

Washington County, Colorado
Financial Statements
For the Year Ended December 31, 2016



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Independent Auditors' Report

To the Board of County Commissioners
Washington County, Colorado
Akron, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Washington County, Colorado (the County) as of and for the year ended December 31, 2016, 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 conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 auditors' 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 entity'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 entity'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, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of December 31, 2016, and the respective changes in financial position 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 America require that the management's discussion and analysis and budgetary comparison information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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 other supplementary information and local highway finance report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information and the local highway finance report 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. In our opinion, the other supplementary information and the local highway finance report are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Lauer, Szabo & Associates, P.C.

Sterling, Colorado
July 26, 2017

WASHINGTON COUNTY, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Management's Discussion and Analysis for Washington County offers readers a narrative overview and analysis of the County's financial activities for the fiscal year ended December 31, 2016. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the financial statements and notes to the financial statements.

FINANCIAL HIGHLIGHTS

- ▶ The assets of the County exceeded its liabilities at the close of 2016 by \$26,391,682. Of this amount, \$16,035,639 may be used to meet the County's ongoing obligations to its citizens and creditors.
- ▶ The County's total net position increased by \$1,918,803 for the current year.
- ▶ As of December 31, 2016, the County's governmental funds reported combined ending fund balances of \$18,005,646, an increase of \$1,843,223 in comparison with the prior year.
- ▶ Unassigned fund balance for the General Fund was \$2,744,747 at December 31, 2016.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to Washington County's Basic Financial Statements. The Basic Financial Statements contain three components: government-wide financial statements, fund financial statements, and notes to the financial statements. In addition, this report contains other Required Supplementary Information and a Supplemental Information section that presents combining statements for non-major governmental funds along with actual and budgetary comparison schedules.

The basic financial statements include two kinds of statements that present different views of the County:

- ▶ The first two statements are government-wide financial statements that provide both long-term and short-term information about the County's overall financial status.
- ▶ The remaining statements are fund financial statements that focus on individual parts of the County government, reporting the County's operations in more detail than the government-wide statements.
 - Governmental Fund statements tell how general government services like judicial, public safety, health and welfare, auxiliary services, culture and recreation and public works were financed in the short-term as well as what remains for future spending.
 - The Fiduciary Fund statement provides information about Agency Fund assets held by the County which is acting solely as a trustee of agent for the benefit of others, to whom the resources belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. In addition to these required components, a section is included with combining and individual fund statements that provide further detail about our non-major governmental funds described as special revenue funds, each of which are added together and presented in single columns in each of the basic financial statements.

GOVERNMENT-WIDE STATEMENTS

The government-wide statements report information about the County as a whole using accounting methods similar to those used by private-sector companies.

The statement of net position includes all of Washington County's assets and liabilities 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 Washington County is improving or deteriorating.

The statement of activities presents information showing how Washington County'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 reported in this statement for some items will result in cash flows in future fiscal periods.

The government-wide financial statements of the County are divided into one category:

- Governmental activities: Most of the County's basic services are included here, such as general government, judicial, public safety, health and welfare, auxiliary services, culture and recreation and public works. Property taxes and state and federal grants finance most of these activities.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the County's most significant funds, not the County as a whole. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by state law and by bond covenants.
- The County Board of Commissioners establishes other funds to control and manage resources for particular purposes (i.e. TV translator fund, Conservation trust fund) or show that certain taxes and grants are used appropriately (i.e. Special Revenue Funds).

The County has two kinds of funds:

- Governmental funds: Most of the County's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information is provided on the subsequent page of the governmental funds statement that explains the relationship (or differences) between the two types of statements. Washington County adopts an annual appropriated budget for all funds. A budgetary comparison statement has been provided for all funds to demonstrate compliance with this budget.

- Fiduciary funds: The County is the trustee, or fiduciary, for the Treasurer's Fund, the Hospital Memorial Fund and certain accounts of the Sheriff. The Treasurer, by statute, collects and distributes all property tax revenues to other County funds and local governments. The County is responsible for ensuring that the assets reported in this fund are used for their intended purpose. All of the County's fiduciary activities are reported in a separate statement of fiduciary net position, while only the activities of the Hospital Memorial Fund (a private-purpose trust fund) are reported in the statement of changes in fiduciary net position. These balances are excluded from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

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 to the financial statements can be found starting on page 25 of this report.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Net position. As discussed earlier, net position may serve as a useful indicator of a government's financial position. As of December 31, 2016, the County's net position was \$26,391,682.

Total net position for the County increased \$1,918,803.

Description of net position is as follows:

○ Net investment in capital assets	\$ 8,876,817
○ Restricted for emergencies	\$ 430,000
○ Restricted for debt service	\$ 850,233
○ Restricted for culture and recreation	\$ 198,993
○ Unrestricted	\$ 16,035,639

TABLE 1**Net Position (in thousands)**

	Governmental Activities		Component Unit Activities		Total	
	2016	2015	2016	2015	2016	2015
Capital assets, net	\$ 11,073	\$ 11,585	\$ 1,240	\$ 4,025	\$ 12,313	\$ 15,610
Other assets	22,599	21,059	10,717	8,010	33,316	29,069
Total assets	\$ 33,672	\$ 32,644	\$ 11,957	\$ 12,035	\$ 45,629	\$ 44,679
Current liabilities	\$ 712	\$ 489	\$ 140	\$ 944	\$ 852	\$ 1,433
Long-term liabilities	2,877	3,433	9,669	9,664	12,546	13,097
Total liabilities	3,590	3,922	9,809	10,608	13,399	14,530
Deferred inflows of resources	3,691	4,249	-	-	3,691	4,249
Net investment in capital assets	8,877	8,818	1,077	630	9,954	9,448
Restricted	1,479	1,382	383	-	1,862	1,382
Unrestricted	16,035	14,273	688	797	16,723	15,070
Total net position	26,391	24,473	2,148	1,427	28,539	25,900
Total liabilities and net position	\$ 33,672	\$ 32,644	\$ 11,957	\$ 12,035	\$ 45,629	\$ 44,679

Investment in capital assets (land, buildings and equipment) is 33% of Washington County's net position. Washington County uses these capital assets to provide services to citizens; consequently these assets are not available for future spending.

In addition, a portion of Washington County's net position (6%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (61%) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of 2016, Washington County is able to report positive balances in all three categories of net position.

Changes in net position

The County's total revenue of \$14,998,684 was more than program expenses of \$13,079,881 for an increase in net position of \$1,918,803.

TABLE 2**Changes in net position (in thousands)**

	Governmental Activities		Component Unit Activities		Total	
	2016	2015	2016	2015	2016	2015
Program revenue						
Charges for services	\$ 5,031	\$ 4,573	\$ 2,015	\$ 1,845	\$ 7,046	\$ 6,836
Operating grants	3,991	4,011	790	21	4,781	3,897
Capital grants	44	510	-	-	44	169
General revenues						
Property taxes	4,230	3,894	-	-	4,230	3,984
Specific ownership taxes	491	504	-	-	491	496
Sales Tax	520	555	-	-	520	530
Other taxes	23	47	-	-	23	54
Unrestricted earnings	140	134	1	-	141	82
Miscellaneous	529	690	43	10	572	619
Sale of assets	-	8	-	-	-	299
Total revenues	14,999	14,926	2,849	1,876	17,848	16,966
Program expenses						
General government	2,101	2,118	-	-	2,101	1,924
Judicial and public safety	4,149	3,806	-	-	4,149	3,684
Health and welfare	2,321	2,353	2,128	1,982	4,449	4,019
Auxiliary services	913	904	-	-	913	980
Culture and recreation	63	73	-	-	63	80
Public works	3,387	3,697	-	-	3,387	3,897
Interest and fiscal charges	146	167	-	-	146	188
Total expenses	13,080	13,118	2,128	1,982	15,208	14,772
Change in net position	1,919	1,808	721	(106)	2,640	2,194
Net position at beginning of year	24,473	22,665	1,427	871	25,900	23,536
Net position at end of year	\$ 26,392	\$ 24,473	\$ 2,148	\$ 1,427	\$ 28,540	\$ 25,900

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Governmental funds overview. Washington County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As described earlier, the County's governmental funds provide information on short-term inflows and outflows, as well as what remains for future spending. Such information is useful in assessing the County's financing requirements. For example, unrestricted fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of 2016, Washington County reported a combined fund balance of \$18,005,646. This amount was \$1,843,223 more than 2015. Of the total combined fund balance, \$2,744,747 consists of unassigned fund balance, the portion of fund balance which serves as a measure of current available financial resources.

The restricted fund balance represents resources not available for spending or those on which legal restrictions have been placed. The County's restricted fund balance makes up \$608,078 of the combined total and includes the following:

➤ Restricted for emergencies	\$430,000
➤ Restricted for debt service	\$850,233
➤ Restricted for culture and recreation	\$198,993

General Fund. The General Fund of Washington County accounts for all transactions not accounted for in other funds. As the county's major operating fund, the General Fund accounts for ordinary operating expenditures financed primarily by property and related taxes. The General Fund completed the year with a fund balance of \$3,758,236.

Road & Bridge Fund. The Road and Bridge Fund accounts for monies generated by property taxes, sales tax, highway users tax and other sources and expended for highway and road maintenance and repair. The Road & Bridge completed the year with a fund balance of \$6,938,852.

Social Services Fund. The Social Services Fund accounts for monies received from property taxes and state and federal grants expended for social welfare programs. The Social Services Fund completed the year with a fund balance of \$707,131.

