

In the opinion of Blaisdell, Church & Johnson, LLC, Bond Counsel to the County, interest on the 2015 Bonds is excludable from gross income for purposes of federal income tax and is not included as an item of tax preference in computing the federal alternative minimum tax for individuals and corporations, but such interest is taken into account in computing an adjustment used in determining the federal alternative minimum tax for certain corporations. Bond Counsel is also of the opinion that under currently existing laws interest on the 2015 Bonds is exempt from State of Utah individual income taxes. See "TAX EXEMPTION" herein for a more complete discussion.



\$33,385,000

Uintah County, Utah

General Obligation Bonds, Series 2015

The \$33,385,000, General Obligation Bonds, Series 2015, are issued by the County as fully-registered bonds and will be initially issued in book-entry only form, registered in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York. DTC will act as securities depository for the 2015 Bonds.

Principal of and interest on the 2015 Bonds (interest payable June 15 and December 15 of each year, commencing December 15, 2016) are payable by Zions Bank, Corporate Trust Department, Salt Lake City, Utah, as Paying Agent, to the registered owners thereof, initially DTC. See "THE 2015 BONDS—Book-Entry System" herein.

The 2015 Bonds are subject to optional redemption prior to maturity. See "THE 2015 BONDS—Redemption Provisions" herein.

The 2015 Bonds will be general obligations of the County payable from the proceeds of ad valorem taxes to be levied without limitation as to rate or amount on all of the taxable property in the County, fully sufficient to pay the 2015 Bonds as to both principal and interest.

Dated: Date of Delivery¹

Due: December 15, as shown on inside front cover

See the inside front cover for the maturity schedule of the 2015 Bonds.

The 2015 Bonds were awarded pursuant to competitive bidding received by means of the *PARITY*[®] electronic bid submission system on December 15, 2015 as set for in the OFFICIAL NOTICE OF BOND SALE (dated December 9, 2015) to the successful bidder at a "true interest rate" of 2.66%.

Zions Bank Public Finance, Salt Lake City, Utah, acted as Municipal Advisor.

This cover page contains certain information for quick reference only. It is not a summary of this issue. Investors must read the entire OFFICIAL STATEMENT to obtain information essential to the making of an informed investment decision.

This OFFICIAL STATEMENT is dated December 15, 2015 and the information contained herein speaks only as of that date.

¹ The anticipated date of delivery is Tuesday, December 29, 2015.

\$33,385,000

General Obligation Bonds, Series 2015

Dated: Date of Delivery¹

Due: December 15, as shown below

Due December 15	CUSIP® 903613	Principal Amount	Interest Rate	Yield
2016.....	BD8	\$1,185,000	5.00 %	0.50 %
2017.....	BE6	1,190,000	5.00	0.85
2018.....	BF3	1,250,000	5.00	1.05
2019.....	BG1	1,315,000	5.00	1.20
2020.....	BH9	1,380,000	5.00	1.40
2021.....	BJ5	1,450,000	5.00	1.57
2022.....	BK2	1,520,000	5.00	1.75
2023.....	BL0	1,595,000	5.00	1.90
2024.....	BM8	1,675,000	5.00	2.05
2025.....	BN6	1,760,000	5.00	2.16
2026.....	BP1	1,850,000	4.00	2.26 ^c
2027.....	BQ9	1,920,000	2.25	2.444
2028.....	BR7	1,965,000	4.00	2.50 ^c
2029.....	BS5	2,045,000	4.00	2.57 ^c
2030.....	BT3	2,125,000	3.00	2.90 ^c
2031.....	BU0	2,190,000	3.00	3.05
2032.....	BV8	2,255,000	3.00	3.10
2033.....	BW6	2,325,000	3.00	3.17
2034.....	BX4	2,390,000	3.125	3.231

¹ The anticipated date of delivery is Tuesday, December 29, 2015.

[®] CUSIP is a registered trademark of the American Bankers Association. CUSIP Global Services is managed on behalf of the American Bankers Association by S&P Capital IQ.

^c Priced to par call on June 15, 2026.

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This OFFICIAL STATEMENT does not constitute an offer to sell, or the solicitation of an offer to buy, nor shall there be any sale of the 2015 Bonds (as defined herein), by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale. No dealer, broker, salesman or other person has been authorized to give any information or to make any representations other than those contained herein, and if given or made, such other informational representations must not be relied upon as having been authorized by Uintah County, Utah (the “County”); Zions Bank Public Finance, Salt Lake City, Utah (as Municipal Advisor); Zions Bank, Corporate Trust Department, Salt Lake City, Utah (as Paying Agent); the successful bidder(s); or any other entity. All other information contained herein has been obtained from the County, The Depository Trust Company, New York, New York, and from other sources which are believed to be reliable. The information and expressions of opinion herein are subject to change without notice and neither the delivery of this OFFICIAL STATEMENT nor the issuance, sale, delivery or exchange of the 2015 Bonds, shall under any circumstance create any implication that there has been no change in the affairs of the County, since the date hereof.

The 2015 Bonds have not been registered under the Securities Act of 1933, as amended, or any state securities laws in reliance upon exemptions contained in such act and laws. Neither the Securities and Exchange Commission nor any state securities commission has passed upon the accuracy or adequacy of this OFFICIAL STATEMENT. Any representation to the contrary is unlawful.

The yields/prices at which the 2015 Bonds are offered to the public may vary from the initial reoffering yields/prices on the inside cover page of this OFFICIAL STATEMENT. In addition, the successful bidder(s) may allow concessions or discounts from the initial offering prices of the 2015 Bonds to dealers and others. In connection with the offering of the 2015 Bonds, the successful bidder(s) may engage in transactions that stabilize, maintain, or otherwise affect the price of the 2015 Bonds. Such transactions may include overallotments in connection with the purchase of 2015 Bonds, the purchase of 2015 Bonds to stabilize their market price and the purchase of 2015 Bonds to cover the successful bidders’ short positions. Such transactions, if commenced, may be discontinued at any time.

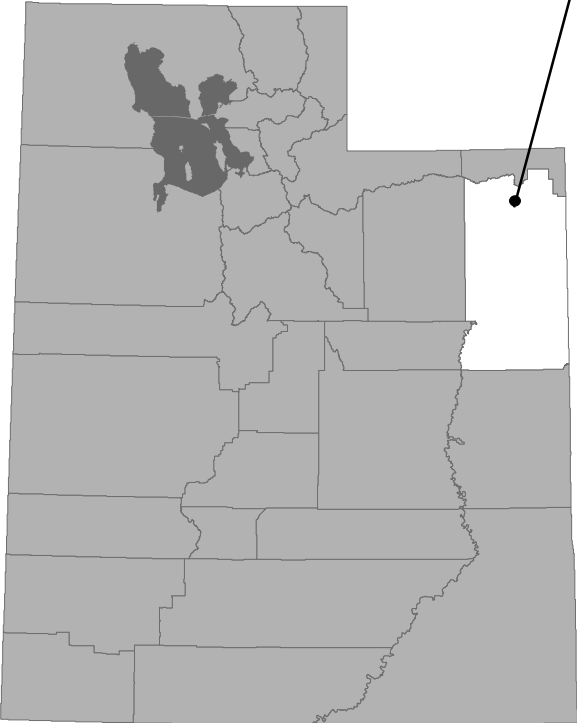
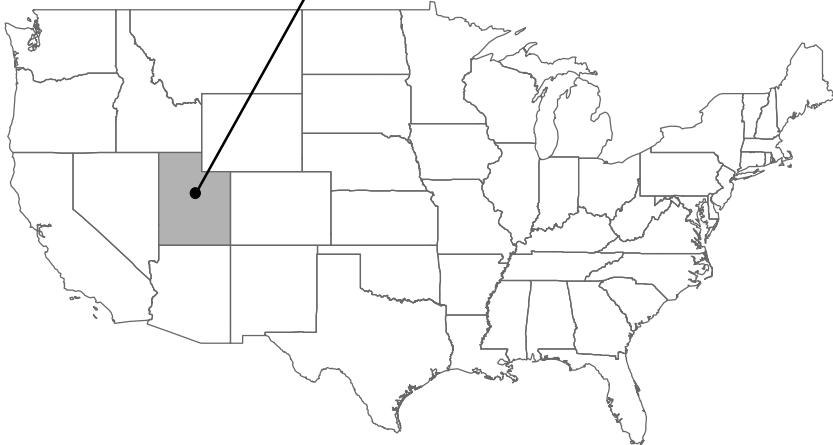
Forward-Looking Statements. Certain statements included or incorporated by reference in this OFFICIAL STATEMENT constitute “forward-looking statements” within the meaning of the United States Private Securities Litigation Reform Act of 1995, Section 21E of the United States Securities Exchange Act of 1934, as amended, and Section 27A of the United States Securities Act of 1933, as amended. Such statements are generally identifiable by the terminology used, such as “plan,” “project,” “forecast,” “expect,” “estimate,” “budget” or other similar words. ***The achievement of certain results or other expectations contained in such forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause actual results, performance or achievements described to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. The County does not plan to issue any updates or revisions to those forward-looking statements if or when its expectations, or events, conditions or circumstances on which such statements are based occur.***

The CUSIP® (the Committee on Uniform Securities Identification Procedures) identification numbers are provided on the inside cover page of this OFFICIAL STATEMENT and are being provided solely for the convenience of bondholders only, and the County does not make any representation with respect to such numbers or undertake any responsibility for their accuracy. The CUSIP® numbers are subject to being changed after the issuance of the 2015 Bonds as a result of various subsequent actions including, but not limited to, a refunding in whole or in part of the 2015 Bonds.

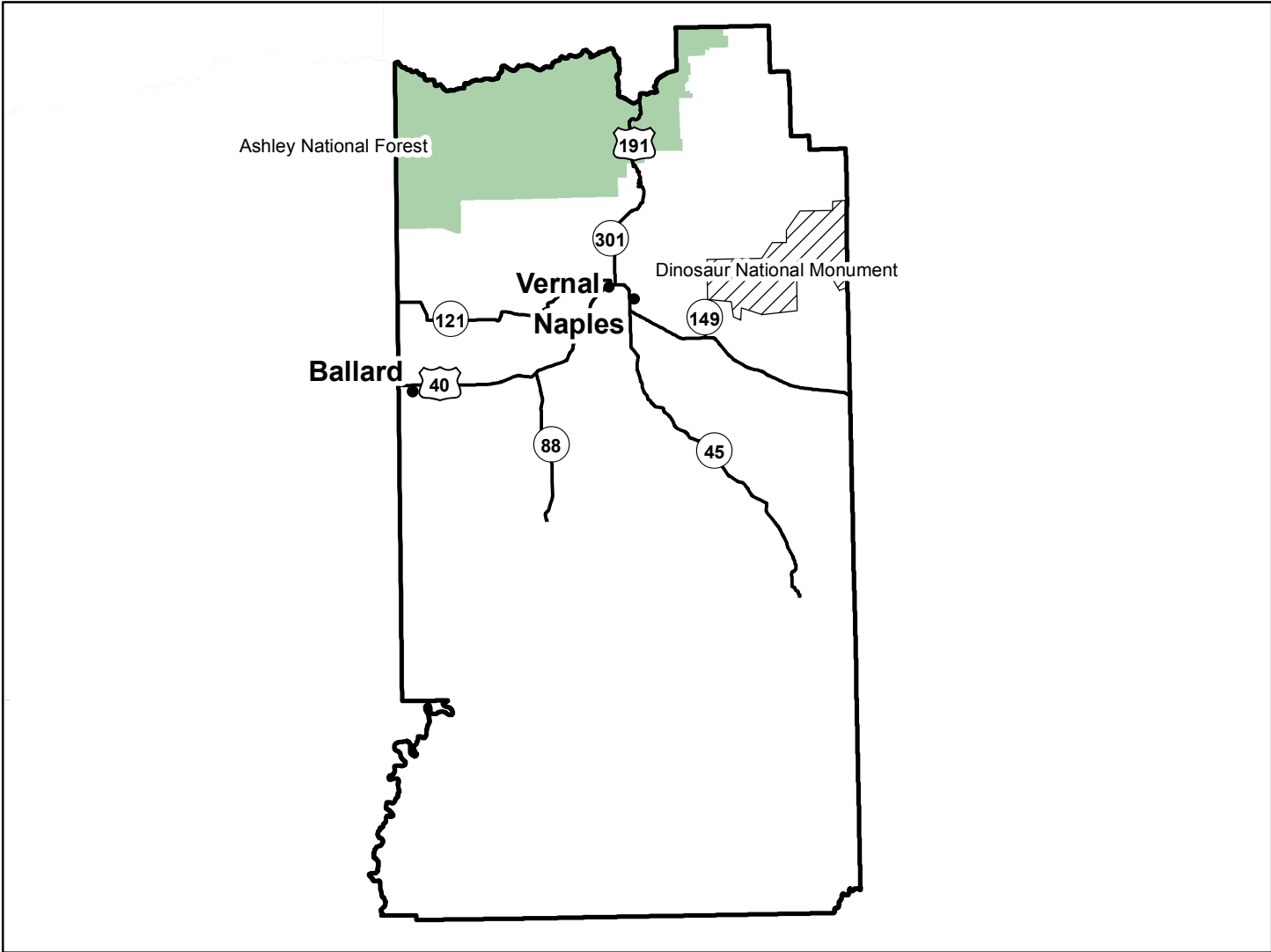
The information available at Web sites referenced in this OFFICIAL STATEMENT has not been reviewed for accuracy and completeness. Such information has not been provided in connection with the offering of the 2015 Bonds and is not a part of this OFFICIAL STATEMENT.

Uintah County

Utah



Uintah County



OFFICIAL STATEMENT RELATED TO

\$33,385,000

Uintah County, Utah

General Obligation Bonds, Series 2015

INTRODUCTION

This introduction is only a brief description of the 2015 Bonds, as hereinafter defined, the security and source of payment for the 2015 Bonds and certain information regarding Uintah County, Utah (the “County”). The information contained herein is expressly qualified by reference to the entire OFFICIAL STATEMENT. Investors are urged to make a full review of the entire OFFICIAL STATEMENT.

See the following appendices that are attached hereto and incorporated herein by reference: “APPENDIX A—FINANCIAL STATEMENTS OF UINTAH COUNTY, UTAH FOR FISCAL YEAR 2014;” “APPENDIX B—PROPOSED FORM OF OPINION OF BOND COUNSEL;” “APPENDIX C—PROPOSED FORM OF CONTINUING DISCLOSURE UNDERTAKING;” and “APPENDIX D—BOOK-ENTRY SYSTEM.”

When used herein the terms “Fiscal Year[s] 20YY” or “Fiscal Year[s] End[ed][ing] December 31, 20YY” shall refer to the year beginning on January 1 and ending on December 31 of the year indicated. Capitalized terms used but not otherwise defined herein have the same meaning as given to them in the Resolution (as hereinafter defined).

Public Sale/Electronic Bid

The 2015 Bonds will be awarded pursuant to competitive bidding received by means of the *PARITY*[®] electronic bid submission system on December 15, 2015, pursuant to the OFFICIAL NOTICE OF BOND SALE (dated December 9, 2015) to Morgan Stanley & Co., LLC, New York, New York at a “true interest rate” of 2.66%.

Morgan Stanley, parent company of Morgan Stanley & Co. LLC (the underwriter of the 2015 Bonds), has entered into a retail distribution arrangement with Morgan Stanley Smith Barney LLC. As part of the distribution arrangement, Morgan Stanley & Co. LLC may distribute municipal securities to retail investors through the financial advisor network of Morgan Stanley Smith Barney LLC. As part of this arrangement, Morgan Stanley & Co. LLC may compensate Morgan Stanley Smith Barney LLC for its selling efforts with respect to the 2015 Bonds.

The 2015 Bonds may be offered and sold to certain dealers (including dealers depositing the 2015 Bonds into investment trusts) at prices lower than the initial public offering prices set forth on the inside cover page of the OFFICIAL STATEMENT and that such public offering prices may be changed from time to time.

Uintah County, Utah

The County, incorporated in 1880, comprises an area of 4,477 square miles is located in the north-eastern portion of the State of Utah (the “State”), approximately 170 miles east of Salt Lake City, Utah and is bordered by Colorado to the east, by Daggett County to the north, by Duchesne County, by Carbon County to the west, and by Grand County to the south. The County had an estimated 36,867 residents according to the 2014 Census Bureau and ranked as the eleventh most populous county (out of 29 counties). The County’s headquarters are located in Vernal City, Utah (the “City”), which also serves as the County seat. See location map above and also see “UINTAH COUNTY, UTAH” below.

The 2015 Bonds

This OFFICIAL STATEMENT, including the cover page, introduction and appendices, provides information in connection with the issuance and sale by the County of its \$33,385,000, General Obligation Bonds, Series 2015 (the “2015 Bonds” or the “2015 Bond”), initially issued in book–entry form.

Security

The 2015 Bonds will be general obligations of the County payable from the proceeds of ad valorem taxes to be levied, without limitation as to rate or amount, on all of the taxable property in the County, fully sufficient to pay the 2015 Bonds as to both principal and interest. See “THE 2015 BONDS—Security And Sources Of Payment” and “FINANCIAL INFORMATION REGARDING UINTAH COUNTY, UTAH—Ad Valorem Tax Levy And Collection” below.

Authority For And Purpose Of The 2015 Bonds

Authorization. The 2015 Bonds are being issued pursuant to: (i) the Local Government Bonding Act, Title 11, Chapter 14 (the “Local Government Bonding Act”), Utah Code; the Registered Public Obligations Act, Title 15, Chapter 7, Utah Code; and the applicable provisions of Title 53A of the Utah Code; (ii) Utah Refunding Bond Act, Title 11, Chapter 27, Utah Code; (iii) the resolution of the County adopted on November 17, 2015 (the “Resolution”), which provides for the issuance of the 2015 Bonds; and (iv) other applicable provisions of law.

The 2015 Bonds were authorized at a special bond election held for that purpose on November 3, 2015 (the “2015 Bond Election”). The proposition submitted to the voters of the County was as follows:

Shall Uintah County, Utah (the “County”) be authorized to issue General Obligation Bonds (the “Bonds”) in an amount not to exceed \$36,000,000 and maturing not more than 25 years from the date of issuance for reasonable issuance costs and for costs savings by refinancing the outstanding Lease Revenue Bonds, Series 2008A, which were issued by the Municipal Building Authority of Uintah County in the original principal amount of \$39,725,000 for construction of the County jail and public safety complex?

At the 2015 Bond Election there were 2,385 votes cast in favor of the issuance of bonds and 1,111 votes cast against the issuance of bonds, for a total vote count of 3,496, with approximately 68% in favor of the issuance of bonds.

The 2015 Bonds are the first and only block of bonds to be issued from the 2015 Bond Election. After the sale and delivery of the 2015 Bonds, the County will have no remaining authorized unissued bonds from the 2015 Bond Election.

Purpose. The 2015 Bonds are being issued for the purpose of retiring \$35,515,000 of the Municipal Building Authority of Uintah County, Utah’s (the “Authority”) currently outstanding Lease Revenue Bonds, Series 2008A, dated July 31, 2008, which mature on June 1, 2016 through June 1, 2040. The

2015 Bonds are also being issued to pay certain costs of issuance. See “THE 2015 BONDS—Plan Of Re-funding” below.

Redemption Provisions

The 2015 Bonds are subject to optional redemption prior to maturity. See “THE 2015 BONDS—Redemption Provisions” below.

Registration, Denominations, Manner Of Payment

The 2015 Bonds are issuable only as fully-registered bonds and, when initially issued, will be registered in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York (“DTC”). DTC will act as securities depository of the 2015 Bonds. Purchases of 2015 Bonds will be made in book-entry form only, in the principal amount of \$5,000 or any whole multiple thereof, through brokers and dealers who are, or who act through, DTC’s Direct Participants (as defined herein). Beneficial Owners (as defined herein) of the 2015 Bonds will not be entitled to receive physical delivery of bond certificates so long as DTC or a successor securities depository acts as the securities depository with respect to the 2015 Bonds. “Direct Participants,” “Indirect Participants” and “Beneficial Owners” are defined in “APPENDIX D—BOOK-ENTRY SYSTEM.”

Principal of and interest on the 2015 Bonds (interest payable June 15 and December 15 of each year, commencing December 15, 2016) are payable by Zions Bank, Corporate Trust Department, Salt Lake City, Utah, as paying agent (the “Paying Agent”) for the 2015 Bonds, to the registered owners of the 2015 Bonds. So long as Cede & Co. is the registered owner of the 2015 Bonds, DTC will, in turn, remit such principal and interest to its Direct Participants, for subsequent disbursements to the Beneficial Owners of the 2015 Bonds, as described in “APPENDIX D—BOOK-ENTRY SYSTEM.”

So long as DTC or its nominee is the registered owner of the 2015 Bonds, neither the County nor the Paying Agent will have any responsibility or obligation to any Direct or Indirect Participants of DTC, or the persons for whom they act as nominees, with respect to the payments to or the providing of notice for the Direct Participants, Indirect Participants or the Beneficial Owners of the 2015 Bonds. Under these same circumstances, references herein and in the Resolution to the “Bondowners” or “Registered Owners” of the 2015 Bonds shall mean Cede & Co. and shall not mean the Beneficial Owners of the 2015 Bonds.

Tax-Exempt Status Of The 2015 Bonds

In the opinion of Blaisdell, Church & Johnson, LLC, Bond Counsel to the County, interest on the 2015 Bonds is excludable from gross income for purposes of federal income tax and is not included as an item of tax preference in computing the federal alternative minimum tax for individuals and corporations, but such interest is taken into account in computing an adjustment used in determining the federal alternative minimum tax for certain corporations. Bond Counsel is also of the opinion that under currently existing laws interest on the 2015 Bonds is exempt from State of Utah individual income taxes. See “TAX EXEMPTION” herein for a more complete discussion.

Professional Services

In connection with the issuance of the 2015 Bonds, the following have served the County in the capacity indicated.

Bond Registrar and Paying Agent

Zions Bank
Corporate Trust Department
One S Main St 12th Fl
Salt Lake City UT 84133–1109
801.844.7546 | f 801.524.4838
daniel.ellison@zionsbank.com

Bond Counsel

Blaisdell Church & Johnson LLC
5995 S Redwood Rd
Salt Lake City UT 84123
801.261.3407x3 | f 801.261.3503
eric@bcjlaw.net

Municipal Advisor

Zions Bank Public Finance
Zions Bank Building
One S Main St 18th Fl
Salt Lake City UT 84133–1109
801.844.7373 | f 801.844.4484
alex.buxton@zionsbankcorp.com

Conditions Of Delivery, Anticipated Date, Manner, And Place Of Delivery

The 2015 Bonds are offered, subject to prior sale, when, as and if issued and received by the successful bidder(s), subject to the approval of legality of the 2015 Bonds by Blaisdell, Church & Johnson, LLC, Bond Counsel, and certain other conditions. Certain legal matters will be passed on for the County by the County Attorney, Mark Thomas. It is expected that the 2015 Bonds, in book–entry form, will be available for delivery to DTC or its agent, on or about Tuesday, December 29, 2015.

Continuing Disclosure Undertaking

The County will enter into a continuing disclosure undertaking for the benefit of the Beneficial Owners of the 2015 Bonds. For a detailed discussion of this undertaking, previous undertakings and timing of submissions see “CONTINUING DISCLOSURE UNDERTAKING” below and “APPENDIX C—PROPOSED FORM OF CONTINUING DISCLOSURE UNDERTAKING.”

Basic Documentation

This OFFICIAL STATEMENT speaks only as of its date and the information contained herein is subject to change. Brief descriptions of the County, the 2015 Bonds, and the Resolution are included in this OFFICIAL STATEMENT. Such descriptions do not purport to be comprehensive or definitive. All references herein to the Resolution are qualified in their entirety by reference to such document and references herein to the 2015 Bonds are qualified in their entirety by reference to the form thereof included in the Resolution. The “basic documentation” which includes the Resolution, the closing documents and other documentation, authorizing the issuance of the 2015 Bonds and establishing the rights and responsibilities of the County and other parties to the transaction, may be obtained from the “contact persons” as indicated below.

Contact Persons

As of the date of this OFFICIAL STATEMENT, additional requests for information may be directed to Zions Bank Public Finance, Salt Lake City, Utah (the “Municipal Advisor”) to the County:

Alex Buxton, Vice President, alex.buxton@zionsbancorp.com
Marcus Keller, Financial Analyst, marcus.keller@zionsbancorp.com
Eric John Pehrson, Vice President, eric.pehrson@zionsbancorp.com

Zions Public Finance, Inc.
Zions Bank Building
One S Main St 18th Fl
Salt Lake City UT 84133-1109
801.844.7373 | f 801.844.4484

As of the date of this OFFICIAL STATEMENT, the chief contact person for the County concerning the 2015 Bonds is:

Michael W. Wilkins, Clerk/Auditor
mwilkins@uintah.utah.gov

Uintah County
152 E 100 N
Vernal UT 84078
435.781.5362 | f 435.781.6701

CONTINUING DISCLOSURE UNDERTAKING

Continuing Disclosure Undertaking For 2015 Bonds

The County will enter into a Continuing Disclosure Undertaking (the “Disclosure Undertaking”) for the benefit of the Beneficial Owners of the 2015 Bonds to send certain information annually and to provide notice of certain events to the Municipal Securities Rulemaking Board (“MSRB”) through its Electronic Municipal Market Access system (“EMMA”) pursuant to the requirements of paragraph (b)(5) of Rule 15c2-12 (the “Rule”) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended. The information to be provided on an annual basis, the events which will be noticed on an occurrence basis and other terms of the Disclosure Undertaking, including termination, amendment and remedies, are set forth in the form of Disclosure Undertaking in “APPENDIX C—PROPOSED FORM OF CONTINUING DISCLOSURE UNDERTAKING.”

The Disclosure Undertaking requires the County to submit its financial statements for the Fiscal Year ending December 31 (the “Financial Statements”) and other operating and financial information on or before July 28 (not more than 210 days from the end of the Fiscal Year). The County will submit the Fiscal Year 2015 Financial Statements and other required operating and financial information for the 2015 Bonds on or before July 28, 2016, and annually thereafter on or before each July 28.

A failure by the County to comply with the Disclosure Undertaking will not constitute a default under the Resolution and the Beneficial Owners of the 2015 Bonds are limited to the remedies described in the Disclosure Undertaking. A failure by the County to comply with the annual disclosure requirements of the Disclosure Undertaking must be reported in accordance with the Rule and must be considered by any broker, dealer or municipal securities dealer before recommending the purchase or sale of the 2015 Bonds in the secondary market. Consequently, such a failure may adversely affect the marketability and liquidity of the 2015 Bonds and their market price.

The County has hired an independent third party firm to help the County meet its Disclosure Undertaking for the 2015 Bonds.

Failure To Provide Disclosure Information On A Timely Basis On The Authority's 2008 Lease Revenue Bonds

The Municipal Building Authority of Uintah County, Utah (the "Authority") is a nonprofit corporation created by the Board of County Commissioners of the County. In 2008, the Authority entered into a disclosure undertaking for \$39,725,000, Municipal Building Authority of Uintah County, Utah, Lease Revenue Bonds, Series 2008A (the "2008 MBA Bonds", dated and issued on July 31, 2008; base CUSIP® 903623).

On July 18, 2011 (July 18 being the Authority's due date for annual continuing disclosure submission), the Authority filed its prior Fiscal Year financial report on time, but failed to provide its annual operating information pursuant to the disclosure undertaking for the 2008 MBA Bonds. The Authority filed its annual operating information for this period on July 17, 2015 (1,460 days late).

On July 18, 2012, the Authority filed its prior Fiscal Year financial report on July 27, 2012 (9 days late). Additionally, the Authority failed to provide its annual operating information pursuant to the disclosure undertaking for the 2008 MBA Bonds. The Authority filed its annual operating information for this period on July 17, 2015 (1,088 days late).

On July 18, 2013, the Authority filed its prior Fiscal Year financial report on time, but failed to provide its annual operating information pursuant to the disclosure undertaking for the 2008 MBA Bonds. The Authority filed its annual operating information for this period on July 17, 2015 (729 days late).

On July 18, 2014, the Authority filed its prior Fiscal Year financial report on July 22, 2014 (four days late). Additionally, the Authority failed to provide its annual operating information pursuant to the disclosure undertaking for the 2008 MBA Bonds. The Authority filed its annual operating information for this period on July 17, 2015 (364 days late).

The Authority submitted the required information on July 17, 2015 and notified MSRB by filing with EMMA of these failures to comply with its disclosure undertaking obligations for the 2008 MBA BONDS. Since the 2008 MBA Bonds will be refunded by the 2015 Bonds there will be no further disclosure filings regarding the 2008 MBA Bonds.

THE 2015 BONDS

General

The 2015 Bonds will be dated the date of their original issuance and delivery¹ (the "Dated Date") and will mature on December 15 of the years and in the amounts as set forth on the inside cover page of this OFFICIAL STATEMENT.

The 2015 Bonds will bear interest from their Dated Date at the rates set forth on the inside cover page of this OFFICIAL STATEMENT. Interest on the 2015 Bonds is payable semiannually on each June 15 and December 15, commencing December 15, 2016. Interest on the 2015 Bonds will be computed on the basis of a 360-day year comprised of 12, 30-day months. Zions Bank, Corporate Trust Department, Salt Lake City, Utah is the Bond Registrar (the initial "Bond Registrar") and Paying Agent for the 2015 Bonds under the Resolution.

The 2015 Bonds will be issued as fully-registered bonds, initially in book-entry form, in the denomination of \$5,000 or any whole multiple thereof, not exceeding the amount of each maturity.

¹ The anticipated date of delivery is Tuesday, December 29, 2015.

The 2015 Bonds are being issued within the constitutional debt limit imposed on counties in the State. See “DEBT STRUCTURE OF UINTAH COUNTY, UTAH—General Obligation Legal Debt Limit And Additional Debt Incurring Capacity” below.

Plan Of Refunding

The Authority previously issued its 2008 MBA Bonds and the original proceeds on the 2008 MBA Bonds were used by the Authority for the acquisition and construction of a public safety project and related improvements, including a jail facility (the “2008 Project”). The 2008 Project was constructed on land owned by the County. For a discussion on the Authority see “DEBT STRUCTURE OF UINTAH COUNTY, UTAH—Municipal Building Authority of Uintah County, Utah” below.

Proceeds from the 2015 Bonds, together with other legally available moneys, in the aggregate amount of \$39,197,066.90 will be deposited with Zions Bank, Corporate Trust Department, Salt Lake City, Utah, as Escrow Agent (the “Escrow Agent”), pursuant to an Escrow Agreement (the “Escrow Agreement”) to establish an irrevocable trust escrow account (the “Escrow Account”), consisting of cash and government obligations of the United States of America.

Amounts in the Escrow Account shall be used to pay principal of and interest on all of the outstanding 2008 MBA Bonds (the “2008 MBA Refunded Bonds”), at a redemption price of 100% of the principal amount thereof at maturity or on June 1, 2018 (the “2008 MBA Redemption Date”). The 2008 MBA Refunded Bonds mature on the dates and in the amounts, and bear interest at the rates, as follows:

<u>Scheduled Maturity (June 1)</u>	<u>Maturity or Redemption Date</u>	<u>CUSIP® 903623</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Redemption Price</u>
2016.....	June 1, 2016	AQ9	\$ 975,000	5.00 %	—%
2017.....	June 1, 2017	AR7	1,025,000	5.25	—
2018.....	June 1, 2018	AS5	1,085,000	5.25	—
2019.....	June 1, 2018	AT3	1,140,000	5.25	100
2020.....	June 1, 2018	AU0	1,200,000	5.25	100
2021.....	June 1, 2018	AV8	865,000	5.25	100
2024.....	June 1, 2018	AY2	2,875,000	5.00	100
2028.....	June 1, 2018	BC9	4,600,000	5.20	100
2037.....	June 1, 2018	BM7	14,900,000	5.25	100
2040.....	June 1, 2018	BQ8	<u>6,850,000</u>	5.30	100
Totals.....			<u>\$35,515,000</u>		

The cash and investments held in the Escrow Account will be sufficient to pay (a) the interest falling due on the 2008 MBA Refunded Bonds at maturity and through the 2008 MBA Redemption Date and (b) the redemption price of the 2009 MBA Refunded Bonds, due and payable at maturity and on the 2008 MBA Redemption Date.

Certain mathematical computations regarding the sufficiency of and the yield on the investments held in the Escrow Account will be verified by Grant Thornton LLP, Minneapolis, Minnesota. See “MISCELLANEOUS—Escrow Verification” below.

Sources And Uses Of Funds

The proceeds from the sale of the 2015 Bonds are estimated to be applied as set forth below:

Sources:

Par amount of 2015 Bonds.....	\$33,385,000.00
Original issue premium.....	3,390,899.75
Transfer from legally available moneys.....	<u>2,878,337.50</u>
Total	<u>\$39,654,237.25</u>

Uses:

Deposit to Escrow Account	\$39,197,066.90
Original issue discount.....	171,480.25
Underwriter's discount.....	143,767.82
Costs of Issuance (1).....	<u>141,922.28</u>
Total	<u>\$39,654,237.25</u>

- (1) Includes legal fees, Municipal Advisor fees, rating agency fees, Bond Registrar and Paying Agent fees, Escrow Agent fees, escrow verification agent fees, rounding amounts and other miscellaneous costs of issuance.

Security And Sources Of Payment

The 2015 Bonds are general obligations of the County payable from the proceeds of ad valorem taxes to be levied without limitation as to rate or amount on all of the taxable property in the County, fully sufficient to pay the 2015 Bonds as to both principal and interest.

See "FINANCIAL INFORMATION REGARDING UINTAH COUNTY, UTAH—Property Tax Matters" below.

Redemption Provisions

Optional Redemption. The 2015 Bonds maturing on or after December 15, 2026 will be subject to optional redemption at the option of the County on June 15, 2026, and on any date thereafter prior to maturity, in whole or in part, from such maturities or parts thereof as may be selected by the County and by lot within each maturity if less than the full amount of any maturity is to be redeemed, upon not less than 30 days' prior written notice, at a redemption price equal to 100% of the principal amount of the 2015 Bonds to be redeemed, plus accrued interest thereon to the redemption date.

Selection for Redemption. If less than all 2015 Bonds of any maturity are to be redeemed, the particular 2015 Bonds or portion of 2015 Bonds of such maturity to be redeemed will be selected by lot by the Bond Registrar in such manner as the Bond Registrar in its discretion may deem fair and appropriate. The portion of any registered 2015 Bond of a denomination of more than \$5,000 to be redeemed will be in the principal amount of \$5,000 or a whole multiple thereof, and in selecting portions of such 2015 Bonds for redemption, the Bond Registrar will treat each such 2015 Bond as representing that number of 2015 Bonds of \$5,000 denomination that is obtained by dividing the principal amount of such 2015 Bond by \$5,000.

Notice of Redemption. Notice of redemption will be given by the Bond Registrar by first class mail, not less than 30 nor more than 60 days prior to the redemption date, to the owner, as of the Record Date, as defined under "THE 2015 BONDS—Registration And Transfer; Record Date" below, of each 2015 Bond that is subject to redemption, at the address of such owner as it appears on the registration

books of the County kept by the Bond Registrar, or at such other address as is furnished to the Bond Registrar in writing by such owner on or prior to the Record Date. Each notice of redemption will state the Record Date, the principal amount, the redemption date, the place of redemption, the redemption price and, if less than all of the 2015 Bonds are to be redeemed, the distinctive numbers of the 2015 Bonds or portions of 2015 Bonds to be redeemed, and will also state that the interest on the 2015 Bonds in such notice designated for redemption will cease to accrue from and after such redemption date and that on the redemption date there will become due and payable on each of the 2015 Bonds to be redeemed the principal thereof and interest accrued thereon to the redemption date.

Each notice of optional redemption may further state that such redemption will be conditioned upon the receipt by the Paying Agent, on or prior to the date fixed for redemption, of moneys sufficient to pay the principal of and premium, if any, and interest on such 2015 Bonds to be redeemed and that if such moneys have not been so received the notice will be of no force or effect and the County will not be required to redeem such 2015 Bonds. In the event that such notice of redemption contains such a condition and such moneys are not so received, the redemption will not be made and the Bond Registrar will within a reasonable time thereafter give notice, in the manner in which the notice of redemption was given, that such moneys were not so received. Any such notice mailed will be conclusively presumed to have been duly given, whether or not the Bondowner receives such notice. Failure to give such notice or any defect therein with respect to any 2015 Bond will not affect the validity of the proceedings for redemption with respect to any other 2015 Bond.

In addition to the foregoing notice, further notice of such redemption will be given by the Bond Registrar to EMMA as provided in the Resolution, but no defect in such further notice nor any failure to give all or any portion of such notice will in any manner affect the validity of a call for redemption if notice thereof is given as prescribed above and in the Resolution.

For so long as a book-entry system is in effect with respect to the 2015 Bonds, the Bond Registrar will mail notices of redemption to DTC or its successor. Any failure of DTC to convey such notice to any Direct Participants or any failure of the Direct Participants or Indirect Participants to convey such notice to any Beneficial Owner will not affect the sufficiency of the notice or the validity of the redemption of 2015 Bonds. See "THE 2015 BONDS—Book-Entry System" below.

Registration And Transfer; Record Date

Registration and Transfer. In the event the book-entry system is discontinued, any 2015 Bond may, in accordance with its terms, be transferred, upon the registration books kept by the Bond Registrar, by the person in whose name it is registered, in person or by such owner's duly authorized attorney, upon surrender of such 2015 Bond for cancellation, accompanied by delivery of a duly executed written instrument of transfer in a form approved by the Bond Registrar. No transfer will be effective until entered on the registration books kept by the Bond Registrar. Whenever any 2015 Bond is surrendered for transfer, the Bond Registrar will authenticate and deliver a new fully-registered 2015 Bond or 2015 Bonds of the same series, designation, maturity and interest rate and of authorized denominations duly executed by the County, for a like aggregate principal amount.

The 2015 Bonds may be exchanged at the office of the Bond Registrar for a like aggregate principal amount of fully-registered 2015 Bonds of the same series, designation, maturity and interest rate of other authorized denominations.

For every such exchange or transfer of the 2015 Bonds, the Bond Registrar will require the payment by the registered owner requesting such transfer or exchange any tax or other governmental charge required to be paid with respect to such exchange or transfer of the 2015 Bonds.

Record Date. "Record Date" means (i) with respect to each interest payment date, the day that is 15 days preceding such interest payment date, or if such day is not a business day for the Bond Registrar,

the next preceding day that is a business day for the Bond Registrar, and (ii) with respect to any redemption of any 2015 Bond such Record Date as is specified by the Bond Registrar in the notice of redemption, provided that such Record Date will be not less than 15 calendar days before the mailing of such notice of redemption. The Bond Registrar will not be required to transfer or exchange any 2015 Bond (a) after the Record Date with respect to any interest payment date to and including such interest payment date, or (b) after the Record Date with respect to any redemption of such 2015 Bond.

The County, the Bond Registrar and the Paying Agent may treat and consider the person in whose name each 2015 Bond is registered in the registration books kept by the Bond Registrar as the holder and absolute owner thereof for the purpose of receiving payment of, or on account of, the principal or redemption price thereof (on the 2015 Bonds) and interest due thereon and for all other purposes whatsoever.

Book-Entry System

DTC will act as securities depository for the 2015 Bonds. The 2015 Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered 2015 Bond certificate will be issued for each maturity of the 2015 Bonds, each in the aggregate principal amount of such maturity, and will be deposited with DTC. See "APPENDIX D—BOOK-ENTRY SYSTEM" for a more detailed discussion of the book-entry system and DTC.

Debt Service On The 2015 Bonds

Payment Date	The 2015 Bonds		Period Total	Fiscal Total
	Principal	Interest		
December 15, 2016.....	\$ 1,185,000.00	\$ 1,283,215.49	\$ 2,468,215.49	\$2,468,215.49
June 15, 2017.....	0.00	637,943.75	637,943.75	
December 15, 2017.....	1,190,000.00	637,943.75	1,827,943.75	2,465,887.50
June 15, 2018.....	0.00	608,193.75	608,193.75	
December 15, 2018.....	1,250,000.00	608,193.75	1,858,193.75	2,466,387.50
June 15, 2019.....	0.00	576,943.75	576,943.75	
December 15, 2019.....	1,315,000.00	576,943.75	1,891,943.75	2,468,887.50
June 15, 2020.....	0.00	544,068.75	544,068.75	
December 15, 2020.....	1,380,000.00	544,068.75	1,924,068.75	2,468,137.50
June 15, 2021.....	0.00	509,568.75	509,568.75	
December 15, 2021.....	1,450,000.00	509,568.75	1,959,568.75	2,469,137.50
June 15, 2022.....	0.00	473,318.75	473,318.75	
December 15, 2022.....	1,520,000.00	473,318.75	1,993,318.75	2,466,637.50
June 15, 2023.....	0.00	435,318.75	435,318.75	
December 15, 2023.....	1,595,000.00	435,318.75	2,030,318.75	2,465,637.50
June 15, 2024.....	0.00	395,443.75	395,443.75	
December 15, 2024.....	1,675,000.00	395,443.75	2,070,443.75	2,465,887.50
June 15, 2025.....	0.00	353,568.75	353,568.75	
December 15, 2025.....	1,760,000.00	353,568.75	2,113,568.75	2,467,137.50
June 15, 2026.....	0.00	309,568.75	309,568.75	
December 15, 2026.....	1,850,000.00	309,568.75	2,159,568.75	2,469,137.50
June 15, 2027.....	0.00	272,568.75	272,568.75	
December 15, 2027.....	1,920,000.00	272,568.75	2,192,568.75	2,465,137.50
June 15, 2028.....	0.00	250,968.75	250,968.75	
December 15, 2028.....	1,965,000.00	250,968.75	2,215,968.75	2,466,937.50
June 15, 2029.....	0.00	211,668.75	211,668.75	
December 15, 2029.....	2,045,000.00	211,668.75	2,256,668.75	2,468,337.50
June 15, 2030.....	0.00	170,768.75	170,768.75	
December 15, 2030.....	2,125,000.00	170,768.75	2,295,768.75	2,466,537.50
June 15, 2031.....	0.00	138,893.75	138,893.75	
December 15, 2031.....	2,190,000.00	138,893.75	2,328,893.75	2,467,787.50

Debt Service On The 2015 Bonds—continued

<u>Payment Date</u>	<u>The 2015 Bonds</u>		<u>Period Total</u>	<u>Fiscal Total</u>
	<u>Principal</u>	<u>Interest</u>		
June 15, 2032.....	\$ 0.00	\$ 106,043.75	\$ 106,043.75	
December 15, 2032.....	2,255,000.00	106,043.75	2,361,043.75	\$2,467,087.50
June 15, 2033.....	0.00	72,218.75	72,218.75	
December 15, 2033.....	2,325,000.00	72,218.75	2,397,218.75	2,469,437.50
June 15, 2034.....	0.00	37,343.75	37,343.75	
December 15, 2034.....	<u>2,390,000.00</u>	<u>37,343.75</u>	<u>2,427,343.75</u>	2,464,687.50
Totals.....	<u>\$33,385,000.00</u>	<u>\$13,492,040.49</u>	<u>\$46,877,040.49</u>	

UINTAH COUNTY, UTAH

General

The County, incorporated in 1880, comprises an area of 4,477 square miles is located in the north-eastern portion of the State, approximately 170 miles east of Salt Lake City, Utah and is bordered by Colorado to the east, by Daggett County to the north, by Duchesne County, by Carbon County to the west, and by Grand County to the south. The County had an estimated 36,867 residents according to the 2014 Census Bureau and ranked as the eleventh most populous county (out of 29 counties). The County’s headquarters are located in the City, which also serves as the County seat. The County maintains a Web site at <http://www.co.untah.ut.us>.

The principal cities in the County are the City, Ballard City and Naples City. For the location of the County in its relationship to the State see the map above.

Form Of Government

The County is currently governed by the Board, consisting of three members, elected at large by voters in the County unless otherwise required by court order. A measure of continuity is provided in the Board by the election of the commissioners to four–year overlapping terms. Duties of the Board include the responsibility for all County affairs in general, including but not limited to, budget matters, appropriation of funds, levying taxes, and licenses and regulating businesses, exhibitions, and recreation within the unincorporated County area. Acting in the capacity of the County Board of Equalization the Board may make any adjustments they deem appropriate in equalizing the assessments of property determined by the County Assessor, subject to review by the Utah State Tax Commission. Other elected County officials are the Assessor, Attorney, Clerk/Auditor, Recorder, Sheriff, Surveyor, and Treasurer and any others provided by State law.

Current members of the Board and other officers and administrators of the County and their respective years of service are as follows:

<u>Office/District</u>	<u>Person</u>	<u>Years of Service</u>	<u>Expiration of Current Term</u>
Commission Chair.....	Michael McKee	13	January 2019
Commissioner.....	Mark Raymond	7	January 2017
Commissioner.....	Bill Stringer	1	January 2019

<u>Office/District</u>	<u>Person</u>	<u>Years of Service</u>	<u>Expiration of Current Term</u>
Assessor.....	Barbara Simper	9	January 2021
Attorney.....	Mark Thomas	21	January 2019
Clerk/Auditor.....	Michael W. Wilkins	29	January 2019
Recorder	Brenda McDonald	1	January 2021
Sheriff.....	Vance Norton	1	January 2019
Surveyor	John Slaugh	9	January 2021
Treasurer.....	Wendi Long	20	January 2021

Services Provided by the County

The County provides services to incorporated and unincorporated areas within the County. Some of the most important of these services are as follows.

County-wide services—tax assessment, tax collection, tax distribution, tax equalization, auditing, budgeting, accounting, investment, surveying, recording, marriage licenses, passports, jail services, criminal justice support, prosecution, civil services, ordinance enactment and enforcement, aging services, health (including air quality and emissions testing), mental health, economic development and tourism, golf courses, criminal justice and youth services, children’s justice center, administration and support services to County operations, flood control, agricultural extension services, paramedics, libraries, justice courts and animal services; and

Unincorporated area services—police protection, libraries, justice courts, fire protection, emergency 911, street lighting, highways, planning and zoning, traffic engineering, development services and business licenses.

Stabilization Funds

The County has established a Tax Stability Trust Fund (the “Tax Stability Fund”), for the purpose of preserving funds during years with favorable tax revenues for use during years with less favorable tax revenues. The County is allowed to levy a property tax rate (as part of the County’s General Fund tax rate) and transfer up to \$2,000,000, on an annual basis, into the Tax Stability Fund from the County’s General Fund. Additions to the principal within the Tax Stability Fund will be through County transfers or by the Tax Stability Fund retaining the interest earning each year. If faced with economic hardship caused by a substantial reduction in property tax revenues the County, the County may transfer funds from the Tax Stability Fund by holding a public hearing and with the vote of the Board. Beginning in Fiscal Year 2013 and through Fiscal Year 2015, the County assessed a property tax rate, within the General Fund, to generate addition funds because of the reduction of oil and gas prices and the resulting loss in property tax revenues over the past several years. As of November 1, 2015, the County had \$4,096,646 in its Tax Stability Fund. It is anticipated that the County will contribute approximately \$1,500,000 into the Tax Stability Fund in December 2015.

Also see “FINANCIAL INFORMATION REGARDING UTAH COUNTY, UTAH—Historical Tax Rates” (page 33) below and “APPENDIX A—FINANCIAL STATEMENTS OF UTAH COUNTY, UTAH FOR FISCAL YEAR 2014—Notes to the Financial Statements—Note 20. Stabilization Funds” (page A-70).

Employee Workforce And Retirement System; Termination Benefits

Employee Workforce and Retirement System. The County employs 235 full-time employees as of Fiscal Year 2015. The County participates in cost-sharing multiple employer defined benefit pension plans covering public employees of the State and employees of participating local government entities adminis-

tered by the Utah State Retirement Systems (“URS”). The retirement system provides retirement benefits, a deferred compensation plan, annual cost of living adjustment and death benefits to plan members and beneficiaries in accordance with retirement statutes.

Beginning Fiscal Year 2015, the County is required to record a liability and expense equal to its proportionate share of the collective net pension liability and expense of URS due to the implementation of Governmental Accounting Standard Board Statement 68. URS in its Calendar Year 2014 CAFR estimated that at December 31, 2014 the County’s unaudited proportionate share of the net pension liability was \$6,529,632 (assuming a 7.5% discount rate) and that its proportionate share of plan pension expense was \$2,163,150. The County has not determined at this time what its actual net pension liability will be for Fiscal Year 2015. A copy of the Calendar Year 2014 CAFR for the URS retirement system may be found at <https://www.urs.org/Publications/Members>.

For a detailed discussion regarding retirement benefits and contributions See “APPENDIX A—FINANCIAL STATEMENTS OF UTAH COUNTY, UTAH FOR FISCAL YEAR 2014—Notes to the Financial Statements—Note 5. Pension Plans” (page A–62).

Termination Benefits. The County offers termination benefits through a single employer defined benefit plan to eligible employees who retire from the County and qualify to retire from the URS. The benefits, benefit levels, employee contributions, and employer contributions are governed by County policy, and can be amended at any time. The County currently pays for termination benefits on a “pay-as-you-go” basis and for Fiscal Year 2014 the County paid approximately \$102,885 for termination benefits. The present value of expected future benefits payments is \$455,729. For a discussion regarding the termination benefit plan see “APPENDIX A—FINANCIAL STATEMENTS OF UTAH COUNTY, UTAH FOR FISCAL YEAR 2014—Notes to the Financial Statements—Note 14. Termination Benefits” (page A–67).

Risk Management

The County provides for its general liability, automobile liability, property and public officials risks through a joint venture protection agreement with the Utah Counties Indemnity Pool (“UCIP”). UCIP is a self-insured property and casualty pool program, in which 26 of the 29 counties in the State participate, and provides for the County’s lawful liabilities resulting from bodily injury, property damage, personal injury and/or public official’s errors and omissions limited up to \$2.75 million per each occurrence. The County also has a secondary insurance policy. See “APPENDIX A—FINANCIAL STATEMENTS OF UTAH COUNTY, UTAH FOR FISCAL YEAR 2014—Notes to the Financial Statements—Note 9. Risk Management” (page A–64).

Investment Of Funds

The State Money Management Act. The State Money Management Act, Title 51, Chapter 7 of the Utah Code (the “Money Management Act”), governs and establishes criteria for the investment of all public funds held by public treasurers in the State. The Money Management Act provides a limited list of approved investments, including qualified in-state and permitted out-of-state financial institutions, obligations of the State and political subdivisions of the State, U.S. Treasury and approved federal government agency and instrumentality securities, certain investment agreements and repurchase agreements and investments in corporate securities meeting certain ratings requirements. The Money Management Act establishes the State Money Management Council (the “Money Management Council”) to exercise oversight of public deposits and investments. The Money Management Council is comprised of five members appointed by the Governor of the State for terms of four years, after consultation with the State Treasurer and with the advice and consent of the State Senate.

The County is currently complying with all of the provisions of the Money Management Act for all County operating funds.

The Utah Public Treasurers' Investment Fund. A significant portion of County funds may be invested in the Utah Public Treasurers Investment Fund ("PTIF"). The PTIF is a local government investment fund, established in 1981, and managed by the State Treasurer. All investments in the PTIF must comply with the Money Management Act and rules of the Money Management Council. The PTIF invests primarily in money market securities. Securities in the PTIF include certificates of deposit, commercial paper, short-term corporate notes, and obligations of the U.S. Treasury and securities of certain agencies of the federal government. By policy, the maximum weighted average adjusted life of the portfolio is not to exceed 90 days and the maximum final maturity of any security purchased by the PTIF is limited to five years. Safekeeping and audit controls for all investments owned by the PTIF must comply with the Money Management Act.

All securities purchased are delivered versus payment to the custody of the State Treasurer or the State Treasurer's safekeeping bank, assuring a perfected interest in the securities. Securities owned by the PTIF are completely segregated from securities owned by the State. The State has no claim on assets owned by the PTIF except for any investment of State moneys in the PTIF. Deposits are not insured or otherwise guaranteed by the State.

Investment activity of the State Treasurer in the management of the PTIF is reviewed monthly by the Money Management Council and is audited by the State Auditor. The PTIF is not rated.

See "APPENDIX A—FINANCIAL STATEMENTS OF UINTAH COUNTY, UTAH FOR FISCAL YEAR 2014—Notes to the Financial Statements—Note 4. Deposits and Investments" (page A-59).

Population

	<u>County</u>	<u>% Change From Prior Period</u>	<u>State of Utah</u>	<u>% Change From Prior Period</u>
2014 Estimate.....	36,867	13.1%	2,900,872	5.0%
2010 Census.....	32,588	29.2	2,763,885	23.8
2000 Census.....	25,224	13.6	2,233,169	29.6
1990 Census.....	22,211	8.3	1,722,850	17.9
1980 Census.....	20,506	61.7	1,461,037	37.9
1970 Census.....	12,684	9.5	1,059,273	18.9
1960 Census.....	11,582	12.4	890,627	29.3
1950 Census.....	10,300	4.1	688,862	25.2
1940 Census.....	9,898	9.6	550,310	8.4
1930 Census.....	9,035	6.7	507,847	13.0
1920 Census.....	8,470	20.1	449,396	20.4
1910 Census.....	7,050	9.2	373,351	34.9

(Source: U.S. Department of Commerce, Bureau of the Census.)

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Employment, Income, Construction, and Sales Taxes Within Uintah County and the State of Utah

Labor Force, Nonfarm Jobs and Wages within Uintah County

	Calendar Year (1)						% change from prior year				
	2014	2013	2012	2011	2010	2009	2013-14	2012-13	2011-12	2010-11	2009-10
Civilian labor force.....	15,926	15,712	15,991	15,519	15,189	16,899	1.4	(1.7)	3.0	2.2	(10.1)
Employed persons.....	15,363	15,018	15,284	14,594	13,896	15,445	2.3	(1.7)	4.7	5.0	(10.0)
Unemployed persons.....	563	694	707	925	1,293	1,454	(18.9)	(1.8)	(23.6)	(28.5)	(11.1)
Total private sector (average).....	12,035	11,677	12,058	11,336	10,448	10,557	3.1	(3.2)	6.4	8.5	(1.0)
Agriculture, forestry, fishing and hunting.....	55	49	68	71	55	56	12.2	(27.9)	(4.2)	29.1	(1.8)
Mining.....	3,212	3,056	3,189	3,089	2,627	2,637	5.1	(4.2)	3.2	17.6	(0.4)
Utilities.....	138	138	140	143	143	146	0.0	(1.4)	(2.1)	0.0	(2.1)
Construction.....	1,086	948	1,090	913	957	894	14.6	(13.0)	19.4	(4.6)	7.0
Manufacturing.....	178	191	194	191	165	181	(6.8)	(1.5)	1.6	15.8	(8.8)
Wholesale trade.....	683	695	712	640	603	648	(1.7)	(2.4)	11.3	6.1	(6.9)
Retail trade.....	1,672	1,616	1,597	1,524	1,505	1,658	3.5	1.2	4.8	1.3	(9.2)
Transportation and warehousing.....	963	897	955	886	781	781	7.4	(6.1)	7.8	13.4	0.0
Information.....	168	150	134	133	136	135	12.0	11.9	0.8	(2.2)	0.7
Finance and insurance.....	185	200	218	187	183	205	(7.5)	(8.3)	16.6	2.2	(10.7)
Real estate, rental and leasing.....	388	398	426	408	355	316	(2.5)	(6.6)	4.4	14.9	12.3
Professional, scientific, and technical services.....	400	440	475	431	395	391	(9.1)	(7.4)	10.2	9.1	1.0
Admin., support, waste mgmt., remediation.....	239	287	324	322	282	250	(16.7)	(11.4)	0.6	14.2	12.8
Education services.....	57	47	34	29	29	23	21.3	38.2	17.2	0.0	26.1
Health care and social assistance.....	938	927	944	976	938	940	1.2	(1.8)	(3.3)	4.1	(0.2)
Arts, entertainment and recreation.....	25	24	26	30	36	26	4.2	(7.7)	(13.3)	(16.7)	38.5
Accommodation and food services.....	1,179	1,175	1,157	1,030	941	957	0.3	1.6	12.3	9.5	(1.7)
Other services.....	524	480	433	396	366	364	9.2	10.9	9.3	8.2	0.5
Total public sector (average).....	3,014	2,914	2,875	2,858	2,836	2,764	3.4	1.4	0.6	0.8	2.6
Federal.....	355	362	379	399	428	421	(1.9)	(4.5)	(5.0)	(6.8)	1.7
State.....	156	156	156	155	155	159	0.0	0.0	0.6	0.0	(2.5)
Local.....	2,503	2,397	2,340	2,304	2,254	2,185	4.4	2.4	1.6	2.2	3.2
Total payroll.....	\$ 732,834,554	\$ 694,330,254	\$ 697,620,429	\$ 641,881,714	\$ 458,578,399	\$ 546,143,679	5.5	(0.5)	8.7	40.0	(16.0)
Average monthly wage.....	\$ 4,058	\$ 3,966	\$ 3,893	\$ 3,769	\$ 3,510	\$ 3,416	2.3	1.9	3.3	7.4	2.8
Average employment.....	15,049	14,591	14,933	14,194	13,284	13,321	3.1	(2.3)	5.2	6.9	(0.3)
Establishments.....	1,323	1,310	1,287	1,274	1,264	1,320	1.0	1.8	1.0	0.8	(4.2)

(1) Utah Department of Workforce Services.

Employment, Income, Construction, and Sales Taxes Within Uintah County and the State of Utah—continued

Personal Income; Per Capital Personal Income; Median Household Income within Uintah County and the State of Utah (1)

	Calendar Year						% change from prior year				
	2014	2013	2012	2011	2010	2009	2013–14	2012–13	2011–12	2010–11	2009–10
Total Personal Income (in \$1,000's):											
Uintah County.....	na	\$ 1,163,627	\$ 1,149,142	\$ 1,069,886	\$ 964,269	\$ 945,852	–	1.3	7.4	11.0	1.9
State of Utah.....	\$ 110,841,885	106,072,574	102,772,080	96,888,550	88,273,445	91,190,532	4.5	3.2	6.1	9.8	(3.2)
Total Per Capita Personal Income:											
Uintah County.....	na	32,728	33,270	32,267	29,737	28,722	–	(1.6)	3.1	8.5	3.5
State of Utah.....	37,664	36,542	35,995	34,415	32,614	32,428	3.1	1.5	4.6	5.5	0.6
Median Household Income:											
Uintah County.....	na	62,028	60,419	58,936	54,090	58,312	–	2.7	2.5	9.0	(7.2)
State of Utah.....	na	55,802	54,740	55,183	56,820	55,220	–	1.9	(0.8)	(2.9)	2.9

Construction within Uintah County (2)

	Calendar Year						% change from prior year				
	2015 (3)	2014	2013	2012	2011	2010	2013–14	2012–13	2011–12	2010–11	2009–10
Number new dwelling units.....	54.0	331.0	317.0	549.0	267.0	123.0	(83.7)	4.4	(42.3)	105.6	117.1
New (in \$1,000's):											
Residential value.....	\$ 12,565.8	\$ 59,119.8	\$ 58,380.7	\$ 71,865.5	\$ 30,351.6	\$ 20,600.6	(78.7)	1.3	(18.8)	136.8	47.3
Non-residential value.....	5,122.0	56,996.1	23,187.4	16,856.6	9,381.5	14,667.1	(91.0)	145.8	37.6	79.7	(36.0)
Additions, alterations, repairs (in \$1,000's):											
Residential value.....	1,107.7	1,427.8	3,971.1	1,989.9	3,002.5	1,846.8	(22.4)	(64.0)	99.6	(33.7)	62.6
Non-residential value.....	4,365.3	4,599.8	7,952.2	1,388.3	3,236.2	1,621.9	(5.1)	(42.2)	472.8	(57.1)	99.5
Total construction value (in \$1,000's).....	<u>\$ 23,160.8</u>	<u>\$ 122,143.5</u>	<u>\$ 93,491.4</u>	<u>\$ 92,100.3</u>	<u>\$ 45,971.8</u>	<u>\$ 38,736.4</u>	(81.0)	30.6	1.5	100.3	18.7

Sales Taxes Within Uintah County and the State of Utah (4)

	Calendar Year						% change from prior year				
	2014	2013	2012	2011	2010	2009	2013–14	2012–13	2011–12	2010–11	2009–10
Gross Taxable Sales (in \$1,000's):											
Uintah County.....	\$ 1,470,012	\$ 1,453,709	\$ 1,649,608	\$ 1,353,826	\$ 1,158,142	\$ 1,079,330	1.1	(11.9)	21.8	16.9	7.3
State of Utah.....	51,709,163	49,404,046	47,531,180	44,335,559	41,907,568	41,924,223	4.7	3.9	7.2	5.8	(0.0)
Local Sales and Use Tax Distribution:											
Uintah County (and all cities).....	\$ 10,093,649	\$ 10,386,607	\$ 9,988,640	\$ 8,297,501	\$ 7,239,849	\$ 10,108,386	(2.8)	4.0	20.4	14.6	(28.4)

- (1) U.S. Department of Commerce; Bureau of Economic Analysis and U.S. Census Bureau.
- (2) University of Utah Bureau of Economic and Business Research, Utah Construction Report.
- (3) January through September 2015.
- (4) Utah State Tax Commission.

Largest Employers

The following is a list of the largest employers in the County with employment over 100 individuals.

<u>Firm (location)</u>	<u>Business</u>	<u>Employees</u>
Ute Indian Tribe (Fort Duchesne).....	Public administration	500–1,000
Uintah School District (county–wide)	Educational services	475–1,075
Anadarko Petroleum Corporation (county–wide).....	Mining	250–500
Halliburton Energy Services (Vernal)	Mining	250–500
Wal–Mart (county–wide)	Retail trade	250–500
Uintah County (county–wide)	Public administration	125–250
American Gilsonite Company (county–wide)	Mining	100–250
Ashley Regional Medical Center LLC (Vernal).....	Health care and social assistance	100–250
BHI (Vernal).....	Construction	100–250
Bureau of Land Management (Vernal).....	Public Administration	100–250
Deseret Generation and Transmission (Vernal).....	Utilities	100–250
Lowe’s (Vernal).....	Retail trade	100–250
Pioneer Drilling Services Inc. (Vernal)	Mining	100–250
Simplot Phosphates LLC (Vernal).....	Mining	100–250
Smith’s Food and Drug (Vernal)	Retail trade	100–250
Uintah Care Center (Vernal).....	Health care and social assistance	100–250
Uintah Engineering & Land Surveying (Vernal).....	Public Administration	100–250
Uintah Recreation District (Vernal).....	Arts, entertainment, and recreation	100–250
Water Settlement Accounting (Ft. Duchesne)	Public administration	100–250

(Source: Utah Department of Workforce Services. Updated March 2015, reflecting information as of September 2014.)

Rate Of Unemployment—Annual Average

<u>Year</u>	<u>Uintah County</u>	<u>State of Utah</u>	<u>United States</u>
2015 (1).....	7.3%	3.6%	5.0%
2014	3.5	3.8	6.2
2013	4.4	4.4	7.4
2012	4.4	5.4	8.1
2011	6.0	6.8	8.9
2010	8.5	8.1	9.6

(1) Preliminary, subject to change. As of October 2015 (seasonally adjusted).

(Source: Utah Department of Workforce Services.)

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DEBT STRUCTURE OF UINTAH COUNTY, UTAH

Outstanding General Obligation Bonded Indebtedness

As of the date of this OFFICIAL STATEMENT, the County has outstanding the following general obligation bonds:

<u>Series</u>	<u>Purpose</u>	<u>Original Principal Amount</u>	<u>Final Maturity Date</u>	<u>Current Principal Outstanding</u>
2015 (1).....	Refunding/lease revenue	\$33,385,000	December 15, 2034	<u>\$33,385,000</u>

(1) Rated “Aa3” by Moody’s Investors Service (“Moody’s”) and “AA-” by Standard & Poor’s Ratings Services (“S&P”), as of the date of this OFFICIAL STATEMENT.

Debt Service Schedule Of Outstanding General Obligation Bonds By Fiscal Year

For the debt service schedule by Fiscal Year for the 2015 Bonds see “THE 2015 BONDS—Debt Service On The 2015 Bonds” (page 10).

Other Debt

Limited Obligation Bond of the County. On March 16, 1994, the County issued a limited obligation bond in the amount of \$600,000 for the purpose of financing the costs of improvements to the Uintah County Western Park and to pay certain issuance expenses. The bond bears interest at 0.5% per annum with a final principal payment on August 15, 2019. In order to defease the bond and to provide funds for the payment of principal and interest on the bond, the County entered into an escrow agreement with West One Bank where funds have been deposited and invested in government obligations which together with interest earnings to accrue thereon, shall be sufficient to pay the principal of and interest on the bonds as they become due and payable. The amount held in escrow at December 31, 2014, was \$28,236. The balance outstanding on the limited obligation bond is \$125,000 as of Fiscal Year 2014. See “APPENDIX A—FINANCIAL STATEMENTS OF UINTAH COUNTY, UTAH FOR FISCAL YEAR 2014—Notes To Financial Statements—Note 3. Long-Term Debt” (page A-42).

The Municipal Building Authority Of Uintah County, Utah

Authority. The Authority is a body politic and corporate, operating under the Local Building Authority Act. The Authority was created for the purpose of acquiring, constructing, improving or extending projects on behalf of the County pursuant to the predecessor to the Local Building Authority Act.

The Authority is to be of perpetual duration as set forth in its Articles of Incorporation. The Authority at the present time has no full-time employees or other personnel other than its governing board as described below. The Authority has no property, money or other assets, except for the projects that are or have been constructed by the Authority. The principal place of business of the Authority is at the County offices.

Corporate And Statutory Powers. The Authority has been incorporated for the purpose of acquiring, improving or extending one or more projects and financing their costs on behalf of the County in accordance with the procedures and subject to the limitations of State law, in order to accomplish the public purposes for which the County exists.

Organization. According to the By-Laws of the Authority, the affairs of the Authority are managed by a Board of Trustees (the “Board of Trustees”). The Board of Trustees consists of three members of the

Board, as may from time to time serve. Each Trustee serves on the Board of Trustees until death, incapacity or removal from the Board. Whenever a Trustee shall cease to be a member of the Board, the successor, upon the election and qualifying for office, thereupon becomes a Trustee of the Authority. Trustees may be removed and replaced by the Board at any time at its discretion.

Debt Issuance. The Authority's debt does not constitute legal debt within the meaning of any constitutional provision or statutory limitation of the County. The Authority has entered into annual leases with the County for each school project constructed by the Authority. The leases may be terminated by the County in any year and payments by the County may be made only from moneys which are annually budgeted and appropriated by the County for such purpose.

For each school construction project built by the Authority, the Authority has entered into an indenture with the County. The Authority may, from time to time, issue additional bonds under each separate indenture. The Authority leases the building projects to the County, pursuant to individual master lease agreements. The Authority has granted to a trustee, for the benefit of the owners of lease revenue bonds issued under each master lease, a security interest in all of the Authority's right, title and interest in the building project financed with lease revenue bonds issued under each separate indenture.

Debt issued by the Authority is being paid from rental payments received by the Authority from the County. The County's rental payments are being made from the capital projects fund from property taxes and earnings on investments. As of the date of this OFFICIAL STATEMENT, the Authority has outstanding the following lease revenue bonds:

<u>Series</u>	<u>Purpose</u>	<u>Original Principal Amount</u>	<u>Final Maturity Date</u>	<u>Current Principal Outstanding</u>
2014 (1).....	Western Park	\$ 4,500,000	January 1, 2044	\$ 4,500,000
2011C (2)	Library/buildings	3,000,000	April 1, 2042	2,790,000
2011B (3)	Airport equipment	850,000	October 1, 2026	574,588
2011A (3).....	Airport fence	711,000	October 1, 2031	550,764
2008B (2) (4).....	Public safety	10,000,000	June 1, 2040	10,000,000
2008A (4) (5) (6)..	Public safety	39,725,000	December 29, 2015	0
2007D (3).....	Health building	2,300,000	October 1, 2037	1,684,000
2007C (3)	Landfill building	635,000	April 1, 2028	411,000
2007B (3)	Landfill equipment	625,000	April 1, 2018	184,000
2007A (3).....	Road equipment	443,000	January 1, 2018	93,452
2006A (3).....	Recreation	5,000,000	October 1, 2037	3,672,000
2005 (3).....	Western Park	900,000	January 1, 2025	450,000
2000D (3).....	Northeastern building	650,000	September 1, 2021	<u>195,000</u>
Total principal amount of outstanding lease revenue debt.....				<u>\$25,104,804</u>

- (1) Private placement, not rated, no rating applied for. Issued with a 0% interest rate.
- (2) Private placement, not rated, no rating applied for. Issued with a 2.5% interest rate.
- (3) Federally taxable. Private placement, not rated, no rating applied for. Issued with a 0% interest rate.
- (4) The 2008B and 2008A Bonds are issued under the same indenture on a parity basis.
- (5) Rated "A+" by S&P, as of the date of this OFFICIAL STATEMENT.
- (6) This bond will be refunded by the 2015 Bonds on December 29, 2015.

Debt Service Schedule Of Outstanding Lease Revenue Bonds Of The Municipal Building Authority Of Uintah County, Utah By Fiscal Year

Fiscal Year Ending December 31	Series 2014 \$4,500,000		Series 2011C \$3,000,000		Series 2011B \$850,000		Series 2011A \$711,000	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
	2014.....	\$ 0	\$ 0	\$ 70,000	\$ 73,300	\$ 0	\$ 0	\$ 36,000	$ 0
2015.....	150,000	0	72,000	71,550	57,000	0	36,000	0
2016.....	150,000	0	74,000	69,750	57,000	0	36,000	0
2017.....	150,000	0	75,000	67,900	57,000	0	36,000	0
2018.....	150,000	0	77,000	66,025	57,000	0	36,000	0
2019.....	150,000	0	79,000	64,100	57,000	0	36,000	0
2020.....	150,000	0	81,000	62,125	57,000	0	36,000	0
2021.....	150,000	0	83,000	60,100	57,000	0	36,000	0
2022.....	150,000	0	85,000	58,025	57,000	0	36,000	0
2023.....	150,000	0	87,000	55,900	57,000	0	36,000	0
2024.....	150,000	0	90,000	53,725	57,000	0	36,000	0
2025.....	150,000	0	92,000	51,475	57,000	0	36,000	0
2026.....	150,000	0	94,000	49,175	4,588	0	36,000	0
2027.....	150,000	0	97,000	46,825	-	-	36,000	0
2028.....	150,000	0	99,000	44,400	-	-	36,000	0
2029.....	150,000	0	101,000	41,925	-	-	36,000	0
2030.....	150,000	0	104,000	39,400	-	-	36,000	0
2031.....	150,000	0	107,000	36,800	-	-	10,764	0
2032.....	150,000	0	109,000	34,125	-	-	-	-
2033.....	150,000	0	112,000	31,400	-	-	-	-
2034.....	150,000	0	115,000	28,600	-	-	-	-
2035.....	150,000	0	118,000	25,725	-	-	-	-
2036.....	150,000	0	121,000	22,775	-	-	-	-
2037.....	150,000	0	124,000	19,750	-	-	-	-
2038.....	150,000	0	127,000	16,650	-	-	-	-
2039.....	150,000	0	130,000	13,475	-	-	-	-
2040.....	150,000	0	133,000	10,225	-	-	-	-
2041.....	150,000	0	136,000	6,900	-	-	-	-
2042.....	150,000	0	140,000	3,500	-	-	-	-
2043.....	150,000	0	-	-	-	-	-	-
2044.....	150,000	0	-	-	-	-	-	-
Totals.....	\$ 4,500,000	\$ 0	\$ 2,932,000	\$ 1,225,625	\$ 631,588	\$ 0	\$ 622,764	\$ 0

Fiscal Year Ending December 31	Series 2008B \$10,000,000		Series 2008A \$39,725,000		Series 2007D \$2,300,000		Series 2007C \$635,000	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
	2014.....	\$ 0	\$ 250,000	\$ 900,000	\$ 1,978,338	\$ 77,000	\$ 0	\$ 32,000	$ 0
2015.....	0	250,000	930,000	1,934,838	77,000	0	32,000	0
2016.....	0	250,000	0	0 (1)	77,000	0	32,000	0
2017.....	0	250,000	0	0 (1)	77,000	0	32,000	0
2018.....	0	250,000	0	0 (1)	77,000	0	32,000	0
2019.....	0	250,000	0	0 (1)	77,000	0	32,000	0
2020.....	0	250,000	0	0 (1)	77,000	0	32,000	0
2021.....	391,000	250,000	0	0 (1)	77,000	0	32,000	0
2022.....	401,000	240,225	0	0 (1)	77,000	0	32,000	0
2023.....	411,000	230,200	0	0 (1)	77,000	0	32,000	0
2024.....	422,000	219,925	0	0 (1)	77,000	0	32,000	0
2025.....	432,000	209,375	0	0 (1)	77,000	0	32,000	0
2026.....	443,000	198,575	0	0 (1)	77,000	0	32,000	0
2027.....	454,000	187,500	0	0 (1)	77,000	0	32,000	0
2028.....	465,000	176,150	0	0 (1)	77,000	0	27,000	0
2029.....	477,000	164,525	0	0 (1)	77,000	0	-	-
2030.....	489,000	152,600	0	0 (1)	77,000	0	-	-
2031.....	501,000	140,375	0	0 (1)	77,000	0	-	-
2032.....	514,000	127,850	0	0 (1)	77,000	0	-	-
2033.....	526,000	115,000	0	0 (1)	77,000	0	-	-
2034.....	540,000	101,850	0	0 (1)	77,000	0	-	-
2035.....	553,000	88,350	0	0 (1)	77,000	0	-	-
2036.....	567,000	74,525	0	0 (1)	77,000	0	-	-
2037.....	581,000	60,350	0	0 (1)	67,000	0	-	-
2038.....	596,000	45,825	0	0 (1)	-	-	-	-
2039.....	611,000	30,925	0	0 (1)	-	-	-	-
2040.....	626,000	15,650	0	0 (1)	-	-	-	-
2041.....	-	-	-	-	-	-	-	-
2042.....	-	-	-	-	-	-	-	-
2043.....	-	-	-	-	-	-	-	-
2044.....	-	-	-	-	-	-	-	-
Totals.....	\$ 10,000,000	\$ 4,579,775	\$ 1,830,000	\$ 3,913,175	\$ 1,386,000	\$ 0	\$ 475,000	\$ 0

(1) Principal and interest has been refunded by the 2015 Bonds.

Debt Service Schedule Of Outstanding Lease Revenue Bonds Of The Municipal Building Authority Of Uintah County, Utah By Fiscal Year—continued

Fiscal Year Ending December 31	Series 2007B \$625,000		Series 2007A \$443,000		Series 2006A \$5,000,000		Series 2005 \$900,000	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
	2014.....	\$ 63,000	\$ 0	\$ 44,000	\$ 0	\$ 166,000	\$ 0	\$ 45,000
2015.....	63,000	0	44,000	0	166,000	0	45,000	0
2016.....	63,000	0	44,000	0	166,000	0	45,000	0
2017.....	63,000	0	44,000	0	166,000	0	45,000	0
2018.....	58,000	0	5,452	0	167,000	0	45,000	0
2019.....	-	-	-	-	167,000	0	45,000	0
2020.....	-	-	-	-	167,000	0	45,000	0
2021.....	-	-	-	-	167,000	0	45,000	0
2022.....	-	-	-	-	167,000	0	45,000	0
2023.....	-	-	-	-	167,000	0	45,000	0
2024.....	-	-	-	-	167,000	0	45,000	0
2025.....	-	-	-	-	167,000	0	45,000	0
2026.....	-	-	-	-	167,000	0	-	-
2027.....	-	-	-	-	167,000	0	-	-
2028.....	-	-	-	-	167,000	0	-	-
2029.....	-	-	-	-	167,000	0	-	-
2030.....	-	-	-	-	167,000	0	-	-
2031.....	-	-	-	-	167,000	0	-	-
2032.....	-	-	-	-	167,000	0	-	-
2033.....	-	-	-	-	167,000	0	-	-
2034.....	-	-	-	-	167,000	0	-	-
2035.....	-	-	-	-	167,000	0	-	-
2036.....	-	-	-	-	167,000	0	-	-
2037.....	-	-	-	-	167,000	0	-	-
2038.....	-	-	-	-	-	-	-	-
2039.....	-	-	-	-	-	-	-	-
2040.....	-	-	-	-	-	-	-	-
2041.....	-	-	-	-	-	-	-	-
2042.....	-	-	-	-	-	-	-	-
2043.....	-	-	-	-	-	-	-	-
2044.....	-	-	-	-	-	-	-	-
Totals.....	\$ 310,000	\$ 0	\$ 181,452	\$ 0	\$ 4,004,000	\$ 0	\$ 540,000	\$ 0

Fiscal Year Ending December 31	Series 2000D \$650,000		Totals		
	Principal	Interest	Total Principal	Total Interest	Total Debt Service
	2014.....	\$ 32,500	\$ 0	\$ 1,465,500	\$ 2,301,638	$ 3,767,138
2015.....	32,500	0	1,704,500	2,256,388	3,960,888
2016.....	32,500	0	776,500	319,750	1,096,250
2017.....	32,500	0	777,500	317,900	1,095,400
2018.....	32,500	0	736,952	316,025	1,052,977
2019.....	32,500	0	675,500	314,100	989,600
2020.....	32,500	0	677,500	312,125	989,625
2021.....	32,500	0	1,070,500	310,100	1,380,600
2022.....	-	-	1,050,000	298,250	1,348,250
2023.....	-	-	1,062,000	286,100	1,348,100
2024.....	-	-	1,076,000	273,650	1,349,650
2025.....	-	-	1,088,000	260,850	1,348,850
2026.....	-	-	1,003,588	247,750	1,251,338
2027.....	-	-	1,013,000	234,325	1,247,325
2028.....	-	-	1,021,000	220,550	1,241,550
2029.....	-	-	1,008,000	206,450	1,214,450
2030.....	-	-	1,023,000	192,000	1,215,000
2031.....	-	-	1,012,764	177,175	1,189,939
2032.....	-	-	1,017,000	161,975	1,178,975
2033.....	-	-	1,032,000	146,400	1,178,400
2034.....	-	-	1,049,000	130,450	1,179,450
2035.....	-	-	1,065,000	114,075	1,179,075
2036.....	-	-	1,082,000	97,300	1,179,300
2037.....	-	-	1,089,000	80,100	1,169,100
2038.....	-	-	873,000	62,475	935,475
2039.....	-	-	891,000	44,400	935,400
2040.....	-	-	909,000	25,875	934,875
2041.....	-	-	286,000	6,900	292,900
2042.....	-	-	290,000	3,500	293,500
2043.....	-	-	150,000	0	150,000
2044.....	-	-	150,000	0	150,000
Totals.....	\$ 260,000	\$ 0	\$ 28,124,804	\$ 9,718,575	\$ 37,843,379

(Source: The County.)

Overlapping And Underlying General Obligation Debt

<u>Taxing Entity</u>	<u>2015 Taxable Value (1)</u>	<u>County's Portion of Tax- able Value</u>	<u>County's Per- centage</u>	<u>Entity's General Obligation Debt</u>	<u>County's Portion of G.O. Debt</u>
Overlapping:					
State of Utah	\$224,866,999,559	\$5,978,365,346	2.7%	\$2,498,895,000	\$ 67,470,165
CUWCD (2)	132,705,805,757	5,978,365,346	4.5	240,065,000	10,802,925
Uintah County					
School District	5,978,365,346	5,978,365,346	100.0	37,672,000	<u>35,697,000</u>
Total overlapping					<u>113,970,090</u>
Underlying:					
Total underlying					<u>0</u>
Total overlapping and underlying general obligation debt					<u>\$113,970,090</u>
Total overlapping general obligation debt (excluding the State) (3)					\$46,499,925
Total direct general obligation bonded indebtedness					<u>33,385,000</u>
Total direct and overlapping general obligation debt (excluding the State)					<u>\$79,884,925</u>

This table excludes any additional principal amounts attributable to unamortized original issue bond premium.

- (1) *Preliminary; subject to change.* Taxable value used in this table *excludes* the taxable value used to determine uniform fees on tangible personal property. See “FINANCIAL INFORMATION REGARDING UINTAH COUNTY, UTAH—Taxable, Fair Market And Market Value Of Property” below.
- (2) Central Utah Water Conservancy District (“CUWCD”) outstanding general obligation bonds are limited ad valorem tax bonds. Certain portions of the principal of and interest on CUWCD’s general obligation bonds are paid from sales of water.
- (3) The State’s general obligation debt is not included in overlapping debt because the State currently levies no property tax for payment of its general obligation bonds.

(Source: Municipal Advisor.)

Debt Ratios

The following table sets forth the ratios of general obligation debt (excluding any additional principal amounts attributable to unamortized original issue bond premium) that is expected to be paid from taxes levied specifically for such debt and not from other revenues over the taxable value of property within the County, the estimated market value of such property and the population of the County. *The State’s general obligation debt is not included in the debt ratios because the State currently levies no property tax for payment of general obligation debt.*

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	To 2015 Estimated Taxable Value (1)	To 2015 Estimated Market Value (2)	To 2014 Population Estimate Per Capita (3)
Direct general obligation debt.....	0.56%	0.48%	\$ 906
Direct and overlapping general obligation debt.....	1.34	1.16	2,167

- (1) Based on an estimated 2015 Taxable Value of \$5,978,365,346, which value *excludes* the taxable value used to determine uniform fees on tangible personal property.
- (2) Based on an estimated 2015 Market Value of \$6,897,102,237, which value *excludes* the taxable value used to determine uniform fees on tangible personal property.
- (3) Based on 2014 estimate of 36,867 by the U.S. Census Bureau.

(Source: Municipal Advisor.)

See “FINANCIAL INFORMATION REGARDING UINTAH COUNTY, UTAH—Property Tax Matters—Uniform Fees” and “—Taxable, Fair Market And Market Value Of Property” below.

General Obligation Legal Debt Limit And Additional Debt Incurring Capacity

The general obligation indebtedness of the County is limited by State law to 2% of the fair market value of taxable property in the County. The debt limit and additional debt incurring capacity of the County shown below are based on the estimated fair market value for 2015 and the calculated valuation from 2014 uniform fees, and are calculated as follows:

Estimated 2015 “Fair Market Value”.....	\$6,897,102,237
2014 valuation from Uniform Fees (1)	<u>56,248,670</u>
Estimated 2015 “Fair Market Value for Debt Incurring Capacity”	<u>\$6,953,350,907</u>
“Fair Market Value for Debt Incurring Capacity” times 2% equals (the “Debt Limit”).	\$139,067,018
Less: currently outstanding general obligation debt	<u>(33,385,000)</u>
Additional debt incurring capacity.....	<u>\$105,682,018</u>

- (1) 2015 final information is not available. For debt incurring capacity only, in computing the fair market value of taxable property in the County, the value of all motor vehicles and state-assessed commercial vehicles (which value is determined by dividing the uniform fee revenue by 1.5%) will be included as a part of the fair market value of the taxable property in the County.

(Source: Municipal Advisor.)

No Defaulted Obligations

The County has never failed to pay principal of and interest on any of its financial obligations when due.

FINANCIAL INFORMATION REGARDING UINTAH COUNTY, UTAH

Fund Structure; Accounting Basis

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component

units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties for goods or services.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The remaining governmental and enterprise funds are combined into a single column and reported as other (nonmajor) funds. Internal service funds are aggregated and reported in single column on the proprietary fund financial statements.

Revenues and expenditures are recognized using the modified accrual basis of accounting in the governmental fund statements. Revenues are recognized in the accounting period in which they become both measurable and available. “Measurable” means that amounts can be reasonably determined within the current period. “Available” means that amounts are collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Revenues on cost-reimbursement grants are accrued when the related expenditures are incurred.

In the proprietary fund statements and the government-wide statements, revenues and expenses are recognized using the accrual basis of accounting. Revenues are recognized in the accounting period in which they are earned and become measurable, and expenses are recognized in the period incurred.

Budgets And Budgetary Accounting

The budget and appropriation process of the County is governed by the Uniform Fiscal Procedures Act for Counties, Title 17, Chapter 36, Utah Code (the “Fiscal Procedures Act”). Pursuant to the Fiscal Procedures Act, the budget officer of the County is required to prepare budgets for the general fund, special revenue funds, debt service funds, capital project funds and proprietary funds. These budgets are to provide a complete financial plan for the budget (ensuing fiscal) year. Each budget is required to specify, in tabular form, estimates of anticipated revenues and appropriations for expenditures. Under the Fiscal Procedures Act, the total of anticipated revenues must equal the total of appropriated expenditures.

On or before November 1st of each year, the budget officer is required to submit a Proposed Budget to the Board for all funds for the fiscal year commencing January 1. Various actual and estimated budget data are required to be set forth in the proposed budget including estimated revenue from non-property tax sources available for each fund and the revenue from general property taxes required by each fund. After the Proposed Budget is submitted, the Board then makes “appropriation” decisions. The recommended final budget is then made available to citizens at least 10 days prior to a public hearing. After public notice and hearing, the final budget is adopted by the Board. If the County proposes to budget an increased amount of property tax revenue exclusive of revenues from new growth, the Board shall comply with the certain notice and hearing requirements contained in the Property Tax Act, Chapter 2, Title 59, Utah Code (the “Property Tax Act”) in adopting the budget.

On or before December 10 in each year, the final budgets for all funds are adopted by the Board. The Fiscal Procedures Act prohibits the Board from making any appropriation in the final budget of any fund in excess of the estimated expendable revenue of such fund. The adopted final budget is subject to amendment by the Board during the fiscal year. However, in order to increase the budget of the general fund, public notice and hearing must be provided. To increase the budget of funds, other than the general fund, public notice must be provided.

Adoption of Ad Valorem Tax Levy. The legislative body of each taxing entity shall, before June 22 of each year, adopt a proposed, or, if the tax rate is not more than the certified tax rate, a final, tax rate for the taxing entity. The legislative body shall report the rate and levy, and any other information prescribed

by rules of the State Tax Commission for the preparation, review, and certification of the rate, to the county auditor of the county in which the taxing entity is located. If the legislative body intends to adopt a tax rate that exceeds the “certified tax rate,” the legislative body must comply with the Property Tax Act in adopting the rate.

Net Position or Fund Balance. A county may accumulate net position in any enterprise or internal service fund or a fund balance in any other fund; but with respect to the general fund, its use shall be restricted to the following purposes: (i) to provide cash to finance expenditures from the beginning of the budget period until general property taxes, sales taxes, or other revenues are collected; (ii) to provide a fund or reserve to meet emergency expenditures; and (iii) to cover unanticipated deficits for future years. The maximum accumulated unappropriated surplus in the general fund, as determined prior to adoption of the tentative budget, may not exceed an amount equal to the greater of: (a) for a county with a taxable value of \$750 million or more and a population of 100,000 or more, 20% of the total revenues of the general fund for the current fiscal period; or (b) for any other county (the County falling within this parameter), 50% of the total revenues of the general fund for the current fiscal period; and the estimated total revenues from property taxes for the current fiscal period. Any surplus balance in excess of the above computed maximum shall be included in the estimated revenues of the general fund budget for the next fiscal period and any fund balance exceeding 5% of the total general fund revenues may be used for budgetary purposes or may be placed into a Disaster Recovery Fund established by the County.

Financial Controls

The County utilizes a computerized financial accounting system which includes a system of budgetary controls. State law requires budgets to be controlled by individual departments, but the County has also empowered the Clerk/Auditor to maintain control by major categories within departments. These controls are such that a requisition will not be entered into the purchasing system unless the appropriated funds are available. The Clerk/Auditor checks for sufficient funds again prior to the purchase order being issued and again before the payment check is issued. Voucher payments are also controlled by the Clerk/Auditor for sufficient appropriations.

Sources Of General Fund Revenues

Set forth below are brief descriptions of the various sources of revenues available to the County’s General Fund. The percentage of total General Fund revenues represented by each source is based on the County’s audited Fiscal Year 2014 period (total general fund revenues were \$21,715,798).

Taxes. Approximately 80% (or \$17,338,067) of general fund revenues are from taxes.

Charges for Services. Approximately 9% (or \$1,957,185) of general fund revenues are from charges for services.

Interfund charges. Approximately 6% (or \$1,388,235) of general fund revenues are collected from interfund charges.

Fines and Forfeitures—Approximately 3% (or \$587,136) of general fund revenues are collected from fines and forfeitures.

Miscellaneous. Approximately 1% (or \$280,972) of general fund revenues are from miscellaneous revenues.

Licenses and Permits. Less than 1% (or \$118,594) of general fund revenues are collected from licenses and permits.

Interest income. Less than 1% (or \$45,609) of general fund revenues are collected from interest income.

Financial Summaries

The summaries contained herein were extracted from the County's annual financial statements. The summaries themselves have not been audited. See "APPENDIX A—FINANCIAL STATEMENTS OF UINTAH COUNTY, UTAH FOR FISCAL YEAR 2014."

The County's annual financial report for Fiscal Year 2015 must be completed under State law by June 30, 2016.

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Uintah County, Utah
Statement of Net Position
Primary Government

(This summary has not been audited)

	As of December 31				
	2014	2013	2012	2011	2010
Assets:					
Cash and cash equivalents.....	\$ 71,003,179	\$ 67,037,656	\$ 64,096,061	\$ 83,289,989	\$ 59,293,825
Taxes receivable.....	5,862,733	3,284,740	5,489,593	2,380,372	3,316,994
Accounts receivable, net.....	74,320	85,233	77,514	33,452	156,271
Contract receivable-current portion.....	231,000	4,097,002	226,333	-	-
Due from other governmental units.....	2,085,806	2,002,460	1,429,979	1,866,323	595,687
Inventory.....	11,833	14,481	14,934	13,352	13,043
Restricted cash and cash equivalents.....	28,274,284	26,227,059	31,044,713	-	-
Contract receivable-noncurrent portion.....	3,643,501	-	-	-	-
Bond discounts.....	-	-	901,907	949,897	982,652
Bond issuance costs.....	-	-	320,867	336,102	324,159
Note receivable-noncurrent.....	-	-	4,097,002	4,351,168	-
Note receivable-current.....	-	-	-	198,500	-
Restricted investments.....	-	-	-	8,298,044	15,013,928
Capital lease receivable.....	-	-	-	-	4,776,001
Capital assets (net of accumulated depreciation):					
Land.....	21,142,634	20,634,776	10,823,912	9,695,560	9,460,181
Rights-of-way.....	3,050,400	3,050,400	3,050,400	3,050,400	3,050,400
Water rights.....	280,995	78,958,829	77,376,257	71,130,166	66,873,964
Buildings.....	72,305,994	78,958,829	77,376,257	71,130,166	66,873,964
Improvements other than buildings.....	2,289,712	2,508,737	2,755,982	2,328,681	2,614,824
Equipment.....	5,092,377	4,788,512	4,551,641	3,806,933	4,793,446
Infrastructure.....	239,692,497	239,832,674	239,972,851	240,113,028	240,253,205
Work in progress.....	14,529,764	4,353,286	1,070,355	3,675,195	2,719,231
Investments.....	-	-	-	-	17,823,906
Total assets.....	469,571,029	535,834,674	524,676,558	506,647,328	498,935,681
Deferred outflow resources.....	851,631	884,386	-	-	-
Total assets and deferred outflow of resources.....	\$ 470,422,660	\$ 536,719,060	\$ 524,676,558	\$ 506,647,328	\$ 498,935,681
Liabilities:					
Accounts payable.....	\$ 3,367,813	\$ 2,452,212	\$ 1,910,884	\$ 2,053,182	\$ 1,363,559
Warrants payable.....	1,125,076	1,192,447	651,535	755,177	620,271
Retainage payable.....	346,241	87,153	87,153	87,153	-
Accrued liabilities.....	221,262	158,261	197,359	425,874	315,269
Unearned revenue.....	640,721	-	-	-	-
Deferred revenue.....	-	-	-	4,413	-
Bond interest payable.....	336,646	341,387	348,902	318,947	344,188
Revenue bonds payable-due within one year.....	1,579,500	2,020,000	1,530,500	1,329,500	1,265,500
Revenue bonds payable-due in more than one year.....	60,719,804	57,846,717	59,445,453	58,397,761	59,181,963
Compensated absences.....	2,042,488	2,022,118	1,979,328	1,649,034	1,609,253
Total current liabilities.....	\$ 70,379,551	\$ 66,120,295	\$ 66,151,114	\$ 65,021,041	\$ 64,700,003
Net position:					
Invested in capital assets, net of debt.....	\$ 295,748,659	\$ 294,506,895	\$ 278,276,874	\$ 273,754,133	\$ 275,815,802
Restricted for:					
Class "B" roads.....	5,835,761	5,938,717	5,791,927	5,607,547	4,876,481
Uintah Care Center.....	19,682,695	19,928,144	25,056,115	-	-
Landfill post closure funds.....	127,382	127,382	127,382	119,937	112,779
Permanent funds.....	3,887,693	2,252,355	2,128,308	2,111,981	2,099,960
Tri-county health fund.....	236,782	385,508	562,195	619,045	635,589
Debt service.....	15,054,204	536,746	4,949,086	3,496,126	6,571,028
Municipal services.....	0	6,962,712	-	-	7,262,363
Capital projects/construction.....	-	-	84,803	815,323	-
Cemeteries.....	-	-	-	-	484,825
Assessing and collecting.....	1,019,269	-	585,658	316,483	-
Flood control.....	1,315,176	-	1,092,775	996,702	-
Transient room.....	896,603	-	1,836,598	1,626,421	-
Food service.....	416,344	-	616,149	486,030	-
Tort liability.....	976,887	-	757,555	768,196	-
Library.....	3,297,844	-	2,720,188	2,282,319	-
Inventory.....	-	-	-	-	13,043
Girt children fund.....	-	-	-	-	124,535
Unrestricted.....	51,547,810	61,001,477	56,563,574	77,495,878	69,365,309
Total net position.....	\$ 400,043,109	\$ 391,639,936	\$ 381,149,187	\$ 370,496,121	\$ 367,361,714

(Source: Information extracted from the County's financial statements which have been audited.)

Uintah County, Utah

Statement of Activities (1)

(This summary has not been audited)

	Net (Expense) Revenue and Changes in Net Assets				
	Fiscal Year Ended December 31				
	2014	2013	2012	2011	2010
Primary government:					
Governmental:					
General government.....	\$ (8,899,254)	\$ (8,375,870)	\$ (7,581,764)	\$ (5,257,869)	\$ (6,815,751)
Public safety.....	(6,840,983)	(5,782,973)	(4,775,610)	(6,205,485)	(4,885,254)
Public health.....	(476,175)	(520,971)	(465,385)	976,777	(524,735)
Highways and public improvements.....	(495,278)	3,557,456	(1,979,095)	(1,867,458)	(1,549,351)
Parks and recreation.....	(2,428,748)	(1,473,397)	3,971,707	(3,331,427)	(1,833,899)
Conservation and economic development.....	11,888,704	(775,938)	(1,574,482)	(1,001,016)	(798,768)
Capital outlay.....	(264,272)	(771,680)	(2,106,640)	(505,149)	(115,847)
Interest on long-term debt.....	(2,329,700)	(2,661,722)	(2,402,065)	(2,408,619)	–
Total governmental activities.....	<u>(9,845,706)</u>	<u>(16,805,095)</u>	<u>(16,913,334)</u>	<u>(19,600,246)</u>	<u>(16,523,605)</u>
Business-type:					
Western Park.....	(1,341,857)	(1,399,070)	(1,424,289)	(1,265,428)	(1,209,134)
Care Center.....	22,415	(397,872)	(697,948)	(759,523)	(1,001,215)
Landfill.....	20,528	(217)	(139,183)	(203,396)	(101,217)
Telecommunications.....	(1,270)	(17,602)	(10,724)	(23,999)	(29,677)
Municipal Building Authority.....	–	–	–	–	1,087,770
Total business type activities.....	<u>(1,300,184)</u>	<u>(1,814,761)</u>	<u>(2,272,144)</u>	<u>(2,252,346)</u>	<u>(1,253,473)</u>
Total primary government.....	<u>(11,145,890)</u>	<u>(18,619,856)</u>	<u>(19,185,478)</u>	<u>(21,852,592)</u>	<u>(17,777,078)</u>
General revenues:					
Taxes:					
Property taxes.....	18,116,888	16,108,041	15,607,162	14,571,259	13,340,774
Delinquent taxes.....	605,632	458,971	581,046	539,336	463,558
Sales taxes.....	7,865,811	7,863,699	8,785,433	6,831,631	7,670,572
Transient room tax.....	831,797	874,418	897,449	638,557	499,103
Aviation fuel tax.....	11,038	6,545	7,896	4,158	3,454
Payment in lieu of taxes.....	2,885,132	2,694,513	2,651,480	2,487,701	2,532,891
Grants and contributions not restricted to specific programs.....	21,914	118,061	–	–	123,399
Contributions to other governments.....	756,000	–	–	–	–
Unrestricted investment earnings.....	523,402	541,886	812,737	582,759	531,040
Gain/loss on disposal of assets.....	43,609	255,315	312,727	133,181	(17,882)
Net decrease in investment fair market value.....	0	(71,856)	–	–	–
Miscellaneous.....	138,442	261,012	182,614	159,284	98,010
Special items.....	(10,738,602)	–	–	(872,125)	–
Total general revenues and transfers.....	<u>19,549,063</u>	<u>29,110,605</u>	<u>29,838,544</u>	<u>25,075,741</u>	<u>25,244,919</u>
Change in net assets.....	8,403,173	10,490,749	10,653,066	3,223,149	7,467,841
Net assets—beginning.....	391,639,936	381,149,187	370,496,121	366,755,026	360,440,155
Prior period adjustment.....	–	–	–	517,946	(546,282)
Net assets—ending.....	<u>\$ 400,043,109</u>	<u>\$ 391,639,936</u>	<u>\$ 381,149,187</u>	<u>\$ 370,496,121</u>	<u>\$ 367,361,714</u>

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

(Source: Information extracted from the County’s financial statements which have been audited.)

Uintah County, Utah

Balance Sheet—Governmental Funds

General Fund

	Fiscal Year Ended December 31				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Assets					
Cash and cash equivalents.....	\$ 10,817,960	\$ 12,703,830	\$ 12,637,333	\$ 9,520,069	\$ 7,051,759
Receivables (net):					
Taxes.....	3,553,492	2,109,044	3,733,729	1,625,655	2,264,520
Due from other governments.....	382,074	828,292	262,726	617,519	244,172
Total assets.....	<u>\$ 14,753,526</u>	<u>\$ 15,641,166</u>	<u>\$ 16,633,788</u>	<u>\$ 11,763,243</u>	<u>\$ 9,560,451</u>
Liabilities and Fund Balances					
Liabilities:					
Accounts payable.....	420,944	560,663	1,035,882	654,538	472,311
Warrants payable.....	338,763	369,414	254,231	199,315	344,927
Accrued liabilities.....	131,198	91,751	115,624	287,403	192,741
Deferred revenue.....	-	-	254,582	-	-
Accrued wages payable.....	-	-	-	259,098	-
Total liabilities.....	<u>890,905</u>	<u>1,021,828</u>	<u>1,660,319</u>	<u>1,400,354</u>	<u>1,009,979</u>
Deferred inflows of resources.....	421,852	364,088	-	-	-
Total liabilities and deferred inflows of resources.....	<u>1,312,757</u>	<u>1,385,916</u>	<u>1,660,319</u>	<u>1,400,354</u>	<u>1,009,979</u>
Fund balances:					
Unassigned:					
General fund.....	13,440,769	14,255,250	14,973,469	10,362,889	8,550,472
Total fund balances.....	<u>13,440,769</u>	<u>14,255,250</u>	<u>14,973,469</u>	<u>10,362,889</u>	<u>8,550,472</u>
Total liabilities and fund balances.....	<u>\$ 14,753,526</u>	<u>\$ 15,641,166</u>	<u>\$ 16,633,788</u>	<u>\$ 11,763,243</u>	<u>\$ 9,560,451</u>

(Source: Information extracted from the County's financial statements which have been audited.)

Uintah County, Utah

Statement of Revenues, Expenditures and Changes in Fund Balance

Governmental Funds—General Fund

	Fiscal Year Ended December 31				
	2014	2013	2012	2011	2010
Revenues:					
Taxes.....	\$ 17,338,067	\$ 17,244,390	\$ 18,276,493	\$ 13,691,767	\$ 13,160,754
Licenses and permits.....	118,594	110,299	131,023	55,596	96,310
Intergovernmental revenues.....	1,388,235	1,818,391	5,541,917	2,040,692	894,763
Charges for services.....	1,957,185	1,865,774	1,307,114	1,474,264	1,180,439
Fines and forfeitures.....	587,136	561,278	555,334	400,794	445,511
Interest.....	45,609	57,424	54,338	29,961	33,946
Miscellaneous.....	280,972	218,853	629,442	540,515	273,224
Total revenues.....	21,715,798	21,876,409	26,495,661	18,233,589	16,084,947
Expenditures:					
Current:					
General government.....	6,342,300	5,938,617	5,299,104	4,648,783	4,004,145
Public safety.....	7,051,718	6,378,556	6,413,533	6,153,930	4,214,614
Highways and improvements.....	1,960,445	2,262,110	2,064,198	1,712,259	1,939,349
Public health.....	428,854	368,233	361,103	344,352	342,522
Parks, recreation and public property.....	506,259	605,596	370,679	604,098	113,773
Conservation and economic development.....	1,410,403	1,440,116	4,987,464	1,407,200	923,065
Total expenditures.....	17,699,979	16,993,228	19,496,081	14,870,622	11,537,468
Revenues over (under) expenditures.....	4,015,819	4,883,181	6,999,580	3,362,967	4,547,479
Other financing sources (uses):					
Transfers out.....	(4,830,300)	(5,601,400)	(2,389,000)	(1,550,550)	(4,229,008)
Total other financing sources (uses)....	(4,830,300)	(5,601,400)	(2,389,000)	(1,550,550)	(4,229,008)
Net change in fund balance.....	(814,481)	(718,219)	4,610,580	1,812,417	318,471
Fund balance—beginning (as restated).....	14,255,250	14,973,469	10,362,889	8,550,472	8,232,001
Fund balance—ending.....	\$ 13,440,769	\$ 14,255,250	\$ 14,973,469	\$ 10,362,889	\$ 8,550,472

(Source: Information extracted from the County's financial statements which have been audited.)

Ad Valorem Tax Levy And Collection

The Utah State Tax Commission (the “State Tax Commission”) must assess all centrally–assessed property (as defined under “Property Tax Matters” below) by May 1 of each year. County assessors must assess all locally–assessed property (as defined under “Property Tax Matters” below) before May 22 of each year. The State Tax Commission apportions the value of centrally–assessed property to the various taxing entities within each county and reports such values to county auditors before June 8. The governing body of each taxing entity must adopt a proposed tax rate or, if the tax rate is not more than the certified tax rate, a final tax rate before June 22 provided if the governing body has not received the taxing entity’s certified tax rate at least seven days prior to June 22, the governing body of the taxing entity must, no later than 14 days after receiving the certified tax rate from the county auditor, adopt a proposed tax rate or, if the tax rate is not more than the certified tax rate, a final tax rate. County auditors must forward to the State Tax Commission a statement prepared by the legislative body of each taxing entity showing the amount and purpose of each levy. Upon determination by the State Tax Commission that the tax levies comply with applicable law and do not exceed maximum permitted rates, the State Tax Commission notifies county auditors to implement the levies. If the State Tax Commission determines that a tax levy established by a taxing entity exceeds the maximum levy permitted by law, the State Tax Commission must lower the levy to the maximum levy permitted by law, notify the taxing entity that the rate has been lowered and notify the county auditor (of the county in which the taxing entity is located) to implement the rate established by the State Tax Commission.

On or before July 22 of each year, the county auditors must mail to all owners of real estate shown on their assessment rolls notice of, among other things, the value of the property, itemized tax information for all taxing entities and the date their respective county boards of equalization will meet to hear complaints. Taxpayers owning property assessed by a county assessor may file an application within statutorily defined time limits based on the nature of the contest with the appropriate county board of equalization for the purpose of contesting the assessed valuation of their property. The county board of equalization must render a decision on each appeal in the time frame prescribed by the Property Tax Act. Under certain circumstances, the county board of equalization must hold a hearing regarding the application, at which the taxpayer has the burden of proving that the property sustained a decrease in fair market value. Decisions of the county board of equalization may be appealed to the State Tax Commission, which must decide all appeals relating to real property by March 1 of the following year. Owners of centrally–assessed property or any county with a showing of reasonable cause, may, on or before the later of June 1 or a day within 30 days of the date the notice of assessment is mailed by the State Tax Commission, apply to the State Tax Commission for a hearing to contest the assessment of centrally–assessed property. The State Tax Commission must render a written decision within 120 days after the hearing is completed and all post–hearing briefs are submitted. The county auditor makes a record of all changes, corrections and orders, and delivers before November 1 the corrected assessment rolls to the county treasurers. On or before November 1, each county treasurer furnishes each taxpayer a notice containing, among other things, the kind and value of the property assessed to the taxpayer, the street address of the property, where applicable, the amount of the tax levied on the property and the year the property is subject to a detailed review.

Taxes are due November 30 (and if a Saturday, Sunday or holiday, the next business day). Each county treasurer is responsible for collecting all taxes levied on real property within that county. There are no prior claims to such taxes. As taxes are collected, each county treasurer must pay to the State and each taxing entity within the county its proportionate share of the taxes, on or before the tenth day of each month. Delinquent taxes are subject to a penalty of 2.5% of the amount of the taxes or \$10 whichever is greater. Unless the delinquent taxes and penalty are paid before January 31 of the following year, the amount of delinquent taxes and penalty bears interest at the federal funds rate target established by the Federal Open Market Committee plus 6% from the January 1 following the delinquency date until paid (provided that said interest may not be less than 7% nor more than 10%). If delinquent taxes have not been paid by March 15 following the lapse of four years from the delinquency date, the affected county advertises and sells the property at a final tax sale held in May or June of the fifth year after assessment.

The process described above changes if a county or other taxing entity proposes a tax rate in excess of the certified tax rate (as described under “Public Hearing On Certain Tax Increases” below). If such an increase is proposed, the taxing entity must adopt a proposed tax rate before June 22. In addition, the county auditor must include certain information in the notices to be mailed by July 22, as described above, including information concerning the tax impact of the proposed increase on the property and the time and place of the public hearing described in “Public Hearing On Certain Tax Increases” below. In most cases, notice of the public hearing must also be advertised by publication. After the public hearing is held, the taxing entity may adopt a resolution levying a tax in excess of the certified tax rate. A resolution levying a tax in excess of the certified tax rate must be forwarded to the county auditor by August 17. The final tax notice is then mailed by November 1.

Public Hearing On Certain Tax Increases

Each taxing entity that proposes to levy a tax rate that exceeds the “certified tax rate” may do so (by resolution) by providing certain information by mail and after holding a properly noticed public hearing according to Utah law. The public hearing may be at the same time as the taxing entity adopts its annual budget. Generally, the certified tax rate is the rate necessary to generate the same property tax revenue that the taxing entity budgeted for the prior year, with certain exclusions. For purposes of calculating the certified tax rate, county auditors are to use the taxable value of property on the assessment rolls, exclusive of new growth. New growth is any increase in taxable value of the taxing entity from the previous calendar year to the current year less the amount of increase to locally–assessed real property taxable values resulting from factoring, reappraisal, other adjustments, or changes in the method of apportioning taxable value. With certain exceptions, the certified tax rate for the minimum school levy, debt service voted on by the public and certain state and county assessing and collecting levies are the actual levies imposed for such purposes and no hearing is required for these levies.

Among other requirements, on or before July 22 of the year in which such an increase is proposed, the county auditor must mail to all property owners a notice of the public hearing. In most cases, the taxing entity must advertise the notice of public hearing by publication in a newspaper. Such notices must state, among other things, the value of the property, the time and place of the public hearing, and the tax impact of the proposed increase.

Property Tax Matters

The Property Tax Act provides that all taxable property is required to be assessed and taxed at a uniform and equal rate on the basis of its “fair market value” as of January 1 of each year, unless otherwise provided by law. “Fair market value” is defined in the Property Tax Act as “the amount at which property would change hands between a willing buyer and a willing seller, neither being under any compulsion to buy or sell and both having reasonable knowledge of the relevant facts.” Pursuant to an exemption for residential property provided for under the Property Tax Act and Article XIII of the State Constitution, the “fair market value” of residential property is reduced by 45%. The residential exemption is limited to one acre of land per residential unit and to one primary residence per household, except that an owner of multiple residential properties may exempt his or her primary residence and each residential property that is the primary residence of a tenant.

The Property Tax Act provides that the State Tax Commission shall assess certain types of property (“centrally–assessed property”), including (i) properties that operate as a unit across county lines that must be apportioned among more than one county or state, (ii) public utility (including railroad) properties, (iii) airline operating properties, (iv) geothermal resources and (v) mines, mining claims and appurtenant machinery, facilities and improvements. All other taxable property (“locally–assessed property”) is required to be assessed by the county assessor of the county in which such locally–assessed property is located. Each county assessor must update property values annually based upon a systematic review of current market data and must also complete a detailed review of property characteristics for each parcel of property at least once every five years. The Property Tax Act requires that the State Tax Commission

conduct an annual investigation in each county to determine whether all property subject to taxation is on the assessment rolls and whether the property is being assessed at its “fair market value.”

The State Tax Commission and the county assessors utilize various valuation methods, as determined by statute, administrative regulation or accepted practice, to determine the “fair market value” of taxable property.

Many areas within the State have agricultural farmland devoted to useful plants and animals. For general property tax purposes, agricultural land is assessed based on statutory requirements and the value which the land has for agricultural use or on its agricultural value.

Uniform Fees. An annual statewide uniform fee is levied on tangible personal property in lieu of the ad valorem tax. The uniform fee is based on the value of motor vehicles, watercraft, recreational vehicles, and all other tangible personal property required to be registered with the State. The current uniform fee is established at 1.5% of the fair market value of motor vehicles that weigh 12,001 pounds or more, watercraft, recreational vehicles and all other tangible personal property required to be registered with the State, excluding exempt property such as aircraft and property subject to a fixed age-based fee. Motor vehicles weighing 12,000 pounds or less and certain other vehicles are subject to an age-based fee that is due each time the vehicle is registered. The revenues collected from the various uniform fees are distributed by the county to the taxing entity in which the property is located in the same proportion in which revenue collected from ad valorem real property is distributed.

Historical Tax Rates

	Maximum Limit	Property Tax Rate (Fiscal Year)				
		2015	2014	2013	2012	2011
General .....	.003200	.001743	.001767	.001993	.002029	.002048
Library .....	.000100	.000349	.000354	.000365	.000369	.000372
Other regular (tax stability)	(1)	.000266	.000269	.000021	.000000	.000000
Tort liability .....	.000100	.000067	.000068	.000077	.000078	.000079
Bond debt service (2).....	none	.000000	.000000	.000000	.000000	.000000
Flood control	none	<u>.000017</u>	<u>.000018</u>	<u>.000020</u>	<u>.000020</u>	<u>.000022</u>
Total County-wide levy		<u>.002442</u>	<u>.002476</u>	<u>.002476</u>	<u>.002496</u>	<u>.002521</u>
Tax Administration (3): .....	.000500					
County assessing/collecting ...	none	.000449	.000456	.000313	.000317	.000320
Multicounty assess./collect. ..	none	.000012	.000013	.000158	.000168	.000172
Reappraisal.....	none	<u>.000000</u>	<u>.000000</u>	<u>.000000</u>	<u>.000000</u>	<u>.000000</u>
Total tax administration.....		<u>.000461</u>	<u>.000469</u>	<u>.000471</u>	<u>.000485</u>	<u>.000492</u>

- (1) This tax rate (for tax stabilization purposes) is considered part of the General Fund tax rate and is include in the calculation of the maximum tax rate limit that can be levied in the General Fund.
- (2) Amount needed to pay current principal and interest on legally issued general obligation bonds is unlimited.
- (3) The Tax Administration tax rate includes both a state-wide levy and a county option levy. The Tax Administration tax levy is a state-wide levy determined by the Utah State Auditor and the State Tax Commission, with a maximum levy ceiling of .000500 where the tax revenue is distributed. Utah law allows counties individually to levy above .000500 for certain authorized purposes.

(Source: Information taken from reports of the Utah State Tax Commission. Compiled by the Municipal Advisor.)

Comparative County Ad Valorem Tax Rates

County (1)	Total County Tax Rate (Fiscal Year)				
	2015	2014	2013	2012	2011
Salt Lake .....	.002531	.002733	.002865	.002517	.002420
Utah.....	.000877	.000916	.001006	.001127	.001143
Davis .....	.001905	.001911	.002061	.002108	.002097
Weber (2) .....	.002563	.002682	.002647	.002871	.002865
Washington (2).....	.000970	.001026	.001111	.001180	.001165
Cache .....	.001910	.001926	.001829	.001853	.001841
Tooele .....	.001476	.001577	.001642	.000758	.000670
Box Elder .....	.002072	.002133	.002136	.002279	.002227
Iron (2) .....	.001429	.001542	.001627	.001634	.001496
Uintah (2).....	.002442	.002476	.002476	.002496	.002521

(1) Does not include County and multicounty assessing and collecting tax administration tax rates. Counties ranked by population size (most populated to least populated; 29 total counties).

(2) Also excludes "Library Fund" tax rate.

(Source: Information taken from reports of the Utah State Tax Commission. Compiled by the Municipal Advisor.)

Comparative Ad Valorem Total Property Tax Rates Within The County

This table reflects those municipal entities and the total property tax rates within the County.

Tax Levying Entity (1)	Total Tax Rate Within Taxing Area (Fiscal Year)				
	2015	2014	2013	2012	2011
Ballard City.....	.012150	.012511	.012831	.012807	.013327
Naples City .....	.010246	.010599	.010821	.011040	.011171
Vernal City.....	.010515	.010877	.011104	.011348	.011502
Unincorporated Areas (2) .....	.010568	.010786	.011037	.011242	.011346

(1) These tax rates represent a taxing district within the city or town with the highest combined total tax rates of all overlapping taxing districts.

(2) These tax rates represent a taxing district within the unincorporated municipalities within the County with the highest combined total tax rates of all overlapping taxing districts.

(Source: Information taken from reports of the Utah State Tax Commission. Compiled by the Municipal Advisor.)

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Taxable, Fair Market And Market Value Of Property

<u>Fiscal Year</u>	<u>Taxable Value (1)</u>	<u>% Change Over Prior Year</u>	<u>Fair Market/ Market Value</u>	<u>% Change Over Prior Year</u>
2015 (2).....	\$5,978,365,346	1.8%	\$6,897,102,237 (3)	2.7%
2014	5,872,110,166	12.8	6,715,469,292	11.9
2013	5,205,812,171	2.0	6,003,091,415	3.4
2012	5,103,610,287	12.0	5,808,225,743	10.8
2011	4,555,673,686	0.2	5,244,425,093 (3)	(1.0)

(1) Taxable valuation includes redevelopment agency valuation. The estimated redevelopment agency valuation for Calendar Year 2015 is approximately \$14.9 million; for Calendar Year 2014 is approximately \$5.2 million; for Calendar Year 2013 is approximately \$2.2 million; for Calendar Year 2012 was approximately \$500,000; and for Calendar Year 2011 was approximately \$11.5 million.

(2) Preliminary; subject to change.

(3) Estimated fair market values were calculated by dividing the taxable value of primary residential property by 55%, which eliminates the 45% exemption on primary residential property granted under the Property Tax Act. (Source: Municipal Advisor.)

(Source: Information taken from reports of the Utah State Tax Commission. Compiled by the Municipal Advisor.)

See in this section “Historical Summaries Of Taxable Value Of Property” below.

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Historical Summaries Of Taxable Values Of Property

	2015		2014	2013	2012	2011
	Taxable Value*	% of T.V.	Taxable Value	Taxable Value	Taxable Value	Taxable Value
<i>Set by State Tax Commission (Centrally Assessed)</i>						
Total centrally assessed.....	\$3,808,798,128	63.7 %	\$3,800,801,893	\$3,158,358,604	\$3,221,178,898	\$2,782,730,614
<i>Set by County Assessor (Locally Assessed)</i>						
Real property:						
Primary residential.....	1,120,000,000	18.7	1,027,871,621	971,832,574	858,624,335	838,770,188
Other residential.....	39,500,000	0.7	37,590,343	49,467,803	33,821,629	29,271,110
Commercial and industrial.....	515,642,000	8.6	512,973,420	493,168,813	470,937,360	415,877,179
FAA (greenbelt).....	24,800,000	0.4	24,050,909	24,238,955	24,689,789	24,665,754
Unimproved non FAA (vacant)...	153,500,000	2.6	152,922,720	156,623,678	144,984,605	142,019,017
Agricultural.....	22,500,701	0.4	22,274,743	21,636,807	21,136,760	17,383,867
Total real property.....	<u>1,875,942,701</u>	<u>31.4</u>	<u>1,777,683,756</u>	<u>1,716,968,630</u>	<u>1,554,194,478</u>	<u>1,467,987,115</u>
Personal property (1):						
Primary mobile homes.....	2,900,644	0.0	2,900,644	2,619,835	2,572,334	3,037,087
Secondary mobile homes.....	134,907	0.0	134,907	144,142	145,607	155,755
Other business personal.....	290,588,966	4.9	290,588,966	327,720,960	325,518,970	301,763,115
Total personal property.....	<u>293,624,517</u>	<u>4.9</u>	<u>293,624,517</u>	<u>330,484,937</u>	<u>328,236,911</u>	<u>304,955,957</u>
Total locally assessed.....	<u>2,169,567,218</u>	<u>36.3</u>	<u>2,071,308,273</u>	<u>2,047,453,567</u>	<u>1,882,431,389</u>	<u>1,772,943,072</u>
Total taxable value.....	<u>\$5,978,365,346</u>	<u>100.0 %</u>	<u>\$5,872,110,166</u>	<u>\$5,205,812,171</u>	<u>\$5,103,610,287</u>	<u>\$4,555,673,686</u>

* Preliminary; subject to change.

(1) Does not include taxable valuation associated with SCME (semi-conductor manufacturing equipment).

(Source: Property Tax Division, Utah State Tax Commission.)

Historical Property Tax Collection Record

Ad valorem property taxes are due on November 30th of each year. Tax collections for Fiscal Year 2015 are not available.

Tax Year End 12/31	(1) Total Taxes Levied	(2) Treasurer's Relief	Net Taxes Assessed	Current Collections	(3) Deliq., Personal Property and Miscellaneous Collections	(4) Total Collections	% of Current Collections to Net Taxes Assessed	% of Total Collections to Net Taxes Assessed
2014	\$17,293,952	\$39,618	\$17,254,334	\$16,913,996	\$775,667	\$17,689,663	98.0%	102.5%
2013	15,351,256	36,686	15,314,570	14,864,887	811,738	15,676,625	97.1	102.4
2012	15,222,841	33,355	15,189,486	14,868,243	754,928	15,623,171	97.9	102.9
2011	13,694,911	35,742	13,659,169	13,284,848	664,931	13,949,779	97.3	102.1
2010	13,222,961	37,715	13,185,246	12,573,242	612,987	13,186,229	95.4	100.0

(1) Excludes redevelopment agencies valuation.

(2) Treasurer's Relief includes abatements. These Treasurer's Relief items are levied against the property, but are never collected and paid to the entity.

(3) Delinquent Collections include interest; sales of real and personal property; and miscellaneous delinquent collections.

(4) In addition to the Total Collections indicated above, the County also collected Uniform Fees (fees-in-lieu payments) for the funds as indicated in the preceding paragraph, for tax year 2014 of \$843,730; for tax year 2013 of \$826,926; for tax year 2012 of \$817,125; for tax year 2011 of \$774,342; and for tax year 2010 of \$803,350; from tax equivalent property associated with motor vehicles, watercraft, recreational vehicles, and all other tangible personal property required to be registered with the State.

(Source: Information taken from reports of the Utah State Tax Commission. Compiled by the Municipal Advisor.)

Some Of The Largest Taxpayers

The information presented below is for the County's largest property tax payers for Fiscal Year 2015 (Calendar Year 2015).

Taxpayer	Type of Business	(1) 2015 Taxable Value	% of the County's Prel. 2015 Tax Value
Kerr-McGee Oil & Gas Co. LP.....	Oil and gas services	\$ 647,366,456	10.8%
Anadarko Uintah Midstream LLC	Oil and gas services	482,377,685	8.1
Chipeta Processing LLC	Oil and gas services	392,133,421	6.6
QEP Field Services Company	Natural gas services	315,414,209	5.3
American Gilsonite Co.	Mining	289,970,271	4.9
QEP Energy Company	Oil and gas services	241,393,284	4.0
Newfield Production Company.....	Oil and gas services	174,362,032	2.9
Crescent Point Energy US Corp.....	Oil and gas services	156,347,779	2.6
EOG Resources Inc.....	Oil and gas services	108,224,602	1.8
Deseret Generation & Transmission	Electric generation	<u>107,485,025</u>	1.8
Totals		<u>\$2,915,074,764</u>	48.8%

(1) Taxable Value used in this table *excludes* all tax equivalent property associated with motor vehicles, watercraft, recreational vehicles, and all other tangible personal property required to be registered with the State. See "Taxable, Fair Market And Market Value Of Property" above.

(Source: County Clerk/Auditor.)

LEGAL MATTERS

Absence Of Litigation Concerning The 2015 Bonds

The County Attorney, Mark Thomas, has officially advised that, to his knowledge, there is no pending or threatened litigation that would legally stop, enjoin, or prohibit the issuance, sale or delivery of the 2015 Bonds or the levy or collection of taxes for the payment of the 2015 Bonds.

For a general discussion of litigation involving the County see “APPENDIX A—FINANCIAL STATEMENTS OF UTAH COUNTY, UTAH FOR FISCAL YEAR 2014—Notes to the Financial Statements—Note 6. Contingent Liabilities” (page A-63).

TAX EXEMPTION

In the opinion of Blaisdell, Church & Johnson, LLC, Bond Counsel to the County interest on the 2015 Bonds is excludable from gross income for purposes of federal income tax under existing laws as enacted and constructed on the date of initial delivery of the 2015 Bonds, assuming the accuracy of the certifications of the County and continuing compliance by the County with the requirements of the Internal Revenue Code 1986. Interest on the 2015 Bonds is not an item of tax preference for purposes of either individual or corporate federal alternative minimum tax (“AMT”); however, interest on 2015 Bonds held by a corporation (other than an S corporation, regulated investment company, or real estate investment trust) may be indirectly subject to federal AMT because of its inclusion in the adjusted current earnings of a corporate holder. Bond Counsel expresses no opinion regarding any other tax consequences relating to ownership or disposition of, or the accrual or receipt of interest on, the 2015 Bonds.

Bond Counsel is also of the opinion that, under currently existing law, interest on the 2015 Bonds is exempt from Utah State individual income taxes.

The Internal Revenue Code of 1986, as amended (the “Code”), contains a number of requirements and restrictions which apply to the 2015 Bonds. The County has covenanted to comply with all such requirements and restrictions. Failure to comply with certain of such requirements and restrictions may cause interest on the 2015 Bonds to become includable in gross income for federal income tax purposes retroactive to the date of issuance of the 2015 Bonds. Bond Counsel has assumed, without undertaking to determine or confirm, continuing compliance by the County with such requirements and restrictions in rendering its opinion regarding the tax-exempt status of interest on the 2015 Bonds.

Bond Counsel services have been limited to the preparation of the legal proceedings and supporting certificates authorizing the issuance of the 2015 Bonds under the applicable laws of the State of Utah and to a review of the transcript of such proceedings and certificates. As to questions of fact material to its opinion, Bond Counsel has relied upon the certified proceedings and other certificates of public officials furnished to it without undertaking to verify the same by independent investigation. Its examination has been limited to the foregoing as they exist or are in effect as of the date of issuance of the 2015 Bonds. Counsel’s opinion is limited to the matters expressly set forth therein, and expresses no opinion concerning any other matters.

MISCELLANEOUS

General

Certain legal matters incident to the authorization, issuance and sale of the 2015 Bonds are subject to the approving legal opinion of Blaisdell, Church & Johnson, LLC, Bond Counsel to the County. Certain legal matters will be passed upon for the County by the County Attorney, Mark Thomas. Certain legal

matters regarding this OFFICIAL STATEMENT will be passed on for the County by Blaisdell, Church & Johnson, LLC. The approving opinion of Bond Counsel will be delivered with the 2015 Bonds. A copy of the opinion of Bond Counsel in substantially the form set forth in “APPENDIX B—PROPOSED FORM OF OPINION OF BOND COUNSEL” of this OFFICIAL STATEMENT will be made available upon request from the contact persons as indicated under “INTRODUCTION—Contact Persons” above.

The various legal opinions to be delivered concurrently with the delivery of the 2015 Bonds express the professional judgment of the attorneys rendering the opinions as to the legal issues explicitly addressed therein. By rendering a legal opinion, the opinion giver does not become an insurer or guarantor of that expression of professional judgment, of the transaction opined upon, or of the future performance of parties to the transaction. Nor does the rendering of an opinion guarantee the outcome of any legal dispute that may arise out of the transaction.

Bond Ratings

As of the date of this OFFICIAL STATEMENT, the 2015 Bonds have been rated “Aa3” by Moody’s and “AA–” by S&P. An explanation of the above rating may be obtained from Moody’s and S&P. The County has not directly applied to Fitch Ratings, Inc. for a rating on the 2015 Bonds.

Any explanation of the significance of these outstanding ratings may only be obtained from the rating service furnishing the same. There is no assurance that the ratings given the outstanding general obligation bonds will continue for any given period of time or that the ratings will not be revised downward or withdrawn entirely by the rating agencies if, in their judgment, circumstances so warrant. Any such downward revision or withdrawal of such ratings may have an adverse effect on the market price of the 2015 Bonds.

Escrow Verification

Grant Thornton LLP, Minneapolis, Minnesota, Certified Public Accountants, will verify the accuracy of the mathematical computations concerning the adequacy of the maturing principal amounts of and interest earned on the obligations of the United States of America, together with other escrowed moneys to be placed in the Escrow Account, to pay, when due pursuant to prior redemption, the redemption price of, and interest on, the 2008 MBA Refunded Bonds, and the mathematical computations of the yield on the 2015 Bonds, and the yield on the government obligations purchased with a portion of the proceeds of the sale of the 2015 Bonds. Such verifications shall be based in part upon information supplied by the successful bidder.

Municipal Advisor

The County has entered into an agreement with the Municipal Advisor whereunder the Municipal Advisor provides financial recommendations and guidance to the County with respect to preparation for sale of the 2015 Bonds, timing of sale, taxable and tax-exempt bond market conditions, costs of issuance and other factors related to the sale of the 2015 Bonds. The Municipal Advisor has read and participated in the drafting of certain portions of this OFFICIAL STATEMENT and has supervised the completion and editing thereof. The Municipal Advisor has not audited, authenticated or otherwise verified the information set forth in the OFFICIAL STATEMENT, or any other related information available to the County, with respect to accuracy and completeness of disclosure of such information, and the Municipal Advisor makes no guaranty, warranty or other representation respecting accuracy and completeness of the OFFICIAL STATEMENT or any other matter related to the OFFICIAL STATEMENT.

Independent Auditors

The basic financial statements and required supplementary information of the County as of December 31, 2014 and for the year then ended, included in this OFFICIAL STATEMENT, have been audited

by Smuin, Rich & Marshing, Certified Public Accountants, Price, Utah (“Smuin”), as stated in their report in “APPENDIX A—FINANCIAL STATEMENTS OF UINTAH COUNTY, UTAH FOR FISCAL YEAR 2014”.

Smuin has not participated in the preparation or review of this OFFICIAL STATEMENT. Based upon their non-participation, they have not consented to the use of their name in this OFFICIAL STATEMENT.

Additional Information

All quotations contained herein from and summaries and explanations of the State Constitution, statutes, programs and laws of the State, court decisions and the Resolution, do not purport to be complete, and reference is made to said State Constitution, statutes, programs, laws, court decisions and the Resolution for full and complete statements of their respective provisions.

Any statements in this OFFICIAL STATEMENT involving matters of opinion, whether or not expressly so stated, are intended as such and not as representation of fact.

The appendices attached hereto are an integral part of this OFFICIAL STATEMENT and should be read in conjunction with the foregoing material.

This OFFICIAL STATEMENT and its distribution and use have been duly authorized by the County.

Uintah County, Utah

By: _____ /s/ Michael McKee

Michael McKee, Chairman
Board of County Commissioners

APPENDIX A

FINANCIAL STATEMENTS OF UINTAH COUNTY, UTAH FOR FISCAL YEAR 2014

The CAFR for Fiscal Year 2014 is contained herein. Copies of current and prior financial reports are available upon request from the County's contact person as indicated under "INTRODUCTION—Contact Persons" above.

The County's CAFR for Fiscal Year 2015 must be completed under State law by June 30, 2016.

Government Finance Officers Association; Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada ("GFOA") have awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its CAFR for the 28th consecutive year, beginning with Fiscal Year 1986 through Fiscal Year 2013.

The County has submitted its Fiscal Year 2014 CAFR to GFOA to determine its eligibility for a Certificate of Achievement. The County believes that its Fiscal Year 2014 CAFR continues to meet the Certificate of Achievement program requirements.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized FINANCIAL STATEMENTS whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only.

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UINTAH COUNTY
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

**UINTAH COUNTY
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INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Uintah County
Vernal, Utah 84078

Report on the Financial Statements

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 Uintah County, Utah (the County) as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Uintah Basin Tri-County Mental Health & Substance Abuse Authority, Uintah Recreation Special Service District and Uintah Transportation Special Service District, which represent 11.71 percent, 8.123 percent and 24.13 percent, respectively, of the assets, net position and revenues of the Statement of Net Position and the Statement of Activity. Those statements were audited by other auditors whose report has been furnished to us, and our opinion insofar as it relates to the amounts included for Uintah Basin Tri-County Mental Health & Substance Abuse Authority, Uintah Recreation Special Service District and Uintah Transportation Special Service District, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards, generally accepted in the United States of America, and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statements 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 the County's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the County, as of December 31, 2014, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of American require that the management's discussion and analysis and budgetary comparison information on pages 4 through 13 and pages 73 through 77 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors 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.

Other information

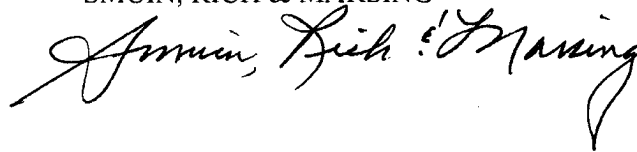
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining nonmajor fund financial statements, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the basic financial statements.

The combining nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the combining nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated June 19, 2015, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Uintah County's internal control over financial reporting and compliance.

SMUIN, RICH & MARSING

A handwritten signature in black ink that reads "Armin, Rich & Marsing". The signature is written in a cursive style with a long, sweeping tail on the final word.

Price, Utah

June 19, 2015

**UINTAH COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014**

This discussion of Uintah County's financial performance provides an overview of the County's financial activities for the year ending December 31, 2014. This report is in conjunction with the County's financial statements. All amounts, unless otherwise indicated, are expressed in **thousands of dollars**.

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

Financial Highlights

- The assets and deferred outflows of resources of Uintah County exceeded its liabilities and deferred inflow of resources as of the close of the most recent year by \$400,043 (*net position*). Of this amount, \$51,548 (*unrestricted net position*) may be used to meet the governments' ongoing obligations to citizens and creditors.
- The government's total net position increased due to operations by \$8,403. The revenues and expenditures were less than the adopted budgeted amounts.
- At the close of the current year, the Uintah County governmental funds reported combined ending fund balances of \$71,372, an increase of \$9,062 in comparison with the prior year. Approximately 54 percent of this total amount, \$38,463 is available for spending at the government's discretion (*unrestricted fund balance*).
- A component unit of the County (Municipal Building Authority), received \$4,500 additional new debt during the year. The MBA also paid off the 2004B bond with an interest rate of zero percent. The Municipal Building Authority has increased its total debt by \$4,500, which leaves the total debt of the County as \$62,299 at the end of 2014.
- At the end of the current year, unassigned fund balance for the general fund was \$13,441 or 75.94 percent of total general fund expenditures and transfers.

Overview of the Financial Statements

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

Government-wide financial statements

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

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

The *statement of activities* presents information showing how the government's net position changed during

the most recent fiscal year. 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. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

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

The government-wide financial statements include not only Uintah County itself (known as the primary government), but also seven legally separate special service district; for highways and bridges, Recreation, Mental Health, Health Care, Animal Control and Shelter, Impact Mitigation District, and Fire Suppression for which Uintah County is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself. The business type activities for all practical purposes function as departments of Uintah County, and therefore have been included as an integral part of the primary government.

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

Fund financial statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Uintah 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 Uintah County can be divided into three categories: governmental funds, enterprise 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 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 year. Such information may be useful in evaluating a government's near-term financing requirements.

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

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

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

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

Proprietary funds

Uintah County maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Uintah County uses an enterprise fund to account for its Care Center, Western Park, Tele-Communications, and Landfill operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Care Center, Western Park, Tele-Communication, and Landfill.

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

Fiduciary funds

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

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

Notes to the financial statements

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

Component Units

The County reports seven component units. The component units have been separately audited. Separately issued financial statements can be viewed or copied at their administrative offices in Vernal, Utah.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning Uintah County. The combining statements referred to earlier in connection with budget to actual comparison statements for the General and major special revenue funds, as well as non-major governmental and non-major enterprise funds are presented immediately following the required supplementary information.

Government-wide financial analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Uintah County, assets and deferred outflow of resources exceeded liabilities and deferred inflow of resources by \$400,043 at the close of the most recent fiscal year.

By far the largest portion of Uintah County's net position (74 percent) is reflected in investment in capital assets (e.g. land, building, machinery, equipment, and infrastructure); less any related debt used to acquire those assets that is still outstanding. Uintah County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although Uintah 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.

A portion of Uintah County's net position (13.19 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* (\$51,548) may be used to meet the government's ongoing obligations to citizens and creditors.

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

Table 1
Net Position

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2013	2014	2013	2014	2013	2014
Current and other assets	\$ 73,336	\$ 85,493	\$ 29,412	\$ 25,693	\$ 102,748	\$ 111,186
Capital assets	341,578	348,999	12,550	9,385	354,128	358,384
Deferred outflow of resources	884	852			884	852
Total assets and deferred outflow of resources	\$ 415,798	\$ 435,344	\$ 41,962	\$ 35,078	\$ 457,760	\$ 470,422
Long-term debt outstanding	\$ 57,722	\$ 63,993	\$ 125	\$ 193	\$ 57,847	\$ 64,186
Other liabilities	6,654	5,870	1,619	323	8,273	6,193
Total liabilities	\$ 64,376	\$ 69,863	\$ 1,744	\$ 516	\$ 66,120	\$ 70,379
Net position:						
Investment in capital assets, net of debt	\$ 281,957	\$ 286,489	\$ 12,550	\$ 9,260	\$ 294,507	\$ 295,749
Restricted	16,041	32,908	20,090	19,838	36,131	52,746
Unrestricted (deficit)	53,424	46,084	7,578	5,464	61,002	51,548
Total net position	\$ 351,422	\$ 365,481	\$ 40,218	\$ 34,562	\$ 391,640	\$ 400,043

Governmental activities

Governmental activities increased Uintah County's net position by \$8,403. Key elements of this increase are as follows:

Table 2
Change in Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	2013	2014	2013	2014	2013	2014
Revenues						
Program Revenues:						
Charges for services	\$ 8,227	\$ 8,308	\$ 1,456	\$ 1,324	\$ 9,683	\$ 9,632
Operating grants and contrib.	4,381	3,826			4,381	3,826
Capital grants and contrib.	9,942	18,516			9,942	18,516
General Revenues:						
Net decrease in investment fund			(72)		(72)	
Property taxes	16,567	18,715		7	16,567	18,722
Sales taxes	6,507	6,529	1,357	1,337	7,864	7,866
Grants & contrib.-not restrict.	2,813	2,907			2,813	2,907
Other general revenues	1,702	1,284	237	264	1,939	1,548
Total revenues	<u>\$ 50,139</u>	<u>\$ 60,085</u>	<u>\$ 2,978</u>	<u>\$ 2,932</u>	<u>\$ 53,117</u>	<u>\$ 63,017</u>
Program expenses						
General government	\$ 9,502	\$ 10,011			\$ 9,502	\$ 10,011
Public safety	12,361	12,983			12,361	12,983
Public health	3,200	3,340			3,200	3,340
Highways and public improve.	5,463	5,651			5,463	5,651
Parks and recreation	3,067	3,743			3,067	3,743
Conservation & econ. dev.	2,328	2,173			2,328	2,173
Capital outlay	772	264			772	264
Interest on long term-debt	2,662	2,330			2,662	2,330
Western Park			\$ 1,760	\$ 1,701	1,760	1,701
Care Center			614	770	614	770
Landfill			735	761	735	761
Tele-communications			162	149	162	149
Total expenses	<u>\$ 39,355</u>	<u>\$ 40,495</u>	<u>\$ 3,271</u>	<u>\$ 3,381</u>	<u>\$ 42,626</u>	<u>\$ 43,876</u>
Excess (deficiency) before transfers						
	\$ 10,784	\$ 19,590	\$ (293)	\$ (449)	\$ 10,491	\$ 19,141
Special item: Contr to other Govt						
		(5,394)		(5,344)		(10,738)
Transfers						
	(5,170)	(137)	5,170	137		
Change in net position	<u>\$ 5,614</u>	<u>\$ 14,059</u>	<u>\$ 4,877</u>	<u>\$ (5,656)</u>	<u>\$ 10,491</u>	<u>\$ 8,403</u>
Net position - beginning						
	\$ 345,808	\$ 351,422	\$ 35,341	\$ 40,218	\$ 381,149	\$ 391,640
Net position - ending						
	<u>351,422</u>	<u>365,481</u>	<u>40,218</u>	<u>34,562</u>	<u>391,640</u>	<u>400,043</u>
Change in net position	<u>\$ 5,614</u>	<u>\$ 14,059</u>	<u>\$ 4,877</u>	<u>\$ (5,656)</u>	<u>\$ 10,491</u>	<u>\$ 8,403</u>

Overall, revenues for Uintah County have increased during 2014 as has expenditures. Different categories of revenue have increased, such as, contributions and grants as well as property taxes. All other revenue categories have decreased, except sales tax, during the year. Expenditures for some governmental functions have increased during the current year such as public safety, general government, public health, highway and public improvements and parks and recreation. Even though revenues and expenditures have both increased during the year the County as a whole had a significant increase in net position for the same year. Some of the changes can be attributed to the continued economic activity because of the demand for energy, which has also increased the assessed value for centrally assessed property, affecting the amount of property taxes received along with grant received to help in the construction of the Convention Center.

Business-type activities

Business-type activities net position decreased during the current year for Uintah County. The main reason for the decrease was due to the transfer of capital asset's from the Care Center Fund to the Health Care Special Service District which operates the nursing home in Uintah County. Other Business-type activities, such as, Western Park and the Landfill funds had increases in their net position. The County has had the opportunity to build reserves in business-type funds to be used in future periods, especially the Care Center Fund. Key elements of the change in net position of the business-type activities are shown in Table 2, Change in Net Position.

Financial Analysis of the Government's Funds

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

Governmental funds

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

At the end of the year, Uintah County's governmental funds reported combined ending fund balances of \$71,372, an increase of 9,062, in comparison with the prior year. Approximately 42.10 percent of this amount (\$30,004) constitutes *unassigned and assigned fund balances*, which is available for spending at the government's discretion. The remainder of fund balances are *restricted and committed* to indicate that they are not available for new spending because it has already been restricted or committed. The general fund is the chief operating fund of Uintah County. At the end of the current year, unassigned fund balance of the general fund was \$13,441. 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 fund expenditures. Unassigned fund balance represents 75.94 percent of total general fund expenditures and transfers.

Proprietary funds

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

Total unrestricted net position of the proprietary funds at the end of the year amounted to \$5,152.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget of \$4,243 can be briefly summarized as follows:

- \$610 increase in general government
- \$90 increase in public safety
- \$43 increase in public health
- \$340 increase in highways and public improvements
- \$3,000 increase in transfers to other funds
- \$150 increase in parks, recreation and public property
- \$10 increase in conservation and economic development

The increase in the general fund budget for the functions of general government, public safety, highways and public improvements, parks, recreation and public property and conservation and development were budget changes which anticipated greater increases in the level of spending in these functions, because increase in revenues was expected. Public safety expenditures were up some but were kept in check even though additional costs were associated with the public safety complex. The budget for general fund revenues increased due to the anticipation of increases in property taxes and also because of the allocation of sales tax revenues from the Municipal Services Fund to the General Fund. During the year, however, actual total revenues were less than budgeted revenues by \$1,438 and actual expenditures were less than budgeted expenditures by \$3,154. The overall decrease in general fund, fund balance was \$814.

Capital Asset and Debt Administration

Capital Assets

Uintah County's investment in capital assets for its governmental activities as of December 31, 2014, amounts to \$348,999 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements other than buildings, equipment, and infrastructure, which includes roads, highways, bridges and construction in progress. The total net increase in Uintah County's investment in government-wide capital assets for the current year was \$4,256.

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

- Capital asset purchases of \$16,646 and dispositions of \$5,625 for governmental activities along with depreciation of \$3,600 are the transactions that account for the net change in capital assets of governmental activities of \$7,421.
- In the business-type activities the County had spending on capital assets for the year of \$5,626 to purchase equipment. They also had \$191 of depreciation during the current year. The county had disposition of capital assets of \$8,600 which included the transfer of nursing home land, buildings and equipment to the Health Care Special Service District. The transactions reflected a net decrease in capital assets for business-type funds of \$3,165.

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

Table 3
Capital Assets at Year-end
(Net of Depreciation)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>
Right of ways	\$ 3,050	\$ 3,050			\$ 3,050	\$ 3,050
Land	14,984	14,827	\$ 5,651	\$ 6,316	20,635	21,143
Water rights		281				281
Buildings	75,783	69,728	3,176	2,577	78,959	72,305
Improvements other than buildings	2,204	2,006	305	284	2,509	2,290
Equipment	4,627	4,885	162	208	4,789	5,093
Infrastructure	239,833	239,692			239,833	239,692
Work in progress	1,097	14,530	3,256		4,353	14,530
	<u>\$ 341,578</u>	<u>\$ 348,999</u>	<u>\$ 12,550</u>	<u>\$ 9,385</u>	<u>\$ 354,128</u>	<u>\$ 358,384</u>

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

Long-term debt

At the end of the current year, Uintah County had total bonded debt and notes payable outstanding of \$62,299. The debt represents revenue bonds secured solely by specified revenue sources.

Table 4
Outstanding Debt at Year-end

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Totals</u>	
	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>
Bonds payable	<u>\$ 59,279</u>	<u>\$ 62,174</u>	<u>\$ 150</u>	<u>\$ 125</u>	<u>\$ 59,429</u>	<u>\$ 62,299</u>
Total debt	<u>\$ 59,279</u>	<u>\$ 62,174</u>	<u>\$ 150</u>	<u>\$ 125</u>	<u>\$ 59,429</u>	<u>\$ 62,299</u>

State statutes limit the amount of general obligation debt a governmental entity may issue to two percent of its total fair market value of taxable property in the county. The current debt limitation for Uintah County is \$117,442. At this time Uintah County has no general obligation debt.

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

Economic Factors and Next Year's Budgets and Rates

- The Uintah County, Vernal City, Naples City and Ballard City Enterprise application was approved for an additional five years. This designation ensures that qualifying businesses will be able to take advantage of the ability to grow and expand their businesses through tax credits. This program makes it possible to add/retain employees even through difficult economic times which gives Uintah County a chance to compete with our neighboring states for business.
- Enefit America Oil is still in the middle of their permitting process so hopefully oil prices will rise before they begin construction. This project is moving forward and should have permitting finished within 2 years..
- Uintah County's Economic Developer is in the middle of negotiations with a large collaborative effort with healthcare deal. This is a difficult and long process but should have some results in the near future.
- The pipeline projects are still moving forward. These are long term efforts.
- Uintah County's Economic Developer is working with a company that manufactures portable power units for the oil and gas fields.
- Red Leaf Resources are delaying the progress of constructing the nation's first commercial oil shale mine in southern Uintah County. The Green River formation, which underlies Utah, Wyoming and Colorado, is the richest deposit of oil shale resource in the world. The U.S. Geological Survey estimates that the formation holds more that 3 trillion barrels of oil with more than 77 billion barrels of recoverable oil in the Uinta Basin alone, Utah oil shale developers are blaming soft oil prices for delaying the process. Jeff Hartley, who directs Red Leaf's governmental affairs emphasized his firm, is not halting construction but rather slowing it in the hope that oil and gas prices will recover.
- The unemployment rate for Uintah County, as of December 31, 2014, was , 2.5 percent, which is a decrease from a rate of 2.9 percent a year ago. This is lower than the state's average unemployment rate of 3.6 percent and lower than the national average rate of 5.4 percent both of which are as of December 31, 2014.
- Residential building permits increased from 202 in 2013 to 252 in 2014. Non-residential construction decreased from \$10,105,627 in 2013 to \$7,948,7325 in 2014, and the number of permits decreased from 31 in 2013 to 25 in 2014. All of this information indicates a slight decrease in growth and new construction. 2015 is looking to be an average year for new construction; we have new hotels that are being built, new subdivisions that are being developed and more commercial developments are increasing the retail spaces of Uintah County.
- The assessed value of Uintah County increased by 1.17 percent over 2014. There was an increase of .21 percent in centrally assessed property. Oil and gas tax assessment decreased by 3.07 percent from 2014 to 2015.
- U.S. Oil Sands: In 2014 was issued a patent from the United States Patent and Trademark Office on the Company's bitumen extraction process. The company's board of directors approved the final investment decision to proceed with construction of the PR Spring Project in Uintah County and some in Grand County. A 4,800 square foot warehouse facility was completed at the project site. The initial development is targeted to produce 2000 bbl/d of bitumen and first oil is expected in 2015. As of 5/22/15 U.S. Oil Sands has 15 highly paid job openings and is committed to continued growth.

Economic Factors and Next Year's Budgets and Rates (Continued)

All of these factors were considered in preparing Uintah County's budget for the year, the county reduced its general operating budget from 2014 to 2015 by 1.1%.

Requests for Information

This financial report is designed to provide a general overview of Uintah County's finances for all those with an interest in the government's finances. As disclosed in the notes to the financial statements, separate issued financial statements of component units may be requested from the individual component units administrative offices in Vernal, Utah. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Uintah County Clerk-Auditor, 147 East Main, Vernal, Utah, 84078.

UINTAH COUNTY
STATEMENT OF NET POSITION
DECEMBER 31, 2014

	PRIMARY GOVERNMENT			COMPONENT UNITS
	GOVERN- MENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL	
<u>ASSETS</u>				
Cash and cash equivalents	\$ 65,363,193	\$ 5,639,986	\$ 71,003,179	\$ 48,301,879
Investments				4,222,442
Taxes receivable	5,862,733		5,862,733	
Accounts receivable - net	57,805	16,515	74,320	823,472
Contract receivable - current portion	231,000		231,000	
Internal balances	(186,571)	186,571		
Due from other governmental units	2,085,806		2,085,806	1,662,803
Inventory		11,833	11,833	100,564
Prepaid expenses				658,245
Restricted cash and cash equivalents	8,435,971	19,838,313	28,274,284	6,786,713
Other investments				322,928
Contract receivable - noncurrent portion	3,643,501		3,643,501	
Capital assets (net of accumulated depreciation):				
Land	14,826,979	6,315,655	21,142,634	2,231,185
Rights of Way	3,050,400		3,050,400	
Water rights	280,995		280,995	39,990
Buildings	69,728,499	2,577,495	72,305,994	47,632,668
Improvements other than buildings	2,005,710	284,002	2,289,712	1,879,277
Equipment	4,884,580	207,797	5,092,377	3,369,260
Infrastructure	239,692,497		239,692,497	
Work in progress	14,529,764		14,529,764	86,020
Total assets	\$ 434,492,862	\$ 35,078,167	\$ 469,571,029	\$ 118,117,446
Deferred outflow of resources	851,631		851,631	
Total assets and deferred outflow of resources	\$ 435,344,493	\$ 35,078,167	\$ 470,422,660	\$ 118,117,446
<u>LIABILITIES</u>				
Accounts payable	\$ 3,285,185	\$ 82,628	\$ 3,367,813	\$ 1,391,730
Warrants payable	1,052,450	72,626	1,125,076	
Retainage payable	346,241		346,241	
Accrued liabilities	209,258	12,004	221,262	801,460
Deposit payable				1,580
Unearned revenue	640,721		640,721	114,791
Bond interest payable	336,410	236	336,646	195,959
Revenue bonds payable - Due within one year	1,554,500	25,000	1,579,500	2,927,993
Capital leases payable - Due within one year				238,500
Revenue bonds payable - Due in more than one year	60,619,804	100,000	60,719,804	30,543,000
Capital leases payable - Due in more than one year				4,186,060
Compensated absences	1,819,010	223,478	2,042,488	523,115
Total liabilities	\$ 69,863,579	\$ 515,972	\$ 70,379,551	\$ 40,924,188
Deferred inflow of resources				228,652
Total liabilities and deferred inflow of resources	\$ 69,863,579	\$ 515,972	\$ 70,379,551	\$ 41,152,840

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

UINTAH COUNTY
STATEMENT OF NET POSITION
DECEMBER 31, 2014

	PRIMARY GOVERNMENT			COMPONENT UNITS
	GOVERN- MENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL	
<u>NET POSITION</u>				
Invested in capital assets, net of related debt	\$ 286,488,710	\$ 9,259,949	\$ 295,748,659	\$ 40,149,840
Restricted for:				
Class "B" roads	5,835,761		5,835,761	
Statutory minimum				15,416
Uintah Care Center		19,682,695	19,682,695	
Client trust				32,616
Capital projects/Construction				696,716
Flood control	1,315,176		1,315,176	
Transient room	896,603		896,603	
Food services	416,344		416,344	
Tort liability	976,887		976,887	
Library	3,297,844		3,297,844	
Landfill post closure reserve		127,382	127,382	
Permanent funds	3,887,693		3,887,693	
Tri-County Health	236,782		236,782	
Assessing and collecting	1,019,269		1,019,269	
Debt Service	15,025,968	28,236	15,054,204	5,388,440
Unrestricted	46,083,877	5,463,933	51,547,810	30,681,578
Total net position	<u>\$ 365,480,914</u>	<u>\$ 34,562,195</u>	<u>\$ 400,043,109</u>	<u>\$ 76,964,606</u>

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

**UINTAH COUNTY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2014**

Function/Programs	PROGRAM REVENUES				NET (EXPENSE) REVENUE & CHANGES IN NET POSITION			COMPONENT UNITS
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	PRIMARY GOVERNMENT			
					GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	
Primary government:								
Governmental activities:								
General government	\$ 10,011,324	\$ 1,112,070			\$ (8,899,254)		\$ (8,899,254)	
Public safety	12,983,190	5,438,785	\$ 703,422		(6,840,983)		(6,840,983)	
Public health	3,339,694	641,936	2,221,583		(476,175)		(476,175)	
Highways and public improvements	5,651,172	392,380		\$ 4,763,514	(495,278)		(495,278)	
Parks and recreation	3,743,302	628,618	685,936		(2,428,748)		(2,428,748)	
Conservation and economic development	2,173,210	94,520	214,697	13,752,697	11,888,704		11,888,704	
Capital outlay	264,272				(264,272)		(264,272)	
Interest on long-term debt	2,329,700				(2,329,700)		(2,329,700)	
Total governmental activities	\$ 40,495,864	\$ 8,308,309	\$ 3,825,638	\$ 18,516,211	\$ (9,845,706)	\$...	\$ (9,845,706)	
Business-type activities:								
Western Park	\$ 1,700,464	\$ 358,607				\$ (1,341,857)	\$ (1,341,857)	
Care Center	13,585	36,000				22,415	22,415	
Landfill	761,178	781,706				20,528	20,528	
Telecommunications	149,106	147,836				(1,270)	(1,270)	
Total business-type activities	\$ 2,624,333	\$ 1,324,149	\$...	\$...	\$...	\$ (1,300,184)	\$ (1,300,184)	
Total primary government	\$ 43,120,197	\$ 9,632,458	\$ 3,825,638	\$ 18,516,211	\$ (9,845,706)	\$ (1,300,184)	\$ (11,145,890)	
Component Units:								
Uintah Transportation Special Service District	\$ 19,738,590	\$ 127,085		\$ 3,955,298				\$ (15,656,207)
Tri-County Mental Health & Sub. Abuse	4,910,806	3,831,399	\$ 1,081,713					2,306
Uintah Recreation District	6,298,760	2,099,417	5,000,400					801,057
Uintah Health Care Spec. Serv. Dist.	8,647,984	5,918,420	5,608,749					2,879,185
Animal Control Special Service District	841,833	56,869	837,000					52,036
Uintah Impact Mitigation Special Service Dist	10,418,497		65,000	102,732				(10,250,765)
Fire Suppression Special Service District	1,912,618	67,598	43,323					(1,801,697)
Total component units	\$ 52,769,088	\$ 12,100,788	\$ 12,636,185	\$ 4,058,030	\$...	\$...	\$...	\$ (23,974,085)
General revenues:								
Property taxes					\$ 18,116,888		\$ 18,116,888	
Delinquent taxes					598,440	\$ 7,192	605,632	
Sales taxes					6,529,011	1,336,800	7,865,811	
Transient room tax					831,797		831,797	
Aviation fuel tax					11,038		11,038	
Payment in lieu of taxes					2,885,132		2,885,132	
Grants and contributions not restricted to specific programs					21,914		21,914	\$ 30,398,405
Contribution to other governments						(756,000)	(756,000)	(3,988,559)
Unrestricted investment earnings					262,423	260,979	523,402	311,121
Gain/(Loss) on disposal of assets					43,609		43,609	19,416
Miscellaneous					135,019	3,423	138,442	8,314
Special item - Contribution of capital assets					(5,394,235)	(5,344,367)	(10,738,602)	7,900,000
Transfers					(136,602)	136,602		
Total general revenues, special items and transfers					\$ 23,904,434	\$ (4,355,371)	\$ 19,549,063	\$ 34,648,697
Change in net position					\$ 14,058,728	\$ (5,655,555)	\$ 8,403,173	\$ 10,674,612
Net position - beginning					351,422,186	40,217,750	391,639,936	66,289,994
Net position - ending					\$ 365,480,914	\$ 34,562,195	\$ 400,043,109	\$ 76,964,606

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

**UINTAH COUNTY
BALANCE SHEET
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014**

	GENERAL FUND	MUNICIPAL BUILDING AUTHORITY	CAPITAL PROJECTS	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<u>ASSETS</u>					
Cash and cash equivalents	\$ 10,817,960	\$ 13,481,060	\$ 16,233,058	\$ 20,610,654	\$ 61,142,732
Receivables (net):					
Accounts		300		56,905	57,205
Taxes	3,553,492			2,309,241	5,862,733
Due from other governments	382,074		1,011,377	692,355	2,085,806
Restricted cash and investments		4,919,416		3,416,555	8,335,971
Total assets	\$ 14,753,526	\$ 18,400,776	\$ 17,244,435	\$ 27,085,710	\$ 77,484,447
<u>LIABILITIES, DEFERRED OUTFLOW OF RESOURCES AND FUND BALANCES</u>					
Liabilities:					
Accounts payable	\$ 420,944	\$ 2,085,575	\$ 521,135	\$ 253,209	\$ 3,280,863
Warrants payable	338,763	298,569	213,732	124,494	975,558
Retainage payable		346,241			346,241
Accrued liabilities	131,198	3,702		74,358	209,258
Unearned revenue		640,721			640,721
Total liabilities	\$ 890,905	\$ 3,374,808	\$ 734,867	\$ 452,061	\$ 5,452,641
Deferred inflows of resources	421,852			238,367	660,219
Total liabilities and deferred inflows of resources	\$ 1,312,757	\$ 3,374,808	\$ 734,867	\$ 690,428	\$ 6,112,860
Fund balances:					
Restricted:					
Class "B" Road				\$ 5,835,761	\$ 5,835,761
Tri-County Health				236,782	236,782
Permanent funds				3,887,693	3,887,693
Assessing and collecting				1,019,269	1,019,269
Flood control				1,315,176	1,315,176
Transient room				896,603	896,603
Food service				416,344	416,344
Tort liability				976,887	976,887
Library				3,297,844	3,297,844
Debt Service		\$ 15,025,968			15,025,968
Committed:					
Municipal Services				6,138,259	6,138,259
Regional History Center				194,659	194,659
911 emergency service				1,582,393	1,582,393
Debt Service				503,925	503,925
Assigned:					
Historical preservation				29,135	29,135
Drug court				42,165	42,165
Capital Projects			\$ 16,509,568		16,509,568
Perpetual care				22,387	22,387
Unassigned:					
General fund	\$ 13,440,769				13,440,769
Total fund balances	\$ 13,440,769	\$ 15,025,968	\$ 16,509,568	\$ 26,395,282	\$ 71,371,587
Total liabilities, deferred inflow of resources and fund balances	\$ 14,753,526	\$ 18,400,776	\$ 17,244,435	\$ 27,085,710	\$ 77,484,447

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

**UINTAH COUNTY
BALANCE SHEET RECONCILIATION TO
STATEMENT OF NET POSITION
DECEMBER 31, 2014**

Total fund balances - governmental fund types: \$ 71,371,587

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds. These assets consist of:

Land	\$ 14,826,979	
Rights of Way	3,050,400	
Water rights	280,995	
Buildings	69,728,499	
Improvements other than buildings	2,005,710	
Equipment	4,884,580	
Infrastructure	14,529,764	
Work in progress	<u>239,692,497</u>	
Total		348,999,424

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.

Bond discounts	\$ 851,631	
Revenue bonds payable - > one year	(60,619,804)	
Revenue bonds payable - due within one year	(1,554,500)	
Bond interest payable	(336,410)	
Compensated absences	<u>(1,819,010)</u>	
Total		(63,478,093)

Long-term contracts for sale of capital assets creates a long-term contract receivable. In the fund statements, collects on these receivables are shown as revenue. In the government-wide financial statements the contract receivable is capitalized and payments are applied against the contract receivable. This is the balance of contract receivables outstanding. 3,874,500

Internal service funds are used by management to charge the costs of information systems to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the statement of net position. 4,239,848

Deferred tax revenue reduced and reported as income because revenue has been earned but was received over 60 days after the end of the year. 660,219

Accumulated effect of crossover amounts charged in prior years to business type activities from Internal Service Fund activity. (186,571)

Net position of government activities \$365,480,914

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

UINTAH COUNTY
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	GENERAL FUND	MUNICIPAL BUILDING AUTHORITY	CAPITAL PROJECT	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES:					
Taxes	\$ 17,338,067			\$ 8,615,275	\$ 25,953,342
Licenses and permits	118,594			369,790	488,384
Intergovernmental revenues	1,388,235	\$ 13,438,210	\$ 1,792,015	8,618,842	25,237,302
Charges for services	1,957,185	3,752,597	20,877	1,597,538	7,328,197
Fines and forfeitures	587,136				587,136
Interest income	45,609	15,358	73,699	109,989	244,655
Miscellaneous	280,972			157,810	438,782
Total revenues	\$ 21,715,798	\$ 17,206,165	\$ 1,886,591	\$ 19,469,244	\$ 60,277,798
EXPENDITURES:					
Current:					
General government	\$ 6,342,300			\$ 3,663,690	\$ 10,005,990
Public safety	7,051,718	\$ 615,619	\$ 9,306	4,371,896	12,048,539
Highways and public improvements	1,960,445		20,916	3,214,158	5,195,519
Public health	428,854		57,941	2,582,754	3,069,549
Parks, recreation, and public property	506,259			2,771,455	3,277,714
Conservation and economic development	1,410,403			772,600	2,183,003
Capital outlay		10,975,439	4,916,831		15,892,270
Debt Service:					
Principal retirement		1,604,913			1,604,913
Interest and fiscal charges		2,301,638			2,301,638
Total expenditures	\$ 17,699,979	\$ 15,497,609	\$ 5,004,994	\$ 17,376,553	\$ 55,579,135
Excess revenues over (under) expenditures	\$ 4,015,819	\$ 1,708,556	\$ (3,118,403)	\$ 2,092,691	\$ 4,698,663
OTHER FINANCING SOURCES (USES):					
Bond proceeds		\$ 4,500,000			\$ 4,500,000
Transfers in		3,750,000	\$ 1,815,200	\$ 15,100	5,580,300
Transfers out	\$ (4,830,300)			(886,602)	(5,716,902)
Total other financing sources (uses)	\$ (4,830,300)	\$ 8,250,000	\$ 1,815,200	\$ (871,502)	\$ 4,363,398
Excess of revenues and other sources over (under) expenditures and other uses	\$ (814,481)	\$ 9,958,556	\$ (1,303,203)	\$ 1,221,189	\$ 9,062,061
FUND BALANCES - beginning of year	14,255,250	9,164,414	17,812,771	25,174,093	66,406,528
Prior period adjustment		(4,097,002)			(4,097,002)
FUND BALANCES - end of year	\$ 13,440,769	\$ 15,025,968	\$ 16,509,568	\$ 26,395,282	\$ 71,371,587

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

**UINTAH COUNTY
RECONCILIATION OF THE STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITY
FOR THE YEAR ENDED DECEMBER 31, 2014**

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

Net changes in fund balances - total governmental funds \$ 9,062,061

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.

General government	\$	69,665
Public safety		495,373
Highways		241,883
Parks and recreation		38,977
Conservation and economic development		53,074
Capital Projects Fund		<u>15,627,998</u>

Total assets shown as expenditures	\$	16,526,970
Less: depreciation		<u>(3,600,453)</u>

Difference between expenditures and depreciation 12,926,517

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets.

Contribution of capital assets to other governments	\$	(5,394,235)
Transfer of capital assets to governmental funds		15,827
Disposal of capital assets		<u>(126,257)</u>

Net change in capital asset transactions (5,504,665)

Revenues in the funds that are not considered revenue in government-wide financial statements because of the different revenue recognition between accrual and modified accrual accounting (Funds collected on contract receivables) (222,500)

The issuance of long-term debt (e.g., bonds, leases) provide current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these long-term debt transactions. (2,923,149)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. (Increase in compensated absences) (5,281)

Tax revenue increased because revenue had been earned and reported in the current year but collected and to be reported as revenue in subsequent years (deferred tax revenue). 122,793

The net income (loss) of certain activities of internal service funds is reported with governmental activities. 602,952

Change in net position of governmental activities \$ 14,058,728

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

**UINTAH COUNTY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2014**

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</u>				<u>INTERNAL SERVICE FUND</u>
	<u>WESTERN PARK</u>	<u>CARE CENTER</u>	<u>NONMAJOR FUNDS</u>	<u>TOTAL BTAs</u>	
<u>ASSETS</u>					
Current assets:					
Cash and cash equivalents	\$ 3,347,324	\$ 432,282	\$ 1,860,380	\$ 5,639,986	\$ 4,220,461
Receivables - net					
Account	28		16,487	16,515	600
Inventory	11,833			11,833	
Cash and investments restricted	28,236	19,682,695	127,382	19,838,313	100,000
Total current assets	<u>\$ 3,387,421</u>	<u>\$ 20,114,977</u>	<u>\$ 2,004,249</u>	<u>\$ 25,506,647</u>	<u>\$ 4,321,061</u>
Noncurrent assets:					
Land	\$ 6,264,355		\$ 51,300	\$ 6,315,655	
Buildings	5,027,467		46,791	5,074,258	
Improvements other than buildings	557,504		54,136	611,640	
Furniture, fixtures and equipment	947,778		1,215,365	2,163,143	
Accumulated depreciation	(3,513,508)		(1,266,239)	(4,779,747)	
Total noncurrent assets	<u>\$ 9,283,596</u>	<u>\$...</u>	<u>\$ 101,353</u>	<u>\$ 9,384,949</u>	<u>\$...</u>
Total assets	<u>\$ 12,671,017</u>	<u>\$ 20,114,977</u>	<u>\$ 2,105,602</u>	<u>\$ 34,891,596</u>	<u>\$ 4,321,061</u>
<u>LIABILITIES</u>					
Current liabilities:					
Accounts payable	\$ 45,394	\$ 1,750	\$ 35,484	\$ 82,628	\$ 4,322
Warrants payable	68,012		4,614	72,626	76,892
Accrued interest payable	236			236	
Accrued liabilities	7,095		4,909	12,004	
Current portion of long term debt	25,000			25,000	
Total current liabilities	<u>\$ 145,737</u>	<u>\$ 1,750</u>	<u>\$ 45,007</u>	<u>\$ 192,494</u>	<u>\$ 81,214</u>

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

UINTAH COUNTY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2014

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				INTERNAL SERVICE FUND
	WESTERN PARK	CARE CENTER	NONMAJOR FUNDS	TOTAL BTAs	
Noncurrent liabilities:					
Compensated absences	\$ 120,356		\$ 103,122	\$ 223,478	
Revenue bonds payable	100,000			100,000	
Total noncurrent liabilities	\$ 220,356	\$...	\$ 103,122	\$ 323,478	\$...
Total liabilities	\$ 366,093	\$ 1,750	\$ 148,129	\$ 515,972	\$ 81,214
Net Position:					
Invested in capital assets, net of related debt	\$ 9,283,596		\$ 101,353	\$ 9,384,949	
Restricted	28,236	\$ 19,682,695	127,382	19,838,313	\$ 4,239,847
Unrestricted	2,993,092	430,532	1,728,738	5,152,362	
Total net position	\$ 12,304,924	\$ 20,113,227	\$ 1,957,473	\$ 34,375,624	\$ 4,239,847
Adjustment to reflect the consolidation of ISF activities related to enterprise funds				186,571	
Net position of business-type activities				\$ 34,562,195	

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

UINTAH COUNTY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISES FUNDS</u>				INTERNAL SERVICE FUND
	<u>WESTERN PARK</u>	<u>CARE CENTER</u>	<u>NONMAJOR FUNDS</u>	<u>TOTAL BTAs</u>	
Operating revenues:					
Charges for sales and services	\$ 358,607	\$ 36,000	\$ 929,542	\$ 1,324,149	\$ 3,895,021
Total operating revenues	<u>\$ 358,607</u>	<u>\$ 36,000</u>	<u>\$ 929,542</u>	<u>\$ 1,324,149</u>	<u>\$ 3,895,021</u>
Operating expenses:					
Employee salaries and benefits	\$ 888,982		\$ 518,094	\$ 1,407,076	
Office supplies	10,781		183	10,964	
Other supplies and services	126,578		23,975	150,553	
Contractual services			28,592	28,592	\$ 3,281,005
Utilities	194,857		8,149	203,006	
Fuel and oil	13,480		61,599	75,079	
Repairs and maintenance	42,507	\$ 6,988	65,926	115,421	
Depreciation	178,482		12,157	190,639	
Rental	45,000		110,835	155,835	
Miscellaneous	5,805	6,597		12,402	
Advertising	22,105			22,105	
Event costs	170,320			170,320	
State assessment			3,850	3,850	
Travel	4,456		335	4,791	
Telephone and internet	10,856		90,973	101,829	
Total operating expenses	<u>\$ 1,714,209</u>	<u>\$ 13,585</u>	<u>\$ 924,668</u>	<u>\$ 2,652,462</u>	<u>\$ 3,281,005</u>
Operating income (loss)	<u>\$ (1,355,602)</u>	<u>\$ 22,415</u>	<u>\$ 4,874</u>	<u>\$ (1,328,313)</u>	<u>\$ 614,016</u>
Nonoperating revenues (expenses):					
Taxes	\$ 1,336,800	\$ 7,192		\$ 1,343,992	
Interest revenue	33,288	218,828	\$ 8,863	260,979	\$ 17,768
Miscellaneous revenue	3,422			3,422	
Interest expense	(702)			(702)	
Contribution to other governments		(756,000)		(756,000)	
Total nonoperating revenues (expenses)	<u>\$ 1,372,808</u>	<u>\$ (529,980)</u>	<u>\$ 8,863</u>	<u>\$ 851,691</u>	<u>\$ 17,768</u>
Income (loss) before contributions, transfers and special items	<u>\$ 17,206</u>	<u>\$ (507,565)</u>	<u>\$ 13,737</u>	<u>\$ (476,622)</u>	<u>\$ 631,784</u>

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

UINTAH COUNTY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISES FUNDS</u>				INTERNAL SERVICE FUND
	<u>WESTERN PARK</u>	<u>CARE CENTER</u>	<u>NONMAJOR FUNDS</u>	<u>TOTAL BTAs</u>	
Contributions, Transfers In (Out) and Special Items:					
Transfers in (out)	\$ 136,602			\$ 136,602	
Special item - Donation of capital assets		<u>\$ (5,344,367)</u>		<u>(5,344,367)</u>	
Total contributions and transfers	<u>\$ 136,602</u>	<u>\$ (5,344,367)</u>	<u>\$...</u>	<u>\$ (5,207,765)</u>	<u>\$...</u>
Change in net position	\$ 153,808	\$ (507,565)	\$ 13,737	\$ (5,684,387)	\$ 631,784
Total net position - beginning	<u>12,151,116</u>	<u>25,965,159</u>	<u>1,943,736</u>		<u>3,608,063</u>
Total net position - ending	<u>\$ 12,304,924</u>	<u>\$ 25,457,594</u>	<u>\$ 1,957,473</u>		<u>\$ 4,239,847</u>
Adjustment to reflect the consolidation of ISF activities related to enterprise funds				<u>28,832</u>	
Changes in net position of business-type activities				<u>\$ (5,655,555)</u>	

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

UINTAH COUNTY
STATEMENT OF CASH FLOWS
PROPERETARY FUNDS AND INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</u>				INTERNAL SERVICE FUNDS
	<u>WESTERN PARK</u>	<u>CARE CENTER</u>	<u>NON- MAJOR</u>	<u>TOTAL BTA's</u>	
Cash Flows From Operating Activities:					
Receipts from customers	\$ 358,968	\$ 36,000	\$ 960,461	\$ 1,355,429	\$ 3,894,421
Payments to suppliers	(604,092)	(833,748)	(399,775)	(1,837,615)	(3,347,913)
Payments to employees	(878,127)		(509,260)	(1,387,387)	
Net cash provided (used) by operating activities	<u>\$ (1,123,251)</u>	<u>\$ (797,748)</u>	<u>\$ 51,426</u>	<u>\$ (1,869,573)</u>	<u>\$ 546,508</u>
Cash Flows From Noncapital Financing Activities:					
Tax revenue	\$ 1,336,800	\$ 7,192		\$ 1,343,992	
Private contributions	3,422			3,422	
Contribution to other governments		(756,000)		(756,000)	
Transfers from other funds	136,602			136,602	
Net cash provided (used) by noncapital financing activities	<u>\$ 1,476,824</u>	<u>\$ (748,808)</u>	<u>\$...</u>	<u>\$ 728,016</u>	<u>\$...</u>
Cash Flows From Capital and Related Financing Activities:					
Purchase of capital assets	\$ (852,225)	\$ (1,505,262)	\$ (12,824)	\$ (2,370,311)	
Principal paid on capital debt	(462,500)			(462,500)	
Interest paid on capital debt	(750)			(750)	
Net cash provided (used) by capital and related financing activities	<u>\$ (1,315,475)</u>	<u>\$ (1,505,262)</u>	<u>\$ (12,824)</u>	<u>\$ (2,833,561)</u>	<u>\$...</u>
Cash Flows From Investing Activities:					
Interest and dividends received	\$ 33,288	\$ 218,828	\$ 8,863	\$ 260,979	\$ 17,768
Net cash provided (used) by investing activities	<u>\$ 33,288</u>	<u>\$ 218,828</u>	<u>\$ 8,863</u>	<u>\$ 260,979</u>	<u>\$ 17,768</u>
Net increase (decrease) in cash and cash equivalents	<u>\$ (928,614)</u>	<u>\$ (2,832,990)</u>	<u>\$ 47,465</u>	<u>\$ (3,714,139)</u>	<u>\$ 564,276</u>
Cash and cash equivalents, January 1	4,304,174	22,947,967	1,940,297	29,192,438	3,756,185
Cash and cash equivalents, December 31	<u>\$ 3,375,560</u>	<u>\$ 20,114,977</u>	<u>\$ 1,987,762</u>	<u>\$ 25,478,299</u>	<u>\$ 4,320,461</u>

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

UINTAH COUNTY
STATEMENT OF CASH FLOWS
PROPERETARY FUNDS AND INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</u>				INTERNAL SERVICE FUNDS
	<u>WESTERN PARK</u>	<u>CARE CENTER</u>	<u>NON- MAJOR</u>	<u>TOTAL BTA's</u>	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating income (loss)	\$ (1,355,602)	\$ 22,415	\$ 4,874	\$ (1,328,313)	\$ 614,016
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation expense	\$ 178,482		\$ 12,157	\$ 190,639	
(Increase) Decrease in accounts receivable	361		30,919	31,280	\$ (600)
(Increase) Decrease in inventories	2,648			2,648	
Increase (Decrease) in accounts payable	(355)	\$ (354,754)	12,221	(342,888)	(44,919)
Increase (Decrease) in warrants payable	40,360	(465,409)	(17,579)	(442,628)	(21,989)
Increase (Decrease) in compensated absences	7,385		7,704	15,089	
Increase (Decrease) in accrued liabilities	3,470		1,130	4,600	
Total adjustments	\$ 232,351	\$ (820,163)	\$ 46,552	\$ (541,260)	\$ (67,508)
Net cash provided (used) by operating activities	<u>\$ (1,123,251)</u>	<u>\$ (797,748)</u>	<u>\$ 51,426</u>	<u>\$ (1,869,573)</u>	<u>\$ 546,508</u>

NON CASH TRANSACTIONS

During the year ended December 31, 2014, the County's Care Center Fund contributed capital assets to the Uintah Health Care Special Service District. The capital assets contributed to the District included land, buildings and improvements. The net book value of the assets carried on the books of the Care Center Fund was \$5,344,367.

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

UINTAH COUNTY
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2014

	<u>PRIVATE PURPOSE FUNDS</u>		<u>AGENCY FUNDS</u>
	<u>CEMETERY TRUST</u>	<u>GIRT TRUST</u>	
<u>ASSETS</u>			
Cash and cash equivalents	\$ 384,165	\$ 145,803	\$ 18,799,794
Receivables (net):			
Accounts		2,800	
Taxes			496,958
Investments			300,692
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 384,165</u>	<u>\$ 148,603</u>	<u>\$ 19,597,444</u>
<u>LIABILITIES</u>			
Warrants outstanding	\$ 5,400		\$ 18,325
Due governments and organizations			917,705
Due taxing units			18,661,414
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>\$ 5,400</u>	<u>\$...</u>	<u>\$ 19,597,444</u>
<u>NET POSITION</u>			
Held in trust	<u>\$ 378,765</u>	<u>\$ 148,603</u>	<u>\$...</u>

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

UINTAH COUNTY
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	<u>PRIVATE PURPOSE FUNDS</u>	
	<u>CEMETERY</u>	<u>GIRT</u>
	<u>TRUST</u>	<u>TRUST</u>
ADDITIONS:		
Contributions:		
Private contributions		\$ 4,742
Charges for goods and services	\$ 20,550	
Investment Earnings:		
Interest	1,803	645
	<u>1,803</u>	<u>645</u>
Total contributions and interest	<u>\$ 22,353</u>	<u>\$ 5,387</u>
DEDUCTIONS:		
Cemetery maintenance	\$ 81,685	
	<u>81,685</u>	
Total deductions	<u>\$ 81,685</u>	<u>\$...</u>
Change in net position	\$ (59,332)	\$ 5,387
Net position - beginning of year	<u>438,097</u>	<u>143,216</u>
Net position - end of year	<u><u>\$ 378,765</u></u>	<u><u>\$ 148,603</u></u>

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

**UINTAH COUNTY
STATEMENT OF NET POSITION
COMPONENT UNITS
DECEMBER 31, 2014**

	UINTAH BASIN TRI-COUNTY MENTAL HEALTH & SUBSTANCE ABUSE AUTHORITY	UINTAH RECREATION DISTRICT	UINTAH TRANSPORTATION SPECIAL SERVICE DISTRICT	UINTAH HEALTH CARE SPECIAL SERVICE DISTRICT	UINTAH COUNTY ANIMAL CONTROL & SHELTER SPECIAL SERVICE DISTRICT	UINTAH IMPACT MITIGATION SPECIAL SERVICE DISTRICT	UINTAH FIRE SUPPRESSION SPECIAL SERVICE DISTRICT	TOTAL
ASSETS								
Cash and cash equivalents	\$ 1,879,386	\$ 9,460,325	\$ 25,313,852	\$ 2,639,225	\$ 181,978	\$ 6,678,869	\$ 2,148,244	\$ 48,301,879
Investments	3,120,177	1,102,265						4,222,442
Accounts receivable - net	10,970			812,502				823,472
Inventory				100,564				100,564
Prepaid expenses	197,410		276,377	12,197		172,261		658,245
Due from other governmental units	183,640		6,425	60,742	72,911	1,329,338	9,747	1,662,803
Restricted cash and cash equivalents	32,616	39,000	4,595,992		660,521	1,458,584		6,786,713
Other investments	322,928							322,928
Capital assets (net of accumulated depreciation):								
Land	403,401	1,420,810		350,000			56,974	2,231,185
Water rights		34,990					5,000	39,990
Buildings	2,382,521	15,631,560		7,443,582		20,436,357	1,738,648	47,632,668
Improvements other than buildings		1,314,210			460,936		104,131	1,879,277
Equipment	498,451	676,929	12,997	151,847	27,661	40,508	1,960,867	3,369,260
Work in progress		26,445					59,575	86,020
Total assets	\$ 9,031,500	\$ 29,706,534	\$ 30,205,643	\$ 11,570,659	\$ 1,404,007	\$ 30,115,917	\$ 6,083,186	\$ 118,117,446
LIABILITIES AND DEFERRED INFLOW OF RESOURCES								
Accounts payable	\$ 43,085	\$ 287,130	\$ 498,053	\$ 136,541	\$ 32,647	\$ 122,716	\$ 238,942	\$ 1,359,114
Accrued wages and liabilities	333,767	149,663		269,782	31,518	4,297	12,433	801,460
Deposit payable					1,580			1,580
Unearned revenue		114,791						114,791
Bond interest payable			157,353			38,606		195,959
Client trust payable	32,616							32,616
Revenue bonds payable - Due within one year		172,000	1,633,993			1,122,000		2,927,993
Capital leases payable - Due within one year	72,500	166,000						238,500
Revenue bonds payable - Due in more than one year		1,149,000	20,788,000			8,606,000		30,543,000
Capital leases payable - Due in more than one year	708,891	3,477,169						4,186,060
Compensated absences		204,947		197,052	30,903	79,836	10,377	523,115
Total liabilities	\$ 1,190,859	\$ 5,720,700	\$ 23,077,399	\$ 603,375	\$ 96,648	\$ 9,973,455	\$ 261,752	\$ 40,924,188
Deferred inflows of resources	198,464			30,188				228,652
Total liabilities and deferred inflows of resources	\$ 1,389,323	\$ 5,720,700	\$ 23,077,399	\$ 633,563	\$ 96,648	\$ 9,973,455	\$ 261,752	\$ 41,152,840
NET POSITION								
Invested in capital assets, net of related debt	\$ 2,502,982	\$ 14,525,775	\$ 12,997	\$ 7,945,429	\$ 488,597	\$ 10,748,865	\$ 3,925,195	\$ 40,149,840
Restricted for:								
Statutory minimum			15,416					15,416
Client trusts and Club House funds	32,616							32,616
Construction projects			696,716					696,716
Debt Service		39,000	3,890,856			1,458,584		5,388,440
Unrestricted	5,106,579	9,421,059	2,512,259	2,991,667	818,762	7,935,013	1,896,239	30,681,578
Total net position	\$ 7,642,177	\$ 23,985,834	\$ 7,128,244	\$ 10,937,096	\$ 1,307,359	\$ 20,142,462	\$ 5,821,434	\$ 76,964,606

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

UINTAH COUNTY
STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE YEAR ENDED DECEMBER 31, 2014

Function/Programs	NET (EXPENSE) REVENUE & CHANGES IN NET POSITION											TOTAL
	EXPENSES	PROGRAM REVENUES			UINTAH BASIN TRI-COUNTY MENTAL HEALTH & SUBSTANCE ABUSE AUTHORITY	UINTAH RECREATION DISTRICT	UINTAH TRANSPORTATION SPECIAL SERVICE DISTRICT	UINTAH HEALTH CARE SPECIAL SERVICE DISTRICT	UINTAH COUNTY ANIMAL CONTROL & SHELTER SPECIAL SERVICE DISTRICT	UINTAH IMPACT MITIGATION SPECIAL SERVICE DISTRICT	UINTAH FIRE SUPPRESSION SPECIAL SERVICE DISTRICT	
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIB.	CAPITAL GRANTS AND CONTRIB.								
Governmental activities:												
Uintah Transportation Special Service District												
Highways and public improvements	\$ 19,738,590	\$ 127,085		\$ 3,955,298			\$ (15,656,207)				\$ (15,656,207)	
Uintah Impact Mitigation Special Service Dist.												
Economic development	10,418,497		\$ 65,000	102,732					\$ (10,250,765)		(10,250,765)	
Uintah Fire Suppression Special Service Dist.												
General government	512,384										\$ (512,384)	
Public safety	1,400,234	67,598	43,323								(1,289,313)	
Total governmental activities	\$ 32,069,705	\$ 194,683	\$ 108,323	\$ 4,058,030	\$	\$	\$ (15,656,207)	\$	\$	\$ (10,250,765)	\$ (1,801,697)	\$ (27,708,669)
Business-type activities:												
Uintah Basin Tri-County Mental Health & Substance Abuse Auth.												
Health & Substance Abuse Auth.	\$ 4,910,806	\$ 3,831,399	\$ 1,081,713		\$ 2,306							\$ 2,306
Uintah Recreation District	6,298,760	2,099,417	5,000,400		\$ 801,057							801,057
Uintah Health Care Special Service District	8,647,984	5,918,420	5,608,749				\$ 2,879,185					2,879,185
Animal Control & Shelter Special Service District	841,833	56,869	837,000					\$ 52,036				52,036
Total business-type activities	\$ 20,699,383	\$ 11,906,105	\$ 12,527,862	\$	\$ 2,306	\$ 801,057	\$ 2,879,185	\$ 52,036	\$	\$	\$	\$ 3,734,584
Total component units	\$ 52,769,088	\$ 12,100,788	\$ 12,636,185	\$ 4,058,030	\$ 2,306	\$ 801,057	\$ (15,656,207)	\$ 2,879,185	\$ 52,036	\$ (10,250,765)	\$ (1,801,697)	\$ (23,974,085)
General revenues:												
Mineral lease revenue						\$ 15,090,026					\$ 1,506,600	\$ 16,596,626
Grants and contributions not restricted to specific programs						6,425	\$ 764,150	\$ 151,021	\$ 12,880,183			13,801,779
Gain/(Loss) on disposal of assets				\$ 25,800	\$ 572						(6,956)	19,416
Contribution to other governments					(2,620,335)			(1,368,224)				(3,988,559)
Investment earnings	15,996			15,996	76,059		160,731	4,860	4,813	39,357	9,305	311,121
Miscellaneous							322	4,115		1,182	2,695	8,314
Special item								7,900,000				7,900,000
Total general revenues	\$ 41,796	\$ (2,543,704)	\$ 15,257,504	\$ 7,304,901	\$ 155,834	\$ 12,920,722	\$ 1,511,644	\$ 34,648,697	\$	\$	\$	\$
Change in net position	\$ 44,102	\$ (1,742,647)	\$ (398,703)	\$ 10,184,086	\$ 207,870	\$ 2,669,957	\$ (290,053)	\$ 10,674,612	\$	\$	\$	\$
Net position - beginning	7,598,075	25,728,481	7,526,947	753,010	1,099,489	17,472,505	6,111,487	66,289,994	\$	\$	\$	\$
Net position - ending	\$ 7,642,177	\$ 23,985,834	\$ 7,128,244	\$ 10,937,096	\$ 1,307,359	\$ 20,142,462	\$ 5,821,434	\$ 76,964,606	\$	\$	\$	\$

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

UINTAH COUNTY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of Uintah County have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board.

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, Basic Financial Statements-and Management's Discussion and analysis-for State and Local Governments. Certain of the significant changes in the Statement include the following:

- The financial statements include:

A Management's Discussion and Analysis (MD&A) providing an analysis of the County's overall financial position and results of operations.

Financial statements prepared using full-accrual accounting for all the County's activities.

- A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements (including the notes to financial statements).

A. Reporting Entity

Uintah County, Utah (the County) operates under a three-member County Commission form of government. The County provides the following services: Countywide services, such as those provided by elected officials (including assessing and collecting property taxes for all taxing districts in the County), health and human services to the unincorporated areas, such as fire and police protection, developmental services, street lighting, traffic engineering, highways, planning and zoning, animal services and justice courts.

The accompanying financial statements include the County, which is a political subdivision with corporate powers created under Utah State law, and all of its component units, collectively referred to as the financial reporting entity. Blended component units, although legally separate entities, are in substance, part of the government's operations. Discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the government.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

A. **Reporting Entity (Continued)**

The criteria used by the County to determine the reporting entity consists of including any governmental department, agency, institution, commission or other governmental organization of which the County's governing board has financial accountability. Financial accountability is derived from the governmental units' power and includes, but is not limited to, financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. Financial accountability implies that a governmental unit is dependent on another and the dependent unit should be reported as part of the other. According to these criteria, the County considered the following entities to be component units.

Blended Component Units – Tri-County Health Department services the citizens who live in the Tri-County area of Daggett, Uintah and Duchesne Counties. Utah State law allows the creation of multi-county health departments. Local health departments are responsible within their boundaries for providing, directly or indirectly, basic public health services. The County Commissioners, within the boundaries of the health district, appoints the health district board of directors.

Municipal Building Authority of Uintah County was created by the County Commission as a body politic and corporate for the purpose of financing, owning, leasing, or operating facilities to meet the needs of the County government. It is comprised of a governing body that has been appointed by the County Commission and may be removed or replaced at any time by its discretion.

Discrete Component Units - These component units are entities, which are legally separate from the County, but are financially accountable to the County and whose relationships with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. The Component Units, column of the government-wide financial statements include the financial data of these entities.

Uintah Transportation Special Service District - The District was created by the adoption of a resolution establishing a service district. The District has been established as a separate body politic and corporate. The County appointed the board governing the District. The District was created for the purpose of building, maintaining or improving roads within the District's boundaries. The District was audited and their report issued under separate cover. An audit report can be obtained from their administrative office in Vernal, Utah.

Uintah Basin Tri-County Mental Health and Substance Abuse Local Authority (Northeastern Counseling Center) - The local Mental Health Authority has been established by the County Commissioners for the purpose of directing and providing mental health and substance abuse services to persons within the Mental Health District. The County Commissioners within the District appoint members of the board of directors. The District was audited and their report issued under separate cover. An audit report can be obtained from their administrative office in Vernal, Utah.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Uintah Recreation Special Service District - The District was created by the adoption of a resolution establishing a service district. The District has been established as a separate body politic and corporate. The County appointed the board governing the District. The District was created for the purpose of managing and operating parks and recreation facilities and recreation programs in Uintah County. The District was audited and their report issued under separate cover. An audit report can be obtained from their administrative office in Vernal, Utah.

Uintah Health Care Special Service District – The District was created by the adoption of a resolution establishing the service district. The District is to be administered by an Administrative Control Board, which is to be appointed by the Board of County Commissioners of Uintah County. The purpose of the District is to oversee, administer and manage a county owned, long-term, residential health care and day care facility that is responsive to the needs of the residents, their families, and the community at large, through a consistently high standard of customized, clinical care. The District also oversees and manages the activities of the senior program of the County. The boundaries of the District are the same as Uintah County. The District was audited and their report issued under separate cover. An audit report can be obtained from their administrative office in Vernal, Utah.

Uintah Animal Control & Shelter Special Service District –The District was created by the adoption of a resolution establishing the service district. The District is to be administered by an Administrative Control Board, which is to be appointed by the Board of County Commissioners of Uintah County. The purpose of the District is to manage the proper treatment of animals and protect citizens within the District. Information about the District and its function can be obtained from the administrative office in Vernal, Utah.

Uintah Impact Mitigation Special Service District – The District was created by the adoption of a resolution establishing the service district. The District is administered by an Administrative Control Board, which is appointed by the Board of County Commissioners of Uintah County. The purpose of the District is to promote economic development within the District and manage the impact of growth experienced in the District. Information about the District and its function can be obtained from their administrative office in Vernal, Utah.

Uintah Fire Suppression Special Service District - The District was created by the adoption of a resolution establishing the service district. The District is administered by an Administrative Control Board, which is appointed by the Board of County Commissioners of Uintah County. The District was created to better organize the fire protection service within the County and surrounding area, to provide protection to citizens within the District from fires and make available other emergency services. Information about the District and its function can be obtained from their administrative office in Vernal, Utah.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

B. Government-Wide and Fund Financial Accounting

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties for goods and services.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Direct expenses can include certain indirect costs (administrative overhead charges) that are automatically allocated to the various functions. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function; and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues but are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, component unit funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The remaining governmental and enterprise funds are combined into a single column and reported as other (non-major) funds. The internal service fund is reported in a single column on the proprietary fund financial statements.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

Governmental-wide Financial Statements -The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. 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 use of financial resources to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as expenditures. Proceeds of long-term debt are recorded as a liability in the government-wide financial statement, rather than as another financing source as in governmental funds. Amounts paid to reduce long-term debt of the County are reported as a reduction of the related liability, rather than as an expenditure in the government-wide financial statements.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

C. **Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)**

Governmental Fund Financial Statements - Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. “Measurable” means that amounts can be reasonably determined within the current period. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. Exceptions to this general rule include accumulated unpaid compensated absences and principal and interest on general long-term debt which are recognized when due.

The County reports the following major governmental funds:

- General Fund – The General Fund accounts for all activities not accounted for by other funds of the County. The principal source of revenue for this fund is property taxes.
- Municipal Building Authority - The Municipal Building Authority Fund accounts for the resource for the financing, owning, leasing and operating of facilities to meet the needs of the County government.
- Capital Project Fund – The Capital Project Fund is used to account for financial resources to be used for the acquisition or construction of capital assets other than those financed by proprietary funds.

The County’s non-major governmental funds include other special revenue funds, debt service fund and a permanent fund. The non-major special revenue funds account for specific revenue sources that are legally restricted, committed or assigned to expenditures, for specified purposes. The Debt Service Fund accounts for resources used for the payment of interest and principal on general long-term debt obligations. The permanent fund accounts for resources earned and held in the tax stability fund to be used in future periods.

Proprietary Fund Financial Statements – Proprietary funds include enterprise funds and internal service funds. Internal Service funds are used to account for the goods and services provided by one fund to other funds of the County, rather than to the general public. The financial statements of the proprietary funds are reported similar to the government-wide financial statements in that they both use the economic resources measurement focus and the accrual basis of accounting.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

C. **Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)**

Proprietary funds distinguish between operating and non-operating revenues and expenses. Operating revenues and expenses result from providing goods and services relating to the primary operations of the proprietary fund. Other revenues and expenses are reported as non-operating.

The county reports the following major proprietary funds:

- Western Park Fund – The Western Park Fund accounts for the resource and expenditures in the operating and maintaining of the Western Park Arena and related facilities associated with the activities at the arena.
- Care Center Fund – The Care Center Fund accounts for the resources needed for the repayment of debt used in the construction of the Uintah Care Center building and to help in the funding of certain health care services in the county.

The County's non-major proprietary funds include the Landfill Fund and the Telecom Fund. The Landfill Fund accounts for resources used in the operation of the County landfill. The Telecom Fund accounts for the resources used in maintaining a 911 service for the County.

Internal Service Fund – The Internal Service Fund accounts for the resources used to pay health insurance premiums for the County. The Internal Service Fund is reported on the proprietary fund statements. In the government-wide financial statement, the internal service fund is included with governmental activities since most of the services provided by the internal service fund are for governmental purposes.

Fiduciary Fund Financial Statements – Fiduciary funds are used to account for assets held by the County in a trustee capacity or as an agent for other organizations or individuals. These statements are reported using the economic resources measurement focus and the accrual basis of accounting. The county only has the following two types of fiduciary funds.

- Agency Funds – Agency Funds are used to account for assets held by the County as an agent for other governments, private organizations, or individuals. Agency Funds include Treasurer's Tax Collection and Special Deposits. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.
- Private Purpose Trust – The County has two private purpose trust funds. The Girt Trust fund is interest received by the county from a private contribution, which is used to help under privileged children. The Cemetery Trust fund accounts for revenue received and expenditures by various cemeteries in the County to maintain these cemeteries.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

C. **Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)**

Interfund Transactions – Interfund transactions represent transactions between different funds within the County. In general, interfund activity including internal service fund transactions have been eliminated from the government-wide financial statements in an effort to minimize the doubling-up of revenues and expenditures resulting from such transactions. Interfund services provided and used between different functional categories, however, have not been eliminated from the government-wide financial statement so as not to distort the direct costs and program revenues reported in the various functions concerned.

Transfers between governmental and business-type activities are reported at the net amount in the government-wide Statement of Activities. Interfund receivables and payables have been eliminated from the government-wide Statement of Net Position except for those amounts due between governmental and business-type activities. Such amounts are reported at the net amount as “internal balances” and offset each other to result in a zero balance in the total column.

Program Revenues/Operating Revenues and Expenses From Non-Operating Items – Amounts reported as program revenues include 1) charges for fees, rental, material, supplies, or services provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating 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.

D. **Budgetary Data**

Budgets are presented on the modified accrual basis of accounting for all governmental funds and on the accrual basis for proprietary funds. Budgets are not adopted for the agency fund. All annual appropriations lapse at fiscal year end. The following procedures are used in establishing the budgetary data reflected in the financial statements.

1. A formal budget is adopted for all funds, which require a budget: all general, special revenue, debt service, capital projects, permanent funds and enterprise funds. The budget is a complete financial plan, which identifies all estimated revenues and all appropriations for expenditure for the year. The budget must balance, that is estimated revenues and other financing sources must equal appropriated expenditures.
2. By November 1, the County Auditor submits to the Board of County Commissioners a proposed operating budget for the fiscal year for all funds beginning January 1.
3. The Board of County Commissioners discusses and approves the budget and sets a date for a public hearing on the proposed budget.
4. A public hearing is held to obtain taxpayer comments and the budget is adopted.
5. The Commission can transfer budgeted amounts between line items or departments by resolution, but any action that increases the total general fund budget must be approved by resolution only after a public hearing. (The budgets of other funds may be increased after giving public notice.)

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

E. Cash and Cash Equivalents and Investments

Cash and investment management in the County is administered by the County Treasurer in accordance with the Utah Money Management Act, Section 51-7 of the Utah code. The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition, including investments in the Public Treasurers' Investment Fund (PTIF).

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

Statement of cash flow is presented for proprietary funds under the direct method.

F. Inventories

Inventories are stated at the lower of cost or market, determined on a first-in, first-out basis. Inventories are accounted for under the consumption method where inventories are recorded as expenditures when consumed rather than when purchased.

G. Compensated Absences

Paid Time Off - It is the County's policy to permit employees to accumulate PTO (Paid Time Off) based on the years of service and hours worked. For a full time employee, they will earn 6 hours of PTO for each pay period worked if the County has employed them for 5 years or less. Seven hours can be earned per pay period if the County has employed them for 6 through 10 years and eight hours of PTO per pay period for employees the County has employed eleven or more years. Employees may accumulate earned but unused PTO up to 1,000 hours. Any amount of accumulated PTO over one thousand hours and not used at the end of the year will be purchased by the County at a rate of 70% of the employees current pay rate. Paid time off will be paid to employees at the time of retirement or other change of status.

Sick Leave Reserve – Employees of the County who were hired prior to December 31, 2007 and the implementation of the PTO policy will be able to maintain the sick days accumulated during employment. This sick leave reserve can only be used if an employee is absent for three or more consecutive days related to one illness verified by a physician. The first two days must be leave without pay or PTO and the balance may be taken from the sick leave reserve. Upon retirement, the sick leave reserve account balance shall be paid to employees at 50% of their current pay rate.

Accrued unused PTO, which vest to the employee in the government-wide financial statements for governmental activities total \$1,819,010 and for proprietary funds total \$223,478.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

H. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

I. Capital Assets

Capital assets include land, right of ways, water rights, buildings, improvements other than buildings, machinery and equipment, infrastructure (roads and bridges) and construction-in-progress. These assets are reported in the government-wide financial statements in the relevant column on the Statement of Net Position under governmental or business-type activities. Proprietary fund capital assets are also reported in the appropriate fund statements. Capital assets acquired by governmental funds are recorded as expenditures in the governmental fund financial statements. The capitalization threshold for personal property is defined to be assets with a useful life greater than one year and costing at least \$5,000. Assets purchased or constructed are generally recorded at cost. If precise cost is not available (as was the case with certain infrastructure), the asset is recorded at estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation.

When constructing capital assets, interest expense incurred relating to governmental or proprietary activities is capitalized.

Depreciation of all exhaustible capital assets is charged as an expense against operations for proprietary funds and is charged to the various functional expenses or business-type activities in the government-wide Statement of Activities. Accumulated depreciation is reported on proprietary fund and government-wide Statement of Net Position. Depreciation is provided over the estimated useful lives using the straight-line method. Estimated useful lives are as follows:

Buildings	20-40 years
Improvements	15-40 years
Equipment	4-10 years
Infrastructure, (bridges)	40 years

The County has adopted an allowable alternative to reporting depreciation for its road 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.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

J. **Net Position/Fund Balances**

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

In the governmental fund financial statements, fund balances are classified as nonspendable, restricted, committed, assigned and unassigned.

2. **CAPITAL ASSETS**

Capital asset activity for the year ended December 31, 2014 was as follows:

Primary Government Governmental activities:	BEGINNING BALANCE	INCREASES	DECREASES	ENDING BALANCE
Capital assets not being depreciated:				
Land	\$ 14,983,545		\$ 156,566	\$ 14,826,979
Water rights		\$ 280,995		280,995
Infrastructure (Roads)	238,256,718			238,256,718
Rights of Way	3,050,400			3,050,400
Work in progress	1,097,425	14,777,947	1,345,608	14,529,764
Total capital assets not being depreciated	<u>\$ 257,388,088</u>	<u>\$ 15,058,942</u>	<u>\$ 1,502,174</u>	<u>\$ 270,944,856</u>
Capital assets being depreciated:				
Buildings	\$ 88,422,840	\$ 1,345,608	\$ 7,279,468	\$ 82,488,980
Improvements other than buildings	6,220,479		37,746	6,182,733
Machinery and equipment	17,017,094	1,587,622	426,946	18,177,770
Infrastructure (Bridges)	7,320,796			7,320,796
Total capital assets being depreciated	<u>\$ 118,981,209</u>	<u>\$ 2,933,230</u>	<u>\$ 7,744,160</u>	<u>\$ 114,170,279</u>
Less accumulated depreciation for:				
Buildings	\$ 12,640,136	\$ 2,162,046	\$ 2,041,701	\$ 12,760,481
Improvements other than buildings	4,016,926	176,591	16,494	4,177,023
Machinery and equipment	12,389,825	1,121,639	218,274	13,293,190
Infrastructure (Bridges)	5,744,840	140,177		5,885,017
Total accumulated depreciation	<u>\$ 34,791,727</u>	<u>\$ 3,600,453</u>	<u>\$ 2,276,469</u>	<u>\$ 36,115,711</u>
Total capital assets, being depreciated, net	<u>\$ 84,189,482</u>	<u>\$ (667,223)</u>	<u>\$ 5,467,691</u>	<u>\$ 78,054,568</u>
Governmental activities capital assets, net	<u>\$ 341,577,570</u>	<u>\$ 14,391,719</u>	<u>\$ 6,969,865</u>	<u>\$ 348,999,424</u>

2. **CAPITAL ASSETS (Continued)**

	<u>BEGINNING BALANCE</u>	<u>INCREASES</u>	<u>DECREASES</u>	<u>ENDING BALANCE</u>
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 5,651,231	\$ 789,424	\$ 125,000	\$ 6,315,655
Work in Progress	3,255,861		3,255,861	
Total capital assets not being depreciated	<u>\$ 8,907,092</u>	<u>\$ 789,424</u>	<u>\$ 3,380,861</u>	<u>\$ 6,315,655</u>
Capital assets being depreciated:				
Buildings	\$ 6,589,179	\$ 4,761,123	\$ 6,276,044	\$ 5,074,258
Improvements other than buildings	806,809		195,168	611,641
Machinery and equipment	2,145,518	75,624	58,000	2,163,142
Total capital assets being depreciated	<u>\$ 9,541,506</u>	<u>\$ 4,836,747</u>	<u>\$ 6,529,212</u>	<u>\$ 7,849,041</u>
Less accumulated depreciation for:				
Buildings	\$ 3,413,054	\$ 140,388	\$ 1,056,679	\$ 2,496,763
Improvements other than buildings	501,625	21,183	195,169	327,639
Machinery and equipment	1,984,277	29,068	58,000	1,955,345
Total accumulated depreciation	<u>\$ 5,898,956</u>	<u>\$ 190,639</u>	<u>\$ 1,309,848</u>	<u>\$ 4,779,747</u>
Total capital assets, being depreciated, net	<u>\$ 3,642,550</u>	<u>\$ 4,646,108</u>	<u>\$ 5,219,364</u>	<u>\$ 3,069,294</u>
Business-type activities capital assets, net	<u>\$ 12,549,642</u>	<u>\$ 4,646,108</u>	<u>\$ 5,219,364</u>	<u>\$ 9,384,949</u>

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

Governmental activities:

General government	\$ 257,239
Public safety	1,636,520
Public Health	408,786
Highways and public improvements	764,829
Parks and recreation	530,668
Conservation and economic development	2,411
Total depreciation expense - governmental activities	<u>\$ 3,600,453</u>

Business-type activities:

Western Park	\$ 178,482
Landfill	3,067
Telecom	9,090
Total depreciation expense - Business-Type Activities	<u>\$ 190,639</u>

Total depreciation expense \$ 3,791,092

3. LONG-TERM DEBT

Annual debt service requirements to maturity for bonds are as follows:

Year Ending December 31,	<u>Governmental Activities</u>			<u>Business-type Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 1,554,500	\$ 2,254,587	\$ 3,809,087	\$ 25,000	\$ 625	\$ 25,625
2016	1,751,500	2,205,112	3,956,612	25,000	500	25,500
2017	1,802,500	2,151,956	3,954,456	25,000	375	25,375
2018	1,821,952	2,094,644	3,916,596	25,000	250	25,250
2019	1,815,500	2,036,062	3,851,562	25,000	125	25,125
2020-2024	9,454,000	9,298,344	18,752,344			
2025-2029	10,993,587	7,630,312	18,623,899			
2030-2034	12,850,765	5,417,950	18,268,715			
2035-2039	15,174,000	2,546,787	17,720,787			
2040-2044	4,806,000	116,025	4,922,025			
2045	150,000		150,000			
	<u>\$ 62,174,304</u>	<u>\$ 35,751,779</u>	<u>\$ 97,926,083</u>	<u>\$ 125,000</u>	<u>\$ 1,875</u>	<u>\$ 126,875</u>

Revenue Bonds payable at December 31, 2014 with their outstanding balances, are comprised of the following individual issues:

Governmental Activities:

Taxable Lease Revenue Bonds Series 2006A, issued December 19, 2006. The bonds are zero percent bonds with principal payments due beginning October 1, 2008 in the amount of \$166,000 and increasing to \$167,000 on October 1, 2018. The purpose of the bonds is to be used for the construction of a new recreation center in Vernal, Utah.	\$ 3,838,000
Taxable Lease Revenue Bond Series 2005, issued on October 25, 2005. The purpose of the bond is to make improvements to Western Parks. Payments begin January 1, 2007 and continue through January 1, 2026. Each annual payment is \$45,000. The bond is a zero percent interest bond.	\$ 495,000
On December 21, 2011, the Uintah County Municipal Building Authority issued \$711,000 of Series 2011A Taxable Lease Revenue Bonds. The bonds are to be used for the construction of a new fence around the Uintah County Airport. Principal debt payments begin October 1, 2011 and mature on October 1, 2031. The principal payment amounts ranging from \$27,000 to \$36,000 annually. The bonds carry an interest rate of zero percent interest.	\$ 586,765

3. **LONG-TERM DEBT (Continued)**

Governmental Activities (Continued):

Lease Revenue Bond Series 2000D, due in annual installments of \$32,500, beginning September 1, 2002 and maturing September 1, 2021. The bond is a zero percent interest bond. The purpose of the bond is to purchase real property and pay for the construction of a building to house the Northeastern Counseling Center. \$ 227,500

Lease Revenue Bond Series 2014, due in annual installments of \$150,000 beginning July 1, 2016 and maturing July 1, 2045. The bond is a zero percent interest bond. The purpose of the bonds is to finance the remodel and construction of shop buildings and related improvements and paying necessary expense incidental thereto for the Western Park Expansion. \$ 4,500,000

During the year ended December 31, 2007, the Uintah County Municipal Building Authority issued Taxable Lease Revenue Bond, Series 2007A. The principal amount of the original issue was \$443,000. The bonds are to be used to purchase equipment for the Road Department. Principal repayments on the bonds begin January 1, 2009 and mature January 1, 2018 with payments ranging from \$44,000 to \$47,000 annually and carry zero percent interest. \$ 137,453

During the year ended December 31, 2007, the Uintah County Municipal Building Authority issued Taxable Lease Revenue Bond, Series 2007B. The principal amount of the original issue was \$625,000. The bonds are to be used to purchase equipment for the Landfill. Principal repayments on the bonds begin April 1, 2009 and mature April 1, 2018 with payments ranging from \$58,000 to \$63,000 annually and carry zero percent interest. \$ 247,000

During the year ended December 31, 2007, the Uintah County Municipal Building Authority issued Taxable Lease Revenue Bond, Series 2007C. The principal amount of the original issue was \$635,000. The bonds are to be used to help in the construction of a building for the Landfill. Principal repayments on the bonds begin April 1, 2009 and mature April 1, 2028 with payments ranging from \$27,000 to \$32,000 annually and carry zero percent interest \$ 443,000

During the year ended December 31, 2007, the Uintah County Municipal Building Authority issued Taxable Lease Revenue Bond, Series 2007D. The principal amount of the original issue was \$2,300,000. The bonds are to be used to help fund the construction of a new building to be leased to Tri-County Health District. Principal repayments on the bonds begin October 1, 2008 and mature October 1, 2037 with payments ranging from \$67,000 to \$77,000 annually and carry zero percent interest. \$ 1,761,000

3. **LONG-TERM DEBT (Continued)**

Governmental Activities (Continued):

During the year ended December 31, 2011, the County received approval to issue Lease Revenue Bonds, Series 2011C in the amount of \$3,000,000, of this amount \$1,889,808 was issued and used in the construction of the new library. The balance of the \$3,000,000 was issued during the year ended December 31, 2012 and used in final construction of the Uintah library. The bonds carry an interest rate of 2.5% per annum and begin to accrue interest on April 1, 2012 with principal and interest payments Beginning April 1, 2013 and continuing on each April 1 thereafter. \$ 2,862,000

On July 31, 2008, Uintah County Municipal Building Authority issued \$39,725,000 of Lease Revenue Bonds, Series 2008A. The bonds are to be used for the construction and furnishing of a new Public Safety Facility. Principal debt payments begin June 1, 2011 with payment amounts ranging from \$730,000 to \$2,410,000 annually. The bonds carry an interest rate of 5.0%. Interest only payments begin December 1, 2008 and continue until June 1, 2011 when both principal and interest on bonds will begin \$36,445,000

On July 31, 2008, Uintah County Municipal Building Authority issued \$10,000,000 of Lease Revenue Bonds, Series 2008B. The bonds are to be used for the construction and furnishing of a new Public Safety Facility. Principal payments on the debt will begin June 1, 2021 with payments ranging from \$391,000 to \$626,000. The bonds will carry a 2.5% interest rate. The first payment is due June 1, 2011 and additional interest only payments will Continue until June 1, 2021. \$10,000,000

On December 21, 2011, the Uintah County Municipal Building Authority issued \$850,000 of Series 2011B Taxable Lease Revenue Bonds for the purpose of purchasing a snowplow to be used at the Uintah County airport. Principal payments on the bonds begin October 1, 2012 and mature October 1, 2026 with payments ranging from \$52,000 to \$57,000 annually and carry a zero percent interest rate. \$ 631,586

Total Governmental Activities Debt \$62,174,304

Business-type Activities :

Limited Obligation Bond Series 1994, due in annual installments ranging from \$23,000 to \$25,000, beginning August 15, 1995 and maturing August 15, 2019. The bond is a .5% interest bond. The purpose of the bond was to finance the costs of improvements to the Uintah County Western Park complex. \$ 125,000

3. **LONG-TERM DEBT (Continued)**

Changes in long-term liabilities

Long-term liability activity for the year ended December 31, 2014 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable:					
Revenue bonds	\$ 59,279,217	\$ 4,500,000	\$ 1,604,913	\$ 62,174,304	\$ 1,554,500
Compensated Absences	<u>1,813,729</u>	<u>5,281</u>		<u>1,819,010</u>	
Governmental activity long-term liabilities	<u>\$ 61,092,946</u>	<u>\$ 4,505,281</u>	<u>\$ 1,604,913</u>	<u>\$ 63,993,314</u>	<u>\$ 1,554,500</u>
Business-type activities:					
Bonds payable:					
Revenue bonds	\$ 150,000		\$ 25,000	\$ 125,000	\$ 25,000
Compensated Absences	<u>208,389</u>	<u>\$ 15,089</u>		<u>223,478</u>	
Business-type activity long-term liabilities	<u>\$ 358,389</u>	<u>\$ 15,089</u>	<u>\$ 25,000</u>	<u>\$ 348,478</u>	<u>\$ 25,000</u>

3. LONG-TERM DEBT (Continued)

Component Units

Long-term liability activity for the year ended December 31, 2014 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-type activities:					
Capital leases	\$ 4,690,893		\$ (266,333)	\$ 4,424,560	\$ 238,500
Bonds payable	1,493,000		(172,000)	1,321,000	172,000
Business-type activity long-term liabilities	<u>\$ 6,183,893</u>	<u>\$...</u>	<u>\$ (438,333)</u>	<u>\$ 5,745,560</u>	<u>\$ 410,500</u>
Governmental activities:					
Bonds payable:					
Revenue bonds	\$ 34,835,000		\$ (2,698,000)	\$ 32,137,000	\$ 2,743,000
Governmental activity long-term liabilities	<u>\$ 34,835,000</u>	<u>\$...</u>	<u>\$ (2,698,000)</u>	<u>\$ 32,137,000</u>	<u>\$ 2,743,000</u>

Proprietary Debt

On March 16, 1994, Uintah County closed on a limited obligation bond in the amount of \$600,000 for the purpose of financing the costs of improvements to the Uintah County Western Park and to pay certain issuance expenses. The Bond bears interest at the rate of one-half of one percent (0.5%) per annum. Interest on the Bond shall accrue on the unpaid principal balance from August 15, 1994 and shall be payable annually on August 15, of each year commencing August 15, 1995 and ending on August 15, 2019. In order to defease the Bond and to provide funds for the payment of principal and interest on the Bond, the County has entered into an escrow agreement with Westone bank where funds have been deposited and invested in Government Obligations which together with interest earnings to accrue thereon, shall be sufficient to pay the principal of and interest on the Bonds as they become due and payable. The amount held in escrow at December 31, 2014, was \$28,236. The balance outstanding on the limited obligation bond is \$125,000 as of December 31, 2014.

3. **LONG-TERM DEBT (Continued)**

General Governmental Type Debt

On October 13, 2000, the Municipal Building Authority of Uintah County issued Lease Revenue Bond Series 2000D in the principal amount of \$650,000 together with a 0% rate of interest. Lease Revenue Bonds, Series 2000D were issued for the purpose of acquisition of land and the construction of a new approximately 7,000 square foot building to house the Vernal offices of the Northeastern Counseling Center and related improvements. Repayment of principal begins September 1, 2002. The repayment schedule is as follows:

<u>Principal Payment Date</u>	<u>Amount of Principal Payment</u>
September 1, 2015	\$ 32,500
September 1, 2016	32,500
September 1, 2017	32,500
September 1, 2018	32,500
September 1, 2019	32,500
September 1, 2020	32,500
September 1, 2021	32,500
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	\$ 227,500

3. **LONG-TERM DEBT (Continued)**

General Governmental Type Debt (Continued)

On October 25, 2005, Uintah County Municipal Building Authority issued Taxable Lease Revenue Bonds Series 2005 in the principal amount of \$900,000 together with interest at the rate of zero percent. The principal becomes payable beginning January 1, 2007 and matures January 1, 2025. The purpose for issuing the bonds was to construct phase 4 at the Western Park facilities.

<u>Principal Payment Date</u>	<u>Amount of Principal Payment</u>
January 1, 2015	\$ 45,000
January 1, 2016	45,000
January 1, 2017	45,000
January 1, 2018	45,000
January 1, 2019	45,000
January 1, 2020	45,000
January 1, 2021	45,000
January 1, 2022	45,000
January 1, 2023	45,000
January 1, 2024	45,000
January 1, 2025	45,000
	<u>\$ 495,000</u>

On December 9, 2006, the Municipal Building Authority of Uintah County issued Taxable Lease Revenue Bond Series 2006A in the principal amount of \$5,000,000 together with a 0% rate of interest. Lease Revenue Bonds, Series 2006A were issued for the purpose of constructing a new recreation center located in Vernal, Utah. The County will own approximately 37% of the new recreation center building. Repayment of principal begins October 1, 2008 and ending October 1, 2037. The principal payments range from \$166,000 to \$167,000. The repayment schedule is as follows.

3. **LONG-TERM DEBT (Continued)**

General Governmental Type Debt (Continued)

<u>Principal Payment Date</u>	<u>Amount of Principal Repayment</u>
October 1, 2015	\$ 166,000
October 1, 2016	166,000
October 1, 2017	166,000
October 1, 2018	167,000
October 1, 2019	167,000
October 1, 2020	167,000
October 1, 2021	167,000
October 1, 2022	167,000
October 1, 2023	167,000
October 1, 2024	167,000
October 1, 2025	167,000
October 1, 2026	167,000
October 1, 2027	167,000
October 1, 2028	167,000
October 1, 2029	167,000
October 1, 2030	167,000
October 1, 2031	167,000
October 1, 2032	167,000
October 1, 2033	167,000
October 1, 2034	167,000
October 1, 2035	167,000
October 1, 2036	167,000
October 1, 2037	167,000
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	\$ 3,838,000

3. **LONG-TERM DEBT (Continued)**

General Governmental Type Debt (Continued)

During the year ended December 31, 2014, Uintah County Municipal Building Authority issued \$4,500,000 of Lease Revenue Bonds, Series 2014. The bonds were issued to be used for the architectural design, landscaping and remodeling of the Western Park facility including the construction of a shop, exhibit hall, convention center and parking lot. The bond is a zero percent interest loan. The first principal payment will be made on July 1, 2016. Principal payments will continue each July 1, until 2045 at which time, the bonds will be paid in full.

<u>Principal Payment Date</u>	<u>Amount of Principal Repayment</u>
July 1, 2016	\$ 150,000
July 1, 2017	150,000
July 1, 2018	150,000
July 1, 2019	150,000
July 1, 2020	150,000
July 1, 2021	150,000
July 1, 2022	150,000
July 1, 2023	150,000
July 1, 2024	150,000
July 1, 2025	150,000
July 1, 2026	150,000
July 1, 2027	150,000
July 1, 2028	150,000
July 1, 2029	150,000
July 1, 2030	150,000
July 1, 2031	150,000
July 1, 2032	150,000
July 1, 2033	150,000
July 1, 2034	150,000
July 1, 2035	150,000
July 1, 2036	150,000
July 1, 2037	150,000
July 1, 2038	150,000
July 1, 2039	150,000
July 1, 2040	150,000
July 1, 2041	150,000
July 1, 2042	150,000
July 1, 2043	150,000
July 1, 2044	150,000
July 1, 2045	150,000
	<hr/>
	\$ 4,500,000

3. LONG-TERM DEBT (Continued)

During the year ended December 31, 2007, the Uintah County Municipal Building Authority issued Taxable Lease Revenue Bond, Series 2007A. The principal amount of the original issue was \$443,000. The bonds are to be used to purchase equipment for the Road Department. Principal repayments on the bonds begin January 1, 2009 and mature January 1, 2018 with payments ranging from \$44,000 to \$47,000 annually and carry zero percent interest. The repayment schedule is as follows:

<u>Principal Payment Date</u>	<u>Amount of Principal Payment</u>
January 1, 2015	\$ 44,000
January 1, 2016	44,000
January 1, 2017	44,000
January 1, 2018	<u>5,452</u>
	<u>\$ 137,452</u>

During the year ended December 31, 2007, the Uintah County Municipal Building Authority issued Taxable Lease Revenue Bond, Series 2007B. The principal amount of the original issue was \$625,000. The bonds are to be used to purchase equipment for the Landfill. Principal repayments on the bonds begin April 1, 2009, and mature April 1, 2018 with payments ranging from \$58,000 to \$63,000 annually and carry zero percent interest. The repayment schedule is as follows:

<u>Principal Payment Date</u>	<u>Amount of Principal Payment</u>
April 1, 2015	\$ 63,000
April 1, 2016	63,000
April 1, 2017	63,000
April 1, 2018	<u>58,000</u>
	<u>\$ 247,000</u>

3. **LONG-TERM DEBT (Continued)**

General Governmental Type Debt (Continued)

During the year ended December 31, 2007, the Uintah County Municipal Building Authority issued Taxable Lease Revenue Bond, Series 2007C. The principal amount of the original issue was \$635,000. The bonds are to be used to help in the construction of a building for the Landfill. Principal repayments on the bonds begin April 1, 2009, and mature April 1, 2028 with payments ranging from \$27,000 to \$32,000 annually and carry zero percent interest. The repayment schedule is as follows:

<u>Principal Payment Date</u>	<u>Amount of Principal Payment</u>
April 1, 2015	\$ 32,000
April 1, 2016	32,000
April 1, 2017	32,000
April 1, 2018	32,000
April 1, 2019	32,000
April 1, 2020	32,000
April 1, 2021	32,000
April 1, 2022	32,000
April 1, 2023	32,000
April 1, 2024	32,000
April 1, 2025	32,000
April 1, 2026	32,000
April 1, 2027	32,000
April 1, 2028	27,000
	<hr/>
	\$ 443,000

3. **LONG-TERM DEBT (Continued)**

General Governmental Type Debt (Continued)

During the year ended December 31, 2007, the Uintah County Municipal Building Authority issued Taxable Lease Revenue Bond, Series 2007D. The principal amount of the original issue was \$2,300,000. The bonds are to be used to help fund the construction of a new building to be leased to Tri-County Health District. Principal repayments on the bonds begin October 1, 2008 and mature October 1, 2037 with payments ranging from \$67,000 to \$77,000 annually and carry zero percent interest. The repayment schedule is as follows:

<u>Principal Payment Date</u>	<u>Amount of Principal Payment</u>
October 1, 2015	\$ 77,000
October 1, 2016	77,000
October 1, 2017	77,000
October 1, 2018	77,000
October 1, 2019	77,000
October 1, 2020	77,000
October 1, 2021	77,000
October 1, 2022	77,000
October 1, 2023	77,000
October 1, 2024	77,000
October 1, 2025	77,000
October 1, 2026	77,000
October 1, 2027	77,000
October 1, 2028	77,000
October 1, 2029	77,000
October 1, 2030	77,000
October 1, 2031	77,000
October 1, 2032	77,000
October 1, 2033	77,000
October 1, 2034	77,000
October 1, 2035	77,000
October 1, 2036	77,000
October 1, 2037	67,000
	<hr/>
	\$ 1,761,000

3. **LONG-TERM DEBT (Continued)**

General Governmental Type Debt (Continued)

On June 30, 2011, Uintah County Municipal Building Authority issued \$3,000,000 of Lease Revenue Bonds, Series 2011C of which the County received the balance of all loan fund in the year ended December 31, 2012. The bonds are to be used to construct a 30,000 square foot building that will house multiple resources including a regional history center, the Uintah County Archives, computer training classrooms, health information research center, parents information center, emergency literacy center, job resource center and a do-it-yourself learning zone. Interest at the rate of 2.5% per annum on the Series 2011C Bonds shall begin to accrue on April 1, 2012 and the Authority shall make the principal and interest payments stated for each year beginning April 1, 2013 and continuing on each April 1 thereafter until the Series 2011C Bonds shall be paid in full. Principal payments range from \$68,000 to \$140,000.

<u>Principal Payment Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 72,000	\$ 71,550	\$ 143,550
2016	74,000	69,750	143,750
2017	75,000	67,900	142,900
2018	77,000	66,025	143,025
2019	79,000	64,100	143,100
2020	81,000	62,125	143,125
2021	83,000	60,100	143,100
2022	85,000	58,025	143,025
2023	87,000	55,900	142,900
2024	90,000	53,725	143,725
2025	92,000	51,475	143,475
2026	94,000	49,175	143,175
2027	97,000	46,825	143,825
2028	99,000	44,400	143,400
2029	101,000	41,925	142,925
2030	104,000	39,400	143,400
2031	107,000	36,800	143,800
2032	109,000	34,125	143,125
2033	112,000	31,400	143,400
2034	115,000	28,600	143,600
2035	118,000	25,725	143,725
2036	121,000	22,775	143,775
2037	124,000	19,750	143,750
2038	127,000	16,650	143,650
2039	130,000	13,475	143,475
2040	133,000	10,225	143,225
2041	136,000	6,900	142,900
2042	140,000	3,500	143,500
	<u>\$ 2,862,000</u>	<u>\$ 1,152,325</u>	<u>\$ 4,014,325</u>

3. **LONG-TERM DEBT (Continued)**

General Governmental Type Debt (Continued)

On July 31, 2008 Uintah County Municipal Building Authority issued \$39,725,000 of Lease Revenue Bonds, Series 2008A. The bonds are to be used for the construction and furnishing of a new Public Safety Facility. Principal debt payments begin June 1, 2011 with payments ranging from \$730,000 to \$2,410,000 annually. The bonds carry an interest rate of 5.0%. Interest only payments begin on December 1, 2008 and continue until June 1, 2011 when both principal and interest payments on the bonds begin. The repayment schedule is as follows:

<u>Principal Payment Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 930,000	\$ 1,934,838	\$ 2,864,838
2016	975,000	1,887,213	2,862,213
2017	1,025,000	1,835,931	2,860,931
2018	1,085,000	1,780,544	2,865,544
2019	1,140,000	1,722,137	2,862,137
2020	1,200,000	1,660,712	2,860,712
2021	865,000	1,606,505	2,471,505
2022	910,000	1,561,050	2,471,050
2023	960,000	1,514,300	2,474,300
2024	1,005,000	1,465,175	2,470,175
2025	1,060,000	1,411,960	2,471,960
2026	1,120,000	1,354,190	2,474,190
2027	1,180,000	1,293,240	2,473,240
2028	1,240,000	1,229,110	2,469,110
2029	1,315,000	1,160,087	2,475,087
2030	1,390,000	1,085,700	2,475,700
2031	1,470,000	1,007,050	2,477,050
2032	1,550,000	924,000	2,474,000
2033	1,640,000	836,275	2,476,275
2034	1,730,000	743,600	2,473,600
2035	1,830,000	645,700	2,475,700
2036	1,935,000	542,163	2,477,163
2037	2,040,000	432,850	2,472,850
2038	2,160,000	317,350	2,477,350
2039	2,280,000	195,250	2,475,250
2040	2,410,000	66,273	2,476,273
	<u>\$ 36,445,000</u>	<u>\$ 30,213,203</u>	<u>\$ 66,658,203</u>

3. **LONG-TERM DEBT (Continued)**

General Governmental Type Debt (Continued)

On July 31, 2008 Uintah County Municipal Building Authority issued \$10,000,000 of Lease Revenue Bonds, Series 2008B. The bonds are to be used for the construction and furnishing of a new Public Safety Facility. Principal debt payments begin June 1, 2021 with payments ranging from \$391,000 to \$626,000 annually. The bonds carry an interest rate of 2.50%. Interest only payments begin on June 1, 2011 and continue until June 1, 2021 when both principal and interest payments on the bonds begin. The repayment schedule is as follows:

<u>Principal Payment Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015		\$ 250,000	\$ 250,000
2016		250,000	250,000
2017		250,000	250,000
2018		250,000	250,000
2019		250,000	250,000
2020		250,000	250,000
2021	\$ 391,000	250,000	641,000
2022	401,000	240,225	641,225
2023	411,000	230,200	641,200
2024	422,000	219,925	641,925
2025	432,000	209,375	641,375
2026	443,000	198,575	641,575
2027	454,000	187,500	641,500
2028	465,000	176,150	641,150
2029	477,000	164,525	641,525
2030	489,000	152,600	641,600
2031	501,000	140,375	641,375
2032	514,000	127,850	641,850
2033	526,000	115,000	641,000
2034	540,000	101,850	641,850
2035	553,000	88,350	641,350
2036	567,000	74,525	641,525
2037	581,000	60,350	641,350
2038	596,000	45,825	641,825
2039	611,000	30,925	641,925
2040	626,000	15,650	641,650
	<u>\$ 10,000,000</u>	<u>\$ 4,329,775</u>	<u>\$ 14,329,775</u>

3. **LONG-TERM DEBT (Continued)**

General Governmental Type Debt (Continued)

On December 21, 2011, the Uintah County Municipal Building Authority issued \$711,000 of Series 2011A Taxable Lease Revenue Bonds. The bonds are to be used for the construction of a new fence around the Uintah County Airport. Principal debt payments begin October 1, 2011 and mature on October 1, 2031. The principal payment amounts ranging from \$27,000 to \$36,000 annually. The bonds carry an interest rate of zero percent interest. The repayment schedule is as follows:

<u>Principal Payment Date</u>	<u>Amount of Principal Payment</u>
October 1, 2015	\$ 36,000
October 1, 2016	36,000
October 1, 2017	36,000
October 1, 2018	36,000
October 1, 2019	36,000
October 1, 2020	36,000
October 1, 2021	36,000
October 1, 2022	36,000
October 1, 2023	36,000
October 1, 2024	36,000
October 1, 2025	36,000
October 1, 2026	36,000
October 1, 2027	36,000
October 1, 2028	36,000
October 1, 2029	36,000
October 1, 2030	36,000
October 1, 2031	10,764
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	\$ 586,764

3. **LONG-TERM DEBT (Continued)**

General Governmental Type Debt (Continued)

On December 21, 2011, the Uintah County Municipal Building Authority issued \$850,000 of Series 2011B Taxable Lease Revenue Bonds for the purpose of purchasing a snowplow to be used at the Uintah County airport. Principal repayments on the bonds begin October 1, 2012, and mature October 1, 2026 with payments ranging from \$52,000 to \$57,000 annually and carry zero percent interest. The new snowplow is collateral for these bonds. The repayment schedule is as follows:

<u>Principal Payment Date</u>	<u>Amount of Principal Payment</u>
October 1, 2015	\$ 57,000
October 1, 2016	57,000
October 1, 2017	57,000
October 1, 2018	57,000
October 1, 2019	57,000
October 1, 2020	57,000
October 1, 2021	57,000
October 1, 2022	57,000
October 1, 2023	57,000
October 1, 2024	57,000
October 1, 2025	57,000
October 1, 2026	4,588
	<u>\$ 631,588</u>

4. DEPOSITS AND INVESTMENTS

It is the County's policy to follow the requirements of the Utah Money Management Act (Utah Code Annotated 1953, Section 51, Chapter 7) (the Act) in handling its depository and investment transactions. The Act creates the Utah Money Management Council (the "Council"), a five-member body, appointed by the Governor of the State, which exercises oversight of public deposits and investments.

The County maintains a cash and investment pool that is used by all funds. Each major fund's portion of this pool, and the aggregate portion of the pool relating to non-major funds and internal service funds, is displayed on the Balance Sheet for Governmental Funds and the Statement of Net Position for proprietary funds, respectively, as "cash and investments." Total non-fiduciary cash and investments are also reflected on the government-wide Statement of Net Position. The fiduciary fund's portion is found on the Statement of Fiduciary Assets and Liabilities. Income from the investment of the pooled cash is allocated based on each fund's balance in the pool. In addition, cash is separately held by several funds.

Custodial Credit Risk-Deposits

The Act requires the depositing of public funds only in a "qualified depository" or a "permitted depository". A "qualified depository" is a Utah depository institution, which complies with capital ratios and public deposit limits established by rule of the Council and which has been certified by the State Commissioner of Financial Institutions for deposit of public funds. A "permitted depository" is an out-of-state financial institution that meets quality criteria established by rule of the Council. The custodial credit risk for deposits is the risk that in the event of a bank failure, the County's deposits may not be recovered.

The County's deposits are insured up to \$250,000, per account by the Federal Deposit Insurance Corporation. The deposits in the bank in excess of the insured amount are uninsured and uncollateralized. Uninsured deposits are not collateralized nor are they required to be by State statute. At December 31, 2014, the bank balance of the County's deposits was \$9,336,997 of which Federal Deposit Insurance Corporation covers \$250,000.

Investments

Investments are recorded at fair value or at cost where there is no material difference from fair value based upon quoted market prices as of December 31, 2014, with the difference between the purchase price and market price being recorded as interest income.

The Act also defines the types of securities allowed as appropriate investments for the County and the conditions for making investment transactions. Investment transactions are to be conducted through qualified depositories, certified dealers, or directly with the issuer of the securities.

Allowable investments under the Act include:

- Negotiable or nonnegotiable deposits of qualified depositories and permitted depositories.
- Repurchase agreements with qualified depositories or government security dealers certified by the director of the State Division of Securities as meeting quality criteria established by the State Money Management Council.

4. DEPOSITS AND INVESTMENTS (Continued)

Allowable investments under the Act include (Continued):

- Commercial paper, which is classified as “first tier” by two nationally recognized statistical rating organizations, one of which must be Moody’s Investors Service or Standard and Poor’s, which have a remaining term of 270 days or less.
- Bankers’ acceptances, that are eligible for discount at a Federal reserve bank and which have a remaining term of 270 days or less.
- Obligations of the United States Treasury, including bills, notes, and bonds.
- Obligations other than mortgage pools and other mortgage derivative products issued by or fully guaranteed as to principal and interest by the following agencies or instrumentalities of the United States in which a market is made by a primary reporting government securities dealer: Federal Farm Credit banks, Federal Home Loan banks, Federal National mortgage Association, Federal Home Loan Mortgage Corporation, Student Loan Marketing Association, Federal Agriculture Mortgage Corporation, and Tennessee Valley Authority.
- Corporate obligations maturing in two years or less, which are rated “A” or higher by two nationally recognized statistical rating organizations, one of which must be Moody’s Investors Service or Standard and Poor’s.
- Shares or certificates in a money market mutual fund that comply with Rule 2a-7 of the Securities Exchange Commission.
- Utah Public Treasurer’s Investment Fund.

The carrying amount and fair value of the County’s investments at December 31, 2014 is as follows:

<u>Investment Type</u>	Carrying Amount and Fair Value	Investment Maturities (in years)			
		Less Than 1	1-5	6-10	More Than 10
<u>Debt Securities</u>					
U.S. Treasury Securities	\$ 3,289,558				
Corporation bonds	19,682,695				
Repurchase agreements	3,963,618				
Collateralized Money Market	28,236				
	<u>\$ 26,964,107</u>	<u>\$...</u>	<u>\$...</u>	<u>\$...</u>	<u>\$...</u>
<u>Other Investments</u>					
Utah Public Treas. Invest. Fund	<u>64,057,387</u>				
Total investments	<u>\$ 91,021,494</u>				

4. DEPOSITS AND INVESTMENTS (Continued)

The Utah Public Treasurer's Investment Fund ("the Pool") is a voluntary external Local Government Investment Pool managed by the Utah State Treasurer to improve investment efficiency and yield. These monies are invested in securities permitted by the Act and contain no withdrawal restrictions other than timely notice of intent to withdraw an amount greater than \$2 million. Investment activity of the State Treasurer in the management of the Pool is reviewed monthly by the Council and is audited by the Utah State Auditor. Monies invested in this fund are not insured and are subject to the same market risks as any similar investment in money market funds. The fair value of the PTIF investment pool is approximately equal to the value of the pool shares

Government and agency securities consist of U.S. Treasury bonds, notes and bills, Federal Home notes and government mutual funds with underlying securities that are U.S. Treasury bonds, notes and bills.

Interest Rate Risk-Investments

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. Section 51-7-11 of the Act requires that the remaining term to maturity of investments may not exceed the period of availability of the funds to be invested. The Act further limits the remaining term to maturity on all investments in commercial paper and bankers' acceptances to 270 days or less and to 365 days or less for fixed rate negotiable deposits, and fixed rate corporate obligations. In addition, variable rate negotiable deposits and variable rate securities may not have a remaining term to final maturity exceeding two years.

Credit Risk of Debt Securities

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The County and Component Units follows the Utah Money Management Act as previously discussed as its policy for reducing exposure to investment credit risk.

The County's rated debt investments as of December 31, 2014 were rated by Standard and Poor's and/or an equivalent nationally recognized statistical rating organization and the ratings are presented below using the Standard and Poor's rating scale.

	<u>Carrying Amount and Fair Value</u>	<u>Quality Rating</u>
<u>Debt Securities</u>		
U.S. Treasury Securities	\$ 3,289,558	Not Rated
Corporate Bonds	19,682,695	A or higher
Repurchase Agreement	3,963,618	Not Rated
Collateralized Money Market	28,236	Not Rated

4. **DEPOSITS AND INVESTMENTS (Continued)**

Custodial Credit Risk-Investment

Custodial credit risk for investments is the risk that, in the event of a failure of the counter party, 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 complies with the custody requirements of the Utah Money Management Act and Rules of the Money Management Council. All investment securities are required to be held by the public treasurer, in safekeeping by a bank or trust company, or in a book-entry-only record maintained by a securities depository, in the Federal Book Entry system or in the book-entry records of the issuer of the security in the name of the public entity. All investment securities are held in a qualified depository certified by the Commissioner of Financial Institutions as adhering to the rules of the Utah Money Management Council or in the book entry records of the issuer of the security.

The County's investments at December 31, 2014 were held by the County or in the County's name by the County's custodial banks with qualified depositories totaling \$64,057,387 where the underlying securities were uninsured and held by the investment's counterparty.

Concentration of Credit Risk-Investment

Concentration of credit risk is the risk of loss attributed to the magnitude of an entity'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. Rule 17 of the Money Management Council limits investments in a single issuer of commercial paper and corporate obligations to between 5% and 10% depending upon the total dollar amount held in the portfolio. The Money Management Council limitations do not apply to securities issued by the United States government and its agencies. The County complies with the concentration limits of Rule 17 of the Utah Money Management Act.

5. **PENSION PLANS**

Uintah County contributes to the Local Governmental Contributory Retirement System and Public Safety Retirement System for employers with Social Security coverage cost-sharing multiple-employer defined benefit pension plans administered by the Utah Retirement Systems. Utah Retirement Systems provide refunds, retirement benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries in accordance with retirement statutes.

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

5. **PENSION PLANS (Continued)**

Plan members in the Local Governmental Contributory Retirement System are required to contribute 6.0% of their annual covered salary (some or all of which maybe paid by the County) and Uintah County is required to contribute 13.28% and 16.87% of Tier 1 and Tier 2 respectfully of their annual covered salary from January 2014 through June 2014. Uintah County is required to contribute 14.46% and 16.70% of Tier 1 and Tier 2 respectfully of employees' annual covered salaries from July 2014 through December 2014. In the Public Safety Retirement System for employers with Social Security coverage contributory division members are not required to make contributions of their annual salaries but Uintah County is required to contribute 22.77% of employees' annual salary from January to June and contribute 22.55% of employees' annual salary from July to December. Also in the Public Safety Retirement System other division A noncontributory members are not required to make contributions of their annual salaries but Uintah County is required to contribute 32.14% of employees' annual salary from January to June and contribute 32.14% of employees' annual salary from July to December. The contribution rates are the actuarially determined rates. The contribution requirements of the Systems are authorized by statute and specified by the Board.

Uintah County contributions to the Local Governmental Contributory Retirement System for the years ending December 31, 2014, 2013 and 2012 were \$1,665,532, \$1,506,014 and \$1,286,474 respectively and for the Public Safety Retirement System the contributions for December 31, 2014, 2013 and 2012 were \$837,374, \$732,025 and \$656,823 respectively. The contributions were equal to the required contributions for each year.

6. **CONTINGENT LIABILITIES**

Uintah County has several pending lawsuits and notice of claims filed by different individuals. These cases are currently pending and the outcome is undeterminable at this time. The County has taken the position to vigorously contest these suits.

7. **PROPERTY TAX CALENDAR**

The County adopts, by June 22, the proposed tax rates as part of its budget for the current year, which began January 1. If the proposed rates exceed a certified tax rate, special public hearings must be held before the final rate is adopted. The final tax rate is assessed by the county assessor on property in the County on the prior January 1. The taxes are payable to the county treasurer by the end of November and are remitted to the County by the county treasurer as collected.

8. SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The County maintains Enterprise Funds, which provide sanitation services, telecommunication, special activities and nursing home services. Segment information for the year ended December 31, 2014 is as follows:

	<u>Landfill</u>	<u>Telecom- munications</u>	<u>Western Park</u>	<u>Care Center</u>
Operating Revenues:				
Charges for services	\$ 781,706	\$ 147,836	\$ 358,607	\$ 36,000
Depreciation expense	3,067	9,090	178,482	
Operating income (loss)	6,144	(1,270)	(1,355,602)	22,415
Tax revenues			1,336,800	7,192
Operating transfers in (out)			136,602	
Change in Net Position	14,652	(915)	153,808	(5,851,932)
Property, plant and equipment:				
Additions		12,824	852,225	1,505,263
Deletions	(58,000)			(6,596,213)
Net working capital	1,913,899	45,343	3,241,684	20,113,227
Total assets	2,028,040	77,562	12,671,017	20,114,977
Total net position	1,896,904	60,569	12,304,924	20,113,227

9. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. In 1992, the County joined together with other counties in the State to form the Utah Association of Counties (UAC), a public entity risk pool currently operating as a common risk management and insurance program for member Counties. The County pays an annual premium to UAC for its general insurance coverage. The Agreement for Formation of the UAC provides that UAC will be self-sustaining through member premiums and will reinsure through commercial companies.

The County continues to carry commercial insurance for workers compensation. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past two years.

10. MUNICIPAL SOLID WASTE LANDFILL

Uintah County has a landfill that operates within the County. The County has filed with the State for operating permits for the landfill and has received a written approval. The County has received the landfill permit to stay in operation effective November 1, 2000 and expires October 31, 2005. On August 31, 2005 Uintah County submitted a permit renewal form to the State of Utah. The State had not finished processing this permit as of May 21, 2015 but has allowed the County to continue to operate the Landfill until the permit is processed.

Uintah County has obtained information necessary to determine the nature and source of landfill closure and post closure care requirements. An amount of liability for closure and post closure care costs, estimated total current cost of closure and post closure care remaining to be a recognized, percentage of landfill capacity used to date and the nature of the estimates and the potential for changes due to inflation or deflation, technology, or applicable laws or regulations has been calculated by the County and the engineers. At December 31, 2014, closure and post closure costs are estimated at \$402,432 for the Uintah County Municipal Landfill and \$51,021 for the Lapoint Landfill. The County has not recognized any estimated costs of closure and post closure only those costs of maintaining the Landfill and current costs associated with ongoing closure costs. The County has set aside an amount of \$127,382 to be put into an account held by the Utah Public Treasurer's Investment Pool. Each year the County will contribute an additional \$6,500 to this fund. The accumulated amount will be used for the above costs. The County estimates the remaining landfill life to 100 years. The percentage of capacity used is estimated at 20%.

11. RECONCILIATION OF INTERFUND TRANSFERS

The following table provides a reconciliation of all interfund transfers:

	TRANSFERS IN				
	Capital Projects Funds	Municipal Building Authority	Western Park Funds	Nonmajor Governmental Funds	Total
Transfer Out:					
General Fund	\$ 1,065,200	\$ 3,750,000		\$ 15,100	\$ 4,830,300
Nonmajor Funds	750,000		\$ 136,602		886,602
	<u>\$ 1,815,200</u>	<u>\$ 3,750,000</u>	<u>\$ 136,602</u>	<u>\$ 15,100</u>	<u>\$ 5,716,902</u>

A transfer from the Food Service Tax Fund in the amount of \$636,602 and a transfer from the TRT fund in the amount of \$250,000 were made to Western Parks Fund and the Capital Projects Fund in the amount of \$136,602 and \$750,000 respectfully, to defray the costs of providing service for tourism and help with the remodel of the Western Park facility. A transfer from the General Fund of \$4,830,300 went to several funds including the Capital Projects Fund, Drug Court Fund and Municipal Building Authority. These transfers were made for the Drug Court fund to help in covering operational costs, the Municipal Building Authority fund to help in funding construction of the convention center and to the Capital Projects Fund to help pay costs of up keep and maintenance cost of capital assets at the Western Park.

12. **USE OF ESTIMATES**

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America 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 basic financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

13. **FUND BALANCE RESTRICTIONS/NET POSITION RESTRICTIONS**

The county has restricted the following fund balances of governmental funds and net position for proprietary funds:

Governmental Funds

\$5,835,761 has been restricted in the "B" Road Fund for the purpose of maintaining, improving, repairing or replacement of "B" roads in Uintah County.

\$1,019,269 has been restricted through a certified rate to be used in the Assessing and Collecting Fund to help in meeting the costs associated with the assessing and collecting property taxes in the County.

\$15,025,968 has been restricted in the Municipal Building Authority Fund for the purpose of paying principal and interest on general long-term debt. Part of these funds are grant and loan money to be used for the construction of the Convention Center.

\$1,315,176 has been restricted in the Flood Control Funds to be used for the purpose of helping offset the costs of flooding in the County.

\$236,782 has been restricted in the Tri-County Health District Fund by state and federal governments along with contribution from other local governments for the purpose of provided basic public health services for residents with the District's boundaries.

\$3,887,693 has been restricted in the Tax Stability Fund for the purpose of providing funding for the County during hard economic times.

\$896,603 has been restricted through collection of transient room tax to be used to help promote economic development and tourism.

\$416,344 has been restricted through the collection of sales tax to be used for the promotion of tourism and food services in the County.

\$976,887 has been restricted in the Tort Liability Fund for the purpose of meeting the costs of providing insurance and meeting claims for liability issues for the County.

13. FUND BALANCE RESTRICTIONS/NET POSITION RESTRICTIONS (Continued)

Governmental Funds

\$3,297,844 has been restricted in the Library Fund for the purpose of covering the operation and maintenance of the Library and help cover the costs in the construction of a new County Library.

Proprietary Funds

\$28,236 has been restricted in the Western Park Fund to be invested and to accumulate an amount necessary to retire bonds.

\$127,382 has been restricted in the Landfill Fund as a post closures reserve fund to cover costs to close the landfill and maintain the landfill after closure.

\$19,682,695 has been restricted due to a special sale tax to be used for the Uintah Care Center for current and future operation of the facility.

The County has also restricted nets position in the Government-wide financial statements. The nets position restricted are the same amounts that have been restricted in the fund financial statements.

14. TERMINATION BENEFITS

The County pays termination benefits to employees of the County that qualify under their policy. The policy states that the County will pay up to 90 percent of an employee's health insurance premium after retirement if they qualify for a pension through the Utah State Retirement System and has worked 20 years for the County. If employees have worked less than 20 years, the County will pay 5% per year as a percentage of the 90% benefit. Therefore, if an employee had worked for 10 years and qualified for a pension through the Utah State Retirement System the County would pay 50% of the 90% health insurance benefit. This benefit is available to employees only until they qualify for Medicare. For the year ended December 31, 2014, the County paid \$102,885 of termination benefits. At December 31, 2014, the County had 8 employees that qualified for this benefit. The County has elected to pay termination benefits on a pay-as-you-go basis.

The present value of expected future benefit payments is \$455,729. To determine this benefit the County has discounted expected future benefits at a discount rate of 1.575% and used healthcare cost trend rate of 3.94%.

15. OTHER POST EMPLOYMENT BENEFITS

Tri-County Health Department, a component unit of Uintah County, offers certain other post employment benefits to its employees. During 2008, the District hired a firm to help in calculating the District's annual required contribution. The District's fiscal year end is June 30, and the annual required contribution for the District is due June 30, 2009. Scenic Valley Associates used the Alternative Measurement Method in their calculation and it was determined that Tri-County Health Department has an annual required contribution of \$29,089. Some of the key results of the analysis is normal costs equaled \$14,831 with amortization payment of \$14,258. The unfunded actuarial accrued liability was calculated to be \$246,529. During the year ended December 31, 2009, the Tri-County Health Department fully funded their obligation for retirement. Since the 2008 calculation of the District's actuarial pension liability and the District fully funding this liability, there has not been any additional calculation on what current and future pension liability the District may have accrued. The District has changed its policy regarding how employees qualify for other post employment benefits. The Health Director has retired and was one of the main individuals at the District which was accumulating these benefits. It is the feeling of District management that since the original liability was \$246,529 for all benefits accrued up until 2008 that any benefits that have accrued since that time would not be material to the financial statements.

16. RESTRICTED CASH AND CASH EQUIVALENTS

The County has restricted certain cash and investments in governmental and enterprise funds in the following amounts for the purposes indicated below:

Governmental Funds:	
Municipal Building Authority	\$ 4,919,416
Permanent Fund	3,416,555
Internal Service Fund	100,000
Enterprise Funds:	
Western Park Fund	\$ 28,236
Uintah Care Center Fund	19,682,695
Landfill Fund	127,382

Municipal Building Authority Fund – These are funds that have been restricted and set aside in escrow and reserve accounts to be used for the construction of a convention center and to make principal and interest payments on various revenue bonds or to meet retainage requirements.

Permanent Fund – The County created a Tax Stability Fund to be used at slow economic times. These funds cannot be used without a public hearing and notification of the general public and approval of the County Commissioners.

Western Park Fund – The fund has restricted money in an escrow account to be used for the retirement of limited obligation bonds.

Uintah Care Center Fund - These are funds that have been generated through a special sales tax levy and are to be used for the current and future operation and maintenance of the Uintah Care Center.

16. **RESTRICTED CASH AND CASH EQUIVALENTS (Continued)**

Landfill – The County has set aside funds on an annual basis into the Public Treasurers Investment Pool to be used for closure and post closure costs associated with its Landfill.

Internal Service Fund - These funds are held as deposits by Blue Cross and Blue Shield and are restricted and are not available to be used by the County.

17. **FUND EQUITY**

In February 2009, GASB issued Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions*, effective for fiscal years beginning after June 15, 2010. Fund balance classification changes apply only to governmental fund types; thus, only fund financial statements are affected.

Nonspendable Fund Balance – Fund balances are reported as nonspendable when they cannot be spent because they are not spendable in form or are legally or contractually required to be maintained intact.

Restricted Fund Balance - Fund balances are reported as restricted when they are constrained by externally imposed legal restrictions, or by law through constitutional provisions or enabling legislation.

Committed Fund Balance-Fund balances are reported as committed when the County Commission, the County's highest level of decision-making authority, formally designates the use of resources, by resolution, for a specific purpose. The same formal action must be taken to remove or change the constraints placed on the resources.

Assigned Fund Balance-Fund balances are reported as assigned when the County intends to use funds, which are neither restricted nor committed, for a specific purpose. Additionally, funds in special revenue, debt service, and capital project funds are by their nature assigned to the purpose of those respective funds. The County Commission is the body which assigns funds for specific uses.

Unassigned Fund Balance-Fund balances in the general fund are reported as unassigned when they are neither restricted, committed nor assigned. They may be used for any governmental purpose. In other governmental funds, the unassigned classification is only used to report a negative fund balance.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, it is the unwritten policy and practice of the County to consider restricted amounts to have been spent first. When an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, it is the unwritten policy and practice of the County that committed amounts will be spent first, followed by assigned amounts, and then unassigned amounts.

The County has not adopted a formal policy regarding a minimum fund balance, but follows Utah State law which requires all County's to maintain a minimum general fund balance equal to 5% of total general fund revenues to be maintained and not budgeted.

18. RELATED PARTY TRANSACTIONS

The County had the following related party transaction.

Beaver Fire & Safety

The Beaver Fire & Safety business is owned by the husband of Liz Grimshaw, one of the employees of Uintah County. The County purchases fire extinguishers from them as well as having them do inspections of the County buildings. Uintah County paid the Beaver Fire & Safety Company \$2,496.00 during the year ended December 31, 2014.

19. NOTE RECEIVABLES

The County has two note receivables in the Uintah County Municipal Building Authority Fund (MBA). These receivables were generated from the MBA issuing Lease Revenue Bonds and using the proceeds to construction two buildings, one for Northeastern Counseling Center and the other for Uintah Recreation Special Service District. After the construction of these buildings was completed, the County sold the buildings to Northeastern Counseling Center and Uintah Recreation respectively through the means of capital leases. Currently, the County has a note receivable with Northeastern Counseling Center in the amount of \$231,332 and is to receive annual payments of \$32,500 through the year 2021. The County also has a note receivable with Uintah Recreation District for the purchase of the recreation center in the amount of \$3,643,169 with annual payments ranging from \$166,000 to \$167,000. The final payment from Uintah Recreation will be received in 2037.

20. STABILIZATION FUNDS

Uintah County has passed ordinance 12-12-89-3, which has allowed the County to establish a Tax Stability Trust Fund, for the purpose of preserving funds during years with favorable tax revenues for use during years with less favorable tax revenues. Under the ordinance the County was allowed to transfer \$2,000,000 into the Tax Stability Trust Fund from the County's General Fund. Additions to the principal in this fund will be through the authority of the ordinance or by the Fund retaining the interest earning each year. The stabilization funds can be used if the County is faced with economic hardship and a substantial reduction in property tax revenues by holding a public hearing and with the vote of the County Commissioners to approve the use of these funds. During the year ended December 31, 2014, the County assessed a certified rate in this fund in an effort to generate addition funds because of the reduction of oil and gas price in the last couple of years. At the end of December 31, 2014, the County had \$3,918,893 in their Tax Stability Fund.

21. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County reports the deferred charge (\$851,631) on a discount from bonds, created when the County issued Lease Revenue Bonds, Series 2008A. This amount is deferred and amortized over the life of the bond issue.

21. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES (Continued)

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County reports one of these items. Unavailable revenue is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from taxes that have been levied and recorded as taxes receivable but are not available. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

22. SHORT TERM INDEBTEDNESS

On October 28, 2013, Uintah County purchased a piece of property located in Vernal City from AND MORE L.L.C. through a trust deed note in the amount of \$437,500 with an interest rate of zero percent. The payment of this note was paid in full on January 15, 2014.

<u>Business-Type Activity</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Promisary note	\$ 437,500		\$ 437,500		
Total business-type activity short-term liability	<u>\$ 437,500</u>	<u>\$...</u>	<u>\$ 437,500</u>	<u>\$...</u>	<u>\$...</u>

23. PRIOR PERIOD ADJUSTMENT

The County has two note receivables that were created when the County sold certain real estate to Uintah Recreation District and Northeast Counseling by way of capital leases. In prior years these note receivables were recorded in the fund financial statements. Specific the Municipal Building Authority Fund. These note receivables were recorded as assets in the balance sheet of this fund and also reported as a nonspendable fund balance. During the current year, the County has reported a prior period adjustment to the Municipal Building Authority Fund to remove the note receivable and nonspendable fund balance from the amounts that are reported in the Municipal Building Authority's balance sheet.

24. CONSTRUCTION COMMITMENT

During the year ended December 31, 2014, Uintah County entered into a construction contract with Layton General Contractors, Inc., to perform work on the construction of a new convention center located in Vernal City limits. The amount of the contract was \$19,315,289 after net change orders. At December 31, 2014, the contractor had completed and earned \$8,587,770 on the project. Of this amount, \$346,013 was held in retainage with the balance either paid or shown as payable to the contractor. The remaining maximum contract obligation by the District to Layton General Contractors, Inc. is \$10,727,519, which will be paid as work is completed on the project.

25. SPECIAL ITEM

In the February 24th, 2014 County Commission meeting, Loren Anderson made a request to the County Commissioners asking that the County deed the land, buildings and improvements owned by the County and held in the Care Center Fund to the Uintah Health Care Special Service District. This change would have the effect of increasing the amount of costs (depreciation) that would be reported on the District's cost report and affect the daily reimbursement rate for services per the cost report. The County Commission agreed to deed the land, improvements and building owned by the County Care Center Fund and Municipal Building Authority to the Uintah Health Care Special Service District. The property is to be used for the purpose it is currently is being utilized as and will revert back to the County if there is a change in use of the property. During the year ended December 31, 2014, the County contributed capital assets with a net book value of \$5,344,367 from the Care Center Fund, a proprietary fund and \$5,394,235 from the Municipal Building Authority, a blended component unit shown as a special revenue fund.

26. UNEARNED INCOME

As part of the funding for the new Uintah Convention Center, the County issued \$4,500,000 bonds to the Community Impact Board (CIB) and received a grant in the amount of \$4,500,000 from the CIB. The County has recorded the bonds as liabilities and the grant as revenue. At December 31, 2014, the County had not used all of the grant in the construction of the convention center. The balance of the grant that has been received but unused has been shown as unearned revenue in the County's financial statements. The amount recorded as unearned revenue in the Municipal Building Authority fund statement is \$640,721

UINTAH COUNTY

Required Supplementary Information

- SCHEDULE 1 Statement of Revenues, Expenditures and Changes in Fund Balances –
Budget and Actual – General Fund
- SCHEDULE 2 Statement of Revenues, Expenditures and Changes in Fund Balances –
Budget and Actual – Municipal Building Authority Fund
- SCHEDULE 3 Information About Infrastructure Assets Reported Using the Modified
Approach

**UINTAH COUNTY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2014**

	BUDGET AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
	ORIGINAL	FINAL		
REVENUES				
Taxes				
General property taxes - current year	\$ 10,557,000	\$ 10,605,000	\$ 10,816,929	\$ 211,929
General property taxes - prior years	250,000	282,000	290,272	8,272
Penalties and interest on delinquent taxes	100,000	100,000	160,868	60,868
General sales and use tax	4,525,100	4,900,100	6,069,998	1,169,898
Total taxes	\$ 15,432,100	\$ 15,887,100	\$ 17,338,067	\$ 1,450,967
Licenses and permits:				
Non-business licenses and permits	\$ 106,500	\$ 111,500	\$ 118,594	\$ 7,094
Total licenses and permits	\$ 106,500	\$ 111,500	\$ 118,594	\$ 7,094
Intergovernmental:				
Federal	\$ 2,499,800	\$ 3,028,600	\$ 821,807	\$ (2,206,793)
State	474,400	896,250	496,548	(399,702)
Other		120,200	69,880	(50,320)
Total intergovernmental	\$ 2,974,200	\$ 4,045,050	\$ 1,388,235	\$ (2,656,815)
Charges for services:				
Departmental fees	\$ 320,600	\$ 365,600	\$ 402,479	\$ 36,879
Inmate and other protective service fees	2,236,600	2,061,500	1,412,456	(649,044)
Other charges for services	291,300	50,700	142,250	91,550
Total charges for services	\$ 2,848,500	\$ 2,477,800	\$ 1,957,185	\$ (520,615)
Fines and forfeitures	\$ 469,000	\$ 469,000	\$ 587,136	\$ 118,136
Miscellaneous:				
Investment earnings	\$ 30,000	\$ 30,000	\$ 45,609	\$ 15,609
Rents and concessions	32,700	57,700	42,310	(15,390)
Sale of material, supplies and equipment			20,956	20,956
Oil lease			915	915
Fuel tax refund/aviation fuel tax	5,000	5,000	11,038	6,038
Basin energy summit	30,000	30,000	60,645	30,645
Other	55,800	41,281	145,108	103,827
Total miscellaneous	\$ 153,500	\$ 163,981	\$ 326,581	\$ 162,600
Total Revenues	\$ 21,983,800	\$ 23,154,431	\$ 21,715,798	\$ (1,438,633)

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

**UINTAH COUNTY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2014**

	<u>BUDGET AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
EXPENDITURES				
Current:				
General government:				
Commission	\$ 537,089	\$ 537,089	\$ 509,183	\$ 27,906
Justice court	655,600	685,600	661,900	23,700
Public defender	444,200	474,200	434,770	39,430
Personel/Administrator	241,689	241,689	223,895	17,794
Clerk/Auditor	411,905	411,905	387,257	24,648
Treasurer	97,114	97,114	39,041	58,073
Recorder	304,550	344,550	324,437	20,113
Attorney	1,678,039	1,828,039	1,796,654	31,385
Assessor	337,882	337,882	4,468	333,414
Surveyor	45,000	55,000	44,819	10,181
Non-Departmental	210,069	510,069	405,309	104,760
Data processing	771,200	771,200	674,352	96,848
Purchase agent	2,000	2,000	40	1,960
Geographical info system/surveyor	50,683	50,683	36,932	13,751
Property maintenance and surplus	5,400	5,400	3,791	1,609
Building and grounds	789,329	839,329	795,452	43,877
Total general government	<u>\$ 6,581,749</u>	<u>\$ 7,191,749</u>	<u>\$ 6,342,300</u>	<u>\$ 849,449</u>
Public safety:				
Emergency services	\$ 326,500	\$ 406,500	\$ 365,946	\$ 40,554
Weed control	232,700	232,700	193,359	39,341
Jail complex	6,994,000	6,994,000	6,318,447	675,553
Corrections support services	56,300	56,300	33,401	22,899
Childrens justice center	135,100	145,100	140,565	4,535
Total public safety	<u>\$ 7,744,600</u>	<u>\$ 7,834,600</u>	<u>\$ 7,051,718</u>	<u>\$ 782,882</u>
Public health:				
Public health - turning point	\$ 283,300	\$ 326,300	\$ 296,001	\$ 30,299
Mental health	139,000	139,000	132,853	6,147
Total public health	<u>\$ 422,300</u>	<u>\$ 465,300</u>	<u>\$ 428,854</u>	<u>\$ 36,446</u>
Highways and public improvements:				
County roads	\$ 1,586,450	\$ 1,886,450	\$ 1,503,914	\$ 382,536
Airport maintenance and operation	425,250	465,250	456,531	8,719
Total highways and public improvements	<u>\$ 2,011,700</u>	<u>\$ 2,351,700</u>	<u>\$ 1,960,445</u>	<u>\$ 391,255</u>

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

**UINTAH COUNTY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2014**

	BUDGET AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
	ORIGINAL	FINAL		
Park, Recreation and Public Property:				
Buckskin Hills	\$ 370,000	\$ 370,000	\$ 75,509	\$ 294,491
Cemeteries	430,750	580,750	430,750	150,000
Total park, recreation and public property	<u>\$ 800,750</u>	<u>\$ 950,750</u>	<u>\$ 506,259</u>	<u>\$ 444,491</u>
Conservation and Economic Development:				
Agriculture and extension services	\$ 187,200	\$ 187,200	\$ 173,447	\$ 13,753
Affordable housing	74,200	74,200	60,531	13,669
Economic development	241,550	241,550	171,960	69,590
Pass thru grants	2,884,000	2,884,000	900,128	1,983,872
Associations	102,000	112,000	104,337	7,663
Total conservation and economic development	<u>\$ 3,488,950</u>	<u>\$ 3,498,950</u>	<u>\$ 1,410,403</u>	<u>\$ 2,088,547</u>
Total expenditures	<u>\$ 21,050,049</u>	<u>\$ 22,293,049</u>	<u>\$ 17,699,979</u>	<u>\$ 4,593,070</u>
Excess of revenue over (under) expenditures	<u>\$ 933,751</u>	<u>\$ 861,382</u>	<u>\$ 4,015,819</u>	<u>\$ 3,154,437</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>\$ (1,830,300)</u>	<u>\$ (4,830,300)</u>	<u>\$ (4,830,300)</u>	
Total other financing sources (uses)	<u>\$ (1,830,300)</u>	<u>\$ (4,830,300)</u>	<u>\$ (4,830,300)</u>	<u>\$...</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ 933,751</u>	<u>\$ (3,968,918)</u>	<u>\$ (814,481)</u>	<u>\$ 3,154,437</u>
Fund balances - beginning of year	<u>14,255,250</u>	<u>14,255,250</u>	<u>14,255,250</u>	
Fund balances - end of year	<u>\$ 15,189,001</u>	<u>\$ 10,286,332</u>	<u>\$ 13,440,769</u>	<u>\$ 3,154,437</u>

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

**UINTAH COUNTY
MUNICIPAL BUILDING AUTHORITY FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2014**

	<u>BUDGET AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES				
Intergovernmental				
State	\$ 9,000,000	\$ 4,781,000	\$ 13,438,210	\$ 8,657,210
Total Intergovernmental	\$ 9,000,000	\$ 4,781,000	\$ 13,438,210	\$ 8,657,210
Charges for services	\$ 4,619,600	\$ 4,719,600	\$ 3,752,597	\$ (967,003)
Miscellaneous				
Interest income	\$ 1,000	\$ 1,000	\$ 15,358	\$ 14,358
Total miscellaneous	\$ 1,000	\$ 1,000	\$ 15,358	\$ 14,358
Total revenues	\$ 13,620,600	\$ 9,501,600	\$ 17,206,165	\$ 7,704,565
EXPENDITURES				
Current:				
Public safety				
Public safety complex	\$ 655,800	\$ 700,800	\$ 615,619	\$ 85,181
Total public safety	\$ 655,800	\$ 700,800	\$ 615,619	\$ 85,181
Highways and public improvements				
Airport improvements	\$...	\$...	\$...	\$...
Public Health	\$...	\$...	\$...	\$...
Capital outlay	\$ 9,000,000	\$ 12,336,000	\$ 10,975,439	\$ 1,360,561
Debt Service				
Principal retirement	\$ 1,610,000	\$ 1,610,000	\$ 1,604,913	\$ 5,087
Interest and fiscal charges	2,354,800	2,354,800	2,301,638	53,162
Total debt service	\$ 3,964,800	\$ 3,964,800	\$ 3,906,551	\$ 58,249
Total expenditures	\$ 13,620,600	\$ 17,001,600	\$ 15,497,609	\$ 1,503,991
Excess of revenue over (under) expenditures	\$...	\$ (7,500,000)	\$ 1,708,556	\$ 9,208,556

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**UINTAH COUNTY
MUNICIPAL BUILDING AUTHORITY FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2014**

	<u>BUDGET AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
OTHER FINANCING SOURCES (USES)				
Bond proceeds		\$ 4,500,000	\$ 4,500,000	
Transfers in		3,000,000	3,750,000	\$ 750,000
Total other financing sources (uses)	\$...	\$ 7,500,000	\$ 8,250,000	\$ 750,000
Excess of revenue and other sources over (under) expenditures and other uses			\$ 9,958,556	\$ 9,958,556
Fund balances - beginning of year	\$ 9,164,414	\$ 9,164,414	9,164,414	
Prior period adjustment			(4,097,002)	(4,097,002)
Fund balances - end of year	<u>\$ 9,164,414</u>	<u>\$ 9,164,414</u>	<u>\$ 15,025,968</u>	<u>\$ 5,861,554</u>

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

UINTAH COUNTY
INFORMATION ABOUT INFRASTRUCTURE ASSETS REPORTED
USING THE MODIFIED APPROACH
FOR THE YEAR ENDED DECEMBER 31, 2014

As allowed by GASB Statement No. 34, Basic Financial Statements-and Management’s Discussion and Analysis-for State and Local Governments, the County has adopted an alternative method for reporting costs associated with certain infrastructure assets. Under this alternative method, referred to as the “modified approach,” infrastructure assets are not depreciated, and maintenance and preservation costs are expensed. The County capitalizes costs related to new construction, major replacements, and improvements that increase the capacity and/or efficiency of infrastructure assets reported under the modified approach.

In order to utilize the modified approach, the County is required to:

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

Roads

Uintah County applies the modified approach only to the 491 paved, 813 gravel and 91 dirt lane-miles of roads considered to be owned by the County and maintained by the County’s Public Works Department (i.e. for which, the County has legal jurisdiction). The goal of the County in conjunction with adopting the modified approach is to develop and provide a cost effective pavement maintenance and rehabilitation program that preserves the County’s investment in its road network and enhances public transportation and safety.

Condition Rating of the County’s Road System

Percentage of Lane-Miles in Good or Better Condition:

	Percentage					
	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Paved	68	69	73	75	77	79
Gravel	60	60	60	68	67	72
Dirt	55	50	55	55	54	54
Overall System	61	61	64	66	66	68

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

**SCHEDULE 3
(Continued)**

Condition Rating of the County's Road System (Continued)

Percentage of Lane-Miles in Substandard Condition is:

	Percentage					
	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Paved	12	12	10	9	8	7
Gravel	12	12	12	10	10	10
Dirt	14	13	13	12	11	11
Overall System	12	12	12	10	10	9

Comparison of Needed-to Actual Maintenance/Preservation in 2009, 2010, 2011, 2012, 2013 and 2014 Roads:

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Estimated	\$ 4,000,000	\$ 4,500,000	\$ 4,544,500	\$ 4,500,000	\$ 4,700,000	\$ 4,900,000
Actual	4,476,094	4,151,329	4,245,332	4,498,156	4,753,878	4,603,914

The condition of road pavement is measured using the American (AASHTO) pavement management system, which is based on stress factors found in pavement surfaces. The AASHTO pavement management system uses a measurement scale that is based on a condition index ranging from zero for a failed pavement to 100 for a pavement in perfect condition. The condition index is used to classify road in good condition (70-100), fair condition (50-69), and substandard condition (less than 50). It is the County's policy to maintain at least 55 percent of its road system at a good or better condition level. No more than 15 percent should be in substandard condition. Condition assessments are determined every year.

This schedule presents the information for the last six years as required.

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

UINTAH COUNTY
Supplementary Information

**UINTAH COUNTY
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2014**

	SPECIAL REVENUE FUNDS								
	HISTORIC PRESERVA- TION	ASSESSING AND COLLECTING	FLOOD CONTROL	MUNICIPAL SERVICES FUND	DRUG COURT	TRANSIENT ROOM TAX	FOOD SERVICE TAX	TORT LIABILITY	LIBRARY FUNDS
<u>ASSETS</u>									
Cash and cash equivalents	\$ 29,365	\$ 193,970	\$ 1,283,479	\$ 6,187,875	\$ 59,407	\$ 948,191	\$ 445,444	\$ 857,151	\$ 2,761,839
Accounts receivable									
Taxes receivable		931,004	36,033					136,067	703,799
Due from other governments				67,452		45,230			
Restricted cash and cash equivalents									
Total assets	\$ 29,365	\$ 1,124,974	\$ 1,319,512	\$ 6,255,327	\$ 59,407	\$ 993,421	\$ 445,444	\$ 993,218	\$ 3,465,638
<u>LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCES</u>									
Liabilities:									
Accounts payable	\$ 230			\$ 50,218	\$ 433	\$ 84,516			\$ 52,458
Warrants payable				34,086	16,027	10,370	\$ 29,100		19,961
Accrued liabilities				32,764	782	1,932			14,580
Total liabilities	\$ 230			\$ 117,068	\$ 17,242	\$ 96,818	\$ 29,100		\$ 86,999
Deferred inflows of resources		\$ 105,705	\$ 4,336					\$ 16,331	80,795
Total liabilities and deferred inflows of resources	\$ 230	\$ 105,705	\$ 4,336	\$ 117,068	\$ 17,242	\$ 96,818	\$ 29,100	\$ 16,331	\$ 167,794
Fund balances:									
Restricted		\$ 1,019,269	\$ 1,315,176			\$ 896,603	\$ 416,344	\$ 976,887	\$ 3,297,844
Committed				\$ 6,138,259					
Assigned	\$ 29,135				\$ 42,165				
Total fund balances	\$ 29,135	\$ 1,019,269	\$ 1,315,176	\$ 6,138,259	\$ 42,165	\$ 896,603	\$ 416,344	\$ 976,887	\$ 3,297,844
Total liabilities, deferred inflow of resources and fund balance	\$ 29,135	\$ 1,124,974	\$ 1,319,512	\$ 6,255,327	\$ 59,407	\$ 993,421	\$ 445,444	\$ 993,218	\$ 3,465,638

UINTAH COUNTY
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2014

	SPECIAL REVENUE FUNDS					DEBT SERVICE	PERMANENT FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
	REGIONAL HISTORY CENTER	911 EMERGENCY SERVICE	CLASS "B" ROAD	CEMETERIES	TRI-COUNTY HEALTH	DEBT SERVICE FUND	TAX STABILITY	
<u>ASSETS</u>								
Cash and cash equivalents	\$ 194,659	\$ 1,600,338	\$ 5,346,494	\$ (19,621)	\$ 218,138	\$ 503,925		\$ 20,610,654
Accounts receivable				56,905				56,905
Taxes receivable							\$ 502,338	2,309,241
Due from other governments			489,267		90,406			692,355
Restricted cash and cash equivalents							3,416,555	3,416,555
Total assets	\$ 194,659	\$ 1,600,338	\$ 5,835,761	\$ 37,284	\$ 308,544	\$ 503,925	\$ 3,918,893	\$ 27,085,710
<u>LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCES</u>								
Liabilities:								
Accounts payable		\$ 17,945		\$ 10,609	\$ 36,800			\$ 253,209
Warrants payable				632	14,318			124,494
Accrued liabilities				3,656	20,644			74,358
Total liabilities		\$ 17,945		\$ 14,897	\$ 71,762			\$ 452,061
Deferred inflows of resources							\$ 31,200	238,367
Total liabilities and deferred inflows of resources	\$...	\$ 17,945	\$...	\$ 14,897	\$ 71,762	\$...	\$ 31,200	\$ 690,428
Fund balances:								
Restricted			\$ 5,835,761		\$ 236,782		\$ 3,887,693	\$ 17,882,359
Committed	\$ 194,659	\$ 1,582,393				\$ 503,925		8,419,236
Assigned				\$ 22,387				93,687
Total fund balances	\$ 194,659	\$ 1,582,393	\$ 5,835,761	\$ 22,387	\$ 236,782	\$ 503,925	\$ 3,887,693	\$ 26,395,282
Total liabilities, deferred inflow of resources and fund balance	\$ 194,659	\$ 1,600,338	\$ 5,835,761	\$ 37,284	\$ 308,544	\$ 503,925	\$ 3,918,893	\$ 27,085,710

UINTAH COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES -
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	SPECIAL REVENUE FUNDS								
	HISTORIC PRESERVA- TION	ASSESSING AND COLLECTING	FLOOD CONTROL	MUNICIPAL SERVICES FUND	DRUG COURT	TRANSIENT ROOM TAX	FOOD SERVICE TAX	TORT LIABILITY	LIBRARY FUNDS
REVENUES:									
Taxes		\$ 2,938,987	\$ 113,334			\$ 831,797	\$ 459,013	\$ 428,190	\$ 2,220,279
Licenses and permits				\$ 369,790					
Intergovernmental revenues				3,178,761	\$ 40,000	151,806			60,830
Charges for Services				244,802	71,657	26,826			48,968
Interest income	\$ 141	4,501	5,440	30,120	439	3,615	3,328	2,686	10,357
Miscellaneous				144,833	1,005	1,527			5,082
Total revenues	\$ 141	\$ 2,943,488	\$ 118,774	\$ 3,968,306	\$ 113,101	\$ 1,015,571	\$ 462,341	\$ 430,876	\$ 2,345,516
EXPENDITURES:									
General government		\$ 2,567,201		\$ 797,296				\$ 299,193	
Public safety				3,793,133	\$ 247,680				
Highways and public improvements				114,158					
Public health							\$ 153,561		
Parks, recreation and public property	\$ 4,784		\$ 10,445	88,172					\$ 2,005,144
Conservation and economic development						\$ 772,600			
Total expenditures	\$ 4,784	\$ 2,567,201	\$ 10,445	\$ 4,792,759	\$ 247,680	\$ 772,600	\$ 153,561	\$ 299,193	\$ 2,005,144
Excess of revenues over (under) expenditures	\$ (4,643)	\$ 376,287	\$ 108,329	\$ (824,453)	\$ (134,579)	\$ 242,971	\$ 308,780	\$ 131,683	\$ 340,372
Other financing sources (uses):									
Transfers in					\$ 15,100				
Transfers out						\$ (250,000)	\$ (636,602)		
Total other financing sources (uses)	\$...	\$...	\$...	\$...	\$ 15,100	\$ (250,000)	\$ (636,602)	\$...	\$...
Excess of revenues and other sources over (under) expenditures and other uses	\$ (4,643)	\$ 376,287	\$ 108,329	\$ (824,453)	\$ (119,479)	\$ (7,029)	\$ (327,822)	\$ 131,683	\$ 340,372
Fund Balances - Beginning of year	33,778	642,982	1,206,847	6,962,712	161,644	903,632	744,166	845,204	2,957,472
Fund Balances - End of year	\$ 29,135	\$ 1,019,269	\$ 1,315,176	\$ 6,138,259	\$ 42,165	\$ 896,603	\$ 416,344	\$ 976,887	\$ 3,297,844

UINTAH COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES -
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	SPECIAL REVENUE FUNDS					DEBT SERVICE	PERMANENT FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
	REGIONAL HISTORY CENTER	911 EMERGENCY SERVICE	"B" ROAD	CEMETERIES	TRI-COUNTY HEALTH	DEBT SERVICE FUND	TAX STABILITY	
REVENUES:								
Taxes							\$ 1,623,675	\$ 8,615,275
Licenses and permits								369,790
Intergovernmental revenues			\$ 2,971,499	\$ 590,241	\$ 1,625,705			8,618,842
Charges for Services	\$ 7,880	\$ 468,481		80,990	647,934			1,597,538
Interest income	856	6,575	25,545	933	1,551	\$ 2,239	11,663	109,989
Miscellaneous				86	5,277			157,810
Total revenues	\$ 8,736	\$ 475,056	\$ 2,997,044	\$ 672,250	\$ 2,280,467	\$ 2,239	\$ 1,635,338	\$ 19,469,244
EXPENDITURES:								
General government								\$ 3,663,690
Public safety		\$ 331,083						4,371,896
Highways and public improvements			\$ 3,100,000					3,214,158
Public health					\$ 2,429,193			2,582,754
Parks, recreation and public property	\$ 3,974			\$ 658,936				2,771,455
Conservation and economic development								772,600
Total expenditures	\$ 3,974	\$ 331,083	\$ 3,100,000	\$ 658,936	\$ 2,429,193	\$...	\$...	\$ 17,376,553
Excess of revenues over (under) expenditures	\$ 4,762	\$ 143,973	\$ (102,956)	\$ 13,314	\$ (148,726)	\$ 2,239	\$ 1,635,338	\$ 2,092,691
Other financing sources (uses):								
Transfers in								\$ 15,100
Transfers out								(886,602)
Total other financing sources (uses)	\$...	\$...	\$...	\$...	\$...	\$...	\$...	\$ (871,502)
Excess of revenues and other sources over (under) expenditures and other uses	\$ 4,762	\$ 143,973	\$ (102,956)	\$ 13,314	\$ (148,726)	\$ 2,239	\$ 1,635,338	\$ 1,221,189
Fund Balances - Beginning of year	189,897	1,438,420	5,938,717	9,073	385,508	501,686	2,252,355	25,174,093
Fund Balances - End of year	\$ 194,659	\$ 1,582,393	\$ 5,835,761	\$ 22,387	\$ 236,782	\$ 503,925	\$ 3,887,693	\$ 26,395,282

UINTAH COUNTY
COMBINING STATEMENT OF NET POSITION -
NONMAJOR PROPRIETARY FUNDS
DECEMBER 31, 2014

	NON-MAJOR BTA'S - ENTERPRISE FUNDS		TOTAL NONMAJOR BTA'S
	LANDFILL	TELE- COMMUNICATIONS	
<u>ASSETS</u>			
Current assets:			
Cash and cash investments	\$ 1,811,111	\$ 49,269	\$ 1,860,380
Receivables - net			
Accounts	3,420	13,067	16,487
Restricted cash and investments	127,382		127,382
	<u>\$ 1,941,913</u>	<u>\$ 62,336</u>	<u>\$ 2,004,249</u>
Total current assets			
Noncurrent assets:			
Land	\$ 51,300		\$ 51,300
Buildings	46,791		46,791
Improvements other than buildings	54,136		54,136
Furniture, fixtures and equipment	1,082,683	\$ 132,682	1,215,365
Less: Accumulated depreciation	(1,148,783)	(117,456)	(1,266,239)
	<u>\$ 86,127</u>	<u>\$ 15,226</u>	<u>\$ 101,353</u>
Total noncurrent assets, net			
	<u>\$ 86,127</u>	<u>\$ 15,226</u>	<u>\$ 101,353</u>
Total assets	<u>\$ 2,028,040</u>	<u>\$ 77,562</u>	<u>\$ 2,105,602</u>
<u>LIABILITIES</u>			
Current liabilities:			
Accounts payable	\$ 18,779	\$ 16,705	\$ 35,484
Warrants payable	4,326	288	4,614
Accrued liabilities	4,909		4,909
	<u>\$ 28,014</u>	<u>\$ 16,993</u>	<u>\$ 45,007</u>
Total current liabilities			
	<u>\$ 28,014</u>	<u>\$ 16,993</u>	<u>\$ 45,007</u>
Noncurrent liabilities:			
Compensated absences	\$ 103,122		\$ 103,122
	<u>\$ 103,122</u>	<u>\$...</u>	<u>\$ 103,122</u>
Total noncurrent liabilities			
	<u>\$ 103,122</u>	<u>\$...</u>	<u>\$ 103,122</u>
Total liabilities	<u>\$ 131,136</u>	<u>\$ 16,993</u>	<u>\$ 148,129</u>
Net Position:			
Invested in capital assets, net of related debt	\$ 86,127	\$ 15,226	\$ 101,353
Restricted	127,382		127,382
Unrestricted	1,683,395	45,343	1,728,738
	<u>\$ 1,896,904</u>	<u>\$ 60,569</u>	<u>\$ 1,957,473</u>
Total net position			
	<u>\$ 1,896,904</u>	<u>\$ 60,569</u>	<u>\$ 1,957,473</u>

UINTAH COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND NET POSITION -
NONMAJOR PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	NON-MAJOR BTA'S - ENTERPRISE FUNDS		TOTAL NON-MAJOR BTA'S
	LANDFILL	TELE- COMMUNICATIONS	
Operating revenues:			
Charges for sales and services	\$ 781,706	\$ 147,836	\$ 929,542
Total operating revenues	<u>\$ 781,706</u>	<u>\$ 147,836</u>	<u>\$ 929,542</u>
Operating expenses:			
Employee salaries and benefits	\$ 518,094		\$ 518,094
Office supplies	148	\$ 35	183
Other supplies and services		23,975	23,975
Contractual services	28,592		28,592
Utilities	8,149		8,149
Fuel and oil	61,599		61,599
Repairs and maintenance	39,241	26,685	65,926
Depreciation	3,067	9,090	12,157
Equipment rental	110,835		110,835
Travel	312	23	335
Telephone and internet	1,675	89,298	90,973
State assessment	3,850		3,850
Total operating expenses	<u>\$ 775,562</u>	<u>\$ 149,106</u>	<u>\$ 924,668</u>
OPERATING INCOME (LOSS)	<u>\$ 6,144</u>	<u>\$ (1,270)</u>	<u>\$ 4,874</u>
Nonoperating revenues (expenses):			
Interest revenue	\$ 8,508	\$ 355	\$ 8,863
Total nonoperating revenues (expenses)	<u>\$ 8,508</u>	<u>\$ 355</u>	<u>\$ 8,863</u>
Income (loss) before transfers	<u>\$ 14,652</u>	<u>\$ (915)</u>	<u>\$ 13,737</u>
Transfers In (Out):			
Transfers in (out)			
Total transfers in (out)	<u>\$...</u>	<u>\$...</u>	<u>\$...</u>
Change in net position	\$ 14,652	\$ (915)	\$ 13,737
Total net position - beginning of year	<u>1,882,252</u>	<u>61,484</u>	<u>1,943,736</u>
Total net position - end of year	<u>\$ 1,896,904</u>	<u>\$ 60,569</u>	<u>\$ 1,957,473</u>

**UINTAH COUNTY
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PRIVATE PURPOSE - CEMETERY TRUST
DECEMBER 31, 2014**

	<u>MAESER CEMETERY</u>	<u>ROCKPOINT CEMETERY</u>	<u>JENSEN CEMETERY</u>	<u>LEOTA CEMETERY</u>	<u>HAYDEN CEMETERY</u>	<u>LAPOINT CEMETERY</u>	<u>DRYFORK CEMETERY</u>	<u>AVALON CEMETERY</u>	<u>GUSHER CEMETERY</u>	<u>TRIDELL CEMETERY</u>	<u>TOTAL CEMETERIES</u>
<u>ASSETS</u>											
Cash and cash equivalents	\$ 144,223	\$ 30,454	\$ 112,278	\$ 2,772	\$ 4,593	\$ 6,762	\$ 46,785	\$ 2,154	\$ 8,778	\$ 25,366	\$ 384,165
Total assets	<u>\$ 144,223</u>	<u>\$ 30,454</u>	<u>\$ 112,278</u>	<u>\$ 2,772</u>	<u>\$ 4,593</u>	<u>\$ 6,762</u>	<u>\$ 46,785</u>	<u>\$ 2,154</u>	<u>\$ 8,778</u>	<u>\$ 25,366</u>	<u>\$ 384,165</u>
<u>LIABILITIES AND NET POSITION</u>											
Liabilities:											
Warrants payable	\$ 5,400										\$ 5,400
Total liabilities	<u>\$ 5,400</u>	<u>\$...</u>	<u>\$...</u>	<u>\$...</u>	<u>\$...</u>	<u>\$...</u>	<u>\$...</u>	<u>\$...</u>	<u>\$...</u>	<u>\$...</u>	<u>\$ 5,400</u>
Fund Balances:											
Restricted:											
Cemeteries	\$ 138,823	\$ 30,454	\$ 112,278	\$ 2,772	\$ 4,593	\$ 6,762	\$ 46,785	\$ 2,154	\$ 8,778	\$ 25,366	\$ 378,765
Total fund balances	<u>\$ 138,823</u>	<u>\$ 30,454</u>	<u>\$ 112,278</u>	<u>\$ 2,772</u>	<u>\$ 4,593</u>	<u>\$ 6,762</u>	<u>\$ 46,785</u>	<u>\$ 2,154</u>	<u>\$ 8,778</u>	<u>\$ 25,366</u>	<u>\$ 378,765</u>
Total liabilities and fund balance	<u>\$ 144,223</u>	<u>\$ 30,454</u>	<u>\$ 112,278</u>	<u>\$ 2,772</u>	<u>\$ 4,593</u>	<u>\$ 6,762</u>	<u>\$ 46,785</u>	<u>\$ 2,154</u>	<u>\$ 8,778</u>	<u>\$ 25,366</u>	<u>\$ 384,165</u>

UINTAH COUNTY
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PRIVATE PURPOSE - CEMETERY TRUST
FOR THE YEAR ENDED DECEMBER 31, 2014

	<u>MAESER CEMETERY</u>	<u>ROCKPOINT CEMETERY</u>	<u>JENSEN CEMETERY</u>	<u>LEOTA CEMETERY</u>	<u>HAYDEN CEMETERY</u>	<u>LAPOINT CEMETERY</u>	<u>DRYFORK CEMETERY</u>	<u>AVALON CEMETERY</u>	<u>GUSHER CEMETERY</u>	<u>TRIDELL CEMETERY</u>	<u>TOTAL CEMETERIES</u>
REVENUES:											
Charges for services	\$ 9,540	\$ 1,260	\$ 2,300	\$ 1,000		\$ 1,050		\$ 750	\$ 1,250	\$ 2,500	\$ 19,650
Interest income	748	139	497	10	\$ 20	25	\$ 211	9	38	106	1,803
Miscellaneous		900									900
Total revenues	\$ 10,288	\$ 2,299	\$ 2,797	\$ 1,010	\$ 20	\$ 1,075	\$ 211	\$ 759	\$ 1,288	\$ 2,606	\$ 22,353
EXPENDITURES:											
Current:											
Parks, recreation, and public property	\$ 71,383	\$ 6,622	\$ 2,960				\$ 720				\$ 81,685
Total expenditures	\$ 71,383	\$ 6,622	\$ 2,960	\$...	\$...	\$...	\$ 720	\$...	\$...	\$...	\$ 81,685
Excess revenues over (under) expenditures	\$ (61,095)	\$ (4,323)	\$ (163)	\$ 1,010	\$ 20	\$ 1,075	\$ (509)	\$ 759	\$ 1,288	\$ 2,606	\$ (59,332)
OTHER FINANCING SOURCES (USES):											
Transfers in/(out)											
Total other financing sources (uses)	\$...	\$...	\$...	\$...	\$...	\$...	\$...	\$...	\$...	\$...	\$...
Excess of revenues and other sources over (under) expenditures and other uses	\$ (61,095)	\$ (4,323)	\$ (163)	\$ 1,010	\$ 20	\$ 1,075	\$ (509)	\$ 759	\$ 1,288	\$ 2,606	\$ (59,332)
NET POSITION - beginning of year	199,918	34,777	112,441	1,762	4,573	5,687	47,294	1,395	7,490	22,760	438,097
NET POSITION - end of year	\$ 138,823	\$ 30,454	\$ 112,278	\$ 2,772	\$ 4,593	\$ 6,762	\$ 46,785	\$ 2,154	\$ 8,778	\$ 25,366	\$ 378,765

**UINTAH COUNTY
SCHEDULE OF CURRENT TAXES LEVIED, COLLECTED AND TREASURER'S RELIEF
FOR THE 2014 PROPERTY TAX YEAR**

TAX UNITS	TOTAL REAL AND CENTRALLY ASSESSED VALUE	CURRENT YEAR REAL/CENTRAL PROPERTY TAX RATE	TOTAL PERSONAL PROPERTY VALUE	PRIOR YEAR PERSONAL PROPERTY TAX RATE	REAL AND CENTRALLY ASSESSED TAXES CHARGED	PERSONAL PROPERTY TAXES CHARGED	TOTAL TAXES CHARGED	TREASURER'S RELIEF				NET TAXES COLLECTED	PERCENT	OTHER COLLECTIONS		DELINQUENCIES	
								UNPAID TAXES	ABATEMENTS	OTHER	TOTAL			FEES IN LIEU	MISC COLLECTED	TAX	INTEREST/PENALTY
COUNTY FUNDS:																	
Flood control	\$ 5,578,485,649	0.000018	293,624,517	0.000020	\$ 100,413	\$ 5,872	\$ 106,285	\$ 2,272	\$ 242	\$ 389	\$ 2,903	\$ 103,382	0.973	\$ 5,157	\$ 1,223	\$ 2,971	\$ 180
General	5,578,485,649	0.001767	293,624,517	0.001993	9,857,184	585,194	10,442,378	223,054	23,771	47,169	293,994	10,148,384	0.972	506,238	121,383	289,273	156,124
Library	5,578,485,649	0.000354	293,624,517	0.000365	1,974,784	107,173	2,081,957	44,687	4,762	(624)	48,825	2,033,132	0.977	101,420	22,742	52,792	3,130
Tax Stability Trust	5,578,485,649	0.000269	293,624,517	0.000021	1,500,613	6,166	1,506,779	33,957	3,619	(75,743)	(38,167)	1,544,946	1.025	77,067	5,493	1,360	269
Tort liability	5,578,485,649	0.000068	293,624,517	0.000077	379,337	22,609	401,946	8,584	915	1,898	11,397	390,549	0.972	19,482	4,685	11,167	657
Local assessing and collecting	5,578,485,649	0.000456	293,624,517	0.000313	2,543,789	91,904	2,635,694	57,563	6,134	(46,960)	16,737	2,618,957	0.994	130,642	22,067	45,945	2,835
State assessing and collecting	5,578,485,649	0.000013	293,624,517	0.000158	72,520	46,393	118,913	1,641	175	42,452	44,268	74,645	0.628	3,724	7,484	22,651	1,236
Total County Funds					\$ 16,428,640	\$ 865,311	\$ 17,293,952	\$ 371,758	\$ 39,618	\$ (31,419)	\$ 379,957	\$ 16,913,995		\$ 843,730	\$ 185,077	\$ 426,159	\$ 164,431
SCHOOL DISTRICTS:																	
Uintah School District	\$ 5,578,485,649	0.004642	293,624,517	0.004726	\$ 25,895,330	\$ 1,387,669	\$ 27,283,000	\$ 585,974	\$ 62,447	\$ (25,765)	\$ 622,656	\$ 26,660,344	0.977	\$ 1,329,915	\$ 295,444	\$ 688,560	\$ 41,258
State Supported Schools	\$ 5,578,485,649	0.001419	293,624,517	0.001535	7,915,871	450,714	8,366,585	179,125	19,089	18,631	216,845	8,149,740	0.974	406,538	94,463	224,211	13,107
Total School Districts					\$ 33,811,202	\$ 1,838,383	\$ 35,649,585	\$ 765,099	\$ 81,536	\$ (7,134)	\$ 839,501	\$ 34,810,084		\$ 1,736,453	\$ 389,907	\$ 912,771	\$ 54,365
CITIES AND TOWNS:																	
Vernal City	\$ 599,373,096	0.000619	\$ 58,471,778	0.000624	\$ 371,012	\$ 36,486	\$ 407,498	\$ 16,150	\$ 2,175	\$ 3,160	\$ 21,485	\$ 386,013	0.947	\$ 43,463	\$ 4,937	\$ 21,751	\$ 1,374
Ballard City	85,758,233	0.002374	7,625,997	0.002453	203,590	18,707	222,297	15,570	580	717	16,867	205,430	0.924	3,652	2,050	17,004	1,034
Naples City	217,372,925	0.000341	123,258,267	0.000341	74,124	42,031	116,155	6,001	307	(460)	5,848	110,307	0.950	12,033	1,021	6,367	149
Total Cities and Towns					\$ 648,726	\$ 97,224	\$ 745,950	\$ 37,721	\$ 3,062	\$ 3,417	\$ 44,200	\$ 701,750		\$ 59,148	\$ 8,008	\$ 45,122	\$ 2,557
OTHER DISTRICTS:																	
Mosquito Abatement	\$ 5,578,485,649	0.000207	293,624,517	0.000207	\$ 1,154,747	\$ 60,780	\$ 1,215,527	\$ 26,130	\$ 2,785	\$ (2,262)	\$ 26,653	\$ 1,188,874	0.978	\$ 59,304	\$ 13,002	\$ 31,633	\$ 1,939
Central Utah Water	5,578,485,649	0.000422	293,624,517	0.000446	2,354,121	130,957	2,485,077	53,270	5,677	2,474	61,421	2,423,656	0.975	120,902	27,611	63,459	3,686
Uintah Water Conservancy	5,362,652,390	0.000424	285,609,146	0.000422	2,273,765	120,527	2,394,292	49,481	5,473	(4,982)	49,972	2,344,320	0.979	119,616	25,672	56,413	3,335
Ashley Valley Water	828,948,814	0.000199	145,493,422	0.000197	164,961	28,662	193,623	9,205	1,114	(569)	9,750	183,873	0.950	28,323	2,678	13,764	795
Maeser Water	168,112,956	0.000442	3,362,519	0.000448	74,306	1,506	75,812	2,256	816	76	3,148	72,664	0.958	14,707	1,067	4,129	232
Jensen Water	128,173,605	0.000542	32,732,460	0.000545	69,470	17,839	87,309	996	329	(238)	1,087	86,222	0.988	8,288	733	2,741	140
Ballard Water	89,416,775	0.000502	7,839,056	0.000517	44,887	4,053	48,940	3,507	152	138	3,797	45,143	0.922	945	451	2,972	169
Ouray Park Water	101,302,738	0.000727	82,285	0.000754	73,647	62	73,709	2,201	105	(21)	2,285	71,424	0.969	622	280	1,282	93
Tridell Lapoint Water	57,177,013	0.000534	2,450,046	0.000544	30,533	1,333	31,865	2,355	231	(379)	2,207	29,658	0.931	5,912	501	2,321	158
Total Other Districts					\$ 6,240,436	\$ 365,719	\$ 6,606,155	\$ 149,401	\$ 16,682	\$ (5,763)	\$ 160,320	\$ 6,445,835		\$ 358,619	\$ 71,995	\$ 178,714	\$ 10,547
GRAND TOTAL					\$ 57,129,004	\$ 3,166,638	\$ 60,295,642	\$ 1,323,979	\$ 140,898	\$ (40,899)	\$ 1,423,978	\$ 58,871,664		\$ 2,997,950	\$ 654,987	\$ 1,562,766	\$ 231,900

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UTAH ASSOCIATION OF CERTIFIED PUBLIC ACCOUNTANTS

Board of County Commissioners
Uintah County
Vernal, Utah 84078

RE: Independent Auditor’s Report on Compliance
and on Internal Controls over Compliance
In Accordance with the State of Utah Legal
Compliance Audit Guide

Report on Compliance with General State compliance Requirements and for Each Major State Program

We have audited Uintah County’s compliance with the applicable general state and major state program compliance 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 Uintah County or each of its major state programs for the year ended December 31, 2014. General state compliance requirements were tested for the year ended December 31, 2014 in the following areas:

- | | |
|--|-----------------------------------|
| Government Records Access Mgt Act | Statement of Taxes Charged, |
| Cash Management | Collected and Disbursed |
| Nepotism | Justice Courts |
| Budgetary Compliance | Transient Room Tax |
| Assessing & Collecting of Property Tax | Fund Balance Limitation |
| Utah Public Finance Website | Utah Retirement System Compliance |
| Conflicts of Interest | Open and Public Meetings Act |

The County received state funding from the following programs classified as major programs for the year ended December 31, 2014:

- Revitalization Grant (Department of Community & Culture)
- Pavement Preservation (Department of Transportation)
- CIB Grants (Department of Workforce Services)
- CIB Loan (Department of Workforce Services)

Management's Responsibility

Management is responsible for compliance with the general state requirements referred to above and the requirements of laws, regulations, contracts, and grants applicable to its state programs

Auditor's Responsibility

Our responsibility is to express an opinion on the County's compliance based on our audit of the 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*.

Auditor's Responsibility (Continued)

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 compliance requirements referred to above that could have a direct and material effect on the County or its major state programs occurred. An audit includes examining, on a test basis, evidence about the 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 and for each major state program. However, our audit does not provide a legal determination of Uintah County's compliance.

Opinion on General State Compliance requirements and Each Major State Program

In our opinion, Uintah County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the County or on each of its major state programs for the year ended December 31, 2014.

Other Matters

The results of our auditing procedures disclosed no instances of noncompliance, which are required to be reported in accordance with the State Compliance Audit Guide.

Report On Internal Control Over Compliance.

Management of Uintah County is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the compliance requirements that could have a direct and material effect on the County or on each major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance with general state compliance requirements and for each major state program 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 the 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 general state or major state program 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 general state or major state program 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 general state or major state program 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.

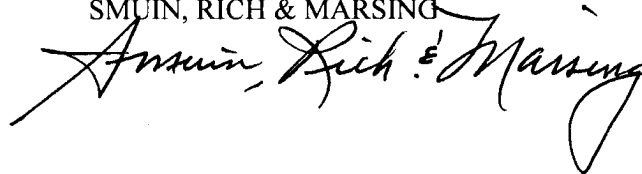
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any 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.

Report on Schedule of Expenditures of State Awards as Required by the State Compliance Audit Guide

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Uintah County as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated June 19, 2015, 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 state awards is presented for purposes of additional analysis as required by the State Compliance Audit Guide 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion the schedule of expenditures of state awards is fairly stated in all material respects in relation to the financial statements as a whole.

SMUIN, RICH & MARSING

A handwritten signature in black ink that reads "Armin Rich & Marsing". The signature is written in a cursive style with a large, sweeping flourish at the end.

Price, Utah

June 19, 2015

UINTAH COUNTY
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2014

GRANT/LOAN NAME	AWARD CONTRACT # (IF APPLICABLE)	YEAR OF LAST AUDIT	EXPENDITURES
Utah Substance Abuse Advisory Council			
Liquor Control Funds		2013	\$ 67,383
Subtotal - Utah Substance Abuse Advisory Council			\$ 67,383
Utah Department of Transportation			
Class B Road Funds		2013	\$ 2,971,499 *
Pavement Preservation	14-9609		124,134
Subtotal - Utah Department of Transportation			\$ 3,095,633
Utah State Attorney's Office			
Drug Court			\$ 40,000
Subtotal - Utah State Attorney's Office			\$ 40,000
State of Utah School and Institutional Trust Lands Administration			
Mineral Lease Revenue			\$ 10,321
Subtotal - State of Utah School and Institutional Trust Lands Administration			\$ 10,321
Utah Department of Workforce Services			
Mineral Lease Revenue			\$ 223,469
Pamela Atkinson Homeless Trust Fund	14-0320		9,173
Revitalization - Convention Center	14-1192		500,523
Revitalization - Public Safety	14-1043	2013	750,000
Revitalization - Turning Point Shelter	13-2366	2013	20,821
Revitalization - Turning Point	14-1192	2013	126,226
Revitalization - Bus & Shelter	14-1043	2013	65,000
Revitalization - Homeless	13-0410	2013	19,735
CIB - Conference Center Grant	FUND 5285-13		4,500,000 *
CIB - Conference Center Loan	FUND 5285-13		4,500,000 *
Subtotal - Utah Department of Workforce Services			\$ 10,714,947
Utah Department of Heritage and Arts, Utah State Library Division			
Library Enhancement Grant			\$ 10,030
Library Conference Travel Grant			1,300
Library - Journey Stories			2,000
Library Services & Technology			33,424
Subtotal - Utah Department of Heritage and Arts Utah State Library Division			\$ 46,754
PAGE 1 SUBTOTAL GRANT, CONTRACT, AND LOAN FUND EXPENDITURES			\$ 13,975,038

*Indicates Major Program

UINTAH COUNTY
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2014

<u>GRANT/LOAN NAME</u>	<u>AWARD CONTRACT # (IF APPLICABLE)</u>	<u>YEAR OF LAST AUDIT</u>	<u>EXPENDITURES</u>
Utah Department of Health			
PANO - Physical Act, Nutrition & Obesity	13-2429		\$ 1,966
CDC Cancer Screen - KOMEN	13-2435		60
CDC Cancer Screen - UCCP	13-2435		90
Indoor Clean Air	14-2225		199
Minimum Performance Grant	13-2223		88,401
Minimum Performance Grant	14-2225		88,401
CHEC	15-0617		6,140
CHEC	14-0608		1,789
Consumer Education & Assist	14-0608		10,478
Consumer Education & Assist	15-0617		690
Tobacco Prevention	13-2439		39,826
Tobacco Prevention	14-2226		45,033
Tobacco Prevention & Control Tax	14-2226		11,962
Tobacco Prevention & Control Tax	13-2439		17,931
State Primary Care Grants - Dental Clinic	14-1028		7,300
LHD Environmental Svc	14-2225		12,500
TB Medication	10-1976		55
Subtotal - Utah Department of Health			\$ 332,821
Utah Department of Environment & Natural Resources			
Predator Control			\$ 7,000
Subtotal - Utah Department of Environment & Natural Resources			\$ 7,000
Utah Department of Environmental Quality			
Department of Environ Quality	14-2528		\$ 42,155
Department of Environ Quality	08-1907		34,402
Subtotal - Utah Department of Environmental Quality			\$ 76,557
PAGE 2 SUBTOTAL GRANT, CONTRACT, AND LOAN FUND EXPENDITURES			\$ 416,378
PAGE 1 SUBTOTAL GRANT, CONTRACT, AND LOAN FUND EXPENDITURES			13,975,038
TOTAL GRANT, CONTRACT, AND LOAN FUND EXPENDITURES			\$ 14,391,416

*Indicates Major Program

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Board of County Commissioners
Uintah County
Vernal, Utah 84078

RE: 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

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 Uintah County as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise Uintah County's basic financial statements and have issued our report thereon dated June 19, 2015. Our report includes a reference to other auditors who audited the financial statements of Uintah Basin Tri-County Mental Health & Substance Abuse Authority, Uintah Recreation Special Service District and Uintah Transportation Special Service District, as described in our report on Uintah County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Uintah 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 Uintah County's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 County'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. Given these limitations, during our audit we did not identify and deficiencies in internal control that we consider to be material weaknesses. However material weaknesses may exist, that have not been identified.

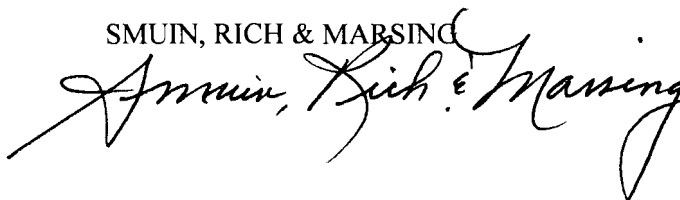
Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 non-compliance 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 County'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 County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

SMUIN, RICH & MARSING

A handwritten signature in black ink that reads "Armin, Rich & Marsing". The signature is written in a cursive style and is positioned below the printed name "SMUIN, RICH & MARSING".

Price, Utah

June 19, 2015

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Board of County Commissioners
Uintah County
Vernal, Utah 84078

RE: Independent Auditor's Report on Compliance for
Each Major Program and on Internal Control over
Compliance Required by OMB Circular A-133

Report on Compliance for Each Major Federal Program

We have audited Uintah County's compliance with the types of compliance requirements described in the OMB *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2014. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Uintah County's major federal programs based on our audit of the types of 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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the 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 for each major federal program. However, our audit does not provide a legal determination of Uintah County's compliance.

Opinion on Each Major Federal Program

In our opinion, Uintah 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, 2014.

Report on Internal Control Over Compliance

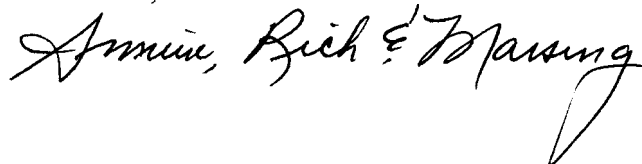
Management of Uintah County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Uintah County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. 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 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 over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

SMUIN, RICH & MARSING



Price, Utah

June 19, 2015

UINTAH COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2014

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the basic financial statements of Uintah County.
2. There was no significant deficiency and no material weaknesses disclosed in internal control by the audit over the financial statements.
3. No instances of noncompliance material to the financial statements of Uintah County were disclosed by the audit.
4. There was no significant deficiency and no material weaknesses in internal control over major programs disclosed by the audit.
5. The auditors' report on compliance for the major federal award programs for Uintah County expresses a unqualified opinion.
6. The audit of Uintah County's major programs disclosed no audit findings relating to major programs that the auditor is required to report.
7. The programs tested as major programs included:

<u>Program</u>	<u>CFDA#</u>
CDBG - Lakeview Estates Infrastructure	14.228
Airport	20.106
Methamphetamine Initiative Grant	16.710

8. The threshold for distinguishing Type A and B programs was \$300,000.
9. Uintah County was determined to be a low-risk auditee.

B. FINDING/FINANCIAL STATEMENT AUDIT

None

C. FINDINGS AND QUESTIONED COSTS-MAJOR FEDERAL AWARD PROGRAMS AUDIT

None

**UINTAH COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014**

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANT OR PASS THROUGH GRANTOR'S NUMBER	PROGRAM OR AWARD AMOUNT	CASH/ACCRUED (DEFERRED) REVENUE AT JANUARY 1, 2014	RECEIPTS OR REVENUE RECOGNIZED	DISBURSE- MENTS/ EXPENDITURES	CASH/ACCRUED (DEFERRED) REVENUE AT DECEMBER 31, 2014
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>							
Passed Through Utah Department of Health:							
National Association of County & City Health Offices	93.008	MRC 12308	\$ 3,500		\$ 3,500	\$ 3,500	
Emergency Preparedness	93.069	14-0032/15-0345	545,939		246,035	246,035	
Asthma Control Program	93.070	13-2429	15,000		9,267	9,267	
CDC Cancer Screening - Wise Woman	93.094	13-2435/14-2241	3,297		3,297	3,297	
TB Elimination	93.116	14-1680	1,396		611	611	
Immunization - Basic.IAP	93.268	14-1680	70,000		70,004	70,004	
CDC Cancer Screening	93.919	13-2435/14-2241	5,100		3,220	3,220	
Comprehensive Tobacco	93.283	13-2439/14-2226	63,012		24,648	24,648	
ELC ACA Health Assoc. Infectious Grant	93.521	13-1312/15-0878	19,122		8,833	8,833	
Community Transformation CAPAC	93.531	13-2429/14-2224	39,000		24,842	24,842	
CHEC	93.778	14-0608/15-0617	32,676		20,209	20,209	
Consumer Education & Assistance	93.778	14-0608/15-0617	47,160		11,168	11,168	
Medical Reserve Corps	93.889	15-0345/14-0032	15,000		8,716	8,716	
Basic Injury Prevention	93.990	14-2224	4,289		1,991	1,991	
Sexually Transmitted Diseases - Test	93.977	14-1680	2,794		159	159	
Injury Prevention - Mini Grant	93.991	13-2429/14-2224	6,000		3,701	3,701	
MCH Injury Prvention	93.991	14-2224	25,163		10,329	10,329	
EPICC- School Health/Diabetes	93.945	13-2429	7,176		2,408	2,408	
PANO	93.945	13-2429	6,142		3,611	3,611	
PANO - Preventive Block Grant	93.991	13-2429/14-2224	62,136		32,372	32,372	
Basic Injury Prevention	93.991	13-2429	25,163		2,005	2,005	
MCH Block	93.994	13-2429/14-0165	127,289		56,573	56,573	
Basic Injury Prevention	93.994	13-2429	4,289		4,159	4,159	
HIV Prevention, Counseling & Testing	93.940	14-1680	1,000		946	946	
FDA Tobacco Retail Inspections	110.542	13-2439	6,825		3,400	3,400	
Total passed through Utah Department of Health			\$ 1,138,468	\$...	\$ 556,004	\$ 556,004	\$...
Total U.S. Department of Health and Human Services			\$ 1,138,468	\$...	\$ 556,004	\$ 556,004	\$...

UINTAH COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANT OR PASS THROUGH GRANTOR'S NUMBER	PROGRAM OR AWARD AMOUNT	CASH/ACCRUED (DEFERRED) REVENUE AT JANUARY 1, 2014	RECEIPTS OR REVENUE RECOGNIZED	DISBURSE- MENTS/ EXPENDITURES	CASH/ACCRUED (DEFERRED) REVENUE AT DECEMBER 31, 2014
<u>U.S. DEPARTMENT OF AGRICULTURE</u>							
Direct Program:							
Forest Patrol	10.670	11-LE-11040100-11	\$ 10,523		\$ 10,523	\$ 10,523	
Total direct programs			\$ 10,523	\$...	\$ 10,523	\$ 10,523	\$...
Pass Through State Department of Human Services:							
Special Supplemental Food Program for Women, Infants and Children							
WIC Administration and Nutrition	10.557	14-1223/13-1361	\$ 133,375		\$ 60,622	\$ 60,622	
WIC Food Vouchers	10.557	14-1223/13-1361	408,646		408,646	408,646	
WIC Breastfeeding	10.557	14-1223/13-1361	10,576		7,332	7,332	
WIC Client Service	10.557	14-1223/13-1361	192,385		192,385	192,385	
WIC Technology Services	10.557	14-1223/13-1361	9,080		6,102	6,102	
WIC Peer Counseling	10.557	14-1223/13-1361	8,322		3,229	3,229	
Total passed through State Department of Human Services			\$ 762,384	\$...	\$ 678,316	\$ 678,316	\$...
Total U.S. Department of Agriculture			\$ 772,907	\$...	\$ 688,839	\$ 688,839	\$...
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>							
Passed Through Utah Department of Community and Culture:							
CDBG - Lakeview Estates Infrastructure	* 14.228	14-0442	\$ 515,482		\$ 515,482	\$ 515,482	
Total U.S. Department of Housing and Urban Development			\$ 515,482	\$...	\$ 515,482	\$ 515,482	\$...
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>							
Pass through State of Utah:							
Emergency Management Performance Grant	97.042	EMPG-2011-DEM-024	\$ 35,000		\$ 35,000	\$ 35,000	
Emergency Management Performance Grant	97.067	EMPG-2012-DEM-021	243,479		24,183	24,183	
Homeland Security Program	97.067	DES-2013-SHSP-005	3,000		3,000	3,000	
Homeland Security Program	97.067	DES-2012-SHSP-005	197,092		97,128	97,128	
Total U.S. Department of Homeland Security			\$ 478,571	\$...	\$ 159,311	\$ 159,311	\$...

UINTAH COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANT OR PASS THROUGH GRANTOR'S NUMBER	PROGRAM OR AWARD AMOUNT	CASH/ACCRUED (DEFERRED) REVENUE AT JANUARY 1, 2014	RECEIPTS OR REVENUE RECOGNIZED	DISBURSE- MENTS/ EXPENDITURES	CASH/ACCRUED (DEFERRED) REVENUE AT DECEMBER 31, 2014
U.S. DEPARTMENT OF JUSTICE							
Direct Program:							
Bullet Proof Vest	16.710		\$ 9,798		\$ 6,463	\$ 6,463	
Methamphetamine Initiative Grant	* 16.710	2010CKWX0388	500,000		175,106	175,106	
Justice Assistance Grant- 14A185/13A185	16.738	2011-DJ-BX-0318	15,000		15,000	15,000	
National Children's Alliance	16.758	11-VERN-UT-SA13	9,000		9,000	9,000	
Total direct programs			\$ 533,798	\$...	\$ 205,569	\$ 205,569	\$...
Passed Through Utah Department of Commission on Criminal and Juvenile Justice:							
Victims of Crime Act	16.801	12-VOCA-66	\$ 20,602		\$ 19,402	\$ 19,402	
Total passed through State Commission on Criminal and Juvenile Justice			\$ 20,602	\$...	\$ 19,402	\$ 19,402	\$...
Total U.S. Department of Justice			\$ 554,400	\$...	\$ 224,971	\$ 224,971	\$...
U.S. DEPARTMENT OF TRANSPORTATION							
Pass through State Department of Transportation:							
Hazardous Material Emergency Preparedness	20.703	UINC - 13HMEP	\$ 3,200		\$ 3,200	\$ 3,200	
Safe Community Program	20.600	CP100202	3,000		3,000	3,000	
Aircraft Rescue & Fire Fighting Vehicle	* 20.106	DOT-FA13NM-1073	630,000		550,525	550,525	
Runway Relocation 12-1017	* 20.106	AIP 3-49-0037-26	782,132		483,855	483,855	
Airport Land Purchase - Runway Constructon	* 20.106	DOT-FA13NM-1097	6,664,529		366,150	366,150	
Construction Runway 16/35 Phase III	* 20.106	AIP 3-49-0037-30	945,000		60,391	60,391	
Construction Runway 16/34 Phase IV	* 20.106	AIP 3-49-0037-31	55,000		21,793	21,793	
Wildlife Hazard Assessment	* 20.106	AIP 3-49-0037-29	60,800		50,825	50,825	
Total U.S. Department of Transportation			\$ 9,143,661	\$...	\$ 1,539,739	\$ 1,539,739	\$...
ENVIRONMENTAL PROTECTION AGENCY							
Pass through Utah Department of Health:							
Environmental Quality	66.605	13-0200	\$ 6,044		\$ 6,044	\$ 6,044	
Total Environmental Protection Agency			\$ 6,044	\$...	\$ 6,044	\$ 6,044	\$...

UINTAH COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANT OR PASS THROUGH GRANTOR'S NUMBER	PROGRAM OR AWARD AMOUNT	CASH/ACCRUED (DEFERRED) REVENUE AT JANUARY 1, 2014	RECEIPTS OR REVENUE RECOGNIZED	DISBURSE- MENTS/ EXPENDITURES	CASH/ACCRUED (DEFERRED) REVENUE AT DECEMBER 31, 2014
<u>U.S. DEPARTMENT OF THE INTERIOR</u>							
Direct Program:							
Refuge Revenue Sharing	15.659		\$ 17,876		\$ 17,876	\$ 17,876	
Total U.S. Department of Interior			\$ 17,876	\$...	\$ 17,876	\$ 17,876	\$...
TOTAL FEDERAL ASSISTANCE			\$ 12,627,409	\$...	\$ 3,708,266	\$ 3,708,266	\$...

* Tested as Major Federal Financial Assistance Programs

UINTAH COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AS OF DECEMBER 31, 2014

1. SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards is a summary of program activity of the County's federal award programs and does not necessarily present transactions that would be included in financial statements of the County presented on the modified accrual basis of accounting, as contemplated by generally accepted accounting principles.

2. FOOD INSTRUMENTS

Amounts shown on the schedule of expenditures of federal awards as WIC food vouchers are not direct cash expenditures of Uintah County. The Tri County Health District operates the Women, Infant and Children program. As part of this program, the health district distributes food instruments provided by the State of Utah that can be redeemed at local stores for food items.

The dollar amounts reported on the schedule of expenditures of federal awards are the fair market value that food instruments can be redeemed for.

UINTAH COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2014

Uintah County had the following finding reported in the December 31, 2013 audit report. Below it has been indicated the follow-up that has taken place by the County and any unresolved issues associated with this finding.

FINDING 2013-1 CASH MANAGEMENT
AIRPORT LAND GRANT CFDA #20.106
PROJECT NUMBER: 3-49-0037-29
CONTRACT NUMBER: DOT-FA13NM-1097

Statement of Condition:

The County is on a reimbursement basis with respect to funding on the Airport Land Grant. According to the grant the County will spend funds for expenditures and request reimbursement from the federal government for allowable expenditures. On the first reimbursement request prepared by engineers, \$5,105,100.42 was requested for reimbursement, which consisted of all project costs to date. The federal portion of the request should have only been 95% or \$4,849,845.40, but the County was reimbursed for the total reimbursement request of \$5,105,100.42. The County received \$255,255.02 over and above the federal allowable reimbursement percentage.

Current Status - As soon as the County was aware of the over payment made by the federal government on their Airport Land Grant, they made arrangement to repay the federal government for the over payment. The County reimbursed the federal government \$255,255.02 on the Airport Land Grant during the year ended December 31, 2014. No interest was earned on the over payment funds.

Follow-up: The finding has been corrected and no further follow-up is necessary.

APPENDIX B

PROPOSED FORM OF OPINION OF BOND COUNSEL

Upon the delivery of the 2015 Bonds, Blaisdell, Church & Johnson, LLC, Bond Counsel to the County, proposes to issue their final approving opinion in substantially the following form:

BLAISDELL, CHURCH & JOHNSON, LLC

ATTORNEYS AT LAW

DAVID L. CHURCH
DAVID R. BLAISDELL
ERIC TODD JOHNSON
LISA-MICHELLE CHURCH

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(801) 520-5333 (cell)

December 29, 2015

Uintah County
147 E. Main
Vernal, Utah 84078

Morgan Stanley & Co. LLC
One New York Plaza
New York, NY. 10004

Re: *\$33,385,000 Uintah County, Utah General Obligation Bonds, Series 2015.*

We have acted as bond counsel for Uintah County, Utah (the "County"), in connection with the issuance by the County of its \$33,385,000 General Obligation Bonds, Series 2015 (the "Series 2015 Bonds") pursuant to (i) the Utah Local Government Bonding Act, Title 11, Chapter 14, and Utah Refunding Bond Act, Title 11, Chapter 27, Utah Code Annotated 1953, as amended, (ii) a bond election held on November 3, 2015, and (iii) a resolution of the County adopted on November 17, 2015, authorizing a Resolution to be approved by a pricing committee consisting of the Chair of the Board of County Commissioners and the County Clerk/Auditor (collectively, the "Resolutions"). The Series 2015 Bonds are being issued to (a) refund the outstanding Lease Revenue Bonds, Series 2008A of the Municipal Building Authority of Uintah County, Utah at maturity or on June 1, 2018 (the "Refunded Bonds"), which were issued to construct the County Jail and public safety facility and related matters, and (b) pay costs and expenses reasonably incurred in connection with the issuance of the Series 2015 Bonds and the refunding of the Refunded Bonds.

Our services as bond counsel have been limited to the preparation of the legal proceedings and supporting certificates authorizing the issuance of the Series 2015 Bonds under the applicable laws of the State of Utah and to a review of the transcript of such proceedings and certificates. As to questions of fact material to our opinion, we have relied upon the certified proceedings and other certificates of public officials furnished to us without undertaking to verify the same by independent investigation. Our examination has been limited to the foregoing as they exist or are in effect as of the date hereof. Our opinion is limited to the matters expressly set forth herein, and we express no opinion concerning any other matters.

The Internal Revenue Code of 1986, as amended (the "Code"), contains a number of requirements and restrictions which apply to the Series 2015 Bonds. The County has covenanted to comply with all such requirements and restrictions. Failure to comply with certain of such requirements and restrictions may cause interest on the Series 2015 Bonds to become includable in gross income for federal income tax purposes retroactive to the date of issuance of the Series 2015 Bonds. We have assumed, without under-

taking to determine or confirm, continuing compliance by the County with such requirements and restrictions in rendering our opinion regarding the tax-exempt status of interest on the Series 2015 Bonds.

Based on our examination and the foregoing, we are of the opinion as of the date hereof and under existing law, as follows:

1. The County is a political subdivision created and validly existing under the laws of the State of Utah.
2. The Resolutions have been duly adopted by the County and constitute valid and binding obligations of the County enforceable upon the County.
3. The Series 2015 Bonds are valid and binding general obligations of the County for the payment of which the full faith and credit of the County are pledged, and for the payment of which ad valorem taxes may be levied on all taxable property within the boundaries of the County without limit as to rate or amount.
4. Based on an analysis of currently existing laws, regulations, decisions and interpretations, interest on the Series 2015 Bonds is excludable from gross income for purposes of federal income tax under existing laws as enacted and constructed on the date of initial delivery of the Series 2015 Bonds, assuming the accuracy of the certifications of the County and continuing compliance by the County with the requirements of the Internal Revenue Code 1986. Interest on the Series 2015 Bonds is not an item of tax preference for purposes of either individual or corporate federal alternative minimum tax ("AMT"); however, interest on Series 2015 Bonds held by a corporation (other than an S corporation, regulated investment company, or real estate investment trust) may be indirectly subject to federal AMT because of its inclusion in the adjusted current earnings of a corporate holder. Bond Counsel expresses no opinion regarding any other federal tax consequences relating to ownership or disposition of, or the accrual or receipt of interest on, the Series 2015 Bonds.
5. Interest on the Series 2015 Bonds is exempt from State of Utah individual income taxes.

In rendering our opinion, we wish to advise you that:

- (a) The rights of the holders of the Series 2015 Bonds and the enforceability thereof and of the documents identified in this opinion may be subject to bankruptcy, insolvency, reorganization, arrangement, fraudulent conveyance, moratorium and other laws relating to or affecting creditors' rights heretofore or hereafter enacted to the extent constitutionally applicable, and their enforcement may also be subject to the application of equitable principles and the exercise of judicial discretion in appropriate cases;
- (b) We express no opinion herein as to the accuracy, adequacy or completeness of the Official Statement or any other offering material relating to the Series 2015 Bonds; and
- (c) Although we have rendered an opinion that interest on the Series 2015 Bonds is excludable from gross income for federal income tax purposes, the ownership, or disposition of, or the accrual or receipt of interest on, the Series 2015 Bonds may otherwise affect a bondholder's tax liability. The nature and extent of these other tax consequences will depend upon the bondholder's particular tax status and the bondholder's other items of income or deduction. We express no opinion regarding any other tax consequences relating to the ownership or disposition of, or the accrual or receipt of interest on, the Series 2015 Bonds.

Respectfully submitted,

APPENDIX C

PROPOSED FORM OF CONTINUING DISCLOSURE UNDERTAKING

This Continuing Disclosure Undertaking (the “Undertaking”) is executed and delivered by Uintah County, Utah (the “Issuer”), in connection with the issuance of the Issuer’s General Obligation Bonds, Series 2015 in the aggregate principal amount of \$33,385,000 (the “Bonds”). The Bonds are being issued pursuant to (i) the Utah Local Bond Act, Title 11, Chapter 14, Utah Code Annotated 1953, as amended, and the Utah Refunding Bond Act, Title 11, Chapter 27, Utah Code Annotated 1953, as amended (the “Acts”); (ii) a bond election held on November 3, 2015, and (iii) a resolution of the Issuer adopted on November 17, 2015 (the “Parameters Resolution”), authorizing a Final Bond Resolution that was approved by a pricing committee consisting of the Chair of the County Commission and County Clerk Auditor finalized on December 15, 2015 (the “Bond Resolution,” and collectively with the Parameters Resolution, the “Resolutions”), which provide for the issuance of the Bonds; and (iv) other applicable provisions of law. The Bonds are being issued for the purpose of (a) refunding the outstanding Lease Revenue Bonds, Series 2008A of the Municipal Building Authority of Uintah County, Utah (the “Series 2008A Bonds”), dated July 31, 2008, which mature on June 1, 2016 through June 1, 2040 (the “Refunded Bonds”), and (b) paying costs and expenses reasonably incurred in connection with the issuance of the Bonds.

Section 1. Purpose of the Undertaking. This Undertaking is being executed and delivered by the Issuer for the benefit of the Bondholders and Beneficial Owners of the Bonds and to assist the Participating Underwriter in complying with the Rule (each as defined below).

Section 2. Definitions. In addition to the definitions set forth in the Resolutions or parenthetically defined herein, which apply to any capitalized terms used in this Undertaking unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

“Annual Report” shall mean any Annual Report provided by the Issuer pursuant to, and as described in, Sections 3 and 4 of this Undertaking.

“Beneficial Owner” shall mean any person which has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Bonds (including persons holding Bonds through nominees, depositories, or other intermediaries).

“Dissemination Agent” shall mean, initially, the Issuer, or any successor Dissemination Agent designated in writing by the Issuer and which has filed with the Issuer a written acceptance of such designation.

“Listed Events” shall mean any of the events listed in Section 4 of this Undertaking.

“MSRB” shall mean the Municipal Securities Rulemaking Board, the address of which is currently 1900 Duke Street, Suite 600, Alexandria, VA 22314; Telephone (703) 797-6600; Fax (703) 797-6700.

“Official Statement” shall mean the Official Statement of the Issuer dated December 15, 2015, relating to the Bonds.

“Participating Underwriter” shall mean the original underwriter of the Bonds.

“Rule” shall mean Rule 15c2-12(b)(5) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as the same may be amended from time to time.

“State” shall mean the State of Utah.

Section 3 Provision of Annual Reports.

(a) The Issuer shall prepare an Annual Report of the Issuer and shall, or shall cause the Dissemination Agent to, not more than 210 days from the end of each fiscal year of the Issuer (presently December 31), commencing with the fiscal year ended December 31, 2015, provide to the MSRB in electronic format and any bond insurer of the Bonds, the Annual Report of the Issuer which is consistent with the requirements of Section (4) of this Disclosure Undertaking. Not later than fifteen (15) Business Days prior to said date, the Issuer shall provide the Annual Report of the Issuer to the Dissemination Agent. In each case, the Annual Report of the Issuer may be submitted as a single document or as separate documents comprising a package, and may include by reference other information as provided in Section (4) of this Disclosure Undertaking; provided that the audited financial statements of the Issuer may be submitted separately from the balance of the Annual Report, and later than the date required above for the filing of the Annual Report if they are not available by that date. If the Issuer's fiscal year changes, it shall give notice of such change in the same manner as for Listed Event under Section 5(f).

(b) If by fifteen (15) Business Days prior to the date specified in Section 3(a) for providing the Annual Report of the Issuer to MSRB, the Dissemination Agent has not received a copy of the Annual Report of the Issuer, the Dissemination Agent shall contact the Issuer to determine if the Issuer is in compliance with Section 3(a).

(c) If the Dissemination Agent is unable to provide or verify that the Annual Report of the Issuer has been provided to the MSRB by the dates required in Section 3(a), the Dissemination Agent shall, in a timely manner, send a notice to the MSRB.

(d) The Dissemination Agent shall:

- (1) determine each year prior to the date for providing the Annual Report of the Issuer, the website address to which the MSRB directs the Annual Report to be submitted; and
- (2) file reports with the Issuer, as appropriate, certifying that their Annual Report has been provided pursuant to this Disclosure Undertaking, stating the date it was provided and listing the website address to which it was provided.

Section 4. Content of Annual Reports.

The Issuer's Annual Report shall contain or incorporate by reference the following:

(A) A copy of the Issuer's annual financial statements prepared in accordance with generally accepted accounting principles audited by a certified public accountant or a firm of certified public accountants. If the Issuer's audited annual financial statements are not available by the time specified in Section 3(a) above, unaudited financial statements will be provided as part of the Annual Report and audited financial statements will be provided when and if available.

(B) An update of the information of the type contained in the Official Statement relating to the Issuer if the type contained in the tables entitled: "UINTAH COUNTY, UTAH—Stabilization Funds" "DEBT STRUCTURE OF UINTAH COUNTY, UTAH" "FINANCIAL INFORMATION REGARDING UINTAH COUNTY UTAH—Financial Summaries; Historical Tax Rates; Taxable, Fair Market And Market Value Of Property; Historical Summaries Of Taxable Value Of Property; Historical Property Tax Collection Record; Some Of The Largest Taxpayers".

(C) Any or all of the items listed above may be incorporated by reference from other documents available to the public on the Internet website of the MSRB or filed with the Securities and Exchange Commission.

Section 5. Reporting of Significant Events.

(a) The Issuer shall provide or cause to be provided, in a timely manner (but not more than 10 Business Days after the event) notice of any of the following events with respect to the Bonds:

1. Principal and interest payment delinquencies;
2. Unscheduled draws on debt service reserves reflecting financial difficulties;
3. Unscheduled draws on credit enhancements reflecting financial difficulties;
4. Substitution of credit or liquidity providers, or their failure to perform;
5. Adverse tax opinions or the issuance by the Internal Revenue Service of proposed or final determinations of taxability. Notices of proposed Issuer (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds;
6. Defeasances;
7. Tender offers;
8. Bankruptcy, insolvency, receivership or similar proceedings; or
9. Rating changes.

(b) The Issuer shall provide or cause to be provided notice of the occurrences of any of the following Listed Events with respect to the Bonds in a timely manner not more than ten (10) Business Days after the Listed Event, if material

1. Mergers, consolidations, acquisitions, the sale of all or substantially all of the assets of the obligated persons or their termination;
2. Appointment of a successor additional trustee or change of the name of the trustee;
3. Non-payment related defaults;
4. Modifications to the rights of the owners of the Bonds;
5. Bond calls; or
6. Release, substitution or sale of property securing repayment of the Bonds.

Whenever the Issuer obtains knowledge of the occurrence of a Listed Event, the Issuer shall as soon as possible determine if such event would be material under applicable federal securities laws.

(c) Whenever the Issuer obtains knowledge of the occurrence of a Listed Event under Subsection (5)(b), whether because of a notice from the Paying Agent or otherwise, the Issuer shall as soon as possible determine if such event would be material under applicable federal securities laws.

(d) If the Issuer has determined that knowledge of the occurrence of a Listed Event would be material under applicable federal securities laws, the Issuer shall promptly notify the Dissemination Agent in writing. Such notice shall instruct the Dissemination Agent to report the occurrence pursuant to subsection (f).

(e) If the Issuer determines that the Listed Event would not be material under applicable federal securities laws, the Issuer shall so notify the Dissemination Agent in writing and instruct the Dissemination Agent not to report the occurrence pursuant to subsection (f).

(f) If the Dissemination Agent has been instructed by the Issuer to report the occurrence of a Listed Event, the Dissemination Agent shall file a notice of such occurrence with the MSRB in a timely manner not more than ten (10) Business Days after the Listed Event.

Section 6 Termination of Reporting Obligation. The Issuer's obligations under this Disclosure Undertaking shall terminate upon the legal defeasance, prior redemption, or payment in full of all of the Bonds. If such termination occurs prior to the final maturity of the Bonds, the Issuer shall give notice of such termination in the same manner as for a Listed Event under Section 5(f).

Section 7 Dissemination Agent. The Issuer may, from time to time, appoint or engage a Dissemination Agent to assist the Issuer in carrying out its obligations under this Undertaking, and may discharge any such Dissemination Agent, with or without appointing a successor Dissemination Agent. If at any time there not another Dissemination Agent, the Issuer shall be the Dissemination Agent. The initial Dissemination Agent shall be the Issuer.

Section 8 Amendment, Waiver. Notwithstanding any other provision of this Disclosure Undertaking, the Issuer may amend this Disclosure Undertaking and any provision of this Disclosure Undertaking may be waived, provided that the following conditions are satisfied:

- (a) If the amendment or waiver relates to the provisions of Sections 3(a), 4, or 5(a) or (b), it may only be made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature or status of an obligated person (as defined in the Rule) with respect to the Bonds, or the type of business conducted;
- (b) The Undertaking, as amended or taking into account such waiver, would, in the opinion of nationally recognized bond counsel, have complied with the requirements of the Rule at the time of the original issuance of the Bonds, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and
- (c) The amendment or waiver either (i) is approved by the Holders of the Bonds in the same manner as provided in the Resolutions for amendments to the Resolution with the consent of Holders, or (ii) does not, in the opinion of nationally recognized bond counsel, materially impair the interests of the Holders or Beneficial Owners of the Bonds.

In the event of any amendment or waiver of a provision of this Disclosure Undertaking, the Issuer shall describe such amendment in the next Annual Report, and shall include, as applicable, a narrative explanation of the reason for the amendment or waiver and its impact on the type (or in the case of a change of accounting principles, on the presentation) of financial information or operating data being presented by the Issuer. In addition, if the amendment relates to the accounting principles to be followed in preparing financial statements, (i) notice of such change shall be given in the same manner as for a Listed Event under Section 5(f), and (ii) the Annual Report for the year in which the change is made should present a comparison (in narrative form and also, if feasible, in quantitative form) between the financial statements as prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles.

Section 9 Additional Information. Nothing in this Undertaking shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Undertaking or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Undertaking. If the Issuer chooses to include any information in any Annual Report or notice of occurrence of a Listed Event in addition to that which is specifically required by this Undertaking, the Issuer shall have no obligation under this Undertaking to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

Section 10 Default. In the event of a failure of the Issuer to comply with any provision of this Undertaking, any Holder or Beneficial Owner of the Bonds may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the Issuer to comply with its obligations under this Undertaking. A default under this Undertaking shall not be deemed an event of default under the Resolution, and the sole remedy under this Undertaking shall be an action to compel performance.

Section 11 Duties, Immunities and Liabilities of Dissemination Agent. The Dissemination Agent shall have only such duties as are specifically set forth in this Undertaking, and the Issuer agrees to in-

demnify and save the Dissemination Agent, its officers, directors, employees and agents, harmless against any loss, expense and liabilities which it may incur arising out of or in the exercise or performance of its powers and duties hereunder, including the costs and expenses (including attorney's fees) of defending against any claim of liability, but excluding liabilities due to the Dissemination Agent's negligence, gross negligence or willful misconduct. The obligations of the Issuer under this Section shall survive resignation or removal of the Dissemination Agent and payment of the Bonds.

Section 12 Beneficiaries. This Undertaking shall inure solely to the benefit of the Issuer, the Dissemination Agent, the Participating Underwriter and the Holders and Beneficial Owners from time to time of the Bonds, and shall create no rights in any other person or entity.

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APPENDIX D

BOOK-ENTRY SYSTEM

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.6 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has an S&P rating of "AA+". The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at <http://www.dtcc.com>.

Purchases of 2015 Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the 2015 Bonds on DTC's records. The ownership interest of each actual purchaser of each 2015 Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the 2015 Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in 2015 Bonds, except in the event that use of the book-entry system for the 2015 Bonds is discontinued.

To facilitate subsequent transfers, all 2015 Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of 2015 Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not affect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the 2015 Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such 2015 Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of 2015 Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the 2015 Bonds, such as redemptions, tenders, defaults, and proposed amendments to the 2015 Bond documents. For example, Beneficial Owners of 2015 Bonds may wish to ascertain that the nominee holding the 2015 Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial

Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the 2015 Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to 2015 Bonds unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the County as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the 2015 Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions, and dividend payments on the 2015 Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detailed information from the County or the Paying Agent, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Paying Agent, or the County, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the County or the Paying Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the 2015 Bonds at any time by giving reasonable notice to the County or the Paying Agent. Under such circumstances, in the event that a successor depository is not obtained, 2015 Bond certificates are required to be printed and delivered.

The County may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, 2015 Bond certificates will be printed and delivered to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the County believes to be reliable, but the County takes no responsibility for the accuracy thereof.

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