.002729	0.002729	0.002729	0.003052
Orem	0.001281	0.001346	0.001550	0.001652	0.001716
Payson	0.001280	0.001280	0.001279	0.001280	0.001268
Pleasant Grove	0.001884	0.002029	0.001775	0.001875	0.001997
Provo	0.001888	0.002089	0.002239	0.002377	0.002775
Salem	0.001524	0.001633	0.001697	0.001839	0.001896
Santaquin	0.001644	0.001734	0.001909	0.002075	0.002176
Saratoga Springs	0.001731	0.001822	0.001994	0.002083	0.002233
Spanish Fork	0.000955	0.000955	0.001031	0.001091	0.001123
Springville	0.001914	0.002087	0.002262	0.001896	0.002054
Vineyard	0.003957	0.004015	0.003446	0.002878	0.002816
Woodland Hills	0.004337	0.004613	0.004839	0.004615	0.005262
Other taxing district rates:	0.000009-0.001836	0.000010-0.001809	0.000011-0.001884	0.000011-0.001997	0.000011-0.002097

Source: Utah State Tax Commission

Notes:

⁽¹⁾ Public hearings are required before the direct rates can be adjusted by the Board of Utah County Commissioners.

⁽²⁾ Most residents of the County will pay the total direct rate.

⁽³⁾ Only citizens who live in the unincorporated area of the County will pay the tax rates assessed in the service areas.

General Utah County Property Tax Information
Last Ten Years
(amounts expressed in thousands)

Year	Real Property	Centrally Assessed Property	Personal Property	Total Taxable Value	Tax Rate	Total Taxes Charged	Total Taxes Collected	Collection Rate
2014	\$ 25,881,499	\$ 1,389,516	\$ 1,934,222	\$ 29,205,237	0.000916	\$ 26,926	\$ 25,150	93.40%
2015	28,421,453	1,530,017	2,114,621	32,066,091	0.000870	27,995	26,103	93.24%
2016	31,135,568	1,598,021	2,369,902	35,103,491	0.000834	29,362	27,413	93.36%
2017	34,696,335	1,696,147	2,473,985	38,866,467	0.000779	30,413	28,577	93.96%
2018	38,763,344	1,943,028	2,385,025	43,091,397	0.000732	31,655	29,576	93.43%
2019	44,611,634	2,029,888	3,107,749	49,749,271	0.000672	33,618	31,633	94.10%
2020	49,697,016	2,221,210	3,038,019	54,956,245	0.001041	56,088	52,999	94.49%
2021	54,931,764	2,244,886	3,083,092	60,259,742	0.000853	51,981	48,538	93.38%
2022	75,186,745	2,274,785	3,603,977	81,065,507	0.000661	54,276	50,229	92.54%
2023	79,918,391	1,946,841	4,477,855	86,343,087	0.000656	56,664	53,499	94.41%

Source: Utah County Treasurer

Principal Property Taxpayers
Current Year and Ten Years Ago
(amounts expressed in thousands)

Taxpayer	Type of Business	2023		2013		2013	
		Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Values ⁽¹⁾	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Values ⁽²⁾
PacifiCorp	Electricity	\$ 892,233	1	1.03%	\$ 642,529	1	2.44%
Texas Instruments Incorporated ⁽³⁾	Semiconductor	456,017	2	0.53%	228,763	2	0.87%
Questar Gas	Natural Gas	340,664	3	0.39%	155,926	3	0.59%
D R Horton Inc	Residential Construction	327,848	4	0.38%	-	-	-
Stadion LLC	Not Available	305,404	5	0.35%	-	-	-
IHC Health Services	Health	223,218	6	0.26%	-	-	-
Adobe Systems Inc	Computer software	198,683	7	0.23%	70,260	8	0.27%
Union Pacific Railroad	Transportation	192,621	8	0.22%	73,193	7	0.28%
Thyme Global LLC	Management Company	187,988	9	0.22%	-	-	-
University Mall	Retail	153,865	10	0.18%	-	-	0.00%
Kern River Gas	Natural Gas	-	-	-	96,668	4	0.37%
Nu Skin Enterprises	Personal Care	-	-	-	78,649	5	0.30%
CenturyLink Inc (formerly Qwest Corp)	Telecommunications	-	-	-	77,358	6	0.29%
Walmart Real Estate Business Trust	Retail	-	-	-	67,592	9	0.26%
TCU-Canyon Park LLC	Real Estate	-	-	-	57,268	10	0.22%
Totals		<u>\$ 3,278,541</u>		<u>3.80%</u>	<u>\$ 1,548,206</u>		<u>5.88%</u>

Source: Utah County Treasurer

Notes:

⁽¹⁾ Percentage of total taxable values equals the taxpayer taxable value divided by the total taxable value of \$86,343,087 (amount expressed in thousands).

⁽²⁾ Percentage of total taxable values equals the taxpayer taxable value divided by the total taxable value of \$26,342,315 (amount expressed in thousands).

⁽³⁾ Formerly IM Flash Technologies, LLC, which was acquired by Micron Technology in 2019. Micron Technology was later acquired by Texas Instruments Incorporated on July 1, 2021.

Principal Sales Taxpayers Current Year

State law prohibits disclosure of actual dollar figures of sales and use tax collections by a specific business. However, for the calendar year ending December 31, 2023, the ten largest sales and use tax collectors provided approximately 25 percent of all sales and use tax revenue in the County. No single business accounted for more than approximately 5 percent of the County's total sales and use tax revenue.

Source: Utah State Tax Commission

**Governmental Activities Tax Revenues By Source
Last Ten Years
(amounts expressed in thousands)**

Year	(a) Property Taxes	Option Sales Tax	Local Sales Tax	Transient Room (Hotel) Sales Tax	Tourism (Restaurant) Sales Tax	Tourism (Car Rental) Sales Tax	(1) Section 2216 Sales Tax (Fixed Guideway)	Section 2218 Sales Tax (Roads & Public Transit)	(2) Section 2219 Sales Tax (Roads & Public Transit)	Total
2014	\$ 39,113	\$ 21,365	\$ 1,398	\$ 2,543	\$ 6,243	\$ 927	\$ 1,541	\$ 17,072	na	\$ 90,202
2015	40,437	22,553	1,554	2,928	6,975	1,006	1,652	17,207	na	94,312
2016	42,200	23,832	1,527	3,320	7,610	1,087	1,761	18,336	na	99,673
2017	43,241	26,181	1,635	3,601	8,038	1,140	1,963	20,431	na	106,230
2018	45,074	27,992	1,722	3,813	8,584	1,178	2,083	21,700	na	112,146
2019	47,778	30,282	1,943	4,251	9,373	1,307	2,308	24,032	8,479	129,753
2020	70,583	34,380	2,089	3,036	9,179	1,008	2,658	27,685	5,758	156,376
2021	67,531	41,293	2,471	4,820	11,722	1,439	3,246	33,809	6,981	173,312
2022	70,162	46,694	2,944	6,011	13,148	1,704	3,633	37,837	7,853	189,985
2023	74,004	47,674	3,540	6,416	14,319	1,999	3,649	38,007	7,888	197,496

(a) Does not include property taxes paid to redevelopment agencies. In 2023, the Legislature enacted a statute requiring 20% of rollback taxes to be paid to the County for protection of open lands (House Bill 371).

(1) The County receives 8% of the Section 2216 sales tax while Utah Transit Authority (UTA) receives the remaining 92%. The amounts in this column represent just the 8% of the tax due to the County.

(2) Tax enacted April 1, 2019. The County received 100% of this tax through June 30, 2019. Beginning July 1, 2019, the tax is distributed 40% to Utah Transit Authority, 40% to municipalities within the County, and 20% to Utah County. This amount represents the funds available to spend by the County, meaning the portion of the tax distributed directly to the County (100% prior to July 1, 2019 and 20% beginning July 1, 2019) plus the portion of the municipal allocation for the unincorporated area of the County.

**Governmental Activities Sales Tax Rates By Source
Last Ten Years**

Year	(3) Option Sales Tax	(4) Local Sales Tax	(5) Hotel Sales Tax	(6) Restaurant Sales Tax	(7) Car Rental Sales Tax	(8) Section 2216 Sales Tax	(9) Section 2218 Sales Tax	(10) Section 2219 Sales Tax
	2014	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25%
2015	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25%	na
2016	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25%	na
2017	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25%	na
2018	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25%	na
2019	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25%	0.25%
2020	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25%	0.25%
2021	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25%	0.25%
2022	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25%	0.25%
2023	0.25%	1.00%	4.25%	1.00%	7.00%	0.30%	0.25%	0.25%

(3) Tax enacted January 1, 1998.

(4) Tax enacted January 1, 1990.

(5) Tax enacted July 1, 1971 at 1.5%. Tax rate increased to 3% effective January 1, 1976. Tax rate increased to 4.25% effective April 1, 2007.

(6) Tax enacted October 1, 1991.

(7) Tax enacted April 1, 2004.

(8) Tax enacted April 1, 2007. The results of an opinion question included on the ballot during the 2006 general election indicated that voters approved of this tax (69 percent for the tax and 31 percent against the tax).

(9) Tax enacted January 1, 2009.

(10) Tax enacted April 1, 2019. Tax will be reviewed by the Board of Utah County Commissioners on or before December 31, 2028 to determine if the tax should be amended or repealed.

Ratios of Outstanding Debt by Type
Last Ten Years
 (amounts expressed in thousands, except per capita amount)

Year	Governmental Activities ⁽¹⁾		Total Primary Government	Percentage of Personal Income ⁽²⁾	Per Capita ⁽²⁾
	General Obligation Bonds	Revenue Bonds			
2014	\$ -	\$ 226,770	\$ 226,770	1.24%	\$ 401
2015	-	213,380	213,380	1.06%	369
2016	-	267,830	267,830	1.23%	448
2017	-	259,095	259,095	1.11%	421
2018	-	250,340	250,340	1.00%	396
2019	-	225,285	225,285	0.8	348
2020	-	210,660	210,660	0.67%	317
2021	-	194,835	194,835	0.56%	284
2022	-	184,230	184,230	0.49%	262
2023	-	175,610	175,610	na	244

Source: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

Notes:

⁽¹⁾ The county does not have any business-type activities.

⁽²⁾ See the Schedule of Demographic and Economic Statistics on page 152 for personal income and population

Ratios of General Bonded Outstanding Debt by Type
Last Ten Years
 (amounts expressed in thousands, except per capita amount)

Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Taxable Value of Property ⁽¹⁾	Population ⁽²⁾	Per Capita
2014	\$ -	\$ -	\$ -	0.00%	565,546	\$ -
2015	-	-	-	0.00%	578,811	-
2016	-	-	-	0.00%	597,879	-
2017	-	-	-	0.00%	615,695	-
2018	-	-	-	0.00%	631,508	-
2019	-	-	-	0.00%	646,502	-
2020	-	-	-	0.00%	663,559	-
2021	-	-	-	0.00%	685,806	-
2022	-	-	-	0.00%	702,434	-
2023	-	-	-	0.00%	719,174	-

Source: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

Notes:

⁽¹⁾ See the Assessed Value and Actual Value Tax Information on page 136 for property value data.

⁽²⁾ See the Schedule of Demographic and Economic Statistics on page 152 for personal income and population data.

Legal Debt Margin Information
Last Ten Years
 (amounts expressed in thousands)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Market Value ⁽¹⁾	\$ 42,426,090	\$ 50,109,033	\$ 61,394,295	\$ 57,734,721	\$ 63,673,572	\$ 73,051,973	\$ 86,728,328	\$ 95,778,822	\$130,812,262	\$138,584,872
Debt limit (2% of Market Value) ⁽²⁾	\$ 848,522	\$ 1,002,181	\$ 1,227,886	\$ 1,154,694	\$ 1,273,471	\$ 1,461,039	\$ 1,734,567	\$ 1,915,576	\$ 2,616,245	\$ 2,771,697
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<u>\$ 848,522</u>	<u>\$ 1,002,181</u>	<u>\$ 1,227,886</u>	<u>\$ 1,154,694</u>	<u>\$ 1,273,471</u>	<u>\$ 1,461,039</u>	<u>\$ 1,734,567</u>	<u>\$ 1,915,576</u>	<u>\$ 2,616,245</u>	<u>\$ 2,771,697</u>
Total net debt applicable to the limit as a percentage of debt limit	-%	-%	-%	-%	-%	-%	-%	-%	-%	-%

Source: Utah County Auditor's Office

Notes:

⁽¹⁾ 'Estimated Total Market Value' from the Assessed Value and Actual Value of Taxable Property Schedule on page 136.

⁽²⁾ The general obligation indebtedness of the County is limited by Utah law to two percent of the 'reasonable fair cash value' of taxable property in the County.

Outstanding Bonded Indebtedness Current Year

Outstanding General Sales Tax Revenue Bonded Indebtedness

Series	Purpose	Original Amount	Final Maturity Date	Current Balance Outstanding
2010 ⁽¹⁾	Energy/Qualified Energy Conservation Bonds	\$ 4,940,000	2/1/2027	\$ 1,660,000
Total				<u>\$ 1,660,000</u>

⁽¹⁾ Not rated; no rating applied for. These bonds were privately placed. Issued as federally taxable, Qualified Energy Conservation Bonds.

Outstanding Excise Tax Revenue Bonded Indebtedness

Series	Purpose	Original Amount	Final Maturity Date	Current Balance Outstanding
2020 ⁽³⁾	Convention center	\$ 27,315,000	12/1/2039	\$ 23,500,000
Total				<u>\$ 23,500,000</u>

⁽²⁾ Rated "AA" by S&P as of the date of this report. These bonds were defeased in 2022.

⁽³⁾ Rated "AA+" by S&P as of the date of this report. These bonds are issued on a parity basis and are not issued on a parity with the 2013 Bonds.

Outstanding Transportation Sales Tax Revenue Bonded Indebtedness

Series	Purpose	Original Amount	Final Maturity Date	Current Balance Outstanding
2016 ⁽⁴⁾	Transportation (Subordinated Sales Tax)	\$ 65,000,000	11/1/2029	\$ 54,530,000
Total				<u>\$ 54,530,000</u>

⁽⁴⁾ Not rated; no rating applied for. These bonds were privately placed.

Outstanding Transportation Sales Tax Revenue Refunding Bonded Indebtedness

Series	Purpose	Original Amount	Final Maturity Date	Current Balance Outstanding
2019 ⁽⁵⁾	Transportation	\$ 66,345,000	12/1/2034	\$ 53,090,000
2021 ⁽⁶⁾	Transportation	34,745,000	12/1/2039	33,760,000
Total				<u>\$ 86,850,000</u>

⁽⁵⁾ Rated "AA-" by S&P as of the date of this report.

⁽⁶⁾ Rated "AA-" by S&P as of the date of this report.

Outstanding Vehicle Registration Fee Revenue Refunding Bonded Indebtedness

Series	Purpose	Original Amount	Final Maturity Date	Current Balance Outstanding
2019 ⁽⁷⁾	Transportation	\$ 14,710,000	12/1/2029	\$ 9,070,000
Total				<u>\$ 9,070,000</u>

⁽⁷⁾ Not rated; no rating applied for. These bonds were privately placed.

Source: Utah County

Historical Pledged-Revenue Coverage - Sales and Use Taxes/Fees Last Ten Years

Year	<A>		<A> + 	% Change from Prior Year
	County Option Sales and Use Tax ⁽¹⁾	Local Option Sales and Use Tax ⁽²⁾	Total Pledged Sales and Use Taxes	
2023	\$ 47,674,109	\$ 3,540,416	\$ 51,214,524	3.2%
2022	46,694,203	2,944,156	49,638,359	13.4%
2021	41,292,774	2,471,097	43,763,871	20.0%
2020	34,379,525	2,089,402	36,468,927	13.2%
2019	30,282,165	1,942,952	32,225,118	8.4%
2018	27,992,175	1,722,414	29,714,589	6.8%
2017	26,181,125	1,634,714	27,815,838	9.7%
2016	23,832,442	1,527,303	25,359,745	5.2%
2015	22,553,213	1,554,404	24,107,617	5.9%
2014	21,364,817	1,397,782	22,762,600	4.3%

⁽¹⁾ The sales tax levy for the County Option Sales Tax is 0.25% and is collected County-wide by the Utah State Tax Commission.

⁽²⁾ The sales tax levy for the Local Option Sales Tax is 1.00% and is collected in the unincorporated area of the County by the Utah State Tax Commission.

Source: Utah State Tax Commission

**Historical Pledged-Revenue Coverage - Sales and Use Taxes/Fees (continued)
Last Ten Years**

Year	<C>	<D>	<C> + <D>	% Change from Prior Year
	Section 2216 Sales and Use Tax ⁽³⁾	Section 2218 Sales and Use Tax ⁽⁴⁾	Total Pledged Sales and Use Taxes	
2023	\$ 3,649,420	\$ 38,006,980	\$ 41,656,400	0.4%
2022	3,632,923	37,836,921	41,469,844	11.9%
2021	3,246,373	33,808,572	37,054,945	22.1%
2020	2,658,270	27,685,097	30,343,367	15.2%
2019	2,307,686	24,032,152	26,339,838	10.7%
2018	2,083,470	21,699,860	23,783,330	6.2%
2017	1,962,717	20,430,702	22,393,420	11.4%
2016	1,761,036	18,336,283	20,097,319	6.6%
2015	1,652,179	17,206,520	18,858,699	1.3%
2014	1,540,735	17,072,130	18,612,865	18.3%

⁽³⁾ Section 2216 is the Fixed Guideway, Public Transit and Highways sales and use tax. The County began levying this tax on April 1, 2007 at the then-legal maximum rate of 0.25%. In 2008 the Utah State Legislature raised the legal maximum rate and the County increased its levy of this sales tax effective December 1, 2008 to the legal maximum rate of 0.30%. This amount represents only 8 percent of the total sales tax collected. The remaining 92 percent is paid directly to the Utah Transit Authority from the Utah State Tax Commission.

⁽⁴⁾ Section 2218 is the Airport, Highway and Public Transit sales and use tax. The County began levying this tax on January 1, 2009. The sales tax levy is 0.25%.

Source: Utah State Tax Commission

Historical Pledged-Revenue Coverage - Sales and Use Taxes/Fees (continued)
Last Ten Years

Year	Total Motor Vehicle Registrations ⁽⁵⁾	% Change from Prior Year	Total Pledged Fees ⁽⁶⁾	% Change from Prior Year
2023	541,018	3.6%	\$ 5,313,187	4.4%
2022	522,283	4.3%	5,088,330	(0.0%)
2021	500,952	2.7%	5,089,776	12.9%
2020	487,912	3.7%	4,509,920	(2.2%)
2019	470,413	4.8%	4,612,744	(4.6%)
2018	448,831	5.1%	4,836,036	22.0%
2017	427,029	4.7%	3,964,465	(4.2%)
2016	407,831	4.7%	4,136,812	5.7%
2015	389,623	2.4%	3,912,739	(2.0%)
2014	380,396	4.9%	3,993,299	11.0%

⁽⁵⁾ Total motor vehicle registrations multiplied by \$10 does not reconcile with Total Pledged Fees due to (i) differences in the timing of the allocation of the Pledged Fees to the County and the published reports of the Utah State Tax Commission regarding total motor vehicle registrations and (ii) certain vehicles are exempt from the fee.

⁽⁶⁾ The County passed its Local Option Transportation Corridor Fee Ordinance on March 28, 2006 and imposed the Pledged Fees beginning July 1, 2006.

Source: Utah State Tax Commission

Historical Pledged-Revenue Coverage - Sales and Use Taxes/Fees (continued)
Last Ten Years

Year	<E> Pledged Transient Room Tax (Hotel Tax) ⁽⁷⁾	<F> Restaurant Tax ⁽⁸⁾	<G> Short-Term Lease Tax ⁽⁹⁾	<E> + <F> + <G> Total Pledged Taxes	% Change from Prior Year
2023	\$ 1,509,638	\$ 14,319,134	\$ 1,998,678	\$ 17,827,450	9.6%
2022	1,414,333	13,148,431	1,703,498	16,266,263	13.8%
2021	1,134,211	11,721,684	1,438,647	14,294,542	31.1%
2020	714,319	9,178,798	1,008,165	10,901,282	(6.7%)
2019	1,000,130	9,372,738	1,306,646	11,679,514	9.6%
2018	897,232	8,584,096	1,178,072	10,659,400	6.3%
2017	847,382	8,037,995	1,139,700	10,025,076	5.8%
2016	781,202	7,609,729	1,087,059	9,477,990	9.3%
2015	689,041	6,974,765	1,005,898	8,669,705	11.6%
2014	598,381	6,242,780	927,235	7,768,395	10.4%

⁽⁷⁾ The bonds are not secured by all of the revenues generated by the imposition of the Transient Room Tax (TRT). This table reflects only the pledged amount of 23.5% of the total revenues collected from the TRT levy. A supplemental tax of 1.25% was enacted April 1, 2007, raising the total TRT levy from 3.00% to 4.25%.

⁽⁸⁾ The Restaurant Tax levy was raised to 1.00% effective April 1, 2007.

⁽⁹⁾ The County began levying the Short-Term Lease Tax effective April 1, 2004.

Source: Utah State Tax Commission

Historical Pledged-Revenue Coverage - Sales and Use Taxes/Fees (continued)
Last Ten Years

Year	Total Transient Room Tax Collections ⁽¹⁰⁾	Pledged Taxes	% Change from Prior Year
2023	\$ 6,415,961	\$ 1,887,047	6.7%
2022	6,010,915	1,767,916	24.7%
2021	4,820,395	1,417,763	58.8%
2020	3,035,857	892,899	(28.6%)
2019	4,250,553	1,250,163	11.5%
2018	3,813,235	1,121,540	5.9%
2017	3,601,373	1,059,227	8.5%
2016	3,320,110	976,503	13.4%
2015	2,928,424	861,301	15.2%
2014	2,543,118	747,976	8.3%

⁽¹⁰⁾ The bonds are not secured by all of the revenues generated by the imposition of the Transient Room Tax (TRT). The County has issued bonds under the 2010 Indenture, which are secured by a pledge of 23.5% of the TRT (see "Pledged Transient Room Tax" column on page 150).

The Series 2013 Bonds are secured by 29.4% of the total TRT available to the County. The Pledged Taxes column in the table shows the historic amounts of such revenues, which in prior years were collected but not pledged to the payment of the Series 2013 Bonds. A supplemental tax of 1.25% was enacted April 1, 2007, raising the total TRT levy from 3.00% to 4.25%.

Source: Utah State Tax Commission

Demographic and Economic Statistics Last Ten Years

Year	Population	Personal Income (amounts expressed in thousands) ⁽³⁾	Per Capita Personal Income ⁽³⁾	Median Age	School Enrollment	County Unemployment Rate ⁽⁶⁾
2014	565,546 ⁽³⁾	\$ 18,334,647	\$ 32,419	24.3 ⁽¹⁾	135,125 ⁽¹⁾	3.2%
2015	578,811 ⁽³⁾	\$ 20,133,438	\$ 34,784	24.4 ⁽¹⁾	139,108 ⁽¹⁾	3.1%
2016	597,879 ⁽³⁾	\$ 21,843,149	\$ 36,534	24.6 ⁽¹⁾	143,244 ⁽¹⁾	3.0%
2017	615,695 ⁽³⁾	\$ 23,375,565	\$ 37,996	24.8 ⁽¹⁾	144,431 ⁽¹⁾	2.8%
2018	631,508 ⁽³⁾	\$ 25,123,694	\$ 39,784	25.0 ⁽¹⁾	146,840 ⁽¹⁾	2.7%
2019	646,502 ⁽³⁾	\$ 28,201,378	\$ 43,621	25.2 ⁽¹⁾	149,250 ⁽¹⁾	2.6%
2020	663,559 ⁽³⁾	\$ 31,308,760	\$ 47,183	25.2 ⁽⁴⁾	147,421 ⁽¹⁾	3.2%
2021	685,806 ⁽³⁾	\$ 35,046,435	\$ 51,103	25.5 ⁽⁴⁾	150,955 ⁽¹⁾	1.9%
2022	702,434 ⁽³⁾	\$ 37,799,679	\$ 53,812	25.7 ⁽⁴⁾	152,945 ⁽¹⁾	2.4%
2023	719,174 ⁽²⁾	na	na	26.0 ⁽⁴⁾	161,084 ⁽⁵⁾	2.9%

Sources:

⁽¹⁾ Utah County's 2022 Financial Statements.

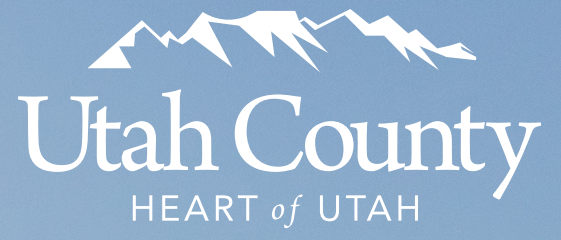
⁽²⁾ U.S. Census Bureau, Population Division, Annual Estimates of the Resident Population for Counties in Utah: April 1, 2020 to July 1, 2023 (CO-EST2023-POP-49). Release Date: March 2024. Retrieved May 2024.

⁽³⁾ U.S. Department of Commerce, Bureau of Economic Analysis, Regional Data, Table CAINC1, 16 November 2023. Estimates are in current dollars (not adjusted for inflation). Per capita personal income was computed using Census Bureau midyear population estimates. Retrieved June 2024. Statistics for 2023 personal income are not yet available.

⁽⁴⁾ U.S. Census Bureau, Population Division, Annual Estimates of the Resident Population for Selected Age Groups by Sex for the United States, States, Counties, and Puerto Rico Commonwealth and Municipios: April 1, 2020 to July 1, 2023. Release Date: June 2024. Retrieved June 2024.

⁽⁵⁾ Utah State Board of Education, Data & Statistics (as of fall enrollment for each year). Enrollment for Kindergarten-Grade 12 for Utah County. Retrieved June 2024.

⁽⁶⁾ Utah Department of Workforce Services. Utah County unemployment rate, seasonally adjusted, as of December for each year. Retrieved June 2024.



Utah County
HEART of UTAH

Provo Canyon • Photographer Credit: Wyatt Peterson, @wyattpetersonstudios (Instagram)
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UTAH COUNTY

**SINGLE AUDIT AND OTHER COMPLIANCE
INTERNAL CONTROL REPORTS**

YEAR ENDED DECEMBER 31, 2023

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UTAH COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2023

Federal Grantor Pass Through Agency Grantor Program Title	Federal ALN (CFDA)	Pass-Through Grantor's Number	Expenditures	Expenditures to Subrecipients
<u>Corporation for National and Community Service</u>				
Direct				
AmeriCorps Seniors Foster Grandparent Program/Senior Companion Cluster				
Foster Grandparent Program	94.011		196,953	
Senior Companion Program	94.016		242,247	
Total Foster Grandparent/Senior Companion Cluster			439,200	
Total Corporation for National and Community Service			\$439,200	
<u>Election Assistance Commission</u>				
Utah Office of the Lt Governor				
Elections Security Grants	90.404		366	
Total Election Assistance Commission			\$366	
<u>Executive Office of the President</u>				
Orem City				
High Intensity Drug Trafficking Areas Program	95.001		29,927	
Total Executive Office of the President			\$29,927	
<u>US Department of Agriculture</u>				
Utah Dept of Health and Human Services				
Child Nutrition Cluster				
Summer Food Service Program for Children	10.559	182700914	1,380	
Total for Child Nutrition Cluster			1,380	
Utah Dept of Health and Human Services				
Women, Infants and Children Cluster				
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	202700363	2,398,447	
WIC Special Supplemental Nutrition Program for Women, Infants, and Children (Noncash Commodities)	10.557		7,201,616	
Total for WIC Cluster			9,600,063	
Utah Dept of Natural Resources				
Watershed Protection and Flood Prevention	10.904	NR208D43XXXXC008	439,040	
Utah Division of Forestry				
Cooperative Forestry Assistance	10.664	20-DG-11046000-610	9,996	
Total US Department of Agriculture			\$10,050,479	
<u>US Department of Health and Human Services</u>				
Direct				
Food and Drug Administration Research	93.103		6,010	
Mountainland Association of Governments				
Social Services Block Grant	93.667		13,176	
Social Services Block Grant	93.667		18,238	
Total ALN			31,414	
NACCHO				
Medical Reserve Corps Small Grant Program	93.008	MRC 21-0200	10,000	
Medical Reserve Corps Small Grant Program	93.008	222700746	4,580	
Total ALN			14,580	
Utah Department of Health and Human Services				
Activities to Support State, Tribal, Local and Territorial (STLT)				
Health Department Response to Public Health or Healthcare Crises	93.391	222700123	623,664	\$160,894
Assistance Programs for Chronic Disease Prevention and Control	93.945	192700281	2,825	
Block Grants for Prevention and Treatment of Substance Abuse	93.959	A03080	892,864	294,034

US Department of Health and Human Services cont.

Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	93.898	212702500	191,550	
Centers for Disease Control and Prevention Collaboration with Academia to Strengthen Public Health	93.967	232701314	73,870	
Centers for Disease Control and Prevention Investigations and Technical Assistance	93.283	152700566	3,000	
Childhood Lead Poisoning Prevention Projects, State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children	93.197	222700404	9,764	
Community-Based Child Abuse Prevention Grants	93.590	A03285	124,750	
Cooperative Agreements for State-Based Diabetes Control Programs and Evaluation of Surveillance Systems	93.988	232702172	27,673	5,000
Environmental Public Health and Emergency Response	93.070	202700544	64,236	
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	202700513	44,240	
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	222700105	657,588	
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	212702397	294,679	
Total ALN			996,507	
Every Student Succeeds Act/Preschool Development Grants	93.434	242700091	46,568	
Evidence-Based Falls Prevention Programs Financed Solely by Prevention and Public Health Funds (PPHF)	93.761	232700048	9,115	
HIV Prevention Activities Health Department Based	93.940	182700671	5,875	
Immunization Cooperative Agreements	93.268	192701014	126,929	
Immunization Cooperative Agreements - In-kind vaccines	93.268	192701014	1,108,066	
Total ALN			1,234,995	
Injury Prevention and Control Research and State and Community Based Programs	93.136	222700556	36,019	
Injury Prevention and Control Research and State and Community Based Programs	93.136	232700594	9,067	
Total ALN			45,086	
Maternal and Child Health Services Block Grant to the States	93.994	212700511	107,931	
Maternal and Child Health Services Block Grant to the States	93.994	222700556	23,298	
Maternal and Child Health Services Block Grant to the States	93.994	232700594	29,012	
Total ALN			160,241	
Maternal, Infant and Early Childhood Home Visiting Grant	93.870	232700101	21,174	
Maternal, Infant and Early Childhood Home Visiting Grant	93.870	232700799	238,858	
Maternal, Infant and Early Childhood Home Visiting Grant	93.870	242700137	167,848	
Total ALN			427,880	
National and State Tobacco Control Program	93.387	212700252	334,106	
National Bioterrorism Hospital Preparedness Program	93.889	222700221	221,860	
Preventive Health and Health Services Block Grant	93.991	222700495	117,721	316
Preventive Health and Health Services Block Grant	93.991	242700423	76,917	
Total ALN			194,638	
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	202700584	57,608	
Public Health Emergency Preparedness	93.069	212700221	716,849	
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	222700680	457,881	
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	192700675	198,156	
State Physical Activity and Nutrition (SPAN)	93.439	192700381	19,099	728
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	A03080	34,521	
The Innovative Cardiovascular Health Program	93.435	192700381	49,516	
The National Cardiovascular Health Program	93.426	192700381	72,699	
The National Cardiovascular Health Program	93.426	232702172	15,597	5,000
The National Cardiovascular Health Program	93.426	2118102	500	
Total ALN			88,796	

US Department of Health and Human Services cont.

Viral Hepatitis Prevention and Control	93.270	212702417	10,452	
Well - Integrated Screening and Evaluation for Women Across the Nation (Wise Woman)	93.436	222700545	125,107	
Well - Integrated Screening and Evaluation for Women Across the Nation (Wise Woman)	93.436	242700507	81,664	
Total ALN			<u>206,771</u>	
Utah Dept of Health and Human Services Medical Assistance Program Cluster	93.778	212702231	42,674	
University of Utah Poison Control Center Poison Center Support and Enhancement Grant	93.253		2,500	
Utah Office of the Attorney General Child Abuse and Neglect State Grants	93.669	190378	17,648	
Total US Department of Health and Human Services			<u>\$7,645,542</u>	

US Department of Homeland Security

Safe Kids Worldwide Boating Safety Financial Assistance	97.012		4,000	2,250
Utah Department of Public Safety Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036		2,415,646	
Emergency Management Performance Grants	97.042	DEM-EMPG-2022-053	87,024	
Hazard Mitigation Grant	97.039	DR-4525-3-R	180,448	
Homeland Security Grant Program	97.067	DEM-SHSP-027	264,457	
Total US Department of Homeland Security			<u>\$2,951,575</u>	

US Department of Housing & Urban Development

Direct Community Development Block Grants/Entitlement Grants Cluster Community Development Block Grants/Entitlement Grants	14.218	B23UC490003	733,450	733,450
Community Development Block Grants/Entitlement Grants	14.218		725,462	725,462
Total CDBG Entitlement Grants Cluster			<u>1,458,912</u>	
Total US Department of Housing and Urban Development			<u>\$1,458,912</u>	

US Department of the Interior

Direct Payments in Lieu of Taxes	15.226		2,056,552	
Utah Division Forestry Secure Rural Schools and Community Self-Determination	15.234		172,107	
Total US Department of the Interior			<u>\$2,228,659</u>	

US Department of Justice

Direct National Institute of Justice Research, Evaluation, and Development Project Grants	16.560		66,831	
Utah Commission on Criminal & Juvenile Justice Crime Victim Assistance	16.575	21/22VOCA16, 23/24VOCA12	603,050	
Crime Victim Assistance	16.575	23UVSP26	68,068	
Total ALN			<u>671,118</u>	
Utah Commission on Criminal & Juvenile Justice Edward Byrne Memorial Justice Assistance Grant	16.738	15PBJA-22-GG-0592-JAGX	8,240	
Provo City Edward Byrne Memorial Justice Assistance Grant	16.738		11,915	
Total ALN			<u>20,155</u>	
Total US Department of Justice			<u>\$758,104</u>	

US Department of Transportation

Utah Public Safety/Highway Safety Office Cluster				
National Priority Safety Programs	20.616		7,150	
National Priority Safety Programs	20.616		916	
National Priority Safety Programs	20.600		40,500	
State and Community Highway Safety	20.600		45,279	
Total Highway Safety Cluster			<u>93,845</u>	

US Department of Transportation cont.

Utah Department of Public Safety				
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	UTCO-23HEMP	<u>3,200</u>	
Total US Department of Transportation			<u>\$97,045</u>	

US Department of the Treasury

Direct				
Coronavirus State and Local Fiscal Recovery	21.027		15,949,336	9,693,935
Utah Department of Health and Human Services				
Coronavirus State and Local Fiscal Recovery	21.027	212701520	<u>25,269</u>	
Total ALN			15,974,605	
Direct				
Emergency Rental Assistance Program	21.023		4,367,013	4,343,738
Local Assistance and Tribal Consistency Fund	21.032		38,049	
Total US Department of the Treasury			<u>\$20,379,667</u>	

US Environmental Protection Agency

Utah Dept of Environmental Quality				
Performance Partnership Grants	66.605	240125	46,680	
Total US Environmental Protection Agency			<u>\$46,680</u>	

TOTAL Expenditures of Federal Awards

<u>\$46,086,156</u>	<u>\$15,964,807</u>
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UTAH COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the schedule) includes the federal grant activity of Utah County under programs of the federal government for the year ended December 31, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations (CFR), Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Because the Schedule presents only a selected portion of the operations of Utah County, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Utah County.

NOTE B - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Expenditures of Federal Awards is a summary of activities related to the County expenditure of Federal awards. The schedule has been prepared on the same basis of accounting as the financial statements. Most of the awards are reimbursement based. Therefore, as expenditures of Federal funds are made, revenue is recognized. Such expenditures are recognized following the cost principles contained in Uniform Guidance wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Utah County does not use the 10% de minimis cost rate as allowed under Uniform Guidance

NOTE C - ACCOUNTS RECEIVABLE

The financial statements include accounts receivable from Federal programs. These receivables are recorded according to the same basis of accounting as the financial statements. The receivables reflect Federal awards that have been expended by year end and not yet reimbursed.

NOTE D – FEMA APPROVED PROJECT WORKSHEETS

The County incurred eligible expenditures in FY2020, FY2021, FY2022, and FY2023 related to public assistance for COVID-19 and the Federal Emergency Management Agency (FEMA) approved the County’s project worksheets in FY2023. The County recorded the eligible expenditures of \$2,415,646 in Assistance Listing 97.036 on this year’s SEFA.

FY2020 Actual Expenditures	\$ 775,003
FY2021 Actual Expenditures	1,192,826
FY2022 Actual Expenditures	434,521
FY2023 Actual Expenditures	<u>13,296</u>
	<u>\$ 2,415,646</u>



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

Honorable Board of County Commissioners
Utah County
Provo, Utah

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Utah County, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise Utah County's basic financial statements, and have issued our report thereon dated June 28, 2024.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Utah County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Utah County's internal control. Accordingly, we do not express an opinion on the effectiveness of Utah County's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses or significant deficiencies. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Gilbert & Stewart

Gilbert & Stewart
Certified Public Accountants
Provo, Utah
June 28, 2024



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Honorable Board of County Commissioners
Utah County
Provo, Utah

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Utah County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Utah County's major federal programs for the year ended December 31, 2023. Utah County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Utah County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Utah County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Utah County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Utah County's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether the noncompliance with compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, Government Auditing Standards, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of each federal program as a whole.

In performing an audit in accordance with GAAS, Government Auditing Standards, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or

significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, and the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Utah County, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise Utah County's basic financial statements. We issued our report thereon dated June 28, 2024, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Gilbert & Stewart

Gilbert & Stewart
Certified Public Accountants
Provo, Utah
June 28, 2024

UTAH COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2023

A. SUMMARY OF AUDITOR’S RESULTS

1. The auditor’s report expresses an unmodified opinion on whether the financial statements of Utah County were prepared in accordance with GAAP.
2. No significant deficiencies in internal control were disclosed during the audit of the financial statements. No material weaknesses are reported.
3. No instances of noncompliance material to the financial statements of Utah County, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. No significant deficiencies in internal control over major federal award programs were disclosed during the audit. No material weaknesses are reported.
5. The auditor’s report on compliance for the major Federal award programs for Utah County expresses an unmodified opinion on all major federal programs.
6. No Audit findings are required to be reported in accordance with 2 CFR section 200.516(a) in this schedule.
7. The programs tested as a major program were: Covid-19 - Emergency Rental Assistance (21.023), Covid-19 - Coronavirus State and Local Fiscal Recovery Funds (21.027), Payments in Lieu of Taxes (15.226), and Public Health Emergency Preparedness (93.069).
8. The threshold for distinguishing between Type A and B programs was \$1,382,585.
9. Utah County was determined to be a low-risk auditee.

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

None

C. PRIOR YEAR FINDINGS AND QUESTIONED COSTS –MAJOR AWARD PROGRAMS

None

D. FINDINGS AND QUESTIONED COSTS – MAJOR AWARD PROGRAMS

None



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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE AS REQUIRED BY THE *STATE COMPLIANCE AUDIT GUIDE*

Honorable Board of County Commissioners
Utah County
Provo, Utah

REPORT ON COMPLIANCE WITH GENERAL STATE COMPLIANCE REQUIREMENTS

We have audited Utah County's compliance with the applicable general state requirements described in the *State Compliance Audit Guide*, issued by the Office of the Utah State Auditor, that could have a direct and material effect on Utah County for the year ended December 31, 2023.

General state compliance requirements were tested for the year ended December 31, 2023 in the following areas:

- Budgetary Compliance
- Fund Balance
- Fraud Risk Assessment
- Restricted Taxes and Related Revenues
- Government Fees
- Utah Retirement System
- Open and Public Meetings Act

Management's Responsibility

Management is responsible for compliance with the general state requirements referred to above.

Auditor's Responsibility

Our responsibility is to express an opinion on Utah County's compliance based on our audit of the state compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the *State Compliance Audit Guide*. Those standards and the *State Compliance Audit Guide* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the state compliance requirements referred to above that could have a direct and material effect on a state compliance requirement occurred. An audit includes examining, on a test basis, evidence about Utah County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance with general state compliance requirements referred to above. However, our audit does not provide a legal determination of Utah County's compliance with those requirements.

Opinion on General State Compliance Requirements

In our opinion, Utah County complied, in all material respects, with the state compliance requirements referred to above for the year ended December 31, 2023.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the *State Compliance Audit Guide* and which are described in our letter to management dated June 28, 2024 as item 2023-1. Our opinion on compliance is not modified with respect to these matters.

Utah County's response to the noncompliance findings identified in our audit is described in the accompanying letter to management dated June 28, 2024 as item 2023-1. Utah County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

REPORT ON INTERNAL CONTROL OVER COMPLIANCE

Management of Utah County is responsible for establishing and maintaining effective internal control over compliance with the state compliance requirements referred to above. In planning and performing our audit of compliance, we considered Utah County's internal control over compliance with the state compliance requirements referred to above to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance with those state compliance requirements and to test and report on internal control over compliance in accordance with the *State Compliance Audit Guide*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Utah County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a state compliance requirement on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a state compliance requirement will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a state compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control and compliance and the results of that testing based on the requirements of the *State Compliance Audit Guide*. Accordingly, this report is not suitable for any other purpose.

Gilbert & Stewart

GILBERT & STEWART
Certified Public Accountants
June 28, 2024

UTAH COUNTY

**COMMUNICATION WITH THOSE CHARGED WITH
GOVERNANCE**

DECEMBER 31, 2023



June 28, 2024

Utah County Commission
Utah County
Provo, UT

We have audited the financial statements of Utah County, as of and for the year ended December 31, 2023. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and Government Auditing Standards and Uniform Guidance, as well as certain information related to the planned scope and timing of or audit. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Utah County are described in Note I to the financial statements. During the year the County implemented new accounting standards with regard to subscription-based software contracts. The application of existing policies, including leases, was not changed during 2023. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

Management's estimate of the capital assets' useful life is based on the historical life of similar assets. We evaluated the key factor and assumptions used to develop the capital assets' useful life in determining that it is reasonable in relation to the financial statements taken as a whole. Another key estimate is related to leases and subscription-based software contracts: Key estimates and judgements related to leases include how Utah County determines (1) the discount rate it uses to discount the expected payments to present value, (2) the term, and (3) and payments. These estimates seem reasonable.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. No misstatements were noted during our audit that needed to be corrected.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated June 28, 2024.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

With respect to the supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or the financial statements themselves.

Utah State Compliance Findings – Current Year

2023-1 General Compliance- Budgetary Compliance

Finding: Utah State Law prohibits government agencies from spending more than the budgeted total expenditures by fund or department. During our audit we noted that the following departments exceeded the budgeted amounts: Mosquito Abatement, Attorney’s Office, Sheriff’s Office, Indigent Burials, Surveyor’s Office, and transfers in the General Fund.

Recommendation: We recommend that the County budget to ensure compliance with Utah State Law.

County’s Response: We concur with the finding and will take the necessary steps to ensure compliance.

Utah State Compliance Findings – Prior Year

2022-1 General Compliance- Fund Balance

Finding: Utah State Law prohibits excess fund balances. We noted during our audit that the fund balance of Service Area No. 6 is in excess of the allowed amount.

Recommendation: We recommend that the County budget to remove the excess fund balances in these funds.

County’s Response: Resolved in the current year.

2022-2 General Compliance- Budgetary Compliance

Finding: Utah State Law prohibits government agencies from spending more than the budgeted total expenditures by fund or department. During our audit we noted that the Mosquito Abatement department, Service Area 8 fund, and the Outside Law Enforcement fund exceeded the budgeted amounts.

Recommendation: We recommend that the County budget to ensure compliance with Utah State Law.

County’s Response: See finding 2023-1

During our audit we also note items of improvement to internal controls and processes that will improve financial reporting and the control structure. Below are these items for your consideration.

1. We recommend that the Treasurer's Office conduct annual training on the County's money handling policy for departments that handle cash/cash equivalents. Topics to cover during this training should include, but are not limited to: depositing funds daily, identifying counterfeit currency, settling credit card terminals daily, verifying checks meet the County's policy (e.g. preprinted, not a counter check, not written in foreign currency, not stale dated). This training will help ensure that cash and cash/equivalents are handled according to County policy.

This information is intended solely for the use of management of Utah County, the County Commission, and the Utah State Auditor and is not intended and should not be used by anyone other than these specified parties.

Gilbert & Stewart

GILBERT & STEWART PC
Certified Public Accountants