Justice Center Fund. The Justice Center Fund accounts for monies received from state sources to maintain adequate housing and transportation for local detainees. The Justice Center Fund completed the year with a fund balance of \$3,411,915.

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, the Board of County Commissioners revised the County's budget one time. The reasons for amending the budget are:

- Supplemental appropriations to increase revenue and expenditure accounts due to the receipt of unanticipated grant and operational revenue.
- Unanticipated expenses from fund balance.

Revenue appropriations exceeded the budgeted amounts in several funds. The amounts of revenue received over budget were mainly the function of conservatively budgeting revenues from HUTF and Faster, higher than expected inmate housing in the Justice Center and sales tax generated for the Health Care Fund.

The departments requiring supplemental budget expenditure adjustments included the County Administration, Driver's License, Plant and Maintenance, W-Y Comm., fair and Pioneer Haven.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. Washington County’s investment in capital assets for its governmental activities as of December 31, 2016, amounts to \$11,073,009 (net of accumulated depreciation). This amount includes a broad range of capital assets, including land, buildings, equipment, improvements and other infrastructure.

Washington County remains committed to the upkeep and maintenance of the County’s largest assets. More detailed information about the County’s capital assets is presented in table 3 and in Note E to the financial statements.

TABLE 3

Capital assets, net of depreciation (in thousands)

	Governmental Activities		Component Unit Activities		Total	
	2016	2015	2016	2015	2016	2015
Land and improvements	\$ 256	\$ 256	\$ 11	\$ 11	\$ 267	\$ 267
Construction in progress	-	133	10,594	3,876	10,594	4,009
Equipment	11,120	10,510	429	426	11,549	10,936
Buildings	11,092	10,918	825	825	11,917	11,743
Infrastructure	3,161	3,161	-	-	3,161	3,161
Accumulated depreciation	(14,556)	(13,393)	(1,142)	(1,113)	(15,698)	(14,506)
Total	\$ 11,073	\$ 11,585	\$ 10,717	\$ 4,025	\$ 21,790	\$ 15,610

Long-term debt. The County had \$2,877,475 in debt outstanding at year-end. More detailed information about the County’s long-term debt is presented in Table 4 and Note F to the financial statements.

TABLE 4

Long-term debt (in thousands)

	Governmental Activities		Component Unit Activities		Total	
	2016	2014	2016	2014	2016	2014
Landfill closure and postclosure costs	\$ 538	\$ 538	\$ -	\$ -	\$ 538	\$ 538
Bonds payable, net	2,768	2,768	-	-	2,768	2,768
Notes payable	-	-	9,640	9,640	9,640	9,640
Compensated absences	127	127	29	24	156	151
Total	\$ 3,433	\$ 3,433	\$ 9,669	\$ 9,664	\$ 13,102	\$ 13,097

SIGNIFICANT ISSUES

In November of 2001 Washington County opened the doors to the Justice Center. Certificates of Participation were issued for the funding of the construction. In 2011 Washington County refinanced the debt on the Justice Center, lowering the payment and easing the burden on the operations of the Justice Center. The Justice Center has been performing financially well enough to make an occasional extra principal payment. The Justice Center is scheduled to be paid off no later than (September of 2021). The Justice Center continues to operate without tax dollars other than the portion paid for Washington County inmates.

In November 2006, a Referendum was approved by the voters in Washington County to charge a 1½ % sale and use tax to be used solely for the operations of the Health Care Fund entities – Ambulance, Medical Clinic and the Nursing Home. This sale and use tax continues to support the Health Care entities. The census at the Washington County Nursing Home was adequate to produce enough revenue to deem itself self-sufficient. New nursing home construction was substantially completed in September of 2016 and the facility became occupied at that time. The projected census for the new facility indicates that this facility will nearly generate enough revenue to be self-sufficient in future years

LONG-TERM FINANCIAL PLANNING

Washington County was able to secure an allotment of New Market Tax Credits in 2015 with the help of S.B. Clark Company and was able close the financing package for the construction of a new nursing home. Construction began in July of 2015 with an initial completion date of July 2016. The New Market Tax Credit financing takes place over a seven year period where only interest is paid on the dollars awarded. At the end of seven years the structure is collapsed and Washington County will look at refinancing the remaining dollars into a lease purchase situation, similar to what is currently in place for the Washington County Justice Center. Washington County continues to be responsible with all funds and is planning for future needs.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Washington County is in a good financial position. In preparing the 2017 budget, revenue was anticipated for non-county prisoners in order to defray the cost of maintaining and staffing the Justice Center. The County will continue to be cautious with their spending, while continuing the contract with the State Department of Corrections to house Parole violators.

The effect on the Health Care Fund of receiving the 1 ½% sales and use tax has in turn helped other areas of the County by eliminating Health Care's portion of property taxes. The sales and use tax has enhanced these entities to better serve our community. The sales and use tax revenue anticipated in 2017 has been budgeted to be the same as that received in 2016.

Rising health insurance costs continue to be worrisome for Washington County.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Director of Finance, 150 Ash Avenue, Akron, Colorado, 80720, or by telephone at (970) 345-2701 extension 5 or 6.

Basic Financial Statements

The basic financial statements of the County include the following:

Government-wide financial statements. The government-wide statements display information about the reporting government as a whole, except for its fiduciary activities.

Fund financial statements. The fund financial statements display information about major funds individually and nonmajor funds in the aggregate for governmental and enterprise funds.

Notes to the financial statements. The notes communicate information essential for fair presentation of the financial statements that is not displayed on the face of the financial statements. As such, the notes are an integral part of the basic financial statements.

WASHINGTON COUNTY, COLORADO
Statement of Net Position
December 31, 2016

	Primary Government	
	Governmental Activities	Component Unit
Assets		
Cash and cash investments	\$ 16,894,808	\$ 458,866
Receivables	4,705,801	375,884
Inventories	154,659	
Prepaid items		13,007
Restricted cash and cash investments	850,233	391,793
Capital assets, net of depreciation	11,073,009	10,717,328
Total assets	\$ 33,678,510	\$ 11,956,878
Liabilities		
Accounts payable	\$ 340,063	\$ 179,805
Accrued salaries and benefits	161,783	65,571
Due to component unit	105,916	(105,916)
Unearned revenues	110,947	
Noncurrent liabilities		
Due within one year	540,281	
Due in more than one year	2,337,194	9,669,226
Total liabilities	3,596,184	9,808,686
Deferred inflows of resources		
Deferred property tax revenues	3,690,644	
Total deferred inflows of resources	3,690,644	-
Net position		
Net investment in capital assets	8,876,817	1,077,328
Restricted for:		
Emergencies	430,000	
Debt service	850,233	
Culture and recreation	198,993	
Construction purposes		383,116
Unrestricted	16,035,639	687,748
Total net position	26,391,682	2,148,192
Total liabilities, deferred inflows of resources and net position	\$ 33,678,510	\$ 11,956,878

The accompanying notes are an integral part of these financial statements.

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WASHINGTON COUNTY, COLORADO
Statement of Activities
For the Year Ended December 31, 2016

	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Governmental activities				
General government	\$ 2,101,378	\$ 527,740	\$ 482	
Public safety and judicial	4,149,208	3,978,432	67,869	
Health and welfare	2,320,618	448,070	659,088	\$ 44,632
Auxiliary services	913,021			
Culture and recreation	63,099		29,169	
Public works	3,386,882	77,199	3,234,110	
Interest and fiscal charges	145,675			
Total governmental activities	<u>13,079,881</u>	<u>5,031,441</u>	<u>3,990,718</u>	<u>44,632</u>
Total primary government	<u>\$ 13,079,881</u>	<u>\$ 5,031,441</u>	<u>\$ 3,990,718</u>	<u>\$ 44,632</u>
Component unit				
Washington County Nursing Home	<u>\$ 2,128,118</u>	<u>\$ 2,015,205</u>	<u>\$ -</u>	<u>\$ 790,180</u>

General revenues
 Taxes
 Property taxes, levied for general purposes
 Specific ownership taxes
 Sales taxes
 Other taxes
 Unrestricted earnings on investments
 Miscellaneous

Total general revenues

Change in net position

Net position at beginning of year

Net position at end of year

The accompanying notes are an integral part of these financial statements.

<u>Primary Government</u>	
<u>Net Governmental Activities</u>	<u>Component Unit</u>
\$ (1,573,156)	
(102,907)	
(1,168,828)	
(913,021)	
(33,930)	
(75,573)	
(145,675)	
<u>(4,013,090)</u>	
(4,013,090)	
	\$ 677,267
4,230,040	
490,795	
519,648	
22,656	
139,439	111
529,315	43,439
<u>5,931,893</u>	<u>43,550</u>
1,918,803	720,817
<u>24,472,879</u>	<u>1,427,375</u>
<u>\$ 26,391,682</u>	<u>\$ 2,148,192</u>

WASHINGTON COUNTY, COLORADO
Balance Sheet
Governmental Funds
For the Year Ended December 31, 2016

	General Fund	Road and Bridge Fund	Human Services Fund	Justice Center Fund
Assets				
Cash and cash investments	\$ 3,092,881	\$ 6,646,167	\$ 898,230	\$ 3,174,461
Property taxes receivable	3,050,843	152,305	213,226	
Due from other funds	750			2,431
Due from other entities			27,686	
Grants receivable	17,397	31,028		
Other receivables	23,699	265,364	1,529	318,327
Note receivable			3,323	
Inventories		124,440		
Restricted cash and cash investments	850,233			
Total assets	\$ 7,035,803	\$ 7,219,304	\$ 1,143,994	\$ 3,495,219
Liabilities				
Accounts payable	\$ 55,582	\$ 82,623	\$ 1,632	\$ 44,553
Accrued salaries and benefits	61,795	44,774		38,751
Client trust accounts			111,058	
Cash held for others				
Due to other funds	3,431	750		
Due to component unit	105,916			
Due to county treasurer				
Unearned revenues			110,947	
Total liabilities	226,724	128,147	223,637	83,304
Deferred inflows of resources				
Deferred property tax revenues	3,050,843	152,305	213,226	
Fund balance				
Nonspendable for:				
Inventories		124,440		
Note receivable			3,323	
Restricted for:				
Emergencies	163,256			
Debt service	850,233			
Culture and recreation				
Committed to:				
Capital projects				
Culture and recreation				
Debt service				330,917
Health and welfare			703,808	
Public safety				3,080,998
Public works		6,814,412		
Unassigned	2,744,747			
Total fund balance	3,758,236	6,938,852	707,131	3,411,915
Total liabilities, deferred inflows of resources and fund balance	\$ 7,035,803	\$ 7,219,304	\$ 1,143,994	\$ 3,495,219

The accompanying notes are an integral part of these financial statements.

Other Governmental Funds	Total Governmental Funds
\$ 3,083,069	\$ 16,894,808
274,270	3,690,644
1,000	4,181
	27,686
	48,425
136,303	745,222
	3,323
30,219	154,659
	850,233
<u>\$ 3,524,861</u>	<u>\$ 22,419,181</u>
\$ 30,717	\$ 215,107
16,463	161,783
	111,058
9,514	9,514
	4,181
	105,916
4,385	4,385
	110,947
61,079	722,891
274,270	3,690,644
30,219	154,659
	3,323
266,744	430,000
	850,233
198,993	198,993
827,261	827,261
82,698	82,698
	330,917
840,723	1,544,531
	3,080,998
942,874	7,757,286
	2,744,747
<u>3,189,512</u>	<u>18,005,646</u>
<u>\$ 3,524,861</u>	<u>\$ 22,419,181</u>

WASHINGTON COUNTY, COLORADO
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
December 31, 2016

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

Total fund balance - governmental funds	\$ 18,005,646
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	11,073,009
Certain receivables will be collected in the next fiscal year, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds.	190,502
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.	<u>(2,877,475)</u>
Net position of the governmental activities	<u>\$ 26,391,682</u>

The accompanying notes are an integral part of these financial statements.

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WASHINGTON COUNTY, COLORADO
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2016

	General Fund	Road and Bridge Fund	Human Services Fund	Justice Center Fund
Revenues				
Taxes	\$ 3,437,178	\$ 665,983	\$ 254,660	
Intergovernmental	76,656	3,234,103	659,088	
Fines and forfeitures	4,495			
Licenses and permits	13,250	6,544		
Charges for services	752,865	485		\$ 3,735,562
Miscellaneous	502,656	29,326		9,657
Total revenues	4,787,100	3,936,441	913,748	3,745,219
Expenditures				
Current				
General government	1,831,294	37,569		36,123
Public safety and judicial	1,349,236			2,338,757
Health and welfare	70,993		834,654	
Auxiliary services	871,839			
Culture and recreation				
Public works		2,371,296		
Miscellaneous	107,015			
Capital outlay		890,349		148,175
Debt service				
Principal				627,174
Interest and fiscal charges				89,810
Total expenditures	4,230,377	3,299,214	834,654	3,240,039
Net change in fund balance	556,723	637,227	79,094	505,180
Fund balance at beginning of year	3,201,513	6,301,625	628,037	2,906,735
Fund balance at end of year	\$ 3,758,236	\$ 6,938,852	\$ 707,131	\$ 3,411,915

The accompanying notes are an integral part of these financial statements.

Other Governmental Funds	Total Governmental Funds
\$ 905,318	\$ 5,263,139
73,819	4,043,666
	4,495
	19,794
485,988	4,974,900
118,799	660,438
<hr/>	<hr/>
1,583,924	14,966,432
22,435	1,927,421
	3,687,993
842,647	1,748,294
	871,839
72,453	72,453
134,256	2,505,552
	107,015
447,134	1,485,658
	627,174
	89,810
<hr/>	<hr/>
1,518,925	13,123,209
64,999	1,843,223
3,124,513	16,162,423
<hr/>	<hr/>
\$ 3,189,512	\$ 18,005,646
<hr/> <hr/>	<hr/> <hr/>

WASHINGTON COUNTY, COLORADO
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2016

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

Net change in fund balances - governmental funds	\$ 1,843,223
Because some revenues will not be collected for several months after the fiscal year ends, they are not considered "available" revenues in the governmental funds. They are, however, recorded as revenues in the statement of activities.	32,252
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities, those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This is the amount by which depreciation exceeded capital outlays in the current period.	(512,489)
In the statement of activities, certain operating expenses are measured by the amounts incurred or earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid).	(71,357)
Payments related to general obligation bonds are reported as expenditures in the governmental funds, however, these payments reduce long-term liabilities in the statement of net position and do not result in expenses in the statement of activities.	<u>627,174</u>
Change in net position of governmental activities	<u><u>\$ 1,918,803</u></u>

The accompanying notes are an integral part of these financial statements.

WASHINGTON COUNTY, COLORADO
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2016

	Private Purpose Trust Fund	Total Agency Funds
Assets		
Cash and cash investments	\$ 1	\$ 168,360
Due from other funds		4,385
	<u>\$ 1</u>	<u>\$ 172,745</u>
Total assets		
	<u>\$ 1</u>	<u>\$ 172,745</u>
Liabilities		
Due to other governments or agencies		\$ 172,745
	<u>\$ -</u>	<u>172,745</u>
Total liabilities		
	<u>\$ -</u>	<u>172,745</u>
Net position		
Held in trust for private purposes	1	
	<u>1</u>	<u>-</u>
Total net position		
	<u>1</u>	<u>-</u>
Total liabilities and net position		
	<u>\$ 1</u>	<u>\$ 172,745</u>

The accompanying notes are an integral part of these financial statements.

WASHINGTON COUNTY, COLORADO
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended December 31, 2016

	<u>Private Purpose Trust Fund</u>
Additions	
Earnings on investments	\$ -
Deductions	
Scholarships	<u>2,827</u>
Change in net position	(2,827)
Net position at beginning of year	<u>2,828</u>
Net position at end of year	<u><u>\$ 1</u></u>

The accompanying notes are an integral part of these financial statements.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies

This summary of Washington County's significant accounting policies is presented to assist the reader in interpreting the financial statements and other data in this report. The policies are considered essential and should be read in conjunction with the accompanying financial statements.

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

A.1 – Reporting entity

The financial reporting entity consists of (1) the primary government, (2) organizations for which the primary government is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The reporting entity's financial statements should present the funds of the primary government (including its blended component units, which are, in substance, part of the primary government) and provide an overview of the discretely presented component units. Blended component units, although legally separate entities, are, in substance, part of the County's operations. Discretely presented component units, if any, are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the County.

The County has examined other entities that could be included as defined in number 2 and 3 above. Based on these criteria, the Washington County Nursing Home is included in the County's basic financial statements using discrete presentation. The Washington County Nursing Home is a 34 bed nursing facility located in Akron, Colorado. The facility became operational under County control on May 11, 1996. It has an uncompensated nine-member board. Separate financial statements are available at the administrative office in Akron, Colorado.

A.2 – Fund accounting

The County uses funds to report its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate “fund types.” The County does not have any proprietary funds.

Governmental funds are used to account for all or most of a government’s general activities, including the collection and disbursement of earmarked funds (special revenue funds), major capital projects (capital projects fund), and the servicing of general long-term debt (debt service fund). The following are the County’s major governmental funds:

General Fund – The General Fund is the operating fund of the County. It is used to account for most of the day-to-day operations of the County which are financed from sales and use taxes, property taxes and other general revenues. Activities financed by the general fund include those of line and staff departments within the County, except for activities of the enterprise funds.

Road and Bridge Fund – This fund records costs related to county road and bridge construction and maintenance. By state law, Colorado counties are required to maintain a Road and Bridge Fund and a portion of road and bridge taxes is allocated to cities and towns for use in their road and street activities.

Human Services Fund – This fund administers social services programs under state and federal regulations. Programs include, but are not limited to, Medicaid, food stamps, foster care programs, senior service programs, job training services, and Temporary Assistance to Needy Families (TANF). Colorado counties are required by law to maintain a Human Services Fund.

Justice Center Fund – This fund records costs related to County housing of detainees as well as costs of leasing the building constructed for the County to maintain adequate housing for incarcerated individuals. Operations include housing and transportation for local detainees as well as individuals detained under other jurisdictions that have contracted with the County for housing.

Fiduciary funds focus on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the County under a trust agreement for individuals, private organizations or other governments and are therefore not available to support the County’s own programs. The County has one private-purpose trust fund and two agency funds.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

Note A.3 – Basis of presentation

Government-wide financial statements – The statement of net position and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government except for fiduciary funds. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include reconciliations with a brief explanation to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the County and for each function or program of the County's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore are clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

Fund financial statements – Fund financial statements report detailed information about the County. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources management focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets, deferred outflows of resources, current liabilities and deferred inflows of resources, and a statement of revenues, expenditures and changes in fund balance, which reports the sources (revenues and other financing sources) and uses (expenditures and other financing uses) of current financial resources.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

Fiduciary funds focus on net position and changes in net position and are reported using accounting principles similar to proprietary funds. The County's fiduciary funds are presented in the fiduciary fund financial statements by type (private-purpose trust and agency). Since by definition these assets are being held for the benefit of a third party and cannot be used to address the activities or obligations of the County, these funds are not incorporated into the government-wide financial statements.

A.4 – Basis of accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

Revenues – exchange and nonexchange transactions – Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the County, available means expected to be received within sixty days of fiscal year-end.

Nonexchange transactions, in which the County receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenues from property taxes are recognized in the fiscal year for which the taxes are levied. State equalization monies are recognized as revenues during the period in which they are appropriated. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes collected within sixty days after year-end, interest, certain charges for services and certain grants.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

Unearned revenue – Unearned revenues arise when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Unearned revenues also arise when resources are received by the County before it has a legal claim to them, as when grant monies are received prior to meeting eligibility requirements. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for unearned revenue is removed and the revenue is recognized.

Deferred outflows/inflows of resources – In addition to assets, the statement of financial position will sometimes report 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.

In addition to liabilities, the statement of financial position will sometimes report 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.

Expenditures – The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

A.5 – Encumbrances

Encumbrance accounting is utilized by the County to record purchase orders, contracts and other commitments for the expenditure of monies to assure effective budgetary control and accountability. Encumbrances outstanding at year-end are canceled and reappropriated in the ensuing year’s budget.

A.6 – Cash and cash investments

The Washington County Treasurer maintains a cash and investment pool that is available for use by all County funds. Each funds’ portion of this pool is displayed as “cash and cash investments.”

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

A.7 – Short-term interfund receivables/payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as internal balances on the government-wide statement of net position, and are classified as due from other funds or due to other funds on the balance sheet.

A.8 – Receivables

The County has elected the reserve method of accounting for uncollectible accounts receivable. Amounts included in the reserve are based on accounting policies established by the Colorado Department of Human Services. All payments in arrears of social service accounts receivable are included in the allowance for doubtful accounts.

A.9 – Inventories

Inventories in the Road and Bridge and Health Care Funds consist of construction and maintenance supplies as well as health care supplies and are recorded at the lower of cost or market using the first-in, first-out method. Inventories in this fund are offset by a fund balance reserve which indicates that it does not constitute “available spendable resources” even though it is a component of net current assets.

A.10 – Capital assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective fund financial statements.

All capital assets with a unit cost greater than \$5,000 are capitalized at cost (or estimated historical cost, if actual cost is not available) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair value on the date received. Improvements to assets are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not. Infrastructure assets, consisting of certain improvements other than buildings (such as parking facilities, sidewalks, landscaping and lighting systems) are capitalized on a prospective basis beginning in 2004.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

All reported capital assets are depreciated with the exception of land costs. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Buildings	30 years
Equipment	5 years
Vehicles	5 years
Infrastructure	10 years

A.11 – Compensated absences

The County reports compensated absences in accordance with the provisions of GASB Statement No. 16, “Accounting for Compensated Absences.” The County has adopted a personnel policy which provides for annual sick and vacation leave.

Vacation time off with pay is available to eligible employees to provide opportunities for rest, relaxation and personal pursuits. Eligible full-time employees accrue vacation leave at the rate of eight hours per month. The amount of paid vacation leave employees receive each year increases with the length of their employment. Vacation leave is a vested benefit and is reported as a liability on the statement of net position

Sick leave time off with pay is available to eligible employees who are unable to report to work due to illness or injury to himself or herself or an eligible family member. Eligible employees accrue sick leave benefits at the rate of eight hours per month. Upon voluntary resignation or retirement, an employee will be paid one-fourth of accumulated unused sick leave. This portion is considered to be a vested benefit and is reported as a liability on the statement of net position.

For governmental fund financial statements, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account “accrued compensated absences” in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

The amounts recorded as liabilities for all applicable compensated absences include salary-related payments associated with the payment of compensated absences, using the rates in effect at the balance sheet date.

A.12 – Accrued liabilities and long-term obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, the noncurrent portion of compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. Capital lease obligations and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements until due.

A.13 – Fund balance

The Governmental Accounting Standards Board (GASB) has issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54). This Statement defines the different type of fund balances that a governmental entity must use for financial reporting purposes.

GASB 54 requires the fund balance amounts to be properly reported within one of the fund balance categories listed below.

Nonspendable, such as fund balance associated with inventories, prepaid expenditures, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed or assigned),

Restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation,

Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Board of County Commissioners (the County's highest level of decision-making authority),

Assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed, and

Unassigned fund balance is the residual classification for the County's general fund and includes all spendable amounts not contained in the other classifications.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

Committed fund balance is established by a formal passage of a resolution. This is typically done through the adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund. Assigned fund balance is established by the Board of County Commissioners through adoption or amendment of the budget as intended for specific purpose (such as purchase of fixed assets, construction, debt service or for other purposes).

When both restricted and unrestricted resources are available in governmental funds, the County applies expenditures against restricted fund balance first, and followed by committed fund balance, assigned fund balance and unassigned fund balance.

A.14 – Net position

Net position represents the difference between assets and liabilities. Net investment in assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position are reported as restricted when there are liabilities imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The County applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

A.15 – Interfund transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. In general, the effect of interfund activity has been eliminated from the government-wide financial statements.

A.16 – Extraordinary and special items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the board of county commissioners and that are either unusual in nature or infrequent in occurrence. The County had no items that qualify for reporting as special items.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note B – Cash and investments

Cash and deposits

Colorado State statutes govern the County's deposits of cash. The Public Deposit Protection Acts (PDPA) for banks and savings and loans require state regulators to certify eligible depositories for public deposits. The PDPA require eligible depositories with public deposits in excess of federal insurance levels to create a single institution collateral pool of defined eligible assets. Eligible collateral includes obligations of the United States, obligations of the State of Colorado or Colorado local governments and obligations secured by first lien mortgages on real property located in the state. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group and not held in any individual government's name. The fair value of the assets in the pool must be at least equal to 102% of the aggregate uninsured deposits.

Custodial credit risk – deposits – Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk. At year-end, the County had total deposits of \$18,462,968, of which \$1,108,250 was insured and \$17,354,718 was collateralized with securities held by the pledging institution's trust department or agent in the County's name. As of year-end, the Nursing Home had total deposits of \$842,809, of which \$524,496 was insured, \$185,197 was collateralized with securities held by the pledging institution's trust department or agent in the Nursing Home's name and \$133,116 was uncollateralized.

Investments

Authorized investments - Investment policies are governed by Colorado State Statutes and the County's own investment policies and procedures. Investments of the County may include:

- Obligations of the U.S. Government such as treasury bills, notes and bonds
- Certain international agency securities
- General obligation and revenue bonds of United States local government entities
- Bankers acceptances of certain banks
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts

At year-end, the County had the following investment that was not categorized because it is not evidenced by specific securities due to the nature of the investment pool:

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note B – Cash and investments (continued)

<u>Investment type</u>	<u>Fair value</u>	<u>Investment maturities (in years)</u>		
		<u>Less than 1</u>	<u>1-5</u>	<u>6-10</u>
Annuity contracts	\$ 9,042,307	\$ -	\$ 9,042,307	\$ -

Interest rate risk – The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing rates.

Credit risk – State law limits investments in commercial paper, corporate bonds, and mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. The County has no investment policy that would further limit its investment choices.

The following table provides a reconciliation of cash and cash investments on the statement of net position:

Cash	\$ 7,870,831
Certificates of deposit	1,850,923
Investments	<u>9,042,307</u>
Total cash and cash investments	<u>\$ 18,764,061</u>
<u>Statement of net position</u>	
Cash and cash investments – primary government	\$ 16,894,808
Cash and cash investments – component unit	458,866
Restricted cash and investments – primary government	850,233
Restricted cash and cash investments – component unit	<u>391,793</u>
Subtotal	18,595,700
<u>Statement of fiduciary net position</u>	
Cash and cash investments – private purpose trust fund	1
Cash and cash investments – agency funds	<u>168,360</u>
Subtotal	<u>168,361</u>
Total	<u>\$ 18,764,061</u>

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note C – Receivables

Receivables at year-end consist of the following:

	<u>Governmental Activities</u>	<u>Component Unit</u>	<u>Total Receivables</u>
Property taxes	\$ 3,690,644	\$ -	\$ 3,690,644
Other	935,723	-	935,723
Accounts	-	216,557	216,557
Grants	48,425	-	48,425
Notes	3,323	-	3,323
Due from other entities	<u>27,686</u>	<u>159,327</u>	<u>187,013</u>
Total	<u>\$ 4,705,801</u>	<u>\$ 375,884</u>	<u>\$ 5,081,685</u>

Property taxes are levied on December 15th and attach as a lien on property the following January 1st. They are payable in full by April 30th or are due in two equal installments on February 28th and June 15th. Washington County bills and collects property taxes for all taxing entities within the County. The tax receipts collected by the county are remitted to the County in the subsequent month.

Note D – Interfund transactions

The following is a summary of interfund borrowings and transfers for the year as presented in the fund financial statements:

<u>Due From</u>	<u>Due To</u>	<u>Amount</u>
Justice Center Fund	General Fund	\$ 2,431
General Fund	Road and Bridge Fund	750
Other governmental fund	General Fund	<u>1,000</u>
Totals		<u>\$ 4,181</u>

All balances resulted from the time lag between the dates that (1) interfund reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note E – Capital assets

Capital asset activity for the year was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions/ Transfers</u>	<u>Ending Balance</u>
Governmental activities				
Land	\$ 256,232	\$ -	\$ -	\$ 256,232
Construction in progress	132,913	-	(132,913)	-
Equipment	10,510,065	1,054,104	(444,641)	11,119,528
Buildings	10,918,577	40,845	132,913	11,092,335
Infrastructure	3,160,855	-	-	3,160,855
Accumulated depreciation	<u>(13,393,144)</u>	<u>(1,554,886)</u>	<u>392,089</u>	<u>(14,555,941)</u>
Net capital assets – governmental activities	<u>\$ 11,585,498</u>	<u>\$ (459,937)</u>	<u>\$ (52,552)</u>	<u>\$ 11,073,009</u>
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions/ Transfers</u>	<u>Ending Balance</u>
Component unit				
Land	\$ 3,365	\$ -	\$ -	\$ 3,365
Construction in progress	3,876,254	6,718,031	-	10,594,285
Site improvements	7,523	-	-	7,523
Buildings and improvements	824,841	-	-	824,841
Equipment	426,372	2,976	-	429,348
Accumulated depreciation	<u>(1,113,148)</u>	<u>(28,886)</u>	<u>-</u>	<u>(1,142,034)</u>
Net capital assets – component unit	<u>\$ 4,025,207</u>	<u>\$ 6,692,121</u>	<u>\$ -</u>	<u>\$ 10,717,328</u>

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

Governmental activities	
General government	\$ 30,510
Public safety and judicial	442,526
Health and welfare	164,443
Auxiliary services	39,332
Culture and recreation	25,646
Public works	<u>852,429</u>
Total governmental activities	<u>\$ 1,554,886</u>

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note F – Long-term debt

The following is a summary of the changes in long-term debt for the year:

	<u>Beginning</u> <u>Balances</u>	<u>Additions</u>	<u>Reductions/</u> <u>Adjustments</u>	<u>Ending</u> <u>Balances</u>	<u>Due within</u> <u>one year</u>
Governmental activities					
Landfill closure and postclosure	\$ 538,548	\$ 20,303	\$ -	\$ 558,851	\$ -
Bond payable	3,088,726	-	(627,174)	2,461,552	540,281
Deferred amount on refunding	(321,226)	-	55,866	(265,360)	-
Compensated absences	<u>127,243</u>	<u>-</u>	<u>(4,811)</u>	<u>122,432</u>	<u>-</u>
Total	<u>\$ 3,433,291</u>	<u>\$ 20,303</u>	<u>\$ (576,119)</u>	<u>\$ 2,877,475</u>	<u>\$ 540,281</u>

Landfill closure and postclosure liability will be primarily liquidated by the Landfill Fund. The bonds payable and related liabilities will be primarily liquidated by the Justice Center Fund. The compensated absences attributable to the governmental activities will be liquidated primarily by the major governmental funds. The County believes that the current portion of compensated absences is negligible and is therefore not reported.

Landfill closure and postclosure care costs

The Governmental Accounting Standards Board has adopted Statement No. 18, Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs, which provides guidance for the accounting and financial reporting of these closure and postclosure care costs. State and federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$558,851 reported as landfill closure and postclosure care liability at year-end represents the cumulative amount reported to date based on 36.42 percent usage of the estimated capacity of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$975,784 as the remaining estimated capacity is filled. The estimated total current cost of the landfill closure and postclosure care (\$1,534,635) is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor and maintain the landfill were acquired at year-end. Closure and postclosure costs are estimated to be \$330,817 and \$1,203,818, respectively. The County expects to close the cell in the year 2043. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. The County is required by state and federal laws and regulations to demonstrate financial assurance. The County is in compliance with these requirements through the local government financial test.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note F – Long-term debt (continued)

Bonds payable

General obligation bonds payable consist of the following individual issues:

\$5,618,265 general obligation refunding bonds, dated October 6, 2011, due in monthly installments beginning on November 6, 2011 of \$55,153; fixed annual interest rate of 3.15% with final payment due January 6, 2021. \$ 2,461,552

The following schedule represents the County's debt service requirements to maturity for all outstanding bonded indebtedness:

<u>Year ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 540,281	\$ 66,397	\$ 606,678
2018	610,069	51,762	661,831
2019	629,566	32,265	661,831
2020	649,686	12,145	661,831
2021	<u>31,950</u>	<u>84</u>	<u>32,034</u>
Totals	<u>\$ 2,461,552</u>	<u>\$ 162,653</u>	<u>\$ 2,624,205</u>

Prior year defeasance of debt

In prior years, the County defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. At year-end, \$2,927,649 of bonds outstanding are considered defeased.

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balances</u>	<u>Due within one year</u>
Nursing Home					
Compensated absences	\$ 24,170	\$ 5,056	\$ -	\$ 29,226	\$ -
Note payable	<u>9,640,000</u>	<u>-</u>	<u>-</u>	<u>9,640,000</u>	<u>-</u>
Totals	<u>\$ 9,664,170</u>	<u>\$ 5,056</u>	<u>\$ -</u>	<u>\$ 9,669,226</u>	<u>\$ -</u>

The Nursing Home believes that the current portion of compensated absences is negligible and is therefore not reported.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note F – Long-term debt (continued)

Washington County Green House, LLC

As of December 31, 2016, Washington County Green House, LLC had longterm indebtedness of \$9,640,000.

In May of 2015, Washington County Green House, LLC received the proceeds of four note payables to two separate CDEs related to new markets tax credit financing. The proceeds of this financing is used to construct, finance and own nursing home facilities in Akron, Colorado.

Each CDE has issued two notes to Washington County Green House, LLC. Total proceeds of the four notes were \$9,640,000. No principal payments were made during the year. The notes payable have interest only payments through 2022.

Annual debt service requirements to maturity for the notes payable are as follows:

<u>Year ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ -	\$ 346,299	\$ 346,299
2018	-	346,299	346,299
2019	-	346,299	346,299
2020	-	347,248	347,248
2021	-	346,299	346,299
2022-2026	5,013,793	967,964	5,981,757
2027-2031	689,914	783,019	1,472,933
2032-2036	819,536	653,397	1,472,933
2037-2041	979,320	493,617	1,472,937
2042-2046	1,175,634	297,301	1,472,935
2047-2050	<u>961,803</u>	<u>66,868</u>	<u>1,028,671</u>
Total	<u>\$ 9,640,000</u>	<u>\$ 4,994,610</u>	<u>\$ 14,634,610</u>

Note G – Risk management

Colorado Workers' Compensation Pool

The County is exposed to various risks of loss related to injuries of employees while on the job. The County joined together with other counties in the State of Colorado to form the County Workers' Compensation Pool (CWCP), a public entity risk pool currently operating as a common risk management and insurance program for its workers' compensation insurance coverage. The County's financial contribution for the year was \$178,187. The intergovernmental agreement of formation of the CWCP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the pool will purchase excess insurance through commercial companies for

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note G – Risk management (continued)

members' claims in excess of a specified self-insured retention, which is determined each policy year. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Colorado Counties Casualty and Property Pool

The County is exposed to various risks of loss related to property and casualty losses. The County joined together with other counties in the State of Colorado to form the Colorado Counties Casualty and Property Pool (CAPP), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The County's financial contribution for the year was \$140,306. The intergovernmental agreement of formation of the CAPP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year.

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; claims relating to professional liability; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. There has been no significant reduction in insurance coverage from the prior year in any of the major categories of risk.

Note H – Pension plans

The County contributes to the Colorado County Officials and Employees Retirement Plan (the Plan), a defined contribution plan administered by the Colorado County Officials and Employees Retirement Association (CCOERA).

Benefit terms, including contribution requirements, for the Plan are established and may be amended by the Board of County Commissioners. The County's contribution is a minimum of 3% of covered salary, but may be increased beyond this amount. All eligible employees are required to contribute an amount equal to the contribution by the County. For the year employee contributions totaled \$95,770, and the County recognized pension expense of \$95,770.

Employees are immediately vested in their own contributions, County contributions, and earnings on those contributions.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note I – Deferred compensation plans

The County has a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The plan is administered by an independent plan administrator through an administrative service agreement. The plan is available to all County employees working a minimum of twenty hours per week. Employees defer a portion of their salary until future years. Deferred compensation is not available to employees until termination, retirement, death or financial hardship.

Amendments to the laws governing Section 457 deferred compensation plans substantially became effective January 1, 1997. The County approved plan amendments such that plan assets are held in trust for the exclusive benefit of the plan participants and their beneficiaries. The assets will not be diverted to any other purpose.

Note J – Joint venture

The County participates in the County Technical Services, Inc. Insurance Pool (the Pool). This joint venture does not meet the criteria for inclusion within the reporting entity because the Pool:

- is financially independent and responsible for its own financing deficits and entitled to its own surpluses,
- has a separate governing board from that of the County,
- has a separate management which is responsible for day to day operations and is accountable to the separate governing board,
- governing board and management have the ability to significantly influence operations by approving budgetary requests and adjustments, signing contracts, hiring personnel, exercising control over facilities and determining the outcome or disposition of matters affecting the recipients of services provided, and
- has absolute authority over all funds and fiscal responsibility including budgetary responsibility and reporting to state agencies and controls fiscal management.

The County has one member on the board. This board has final authority for all budgeting and financing of the joint venture.

Separate financial statements of the County Technical Services, Inc. Insurance Pool are available by contacting their administrative office in Denver, Colorado.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note K – Commitments and contingencies

Federal and state funding

The County receives revenues from various federal and state grant programs which are subject to final review and approval by the grantor agencies. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

TABOR Amendment

In November 1992, Colorado voters passed an amendment, commonly known as the Taxpayer's Bill of Rights (TABOR), to the State Constitution (Article X, Section 20) which limits the revenue raising and spending abilities of state and local governments. The limits on property taxes, revenue, and "fiscal year spending" include allowable annual increases tied to inflation and local growth. Fiscal year spending as defined by the amendment excludes spending from certain revenue and financing sources such as federal funds, gifts, property sales, fund transfers, damage awards, and fund reserves (balances). The amendment requires voter approval for any increase in mill levy or tax rates, new taxes, or creation of multi-year debt. Revenue earned in excess of the "spending limit" must be refunded or approved to be retained by the County under specified voting requirements by the entire electorate. In 1996, the voters of the County approved a ballot initiative permitting the County to retain, appropriate, and utilize, by retention for reserve, carryover fund balance, or expenditure, the full proceeds and revenues received from every source whatsoever, without limitation, in this fiscal year and all subsequent fiscal years notwithstanding any limitation of Article X, Section 20 of the Colorado Constitution. TABOR is complex and subject to judicial interpretation.

The County believes it is in compliance with the requirements of TABOR. However, the County has made certain interpretations of TABOR's language in order to determine its compliance. The County has restricted funds in the amount of \$430,000 in the Contingent Fund and General Fund in satisfaction of this requirement.

Local government investment laws

The County Treasurer has invested funds in four annuity contracts with a fair value at year-end of \$4,476,231 with maturity dates of four and five years from the date of purchase. Colorado Revised Statutes limit the maturity date for annuity contracts to no more than three years from the date of purchase. This may be a violation of local government investment laws.

Colorado local government budget laws

Expenses in the Medical Reserve Corp Fund exceeded appropriations by \$138, which may be a violation of local government budget laws.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note L - Noncash program activity

Schedule of EBT Authorizations, Warrant Expenditures and Total Expenditures

Program	A	B	C	D	E
	County EBT Authorizations	County Share of Authorizations	Expenditures by County Warrant	County EBT Authorizations plus Expenditures by County Warrant (Col. A + Col. C)	Total Expenditures (Col. D + Col. C)
Colorado works	108,506	11,302	72,834	181,340	84,136
Child care	28,449	5,351	20,970	49,419	26,321
Child welfare	142,694	28,539	280,892	423,586	309,431
County administration	-	-	170,280	170,280	170,280
Core services	11,426	918	31,250	42,676	32,168
Adult protective services	-	-	22,472	22,472	22,472
Child support	-	-	46,172	46,172	46,172
Low-income home energy assistance	94,562	-	15,852	110,414	15,852
Aid to needy disabled	11,070	2,214	-	11,070	2,214
Old age pension	64,956	-	3,952	68,908	3,952
Food assistance job search	-	-	15,371	15,371	15,371
Parental fee	-	-	1,123	1,123	1,123
Enhanced funding	-	-	2,478	2,478	2,478
PSSF grant	-	-	2,484	2,484	2,484
Colorado community response	-	-	83,072	83,072	83,072
Miscellaneous	1,060	53	17,075	18,135	17,128
Subtotal	462,723	48,377	786,277	1,249,000	834,654
Food assistance	497,561	-	-	497,561	-
Grand total	960,284	48,377	786,277	1,746,561	834,654

- A. Welfare payments authorized by the Washington County Department of Human Services. These debit cards or by electronic funds transfer (EFT).
- B. County share of EBT authorizations. These amounts are settled monthly by a reduction of State cash advances to the county.
- C. Expenditures made by county warrants or other county payment methods.
- D. This represents the total cost of the welfare programs that are administered by Washington County.
- E. This total matches the expenditures on the Human Services Fund - Budgetary Comparison Schedule.

Required Supplementary Information

Required supplementary information includes financial information and disclosures that are required by the Governmental Accounting Standards Board but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedule – General Fund
- Budgetary Comparison Schedule – Road and Bridge Fund
- Budgetary Comparison Schedule – Human Services Fund
- Budgetary Comparison Schedule – Justice Center Fund
- Notes to the Required Supplementary Information

WASHINGTON COUNTY, COLORADO
General Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
General property	\$ 3,432,204	\$ 3,432,204	\$ 3,416,172	\$ (16,032)
Delinquent taxes and interest	2,445	2,445	8,929	6,484
Tax advertising	4,500	4,500	5,660	1,160
Tax sale			6,417	6,417
Severance tax	30,000	30,000		(30,000)
Total taxes	3,469,149	3,469,149	3,437,178	(31,971)
Intergovernmental				
Federal and state grants	84,176	84,176	68,340	(15,836)
Cigarette taxes	300	300		(300)
State veterans affairs	1,200	1,200	8,316	7,116
Total intergovernmental	85,676	85,676	76,656	(9,020)
Fines and forfeitures	3,000	3,000	4,495	1,495
Licenses and permits	9,500	9,500	13,250	3,750
Charges for services				
Public trustee's fees	7,000	7,000	6,365	(635)
County clerk's fees	200,000	200,000	197,973	(2,027)
County treasurer's fees	265,000	265,000	279,399	14,399
Sheriff's fees	14,750	14,750	13,056	(1,694)
Rents	11,000	11,000	26,258	15,258
Law enforcement contracts	228,152	228,152	229,814	1,662
Total charges for services	725,902	725,902	752,865	26,963
Miscellaneous				
County fair	334,925	334,925	322,255	(12,670)
Earnings on investments	51,500	51,500	139,300	87,800
Insurance proceeds			20,336	20,336
Other revenues	25,960	25,960	20,765	(5,195)
Total miscellaneous	412,385	412,385	502,656	90,271
Total revenues	4,705,612	4,705,612	4,787,100	81,488

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Expenditures				
General government				
Commissioners	245,792	245,792	232,939	12,853
Attorney	124,901	124,901	83,808	41,093
Planning and zoning	7,200	7,200	6,298	902
Auditor - contract services	23,500	23,500	20,237	3,263
Administration	328,855	328,855	381,662	(52,807)
Clerk and recorder	262,576	262,576	226,328	36,248
Elections	57,800	57,800	23,595	34,205
Drivers license			85,427	(85,427)
Public trustee	14,760	14,760	7,260	7,500
Treasurer	207,785	207,785	195,912	11,873
Assessor	288,681	288,681	283,744	4,937
Maintenance	257,429	257,429	284,084	(26,655)
Total general government	1,819,279	1,819,279	1,831,294	(12,015)
Judicial and public safety				
District attorney	98,056	98,056	98,056	-
Sheriff	963,419	963,419	807,858	155,561
Jail	330,916	330,916	330,916	-
Coroner	65,414	65,414	50,968	14,446
Emergency preparedness	64,255	64,255	61,438	2,817
Total judicial and public safety	1,522,060	1,522,060	1,349,236	172,824
Health and welfare				
Allocations to other agencies	70,993	70,993	70,993	-

(continued)

WASHINGTON COUNTY, COLORADO
General Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

(continued)

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Auxiliary services				
Extension service	252,238	252,238	239,258	12,980
County fair	374,000	374,000	341,223	32,777
Fairgrounds complex	53,855	53,855	50,534	3,321
Bookmobile	9,500	9,500	9,500	-
Veterans office	7,295	7,295	7,353	(58)
Economic development	8,000	8,000	3,709	4,291
W-Y communication center	220,150	220,150	220,262	(112)
Total auxiliary services	925,038	925,038	871,839	53,199
Miscellaneous				
Treasurer's fees and other			107,015	(107,015)
Total expenditures	4,337,370	4,337,370	4,230,377	106,993
Net change in fund balance	\$ 368,242	\$ 368,242	556,723	\$ 188,481
Fund balance at beginning of year			3,201,513	
Fund balance at end of year			\$ 3,758,236	

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WASHINGTON COUNTY, COLORADO
Road and Bridge Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
General property	\$ 175,550	\$ 175,550	\$ 174,730	\$ (820)
Specific ownership	485,700	485,700	490,795	5,095
Delinquent taxes and interest	220	220	458	238
Total taxes	661,470	661,470	665,983	4,513
Intergovernmental				
Highway users tax	3,080,500	3,080,500	3,190,233	109,733
Motor vehicle fees	26,650	26,650	27,514	864
Mineral lease	7,909	7,909	16,356	8,447
Total intergovernmental	3,115,059	3,115,059	3,234,103	119,044
Licenses and permits	11,000	11,000	6,544	(4,456)
Charges for services				
Easements and fees	9,000	9,000	485	(8,515)
Miscellaneous				
Insurance proceeds			3,028	3,028
Other revenues	6,696	6,696	26,298	19,602
Total miscellaneous	6,696	6,696	29,326	22,630
Total revenues	3,803,225	3,803,225	3,936,441	133,216
Expenditures				
General government				
Treasurer's fees			31,756	(31,756)
Remittance to municipalities			5,813	(5,813)
Total general government			37,569	(37,569)

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Public works				
Construction	450,000	450,000	12,927	437,073
Maintenance of condition	2,208,451	2,208,451	1,988,152	220,299
Administrative	252,999	252,999	370,217	(117,218)
Total public works	2,911,450	2,911,450	2,371,296	540,154
Capital outlay	675,000	675,000	890,349	(215,349)
Total expenditures	3,586,450	3,586,450	3,299,214	287,236
Excess of revenues over (under) expenditures	216,775	216,775	637,227	420,452
Other financing sources				
Proceeds from sale of assets	18,000	18,000		(18,000)
Net change in fund balance	\$ 234,775	\$ 234,775	637,227	\$ 402,452
Fund balance at beginning of year			6,301,625	
Fund balance at end of year			\$ 6,938,852	

WASHINGTON COUNTY, COLORADO
Human Services Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
General property	\$ 255,183	\$ 255,183	\$ 254,512	\$ (671)
Delinquent taxes and interest	350	350	148	(202)
Total taxes	255,533	255,533	254,660	(873)
Intergovernmental				
Colorado works	74,650	74,650	64,732	(9,918)
Child care	16,800	16,800	18,862	2,062
Child welfare	240,295	240,295	237,518	(2,777)
County administration	87,867	87,867	131,312	43,445
Core services	23,820	23,820	26,708	2,888
Child support	29,700	29,700	32,718	3,018
Low-income home energy assistance	7,250	7,250	15,852	8,602
Old age pension	2,500	2,500	3,952	1,452
Food assistance job search	9,400	9,400	4,155	(5,245)
Adult protective services	16,542	16,542	17,978	1,436
Federal and state incentives	6,000	6,000	4,615	(1,385)
Senate Bill 80	500	500		(500)
Parental fee	4,500	4,500	1,123	(3,377)
Enhanced funding	1,000	1,000	2,478	1,478
Title XX training	16,000	16,000		(16,000)
Colorado community response	90,000	90,000	83,072	(6,928)
PSSF grant			2,484	2,484
Miscellaneous	3,500	3,500	11,529	8,029
Total intergovernmental	630,324	630,324	659,088	28,764
Total revenues	885,857	885,857	913,748	27,891

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Expenditures				
Health and welfare				
Colorado works	78,500	78,500	84,136	(5,636)
Child care	21,000	21,000	26,321	(5,321)
Child welfare	361,473	361,473	309,431	52,042
County administration	145,750	145,750	170,280	(24,530)
Core services	34,096	34,096	32,168	1,928
Child support	45,000	45,000	46,172	(1,172)
Low-income home energy assistance	8,500	8,500	15,852	(7,352)
Old age pension	2,500	2,500	3,952	(1,452)
Food assistance job search	18,500	18,500	15,371	3,129
Adult protective services	28,000	28,000	22,472	5,528
Senate Bill 80	500	500		500
Parental fee	4,500	4,500	1,123	3,377
Enhanced funding			2,478	(2,478)
Title XX training	20,000	20,000		20,000
Colorado community response	90,000	90,000	83,072	6,928
Aide to the needy disabled	1,700	1,700	2,214	(514)
PSSF grant			2,484	(2,484)
Miscellaneous	15,250	15,250	17,128	(1,878)
Total expenditures	875,269	875,269	834,654	40,615
Net change in fund balance	\$ 10,588	\$ 10,588	79,094	\$ 68,506
Fund balance at beginning of year			628,037	
Fund balance at end of year			\$ 707,131	

WASHINGTON COUNTY, COLORADO
Justice Center Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services				
Inmate housing and related revenues	\$ 3,280,925	\$ 3,280,925	\$ 3,735,562	\$ 454,637
Miscellaneous				
Other revenues			9,657	9,657
Total revenues	3,280,925	3,280,925	3,745,219	464,294
Expenditures				
General government				
Treasurer's fees			36,123	(36,123)
Public safety				
Salaries and benefits	1,418,157	1,418,157	1,184,964	233,193
Operating expenditures	750,184	750,184	841,395	(91,211)
Purchased services	281,775	281,775	302,676	(20,901)
Miscellaneous	14,750	14,750	9,722	5,028
Total public safety	2,464,866	2,464,866	2,338,757	126,109
Capital outlay	200,000	200,000	148,175	51,825
Debt service				
Principal	661,831	661,831	627,174	34,657
Interest and fiscal charges			89,810	(89,810)
Total debt service	661,831	661,831	716,984	(55,153)
Total expenditures	3,326,697	3,326,697	3,240,039	86,658
Net change in fund balance	\$ (45,772)	\$ (45,772)	505,180	\$ 550,952
Fund balance at beginning of year			2,906,735	
Fund balance at end of year			\$ 3,411,915	

WASHINGTON COUNTY, COLORADO
Notes to Required Supplementary Information

Note A – Budgetary data

Annual budgets are established for all funds of the County. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles.

An appropriated budget for the entity as a whole is prepared on a detailed basis. Revenues are budgeted by source. Expenditures are budgeted by department and the major divisions thereof and by each independent office and agency and by the principal objects of expenditure. The legal level of control is considered to be at the individual fund level and expenditures may not exceed appropriations at this level. All budget revisions at this level are subject to final review and approval by the Board of County Commissioners. Within these control levels, management may transfer appropriations without the Board of County Commissioners approval. Revisions to the budget were made throughout the year.

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

- Prior to October 15th, the budget officer submits to the Board of County Commissioners a proposed operating budget for the fiscal year commencing the following January 1st for all funds, except agency funds.
- The budget is prepared using the modified accrual basis of accounting.
- Public hearings are conducted to obtain taxpayer comments.
- Prior to December 31st, the budget is legally adopted through passage of adoption and appropriation resolutions.

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Other Supplementary Information

Other supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Combining Statements – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds
- Budgetary Comparison Schedule – Fiduciary Fund

WASHINGTON COUNTY, COLORADO
Nonmajor Governmental Funds
Combining Balance Sheet
For the Year Ended December 31, 2016

	Special Revenue Funds			
	Television Translator Fund	Conservation Trust Fund	Capital Expenditures Fund	Contingent Fund
Assets				
Cash and cash investments	\$ 85,557	\$ 198,993	\$ 835,281	\$ 266,744
Property taxes receivable	30,461		61,044	
Due from other funds				
Other receivables				
Inventories				
Total assets	\$ 116,018	\$ 198,993	\$ 896,325	\$ 266,744
Liabilities				
Accounts payable	\$ 2,859		\$ 8,447	
Accrued salaries and benefits				
Cash held for others				
Due to county treasurer				
Total liabilities	2,859	\$ -	8,447	\$ -
Deferred inflows of resources				
Deferred property tax revenues	30,461		61,044	
Total deferred inflows of resources	30,461	-	61,044	-
Fund balance				
Nonspendable for:				
Inventories				
Restricted for:				
Emergencies				266,744
Culture and recreation		198,993		
Committed to:				
Capital projects			826,834	
Culture and recreation	82,698			
Health and welfare				
Public works				
Total fund balance	82,698	198,993	826,834	266,744
Total liabilities, deferred inflows of resources and fund balance	\$ 116,018	\$ 198,993	\$ 896,325	\$ 266,744

Special Revenue Funds

Nursing Home Construction Fund	Solid Waste Disposal Fund	Health Care Fund	Medical Reserve Corp Fund	Total Nonmajor Governmental Funds
\$ 427	\$ 948,061 182,765	\$ 730,004 1,000 132,820 30,219	\$ 18,002	\$ 3,083,069 274,270 1,000 136,303 30,219
<u>\$ 427</u>	<u>\$ 1,134,309</u>	<u>\$ 894,043</u>	<u>\$ 18,002</u>	<u>\$ 3,524,861</u>
	\$ 2,640 1,645 4,385	\$ 16,771 14,818 9,514		\$ 30,717 16,463 9,514 4,385
\$ -	8,670	41,103	\$ -	61,079
	182,765			274,270
	182,765	-	-	274,270
		30,219		30,219
				266,744 198,993
427		822,721	18,002	827,261 82,698 840,723 942,874
	942,874			942,874
427	942,874	852,940	18,002	3,189,512
<u>\$ 427</u>	<u>\$ 1,134,309</u>	<u>\$ 894,043</u>	<u>\$ 18,002</u>	<u>\$ 3,524,861</u>

WASHINGTON COUNTY, COLORADO
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended December 31, 2016

	Special Revenue Funds			
	Television Translator Fund	Conservation Trust Fund	Capital Expenditures Fund	Contingent Fund
Revenues				
Taxes	\$ 34,987		\$ 210,455	\$ 8
Intergovernmental	2	\$ 29,167	11	
Charges for services				
Miscellaneous		139		
Total revenues	34,989	29,306	210,466	8
Expenditures				
Current				
General government	1,050		6,310	8,662
Culture and recreation	37,453	35,000		
Public works				
Health and welfare				
Capital outlay			181,183	
Total expenditures	38,503	35,000	187,493	8,662
Net change in fund balance	(3,514)	(5,694)	22,973	(8,654)
Fund balance at beginning of year	86,212	204,687	803,861	275,398
Fund balance at end of year	\$ 82,698	\$ 198,993	\$ 826,834	\$ 266,744

Special Revenue Funds

Nursing Home Construction Fund	Solid Waste Disposal Fund	Health Care Fund	Medical Reserve Corp Fund	Total Nonmajor Governmental Funds
	\$ 140,201	\$ 519,667		\$ 905,318
	7	44,632		73,819
	70,170	415,818		485,988
	3,081	115,579		118,799
\$ -	213,459	1,095,696	\$ -	1,583,924
	4,913	1,500		22,435
	134,256			72,453
		842,509	138	134,256
		265,951		842,647
-	139,169	1,109,960	138	1,518,925
-	74,290	(14,264)	(138)	64,999
427	868,584	867,204	18,140	3,124,513
\$ 427	\$ 942,874	\$ 852,940	\$ 18,002	\$ 3,189,512

WASHINGTON COUNTY, COLORADO
Television Translator Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
General property	\$ 35,055	\$ 35,055	\$ 34,891	\$ (164)
Delinquent taxes and interest		-	96	96
Total taxes	35,055	35,055	34,987	(68)
Intergovernmental				
Impact assistance			2	2
Miscellaneous				
Other revenues	2,002	2,002		(2,002)
Total revenues	37,057	37,057	34,989	(2,068)
Expenditures				
General government				
Treasurer's fees			1,050	(1,050)
Culture and recreation				
Insurance	1,475	1,475	1,488	(13)
Repairs and maintenance	19,500	19,500	16,358	3,142
Utilities	16,000	16,000	17,607	(1,607)
Tower lease	5,000	5,000	2,000	3,000
Total culture and recreation	41,975	41,975	37,453	4,522
Total expenditures	41,975	41,975	38,503	3,472
Net change in fund balance	\$ (4,918)	\$ (4,918)	(3,514)	\$ 1,404
Fund balance at beginning of year			86,212	
Fund balance at end of year			\$ 82,698	

WASHINGTON COUNTY, COLORADO
Conservation Trust Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental				
Lottery funds	\$ 24,000	\$ 24,000	\$ 29,167	\$ 5,167
Miscellaneous				
Earnings on investments	184	184	139	(45)
Total revenues	24,184	24,184	29,306	5,122
Expenditures				
Culture and recreation				
Improvements	75,000	75,000	35,000	40,000
Net change in fund balance	\$ (50,816)	\$ (50,816)	(5,694)	\$ 45,122
Fund balance at beginning of year			204,687	
Fund balance at end of year			\$ 198,993	

WASHINGTON COUNTY, COLORADO
Capital Expenditures Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
General property	\$ 210,881	\$ 210,881	\$ 209,896	\$ (985)
Delinquent taxes and interest	50	50	559	509
Total taxes	210,931	210,931	210,455	(476)
Intergovernmental				
Impact assistance	10	10	11	1
Total revenues	210,941	210,941	210,466	(475)
Expenditures				
General government				
Treasurer's fees			6,310	(6,310)
Capital outlay	254,328	254,328	181,183	73,145
Total expenditures	254,328	254,328	187,493	66,835
Net change in fund balance	\$ (43,387)	\$ (43,387)	22,973	\$ 66,360
Fund balance at beginning of year			803,861	
Fund balance at end of year			\$ 826,834	

WASHINGTON COUNTY, COLORADO
Contingent Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
Delinquent taxes and interest	\$ -	\$ -	\$ 8	\$ 8
Total revenues	-	-	8	8
Expenditures				
General government				
Contingency reserve	35,000	35,000	8,662	26,338
Total expenditures	35,000	35,000	8,662	26,338
Net change in fund balance	\$ (35,000)	\$ (35,000)	(8,654)	\$ 26,346
Fund balance at beginning of year			275,398	
Fund balance at end of year			\$ 266,744	

WASHINGTON COUNTY, COLORADO
Nursing Home Construction Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Earnings on investments	\$ -	\$ -	\$ -	\$ -
Expenditures				
Health and welfare				
Operating expenditures				-
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
Fund balance at beginning of year			<u>427</u>	
Fund balance at end of year			<u>\$ 427</u>	

WASHINGTON COUNTY, COLORADO
Solid Waste Disposal Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	●original	Final		
Revenues				
Taxes				
General property	\$ 140,496	\$ 140,496	\$ 139,839	\$ (657)
Delinquent taxes and interest			362	362
Total taxes	140,496	140,496	140,201	(295)
Intergovernmental				
Impact assistance	7	7	7	-
Charges for services				
Landfill charges	61,800	61,800	70,170	8,370
Miscellaneous				
●ther revenues			3,081	3,081
Total revenues	202,303	202,303	213,459	11,156
Expenditures				
General government				
Treasurer's fees			4,913	(4,913)
Public works				
Salaries and benefits	90,188	90,188	77,626	12,562
●perating expenditures	22,100	22,100	11,838	10,262
Purchased services	110,500	110,500	44,792	65,708
Total public works	222,788	222,788	134,256	88,532
Total expenditures	222,788	222,788	139,169	83,619
Net change in fund balance	\$ (20,485)	\$ (20,485)	74,290	\$ 94,775
Fund balance at beginning of year			868,584	
Fund balance at end of year			\$ 942,874	

WASHINGTON COUNTY, COLORADO
Health Care Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
Delinquent taxes and interest	\$ 5	\$ 5	\$ 19	\$ 14
Sales tax	420,000	420,000	519,648	99,648
Total taxes	420,005	420,005	519,667	99,662
Intergovernmental				
Grant revenues	49,600	49,600	44,632	(4,968)
Charges for services				
Clinic services	270,000	270,000	265,534	(4,466)
Ambulance services	137,000	137,000	145,484	8,484
Rents	4,800	4,800	4,800	-
Total charges for services	411,800	411,800	415,818	4,018
Miscellaneous				
Grants and contributions	10,000	10,000	-	(10,000)
Administrative reimbursement	78,050	78,050	85,921	7,871
Miscellaneous	3,200	3,200	29,658	26,458
Total miscellaneous	91,250	91,250	115,579	24,329
Total revenues	972,655	972,655	1,095,696	123,041
Expenditures				
General government				
Treasurer's fees			1,500	(1,500)
Health and welfare				
Administrative				
Scholarship recruitment	15,000	15,000	6,692	8,308
Ambulance				
Salaries and benefits	254,225	254,225	246,942	7,283
Operating expenditures	64,600	64,600	51,375	13,225
Purchased services	21,400	21,400	18,120	3,280
Total ambulance	340,225	340,225	316,437	23,788

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Clinic				
Salaries and benefits	258,949	258,949	247,534	11,415
Operating expenditures	187,625	187,625	163,659	23,966
Purchased services	14,000	14,000	14,221	(221)
Total clinic	460,574	460,574	425,414	23,745
Nursing home				
Salaries and benefits	78,040	78,040	82,004	(3,964)
Operating expenditures	26,500	26,500	1,620	24,880
Operating subsidy	30,000	30,000	10,342	19,658
Total nursing home	134,540	134,540	93,966	40,574
Total health and welfare	950,339	950,339	842,509	107,830
Capital outlay	163,318	163,318	265,951	(102,633)
Total expenditures	1,113,657	1,113,657	1,109,960	3,697
Net change in fund balance	\$ (141,002)	\$ (141,002)	(14,264)	\$ 126,738
Fund balance at beginning of year			867,204	
Fund balance at end of year			\$ 852,940	

WASHINGTON COUNTY, COLORADO
Medical Reserve Corp Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental				
Grant revenues	\$ -	\$ -	\$ -	\$ -
Expenditures				
Health and welfare				
Operating expenditures	-	-	138	(138)
Net change in fund balance	\$ -	\$ -	(138)	\$ (138)
Fund balance at beginning of year			18,140	
Fund balance at end of year			\$ 18,002	

WASHINGTON COUNTY, COLORADO
Hospital Memorial Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Earnings on investments	\$ -	\$ -	\$ -	\$ -
Expenditures				
Scholarships	2,828	2,828	2,827	1
Net change in fund balance	<u>\$ (2,828)</u>	<u>\$ (2,828)</u>	<u>(2,827)</u>	<u>\$ 1</u>
Net position at beginning of year			<u>2,828</u>	
Net position at end of year			<u>\$ 1</u>	

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**Colorado Department of Highways
Local Highway Finance Report**

This calendar-year report of receipts and expenditures is required by the Colorado Department of Highways to maintain Statewide accountability for moneys used for highway and street purposes. To ensure data accuracy, House Bill 1008 mandates that this report be included in the County's financial statements.

The public report burden for this information collection is estimated to average 380 hours annually.

LOCAL HIGHWAY FINANCE REPORT	City or County: Washington YEAR ENDING : December 2016
This Information From The Records Of (example - City of _ or County of _) Washington	
Prepared By: Bobbie Jo Thorp Phone: (970) 345-2701	

I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration
1. Total receipts available				
2. Minus amount used for collection expenses				
3. Minus amount used for nonhighway purposes				
4. Minus amount used for mass transit				
5. Remainder used for highway purposes				

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	700,669
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	20,320
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	1,943,283
2. General fund appropriations		b. Snow and ice removal	
3. Other local imposts (from page 2)	942,175	c. Other	
4. Miscellaneous local receipts (from page 2)	27,773	d. Total (a. through c.)	1,943,283
5. Transfers from toll facilities		4. General administration & miscellaneous	359,356
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	3,023,628
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	969,948	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	3,208,505	2. Notes:	
D. Receipts from Federal Government (from page 2)	16,356	a. Interest	
E. Total receipts (A.7 + B + C + D)	4,194,809	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	3,023,628

IV. LOCAL HIGHWAY DEBT STATUS
(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds (Refunding Portion)				
B. Notes (Total)				0

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	3,645,675	4,194,809	3,023,628	4,816,856	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2016

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	175,188	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	275,143	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Licns		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	24,012
5. Specific Ownership &/or Other	491,844	g. Other Misc. Receipts	3,027
6. Total (1. through 5.)	766,987	h. Other	734
c. Total (a. + b.)	942,175	i. Total (a. through h.)	27,773
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	2,595,451	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	27,513	d. Federal Transit Admin	
d. Other (Specify) - Faster Transit Bil	585,541	e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	16,356
f. Total (a. through e.)	613,054	g. Total (a. through f.)	16,356
4. Total (1. + 2. + 3.f)	3,208,505	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		57,320	57,320
(4). System Enhancement & Operation		643,349	643,349
(5). Total Construction (1) + (2) + (3) + (4)	0	700,669	700,669
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	700,669	700,669
			(Carry forward to page 1)

Notes and Comments: