

# CONEJOS COUNTY, COLORADO

## FINANCIAL STATEMENTS

December 31, 2017

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Office of the State Auditor

July 24, 2018



Wall,  
Smith,  
Bateman Inc.

Certified Public Accountants

# CONEJOS COUNTY, COLORADO

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December 31, 2017

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# INDEPENDENT AUDITORS' REPORT



Wall,  
Smith,  
Bateman Inc.

To the Board of County Commissioners  
Conejos County, Colorado

## **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Conejos County, Colorado (the County), as of and for the year ended December 31, 2017, 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.

### ***Auditors' 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the 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, each major fund, and the aggregate remaining fund information of Conejos County, Colorado as of December 31, 2017, 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.

**Certified Public Accountants**

700 Main Street, Suite 200 PO Box 809 Alamosa, CO 81101 | 719-589-3619 | f 719-589-5492 | [www.wsbcpa.com](http://www.wsbcpa.com)

***Other Matters***

*Required Supplementary Information*

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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 the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 25-28 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 combining fund financial schedules and the Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining fund financial schedules, the schedule of expenditures of federal awards, 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 combining fund financial schedules, the schedule of expenditures of federal awards, and the Local Highway Finance Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated July 19, 2018, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

*Wall, Smith, Bateman Inc.*

Wall, Smith, Bateman Inc.  
Alamosa, Colorado

July 19, 2018

**CONEJOS COUNTY, COLORADO**

**BASIC FINANCIAL STATEMENTS**

**CONEJOS COUNTY, COLORADO**  
**STATEMENT OF NET POSITION**  
**December 31, 2017**

	<b>Primary Government Governmental Activities</b>
<b>ASSETS</b>	
<b>Current Assets</b>	
Cash and Investments	6,175,031
Accounts Receivable	186,192
Due from Other Governments	343,944
Property Taxes Receivable	1,673,099
Inventories	89,280
Total Current Assets	8,467,546
<b>Noncurrent Assets</b>	
<b>Capital Assets</b>	
Land	740,824
Construction in Progress	657,829
Infrastructure	920,290
Buildings and Improvements	6,318,302
Equipment	4,598,279
Vehicles	1,072,267
Less Accumulated Depreciation/Depletion	(7,552,882)
Total Noncurrent Assets	6,754,909
<b>TOTAL ASSETS</b>	<b>15,222,455</b>
<b>LIABILITIES</b>	
<b>Current Liabilities</b>	
Accounts Payable	140,295
Due to Other Governments	1,297
Unearned Grant Revenue	391,260
Capital Leases Payable	66,188
Compensated Absences	14,541
Total Current Liabilities	613,581
<b>Noncurrent Liabilities</b>	
Capital Leases Payable	122,107
Compensated Absences	220,328
Total Noncurrent Liabilities	342,435
<b>TOTAL LIABILITIES</b>	<b>956,016</b>
<b>DEFERRED INFLOWS OF RESOURCES - CURRENT</b>	
Unavailable Revenue - Property Tax	1,673,099
<b>NET POSITION</b>	
Net Investment in Capital Assets	6,566,614
Restricted for	
TABOR Amendment Reserve	263,000
Forest Reserve - Title III	40,079
Single Entry Point	366,131
Unrestricted	5,357,516
<b>TOTAL NET POSITION</b>	<b>\$ 12,593,340</b>

The accompanying notes are an integral part of this financial statement.

**CONEJOS COUNTY, COLORADO**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended December 31, 2017**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense)</u>
		<u>Charges for Services</u>	<u>Operating Grants &amp; Contributions</u>	<u>Capital Grants &amp; Contributions</u>	<u>Revenue and Changes in Net Position</u>
<b>Primary Government</b>					<b>Primary Government</b>
<b>Governmental Activities</b>					
General Government	\$ 1,839,651	\$ 340,289	\$ 13,133	\$ -	\$ (1,486,229)
Public Safety	1,529,051	194,052	69,510	-	(1,265,489)
Health and Welfare	6,570,909	1,130,923	5,138,181	-	(301,805)
Highways and Streets	1,718,359	-	1,922,254	-	203,895
Judicial - District Attorney	124,000	-	-	-	(124,000)
Auxiliary Services	19,869	-	-	-	(19,869)
Culture and Recreation	67,104	-	44,290	-	(22,814)
Interest on Long-Term Debt	8,789	-	-	-	(8,789)
<b>Total Governmental Activities</b>	<b>\$ 11,877,732</b>	<b>\$ 1,665,264</b>	<b>\$ 7,187,368</b>	<b>\$ -</b>	<b>(3,025,100)</b>
<b>General Revenues</b>					
Taxes					
					2,020,870
					39,163
					1,150,671
					70,832
					57,680
<b>Total General Revenues</b>					<b>3,339,216</b>
					314,116
<b>Change in Net Position</b>					<b>12,279,224</b>
<b>Net Position - Beginning</b>					<b>12,279,224</b>
<b>Net Position - Ending</b>					<b>\$ 12,593,340</b>

The accompanying notes are an integral part of this financial statement.

**CONEJOS COUNTY, COLORADO**  
**GOVERNMENTAL FUNDS**  
**BALANCE SHEET**  
**December 31, 2017**

	<u>GENERAL FUND</u>	<u>ROAD AND BRIDGE FUND</u>	<u>SOCIAL SERVICES FUND</u>	<u>PUBLIC HEALTH FUND</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
<b>ASSETS</b>						
Cash and Investments	\$ 3,081,965	\$ 1,097,681	\$ 1,145,241	\$ 711,089	\$ 139,055	\$ 6,175,031
Accounts Receivable	131,681	-	1,508	53,003	-	186,192
Due From Other Governments	-	144,066	123,897	75,981	-	343,944
Property Taxes Receivable	1,282,605	85,629	287,739	-	17,126	1,673,099
Inventories	-	77,096	-	12,184	-	89,280
<b>TOTAL ASSETS</b>	<u>\$ 4,496,251</u>	<u>\$ 1,404,472</u>	<u>\$ 1,558,385</u>	<u>\$ 852,257</u>	<u>\$ 156,181</u>	<u>\$ 8,467,546</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>						
<b>LIABILITIES</b>						
Accounts Payable	\$ 26,503	\$ 19,236	\$ 67,113	\$ 27,416	\$ 27	\$ 140,295
Due to Other Governments	-	-	1,297	-	-	1,297
Unearned Grant Revenue	-	-	391,260	-	-	391,260
<b>TOTAL LIABILITIES</b>	<u>26,503</u>	<u>19,236</u>	<u>459,670</u>	<u>27,416</u>	<u>27</u>	<u>532,852</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Unearned Revenue - Property Tax	<u>1,282,605</u>	<u>85,629</u>	<u>287,739</u>	<u>-</u>	<u>17,126</u>	<u>1,673,099</u>
<b>FUND BALANCE</b>						
Nonspendable						
Inventory	-	77,096	-	12,184	-	89,280
Restricted for						
TABOR Amendment Reserve	263,000	-	-	-	-	263,000
Forest Reserve - Title III	-	40,079	-	-	-	40,079
Single Entry Point	-	-	-	366,131	-	366,131
Committed for						
Contingencies	2,374,921	-	-	-	-	2,374,921
Capital Expenditures	-	-	-	-	68,291	68,291
Highways and Streets	-	1,182,432	-	-	-	1,182,432
Health and Welfare	-	-	810,976	446,526	-	1,257,502
Culture and Recreation	-	-	-	-	70,737	70,737
Assigned for						
Subsequent Year Expenditures	343,230	-	-	-	-	343,230
Unassigned	205,992	-	-	-	-	205,992
<b>TOTAL FUND BALANCE</b>	<u>3,187,143</u>	<u>1,299,607</u>	<u>810,976</u>	<u>824,841</u>	<u>139,028</u>	<u>6,261,595</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>	<u>\$ 4,496,251</u>	<u>\$ 1,404,472</u>	<u>\$ 1,558,385</u>	<u>\$ 852,257</u>	<u>\$ 156,181</u>	<u>\$ 8,467,546</u>

The accompanying notes are an integral part of this financial statement.

**CONEJOS COUNTY, COLORADO**  
**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES**  
**TO THE STATEMENT OF NET POSITION**  
**December 31, 2017**

<b>Total governmental fund balances</b>		\$ 6,261,595
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		6,754,909
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.		
Capital Leases Payable	(188,295)	
Compensated Absences	(234,869)	
	(423,164)	(423,164)
<b>Net position of governmental activities</b>		<b>\$ 12,593,340</b>

The accompanying notes are an integral part of this financial statement.

**CONEJOS COUNTY, COLORADO**  
**GOVERNMENTAL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**For the Year Ended December 31, 2017**

	<b>GENERAL FUND</b>	<b>ROAD AND BRIDGE FUND</b>	<b>SOCIAL SERVICE FUND</b>	<b>PUBLIC HEALTH FUND</b>	<b>OTHER GOVERNMENTAL FUNDS</b>	<b>TOTAL GOVERNMENTAL FUNDS</b>
<b>REVENUES</b>						
Taxes	\$ 1,543,238	\$ 92,037	\$ 365,799	\$ -	\$ 56,644	\$ 2,057,718
Intergovernmental Revenue	1,446,499	1,943,465	4,461,080	694,474	42,890	8,588,408
Licenses and Permits	55,292	-	-	-	-	55,292
Interest on Investments	50,936	15,671	-	440	3,785	70,832
Charges for Services	876,332	-	-	715,868	-	1,592,200
Miscellaneous	72,518	4,976	586	23,876	1,648	103,604
<b>TOTAL REVENUES</b>	<b>4,044,815</b>	<b>2,056,149</b>	<b>4,827,465</b>	<b>1,434,658</b>	<b>104,967</b>	<b>12,468,054</b>
<b>EXPENDITURES</b>						
Current Expenditures						
General Government	1,768,229	23,429	-	-	515	1,792,173
Public Safety	1,445,284	-	-	-	-	1,445,284
Health and Welfare	606,873	-	4,693,360	1,445,372	-	6,745,605
Highways and Streets	-	1,454,787	-	-	-	1,454,787
Judicial - District Attorney	124,000	-	-	-	-	124,000
Culture and Recreation	-	-	-	-	67,104	67,104
Auxiliary Services	18,863	-	-	-	-	18,863
Capital Outlay	395,317	700,932	-	-	229,194	1,325,443
Debt Service	-	72,489	-	-	-	72,489
<b>TOTAL EXPENDITURES</b>	<b>4,358,566</b>	<b>2,251,637</b>	<b>4,693,360</b>	<b>1,445,372</b>	<b>296,813</b>	<b>13,045,748</b>
Excess (Deficiency) of Revenues Over Expenditures	(313,751)	(195,488)	134,105	(10,714)	(191,846)	(577,694)
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers In	107,016	-	-	45,673	-	152,689
Transfers Out	(45,673)	(100,000)	-	(7,016)	-	(152,689)
Commodities Received	-	-	-	71,391	-	71,391
Commodities Issued	-	-	-	(71,391)	-	(71,391)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>61,343</b>	<b>(100,000)</b>	<b>-</b>	<b>38,657</b>	<b>-</b>	<b>-</b>
Net Change in Fund Balance	(252,408)	(295,488)	134,105	27,943	(191,846)	(577,694)
<b>Fund Balance at Beginning of Year</b>	<b>3,439,551</b>	<b>1,595,095</b>	<b>676,871</b>	<b>796,898</b>	<b>330,874</b>	<b>6,839,289</b>
<b>Fund Balance at End of Year</b>	<b>\$ 3,187,143</b>	<b>\$ 1,299,607</b>	<b>\$ 810,976</b>	<b>\$ 824,841</b>	<b>\$ 139,028</b>	<b>\$ 6,261,595</b>

The accompanying notes are an integral part of this financial statement.

**CONEJOS 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, 2017**

**Net change in fund balances - total governmental funds** \$ (577,694)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Fixed asset additions	\$	1,356,568	
Depreciation expense		(525,627)	
Net effect of capital outlay, depreciation, and deletions			830,941

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Activity of debt is as follows:

Capital lease payments			63,700
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Change in compensated absences			(2,831)
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**Change in net position of governmental activities** \$ 314,116

**CONEJOS COUNTY, COLORADO**  
**FIDUCIARY FUND**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**For the Year Ended December 31, 2017**

	<b>AGENCY FUND</b>
<b>ASSETS</b>	
Cash and Cash Equivalents- County Treasurer	\$ 193,094
Jail Commissary Cash	67,508
<b>TOTAL ASSETS</b>	\$ 260,602
<b>LIABILITIES</b>	
Funds Held for Others	\$ 260,602
<b>TOTAL LIABILITIES</b>	\$ 260,602

The accompanying notes are an integral part of this financial statement.

**CONEJOS COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2017**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting and reporting policies of the County reflected in the accompanying financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Accounting principles generally accepted in the United States of America for local governments are those promulgated by the Governmental Accounting Standards Board (GASB) in *Governmental Accounting and Financial Reporting Standards*.

**REPORTING ENTITY**

***Primary Government***

The County is a political subdivision organized under the statutes of the State of Colorado. The County is governed by a three-member Board of County Commissioners (the Board). Each commissioner is elected at-large by the voters of the County to represent one of the three separate districts and must reside in the district for which he or she is elected. There are also six other elected officials - assessor, clerk and recorder, coroner, sheriff, district attorney, and treasurer. The treasurer is also the County Public Trustee.

The County provides a wide range of services to its residents including general administration, public safety, highways and streets, parks and recreation, health and social services, public improvements, planning, zoning, sanitation, and the office of the public trustee.

***Component Units***

The County's combined financial statements include the accounts of all County operations. The criteria for including organizations as component units within the County's reporting entity, as set forth in Section 2100 of GASB's *Codification of Governmental Accounting and Financial Reporting Standards*, include whether:

- The organization is legally separate (can sue and be sued in their own name)
- The County holds the corporate powers of the organization
- The County appoints a voting majority of the organization's board
- The County is able to impose its will on the organization
- The organization has the potential to impose a financial benefit/burden on the County
- There is fiscal dependency by the organization on the County
- The organization is financially accountable to the County
- The organization receives or holds funds that are for the benefit of the County; and the County has access to a majority of the funds held; and the funds that are accessible are also significant to the County.

Based on the aforementioned criteria, Conejos County has no component units.

**GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

The government-wide financial statements include the Statement of Net Position and the Statement of Activities. Government-wide statements report information on all of the activities of the County and its component units, except for County fiduciary activity. The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund statements. Mainly taxes and intergovernmental revenues support governmental activities.

**CONEJOS COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2017**

The statement of activities reflects the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable within a specific function. Program revenues include:

- Charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and
- Grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included in program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the fiduciary funds are excluded from the government-wide financial statements.

Major individual governmental funds are reported as separate columns in the fund financial statements.

**MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants are recognized as revenue when all applicable eligibility requirements imposed by the provider are met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. The County considers grant revenues to be available if they are collected within 120 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The County reports the following major governmental funds:

- The **General Fund** is the general operating fund of the County. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The **Road and Bridge Fund** is used to account for the maintenance and improvements of streets and highways. The sources of funds include property taxes, highway users fees, and other revenue sources.
- The **Social Services Fund** is used to account for the operations of social programs; i.e. Temporary Aid to Needy Families, Old Age Pension, Aid to the Blind, Aid to the Needy and Disabled, among others. Financing is provided by grants, allotments, and property tax revenue.
- The **Public Health Fund** is used to account for the multiple programs of providing health services. Financing is provided by grants and fees for services.

Fiduciary fund financial statements consist of the Agency Fund established to record transactions relating to assets held by the County in a trustee capacity or as an agent for individuals, governmental entities, and non-public organizations. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

**CONEJOS COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2017**

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances have been eliminated in the Statement of Net Position. All interfund transfers have been eliminated in the Statement of Activities.

**ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE**

***Cash***

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

***Investments***

All investments, if any, are recorded at fair market value.

***Property Taxes***

Property taxes attach as an enforceable lien on property as of January 1 each year. The taxes are payable in two installments on February 28 and June 15 or in full on April 30. The County Treasurer bills and collects all property taxes for the County. Property tax revenue is recognized by the County to the extent it results in a current receivable.

The 2017 property tax levy due January 1, 2018, has been recorded in the financial statements as a receivable and a corresponding deferred inflow of resources.

***Receivables/Payables From Other County Funds***

Balances that originate from current lending/borrowing arrangements between funds are referred to as "Due To/From Other Funds".

***Inventories and Prepaid Items***

Inventory is valued at the lower of cost (first-in, first-out) or market. Inventory in the special revenue funds consists of expendable supplies held for use. Reported inventories are equally offset by a nonspendable fund balance, which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. The inventory policy on government-wide statements is consistent with fund statements.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

***Capital Assets***

Capital assets, which include land, buildings and improvements, equipment, vehicles, construction in progress, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental activities column in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$5,000. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and Improvements	10-40
Equipment	5-15
Vehicles	5-7
Infrastructure	10-40

***Long-Term Obligations***

Long-term debt and other long-term obligations are recorded as liabilities in the government-wide financial statements. In the fund financial statements for governmental fund types, debt proceeds are reported as other financing sources and debt payments are reported as debt service expenditures.

***Compensated Absences***

County policy allows employees to accumulate unused vacation, comp time, and sick leave up to certain maximum hours. At December 31 of each year, unused vacation time over 150 hours is forfeited. Retiring employees are paid 100% of unused vacation and comp time. Sick time unused by retiring employees is paid 50% up to 240 hours. All vacation and sick leave pay is accrued when incurred in the government-wide financial statements. A liability is reported in governmental funds only if they have matured, for example as a result of employee resignations or retirements.

***Unearned Revenue***

Revenues on grants, which are restricted by the grant contract for specific purposes, are recognized as revenue only after eligible grant costs have been incurred. Grant funds received in excess of grant expenditures are recorded as unearned revenues.

***Deferred Inflows of Resources***

In addition to liabilities, the Statement of Net Position and the governmental funds Balance Sheet report a separate section of deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time.

***Net Position***

Net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net position is displayed in the following three components:

- *Net investment in capital assets* – consists of capital assets, net accumulated depreciation, reduced by the outstanding balances of any borrowings that are attributable to the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt should be included in this component of net position.
- *Restricted* – consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Restricted assets consist of assets that have limitations imposed on their use either through the

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enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

- *Unrestricted* – consists of the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

***Fund Balance***

Fund balances are reported by classification based on the extent to which the County is bound to honor constraints for the specific purposes on which amounts in the fund can be spent. Fund balances are classified in one of the following five categories:

- *Nonspendable Fund Balance* – amounts that cannot be spent because they are not in spendable form – such as inventory and prepaid expenditures.
- *Restricted Fund Balance* – amounts restricted when constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.
- *Committed Fund Balance* – amounts that can only be used for specific purposes as a result of constraints imposed through adopted resolution by the Board of County Commissioners, the highest level of decision making authority. Committed amounts cannot be used for any other purpose unless the Board removes those constraints by taking the same type of action. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- *Assigned Fund Balance* – amounts a government intends to use for a specific purpose; intent can be expressed by the Board of County Commissioners or by an official or body to which the governing body delegates the authority.
- *Unassigned Fund Balance* – amounts that are available for any purpose; these amounts are reported only in the General Fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted net position/fund balance is available, the County considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, and unassigned fund balances are available, the County considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board of County Commissioners has provided otherwise in its commitment or assignment actions.

***Use of Estimates***

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

**NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

***Budgets and Budgetary Accounting***

Conejos County follows the procedures set forth in the Colorado Local Government Budget Law when preparing the annual budget for each fund. Budget procedures include:

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- Preparation of budget documents by administrative staff, which shall be submitted to the Board no later than October 15 of each year.
- Publication of a notice stating that the budget is available for public inspection.
- Discussion of the budget in a meeting open to the public.
- Adoption of the budget in a public meeting by appropriate resolution, no later than December 31.

Formal budgetary integration is employed as a management control device for all funds of the County. All budgets are adopted on a basis consistent with U.S. generally accepted accounting principles (GAAP).

The total expenditures for each fund cannot exceed the budgeted amount unless a supplemental appropriation is adopted. The Board of County Commissioners adopted supplemental appropriations during 2017.

All budget amounts presented in the accompanying supplementary information reflect the original budget and the final amended budget.

**NOTE 3 CASH, DEPOSITS, AND INVESTMENTS**

A summary of Cash, Deposits, and Investments for the County are as follow:

Cash on Hand	\$	4,315
Cash Deposited in Banks		823,646
C-SAFE		618,938
ColoTrust		2,964,218
CSIP		52,916
Other Investments		<u>1,971,600</u>
Total Cash, Deposits, and Investments (Book Balance)		6,435,633
Less: Amounts Related to Agency Fund		<u>(260,602)</u>
Total Cash, Deposits, and Investments on the Statement of Net Position	\$	<u><u>6,175,031</u></u>

***Cash and Deposits***

Colorado State Statutes govern the County's deposits of cash. The statutes specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance (FDIC) on deposits held.

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized in accordance with the PDPA. PDPA allows the institution to create a single collateral pool for all public funds to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to the aggregate uninsured deposits. All deposits in 2017 were in eligible public depositories, as defined by the Public Deposit Protection Act of 1989.

***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 December 31, 2017, \$800,461 was exposed

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to custodial credit risk. Deposits exposed to credit risk are collateralized with securities held by the pledging financial institutions through PDPA.

***Investments***

The County's investment policy and Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. They include:

- Obligations of the United States and certain U.S. government agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Bankers' acceptances of certain banks
- Commercial paper
- Local government investment pools
- Repurchase agreements
- Money market funds
- Guaranteed investments contracts
- Corporate or bank debt issued by eligible corporations or banks

***Custodial Credit Risk - Investments***

The County's investment policy calls for investment diversification within the portfolio to avoid unreasonable risks inherent in over investing in specific instruments, individual financial institutions or maturities. The policy allows for the investment in local government investment pools.

***Interest Rate Risk***

Colorado Revised Statutes and the County's investment policy limit investment maturities to five years or less from the date of purchase. This limit on investment maturities is a means of limiting exposure to fair values arising from increasing interest rates.

***Fair Value***

Fair value investments classified at Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Fair value investments classified as Level 2 of the fair value hierarchy are valued using the active market rates for the underlying securities. Fair value investments classified as Level 3 of the fair value hierarchy are valued using non-observable inputs.

The Colorado Government Liquid Asset Trust (ColoTrust) is an investment vehicle established for local government entities in Colorado pursuant to Part 7 of Article 75 of Title 24 of the Colorado Revised Statutes, to pool surplus funds for investment purposes. ColoTrust operates similarly to a money market fund and each share is equal in value to \$1.00. The fair value of the position in the pool is the same as the value of the pool shares. The designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned by the pool are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the pool. Investments of the pools consist of U.S. Treasury bills, notes and note strips and repurchase agreements collateralized by U.S. Treasury Notes. ColoTrust is rated AAAM by Standard & Poor's.

The Colorado Surplus Asset Fund Trust (C-SAFE) investments are valued using the net asset value per share (or its equivalent) of the investments. The investments do not have any unfunded commitments, redemption restrictions, redemption notice periods or withdrawal restrictions. CSAFE investments conform to Colorado Statutes CRS 24-

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75-601 et. seq. and therefore invests primarily in securities of the United States Treasury, United States Agencies, Primary Dealer Repurchase Agreements, highly rated commercial paper, highly rated corporate bonds, Colorado depositories collateralized at 102% of market value according to the guidelines of the Public Deposit Protection Act. CSAFE measures all of its investments at amortized cost. CSAFE is rated AAAM by Standard & Poor's.

Colorado Statewide Investment Program (CSIP) is a money market mutual fund. Portfolio investments are assigned a level based upon the observability of the inputs which are significant to the overall valuation. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The fair value of investments in money market funds is based on the published net asset values per share of those funds. Money market securities are valued using amortized cost. Generally, amortized cost approximates the current fair value of a security. CSIP is rated AAAM by Standard & Poor's.

<u>Investment Type</u>	<u>Rating</u>	<u>Up to 120 days</u>	<u>121 days to 5 years</u>	<u>Fair Value Measurements Using: Level 2</u>
Federal Home Loan Bank	15%    Aaa	\$     -	\$  294,930	\$    294,930
Federal Home Loan Mtg Corp	1%     AAA	-	14,916	14,916
Federal National Mortgage Assoc	5%     Aaa	-	99,246	99,246
		\$     -	\$  409,092	409,092
Money Market (unrated)	0%			298
Certificates of Deposit	79%			1,562,210
				1,562,508
				\$  1,971,600

**NOTE 4 PROPERTY TAXES RECEIVABLE**

At December 31, 2017, the County had an estimated property tax receivable divided among the funds as follows:

General Fund	\$ 1,282,605
Road and Bridge Fund	85,629
Social Services Fund	287,739
Capital Expenditures Fund	17,126
	\$ 1,673,099

**CONEJOS COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
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**NOTE 5 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

*Interfund Transfers*

Interfund transfers for the year ended December 31, 2017, were as follows:

Transfer In	Transfer Out	Amount
General Fund (PILT Fund)	Road and Bridge Fund	\$ 100,000
General Fund	Public Health Fund	7,016
		107,016
Public Health Fund	General Fund	45,673
		\$ 152,689

The Road and Bridge transfer to General Fund (PILT Fund) in the amount of \$100,000 is for 1/5<sup>th</sup> of the amount used to purchase Road & Bridge equipment in 2015.

The General Fund (Contingency Fund) transferred \$45,673 to subsidize the Nursing Fund.

The Public Health Fund transferred \$7,016 to the General Fund for operating and administration costs.

**CONEJOS COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
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**NOTE 6 CAPITAL ASSETS**

Capital asset activity for the year ended December 31, 2017, was as follows:

	Balance 12/31/2016	Additions	Deletions	Balance 12/31/2017
<i>Governmental Activities</i>				
Capital assets not being depreciated				
Land	\$ 740,824	\$ -	\$ -	\$ 740,824
Construction in Progress	444,211	213,618	-	657,829
Total capital assets not being depreciated	<u>1,185,035</u>	<u>213,618</u>	<u>-</u>	<u>1,398,653</u>
Capital assets being depreciated				
Infrastructure	219,358	700,932	-	920,290
Buildings and Improvements	6,318,302	-	-	6,318,302
Equipment	4,529,062	69,217	-	4,598,279
Vehicles	767,194	372,801	67,728	1,072,267
Total capital assets being depreciated	<u>11,833,916</u>	<u>1,142,950</u>	<u>67,728</u>	<u>12,909,138</u>
Less: accumulated depreciation for				
Infrastructure	153,004	72,166	-	225,170
Buildings and Improvements	2,774,220	140,975	-	2,915,195
Equipment	3,424,936	224,954	-	3,649,890
Vehicles	742,823	87,532	67,728	762,627
Total accumulated depreciation	<u>7,094,983</u>	<u>525,627</u>	<u>67,728</u>	<u>7,552,882</u>
Total Capital Assets being depreciated, net	<u>4,738,933</u>	<u>617,323</u>	<u>-</u>	<u>5,356,256</u>
Governmental Activities Capital Assets, Net	<u>\$ 5,923,968</u>	<u>\$ 830,941</u>	<u>\$ -</u>	<u>\$ 6,754,909</u>

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

Governmental Activities:

General Government	\$ 44,647
Public Safety	78,201
Health and Welfare	118,201
Highways and Streets	283,572
Auxiliary Services	1,006
Total Depreciation Expense	<u>\$ 525,627</u>

**CONEJOS COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
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**NOTE 7 LONG-TERM LIABILITIES**

***Changes in Long-term Liabilities***

Long-term liability balances for the year ended December 31, 2017, were as follows:

	12/31/2016			12/31/2017	Due Within
	<u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u>	<u>One Year</u>
<i>Governmental Activities:</i>					
Capital Leases	\$ 251,995	\$ -	\$ 63,700	\$ 188,295	\$ 66,188
Compensated Absences	<u>232,038</u>	<u>2,831</u>	<u>-</u>	<u>234,869</u>	<u>14,541</u>
Total Governmental Activities	<u>\$ 484,033</u>	<u>\$ 2,831</u>	<u>\$ 63,700</u>	<u>\$ 423,164</u>	<u>\$ 80,729</u>

***Capital Leases***

The County is obligated under certain leases accounted for as capital leases. These agreements are backed by the full faith and credit of the County and debt service is accounted for by the fund purchasing the equipment, the Road and Bridge Fund. The leased assets and related obligations are accounted for in the Statement of Net Position and the Statement of Activities.

***2013 San Luis Valley Federal Bank***

A lease purchase agreement, dated September 16, 2013, was entered into for \$165,000 between San Luis Valley Federal Bank, as lessor, and Conejos County (the "County"), as lessee, for the purchase of road and bridge equipment. Payments are due quarterly with an interest rate of 4.10%. Final payment is due September 2020. The equipment is included in capital assets at a cost of \$165,000 and accumulated depreciation of \$82,501 as of December 31, 2017. Principal balance at December 31, 2017, was \$70,489.

***2013 Merchants Capital Resources, Inc.***

A lease purchase agreement, dated July 11, 2013, was entered into for \$289,250 between Merchants Capital Resources, Inc., as lessor, and Conejos County (the "County"), as lessee, for the purchase of two motor graders. Payments are due quarterly with an interest rate of 3.69%. Final payment is due July 2020. The equipment is included in capital assets at a cost of \$289,250 and accumulated depreciation of \$144,625 as of December 31, 2017. Principal balance at December 31, 2017, was \$117,806.

The annual debt service for the capital leases is as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 66,188	\$ 6,301	\$ 72,489
2019	68,773	3,716	72,489
2020	<u>53,334</u>	<u>1,032</u>	<u>54,366</u>
	<u>\$ 188,295</u>	<u>\$ 11,049</u>	<u>\$ 199,344</u>

**CONEJOS COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2017**

**NOTE 8 OPERATING LEASES**

The County is committed under various leases for office equipment and software. These leases are considered operating leases for accounting purposes. Lease expenses for the year totaled \$46,822.

**NOTE 9 RETIREMENT**

***Pension Plans***

All eligible employees, participate in the Colorado County Officials and Employees Retirement Association (CCOERA) (the Plan), a defined contribution plan, authorized by state statute. The Plan is a tax qualified plan under Section 401(a) of the Internal Revenue Code and all contributions by or on behalf of employees are tax deferred until time of withdrawal.

Employees are eligible after completing twelve months of service with the County, and participation is mandatory after one year of employment. Employee and employer contributions are 100% vested immediately upon employee participation in the plan.

The County must contribute 4% of the compensation of each participant. Each participant contributes a minimum amount equal to the County's contribution, and is permitted to make additional contributions not to exceed 10% of their compensation. For the year ended December 31, 2017, employee contributions totaled \$113,108 and the County recognized pension expense of \$111,055. The County recognized \$2,052 of forfeitures in retirement expense during 2017.

Plan benefits depend solely on amounts contributed to the plan plus investment earnings, less administrative expenses. The Plan may be amended by resolution of the Board of County Commissioners but it may not be amended beyond the limits established by state statute.

***Deferred Compensation Plan***

The County also offers its employees an additional voluntary deferred compensation plan created in accordance with Internal Revenue Code 457(f), administered by Colorado County Officials and Employees Retirement Association (CCOERA) (the Plan).

The Plan permits the employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergencies. The County has no other liability other than to make the required monthly contribution.

**NOTE 10 COLORADO CONTRABAND FORFEITURE ACT**

We have reviewed financial activity in the Sheriff's Department for compliance with the above referenced act. There were no sales of contraband during the year ended December 31, 2017.

**NOTE 11 TABOR AMENDMENT RESERVE**

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local

**CONEJOS COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2017**

governments. The amendment is complex and subject to judicial interpretation. The County believes it is in compliance with the requirements of the amendment.

Fiscal year spending and revenue limits are determined based on the prior year's spending adjusted for inflation and local growth. The voters of the County have approved a measure that allows the County to retain and spend revenue in excess of the limit.

The amendment also requires that emergency reserves be established. These reserves must be at least three percent of fiscal year spending. The emergency reserve has been presented as restricted fund balance/net position in the financial statements. The County is not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

**NOTE 12 RISK MANAGEMENT**

***Colorado Counties Casualty and Property Pool (CAPP)***

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 pays an annual contribution to CAPP for its property and casualty insurance coverage. The inter-governmental agreement of formation of 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 that is determined each policy year. There have been no significant reductions in insurance coverage. Settled claims from these risks have not exceeded insurance coverage for the current year or the three prior years.

At December 31, 2017, CAPP had assets of \$24,284,660 liabilities of \$9,537,262 (including \$7,397,260 reserved for losses and claims), and members' equity of \$14,747,398. The liability amount includes no long-term debt. Total revenues for the year ended December 31, 2017, amounted to \$6,753,835 and total expenses were \$5,989,546 resulting in net income before return of surplus of \$764,289

***Colorado Workers' Compensation Pool (CWCP)***

The County is exposed to various risks of loss related to injuries of employees while on the job. The County has joined together with other counties in the State of Colorado to form the Colorado Workers' Compensation Pool (CWCP), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The County pays an annual contribution to CWCP for its workers' compensation insurance coverage. The intergovernmental agreement of formation of 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 members' claims in excess of a specified self-insured retention that is determined each policy year. There have been no significant reductions in insurance coverage. Settled claims from these risks have not exceeded insurance coverage for the current year or the three prior years.

At December 31, 2017, CWCP had assets of \$42,592,056, liabilities of \$25,179,086 (including \$23,745,055 reserved for losses and claims) and members' equity of \$17,412,970. The liability amount includes no long-term debt. Total revenues for the year ended December 31, 2017, amounted to \$11,357,033 total expenses were \$12,061,986 resulting in net loss before return of surplus of \$(704,953).

**CONEJOS COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2017**

**NOTE 13 COMMITMENTS AND CONTINGENCIES**

***Grant Programs***

The County participates in a number of federal and state grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The amount of expenditures, if any, which may be disallowed by the granting agencies, cannot be determined at this time although the County expects any such amounts to be immaterial.

***Litigation***

The County is a party to various legal actions normally associated with governmental activities, aggregate effect, which in management's and legal counsel's opinion, would not be material to the financial statements.

***Insurance Pools***

The County is a member of the Colorado Counties Casualty and Property Pool (CAPP) and the Colorado Workers' Compensation Pool (CWCP). CAPP and CWCP have a legal obligation for claims against its members to the extent that funds are available in their annually established loss funds and amounts are available from insurance providers under excess specific and aggregate insurance contracts. Losses incurred in excess of loss funds are direct liabilities of the participating members. CAPP and CWCP have indicated that the amount of any excess losses would be billed to members in proportion to their contributions in the year such excess occurs. The ultimate liability to the County resulting from claims not covered by CAPP and CWCP is not presently determinable.

***Construction Project***

The County is in process of a Jail Remodel. The estimated completion date for the Jail Remodel is February 2018. Total project costs to date are approximately \$404,811 with total estimated project costs of \$419,235.

## **CONEJOS COUNTY, COLORADO**

### **REQUIRED SUPPLEMENTARY INFORMATION**

In addition to the basic financial statements, a budgetary comparison schedule is required for the General Fund and, if applicable, each of the County's major special revenue funds.

**CONEJOS COUNTY, COLORADO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**For the Year Ended December 31, 2017**

	<b>BUDGETED AMOUNTS</b>		<b>ACTUAL</b>	<b>VARIANCE WITH</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>
				<b>POSITIVE</b>
				<b>(NEGATIVE)</b>
<b>REVENUES</b>				
Taxes	\$ 1,437,191	\$ 1,437,191	\$ 1,543,238	\$ 106,047
Intergovernmental Revenue	1,614,511	1,614,511	1,446,499	(168,012)
Licenses and Permits	32,000	32,000	55,292	23,292
Interest on Investments	8,635	8,635	50,936	42,301
Charges for Services	805,800	805,800	876,332	70,532
Miscellaneous	104,700	104,700	72,518	(32,182)
<b>TOTAL REVENUES</b>	<b>4,002,837</b>	<b>4,002,837</b>	<b>4,044,815</b>	<b>41,978</b>
<b>EXPENDITURES</b>				
General Government	1,767,520	1,767,520	1,768,229	(709)
Public Safety	1,401,299	1,401,299	1,445,284	(43,985)
Health and Welfare	546,772	546,772	606,873	(60,101)
Culture and Recreation	350,000	350,000	-	350,000
Judicial - District Attorney	124,000	124,000	124,000	-
Auxiliary Services	35,355	35,355	18,863	16,492
Capital Outlay	268,000	268,000	395,317	(127,317)
<b>TOTAL EXPENDITURES</b>	<b>4,492,946</b>	<b>4,492,946</b>	<b>4,358,566</b>	<b>134,380</b>
Excess (Deficiency) of Revenues Over Expenditures	(490,109)	(490,109)	(313,751)	176,358
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	1,060,993	1,060,993	107,016	953,977
Transfers Out	(1,100,000)	(1,100,000)	(45,673)	1,054,327
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(39,007)</b>	<b>(39,007)</b>	<b>61,343</b>	<b>100,350</b>
Net Change in Fund Balance	(529,116)	(529,116)	(252,408)	276,708
<b>Fund Balance at Beginning of Year</b>	<b>3,236,997</b>	<b>3,236,997</b>	<b>3,439,551</b>	<b>202,554</b>
<b>Fund Balance at End of Year</b>	<b>\$ 2,707,881</b>	<b>\$ 2,707,881</b>	<b>\$ 3,187,143</b>	<b>\$ 479,262</b>

**Notes to Required Supplementary Information**

The basis of budgeting is the same as GAAP.

This schedule is presented on the GAAP basis.

**CONEJOS COUNTY, COLORADO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE - BUDGET AND ACTUAL**  
**ROAD AND BRIDGE FUND**  
**For the Year Ended December 31, 2017**

	<b>BUDGETED AMOUNTS</b>			<b>VARIANCE WITH</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>FINAL BUDGET</b>
				<b>POSITIVE</b>
				<b>(NEGATIVE)</b>
<b>REVENUES</b>				
Taxes	\$ 90,000	\$ 90,000	\$ 92,037	\$ 2,037
Intergovernmental Revenue	1,640,000	1,640,000	1,943,465	303,465
Interest on Investments	100	100	15,671	15,571
Miscellaneous	4,104	4,104	4,976	872
<b>TOTAL REVENUES</b>	<b>1,734,204</b>	<b>1,734,204</b>	<b>2,056,149</b>	<b>321,945</b>
<b>EXPENDITURES</b>				
General Government	190,458	190,458	23,429	167,029
Highways and Streets	2,128,280	2,128,280	1,454,787	673,493
Capital Outlay	-	-	700,932	(700,932)
Debt Service	87,691	87,691	72,489	15,202
<b>TOTAL EXPENDITURES</b>	<b>2,406,429</b>	<b>2,406,429</b>	<b>2,251,637</b>	<b>154,792</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	(100,000)	(100,000)	(100,000)	-
<b>TOTAL OTHER FINANCING SOURCSE (USES)</b>	<b>(100,000)</b>	<b>(100,000)</b>	<b>(100,000)</b>	<b>-</b>
Excess (Deficiency) of Revenues Over Expenditures	(772,225)	(772,225)	(295,488)	476,737
<b>Fund Balance at Beginning of Year</b>	<b>1,439,279</b>	<b>1,439,279</b>	<b>1,595,095</b>	<b>155,816</b>
<b>Fund Balance at End of Year</b>	<b>\$ 667,054</b>	<b>\$ 667,054</b>	<b>\$ 1,299,607</b>	<b>\$ 632,553</b>

**Notes to Required Supplementary Information**

The basis of budgeting is the same as GAAP.

This schedule is presented on the GAAP basis.

**CONEJOS COUNTY, COLORADO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE - BUDGET AND ACTUAL**  
**SOCIAL SERVICES FUND**  
**For the Year Ended December 31, 2017**

	<b>BUDGETED AMOUNTS</b>		<b>ACTUAL</b>	<b>VARIANCE WITH</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>
				<b>POSITIVE</b>
				<b>(NEGATIVE)</b>
<b>REVENUES</b>				
Taxes	\$ 368,215	\$ 368,215	\$ 365,799	\$ (2,416)
Intergovernmental Revenue	7,984,858	7,984,858	4,461,080	(3,523,778)
Miscellaneous Revenue	500	500	586	86
<b>TOTAL REVENUES</b>	<b>8,353,573</b>	<b>8,353,573</b>	<b>4,827,465</b>	<b>(3,526,108)</b>
<b>EXPENDITURES</b>				
Health and Welfare	8,439,578	8,439,578	4,693,360	3,746,218
<b>TOTAL EXPENDITURES</b>	<b>8,439,578</b>	<b>8,439,578</b>	<b>4,693,360</b>	<b>3,746,218</b>
Net Change in Fund Balance	(86,005)	(86,005)	134,105	220,110
<b>Fund Balance at Beginning of Year</b>	<b>904,865</b>	<b>904,865</b>	<b>676,871</b>	<b>(227,994)</b>
<b>Fund Balance at End of Year</b>	<b>\$ 818,860</b>	<b>\$ 818,860</b>	<b>\$ 810,976</b>	<b>\$ (7,884)</b>

**Notes to Required Supplementary Information**

The basis of budgeting is the same as GAAP.

This schedule is presented on the GAAP basis.

**CONEJOS COUNTY, COLORADO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE - BUDGET AND ACTUAL**  
**PUBLIC HEALTH FUND**  
**For the Year Ended December 31, 2017**

	<b>BUDGETED AMOUNTS</b>		<b>ACTUAL</b>	<b>VARIANCE WITH</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>
				<b>POSITIVE</b>
				<b>(NEGATIVE)</b>
<b>REVENUES</b>				
Intergovernmental Revenue	\$ 604,235	\$ 604,235	\$ 694,474	\$ 90,239
Interest on Investments	-	-	440	440
Charges for Services	713,200	713,200	715,868	2,668
Miscellaneous	4,932	4,932	23,876	18,944
<b>TOTAL REVENUES</b>	<b>1,322,367</b>	<b>1,322,367</b>	<b>1,434,658</b>	<b>112,291</b>
<b>EXPENDITURES</b>				
Health and Welfare	1,562,048	1,562,048	1,445,372	116,676
Capital Outlay	4,500	4,500	-	4,500
<b>TOTAL EXPENDITURES</b>	<b>1,566,548</b>	<b>1,566,548</b>	<b>1,445,372</b>	<b>121,176</b>
Excess (Deficiency) of Revenues Over Expenditures	(244,181)	(244,181)	(10,714)	233,467
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	70,000	70,000	45,673	(24,327)
Transfers Out	-	-	(7,016)	(7,016)
Commodities Received	-	-	71,391	71,391
Commodities Issued	-	-	(71,391)	(71,391)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>70,000</b>	<b>70,000</b>	<b>38,657</b>	<b>(31,343)</b>
Net Change in Fund Balance	(174,181)	(174,181)	27,943	202,124
<b>Fund Balance at Beginning of Year</b>	<b>543,520</b>	<b>543,520</b>	<b>796,898</b>	<b>253,378</b>
<b>Fund Balance at End of Year</b>	<b>\$ 369,339</b>	<b>\$ 369,339</b>	<b>\$ 824,841</b>	<b>\$ 455,502</b>

**Notes to Required Supplementary Information**

The basis of budgeting is the same as GAAP.

This schedule is presented on the GAAP basis.

## **CONEJOS COUNTY, COLORADO**

### **SUPPLEMENTARY INFORMATION**

The combining fund schedules represent the second level of financial reporting for the County. These schedules present more detailed information for the individual funds in a format that segregates information by fund type.

**CONEJOS COUNTY, COLORADO**  
**COMBINING BALANCE SHEET**  
**GENERAL FUND**  
**December 31, 2017**

	<b>GENERAL FUND</b>	<b>GENERAL CONTINGENCY FUND</b>	<b>CONTINGENCY FUND</b>	<b>PILT FUND</b>	<b>TOTAL</b>
<b>ASSETS</b>					
Cash and Investments	\$ 444,044	\$ 616,773	\$ 200,129	\$ 1,821,019	\$ 3,081,965
Accounts Receivable	131,681	-	-	-	131,681
Due From Other Funds	-	-	-	-	-
Prepaid Miscellaneous	-	-	-	-	-
Property Taxes Receivable	1,265,479	-	17,126	-	1,282,605
<b>TOTAL ASSETS</b>	<b>\$ 1,841,204</b>	<b>\$ 616,773</b>	<b>\$ 217,255</b>	<b>\$ 1,821,019</b>	<b>\$ 4,496,251</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>					
<b>LIABILITIES</b>					
Accounts Payable	\$ 26,503	\$ -	\$ -	\$ -	\$ 26,503
<b>TOTAL LIABILITIES</b>	<b>26,503</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26,503</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unearned Revenue - Property Tax	1,265,479	-	17,126	-	1,282,605
<b>FUND BALANCE</b>					
Restricted for:					
TABOR Amendment Reserve	-	263,000	-	-	263,000
Committed to:					
Contingencies	-	353,773	200,129	1,821,019	2,374,921
Assigned to:					
Subsequent Year Expenditures	343,230	-	-	-	343,230
Unassigned	205,992	-	-	-	205,992
<b>TOTAL FUND BALANCE</b>	<b>549,222</b>	<b>616,773</b>	<b>200,129</b>	<b>1,821,019</b>	<b>3,187,143</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>	<b>\$ 1,841,204</b>	<b>\$ 616,773</b>	<b>\$ 217,255</b>	<b>\$ 1,821,019</b>	<b>\$ 4,496,251</b>

**CONEJOS COUNTY, COLORADO**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**GENERAL FUND**  
**For the Year Ended December 31, 2017**

	<u>GENERAL FUND</u>	<u>GENERAL CONTINGENCY FUND</u>	<u>CONTINGENCY FUND</u>	<u>PILT FUND</u>	<u>ELIMINATIONS</u>	<u>TOTAL</u>
<b>REVENUES</b>						
Taxes	\$ 1,522,915	\$ -	\$ 20,323	\$ -	\$ -	\$ 1,543,238
Intergovernmental Revenue	295,828	-	-	1,150,671	-	1,446,499
Licenses and Permits	55,292	-	-	-	-	55,292
Interest on Investments	28,097	4,087	322	18,430	-	50,936
Charges for Services	876,332	-	-	-	-	876,332
Miscellaneous	72,518	-	-	-	-	72,518
<b>TOTAL REVENUES</b>	<u>2,850,982</u>	<u>4,087</u>	<u>20,645</u>	<u>1,169,101</u>	<u>-</u>	<u>4,044,815</u>
<b>EXPENDITURES</b>						
General Government	1,767,714	-	515	-	-	1,768,229
Public Safety	1,445,284	-	-	-	-	1,445,284
Health and Welfare	606,873	-	-	-	-	606,873
Judicial - District Attorney	124,000	-	-	-	-	124,000
Auxiliary Services	18,863	-	-	-	-	18,863
Capital Outlay	395,317	-	-	-	-	395,317
<b>TOTAL EXPENDITURES</b>	<u>4,358,051</u>	<u>-</u>	<u>515</u>	<u>-</u>	<u>-</u>	<u>4,358,566</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(1,507,069)</u>	<u>4,087</u>	<u>20,130</u>	<u>1,169,101</u>	<u>-</u>	<u>(313,751)</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers In	857,016	14,327	-	100,000	(864,327)	107,016
Transfers Out	-	(60,000)	-	(850,000)	864,327	(45,673)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>857,016</u>	<u>(45,673)</u>	<u>-</u>	<u>(750,000)</u>	<u>-</u>	<u>61,343</u>
Net Change in Fund Balance	(650,053)	(41,586)	20,130	419,101	-	(252,408)
<b>Fund Balance at Beginning of Year</b>	<u>1,199,275</u>	<u>658,359</u>	<u>179,999</u>	<u>1,401,918</u>	<u>-</u>	<u>3,439,551</u>
<b>Fund Balance at End of Year</b>	<u>\$ 549,222</u>	<u>\$ 616,773</u>	<u>\$ 200,129</u>	<u>\$ 1,821,019</u>	<u>\$ -</u>	<u>\$ 3,187,143</u>

**CONEJOS COUNTY, COLORADO**  
**NONMAJOR GOVERNMENTAL FUNDS**

**SPECIAL REVENUE FUNDS**

Special Revenue Funds are used to account for specific revenues that are legally restricted to be expended for particular purposes.

*Conservation Trust Fund* – This fund is used to account for the County share of the state lottery program. The monies may be expended only for the acquisition, development, and maintenance of parks, and other public recreational facilities.

*Lodging Tax Fund* – This fund is used to account for the County share of the lodging tax collected on each hotel/motel that is rented in Conejos County. The monies may be expended to promote Conejos County to tourists.

**CAPITAL PROJECT FUNDS**

Capital project funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets.

*Capital Expenditures Fund* – This fund is used to account for the monies set aside for capital expenditures.

**CONEJOS COUNTY, COLORADO**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**  
**December 31, 2017**

	NONMAJOR SPECIAL REVENUE FUNDS		CAPITAL PROJECTS FUND	TOTAL NONMAJOR GOVERNMENTAL
	CONSERVATION TRUST FUND	LODGING TAX FUND	CAPITAL EXPENDITURES FUND	
<b>ASSETS</b>				
Cash and Investments	\$ 40,185	\$ 30,579	\$ 68,291	\$ 139,055
Property Taxes Receivable	-	-	17,126	17,126
<b>TOTAL ASSETS</b>	<b>\$ 40,185</b>	<b>\$ 30,579</b>	<b>\$ 85,417</b>	<b>\$ 156,181</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>				
<b>LIABILITIES</b>				
Accounts Payable	\$ 27	\$ -	\$ -	\$ 27
<b>TOTAL LIABILITIES</b>	<b>27</b>	<b>-</b>	<b>-</b>	<b>27</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable Revenue - Property Tax	-	-	17,126	17,126
<b>FUND BALANCE</b>				
Committed to				
Capital Expenditures	-	-	68,291	68,291
Culture and Recreation	40,158	30,579	-	70,737
<b>TOTAL FUND BALANCE</b>	<b>40,158</b>	<b>30,579</b>	<b>68,291</b>	<b>139,028</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>	<b>\$ 40,185</b>	<b>\$ 30,579</b>	<b>\$ 85,417</b>	<b>\$ 156,181</b>

**CONEJOS COUNTY, COLORADO**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**For the Year Ended December 31, 2017**

	NONMAJOR SPECIAL REVENUE FUNDS		CAPITAL PROJECTS FUND	TOTAL NONMAJOR GOVERNMENTAL
	CONSERVATION TRUST FUND	LODGING TAX FUND	CAPITAL EXPENDITURES FUND	
<b>REVENUES</b>				
Taxes	\$ -	\$ 36,321	\$ 20,323	\$ 56,644
Intergovernmental Revenue	42,890	-	-	42,890
Interest on Investments	108	-	3,677	3,785
Miscellaneous	248	1,400	-	1,648
<b>TOTAL REVENUES</b>	<b>43,246</b>	<b>37,721</b>	<b>24,000</b>	<b>104,967</b>
<b>EXPENDITURES</b>				
General Government	-	-	515	515
Culture and Recreation	46,443	20,661	-	67,104
Capital Outlay	-	-	229,194	229,194
<b>TOTAL EXPENDITURES</b>	<b>46,443</b>	<b>20,661</b>	<b>229,709</b>	<b>296,813</b>
Excess (Deficiency) of Revenues Over Expenditures	(3,197)	17,060	(205,709)	(191,846)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net Change in Fund Balance	(3,197)	17,060	(205,709)	(191,846)
<b>Fund Balance at Beginning of Year</b>	<b>43,355</b>	<b>13,519</b>	<b>274,000</b>	<b>330,874</b>
<b>Fund Balance at End of Year</b>	<b>\$ 40,158</b>	<b>\$ 30,579</b>	<b>\$ 68,291</b>	<b>\$ 139,028</b>

**CONEJOS COUNTY, COLORADO**  
**SCHEDULE OF EXPENDITURES AND TRANSFERS OUT**  
**BUDGET AND ACTUAL**  
**ALL NON-MAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended December 31, 2017**

	<u>BUDGETED AMOUNTS</u>		<u>EXPENDITURES</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>REPORTED ON</u>	<u>FINAL BUDGET</u>
			<u>THE GAAP</u>	<u>POSITIVE</u>
			<u>BASIS</u>	<u>(NEGATIVE)</u>
<b>Governmental Funds</b>				
Non-major Governmental Funds				
Special Revenue Funds				
Conservation Trust Fund	\$ 44,891	\$ 46,443	\$ 46,443	\$ -
Lodging Tax Fund	29,128	29,128	20,661	8,467
Total Special Revenue Funds	<u>74,019</u>	<u>75,571</u>	<u>67,104</u>	<u>8,467</u>
Capital Projects Fund				
Capital Expenditures Fund	<u>320,475</u>	<u>320,475</u>	<u>229,709</u>	<u>90,766</u>
Total Non-major Governmental Funds	<u>\$ 394,494</u>	<u>\$ 396,046</u>	<u>\$ 296,813</u>	<u>\$ 99,233</u>

**CONEJOS COUNTY, COLORADO**

**OTHER SCHEDULES AND REPORTS**

**CONEJOS COUNTY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended December 31, 2017**

<i>Federal Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Pass-through Grantor and Number</i>	<i>Passed-through to Subrecipients (\$)</i>	<i>Federal Expenditures(\$)</i>
<b><i>CCDF Cluster</i></b>				
Department of Health and Human Services				
Child Care and Development Block Grant	93.575	Colorado Department of Human Services,N/A		\$ 64,713
Total Child Care and Development Block Grant				<u>64,713</u>
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	Colorado Department of Human Services,N/A		15,035
Total Child Care Mandatory and Matching Funds of the Child Care and Development Fund				<u>15,035</u>
<i>Total Department of Health and Human Services</i>				<u>79,748</u>
<b><i>Total CCDF Cluster</i></b>				<u>79,748</u>
<b><i>Food Distribution Cluster</i></b>				
Department of Agriculture				
Commodity Supplemental Food Program	10.565	Colorado Department of Human Services,N/A		68,996
Commodity Supplemental Food Program	10.565	Colorado Department of Human Services,N/A		39,631
Total Commodity Supplemental Food Program				<u>108,627</u>
Emergency Food Assistance Program (Food Commodities)	10.569	Colorado Department of Human Services and Care and Share Food Bank,N/A		37,829
Total Emergency Food Assistance Program (Food Commodities)				<u>37,829</u>
<i>Total Department of Agriculture</i>				<u>146,456</u>
<b><i>Total Food Distribution Cluster</i></b>				<u>146,456</u>
<b><i>TANF Cluster</i></b>				
Department of Health and Human Services				
Temporary Assistance for Needy Families (TANF) State Programs	93.558	Colorado Department of Human Services,N/A		237,489
Total Temporary Assistance for Needy Families (TANF) State Programs				<u>237,489</u>
<b><i>Total TANF Cluster</i></b>				<u>237,489</u>
<b><i>Medical Assistance Program (Medicaid Cluster)</i></b>				
Department of Health and Human Services				
Medical Assistance Program	93.778	Colorado Department of Human Services,N/A		87,841
Medical Assistance Program	93.778	Colorado Department of Human Services,N/A		32,022
Medical Assistance Program	93.778	Colorado Department of Health Care Policy and Financing,N/A	110,087	259,612
Total Medical Assistance Program			<u>110,087</u>	<u>379,475</u>
<b><i>Total Medical Assistance Program (Medicaid Cluster)</i></b>			110,087	<u>379,475</u>

**CONEJOS COUNTY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended December 31, 2017**

<i>Federal Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Pass-through Grantor and Number</i>	<i>Passed-through to Subrecipients (\$)</i>	<i>Federal Expenditures(\$)</i>
<b><i>SNAP Cluster</i></b>				
Department of Agriculture				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	Colorado Department of Human Services,N/A		64,923
<i>Total Department of Agriculture</i>				<u>64,923</u>
<b><i>Total SNAP Cluster</i></b>				<u>64,923</u>
<b><i>Schools and Roads Cluster</i></b>				
Department of Agriculture				
Schools and Roads - Grants to States	10.665	Colorado Department of Treasury,N/A	27,023	28,446
Total Schools and Roads - Grants to States			<u>27,023</u>	<u>28,446</u>
<b><i>Total Schools and Roads Cluster</i></b>			<u>27,023</u>	<u>28,446</u>
<b><i>Total All Clusters</i></b>			<u>137,110</u>	<u>936,537</u>
<b><i>Other Programs</i></b>				
Department of Homeland Security				
Emergency Management Performance Grants	97.042	Colorado Department of Local Affairs,N/A		20,553
Total Emergency Management Performance Grants				<u>20,553</u>
<i>Total Department of Homeland Security</i>				20,553
Department of Agriculture				
Partnership Agreements	10.699			10,000
Total Partnership Agreements				<u>10,000</u>
Cooperative Forest Road Agreements	10.705			24,885
Total Cooperative Forest Road Agreements				<u>24,885</u>
<i>Total Department of Agriculture</i>				34,885
Department of the Interior				
Environmental Quality and Protection	15.236	Colorado Bureau of Land Management, L12AC20660		5,000
Total Environmental Quality and Protection				<u>5,000</u>
<i>Total Department of the Interior</i>				5,000

**CONEJOS COUNTY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended December 31, 2017**

<i>Federal Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Pass-through Grantor and Number</i>	<i>Passed-through to Subrecipients (\$)</i>	<i>Federal Expenditures(\$)</i>
Department of Health and Human Services				
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	93.074	Colorado Department of Public Health and Environment,HI17J/HW17J /HW18J		22,792
Total Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements				22,792
Guardianship Assistance	93.090	Colorado Department of Human Services,N/A		672
Total Guardianship Assistance				672
Child Support Enforcement	93.563	Colorado Department of Human Services,N/A		106,392
Total Child Support Enforcement				106,392
Low-Income Home Energy Assistance	93.568	Colorado Department of Human Services,N/A		1,323
Total Low-Income Home Energy Assistance				1,323
Stephanie Tubbs Jones Child Welfare Services Program	93.645	Colorado Department of Human Services,N/A		5,858
Total Stephanie Tubbs Jones Child Welfare Services Program				5,858
Foster Care_Title IV-E	93.658	Colorado Department of Human Services,N/A		167,521
Total Foster Care_Title IV-E				167,521
Adoption Assistance	93.659	Colorado Department of Human Services,N/A		17,753
Total Adoption Assistance				17,753
Social Services Block Grant	93.667	Colorado Department of Human Services,N/A		56,847
Total Social Services Block Grant				56,847
Maternal and Child Health Services Block Grant to the States	93.994	Colorado Department of Public Health and Environment,ND17L		7,319
Total Maternal and Child Health Services Block Grant to the States				7,319
<i>Total Department of Health and Human Services</i>				386,477
<b>Total Other Programs</b>				446,915
<b>Total Expenditures of Federal Awards</b>			\$ 137,110	\$ 1,383,452

The accompanying notes are an integral part of this schedule.

**CONEJOS COUNTY, COLORADO**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended December 31, 2017**

**NOTE 1 BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Conejos County, Colorado under programs of the federal government for the year ended December 31, 2017. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Conejos County, Colorado, it is not intended to and does not present the financial position, changes in net position, or cash flows of Conejos County, Colorado.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through identifying numbers are presented where available. A portion of Medicaid Cluster and Schools and Roads Cluster funds were passed through to subrecipients. The County did not elect to use the 10-percent de minimis indirect cost rate as allowed under Uniform Guidance for the year ended December 31, 2017.

**NOTE 3 FOOD DISTRIBUTION**

Nonmonetary assistance is reported in the Schedule at the fair market value of commodities received and disbursed.

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



Wall,  
Smith,  
Bateman Inc.

To the Board of County Commissioners  
Conejos County, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Conejos County, Colorado (the County), as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated July 19, 2018.

### **Internal Control Over Financial Reporting**

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs, that we consider to be a material weakness. Finding 2017-001.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The

**Certified Public Accountants**

700 Main Street, Suite 200 PO Box 809 Alamosa, CO 81101 | 719-589-3619 | f 719-589-5492 | [www.wsbcpa.com](http://www.wsbcpa.com)

results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **County's Response to Findings**

The County's response to the findings identified in our audit are described in the accompanying corrective action plan. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

### **Purpose of this Report**

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

*Wall, Smith, Bateman Inc.*

Wall, Smith, Bateman Inc.  
Alamosa, Colorado

July 19, 2018

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



Wall,  
Smith,  
Bateman Inc.

To the Board of County Commissioners  
Conejos County, Colorado

**Report on Compliance for Each Major Federal Program**

We have audited Conejos County, Colorado's (the County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2017. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditors' Responsibility***

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

***Opinion on Each Major Federal Program***

In our opinion, Conejos County, Colorado, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2017.

**Certified Public Accountants**

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### ***Other Matters***

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as Findings 2017-002 and 2017-003. Our opinion on each major federal program is not modified with respect to these matters.

The County's response to the noncompliance findings identified in our audit is described in the accompanying corrective action plan. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

### **Report on Internal Control Over Compliance**

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as Findings 2017-002 and 2017-003, that we consider to be significant deficiencies.

The County's response to the internal control over compliance findings identified in our audit is described in the accompanying corrective action plan. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

*Wall, Smith, Bateman Inc.*

Wall, Smith, Bateman Inc.  
Alamosa, Colorado

July 19, 2018

**CONEJOS COUNTY, COLORADO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended December 31, 2017**

**Section I – Summary of Auditors’ Results**

Financial Statements

Type of auditors’ report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified?   X   yes        no
- Significant deficiency(ies) identified that are **not** considered to be material weakness(es)?        yes   X   none reported
- Noncompliance material to financial statements noted?        yes   X   no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified?        yes   X   no
- Significant deficiency(ies) identified that are **not** considered to be material weakness(es)?   X   yes        none reported

Type of auditors’ report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)?   X   yes        no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
93.558	TANF Cluster
93.778	Medicaid Cluster

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as a low-risk auditee?        yes   X   no

**CONEJOS COUNTY, COLORADO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended December 31, 2017**

**Section II – Financial Statement Findings**

**Finding 2017-001: Internal Control over Financial Reporting**  
**(Repeat of Finding 2016-001, 2015-001, 2014-001, 2013-001 and 12-1)**

*Type of finding: Internal Control (material weakness)*

*Condition/Cause:* The County does not have a complete system of internal control to prevent and detect financial misstatements.

*Criteria:* A system of internal controls includes the design, documentation, and monitoring of control activities over the application of accounting principles, antifraud programs, non-routine transactions, financial statement preparation and safeguarding of assets.

*Effect:* As a result of this condition the following areas were affected:

1. Audit adjustments were proposed to properly state the County financial statements as of December 31, 2017, in accordance with generally accepted accounting principles.
2. General Fund payroll liability accounts are not reconciled with each payroll cycle to ensure proper accounting for employer expenditures and reimbursements.

*Recommendation:* The County should strengthen its internal controls with adopted policies and procedures regarding monthly and year-end financial close accounting and government-wide reporting and continue to strengthen reconciliation and monitoring processes for payroll, year-end accrual, and capital asset transaction and balances.

*Management's Response:* See corrective action plan.

**CONEJOS COUNTY, COLORADO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended December 31, 2017**

**Section III – Federal Award Findings and Questioned Costs**

**Finding 2017-002: TANF Cluster, CFDA No. 93.558**  
**U.S. Department of Health and Human Services**

*Passed through Colorado Department of Human Services*

*Compliance Requirement: Eligibility and Special Tests and Provisions*

*Grant No.: Not applicable*

*Type of finding: Internal Control (significant deficiency) and Compliance (noncompliance)*

*Context:* We examined 5 of an average of 44 total case files for basic cash assistance with \$173,355 in total expenditures and 1 of 2 total case files for State and County diversion payments with \$1,642 in total expenditures.

*Condition:* 2 of 5 case files reviewed were missing required information as described below:

Basic Cash Assistance:

- One instance of missing initial assessment and roadmap
- One instance of roadmap not completed within 30 days of the date of the initial assessment

*Cause:* Turnover in the TANF case manager position caused a lack of monitoring of assessments and roadmaps for completeness and timeliness.

*Criteria:* A system of internal controls includes the design, documentation, and ongoing monitoring of control activities to provide reasonable assurance that only eligible individuals receive assistance under federal award programs and that amounts provided to or on behalf of eligible individuals or groups of individuals were calculated in accordance with program requirements as outlined in the Colorado Department of Human Services (CDHS) Staff Manual, Volume III.

*Questioned Costs:* Undetermined

*Effect:* The Department is not in compliance with the provisions of CDHS Staff Manual, Volume III as it relates to assessments and roadmaps.

*Recommendation:* The Department should develop policies and procedures to implement monitoring controls over the federal program eligibility and special test and provisions requirements.

*Grantee's Response:* See corrective action plan.

**CONEJOS COUNTY, COLORADO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended December 31, 2017**

**Finding 2017-003: Medicaid Cluster, CFDA No. 93.778**  
**U.S. Department of Health and Human Services**

*Passed through Colorado Department of Human Services and Colorado Department of Health Care Policy and Financing*

*Compliance Requirement: Eligibility*

*Grant No.: Not applicable*

*Type of finding: Internal Control (significant deficiency) and Compliance (noncompliance)*

*Context: We examined 25 of 104 total case files for Options for Long-Term Care assistance.*

*Condition: The County was unable to locate one of 25 case files selected for testing.*

*Cause: The Department does not have a complete system of internal control to reasonably ensure compliance with Federal laws, regulations, and program requirements.*

*Criteria: The Colorado Department of Health Care Policy and Financing (CDHCPF) Medical Services Board Volume VIII, outlines the eligibility criteria and required conditions of continued eligibility.*

*Questioned Costs: Undetermined, benefit payments are not reflected in County records as the State remits the payment directly to the provider.*

*Effect: The County is not in compliance with the eligibility provisions of CDHCPF Volume VIII.*

*Recommendation: The Department should develop policies and procedures to ensure physical security over the case files in accordance with CDHCPF Volume VIII.*

*Grantee's Response: See corrective action plan.*

**CONEJOS COUNTY, COLORADO**  
**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**For the Year Ended December 31, 2017**

**Section II – Financial Statement Findings**

**Finding 2016-001: Internal Control over Financial Reporting**  
**(Repeat of Finding 2015-001, 2014-001, 2013-001, and 12-1)**

*Type of finding: Internal Control (material weakness)*

*Condition/Cause:* The County does not have a complete system of internal control to prevent and detect financial misstatements.

*Status: Partially Implemented*



## Board of County Commissioners

J. Steven McCarroll

John Sandoval

Mitchell Jarvies

### CORRECTIVE ACTION PLAN

Oversight Agency - U.S. Department of Health and Human Services

Conejos County, Colorado respectfully submits the following corrective action plan for the year ended December 31, 2017.

Independent Accountants: Wall, Smith, Bateman Inc.  
Certified Public Accountants  
700 Main Street, Suite 200, P.O. Box 809  
Alamosa, CO 81101

Audit period: Year ended December 31, 2017

The findings from the December 31, 2017 schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the schedule. Section I of the schedule, Summary of Auditors' Results, does not include findings and is not addressed.

#### Section II – Financial Statement Findings

##### **Finding 2017-001: Internal Control over Financial Reporting (Repeat of Findings 2016-001, 2015-001, 2014-001, 2013-001, and 12-1)**

*Type of finding: Internal Control (material weakness)*

*Recommendation:* The County should strengthen its internal controls with adopted policies and procedures regarding monthly and year-end financial close accounting and government-wide reporting and continue to strengthen reconciliation and monitoring processes for payroll, year-end accrual, and capital transaction and balances.

*Action Taken:*

*The accountant will draft policies and procedures for the monthly and year-end financial close, as well as government-wide reporting. We will continue to strengthen our reconciliation and monitoring processes for payroll, years end accruals, capital transaction and balances by reviewing the transactions and adopting procedures we find that will address any shortcomings.*

**Section III – Federal Award Findings and Questioned Costs**

**Finding 2017-002: TANF Cluster, CFDA No. 93.558  
U.S. Department of Health and Human Services**

*Passed through Colorado Department of Human Services*

*Compliance Requirement: Eligibility and Special Tests and Provisions*

*Grant No.: Not applicable*

*Type of finding: Internal Control (significant deficiency) and Compliance (noncompliance)*

*Recommendation:* The Department should develop policies and procedures to implement monitoring controls over the federal program eligibility and special tests and provisions requirements.

*Action Taken:*

**One instance of missing Assessment (AS) & Roadmap (RMP)**

The assessment portion of Colorado Works is now a pre-requisite before approving a Colorado Works case. This was a system upgrade and the AS is now completed once the case is authorized. Paper AS is still given to client to address barriers; however, data entry of AS barriers and strengths is now required data entry into CBMS. This will remove the concern of missing documentation within the case file. RMP is also required as part of CBMS data entry as ongoing case will fail in an individual is not in a work activity. Continued participation and monitoring of work activities will occur at the employee and supervisor level. All paperwork requiring employee and client signature will be retained in an independent section of the file folders that are utilized. All paperwork is filed chronologically for ease of access. CCDSS is highly anticipating that its EDMS system will be up and running by the end of Calendar year 2018 which will dramatically minimize the chances of misplaced client correspondence. Supervisor will address case file maintenance with staff and educate them that filing of paperwork be done immediately, Oversight to ensure compliance will occur weekly via staff office visits. Case Aide will also be trained on filing of correspondence and this will become a regular responsibility of our Case Aide. Supervisor will e-mail Director weekly to provide an update on case file maintenance.

**RMP not completed w/ 30 days**

Roadmaps and Assessments are now completed simultaneously. This strategy promotes a one touch and done philosophy which is a widely encouraged practice at CCDSS. This will be monitored at both the employee and supervisor level.

Supervisor will ensure that she is engaging in the workforce portion of Colorado Works cases on a more frequent basis. (every other week) This oversight will allow compliance to ensure Assessments and Roadmaps are completed timely. A calendaring system will be utilized by supervisor as a method to follow-up with worker to ensure this is completed. Supervisor will also utilize State offered reports as a tool to ensure that this completed. Supervisor will report out progress to Director once a month on this issue.

**Finding 2017-003: Medicaid Cluster, CFDA No. 93.778**  
**U.S. Department of Health and Human Services**

*Passed through Colorado Department of Human Services and Colorado Department of Health Care Policy and Financing*

*Compliance Requirement: Eligibility*

*Grant No.: Not applicable*

*Type of finding: Internal Control (significant deficiency) and Compliance (noncompliance)*

*Recommendation:* The Department should develop policies and procedures to implement monitoring controls over the federal program eligibility in accordance with CDHCPF Staff Manual, Volume VIII, to ensure compliance with Medicaid program requirements.

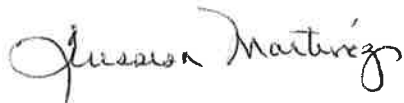
*Action taken:*

CCDSS is in the initial phase of its Electronic Document Management System (EDMS). This system will allow the county to scan and retain all client correspondence and applications. The utilization of this system will deter future missing files.


Supervisor will address case file maintenance with staff and educate them that filing of paperwork be done immediately, Oversight to ensure compliance will occur weekly via staff office visits. Case Aide will also be trained on filing of correspondence and this will become a regular responsibility of our Case Aide. Supervisor will e-mail Director weekly to provide an update on case file maintenance.

If the U.S. Department of Health and Human Services have questions regarding this plan, please call the responsible parties listed below.

Sincerely yours,



Tressesa Martinez  
County Administrator  
Conejos County, Colorado



Nicholas Barela  
Department of Social Services Director  
Conejos County, Colorado

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

<b>LOCAL HIGHWAY FINANCE REPORT</b>		City or County: Conejos County
		YEAR ENDING : December December 2017
This Information From The Records Of : County of Conejos	Prepared By: Phone:	GARY GURULE (719)376-5772 x2

**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
<b>A. Receipts from local sources:</b>		<b>A. Local highway disbursements:</b>	
1. Local highway-user taxes		1. Capital outlay (from page 2)	700,932
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	1,480,439
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	
2. General fund appropriations		b. Snow and ice removal	
3. Other local imposts (from page 2)	92,037	c. Other Misc. Grant	0
4. Miscellaneous local receipts (from page 2)	20,647	d. Total (a. through c.)	0
5. Transfers from toll facilities		4. General administration & miscellaneous	91,263
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	6,514
a. Bonds - Original Issues		6. Total (1 through 5)	2,279,148
b. Bonds - Refunding Issues		<b>B. Debt service on local obligations:</b>	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	112,684	b. Redemption	
<b>B. Private Contributions</b>		c. Total (a. + b.)	0
<b>C. Receipts from State government</b> (from page 2)	1,902,158	2. Notes:	
<b>D. Receipts from Federal Government</b> (from page 2)	41,307	a. Interest	8,786
<b>E. Total receipts (A.7 + B + C + D)</b>	2,056,149	b. Redemption	63,703
		c. Total (a. + b.)	72,489
		3. Total (1.c + 2.c)	72,489
		<b>C. Payments to State for highways</b>	
		<b>D. Payments to toll facilities</b>	
		<b>E. Total disbursements (A.6 + B.3 + C + D)</b>	2,351,637

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

	Opening Debt	Amount Issued	Redemptions	Closing Debt
<b>A. Bonds (Total)</b>				0
1. Bonds (Refunding Portion)				
<b>B. Notes (Total)</b>	251,986	0	63,703	188,283

**V. LOCAL ROAD AND STREET FUND BALANCE**

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	1,595,095	2,056,149	2,351,637	1,299,607	0

**Notes and Comments:**

<b>LOCAL HIGHWAY FINANCE REPORT</b>	STATE: Colorado
	YEAR ENDING (mm/yy): December December 2017

**II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL**

ITEM	AMOUNT	ITEM	AMOUNT
<b>A.3. Other local imposts:</b>		<b>A.4. Miscellaneous local receipts:</b>	
a. Property Taxes and Assessments	77,327	a. Interest on investments	15,671
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	0
4. Licenses		f. Charges for Services	650
5. Specific Ownership &/or Other	14,710	g. Other Misc. Receipts	4,326
6. Total (1. through 5.)	14,710	h. Other	
c. Total (a. + b.)	92,037	i. Total (a. through h.)	20,647
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
<b>C. Receipts from State Government</b>		<b>D. Receipts from Federal Government</b>	
1. Highway-user taxes	1,881,906	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	1,422
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	20,252	d. Federal Transit Admin	
d. Other (Specify) - Misc. Grant	0	e. U.S. Corps of Engineers	
e. Other (Specify)	0	f. Other Federal: RAC Grant	39,885
f. Total (a. through e.)	20,252	g. Total (a. through f.)	41,307
4. Total (1. + 2. + 3.f)	1,902,158	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)
<b>A.1. Capital outlay:</b>			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements		700,932	700,932
(3). System Preservation		0	0
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	700,932	700,932
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	700,932	700,932
			(Carry forward to page 1)

Notes and Comments: