

C A F R 2018

COMPREHENSIVE ANNUAL FINANCIAL REPORT * YEAR ENDED DECEMBER 31



WELD COUNTY

STATE OF COLORADO



PREPARED BY THE DEPARTMENTS OF ACCOUNTING AND FINANCE.
LEADING WITH RESPONSIVE, INNOVATIVE, COST EFFECTIVE SERVICES.

INTRODUCTORY SECTION



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INTRODUCTORY SECTION

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GREELEY, COLORADO 80632

June 29, 2019

Honorable Board of Commissioners
County of Weld
1150 O Street
Greeley, CO 80631

Dear Board Members:

The Comprehensive Annual Financial Report of the County of Weld, State of Colorado for the fiscal year ended December 31, 2018, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the County. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the County. The assurance of the accuracy in the County financial report is a result of the County's internal controls. The controls have been developed to provide accurate information on an efficient and cost-effective basis. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

With the December 31, 2018 financial statements, Weld County has elected to continue a significant change in government financial reporting. The purpose of these changes, which were developed by the Governmental Accounting Standards Board (GASB), is to provide better and more complete information to the users of governmental financial statements. In addition to changes to the basic financial statements, the statements are now accompanied by an introduction, overview, and analysis, referred to as "Management's Discussion and Analysis" (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found in the Financial Section immediately following the independent auditor's report.

The County provides the full range of county services contemplated by statute or charter. These include general government functions, public protection and safety, health, social services, human resource services, public improvements, road and bridge operations, planning and zoning, and general administrative services.

Honorable Board of Commissioners

This report includes all activities for which the Board of County Commissioners is accountable to the citizens of Weld County, financially, or by State Statute or the Weld County Home Rule Charter. All applicable funds, departments, and offices are included in these financial statements as part of the “primary government” of Weld County. In addition, there are several legally separate entities that have significant operational or financial relationships with the County. These include the Weld County Housing Authority, Weld County Retirement Plan, Beebe Draw Law Enforcement Authority, Pioneer Community Law Enforcement Authority, Southwest Weld Law Enforcement authority, Weld County Finance Corporation, and E-911 Authority. These entities are also included in the County’s financial statements.

INDEPENDENT AUDIT

Colorado law requires that the County’s financial statements be audited by an independent certified public accountant or firm of certified public accountants licensed to practice in the State of Colorado. The county’s financial statements have been audited by Anderson & Whitney, a Colorado licensed Certified Public Accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for issuing an unmodified opinion that the County’s financial statements for the year ended December 31, 2018, are fairly presented in conformity with GAAP. The independent auditor’s report is presented in the front of the financial section of this report.

The independent audit of the County’s financial statements was part of a broader, federally mandated “Single Audit” in accordance with provisions of the Single Audit Act of 1984, Federal Single Audit Amendment of 1996, and U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. The “Single Audit” is designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, especially as they relate to the administration of federal awards. Single audit schedules and the auditor’s reports are available in the “Single Audit” section of the document.

Honorable Board of Commissioners

PROFILE OF WELD COUNTY

Location and demographics. Weld County is located along Colorado's Front Range in the northern part of the state. Weld County covers an area of 3,999 square miles in north central Colorado. It is bordered on the north by Wyoming and Nebraska and on the south by the Denver metropolitan area. The third largest county in Colorado, Weld County has an area greater than that of Rhode Island, Delaware and the District of Columbia combined.

The climate is dry and generally mild with warm summers, mild winters and a growing season of approximately 138 days. The land surface is fairly level in the east, with rolling prairies and low hills near the western border. Elevations in the county range from 4,400 to 5,000 feet.

The South Platte River and its tributaries, the Cache la Poudre, Big Thompson, Little Thompson, Boulder, St. Vrain, and other smaller streams, flow into Weld County from the south and west, leaving the county on the east.

There are 31 incorporated towns in Weld County. The county seat and principal city, Greeley, is located in the west central part of the county and contains almost half the county's population. Generally, most of the remaining population resides within a 20 to 30 mile radius of Greeley; the northeastern part of the county is sparsely populated. Southwest Weld County is one of the fastest growing areas in the state due to its proximity to the north Denver metro area. The county's population in 2018 was approximately 315,300

COUNTY GOVERNMENT

County Services. Weld County provides the full range of services contemplated by State Statute and the Weld County Home Rule Charter. Services include:

- Judicial and public safety - - consisting of the Sheriff, District Attorney, operation and maintenance of the detention center, regional communications center, and building inspection.
- Health, employment, and social services.
- Planning and zoning.
- Construction, reconstruction and maintenance of streets, highways, and bridges.
- Parks and recreation.
- Property valuation, tax collection and distribution, and vehicle licensing.
- General administrative services.

Honorable Board of Commissioners

County Operating Structure. Weld County became Colorado's first Home Rule County in 1976. The County is governed by a five-member Board of County Commissioners. Three Commissioners are elected by districts of relatively equal population and two Commissioners are elected at large. They serve staggered four-year terms and function as the County's policymaking body. Each Commissioner coordinates one of five functions of the County. The County is also served by four other elected officials: assessor, clerk and recorder, district attorney, and sheriff. Weld County also has a five-member, non-partisan, elected body that is charged to review all aspects of County government and to make periodic written reports to the public. The Commissioners appoint department heads to be responsible for the various day-to-day operations.

Budgeting. The County Commissioners annually adopt budgets by department for all governmental and proprietary funds. Budgets are controlled by the major object categories of Personnel, Operating Costs, and Capital Outlay. Control is maintained by the three categories at the division/department level in the General Fund and at the fund level in all other funds. Supplemental appropriations are approved by the Board of County Commissioners as needed during the year to provide for those items that were unknown or unforeseen at the time the budget was originally adopted.

MAJOR INITIATIVES

For the Year. In 2018, the Board identified a number of significant program changes to enhance service delivery to the citizens of Weld County. The following is a summary of significant program changes and initiatives for 2018:

- Assessed value increased 2.72%, or \$249.2 million due to reappraisal.
- Completed the five-lane concrete road for the CR 47 extension from CR 60.5 to SH 392.
- Completed bridge mitigation projects resulting from the 2013 flooding.
- Provided for the long-term financial sustainability of the Bright Future program.
- Funded the oil and gas revenue fluctuation reserve in the Contingency Fund at \$36.0 million.
- Funded a Hazardous Material Planning grant and FEMA training exercise in 2018.
- Increased the WCRCC staff by 7 FTE to cope with the E911 call volume.
- Funded FRCC DSR switch and four radio upgrades for redundancy and system upgrades.
- Reallocated four Sheriff Contract Service deputies to Patrol to increase law enforcement services in the field.
- Added 32 FTE in the North Jail due to inmate population growth.
- Began the design phase of the \$45 million jail expansion.

Honorable Board of Commissioners

- Created a Criminal Justice Coordinator position.
- Implemented the new pay grade and flexible staffing for sworn officers in the Sheriff's Office.
- Added a Family and Consumer Sciences agent in the Extension Service.
- Increased the District Attorney staff by 4 FTE due to 40% increase in caseload since 2011.
- Began the Lean process to both identify and then implement the most efficient, value added way to provide government services.
- Celebrated the 100th Anniversary of the Weld County Fair.

FACTORS AFFECTING FINANCIAL CONDITION

Economic Conditions and Outlook.

According to the Colorado Legislative Council staff economic forecast the U.S. and Colorado economic activity is expected to continue to improve during the remainder of 2018 and 2019. The current economic recovery and expansion has reached the second longest on record. In the late stages of expansion, both the national and state economies are feeling the constraints of a tightening labor market. Employment growth continues to slow and wage pressures are mounting. Workers are being lured back into the labor force by more attractive job offerings and higher pay, fueling continued growth. However, the constraints of the tight labor market and demographic drag from a larger share of the population moving into retirement will persist, dampening longer-term business growth prospects.

Business activity continues to rebound, as indicated by further improvements in industrial production, manufacturing activity, and exports. Stronger global economic activity will continue to put upward pressure on commodity prices, supporting agricultural and energy industries. A depreciating U.S. dollar and rising global demand will spur additional growth in U.S. exports. However, geopolitical risk and trade policy uncertainty continue to pose downside risks to the forecast.

The passage of the federal Tax Cuts and Jobs Act (TCJA) has provided a boost to business investment, which is expected to produce future productivity gains. Rising wages and tax cuts to households are expected to support consumer activity in the near-term. However, the near-term stimulus from the TCJA could come at the cost of longer-term growth. Inflationary pressures are mounting and signal increasing risk that the economy is overheating. Additional interest rate hikes are expected to reign in inflationary pressures. However, the timing and pace of rate hikes could cause shifts in investor holdings that kindle financial market volatility.

In Colorado, high housing costs will continue to constrain in-migration to the state, contributing to an even tighter labor market. Unless wage gains can offset the rising cost of living, consumer spending will slow.

Honorable Board of Commissioners

Weld County and Northern Colorado continue to have one of the best performing economies in the state. After weathering weakness in the oil and gas sector in 2016, the regional economy regained momentum in 2017. The region added jobs at the fastest pace in the state, and the unemployment rate continues to hover near historical lows. Population growth and a strong labor market have boosted demand for housing and nonresidential real estate.

The labor market in Northern Colorado is the strongest in the state. Dependent on a broad base of industries, the region's two metropolitan statistical areas (MSA), Fort Collins-Loveland and Greeley, posted the fastest metro area job growth rates in the state, increasing 3.7 percent and 3.3 percent in 2017, respectively. Employment growth rebounded in the Greeley MSA as energy industries increased investment in the Denver-Julesburg Basin in response to stabilizing oil prices. Area unemployment continues to fall as employment gains outpace growth in the labor force. The Fort Collins-Loveland unemployment rate is the lowest among metro areas in the state at 2.3 percent, while Greeley's is not far behind at 2.5 percent.

Agriculture is one of the top industries in the county. The industry has struggled over the past few years. An excess supply of agricultural commodity supplies has kept prices low. However, an improving global economy and weak U.S. dollar have modestly increased commodity prices, as demand for U.S. agricultural products has improved. New tariffs may adversely impact the agricultural product demand.

Oil production in Weld County has dominated statewide production for over a decade. In 2017 and 2018 oil production levels have improved after a decline in 2016. Energy companies active in the county significantly slowed their investments in 2015 and 2016 in response to low oil prices, which has a lagged effect on production. While the number of active drilling rigs is only about half the number that were operating in Colorado before oil prices collapsed, it is 95 percent higher than levels a year-ago. Natural gas production in the county has modestly increased in 2017 and 2018. Oil and gas production picked up in 2018.

The county's residential real estate market remains robust. A strong labor market, high net immigration to the region, and the availability of land for development have supported strong demand for new residential construction. Residential construction in Weld County, which declined in 2016 with the slowdown in energy activity, rebounded in 2017, growing 16.4 percent from the prior year, and continued to recover in 2018. Activity in the nonresidential construction industry also fared well in 2017 and 2018.

LONG-TERM FINANCIAL PLANNING

Weld County's elected officials and manage team have demonstrated strong financial and strategic leadership through challenging times. There has been a commitment by the leadership of the county to create a vision for the future and carefully manage the resources required to achieve the vision. This has established Weld County as a State and national leader in financial stewardship, innovation and collaboration, economic and workforce development, and community engagement and investment. The residents of Weld County benefit by this steadfast adherence to the county's adopted financial management policies, and investment in maintaining core programs and services.

Honorable Board of Commissioners

Although the economy continues to thrive, and the oil prices have stabilized recently, ensuring adequate and stable long-term funding for county programs and services will remain a challenge. The reliance on the assessed value generated by oil and gas production in the county requires continued caution when expanding ongoing operational costs, and ensuring an adequate contingency reserve is maintained to deal with oil and gas price and production fluctuations over time. County governments' reliance on federal and State funding bears careful monitoring given the specter of election-driven policy changes and fiscal challenges at both the State and Federal levels that could result in funding cuts or further shift of program responsibilities to counties without adequate financial resources.

Weld County residents rely on many important County provided health, public safety, economic assistance services, and the county transportation system. Long-term financial issues such as meeting the needs of the increased population in the county, growing transportation system needs, capital projects, ensuring we do not defer major maintenance needs, the growing jail inmate population, increased cost of health care, employee salary and benefits, and economically sensitive revenue sources will continue to challenge our limited discretionary resources. Careful assessment of existing services, diligent review of proposed services and strategic decisions about the use of available resources will be vitally important over the next few years to focus on effective and efficient service delivery and long-term financial stability.

The 2019 budget must continue to emphasize long-term planning and investment consistent with the Weld County Strategic Plan and the *Strategic Investment Plan for the Future of Weld County*. The 2019 budget must address: 1) investment in the long term; 2) continue to strengthen financial management; 3) improve County operations; 4) investment in technology; and 5) focus on employee engagement and workforce development.

Investment in the long term includes:

- Investment in the transportation system infrastructure as outlined in the Five-Year Public Works Capital Improvement Plan addressing the strategic roads of the county and the maintenance of the current road and bridge infrastructure.
- The Five-Year Capital Expenditure budget addresses facility needs of the County with a major one being the \$45 million jail expansion. In addition, the plan includes resources to fund major maintenance to the general government buildings.
- Insure the long term sustainable funding for the Bright Futures program to help develop the future workforce for Weld County.

Continue to strengthen financial management includes:

- Maintaining a healthy contingency reserve of \$36 million to deal with economic downturns and/or the volatility of oil and gas prices and production.
- Maintain a strong fund balance in the Public Works Fund to be able to respond to emergency situations, such as the 2013 flood.
- Continue to plan to fund capital projects on a cash basis.
- Maintain a fully funded pension plan and move towards reducing the valuation interest assumption to 6.25% by 2020.
- Continue the policy of no debt, no sales tax, and one of the lowest mill levies in the state.

Honorable Board of Commissioners

Improve County operations includes:

- Continued deployment of Lean. The County began to use Lean, a continuous improvement methodology in 2017. Significant process improvements have been made in many departments, including Motor Vehicle, jail booking, and Human Services operations. The County's Lean efforts are evolving from a centralized group in Information Technology to broader deployment throughout county departments involving their own staff.
- Continue our success with the County's wellness program and other efforts to manage employee health care costs.
- Continue to fund the innovation program for identified innovative programs in county departments.
- Ongoing evaluation of best practices and maximizing the value of our county vehicle fleet with the Fleet Services now being operated with in-house staff and management.
- Weld County has long been committed to being one of the best run governments in the State and nationally by being a government that earns trust through effective stewardship of resources, improved performance, and processes and results that create positive outcomes for all Weld County residents. Further advancement towards the best run government requires a strong focus on measurable results; collaboration with other entities, customers, and partners in the community; engaged and innovative employees; and continuous improvements in operations.

Investment in technology includes:

- Maintain a robust IT security framework that is built on industry best-practice.
- Embrace the spirit and potential value-add of Cloud Computing to allow the County to leverage the potential increase in system availability, application stability, security, and functionality of services associated with Cloud Computing.
- Consolidation and optimization of the network, voice, data center, enterprise applications and storage environments to keep capital and operational expenses low, while still providing a highly available and robust network and server environment.
- Provide for a Five-Year IT Capital Plan to keep the County's IT infrastructure state of the art.
- Create an annual IT strategic planning process to ensure resources are available at the appropriate time and the appropriate level in all areas of the county.
- Provide a mobile technology environment that is functional across all types of mobile devices and operating systems to provide anytime/anywhere computing for the appropriate job functions in Weld County.
- Develop and fund a five-year public safety IT capital improvement plan.
- Develop and fund a ten-year capital improvement plan for the Weld County Regional Communications Center.

Honorable Board of Commissioners

Focus on employee engagement and workforce development includes:

- Invest in our workforce to encourage stronger employee engagement by creating a workplace culture that allows current employees to develop and thrive, and as well as attract and retain dedicated employees.
- Expand access to employee training and development. The county needs to expand leadership training for managers and supervisors to build their capability for coaching and developing employees, fostering continuous improvement, and modeling leadership.
- Create career pathways that better support employees' growth and development. An example is the recent changes in the Sheriff's Office promotion and pay step policies.
- Give more employees opportunities to access training and development programs.
- Provide and support mentorship programs and programs to support emerging leaders and provide for succession planning.
- Continue the invest in recruitment and retention programs for correctional officers.
- Where appropriate allow departments to implement flexible schedules to allow employees to achieve a work/life balance while still providing appropriate hours of service to customers and users.
- Plan ahead for the opening of an expanded jail by having correctional officers trained and in place for the opening of the expansion in late 2020.

In light of the challenges faced by departments, the 2019 budget development process must continue to be a collaborative effort by staff, department heads, and elected officials. The strategic plan, core values, and the financial policies of Weld County provide the cornerstone for the financial plan to achieve the county's goals and objectives. The Board of Weld County Commissioners provide the consistent leadership and fiscal oversight that maintains Weld County's financial stability and reputation. In support of this fiscal management, the team of department heads, elected officials, and finance staff provide the foundation of the system. The Weld County team continues to mitigate challenging budget obstacles, the fluctuation of energy prices, and the state and federal fiscal realignments to insure strong leadership and stewardship of Weld County's long-term fiscal and operational integrity.

RELEVANT FINANCIAL POLICIES

As Weld County begins 2019 the County is in excellent financial condition with no debt, no sales tax, one of the lowest mill levies among all Colorado counties, a significant cash reserve, and a fully funded pension plan. The major factors impacting the 2019 budget continue to be dominated by the oil and gas development in Weld County, population growth, state and federal budget issues, service restructuring in Weld County government, and the execution of the *Strategic Investment Plan for the Future of Weld County*.

Honorable Board of Commissioners

As has been the case for the last decade, growth and development activity directly, or indirectly, related to oil and gas exploration seems to be the main economic driver in the majority of positive economic activities in Weld County. The County has seen several compressor stations, injection wells, new pipelines, and other oil and gas support and service industries seeking permits. Given the commitments of large oil and gas companies in Weld County, the County seems primed to see considerable long-term investment and development in the oil and gas arena. As discussed earlier the volatility of the oil and gas assessed values continue to be a major impact to the County's budget planning the last several years and will continue to be going forward with all the long-term energy development planned in the county by energy companies.

Finally, the 2019 budget continues to emphasize long-term planning and investment consistent with the Weld County Strategic Plan and the *Strategic Investment Plan for the Future of Weld County*. The 2019 budget addresses: 1) investment in the long term; 2) continue to strengthen financial management; 3) improve County operations; 4) investment in technology; and 5) focus on employee engagement and workforce development.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2017. This was the thirty-fifth year that the County has received this prestigious award. In order to be awarded a Certificate of Achievement, the County published an easily readable and efficiently organized Comprehensive Annual Financial Report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the County also received the GFOA's Award for Distinguished Budget Presentation for its 2018 annual appropriated budget for over thirty-five consecutive years. In order to qualify for the Distinguished Budget Presentation Award, the County's budget document was judged to be proficient in several categories including policy documentation, financial planning, and organization.

Honorable Board of Commissioners

Financial reports are valuable in that they provide a permanent historical record of a governmental agency's operation to the management and the general public. It is our belief that this is a comprehensive report of the 2018 financial transactions under our control and that the following statements present an accurate, informative record of the financial activities of the County of Weld and its financial condition at December 31, 2018. The preparation of this report could not be accomplished without the efficient and dedicated services of the entire staff of the Accounting/Finance Department. I should like to express my appreciation to all members of the department who assisted and contributed to its preparation. I would also like to thank the members of the Board of County Commissioners for their interest and support in planning and conducting financial operations of the County in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in black ink, reading "Donald D. Warden". The signature is written in a cursive, flowing style.

Donald D. Warden,
Director of Finance and Administration



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**County of Weld
Colorado**

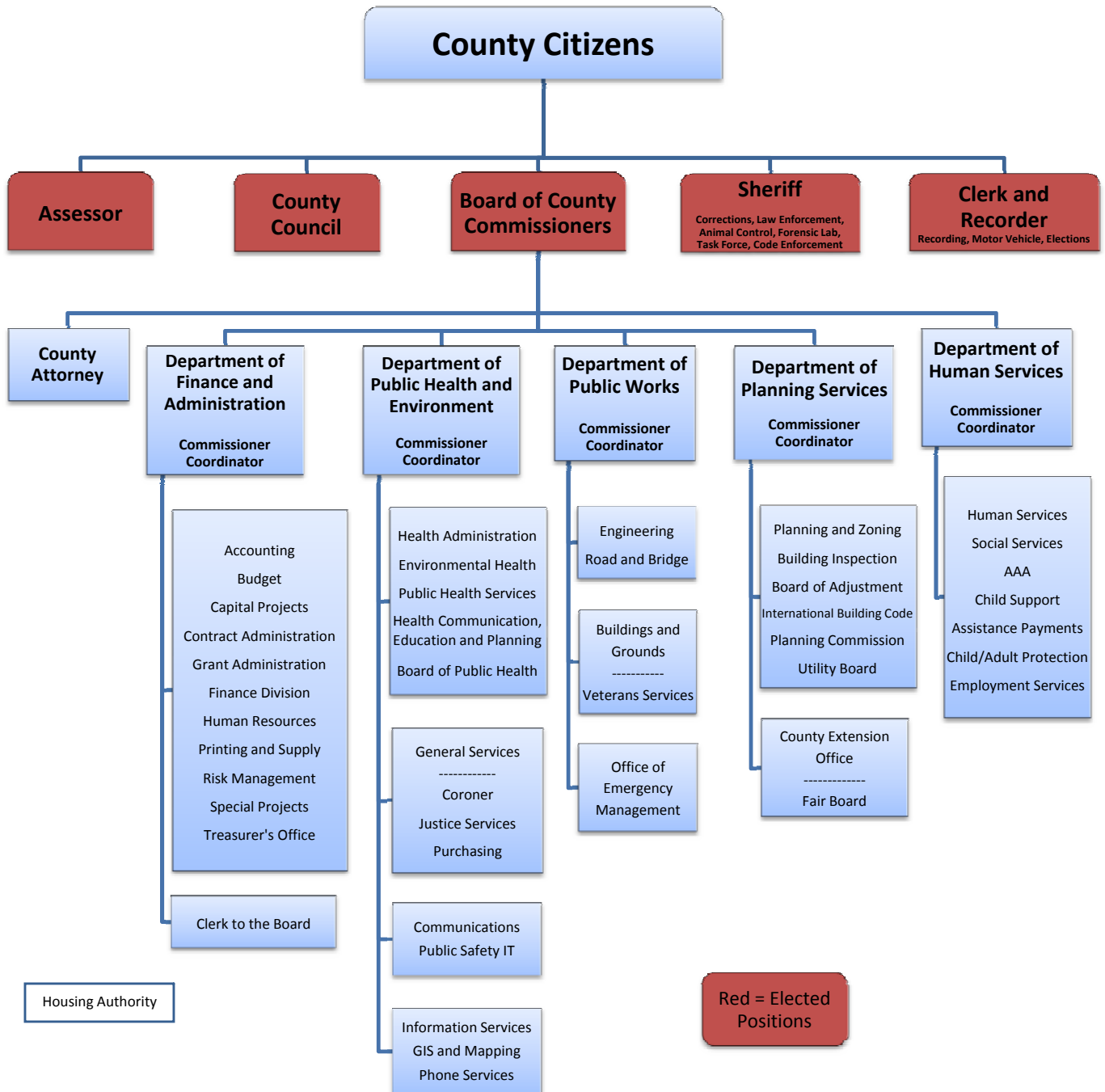
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2017

Christopher P. Morrell

Executive Director/CEO

WELD COUNTY HOME RULE GOVERNMENT



COUNTY OF WELD
STATE OF COLORADO
PRINCIPAL COUNTY OFFICIALS

December 31, 2018

Board of County Commissioners

Steve Moreno
Julie Cozad
Mike Freeman
Barbara Kirkmeyer
Sean Conway

County Clerk and Recorder

Carly Koppes

County Assessor

Christopher M. Woodruff

County Sheriff

Steve Reams

Director of Finance & Administration

Don Warden

Controller

Barbara Connolly

Treasurer

John R. Lefebvre, Jr.

FINANCIAL

SECTION





A Professional Corporation of
Certified Public Accountants

Independent Auditors' Report

Board of County Commissioners
Weld County, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate discretely presented component units and the aggregate remaining fund information of Weld County, Colorado, as of and for the year ended December 31, 2018 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 the accounting principles generally accepted in the United States; this includes the design, implementation, and maintenance of the internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of Weld County Housing Authority (the Authority), whose assets totaled \$2,612,450 and whose revenues totaled \$3,424,695 of the aggregate discretely presented component units and remaining fund information. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Authority, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 evaluation of the overall presentation of the financial statements.

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

Opinions

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, the aggregate discretely presented component units, and the aggregate remaining fund information of Weld County, Colorado, as of December 31, 2018, and the respective changes in financial position and where applicable, cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The combining and individual nonmajor fund financial statements and schedules, the Local Government Highway Report, and the schedule of expenditures of federal awards required by Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of Weld County, Colorado. Such information is the responsibility of the management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States by us and other auditors. In our opinion, based on our audit and the report of the other auditors, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Accounting principles generally accepted in the United States require that management discussion and analysis, supplementary pension and OPEB information, budgetary comparison schedules and information on the modified approach for reporting infrastructure be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States, 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 the 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 Reporting Required By *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2019 on our consideration of Weld County, Colorado's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Weld County, Colorado's internal control over financial reporting and compliance.

Anderson & Whitney, P.C.

June 29, 2019

Management Discussion and Analysis

This section of the report provides readers with a narrative overview and analysis of the financial activities of Weld County for the fiscal year ended December 31, 2018. We encourage readers to consider the information presented here in conjunction with the letter of transmittal and basic financial statements to enhance their understanding of the County's financial performance.

FINANCIAL HIGHLIGHTS

- Weld County's assets exceeded liabilities and deferred inflows of resources by \$717.5 million at the end of 2018. Of this amount, \$145.7 million may be used to meet the government's ongoing obligations to citizens and creditors. The remaining \$571.8 million is invested in capital assets or restricted by law.
- The County's General Fund balance was \$53.8 million as of December 31, 2018. Of this amount, \$1.2 million for non-spendable assets, \$24.8 million is restricted; \$8.0 million committed for economic development; \$2.6 million for encumbrances. The remaining \$17.2 is available to meet the ongoing obligation to citizens and creditors.
- The 2018 General Fund balance of \$53.8 million is 38.4% of 2018 General Fund operating expenditures plus net operating transfers. The County Commissioners' goal is to keep fund balance at no less than 5%. The Board has not budgeted any expenditures from the fund balance in 2019.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The basic financial statements contain three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to the basic statements, this report also contains other supplementary information including combining statements for non-major funds, a statistical section, and information regarding federal grant programs.

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

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

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

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). Weld County's governmental activities include general government, public safety, streets and highways, health and welfare, auxiliary, culture and recreation, and economic assistance. The County has one business type activity — operation of the regional forensic laboratory.

The government-wide financial statements include not only Weld County itself (known as the primary government), but also legally separate entities which have a significant operational or financial relationship with the County. These entities, known as blended component units, include local improvement districts, Finance Corporation, Weld County Retirement Plan, Pioneer Law Enforcement Authority, and Beebe Draw Law Enforcement Authority. Discretely presented component units are Housing Authority and E-911 Emergency. More information on the functions of these entities can be found in Note 1 to the financial statements.

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

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

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

Weld County maintains eleven individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Public Works Fund, Social Services Fund, Human Services Fund, Capital Expenditures, and Contingent Fund, all of which are considered to be major funds. Data from the other five funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major funds is provided in the form of *combining statements* elsewhere in this report.

The basic governmental fund financial statements can be found on page 28 of this report.

Proprietary funds. Weld County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Weld County has one enterprise fund, the Northern Colorado Regional Forensic Laboratory. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. Weld County uses internal service funds to account for its fleet maintenance, phone services, Weld Finance Corporation, and self-insurance activities. Because these services predominantly benefit governmental rather than business-type functions, they have been commonly included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Northern Colorado Regional Forensic Laboratory Fund, an enterprise fund of the County. The remaining proprietary funds, all of which are internal service funds, are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for each of these non-major funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on page 35 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* included in the government-wide financial statements because the resources of these funds are not available to support Weld County's own operations. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 38 through 39 of this report.

Budgetary Comparisons. Weld County adopts an annual appropriated budget for all of its funds. A budgetary comparison statement has been provided for all major funds on pages 103 to 114 of this report. Budget to actual comparisons for each of the non-major funds are provided in other schedules elsewhere in this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 41 through 94 of this report.

Other information. The *combining statements* referred to earlier in connection with non-major governmental funds and internal service funds are presented following the notes to the financial statements and can be found on pages 120 and 134 through 147 respectively.

COUNTY-WIDE FINANCIAL ANALYSIS

Net Position. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. As of December 31, 2018, assets and deferred outflows exceeded liabilities and deferred inflows by \$717.5 million.

The following table provides a summary of the County's governmental and business-type net position for 2017 and 2018.

	Governmental Activities		Business-type Activities		Total	
	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>
Assets						
Current and other assets	\$ 394.77	\$ 450.44	\$ 0.18	\$ 0.34	\$ 394.95	\$ 450.78
Capital assets	420.81	444.96	3.75	3.69	424.56	448.65
Total Assets	815.58	895.40	3.93	4.03	819.51	899.43
Deferred Outflows						
Pension Plans	41.46	42.96	-	-	41.46	42.96
Other Post Employment Benefits	0.00	0.06	-	-	0.00	0.06
Total Deferred Outflows	\$ 41.46	\$ 43.02	\$ -	\$ -	\$ 41.46	\$ 43.02
Liabilities						
Current and other liabilities	\$ 27.56	\$ 23.80	\$ 0.11	\$ 0.19	\$ 27.67	\$ 23.99
Long-term liabilities	17.95	15.83	-	-	17.95	15.83
Total Liabilities	\$ 45.51	\$ 39.63	0.11	0.19	45.62	39.82
Deferred Inflows						
Property Taxes	\$ 151.05	\$ 179.68	\$ -	\$ -	\$ 151.05	\$ 179.68
Pension Plans	1.98	5.43	-	-	1.98	5.43
Other Post Employment Benefits	-	0.02	-	-	-	0.02
Total Deferred Inflows	\$ 153.03	\$ 185.13	\$ -	\$ -	\$ 153.03	\$ 185.13
Net Position						
Invested in capital assets	\$ 420.04	\$ 444.96	\$ 3.75	\$ 3.69	\$ 423.79	\$ 448.65
Restricted	111.75	123.13	-	-	111.75	123.13
Unrestricted	126.71	145.57	0.07	0.15	126.78	145.72
Total Net Position	\$ 658.50	\$ 713.66	\$ 3.82	\$ 3.84	\$ 662.32	\$ 717.50

A portion of Weld County's net position (20.3%) represents unrestricted net position of \$145.72 million, which may be used to meet the County's ongoing obligations to citizens and creditors.

Another significant portion of the County's net position (62.5%) reflects its investment in capital assets. These assets include land, buildings, machinery, equipment and infrastructure. These capital assets are used to provide services to citizens; consequently, they are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

An additional \$123.13 million of the County's net position (17.2%) represents resources that are subject to external restrictions on how they may be used. Included in this category is the TABOR emergency reserve of \$8.00 million, \$4.73 million in reserve for insurance claims, \$10.99 million for health, economic and social assistance programs, \$81.97 million for road and bridge maintenance and \$17.44 million for other purposes.

At the end of 2018 Weld County had positive balances in all three categories of net position.

Changes in Net Position. Governmental and Business-type activities increased the County's net position by \$53.00 million in 2018. The table indicates the changes in net position as a result of activities for the governmental and business-type activities in 2017 and 2018.

Changes in Net Position
(in Millions)

	Governmental Activities		Business-type Activities		Total	
	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>
Revenues						
Program revenues:						
Charges for services	\$ 64.42	\$ 72.01	\$ 0.20	\$ 0.23	\$ 64.62	\$ 72.24
Operating grants and contributions	34.69	39.83	0.00	0.00	34.69	39.83
General revenues:						
Property taxes	156.18	143.75	0.00	0.00	156.18	143.75
Other taxes	12.74	13.68	0.00	0.00	12.74	13.68
Other revenues	34.96	30.74	0.00	0.00	34.96	30.74
Total revenues	<u>\$ 302.99</u>	<u>\$ 300.01</u>	<u>\$ 0.20</u>	<u>\$ 0.23</u>	<u>\$ 303.19</u>	<u>\$ 300.24</u>
Expenses						
General government	\$ 47.31	\$ 53.33	\$ 0.00	\$ 0.00	\$ 47.31	\$ 53.33
Public safety	62.90	69.05	0.00	0.00	62.90	69.05
Streets and highways	55.22	56.74	0.00	0.00	55.22	56.74
Culture and recreation	1.56	2.18	0.00	0.00	1.56	2.18
Health & Welfare	52.19	54.49	0.00	0.00	52.19	54.49
Economic Assist	7.92	8.15	0.00	0.00	7.92	8.15
Forensic Crime Lab	0.00	0.00	0.20	0.21	0.20	0.21
Total expenses	<u>227.10</u>	<u>243.94</u>	<u>0.20</u>	<u>0.21</u>	<u>227.30</u>	<u>244.15</u>
Increase (decrease) in net position before Transfers	75.89	56.07	0.00	0.02	75.89	56.09
Transfers	(3.83)	0.00	3.83	0.00	0.00	0.00
Increase (decrease) in net position	72.06	56.07	3.83	0.02	75.89	56.09
Net Position Beginning	586.44	657.59	(0.01)	3.82	586.43	661.41
Net Position Ending	<u>\$ 658.50</u>	<u>\$ 713.66</u>	<u>\$ 3.82</u>	<u>\$ 3.84</u>	<u>\$ 662.32</u>	<u>\$ 717.50</u>

Governmental Activities. Governmental activities increased Weld County's net position by \$56.07 million in 2018. Key elements of this increase are as follows:

- Total revenues were down \$2.98 million, 0.98% from the prior year, with a decrease in property taxes (\$12.43 million) and other revenues (\$4.22 million) as oil and gas royalties decreased and investment earnings increased. Charges for services (\$7.59 million) and operating grant revenues (\$5.14 million) increased over prior years amounts.
- Expenses totaled \$243.94 million. This represents a 7.42% increase as all categories of expenses, general government (\$6.02 million), public safety (\$6.15 million), streets and highways (\$1.52 million), health and welfare (\$2.30 million), culture and recreation (\$0.62 million), and economic assistance (\$0.23 million) increased in 2018.

Business-Type Activities. The County's only business-type activity, Northern Colorado Regional Forensic Laboratory, net position increased \$0.02 million. The crime lab began operations in August 2013 and is funded by the participating agencies.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

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

As of the end of 2018, the combined ending fund balance of County governmental funds was \$194.58 million. Of this amount approximately \$2.40 million represent an investment in non-spendable items (\$1.36 million inventory, and \$1.04 million in prepaid items). Another \$105.06 million of fund balance is restricted use for emergencies (\$8.00 million), public works (\$60.77 million), health, welfare and economic assistance (\$18.86 million), and other programs (\$17.43 million). Fund balance committed to economic development (\$8.02 million), capital projects (\$52.28 million), contingencies (\$3.97 million), and environmental conservation (\$3.03 million) is \$67.30 million. Another \$2.60 million is assigned to budget appropriations and \$17.22 million is unassigned to continue providing services to the general public.

The County has six major governmental funds. These are 1) General Fund; 2) Public Works Fund; 3) Social Services Fund; 4) Human Services Fund; 5) Contingent Fund; 6) Capital Expenditures Fund.

1. General Fund. This is the primary operating fund of the Weld County Government. It accounts for many of the County's core services, such as law enforcement, planning, and elections. The general fund balance was \$53.82 million as of December 31, 2018, an increase over the \$53.45 million fund balance as of December 31, 2017. In 2018 General fund revenues decreased \$11.92 million with a decrease in property taxes offset by increases to charges for services and license and permit revenues. General fund expenditures, down \$0.44 million in 2018, fluctuated by category as general government, public safety, culture and recreation and capital expenditures all increased offset by decreases in streets and highways, health and welfare and economic assistance. Operating transfers out increased in 2018 with additional transfer to the Social Service fund for program costs and internal service funds for insurance claims reserves and heavy equipment. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 13.23% of total 2018 expenditures, while total fund balance is 41.34% of the same amount.
2. Public Works Fund. The Public Works Fund is state mandated. The fund records costs related to County road and bridge construction and maintenance. The Public Works Fund had \$61.96 million in fund balance at the end of 2018. This amount was \$0.81 million more than the previous year. In 2018 Public Works Fund expenditures decreased \$19.49 million with completion of the County Road 49 and 47 projects. Revenues were also down in 2018 by \$3.5 million with a drop in intergovernmental and miscellaneous revenues from oil and gas royalties.
3. Social Services Fund. The Social Services Fund is mandated by State Statute. This fund accounts for the local share of many Federal and State public welfare programs. The fund carried a \$1.39 million balance at the end of 2018 down \$(0.70) million from its balance in 2017 due to an increased state allocation for child welfare programs.
4. Human Services Fund. The Human Services Fund accounts for various Federal and State human services grants. Primary funding agencies are DOL, HHS, and CSA.
5. Contingent Fund. The Contingent Fund records any property tax revenue levied by the Board of County Commissioners to cover reasonable unforeseen expenditures. The fund balance decreased by \$19.97 million in 2018.
6. Capital Expenditure Fund. The Capital Expenditure Fund accounts for the construction of major capital facilities. These are the construction of graders sheds, public works addition, building improvements and special projects.

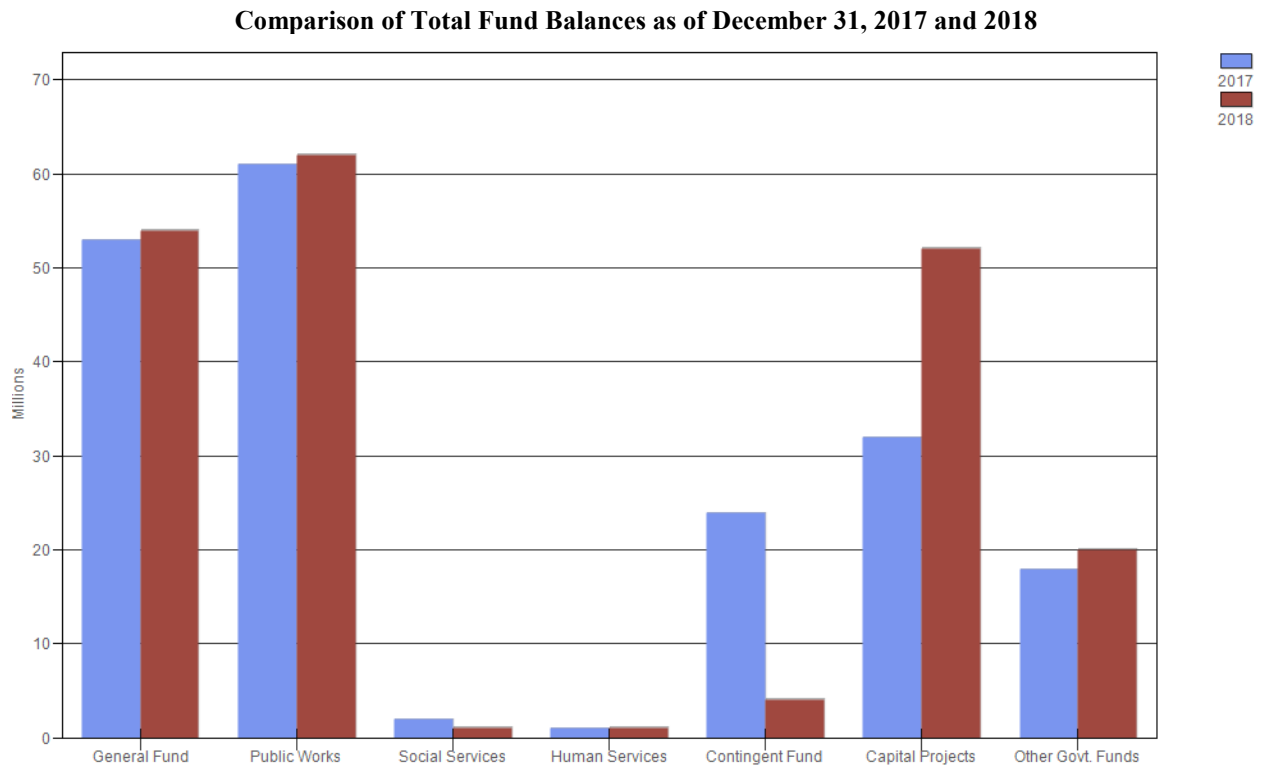
PROPRIETARY FUNDS OVERVIEW

The County's proprietary fund statements provide the same information found in the government-wide statements, but in more detail.

The County has one enterprise-type fund, The Northern Colorado Regional Forensic Laboratory. The crime lab began operations in August 2013 and is funded by participating entities.

Weld County has four internal service funds. Information on these funds is aggregated in the Proprietary Fund financial statements.

GENERAL FUND BUDGETARY HIGHLIGHTS



The County's budget is prepared according to Colorado statutes. The most significant budgeted fund is the General Fund.

In December of 2017, the Board of County Commissioners appropriated \$135.48 million for general fund expenditures and other financing uses for 2018.

Table 3
2018 General Fund Budget

	(in Millions)			
	Original Budget	Amendments	Final Budget	Actual
Revenue and other financing sources	\$ 134.57	\$ 3.39	\$ 137.96	\$ 140.65
Expenditures and other financing uses	\$ 135.48	\$ 13.68	\$ 149.16	\$ 140.28

During 2018 mid-year budget amendments included:

- \$16 million transferred to Retirement Fund to lower the earnings assumption from 7.25% to 7.00% from General Fund (\$1.0 million) and Contingency Fund (\$15.0 million).
- \$2.5 million transfer from Public Works of \$1.5 million and \$1.0 million from General Fund to Fleet Services for heavy equipment purchases.
- \$19.0 million transferred to Capital Expenditure Fund for jail from General Fund (\$1.0 million) and Contingency Fund (\$18.0 million).
- \$22.5 million appropriated from fund balance in Capital Expenditure Fund for jail expansion
- \$1.0 million transfer from General Fund for insurance claim reserves in the Insurance Fund
- \$0.27 million for insurance claim reserves and added revenue in the Insurance Fund
- \$2.7 million for adjustment for final enrollment and claims in the Health Insurance Fund
- \$0.9 million for Sheriff budget units to realign pay grades, promotion policies, recruitment, overtime, and retention of patrol deputies and correctional officers
- \$2.5 million for CNG grants for Fleet Services
- \$0.393 million for unanticipated grant revenue for Human Services
- \$1.9 million for added program costs for Social Services with \$1.0 million transfer from the General Fund
- \$1.9 million for fiber network infrastructure
- Supplemental appropriations were made to various departments for salary and benefit reallocations.

The increase was possible because of excess fund balance, various departments under spending their budgets, and additional unanticipated revenues. Those revenues included planning and building permits (\$1.4) million, unanticipated grant revenues (\$1.1 million), and interest earnings (\$1.6 million).

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. Weld County's investment in capital assets for its governmental and business type activities as of December 31, 2018 totals \$448.65 million (net of accumulated depreciation). This investment includes all land, buildings, machinery, equipment, intangible assets and infrastructure. Total capital assets increased 5.9% in the current fiscal year.

Major capital asset events during the current fiscal year include the following:

- Upgrades to the Centennial Center Complex \$11.63 million.
- Design phase of the Jail expansion \$4.50 million.
- Public Works grader sheds and facilities \$1.98 million.
- Weld County Park building improvements \$.77 million
- Chase, Fleet Maintenance and Island Grove building improvements \$.86 million .
- Special Projects and building upgrades \$.33 million

The County implemented the "depreciation method" under GASB 34 for its road and bridge infrastructure assets, except for the gravel roads, where the "modified approach" was used. The County's policy is to maintain gravel roads at a condition of fair or better. This level of condition is being maintained consistently on over 98% of miles of road.

Additional information on the County's capital assets can be found in Note 6 of this report. Construction commitments are discussed in Note 13.

Long-term Debt. At December 31, 2018, Weld County had no outstanding long-term debt or debt from Certificates of Participation (COP). The last COP was paid off early on August 1, 2007.

The Weld County Home Rule Charter provides for a general obligation debt limit of 3% of assessed valuation. The county had a general obligation debt capacity of \$352.92 million in 2018. The county currently has no debt subject to the limitation. No new debt was issued in 2018.

Additional information on Weld County's debt can be found in Note 8.

Other Matters. The following factors are expected to have a significant effect on the County's financial position or results of operations and were taken into account in developing the 2019 budget.

- Complete the five-lane concrete road for the CR 47 extension from CR 60.5 to SH 392.
- Complete bridge mitigation projects resulting from the 2013 flooding.
- Provide for the long-term financial sustainability of the Bright Futures program.
- Fund the oil and gas revenue fluctuation reserve in the Contingency Fund at \$37.5 million.
- Increase the WCRCC staff by 7 FTE to cope with the E911 call volume.
- Fund Front Range Communications Consortium DSR switch and four radio upgrades for redundancy and system upgrades.
- Increase the District Attorney staff by 4 FTE due to 40% increase in caseload since 2011.
- Begin the Lean process to both identify and then implement the most efficient, value added way to provide government services.
- Reallocate four Sheriff Contract Service deputies to Patrol to increase law enforcement services in the field.
- Add 32 FTE in the North Jail due to inmate population growth.
- Begin the design phase of the \$44.5 million jail expansion.
- Create a Criminal Justice Coordinator position.
- Implement the new pay grade and flexible staffing for sworn officers in the Sheriff's Office.
- Continue to implement SB 15-242 which expands the Child Welfare staffing by two in reaction to the 2014 Colorado Child Welfare Workload Study.
- Add a Family and Consumer Sciences agent in the Extension Service.
- Provide fleet service with County staff versus an outside contractor.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Weld County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this or for additional financial information should be addressed to the Director of Finance and Administration, 1150 O Street, Greeley, CO 80631. Request for additional information regarding the Housing Authority should be addressed to Tom Teixeira, Executive Director, Weld Housing Authority, 903 6th Street, Greeley, CO 80631.

BASIC FINANCIAL



STATEMENTS

COUNTY OF WELD
STATE OF COLORADO

Statement of Net Position
December 31, 2018

	Primary Government			Component Units	
	Governmental Activities	Business- Type Activities	Total	Housing Authority	E911 Authority
ASSETS					
Cash and investments	\$ 229,461,937	\$ 348,931	\$ 229,810,868	\$ 1,732,010	\$ 3,214,354
Property taxes receivable	179,410,897	-	179,410,897	-	-
Receivables (net of allowance)	12,355,141	-	12,355,141	740,692	342,393
Notes Receivable	3,091,032	-	3,091,032	-	-
Due from other governments	3,610,265	-	3,610,265	-	-
Internal balances	6,575	(6,575)	-	-	-
Inventories	1,447,274	-	1,447,274	-	-
Other assets	1,904,875	-	1,904,875	1,229	-
Net other post employment benefits assets	1,067,824	-	1,067,824	-	-
Net Pension Asset	17,383,825	-	17,383,825	-	-
Restricted Cash and Equivalents	703,060	-	703,060	118,007	-
Capital assets not being depreciated	54,669,164	-	54,669,164	-	72,730
Capital assets net of depreciation	390,288,378	3,686,741	393,975,119	20,512	1,863,472
Total assets	895,400,247	4,029,097	899,429,344	2,612,450	5,492,949
DEFERRED OUTFLOWS OF RESOURCES					
Pension Plans	42,963,814	-	42,963,814	-	-
Other Post Employment Benefits	58,843	-	58,843	-	-
Total Deferred Outflows of Resources	43,022,657	-	43,022,657	-	-
LIABILITIES					
Accounts payable and other current liabilities	9,783,464	-	9,783,464	84,628	50,634
Accrued liabilities	10,988,879	-	10,988,879	-	-
Due to other governments	39,399	-	39,399	-	-
Unearned Revenue	2,647,849	189,779	2,837,628	-	-
Long-term liabilities:					
Due within one year:					
Compensated absences	333,345	-	333,345	16,489	-
Due in more than one year:					
Compensated absences	4,902,195	-	4,902,195	-	-
Net Pension Liability	10,020,870	-	10,020,870	-	-
Net Other Post Employment Benefits Liability	909,720	-	909,720	-	-
Total liabilities	39,625,721	189,779	39,815,500	101,117	50,634
DEFERRED INFLOWS OF RESOURCES					
Property Taxes	179,683,194	-	179,683,194	-	-
Pension Plans	5,434,336	-	5,434,336	-	-
Other Post Employment Benefits	15,219	-	15,219	-	-
Total Deferred Inflows of Resources	185,132,749	-	185,132,749	-	-
NET POSITION					
Invested in capital assets	444,957,542	3,686,741	448,644,283	20,512	1,936,202
Restricted for:					
Programs	10,993,484	-	10,993,484	-	-
Emergencies	8,000,000	-	8,000,000	-	-
Claims	4,734,408	-	4,734,408	-	-
Public Works	81,973,460	-	81,973,460	-	-
Other purposes	17,430,060	-	17,430,060	37,010	-
Unrestricted	145,575,480	152,577	145,728,057	2,453,811	3,506,113
Total net position	\$ 713,664,434	\$ 3,839,318	\$ 717,503,752	\$ 2,511,333	\$ 5,442,315

See accompanying notes to the basic financial statements

COUNTY OF WELD
STATE OF COLORADO

Statement of Activities

Year Ended December 31, 2018

		Program Revenues		
		Charges for	Operating	Capital Grants
	Expenses	Services	Grants and	and
			Contributions	Contributions
Primary government:				
Governmental activities:				
General Government	\$ 53,326,206	\$ 14,522,954	\$ 1,215,124	\$ -
Public Safety	69,052,173	14,736,620	4,543,959	-
Streets and Highways	56,737,562	7,335,330	22,867,270	-
Health and Welfare	54,490,073	33,519,609	3,322,530	-
Culture and Recreation	2,180,248	1,268,596	429,897	-
Economic Assistance	8,146,194	623,078	7,449,575	-
Total governmental activities	<u>243,932,456</u>	<u>72,006,187</u>	<u>39,828,355</u>	<u>-</u>
Business-type activities				
Regional Forensic Laboratory	<u>213,764</u>	<u>229,271</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$244,146,220</u>	<u>\$ 72,235,458</u>	<u>\$ 39,828,355</u>	<u>\$ -</u>
Component units:				
Housing Authority	\$ 3,216,246	\$ 49,905	\$ 3,363,782	\$ -
E-911 Authority	<u>1,969,817</u>	<u>2,471,350</u>	<u>-</u>	<u>-</u>
Total component units	<u>\$ 5,186,063</u>	<u>\$ 2,521,255</u>	<u>\$ 3,363,782</u>	<u>\$ -</u>
GENERAL REVENUES				
Taxes:				
Property taxes				
Specific ownership				
Severance/Tobacco				
Royalties				
Miscellaneous				
Unrestricted investment earnings				
Total general revenues and transfers				
Changes in net position				
Net position - beginning				
Net position - ending				

See accompanying notes to the basic financial statements

Net (Expenses) Revenue and Changes in Net Position				
Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total	Housing Authority	E911 Authority
\$ (37,588,128)	\$ -	\$ (37,588,128)	\$ -	\$ -
(49,771,594)	-	(49,771,594)	-	-
(26,534,962)	-	(26,534,962)	-	-
(17,647,934)	-	(17,647,934)	-	-
(481,755)	-	(481,755)	-	-
(73,541)	-	(73,541)	-	-
<u>(132,097,914)</u>	<u>-</u>	<u>(132,097,914)</u>	<u>-</u>	<u>-</u>
-	15,507	15,507	-	-
<u>\$ (132,097,914)</u>	<u>\$ 15,507</u>	<u>\$ (132,082,407)</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ 197,441	\$ -
-	-	-	-	501,533
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 197,441</u>	<u>\$ 501,533</u>
143,754,038	-	143,754,038	-	-
11,369,691	-	11,369,691	-	-
2,306,875	-	2,306,875	-	-
15,479,640	-	15,479,640	-	-
9,405,990	-	9,405,990	-	-
5,858,529	-	5,858,529	11,008	49,289
<u>188,174,763</u>	<u>-</u>	<u>188,174,763</u>	<u>11,008</u>	<u>49,289</u>
56,076,849	15,507	56,092,356	208,449	550,822
657,587,585	3,823,811	661,411,396	2,302,884	4,891,493
<u>\$ 713,664,434</u>	<u>\$ 3,839,318</u>	<u>\$ 717,503,752</u>	<u>\$ 2,511,333</u>	<u>\$ 5,442,315</u>

COUNTY OF WELD
STATE OF COLORADO

Governmental Funds

Balance Sheet

December 31, 2018

	General Fund	Public Works Fund	Social Services
ASSETS			
Cash and Investments	\$ 60,872,848	\$ 61,276,040	\$ 252,232
Receivables (net of allowance for uncollectibles):			
Property taxes receivable	98,207,683	19,345,539	12,521,157
Delinquent property taxes	1,825,061	314,167	220,468
Accounts Receivable	2,024,149	8,315,084	321,127
Special Assessment	-	13,889	-
Notes Receivable	-	3,091,032	-
Due From other County Funds	38,684	-	63,891
Due From other Governments	88,221	-	2,090,547
Inventory	164,941	1,195,424	-
Other Assets	1,029,583	-	3,500
Total Assets	<u>\$ 164,251,170</u>	<u>\$ 93,551,175</u>	<u>\$ 15,472,922</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	6,648,409	1,361,252	214,976
Accrued Liabilities	2,996,821	434,590	1,010,674
Due to other County funds	12,395	631	52,467
Due to other Governments	-	-	39,399
Unearned Revenues	67,364	11,112	260
Unexpended Grant revenue	522,705	-	-
Total Liabilities	<u>10,247,694</u>	<u>1,807,585</u>	<u>1,317,776</u>
Deferred Inflows of Resources:			
Property Taxes	100,184,138	19,689,529	12,760,928
Grant Revenue	-	7,002,536	-
Deferred Inflows Notes Receivable	-	3,091,032	-
Total Deferred Inflows of Resources	<u>100,184,138</u>	<u>29,783,097</u>	<u>12,760,928</u>
Fund Balances:			
Nonspendable	1,194,524	1,195,424	3,500
Restricted	24,778,120	60,765,069	1,390,718
Committed	8,020,618	-	-
Assigned	2,601,747	-	-
Unassigned	17,224,329	-	-
Total Fund Balances	<u>53,819,338</u>	<u>61,960,493</u>	<u>1,394,218</u>
Total Liabilities and Fund Balances	<u>\$ 164,251,170</u>	<u>\$ 93,551,175</u>	<u>\$ 15,472,922</u>

See accompanying notes to the basic financial statements

Human Services	Contingent Fund	Capital Expenditure	Other Governmental Funds	Total Governmental Funds
\$ 334,971	\$ 4,021,132	\$ 52,875,900	\$ 19,401,738	\$ 199,034,861
-	32,571,451	11,193,867	-	173,839,697
-	163,001	210,268	-	2,732,965
6,954	-	18,297	1,043,936	11,729,547
-	-	-	-	13,889
-	-	-	-	3,091,032
19,886	-	2,475	22,610	147,546
1,431,497	-	-	-	3,610,265
-	-	-	-	1,360,365
2,400	-	41,690	-	1,077,173
<u>\$ 1,795,708</u>	<u>\$ 36,755,584</u>	<u>\$ 64,342,497</u>	<u>\$ 20,468,284</u>	<u>\$ 396,637,340</u>

108,833	-	643,601	103,223	9,080,294
164,523	-	-	257,112	4,863,720
18,400	-	-	19,455	103,348
-	-	-	-	39,399
216,422	-	-	219,158	514,316
-	-	-	-	522,705
<u>508,178</u>	<u>-</u>	<u>643,601</u>	<u>598,948</u>	<u>15,123,782</u>

-	32,784,664	11,421,390	-	176,840,649
-	-	-	-	7,002,536
-	-	-	-	3,091,032
<u>-</u>	<u>32,784,664</u>	<u>11,421,390</u>	<u>-</u>	<u>186,934,217</u>

2,400	-	-	-	2,395,848
1,285,130	-	-	16,836,036	105,055,073
-	3,970,920	52,277,506	3,033,300	67,302,344
-	-	-	-	2,601,747
-	-	-	-	17,224,329
<u>1,287,530</u>	<u>3,970,920</u>	<u>52,277,506</u>	<u>19,869,336</u>	<u>194,579,341</u>
<u>\$ 1,795,708</u>	<u>\$ 36,755,584</u>	<u>\$ 64,342,497</u>	<u>\$ 20,468,284</u>	<u>\$ 396,637,340</u>

COUNTY OF WELD
STATE OF COLORADO

Reconciliation of Total Governmental Fund Balances To Statement of Net Position

December 31, 2018

Total governmental fund balances	\$ 194,579,341
Amounts reported for governmental activities in the Statement of activities are different because:	
Capital Assets used in governmental activities are not financial resources and therefore are not reported in the funds	419,577,137
Long-term liabilities, including compensated absences, are not due and payable in the current period and therefore are not reported in the funds	
Net Other Post Employment Benefits Asset	1,067,824
Pension Asset	17,383,825
Compensated Absences	(5,235,540)
Pension Liability	(10,020,870)
Net Other Post Employment Benefits Liability	(909,720)
Deferred Inflows Pension Plans	42,963,814
Deferred Inflows Other Post Employment Benefits	58,843
Deferred Outflows Pension Plans	(5,434,336)
Deferred Outflows Other Post Employment Benefits	(15,219)
Accounts receivables that do not provide current financial resources, are offset by deferred inflows in the funds	10,093,568
Internal service funds are used by management to charge the costs of insurance and other services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position	49,549,192
Internal Services used by Enterprise Fund	6,575
Net position of governmental activities	<u><u>\$ 713,664,434</u></u>

See accompanying notes to the basic financial statements



COUNTY OF WELD
STATE OF COLORADO

Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds

Year Ended December 31, 2018

	General Fund	Public Works Fund	Social Services
REVENUES:			
Taxes	\$ 93,575,617	\$ 30,018,344	\$ 11,420,656
Licenses and Permits	4,449,387	666,945	-
Intergovernmental	6,355,049	19,728,416	31,415,147
Fines and Forfeitures	464,614	-	-
Charges for Services	8,342,381	351,662	-
Miscellaneous	14,410,871	16,842,811	-
Fees	12,967,315	1,659,833	-
Total Revenues	<u>140,565,234</u>	<u>69,268,011</u>	<u>42,835,803</u>
EXPENDITURES:			
General Government	52,796,180	-	-
Public Safety	66,074,163	-	-
Public Works	5,098,490	68,898,385	-
Public Health and Welfare	278,150	-	44,535,006
Culture and Recreation	1,778,135	-	-
Economic Assistance	165,000	-	-
Capital Expenditures	3,984,767	29,360	-
Total Expenditures	<u>130,174,885</u>	<u>68,927,745</u>	<u>44,535,006</u>
Excess of Revenues Over (Under) Expenditures	<u>10,390,349</u>	<u>340,266</u>	<u>(1,699,203)</u>
Other Financing Sources (Uses):			
Transfers - in	85,000	1,850,000	1,000,000
Transfers - out	10,101,792	1,500,000	-
Proceeds from Sale of Asset	-	119,482	-
Total Other Financing Sources (Uses)	<u>(10,016,792)</u>	<u>469,482</u>	<u>1,000,000</u>
Net Changes in Fund Balance	373,557	809,748	(699,203)
Fund Balances at Beginning of Year	<u>53,445,781</u>	<u>61,150,745</u>	<u>2,093,421</u>
Fund Balance at End of Year	<u>\$ 53,819,338</u>	<u>\$ 61,960,493</u>	<u>\$ 1,394,218</u>

See accompanying notes to the basic financial statements

Human Services	Contingent Fund	Capital Expenditure	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 12,027,357	\$ 10,259,572	\$ 45,082	\$ 157,346,628
-	-	-	-	5,116,332
7,449,575	-	62,617	3,526,589	68,537,393
-	-	-	23,201	487,815
452,700	-	-	4,848,022	13,994,765
170,378	-	797,440	157,563	32,379,063
-	-	231,909	-	14,859,057
<u>8,072,653</u>	<u>12,027,357</u>	<u>11,351,538</u>	<u>8,600,457</u>	<u>292,721,053</u>
-	15,000,000	368,714	-	68,164,894
-	-	-	340,481	66,414,644
-	-	-	-	73,996,875
-	-	-	8,661,407	53,474,563
-	-	-	403,736	2,181,871
8,085,387	-	-	-	8,250,387
-	-	10,047,003	-	14,061,130
<u>8,085,387</u>	<u>15,000,000</u>	<u>10,415,717</u>	<u>9,405,624</u>	<u>286,544,364</u>
<u>(12,734)</u>	<u>(2,972,643)</u>	<u>935,821</u>	<u>(805,167)</u>	<u>6,176,689</u>
12,351	-	19,000,000	6,317,884	28,265,235
-	17,000,000	-	3,230,438	31,832,230
-	-	-	-	119,482
<u>12,351</u>	<u>(17,000,000)</u>	<u>19,000,000</u>	<u>3,087,446</u>	<u>(3,447,513)</u>
(383)	(19,972,643)	19,935,821	2,282,279	2,729,176
1,287,913	23,943,563	32,341,685	17,587,057	191,850,165
<u>\$ 1,287,530</u>	<u>\$ 3,970,920</u>	<u>\$ 52,277,506</u>	<u>\$ 19,869,336</u>	<u>\$ 194,579,341</u>

COUNTY OF WELD
STATE OF COLORADO

Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Governmental Funds to the Statement of Activities

Year Ended December 31, 2018

Net Changes in fund balances - total governmental funds	\$ 2,729,176
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. This is the amount by which capital outlay exceeded depreciation in the current period.	
Capital asset additions	60,400,375
Depreciation expense	<u>(34,371,832)</u>
Excess of capital outlay over depreciation	26,028,543
Net effect of various transactions involving capital assets (i.e. sales, disposals) is a decrease to net position	(5,042,663)
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	
Compensated absences	(395,868)
Pension Liability and related Deferred Inflow and Outflows	18,834,476
Net Other Post Employment Benefits Obligation	51,426
Net Other Post Employment Benefits and Related Deferred Inflows and Outflows	41,604
Accounts receivables that do not provide current financial resources, are offset by deferred inflow of resources in the funds	7,332,012
Internal service funds are used by management to charge the costs of certain activities, such as insurance, telecommunications and fleet services, to individual funds. The net revenue (expense) of certain internal service funds is reported with governmental activities.	6,501,155
Internal services used by Enterprise Funds	<u>(3,012)</u>
Change in net position of governmental activities	<u><u>\$ 56,076,849</u></u>

See accompanying notes to the basic financial statements

COUNTY OF WELD
STATE OF COLORADO

Statement of Net Position

Proprietary Funds

December 31, 2018

	Business-type Activities Regional Forensic Laboratory	Governmental Activities Internal Service Funds
ASSETS		
Cash and cash equivalents	\$ 348,931	\$ 31,130,136
Property taxes receivable	-	2,838,235
Accounts Receivable	-	611,705
Inventory	-	86,909
Other Assets	-	827,702
Total Current Assets	<u>348,931</u>	<u>35,494,687</u>
Capital Assets:		
Improvements other than buildings	-	1,877,138
Construction in progress	-	2,130,758
Intangible Assets	-	39,054
Buildings	3,833,398	2,285,801
Machinery and Equipment	12,495	52,578,214
Accumulated Depreciation	<u>(159,152)</u>	<u>(33,530,560)</u>
Total Capital Assets	<u>3,686,741</u>	<u>25,380,405</u>
Total Assets	<u>4,035,672</u>	<u>60,875,092</u>
LIABILITIES AND FUND EQUITY		
Current Liabilities:		
Accounts Payable	-	703,170
Accrued Liabilities	-	6,125,159
Due to other County funds	-	44,198
Unearned Revenues	189,779	1,610,828
Adv from General Fund	-	-
Total Current Liabilities	<u>189,779</u>	<u>8,483,355</u>
Deferred Inflows of Resources		
Property Taxes	-	2,842,545
Total Deferred Inflows	<u>-</u>	<u>2,842,545</u>
Total Liabilities	<u>189,779</u>	<u>11,325,900</u>
Net Position		
Invested in capital assets	3,686,741	25,380,405
Restricted for:		
Insurance Claims	-	19,584,411
Unrestricted	<u>159,152</u>	<u>4,584,376</u>
Total Net Position	<u>\$ 3,845,893</u>	<u>\$ 49,549,192</u>
Some amounts reported for business-type activities in the statement of net position are different because certain internal service fund assets and liabilities are included with business-type activities	<u>(6,575)</u>	
Total Net Position	<u>\$ 3,839,318</u>	

See accompanying notes to the basic financial statements

COUNTY OF WELD
STATE OF COLORADO

Statement of Revenue, Expenses and
Changes in Net Position

Proprietary Funds

For the Fiscal Year Ended December 31, 2018

	Business-type Activities	Governmental Activities
	Regional Forensic Laboratory	Internal Service Funds
Operating revenues:		
Employer Contributions	\$ -	\$ 21,770,511
Charges for Services	229,271	11,193,378
Total Operating Revenues	<u>229,271</u>	<u>32,963,889</u>
Operating expenses:		
Personnel Services	-	1,402,765
Supplies	17,251	4,265,498
Purchased Services	119,428	2,287,853
Insurance and Bonds	-	1,096,243
Depreciation	80,097	4,330,357
Other	-	415,521
Claims	-	20,226,975
Total operating expenses	<u>216,776</u>	<u>34,025,212</u>
Operating income (loss)	<u>12,495</u>	<u>(1,061,323)</u>
Nonoperating revenues (expenses):		
Taxes	-	2,502,242
Earnings on investments	-	53,308
Miscellaneous	-	12,261
Grants	-	960,881
Gains (loss) on Disposal	-	358,087
Judgment and Damages	-	108,704
Total Nonoperating revenues (expenses)	<u>-</u>	<u>3,995,483</u>
Income (loss) before contributions or transfers	12,495	2,934,160
Transfers - in	<u>-</u>	<u>3,566,995</u>
Changes in Net Position	12,495	6,501,155
Total Net Position Beginning of Year	3,833,398	43,048,037
Total Net Position at End of Year	<u>\$ 3,845,893</u>	<u>\$ 49,549,192</u>
Some amounts reported for business-type activities in the statement of activities are different because the net revenue (expense) of certain internal service funds is reported with business-type activities.	<u>3,012</u>	
Change in net position of business-type activities	<u>\$ 15,507</u>	

See accompanying notes to the basic financial statements

COUNTY OF WELD
STATE OF COLORADO

Statement of Cash Flows
Proprietary Funds

For the fiscal year ended December 31, 2018

	Business-type Activity Enterprise Fund Regional Forensic Laboratory	Governmental Activities Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash flows from external customers	248,000	112,026
Cash flows from internal customers	62,000	32,562,929
Cash payments to external suppliers for goods and services	(18,932)	(27,456,324)
Cash payments to internal suppliers for goods and services	(118,147)	(1,824,441)
Cash payments to employees for services	-	(207,144)
Judgments/damages/losses	-	108,704
Miscellaneous revenues	-	12,261
Net cash provided (used) by operating activities	<u>172,921</u>	<u>3,308,011</u>
CASHFLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Taxes	-	2,489,935
Transfers/Advances	-	3,566,995
Grants	-	448,324
Net cash provided (used) by noncapital financing activities	<u>-</u>	<u>6,505,254</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition of capital assets	(12,495)	(7,624,801)
Proceeds from sale of capital assets	<u>-</u>	<u>490,925</u>
Net cash provided (used) for capital and related Financing activities	<u>(12,495)</u>	<u>(7,133,876)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on investments	<u>-</u>	<u>56,194</u>
Net Increase (Decrease) in Cash and Cash Equivalents	160,426	2,735,583
Cash and Cash Equivalents at Beginning of Year	<u>188,505</u>	<u>28,394,553</u>
Cash and Cash Equivalents at End of Year	<u><u>348,931</u></u>	<u><u>31,130,136</u></u>
Reconciliation of operating income to net cash provided by operating activities:		
Operating income (loss)	12,495	(1,061,323)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation expense	80,096	4,330,357
Judgments/damages/losses	-	108,704
Miscellaneous revenue	-	12,261
Change in assets and liabilities	-	-
(Increase) decrease in accounts receivable	-	(351,222)
(Increase) decrease in due from other funds	-	21,531
(Increase) decrease in inventories	-	(30,848)
(Increase) decrease in other assets	-	(810,645)
Increase (decrease) in accounts payable	(400)	274,970
Increase (decrease) in accrued liabilities	80,730	773,437
Increase (decrease) in other liabilities	-	(80,167)
Increase (decrease) in deferred revenue	-	120,956
Total adjustments	<u>160,426</u>	<u>4,369,334</u>
Net cash provided (used) by operating activities	<u><u>172,921</u></u>	<u><u>3,308,011</u></u>
Noncash investing, capital, and financing activities:		
Contributions of capital assets from (to) government	-	-
Loss on Disposal of Asset	-	69,164
See Accompanying notes to the basic financial statements		

See accompanying notes to the basic financial statements

COUNTY OF WELD
STATE OF COLORADO

Statement of Fiduciary Net Position
Fiduciary Funds

December 31, 2018

	<u>Agency Funds</u>	<u>Pension Plans</u>
ASSETS		
Cash and cash equivalents	\$ 17,151,093	\$ -
Accounts Receivables		
(net of allowances for uncollectables):	148	-
Restricted assets		
Restricted Cash		3,412,614
Restricted Investments		
Equity	-	164,878,013
Fixed Income	-	62,801,108
Hedge Fund	-	13,853,342
Real Property	-	54,418,907
Money Market	-	11,506,833
Total assets	<u>17,151,241</u>	<u>310,870,817</u>
LIABILITIES AND NET POSITION		
Accounts payable	254,850	27,560
Due to other governments	<u>16,896,391</u>	<u>-</u>
Total Liabilities	<u>17,151,241</u>	<u>27,560</u>
Net Position Restricted for Pensions		<u>310,843,257</u>

See accompanying notes to the basic financial statements

COUNTY OF WELD
STATE OF COLORADO

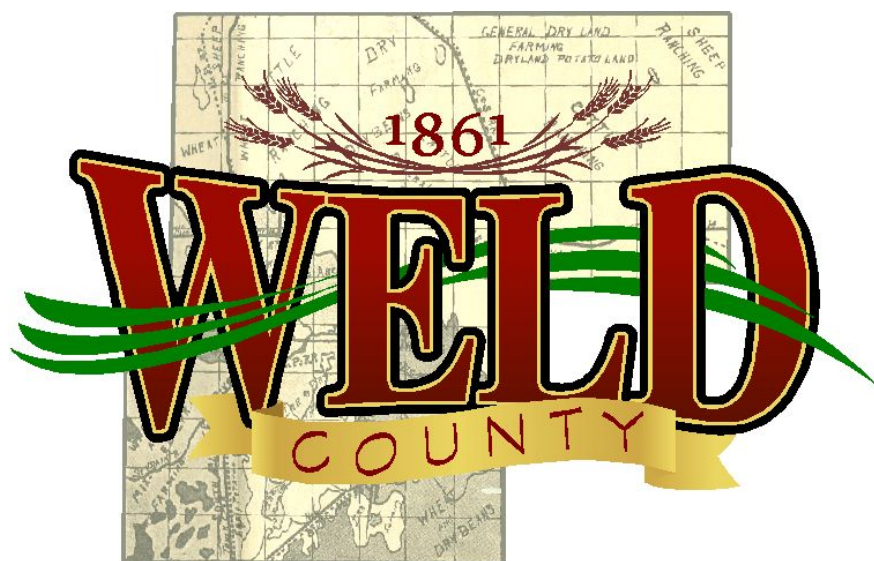
Statement of Changes in Fiduciary Net Position
Fiduciary Funds

For the fiscal year ended December 31, 2018

	<u>Pension Plans</u>
Additions:	
Employer contributions	\$ 25,485,259
Employee contributions	9,497,665
Earnings on investments, net of investment related expenses of \$421,698	9,574,547
Net appreciation in fair market value of investments	<u>(20,928,773)</u>
Total Additions	<u>23,628,698</u>
Deductions:	
Actuarial fees	77,369
Benefit payments	17,840,933
Supplies	<u>36,813</u>
Total Deductions	<u>17,955,115</u>
Change in Net Position	5,673,583
Net Position - Beginning	<u>305,169,674</u>
Net Position - Ending	<u><u>\$ 310,843,257</u></u>

See accompanying notes to the basic financial statements

NOTES TO THE FINANCIAL STATEMENTS



COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 1 - Summary of Significant Accounting Policies:

The County of Weld, Colorado ("County") was established in 1861, and on January 1, 1976, became a home rule county under the provisions of Section 30-35-501, CRS, 1973. The County operates under an elected commissioner form of government. The County provides the full range of services contemplated by statute or charter. These include general government functions, public protection and safety, health, social services, human resource services, public improvements, road and bridge operations, planning and zoning, and general administrative services.

The financial statements of the County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The following summary of significant accounting policies is presented to assist the reader in evaluating the County's financial statements.

1. Reporting Entity:

Weld County is a political subdivision of the State of Colorado, governed by an elected five-member Board of County Commissioners. There are also four other elected officials of Weld County (Assessor, Clerk and Recorder, District Attorney, and Sheriff).

The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the government.

Discretely presented component units:

The Weld County Housing Authority is responsible for assisting Weld County residents with housing assistance. The Board of County Commissioners appoints all of the five-member Housing Authority Board. The County has the ability to remove any of the appointed board members, they can modify decisions made by the board and can hire or fire persons responsible for the day to day operations. The Weld County Housing Authority is governed by state regulations, but was designated as part of the County for budgetary and audit purposes by an act of the Colorado General Assembly in 1989. A complete set of financial statements can be obtained at the entity's administrative offices:

Weld County Housing Authority
903 6th Street
Greeley, CO 80631

The E911 Emergency Telephone Service Authority Board was created by intergovernmental agreements pursuant to Article 11 of Title 29, C.R.S., as amended, that authorizes the county, municipalities within the county, and special districts within the county to enter into an agreement for the purpose of providing 911 emergency telephone services. Per the state statute cited above, the agreement creates a separate legal entity which is responsible for administering the operations of the 911 emergency telephone service program in Weld County. The authority board consists of seven members with four selected by the Weld County Commissioners, one member each is selected by the City of Greeley, City of Fort Lupton and Weld County Sheriff. Under the by-laws of E911 Authority, Weld County is required to pay all operating costs. They are to maintain all accounts and have accounts audited. State statute requires that all funds be maintained by the Weld County Treasurer. The operation of the E911 authority is done contractually by the Weld County Communication Regional Center. There are no separate financial statements prepared for the E911 component unit.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 1 - Summary of Significant Accounting Policies:

1. Reporting Entity:

Because they provide services to or otherwise benefit Weld County, the financial statements of the following organizations are blended into the County financial statements:

Weld County Retirement Plan – The Retirement Board consists of five members, two selected by participating employees, two appointed by the Board of County Commissioners, and the fifth being the County Treasurer. The County funds half of the retirement plan, which covers substantially all permanent, full-time employees of Weld County. The operation of the plan is accounted for in the Weld County Retirement Fund, as a Pension Trust Fund. Complete Financial statements can be obtained at the Weld County Treasurer’s Office:

Weld County Treasurer’s Office
1400 North 17th Avenue
Greeley, CO 80631

Weld County Finance Corporation – The Weld County Finance Corporation (“Corporation”) was formed in 1987 as a not-for-profit corporation under section 501(c)(4) of the Internal Revenue Code, and exists solely to acquire real estate and construct buildings for lease to the County. The Board of County Commissioners appoints the three-member Board of Directors of the Corporation, and approves all projects undertaken by the Corporation. The members of the Board of Directors are employees of the County. There are no separate financial statements prepared for the Weld County Finance Corporation.

The Law Enforcement Authorities (LEA) were formed in accordance with Section 30-11-401, CRS. The law enforcement authorities are taxing units created by the county to provide additional law enforcement services by the county sheriff to residents in developed unincorporated areas of the county. The governing board of the law enforcement authorities is the five Weld County Commissioners. Law enforcement services to the authority are provided contractually by the county sheriff. There are no separate financial statements prepared for the Law Enforcement Authorities.

The Local Improvement Districts (LID) have not been included in the County’s financial statements individually, as they are immaterial, but are included as a blended component unit of Public Works, a special revenue fund. The Board of County Commissioners can create these assessment districts to construct or rehabilitate and finance public streets, storm drainage, water systems, sanitary sewer, or street lighting. The Primary purpose of an LID is to assess the costs of public improvements to those who are specially benefited by the improvement. The LID exists only as geographic area within which improvements are constructed and as an administrative subdivision of the county. Having no board of directors, they do not operate in any capacity as an independent governmental entity. The county governing board, Board of County Commissioners, makes all decisions on behalf of this administrative entity. There are no separate financial statements prepared for the Local Improvement Districts.

The following related organizations are excluded from the accompanying financial statements because the County’s accountability for these organizations does not extend beyond various appointments.

Greeley-Weld Airport Authority – The County Commissioners appoint two of the five Airport Authority Board members. The County has contributed approximately 5% of the funds for capital construction. The Authority has full autonomy under Colorado State law, can incur debt, and funds its operations totally from user fees

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 1 - Summary of Significant Accounting Policies:

1. Reporting Entity:

North Colorado Medical Center – The Board of County Commissioners owns land underlying the main facility of the Medical Center, which land is currently leased to the Colorado Hospital Finance Authority as part of the security for financing the bonded indebtedness of the Medical Center. The indebtedness is not an obligation of the Board of County Commissioners and no taxpayer funds or Board of County Commissioners funds are obligated to pay any portion of the principal, premium or interest on the Bonds. The land is leased back from the Authority to the Board of Trustees, a seven member Hospital Board of Trustees appointed by the Board of County Commissioners. The Hospital Board of Trustees has entered into an operating sublease of the ground and facilities with NCMC, Inc., a 501(c)(3) entity, with three of its members also serving on the Board of Trustees, which, in turn, has contracted with Banner Health Systems to operate the Medical Center. NCMC has the ability to incur its own debt and its operations are financed totally by patient revenues.

High Plains Library District – The County Commissioners, together with the concurrence of the city councils of seven participating municipalities, appoint the seven-member Library District Board. The Library District Board has total autonomy under the State Library Act to incur debt, establish budgets, and levy property taxes to support the District's library system.

Colorado Counties Casualty and Property Pool (hereinafter referred to as "CAPP")-CAPP was formed July 1, 1986, by an intergovernmental agreement by member counties as a separate and independent governmental and legal entity pursuant to the provisions of Article XIV, Section 18(2) of the Colorado Constitution and Section 29-1-201 et seq., 24-10-115.5, and 29-13-102, CRS, as amended. Each member county in this intergovernmental agreement has the power under Colorado law to make provision for the property and casualty coverage which constitute the functions and services jointly provided by means of the CAPP. The Insurance Commissioner of the State of Colorado has such authority with respect to the CAPP as is provided by applicable Colorado statutes.

The purposes of the CAPP are to provide a risk management fund for defined property and casualty coverage and to assist members in controlling costs by providing specialized governmental risk management services and systems.

It is the intent of the members to use member contributions to defend and indemnify, in accordance with the bylaws, any member against states liability or loss to the limit of the financial resources of the risk management fund. It is also the intent of the members to have CAPP provide needed coverage at reasonable costs. All income and assets of CAPP shall be at all times dedicated to the exclusive benefit of its members. Weld County, through its Insurance Internal Service Fund, recognizes an expense for the amount paid to CAPP annually for these coverages.

Weld County is a charter member of CAPP and has been a continuous member since July 1, 1986.

B. Government-wide Financial Statements

The County's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information. The government-wide focus is more on the sustainability of the County as an entity and the change in aggregate financial position resulting from activities of the fiscal period.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 1 - Summary of Significant Accounting Policies:

B. Government-wide Financial Statements

The statement of net position and the statement of activities display information about the county as a whole. In the government-wide statement of net position, both the governmental and business-type activities columns are presented on a consolidated basis by column. These statements include the financial activities of the primary government, except for fiduciary activities. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The government-wide statement of activities reflects both the direct expenses and net cost of each function of the County's governmental activities and business-like activity. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipient for the goods or services offered by the program. Direct expenses and program revenues resulting from interfund activity are treated as such in the participating funds and are not eliminated as part of the consolidation process. Grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program are included in operating grants and contributions, or capital grants and contributions. Revenues which are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the County.

Fund Financial Statements

The financial transactions of the County are recorded in individual funds. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Separate statements for each fund category – *governmental, proprietary, and fiduciary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and presented as non-major funds.

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

C. Measurement Focus

Government-wide, Proprietary and Fiduciary Fund Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund statements. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, and donations. Revenues from property taxes are recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 1 - Summary of Significant Accounting Policies:

C. Measurement Focus

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net position available to finance the program. It is the County's policy to first apply cost - reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

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 to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues, except for property taxes, to be available if they are collected within 90 days of the end of the current fiscal period. Property taxes are considered available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, licenses, grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The County reports the following major governmental funds:

The *General Fund* is the general operating fund of the County which accounts for all financial resources that are not accounted for in other funds. Operations of the County such as public safety, planning and zoning, property valuation, tax collection and distribution, vehicle licensing, County administration, and other activities financed from taxes and general revenues are reflected in this fund.

The *Public Works Fund* records costs related to County road and bridge construction and maintenance except for engineering, which is recorded in the General Fund. By State law, Colorado counties are required to maintain a Road and Bridge Fund and a portion of road and bridge taxes is allocated to cities and towns for use in their road and street activities.

The *Social Services Fund* administers human services programs under state and federal regulations. Programs include, but are not limited to, Medicaid, Food Stamps, Foster Care programs, and Temporary Assistance to Needy Families (TANF). Colorado counties are required by state law to maintain a Social Services Fund. The Social Service fund is funded by state and federal grants as well as property taxes.

The *Human Services Fund* primary programs are associated with the Workforce Investment Act (WIA) funded under the Department of Labor, Employment and Training Administration.

The *Contingent Fund* records any property tax revenue levied by the Board of County Commissioners to cover reasonably unforeseen expenditures.

The *Capital Expenditures Fund* accounts for all the County's construction projects. The County chooses to use the pay as you go plan instead of debt. Property taxes are used to fund the Law Enforcement Center and the expansion of the Detention Center.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 1 - Summary of Significant Accounting Policies:

C. Measurement Focus

The County reports the following enterprise fund:

The *Northern Colorado Regional Forensic Laboratory Fund* accounts for all of the maintenance and operation costs for the Northern Colorado Regional Forensic Laboratory. It is funded by rent paid by the participating agencies.

The County also reports the following fund types:

The *Internal Service Funds* account for the financing of goods or services provided by one department or agency to other departments or agencies of the County on a cost reimbursement basis. The County's internal service funds report on self-insurance programs for employee health, dental and vision benefits, risk management, unemployment, fleet services, telecommunications and acquisitions of real estate and construction of buildings used by County departments.

Services provided and used by internal services funds are not entirely eliminated from the government-wide statement of activities. The primary government program expenses and expenses for the business-type activities on the government-wide statement of activities are decreased to eliminate revenue over expenditures in service funds where revenues exceed expenditures and increased to eliminate internal service funds that have expenditures in excess of revenues.

The *Agency Funds* account for assets held by the County as an agent for individuals, private organizations and other governments. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The County has funds held for other local governmental units, employee/employer payroll taxes, a Section 125 plan, and the Weld County Federal Mineral Lease District.

The *Fiduciary Trust Funds* account for the activities of the Weld County Retirement Plan and the Weld County Other Post Employment Benefit Plans. These funds accumulate resources for pension benefit, and other post employment benefit payments to qualified county employees. The Plans use the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which the contributions are due. Benefits and refunds are recognized when due and payable in accordance with terms of the Plan.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 1 - Summary of Significant Accounting Policies:

D. Assets, liabilities, and net position or equity

1. Deposits and investments

The Weld County Treasurer maintains a cash and investment pool that is available for use by all County funds except for some agency funds. Accrued interest receivable is displayed separately. The amount of interest gained through secured investments is credited to the County's General Fund per Colorado State Statutes, with the exception of the Conservation Trust, Capital Expenditures Fund, Liability Insurance Fund and E-911 Authority. "Cash and cash equivalents" for the General Fund Conservation Trust, Capital Expenditures Fund, Liability Insurance Fund and E-911 Authority are stated at fair value. Any bank accounts not maintained by the Treasurer are displayed as "Restricted Assets" within the appropriate fund and are stated at cost.

The County considers cash and cash equivalents in proprietary funds to be cash on hand and demand deposits. In addition, because the treasury pool is sufficiently liquid to permit withdrawal of cash at any time without prior notice or penalty, equity in the pool is also deemed to be a cash equivalent.

For the purpose of cash flows, cash and cash equivalents are determined by original maturity of three months. Investments are reported at fair values using quoted market prices.

2. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes were levied on December 19, 2018, and are payable either in two installments due on February 28 and June 15 or in full on April 30. The bill becomes delinquent on March 1, May 1, and June 16 and penalties and interest may be assessed by the County. The County, through the Weld County Treasurer, bills and collects its own property taxes, as well as property taxes of all other taxing authorities within the County. In accordance with Section 14-7 of the Weld County Home Rule Charter, all ad valorem tax levies for County purposes, when applied to the total valuation for assessment of the County, shall be reduced so as to prohibit the levying of a greater amount of tax revenue than was levied from ad valorem taxation in the preceding year plus five percent (5%), except to provide for the payment of bonds and interest. The Board of County Commissioners may submit the question of an increased levy to the County Council and, if in the opinion of a majority of the County Council may grant an increased levy for the County in such amount as it deems appropriate, and the County is authorized to make such increased levy.

Any one capital project requiring a capital expenditure out of funds procured by ad valorem taxation equal to a three mill levy for three years, shall be prohibited unless approved by a majority vote of the qualified electors at a general or special election per Section 14-8 of the Weld County Home Rule Charter.

3. Interfund Transactions

Transactions between funds that would be treated as revenues, expenditures, or expenses if they involved organizations external to the County are accounted for as revenues, expenditures, or expenses in the funds involved. Transactions which constitute reimbursements of a fund for expenditures or expenses initially made from that fund which are properly applicable to another fund are recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditure or expense in the fund that is reimbursed. At year end, outstanding balances between funds are reported as "due to/from other funds". Interfund balances are generally expected to be repaid within one year of the financial statement date. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 1 - Summary of Significant Accounting Policies:

4. Inventories and Prepaid Items

Inventories of governmental funds, which consist of expendable materials held for consumption, are stated at cost utilizing the weighted average cost method. These funds follow the consumption method of accounting whereby expenditures are recorded at the time the inventory items are used.

Inventories of proprietary funds are recorded at average cost.

Certain payments to vendors reflect cost applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The consumptive method of accounting is used to recognize these expenses in the funds.

5. Capital Assets

Capital assets, which include property, plant, equipment, intangible assets (computer software and right of ways for land use), and infrastructure assets (e.g., roads, bridges and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and a useful life of more than one year. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at acquisition value as of the date of donation.

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.

All reported capital assets, except for gravel roads and intangible assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	20 - 50 years
Improvements	20 years
Infrastructure - Bridges	50 years
Infrastructure - Roads	20 years
Equipment	3 - 5 years
Heavy Equipment	10 - 20 years

Statement 34 allows an alternative approach which would reflect a reasonable value of the asset and the cost incurred to maintain the service potential to locally established minimum standards in lieu of depreciation. To elect this option, the County must develop and implement an asset management system which measures, at least every third year by class of asset, if the minimum standards are being maintained. Related disclosures are additionally required as part of the Required Supplementary Information. The County has elected to use the alternative approach only for gravel roads.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 1 - Summary of Significant Accounting Policies:

6. Compensated Absences

County employees accumulate sick leave and vacation benefits at rates of 8 hours per month and 8 to 16 hours per month, respectively, depending on length of service. In the event of retirement or termination, an employee is paid 100% of accumulated vacation pay. An employee whose date of hire is prior to January 1, 1985, is paid for 50% of accumulated sick leave hours up to the equivalent of one month; if the employee's date of hire is after January 1, 1985, no sick leave is paid upon retirement or termination. Up to 320 hours of annual vacation may be carried over from one year to the next. Compensatory time is granted (except for official, professional, and administrative positions) at the rate of one and one-half hours for each overtime hour worked, not to be accumulated in excess of forty hours.

The unpaid sick leave, vacation pay and related benefits at the end of the period will generally not be paid with expendable and available resources. Proprietary funds accrue sick leave, vacation pay and related benefits in the period they are earned by the employees.

The entire compensated absence liability is reported on the government-wide financial statements. Expenditures and liabilities for compensated absences are reported on the government fund statements only when the liability for the compensated absences becomes due.

7. Long-term obligations

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

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 1 - Summary of Significant Accounting Policies:

8. Fund Equity

The Governmental Accounting Standards Board (GASB) has issued Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions (GASB 54). As prescribed by GASB Statement 54 governmental funds report fund balance in classifications based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of December 31, 2016, fund balances for governmental funds are comprised of the following:

1. Nonspendable fund balance includes amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criteria include items that are not expected to be converted to cash, for example such as fund balance associated with inventories, prepaid amounts, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed, or assigned).

2. Restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. Restrictions may effectively be changed or lifted only with consent of resource providers.

3. Committed fund balance includes amounts that can be used only for the specific purposes determined by a resolution of the Board of County Commissioners, the County’s highest level of decision-making authority. Commitments may be changed or lifted only by the County taking the same formal action that imposed the constraint originally.

4. Assigned fund balance comprises amounts intended to be used by the County for specific purposes that are neither restricted or committed. Intent is expressed by (1) the Board of County Commissioners or (2) an official (Director of Finance and Administration) to which the Board of County Commissioners has delegated the authority to assign amounts to be used by the County for specific purposes but do not meet the criteria to be classified as restricted or committed.

5. Unassigned fund balance is the residual classification for fund balance and includes all spendable amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose. The County's General Fund is the only fund that carries a balance in this category.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 1 - Summary of Significant Accounting Policies:

8. Fund Equity

Order of Fund Balance Spending Policy

The County's policy is to utilize funds in the following order: restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance.

The Board of County Commissioners adopted the County Fund Balance Policy on December 14, 2011, nunc pro tunc January 1, 2011. The policy was created to help reduce the negative impact on the County in times of economic uncertainty, major fluctuations in oil and gas assessed valuations, and potential losses of funding from other governmental agencies. The policy established minimum requirements for reserves and guidelines for the use of certain funds. The reserves and restrictions are also consistent with the requirements under Colorado statute or state constitutional requirements.

The County Fund Balance Policy requires the following:

- Any remaining fund balance following all restrictions and commitments in the Health Fund shall be assigned for the purpose of future health programs for the benefit of the citizens of Weld County.
- Any remaining fund balance following all restrictions and commitments in the Social Services Fund shall be assigned for the purpose of future welfare programs for the benefit of the citizens of Weld County.
- Any remaining fund balance following all restrictions and commitments in the Human Services Fund shall be assigned for the purpose of future welfare, senior, and employment programs for the benefit of the citizens of Weld County.
- The Contingency Fund shall maintain a minimum fund balance to cover a minimum ten (10) percent of the annual expenditures and maximum of twenty (20) percent of the annual total expenditures as determined by the Director of Finance and Administration to provide: (1) a reasonable level of assurance that Weld County's operations will continue even if circumstances occur where revenues are insufficient in an amount that is equal to at least one-percent of annual expenditures to cover necessary expenses for public safety, public welfare and public works; (2) there is a major reduction in oil and gas assessed valuations; or (3) there are other unexpected needs or emergency situations costing an amount that is equal to at least one-percent of annual total expenditures that do not routinely occur. The Contingency Fund shall be funded by property tax with a half-mill applied to the county's assessed value annually, unless the Board of Weld County Commissioners adjusts the amount in the annual budget process.
- The three-percent TABOR emergency reserve required by Article X, Section 20(5) of the Colorado Constitution shall be a restricted fund balance in the General Fund in an amount equal to seven million dollars or three-percent of the TABOR revenue limit, whichever is greater.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 1 - Summary of Significant Accounting Policies:

8. Fund Equity

Fund balances for all major and non-major governmental funds as of December 31, 2018, are distributed as follows:

	General	Public Works	Social Services
<u>Nonspendable</u>			
Inventory	164,941	1,195,424	-
Prepaid Items	1,029,583	-	3,500
Total Nonspendable	<u>1,194,524</u>	<u>1,195,424</u>	<u>3,500</u>
<u>Restricted for</u>			
Public Works	-	60,765,069	-
Health	-	-	-
Social Services	-	-	1,390,718
Human Services	-	-	-
TABOR Reserve	8,000,000	-	-
Other Purposes	16,778,120	-	-
Total Restricted	<u>24,778,120</u>	<u>60,765,069</u>	<u>1,390,718</u>
<u>Committed to</u>			
Capital Projects	-	-	-
Solid Waste Disposal	-	-	-
General Contingencies	-	-	-
Economic Development	8,020,618	-	-
Total Commitments	<u>8,020,618</u>	<u>-</u>	<u>-</u>
<u>Assigned</u>			
Appropriations in budget	2,601,747	-	-
Total Assigned	<u>2,601,747</u>	<u>-</u>	<u>-</u>
<u>Unassigned</u>	17,224,329	-	-
Total Fund Balance	<u>53,819,338</u>	<u>61,960,493</u>	<u>1,394,218</u>

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 1 - Summary of Significant Accounting Policies:

8. Fund Equity

Human Services	Contingent	Capital Expenditures	Non Major	Total
-	-	-	-	1,360,365
2,400	-	-	-	1,035,483
2,400	-	-	-	2,395,848
-	-	-	-	60,765,069
-	-	-	16,184,096	16,184,096
-	-	-	-	1,390,718
1,285,130	-	-	-	1,285,130
-	-	-	-	8,000,000
-	-	-	651,940	17,430,060
1,285,130	-	-	16,836,036	105,055,073
-	-	52,277,506	-	52,277,506
-	-	-	3,033,300	3,033,300
-	3,970,920	-	-	3,970,920
-	-	-	-	8,020,618
-	3,970,920	52,277,506	3,033,300	67,302,344
-	-	-	-	2,601,747
-	-	-	-	2,601,747
-	-	-	-	17,224,329
1,287,530	3,970,920	52,277,506	19,869,336	194,579,341

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 1 - Summary of Significant Accounting Policies:

Encumbrances

The County uses encumbrances to control expenditure commitments and enhance cash management. Encumbrances reflect the outstanding contractual obligations for which goods and services have not been received. They are set up to reserve portions of applicable appropriations. Encumbrances still open at year end are not accounted for as expenditures or liabilities, but as a constraint imposed on fund balance. As of December 31, 2018, the county's General Fund has a total of \$2,601,747 in encumbrances, which are reported as assigned fund balance on the governmental fund balance sheet. Encumbrance balances by major funds and non-major funds as of December 31, 2018 are:

	Restricted	Committed	Assigned	Total
General Fund	\$ -	\$ -	\$ 2,601,747	\$ 2,601,747
Public Works	11,782,216	-	-	11,782,216
Capital	-	7,687,908	-	7,687,908
Non Major	1,506	-	-	1,506
Total	<u>11,783,722</u>	<u>7,687,908</u>	<u>2,601,747</u>	<u>22,073,377</u>

9. Net Position

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

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

10. Estimates

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

Note 2 - Stewardship, Compliance, and Accountability

1. Budgetary information

An annual budget and appropriation ordinance is adopted by the Board of County Commissioners in accordance with the Colorado State Budget Act and Weld County Home Rule Charter. The budget is prepared on a basis consistent with generally accepted accounting principles. Budgets are established for all Governmental funds, Internal Service funds and the Enterprise Fund. The accounting system is employed as a budgetary management control device during the year to monitor the individual departments. The fund level is the level of classification at which expenditures may not legally exceed appropriations, except for the General Fund where the department level of expenditures cannot legally exceed appropriations. During the year, several supplemental appropriations were necessary. All annual appropriations lapse at year end.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 2 - Stewardship, Compliance, and Accountability

1. Budgetary information

The Director of Finance and Administration is authorized to transfer budgeted amounts within departments of each fund. Any revisions that alter the total appropriation for a fund or for any General Fund department must be approved by the County Commissioners through a supplemental appropriation ordinance. During 2018, two supplemental appropriation ordinances were enacted. Budget amounts reported in the accompanying required supplemental information reflect these supplemental appropriations.

2. Excess of expenditures over appropriations

Excesses of expenditures over appropriations in General Fund departments can be seen in the expenditures section of the Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.

In the Internal Service funds expenditures exceeded appropriations in the Phone Services fund for purchased service as the final costs of the project to switch to a VoIP phone system was completed, and the Insurance fund for insurance claims.

Note 3 - Equity in Pooled Cash and Investments

1. Cash and Investments

Cash and investments held by the Treasurer's office at December 31, 2018 as reported by the financial institutions, consisted of the following:

Deposits			\$ 119,504,171
CDs			1,000,000
Investments:	FFCB	32,002,100	
	FHLB	51,197,500	
	FHLM	24,000,000	
	FNMA	30,000,000	
	IBRD	5,000,000	
			<u>142,199,600</u>
	Total		<u>\$262,703,771</u>

Cash and investments held by the Treasurer's office at December 31, 2018, excluding outstanding warrants, reported in government-wide and agency funds consisted of the following:

Government-wide	\$236,183,838
Agency and Fiduciary funds	<u>26,519,933</u>
Total	<u>\$262,703,771</u>

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 3 - Equity in Pooled Cash and Investments

2. Deposits

The Colorado Public Deposit Protection Act (PDPA) requires that all local governments deposit cash in eligible public depositories. Eligibility is determined by state regulations. The State regulatory commissioners regulate the eligible public depositories. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. PDPA allows the financial institutions to create a single collateral pool for all public funds held. The pool is 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 102% of the uninsured deposits. At December 31, 2018, the County had deposits of \$20,504,171 collateralized with securities held by the financial institutions' agents but not in the County name.

3. Investments

The County is required to comply with State statutes which specify investment instruments meeting defined rating, maturity, custodial and concentration risk criteria in which local governments may invest including:

- Obligations of the United States and certain U.S. Agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Banker's acceptance of certain banks
- Commercial paper
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts
- Money Market Funds in Bank Account

The County has no provisions in its investment policy that would further limit investment choices. At December 31, 2018, the County had the following investments:

Investment Maturities (in Years)

1 or less	\$ 32,997,100
1 -3 yrs.	95,202,500
3 - 5 yrs.	<u>15,000,000</u>
	\$143,199,600
Money Market	<u>\$119,504,171</u>
Total	<u><u>\$262,703,771</u></u>

4. Credit Risk

State statutes limit investments in U.S. Agency securities to the highest rating issued by nationally recognized statistical rating organizations (NRSROs). At December 31, 2018, the County investments in the Federal Farm Credit Bank, Federal Home Loan Mortgage and Federal National Mortgage Association were rated AAA by Standard & Poor's. Money Market Funds were managed by Wells Fargo Bank in accordance with state regulations pledged at 102% Government Guaranteed Bonds and are AAA rated.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 3 - Equity in Pooled Cash and Investments

5. Concentration of Credit Risk

State statute does not limit the amount the County may invest in one issuer. At December 31, 2018, the County's investments in Intl Bk Recon & Development, Federal Farm Credit Bank, Federal Home Loan Bank, Federal Home Loan Mortgage, and Federal National Mortgage Association represented 4.0%, 22.0%, 36.0%, 17.0% and 21.0%, respectively of the County's total investments.

6. Interest Rate Risk

State Statutes limit the maximum maturity date unless an exception is made by the county commissioners, which does not exist at the present time, to five years. The weighted average maturity in the portfolio on December 31, 2018 was 1.99 years. This factor combined with the high quality credit risk of the portfolio limit interest rate risk to a very small percentage of the portfolio. In fact, at year end the average mark-to-the-market was within one percent of the county's basis.

7. Money Market Funds in Bank Account

The County had \$12,278,686 invested in overnight pooled money with Wells Fargo on December 31, 2018. The County's investment at Wells Fargo is a direct obligation of the bank and the funds are maintained in a money market account earning a negotiated rate of return. The collateral for this account is in an undivided interest against a pool of U.S. Government securities meeting the PDPA requirements of the State of Colorado, which is administered under the State's Banking Division. The fair value of all of the funds shares are the same and are priced at one dollar and are liquid daily. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned 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 participating governments.

8. Restricted Cash

The December 31, 2018 restricted cash balance of \$703,060 is made up of \$65,000 advanced to cover insurance claims and \$638,060 that must be used in accordance with the Conservation regulations set by the lottery authority.

9. Component Units

The carrying balance of the Housing Authority's cash deposits was \$1,732,010 at December 31, 2018. Bank and investment balances before reconciling items were \$1,846,079 at that date, the total amount of which was fully insured by depository insurance or secured with collateral held by the Authority's agent in its name.

Deposits consist of the following:

Checking, money Market and savings account	\$ 1,846,079
--	--------------

Restricted cash consists of tenant section 8 HAP reserves and escrow.

The available cash balance of \$3,214,354 for the E911 authority is included in the Agency and Fiduciary Fund Cash balance of \$26,519,933 held at the Weld County Treasurer's Office listed above.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 3 - Equity in Pooled Cash and Investments

B. Fair Value Reporting

Facts and Assumptions

The county holds investments that are measured at fair value on a recurring basis. Because investing is not a core part of the county's mission, the county determines that the disclosures related to these investments only need to be disaggregated by major type. The county chooses a narrative format for the fair value disclosures.

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

All government agency bonds are priced by our custodian bank, US Bank, at year end using the market pricing matrix for significant other observable bonds.

Commingled Funds

The local government investment pool includes investments in U.S. Treasury securities, federal instrumentality securities, agency securities, repurchased agreements, collateralized bank deposits, highest rated commercial paper, rated at the time of purchase, by nationally recognized statistical rating organizations that regularly rate such obligations, and highly rated corporate bonds. The portfolios weighted average maturity is less than 60 days. Portfolio securities were priced to market on a daily basis. Funds are available for withdrawal daily.

The money market funds include four money market funds, two that are local government investment pools under the statutes of Colorado and two that are 2-A7-like that invest in U.S. Treasury securities, federal instrumentality securities and agency securities. Unitized mutual funds are reported at fair value based on the net asset value of the shares/units held on December 31, 2018 as provided by the fund administrators. All investments contained in the mutual funds are valued in accordance with the authoritative guidance on fair value measures and disclosures. Funds are available for withdrawal daily.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 3 - Equity in Pooled Cash and Investments

B. Fair Value Reporting

Fair Value Disclosure

The assets held in Level 1 securities have either daily liquidity at that valuation or are the actual current pricing for the same securities.

Level 2 securities are listed as of the last business day of the year. They are measured by a third party custodian utilizing actual security transactions of the same rating and structure as of that point in time of similar securities. These measurements then form the basis for the current value of those holdings in the portfolio as if they were to be traded at that moment. There has been no significant or material change in the value of Level 2 assets over the preceding year.

Investments measured at fair value as of December 31, 2018 consisted of the following measured in millions of dollars:

	<u>December 31, 2018</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Investments Measured at Fair Value				
U.S. Agency Securities	\$ 142.00	\$ -	\$ 142.00	\$ -
Bank CD and PDPA	1.00	1.00	-	-
Total Investments by Fair Value	<u>\$ 143.00</u>	<u>\$ 1.00</u>	<u>\$ 142.00</u>	<u>\$ -</u>
Investments Measured by Net Asset Value				
Commingled Funds:				
Investment Pools	<u>\$ 119.00</u>			
Total by Net Asset Value	<u>119.00</u>			
Total Investments	<u><u>\$ 262.00</u></u>			

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 4 - Inter-fund Transactions

Due to/from other funds:

The county reports inter-fund balances between many of its funds. Some of the balances are considered immaterial and are aggregated into a single column or row. The sum of all balances presented in the table agrees with the sum of interfund balances presented in the balance sheet for governmental and proprietary funds. The balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. Interfund balances are generally expected to be repaid within one year of the financial statement date.

<u>Receivable Fund</u>	<u>Payable Fund</u>	
General Fund	Public Works	\$ 631
	Internal Service	31,510
	Non-Major	6,543
Social Services	Human Service	13,226
	Non-Major	12,931
Human Services	Social Services	14,733
Capital	Internal Service	2,475
Non-Major	General Fund	12,376
	Human Services	10,213
	Internal Service	20
		<u>\$ 104,658</u>

Transfers in/out

Transfers are indicative of funding for capital projects or subsidies of various County operations and re-allocation of special revenues. The following schedule briefly summarizes the County's transfer activity:

	Transfer From:				Total
	<u>General Fund</u>	<u>Public Works</u>	<u>Contingent</u>	<u>Non-Major Governmental</u>	
Transfer To:					
General Fund	\$ -	\$ -	\$ -	\$ 85,000	\$ 85,000
Public Works	-	-	-	1,850,000	1,850,000
Social Services	1,000,000	-	-	-	1,000,000
Human Services	12,351	-	-	-	12,351
Capital	2,000,000	-	17,000,000	-	19,000,000
Non-Major Government	5,089,441	-	-	1,228,443	6,317,884
Internal Service	2,000,000	1,500,000	-	66,995	3,566,995
	<u>\$ 10,101,792</u>	<u>\$ 1,500,000</u>	<u>\$ 17,000,000</u>	<u>\$ 3,230,438</u>	<u>\$ 31,832,230</u>

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 5 - Allowance for Uncollectible Accounts Receivable

The allowance for uncollectible receivables consists of the following at December 31, 2018:

<u>Fund Type</u>	<u>Allowance for Uncollectible</u>
General	\$ 1,023,109
Public Works	150,290
Social Services	106,920
Contingent	136,380
Capital Expenditures	109,946
Internal Service	<u>26,635</u>
Total	<u>\$ 1,553,280</u>

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 6 - Capital Assets

Capital asset activity for the year ended December 31, 2018, was as follows:

	Beginning Balance	Increases	Decreases	Transfers In (Out)	Ending Balance
Governmental activities					
Capital Assets not being depreciated					
Land and water rights	\$ 8,871,783	\$ 600,000	\$ -	\$ -	\$ 9,471,783
Intangible Assets	5,175,134	252,307	-	227,274	5,654,715
Gravel Roads	21,271,995	1,935,335	-	(103,070)	23,104,260
Construction in progress	5,550,131	16,564,437	-	(5,676,162)	16,438,406
Total capital assets not being depreciated	<u>40,869,043</u>	<u>19,352,079</u>	<u>-</u>	<u>(5,551,958)</u>	<u>54,669,164</u>
Capital assets being depreciated:					
Buildings	152,183,217	550,951	59,336	2,669,942	155,344,774
Improvements	15,088,718	168,764	4,212,125	1,712,593	12,757,950
Equipment	72,167,337	6,443,453	3,812,922	-	74,797,868
Infrastructure	545,024,697	41,509,928	3,946,798	1,169,423	583,757,250
Total capital assets being depreciated	<u>784,463,969</u>	<u>48,673,096</u>	<u>12,031,181</u>	<u>5,551,958</u>	<u>826,657,842</u>
Less accumulated depreciation					
Buildings	53,487,707	4,044,027	59,336	-	57,472,398
Improvements	5,484,023	598,465	822,546	-	5,259,942
Equipment	40,026,317	6,533,644	3,665,888	-	42,894,073
Infrastructure	305,524,909	27,526,053	2,307,911	-	330,743,051
Total accumulated depreciation	<u>404,522,956</u>	<u>38,702,189</u>	<u>6,855,681</u>	<u>-</u>	<u>436,369,464</u>
Total capital assets being depreciated, net	<u>379,941,013</u>	<u>9,970,907</u>	<u>5,175,500</u>	<u>5,551,958</u>	<u>390,288,378</u>
Governmental activities capital assets, net	<u>\$ 420,810,056</u>	<u>\$ 29,322,986</u>	<u>\$ 5,175,500</u>	<u>\$ -</u>	<u>\$ 444,957,542</u>
Business-type activities:					
Capital assets being depreciated:					
Buildings	3,833,398	-	-	-	3,833,398
Improvements	-	12,495	-	-	12,495
Total capital assets being depreciated	<u>3,833,398</u>	<u>12,495</u>	<u>-</u>	<u>-</u>	<u>3,845,893</u>
Less accumulated depreciation					
Buildings	79,056	79,056	-	-	158,111
Improvements	-	1,041	-	-	1,041
Total accumulated depreciation	<u>79,056</u>	<u>80,097</u>	<u>-</u>	<u>-</u>	<u>159,152</u>
Total capital assets being depreciated, net	<u>3,754,342</u>	<u>(67,602)</u>	<u>-</u>	<u>-</u>	<u>3,686,741</u>
Business-type activities capital assets, net	<u>\$ 3,754,342</u>	<u>\$ (67,602)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,686,741</u>

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 6 - Capital Assets

	Beginning Balance	Increases	Decreases	Transfers In (Out)	Ending Balance
Housing Authority					
Capital assets being depreciated:					
Equipment	\$ 27,711	\$ 19,471	\$ -	\$ -	\$ 47,182
Total capital assets being depreciated	<u>27,711</u>	<u>19,471</u>	<u>-</u>	<u>-</u>	<u>47,182</u>
Less accumulated depreciation					
Equipment	22,151	4,519	-	-	26,670
Total accumulated depreciation	<u>22,151</u>	<u>4,519</u>	<u>-</u>	<u>-</u>	<u>26,670</u>
Total capital assets being depreciated, net	<u>5,560</u>	<u>14,952</u>	<u>-</u>	<u>-</u>	<u>20,512</u>
Housing Authority capital assets, net	<u>\$ 5,560</u>	<u>\$ 14,952</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,512</u>
E-911 Assets:					
Capital Assets not being depreciated					
Intangible Asset	\$ 72,730	-	-	-	\$ 72,730
Capital assets being depreciated:					
Equipment	\$ 5,060,054	\$ -	\$ 26,916	\$ -	\$ 5,033,138
Total capital assets being depreciated	<u>5,060,054</u>	<u>-</u>	<u>26,916</u>	<u>-</u>	<u>5,033,138</u>
Less accumulated depreciation					
Equipment	2,741,083	455,499	26,916	-	3,169,666
Total accumulated depreciation	<u>2,741,083</u>	<u>455,499</u>	<u>26,916</u>	<u>-</u>	<u>3,169,666</u>
Total capital assets being depreciated, net	<u>2,318,971</u>	<u>(455,499)</u>	<u>-</u>	<u>-</u>	<u>1,863,472</u>
E-911 capital assets, net	<u>\$ 2,391,701</u>	<u>\$ (455,499)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,936,202</u>

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 6 - Capital Assets

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

Governmental activities:	
General government	\$ 2,822,370
Public Safety	3,118,159
Streets and Highways	27,957,867
Economic Assistance	22,293
Culture and Recreation	10,166
Health and Welfare	440,977
Capital Assets held by government's internal service funds are charged to the various functions based on their usage of the assets	<u>4,330,357</u>
Total depreciation expense - governmental activities	<u><u>\$ 38,702,189</u></u>
Business-type activities	
Regional Forensic Laboratory	<u>\$ 80,097</u>
Component Units	
Housing Authority	4,519
E-911 Authority	455,499
Total depreciation expense component units	<u><u>\$ 460,018</u></u>

Note 7 - Risk management and insurance:

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; and errors or omissions. These activities are accounted for in the Insurance Fund, an internal service fund. A liability for a claim is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimable.

Insurance coverages have not been significantly reduced from prior years and settlements have not exceeded insurance coverage in the past three years.

The County manages risks of loss through a combination of commercial insurance, participation in a public entity risk pool, (See Note 1) and self-insurance. These activities are accounted for in the Insurance Fund, an internal service fund.

The County provides health, dental and vision insurance benefits to employees, which are funded by employee and employer contributions. These activities are accounted for in the Health Insurance Fund, an internal service fund.

Workers' Compensation coverage is partially self-insured, with insurance coverage of a \$750,000 self-insured retention. Estimated liabilities for claims made and claims incurred but not reported (IBNR) at year-end are shown as accrued liabilities in the fund. These estimates are based upon a third-party administrator's review of claims and actuarial projections from historical claims data. Changes in the balances of claims liabilities during the current and prior years are as follows:

	<u>2017</u>	<u>2018</u>
Unpaid Claims - Beginning	\$ 1,641,195	\$ 1,897,906
Incurred Claims (Includes IBNR's)	1,619,198	2,242,851
Claims Paid	<u>(1,362,487)</u>	<u>(2,263,872)</u>
Unpaid Claims - Ending	<u><u>\$ 1,897,906</u></u>	<u><u>\$ 1,876,885</u></u>

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 7 - Risk management and insurance:

The Insurance Internal Service Fund provides protection against losses involving County property, equipment, and liability. Reserves within the fund support higher deductible or self-insured retention level against loss. Payments to CAPP for coverage under the insurance pool are shown as expenses in the Insurance Internal Service Fund. Estimated liabilities under the \$125,000 self-insured retention for claims made and claims incurred but not reported (IBNR) at year-end are shown as accrued liabilities in the fund. These estimates are based upon CAPP's claim administrator's review of claims and actuarial projection from historical claims data. Changes in the balances of claims liabilities under the \$125,000 self-insured retention during current and prior years are as follows:

	2017	2018
Unpaid Claims - Beginning	\$ 305,372	\$ 301,842
Incurred Claims (Includes IBNR's)	641,603	649,715
Claims Paid	(645,133)	(520,244)
Unpaid Claims - Ending	<u>\$ 301,842</u>	<u>\$ 431,313</u>

The Health Insurance Internal Service Fund covers the county's dental and vision reimbursement plan. The plan is not an insurance program, but rather an employee reimbursement plan that closes out each year on December 31, for services received on or before that date. No outstanding claims or incurred but not reported liabilities exist for year-end.

In addition the Health Insurance Internal Service Fund as of January 1, 2006, covers the county's health insurance program. The plan is a self funded employee health benefit plan with a specific deductible amount of \$100,000 per individual, and an aggregate excess loss insurance policy that has both a monthly attachment point and an annual cumulative attachment limit with a terminal attachment point. Attachment points are calculated based upon enrollment. Changes in the balance of the claims liability during the current year are as follows:

	2017	2018
Unpaid Claims - Beginning	\$ 3,329,120	\$ 3,090,032
Incurred Claims	13,176,344	17,834,211
Claims Paid	(13,415,432)	(17,171,478)
Unpaid Claims - Ending	<u>\$ 3,090,032</u>	<u>\$ 3,752,765</u>

Note 8 - Long-Term Debt:

Weld County has no general bonded indebtedness. In accordance with Section 30-35-201 CRS, 1973, the County's general bonded indebtedness is limited to 3% of the assessed valuation, or \$352,920,867 at December 31, 2018.

The County has issued industrial revenue bonds for the purpose of financing capital projects of several private enterprises. Under terms of a financing agreement, the bonds are sold to a bank, the private enterprise assumes full responsibility for repayment of the debt, and the County is released from any liability for repayment. Industrial revenue bonds outstanding as of December 31, 2018 totaled \$2,769,110.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 8 - Long-Term Debt:

Changes in long-term liabilities

Long-term liability activity for the year ended December 31, 2018, was as follows, the balances, additions and reductions are listed by the funds where the liability is accrued and liquidated.

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Compensated absences					
General Fund	\$ 2,676,586	\$ 470,494	\$ 181,895	\$ 2,965,185	\$ 232,805
Public Works	718,498	168,955	52,803	834,650	65,877
Social Services	1,003,386	11,293	44,245	970,434	18,308
Public Health	219,652	10,913	7,354	223,211	3,546
Human Services	221,550	66,454	45,944	242,060	12,809
Total governmental	<u>\$ 4,839,672</u>	<u>\$ 728,109</u>	<u>\$ 332,241</u>	<u>\$ 5,235,540</u>	<u>\$ 333,345</u>

Note 9 - Weld County Retirement Plan:

A. Summary of Significant Accounting Policies

Reporting Entity

The Plan is included in the reporting entity of the County as a fiduciary fund in the Comprehensive Annual Financial Report. The operation of the plan is accounted for in the Weld County Retirement Fund, as a pension trust. Complete financials can be obtained at the Weld County Treasurer's office

Weld County Treasurer's Office
1400 North 17th Avenue
Greeley, CO 80631

Basis of Accounting

The Plan uses the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which the contributions are due. Benefits and refunds are recognized when due and payable in accordance with terms of the Plan.

Cash & Cash Equivalents

The Colorado Public Deposit Protection Act (PDPA) required that all local governments deposit cash in eligible public depositories. Eligibility is determined by state regulations. The State regulatory commissioners regulate the eligible public depositories. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. PDPA allows the financial institutions to create a single collateral pool for all public funds held. The pool is 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 102% of the uninsured deposits. At December 31, 2018, the County had cash and cash equivalents of \$2,798,258 collateralized with securities held by the financial institutions' agents but not in the County name.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 9 - Weld County Retirement Plan:

Investments

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. The securities that are not traded on national/international exchanges are valued at market value provided by investment managers.

GASB No. 40 Disclosures

The Weld County Retirement Plan adopted GASB Statement No. 40, *Deposit and Investment Risk Disclosures - an amendment of GASB Statement No. 3*, for the year ended December 31, 2007. Statement No. 40 establishes additional disclosure requirements addressing common deposits and investment risks related to credit risk, concentration of credit risk, interest rate risk, and foreign currency risk. As an element of interest rate risk, this statement requires certain disclosures of investments that have fair values that are highly sensitive to changes in interest rates. Deposit and investment policies related to the risks identified in this statement also are required to be disclosed.

Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues, and expenses. Actual results could differ from these estimates. Actuarially determined future benefit payments require the use of significant estimates. The Plan believes that the techniques and assumptions used in establishing these estimates are appropriate.

B. Plan Description

The Weld County Retirement Plan (Plan), a component unit of Weld County, is a single employer defined benefit pension plan administered by a five-member retirement board. The decision that the Plan is a component unit of Weld County was made by applying the criteria set forth in accounting principles generally accepted in the United States of America (GAAP). The basic criteria for this decision is that Weld County and its elected officials are accountable for the Plan. Two board members are elected by the Weld County employees, two are outside citizens appointed by the Board of County Commissioners and the other member is the Weld County Treasurer. The Plan provides retirement, disability, and death benefits to plan members and beneficiaries. All full-time employees, except officers and employees of the Health Department, are required to participate in the Plan. Cost-of-living adjustments are provided to members and beneficiaries at the discretion of the Retirement Board. The Board of County Commissioners and the Retirement Board maintain the authority to establish and amend benefit provisions of the Plan.

Membership of the Plan consisted of the following at January 1, 2017 and 2018, the dates of the latest actuarial valuations:

	<u>2017</u>	<u>2018</u>
Retirees and beneficiaries currently receiving benefits	611	630
Terminated employees entitled to benefits but not yet receiving them	130	133
Active plan members	<u>635</u>	<u>645</u>
Total Vested Members	1,376	1,408
Nonvested	<u>708</u>	<u>763</u>
	2,084	2,171

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 9 - Weld County Retirement Plan:

C. Contributions

The contribution requirements of plan members and the County are established and maintained by the Board of County Commissioners. Plan members from 1/1/2018 to 12/31/2018 and 1/1/2017 to 12/31/2017 were required to contribute 10.75%, of their annual covered payroll. The County is required to contribute at an actuarially determined rate, which was 10.75% from 1/1/2018 to 12/31/2018 and 1/1/2017 to 12/31/2017. Administrative costs of the Plan are primarily financed and recorded through the County's General Fund. Administrative costs financed through the Plan's earnings in prior years are being reimbursed by the County's General Fund and recorded as reimbursement of prior year expenditures.

D. Benefits Provided

All full time employees are eligible to participate in the Plan. Benefits vest after completing five years of credited service. Vested employees may retire with a reduced benefit after age 55 with five years of Credited Service. Unreduced benefits are provided at age 65 (age 62 with 8 years of credited service for Tier 1). Full benefits are also available after age 55 when age plus service total at least 75 for Tier 1 and with 30 years of credited service for Tier 2. The monthly benefit is determined as follows:

Tier 1	2.75% of Average Monthly Compensation times Credited Service Payable as a 10year certain life annuity
Tier 2	2.0% of Average Monthly Compensation times Credited Service payable as a life annuity
Tier 3	1.9% of each year's compensation, adjusted every March 1st for actual Investment performance, payable as a life annuity

Maximum Benefit* \$25 per year of credited service

Maximum Benefit* 82.5% of the 12 highest consecutive months, with in the last 120 months

* Only applies to Tiers 1 and 2

Unreduced benefits are provided at age 65 (age 62 with 8 years of credited service for Tier 1). Full benefits are also available after age 55 when age plus credited service total at least 75 for Tier 1 and with 30 years of credited service for Tier 2.

COUNTY OF WELD
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Year End December 31, 2018

Note 9 - Weld County Retirement Plan:

E. Pension Liability

The components of the net pension liability of the Plan at December 31, 2017 were as follows:

Total Pension Liability	\$286,641,436
Plan fiduciary net position	304,025,261
County's net pension liability	(17,383,825)
Plan fiduciary net position as a percentage of the total pension liability	106.1 %
Covered employee payroll	80,020,609
County's net pension liability as a percentage of employee covered payroll	(21.7)%

Actuarial assumptions: The total pension liability as of December 31, 2017 was determined by an actuarial valuation's of January 1, 2017, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.3%
Salary Increases	3.0% - 8.0%
Investment Rate of Return *	7.25
* Net of investment and administrative fees	

Mortality rates were based on the RP-2000 Mortality Table blended 30% Blue Collar, 70% White Collar for pre-retirement and RP-2000 Mortality Table for annuitants for post retirement, for Males and Females, as appropriate, both projected using Scale AA from 2000.

The long-term expected rate of return on pension plan investments was determined using a building-block method which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of December 31, 2017 are summarized in the following table:

	Target Allocation	Long-Term Expected Real Rate of Return
Public Developed Market Equity	20-35%	6.21%
Public Emerging Markets Equity	0 - 10%	8.78%
Private Equity	0 - 10%	10.32%
Hedge Fund-of-funds/low volatility	5-20%	2.78%
Fixed Rate Debt	5-25%	1.30%
Floating Debt Rate	0-10%	3.16
Private Equity Real Estate	10-20%	5.52%
Master Limited Partnerships	0-10%	5.33%
Private Credit	0-15%	4.40%
Total	100%	

COUNTY OF WELD
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Year End December 31, 2018

Note 9 - Weld County Retirement Plan:

E. Pension Liability

Rate of return: For the year ended December 31, 2017, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was -1.28%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Discount rate: The discount rate used to measure the total pension liability was 7.75%. The projection of cash flows used to determine the discount rate assumed plan member contributions will be made at the current contribution rate and that the Plan contributions will be made at rates equal to the member contribution rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the Plan, calculated using the discount rate of 7.25%, as well as what the Plan's net pension liability would be if it were calculated using a discount rate that is 1- percentage-point lower (6.25%) or 1 -percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability	\$ 15,368,601	\$ (17,383,825)	\$ (44,600,520)

For the year ended December 31, 2017 the County of Weld recognized pension expense of \$5,183,004. At December 31, 2017, the County of Weld reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows	Deferred Inflows
Difference Between Expected and actual experience	\$ 4,669,920	\$ -
Change Of Assumptions	11,345,352	1,234,403
Net difference between projected and actual earning on pension investments	-	2,222,800
Change in Benefits	-	29,317
Contributions made subsequent to the measurement date	25,485,290	-
Total	\$ 41,500,562	\$ 3,486,520

\$25,485,290 reported as deferred outflows of resources related to pension, resulting from contributions subsequent to the measurement date prior to the end of the fiscal year, will be recognized as a reduction of the net pension liability in the year ended December 31, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as follows:

2018	\$ 4,975,113
2019	4,915,584
2020	1,348,651
2021	1,219,055
2022	70,349
	<u>\$ 12,528,752</u>

COUNTY OF WELD
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Year End December 31, 2018

Note 9 - Weld County Retirement Plan:

F. Investments and Certain Risk Factors

There are many factors that can affect the value of investments. Some, such as custodial risk, concentration of credit risk and foreign currency risk may affect both equity and fixed income securities. Equity securities respond to such factors as economic conditions, individual company earnings performance, and market liquidity, while fixed income securities are particularly sensitive to credit risks and changes in interest rates. The Retirement Board, which is responsible for oversight of the Plan, has established investment policies (which does not include a formal policy that limits maturities for fixed income investments to limit interest rate risks) to provide the basis for the management of a prudent investment program appropriate to the particular fund types.

The policy addresses investment objectives, responsibilities, asset allocation strategy, investment guidelines and review standards.

All investments are part of mutual funds as listed below and therefore are not considered to be exposed to custodial risks.

Investments, at fair value, were as follows at December 31, 2017 and 2018:

	<u>2017</u>	<u>2018</u>
Domestic Equity	\$ 69,397,850	\$ 87,770,905
International Equity	94,156,786	77,107,108
Fixed Income	13,732,737	13,853,342
Hedge Fund	49,292,045	62,801,108
U.S. Property Fund	48,292,755	54,418,907
Bank Account and US Treasuries	<u>26,373,234</u>	<u>11,506,833</u>
	\$301,245,407	\$307,458,203

Foreign currency risk is defined as any deposits or investments that are denominated foreign currencies, which bear a potential risk of loss arising from changes in currency exchange rates. The Plan has no direct holdings which give rise to foreign currency risk. However, some of the externally managed funds have investments which are denominated in foreign currencies.

G. Plan Changes and Termination Provision

The Retirement Board and the County Commissioners intend to continue the Plan indefinitely, however provisions in the Plan allow for changes, including termination of the Plan. Any changes to the Plan must be for the exclusive benefit of the eligible employees of Weld County and their beneficiaries.

If the Plan is terminated, participants would stop earning additional benefits, contributions to the retirement fund would cease, and the investments in the retirement fund would be converted to cash and funds would be allocated to the affected participants of the Plan. First, members or their beneficiaries would receive the total of their accumulated contributions (including the accumulated value of the amount paid for purchased service credit, if any). Then, any remaining funds would be allocated on a pro-rata basis in accordance with the Plan document. Benefits may be paid in cash or nontransferable annuity contracts. No funds may be returned to the County unless all liabilities to members or their beneficiaries have been satisfied. The Retirement Board would determine how the benefits are to be paid.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 9 - Weld County Retirement Plan:

WELD COUNTY RETIREMENT PLAN

SCHEDULE OF CHANGES IN PLAN NET PENSION LIABILITY

Total pension liability	
Service Cost	\$ 8,118,911
Interest	19,847,138
Change In Benefit Term	1,366,059
Difference Between Expected and Actual Experience	3,489,870
Change of Assumptions	14,167,579
Benefit Payments, Including Refunds of Employee Contributions	(16,642,630)
Net change in total pension liability	\$ 30,346,927
Total pension liability - beginning	256,294,509
Total pension liability - ending (a)	286,641,436
Plan fiduciary net position	
Contributions - Employer	24,868,792
Contributions - Employee	8,769,033
Net Investment Income	31,924,480
Benefit Payments, including refunds of employee contributions	(16,642,630)
Administrative expenses	(87,762)
Net Change in plan fiduciary net position	48,831,913
Plan net position beginning	255,193,348
Plan net position - ending (b)	304,025,261
County's net position liability - ending (a)-(b)	(17,383,825)
Plan fiduciary net position as a percentage of the total pension liability	106.1 %
Covered Employee Payroll	80,020,609
County's net pension liability as a percentage of covered payroll	(21.7)%

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 10 - Blended Unit Pension Disclosure

A. Defined Benefit Pension Plan

Summary of Significant Accounting Policies

County of Weld employees of the Weld County Department of Public Health and Environment participate in the Local Government Division Trust Fund (LGDTF), a cost-sharing multiple-employer defined benefit pension fund administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the LGDTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

During the 2018 legislative session, the Colorado General Assembly passed significant pension reform through Senate Bill (SB) 18-200: *Concerning Modifications To the Public Employees' Retirement Association Hybrid Defined Benefit Plan Necessary to Eliminate with a High Probability the Unfunded Liability of the Plan Within the Next Thirty Years*. Governmental accounting standards require the net pension liability and related amounts of the LGDTF for financial reporting purposes be measured using the plan provisions in effect as of the LGDTF's measurement date of December 31, 2017. As such, the following disclosures do not include the changes to plan provisions required by SB 18-200 with the exception of the section titled *Changes between the measurement date of the net pension liability and December 31, 2018*

General Information about the Pension Plan

Eligible employees of the County of Weld are provided with pensions through the Local Government Division Trust Fund (LGDTF)—a cost-sharing multiple-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report that can be obtained at www.copera.org/investments/pera-financial-reports.

PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

The lifetime retirement benefit for all eligible retiring employees under the PERA Benefit Structure is the greater of the:

- Highest average salary multiplied by 2.5 percent and then multiplied by years of service credit
- The value of the retiring employee's member contribution account plus a 100 percent match on eligible amounts as of the retirement date. This amount is then annuitized into a monthly benefit based on life expectancy and other actuarial factors.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 10 - Blended Unit Pension Disclosure

General Information about the Pension Plan

The lifetime retirement benefit for all eligible retiring employees under the Denver Public Schools (DPS) Benefit Structure is the greater of the:

- Highest average salary multiplied by 2.5 percent and then multiplied by years of service credit
- \$15 times the first 10 years of service credit plus \$20 times service credit over 10 years plus a monthly amount equal to the annuitized member contribution account balance based on life expectancy and other actuarial factors.

In all cases the service retirement benefit is limited to 100 percent of highest average salary and also cannot exceed the maximum benefit allowed by federal Internal Revenue Code.

Members may elect to withdraw their member contribution accounts upon termination of employment with all PERA employers; waiving rights to any lifetime retirement benefits earned. If eligible, the member may receive a match of either 50 percent or 100 percent on eligible amounts depending on when contributions were remitted to PERA, the date employment was terminated, whether 5 years of service credit has been obtained and the benefit structure under which contributions were made.

As of December 31, 2017 benefit recipients who elect to receive a lifetime retirement benefit are generally eligible to receive post-retirement cost-of-living adjustments (COLAs), referred to as annual increases in the C.R.S. Benefit recipients under the PERA benefit structure who began eligible employment before January 1, 2007 receive an annual increase of 2 percent, unless PERA has a negative investment year, in which case the annual increase for the next three years is the lesser of 2 percent or the average of the Consumer Price Index for Urban Wage Earners and Clerical Workers (CPI-W) for the prior calendar year. Benefit recipients under the PERA benefit structure who began eligible employment after January 1, 2007 receive an annual increase of the lesser of 2 percent or the average CPI-W for the prior calendar year, not to exceed 10 percent of PERA's Annual Increase Reserve for the LGDTF.

Disability benefits are available for eligible employees once they reach five years of earned service credit and are determined to meet the definition of disability. The disability benefit amount is based on the retirement benefit formula shown above considering a minimum 20 years of service credit, if deemed disabled.

Survivor benefits are determined by several factors, which include the amount of earned service credit, highest average salary of the deceased, the benefit structure(s) under which service credit was obtained, and the qualified survivor(s) who will receive the benefits.

As of December 31, 2018 eligible employees and County of Weld are required to contribute to the LGDTF at a rate set by Colorado statute. The contribution requirements are established under C.R.S. § 24-51-401, et seq. Eligible employees are required to contribute 8 percent of their PERA-includable salary. The employer contribution requirements are summarized in the table below:

	Rate
Employer Contribution Rate *	10.0 %
Amount of Employer Contributions apportioned to the Health Care Trust Fund as specified in C.R.S. 24-51-208(1)(f) *	(1.0)%
Amount Apportioned to the LGDTF *	9.0 %
Amortization Equalization Disbursement (AED) as specified in C.R.S. 24-51-411 *	2.2 %
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. 24-51-411 *	1.5 %
Total Employer Contribution Rate to the LGDTF 1	12.7 %
* Rates Expressed as percentage of salary per C.R.S 24-51-101 (42)	

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 10 - Blended Unit Pension Disclosure

General Information about the Pension Plan

Employer contributions are recognized by the LGDTF in the period in which the compensation becomes payable to the member and the County of Weld is statutorily committed to pay the contributions to the LGDTF. Employer contributions recognized by the LGDTF from County of Weld were \$688,580 for the year ended December 31, 2018.

Pension Liabilities, Expense, and Related Deferred Out Flows and Inflows of Resources

At December 31, 2018, the County of Weld reported a liability of \$10,020,870 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016. Standard update procedures were used to roll forward the total pension liability to December 31, 2017. The County of Weld proportion of the net pension liability was based on County of Weld contributions to the LGDTF for the calendar year 2017 relative to the total contributions of participating employers to the LGDTF.

At December 31, 2017, the County of Weld proportion was .9 percent, which was approximately the same as its proportion measured as of December 31, 2016.

For the year ended December 31, 2018, the County of Weld recognized pension expense of \$2,145,279. At December 31, 2018, the County of Weld reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 626,895	\$ -
Change Of Assumptions or other inputs	105,858	-
Net Difference between projected and actual earnings on pension investments	941,184	2,889,000
Changes in proportion and differences between contributions recognized and proportionate share of contributions	-	-
Contributions subsequent to the measurement date	730,498	
Total	\$ 2,404,435	\$ 2,889,000

\$730,498 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date prior to the end of the fiscal year, will be recognized as a reduction of the net pension liability in the year ended December 31, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows.

2018	\$ 454,905
2019	(239,346)
2020	(708,372)
2021	(722,250)
	\$ (1,215,063)

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 10 - Blended Unit Pension Disclosure

Pension Liabilities, Expense, and Related Deferred Out Flows and Inflows of Resources

The total pension liability in the December 31, 2016 actuarial valuation was determined using the following actuarial assumptions and other inputs:

Actuarial cost Method	Entry Age
Price Inflation	2.4%
Real Wage Growth	1.1%
Wage Inflation	3.5%
Salary increases, including wage inflation	3.5%-10.45%
Long-term investment Rate of Return, net of pension plan investment expenses, including price inflation	7.25%
Discount Rate	7.25%
Future Post-retirement benefit increases:	
Pera Benefit Structure hired prior to 1/1/2007 (automatic)	2%
PERA Benefit Structure hired after 12/31/2006 (ad hoc, substantively automatic)	Financed by annual increase reserve

Healthy mortality assumptions for active members reflect the RP-2000 White Collar Employee Mortality Table, a table specifically developed for actively working people. To allow for an appropriate margin of improved mortality prospectively, the mortality rates incorporate a 70 percent factor applied to males rates and a 55 percent factor applied to female rates.

Healthy, post-retirement mortality assumptions reflect the RP-2014 Healthy Annuitant Mortality Table, adjusted as follows:

- Males - Mortality improvement projected to 2018 using the MP-2015 projection scale, a 73 percent factor applied to rates for ages less than 80, a 108 percent factor applied for ages 80 and above, and further adjustments for credibility.
- Females - Mortality improvement projected to 2020 using the MP-2015 projection scale, a 78 percent factor applied to rates for ages less than 80, a 109 percent factor applied for ages 80 and above, and further adjustments for credibility.

COUNTY OF WELD
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Year End December 31, 2018

Note 10 - Blended Unit Pension Disclosure

Pension Liabilities, Expense, and Related Deferred Out Flows and Inflows of Resources

For disabled retirees, the mortality assumptions was changed to reflect 90 percent of the RP-2014 Disabled Retiree Mortality Table.

The long-term expected return on plan assets is reviewed as part of a regular experience studies prepared every four to five years for PERA. Recently, this assumption has been reviewed more frequently. The most recent analyses were outlined in the presentations to PERA's Board on October 28, 2016.

Several factors were considered in evaluating the long-term rate of return assumption for the LGDTF, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation.

As of the most recent adoption of the current long-term expected rate of return by the PERA Board, the target allocation and best estimates of geometric real rates for each major asset class are summarized in the following table:

	Target Allocation	30 Years Expected Geometric Real Rate of Return
U.S. Equity - Large Cap	21.2 %	4.3 %
U.S. Equity - Small Cap	7.4 %	4.8 %
Non U.S. Equity - Developed	18.6 %	5.2 %
Non U.S. Equity - Emerging	5.8 %	5.4 %
Core Fixed Income	19.3 %	1.2 %
High Yield	1.4 %	4.3 %
Non U.S. Fixed Income - Developed	1.8 %	0.6 %
Emerging Markets	0.5 %	3.9 %
Core Real Estate	8.5 %	4.9 %
Opportunity Fund	6.0 %	3.8 %
Private Equity	8.5 %	6.6 %
Cash	1.0 %	0.2 %
Total	100.0 %	

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.25%.

COUNTY OF WELD
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Year End December 31, 2018

Note 10 - Blended Unit Pension Disclosure

Pension Liabilities, Expense, and Related Deferred Out Flows and Inflows of Resources

The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projected cash flow:

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of the future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.5%.
- Employee contributions were assumed to be made at the current member contribution rate. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members .
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law, and effective as for the measurement date, including current and estimated future AED and SAED, until the Actuarial Value Funding Ratio reaches 103%, at which point, the AED and SAED will each drop 0.5% every year until they are zero. Additionally, estimated employer contributions included reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- Employer contributions and the amount of total service costs for future plan members were based upon a process used by the plan to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The AIR balance was excluded from the initial fiduciary net position, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. As the ad hoc post-retirement benefit increases financed by the AIR are defined to have a present value at the long-term expected rate of return on plan investments equal to the amount transferred for their future payment, AIR transfers to the fiduciary net position and the subsequent AIR benefit payments have no impact on the Single Equivalent Interest Rate (SEIR) determination process when the timing of AIR cash flows is not a factor (i.e., the plan's fiduciary net position is not projected to be depleted). When AIR cash flow timing is a factor in the SEIR determination process (i.e., the plan's fiduciary net position is projected to be depleted), AIR transfers to the fiduciary net position and the subsequent AIR benefit payments were estimated and included in the projections. .
- Benefit Payment and Contributions were assumed to be made at the end of the month.

Based on the above assumptions and methods, the LGDTF's fiduciary net position was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate determination does not use the Municipal Bond Index Rate. There was no change in the discount rate from the prior measurement date.

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Year End December 31, 2018

Note 10 - Blended Unit Pension Disclosure

Pension Liabilities, Expense, and Related Deferred Out Flows and Inflows of Resources

Sensitivity of the County of Weld proportionate share of the net pension liability to changes in the discount rate. The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of net pension liability	\$ 15,959,997	\$ 10,020,870	\$ 5,069,754

Pension plan fiduciary net position. Detailed information about the LGDTF's fiduciary net position is available in PERA's comprehensive annual financial report which can be obtained at www.copera.org/investments/pera-financial-reports.

Changes between the measurement date of the net pension liability and December 31, 2018

During the 2011 legislative session, the Colorado General Assembly passed significant pension reform through SB 18-200: *Concerning Modifications To the Public Employees' Retirement Association Hybrid Defined Benefit Plan Necessary to Eliminate with High Probability the Unfunded Liability of the Plan Within the next Thirty Years*. The bill was signed into law by Governor Hickenlooper on June 4, 2018. SB18-200 makes changes to the plans administered by PERA with the goal of eliminating the unfunded actuarial accrued liability of the Division Trust Funds and thereby reach a 100 percent funded ratio for each division within the next 30 years.

A Brief description of some of the major changes to plan provisions required by SB 18-200 are listed below. A full copy of the bill can be found online at www.leg.colorado.gov.

- Increase employee contribution rate by a total of 2 percent (to be phased in over a period of 3 years starting July 1, 2019).
- Modify the retirement benefits, including temporarily suspending and reducing the annual increase for current and future retirees, modifying the highest salary for employees with less than five years of service credited on December 31, 2019 and raises the retirement age for new employees.
- Member contributions, employer contributions, and the annual increase will be adjusted based on certain statutory parameters beginning July 1, 2020, and then each year thereafter, to keep PERA on path for full funding in 30 years.
- Expand eligibility to participate in the PERA DC Plan to new members hired on or after January 1, 2019, in the Local Government Division. Beginning January 1, 2021 and every year thereafter, employer contribution rates for the LGDTF will be adjusted to include a defined contribution supplement based on the employer contribution amount paid to defined contribution plan participant account that would otherwise have gone to the defined benefit trusts to pay down the unfunded liability plus any defined benefit investment earnings thereon.

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Year End December 31, 2018

Note 10 - Blended Unit Pension Disclosure

Changes between the measurement date of the net pension liability and December 31, 2018

At December 31, 2018 the Weld County Department of Public Health and Environment reported a liability of \$10,020,870 for its proportional share of the net pension liability which was measured using the plan provisions in effect as of the pension plan's year-end based on a discount rate of 7.25%. For comparative purposes, the following schedule presents an estimate of what Weld County Department of Public Health and Environment proportionate share of the net pension liability and associated discount rate would have been had the provisions of SB 18-200, applicable to the LGDTF, become law on December 31, 2017. This pro forma information was prepared using the fiduciary net position of the LGDTF as of December 31, 2017. Future net pension liabilities reported could be materially different based on changes in investment markets, actuarial assumptions, plan experience and other factors.

Estimated Discount Rate Calculated using Plan Provisions Required by SB 18-200	Proportionate Share of the Estimated Net Pension Liability Calculated using Plan Provisions Required by SB 18-200 (Pro Forma)
7.25%	\$7,087,932

B. Defined Contribution Pension Plans

Voluntary Investment Program

Plan Description - Employees of the County of Weld that are also members of the LGDTF may voluntarily contribute to the Voluntary Investment Program, an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Title 24, Article 51, Part 14 of the C.R.S., as amended, assigns the authority to establish the Plan provisions to the PERA Board of Trustees. PERA issues a publicly available comprehensive annual financial report for the Program. That report can be obtained at www.copera.org/investments/pera-financials-reports.

Funding Policy - The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. In addition, the County of Weld has agreed to match employee contributions up to 0 percent of covered salary as determined by the Internal Revenue Service. Employees are immediately vested in their own contributions, employer contributions and investment earnings. For the year ended December 31, 2017, program members contributed \$0 and County of Weld recognized pension expense and a liability of \$0 and \$0, respectively, for the Voluntary Investment Program.

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Year End December 31, 2018

Note 11 - Blended Unit Other Post Employment Benefits Plan

A. Summary of Significant Accounting Policies

Weld County Department of Public Health and Environment participates in the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit OPEB fund administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, OPEB expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the HCTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefits paid on behalf of health care participants are recognized when due and/or payable in accordance with the benefit terms. Investments are reported at fair value.

B. General Information About the OPEB Plan

Eligible employees of the Weld County Department of Public Health and Environment are provided with OPEB through the HCTF—a cost-sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. Title 24, Article 51, Part 12 of the C.R.S., as amended, sets forth a framework that grants authority to the PERA Board to contract, self-insure, and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including the administration of the premium subsidies. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report that can be obtained at www.copera.org/investments/pera-financials-reports.

The HCTF provides a health care premium subsidy to eligible participating PERA benefit recipients and retirees who choose to enroll in one of the PERA health care plans, however, the subsidy is not available if only enrolled in the dental and/or vision plan(s). The health care premium subsidy is based upon the benefit structure under which the member retires and the member's years of service credit. For members who retire having service credit with employers in the Denver Public Schools (DPS) Division and one or more of the other four Divisions (State, School, Local Government and Judicial), the premium subsidy is allocated between the HCTF and the Denver Public Schools Health Care Trust Fund (DPS HCTF). The basis for the amount of the premium subsidy funded by each trust fund is the percentage of the member contribution account balance from each division as it relates to the total member contribution account balance from which the retirement benefit is paid.

C.R.S. § 24-51-1202 et seq. specifies the eligibility for enrollment in the health care plans offered by PERA and the amount of the premium subsidy. The law governing a benefit recipient's eligibility for the subsidy and the amount of the subsidy differs slightly depending under which benefit structure the benefits are calculated. All benefit recipients under the PERA benefit structure and all retirees under the DPS benefit structure are eligible for a premium subsidy, if enrolled in a health care plan under PERACare. Upon the death of a DPS benefit structure retiree, no further subsidy is paid.

Enrollment in the PERACare is voluntary and is available to benefit recipients and their eligible dependents, certain surviving spouses, and divorced spouses and guardians, among others. Eligible benefit recipients may enroll into the program upon retirement, upon the occurrence of certain life events, or on an annual basis during an open enrollment period.

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Note 11 - Blended Unit Other Post Employment Benefits Plan

B. General Information About the OPEB Plan

The maximum service-based premium subsidy is \$230 per month for benefit recipients who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for benefit recipients who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The basis for the maximum service-based subsidy, in each case, is for benefit recipients with retirement benefits based on 20 or more years of service credit. There is a 5 percent reduction in the subsidy for each year less than 20. The benefit recipient pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

For benefit recipients who have not participated in Social Security and who are not otherwise eligible for premium-free Medicare Part A for hospital-related services, C.R.S. § 24-51-1206(4) provides an additional subsidy. According to the statute, PERA cannot charge premiums to benefit recipients without Medicare Part A that are greater than premiums charged to benefit recipients with Part A for the same plan option, coverage level, and service credit. Currently, for each individual PERACare enrollee, the total premium for Medicare coverage is determined assuming plan participants have both Medicare Part A and Part B and the difference in premium cost is paid by the HCTF or the DPS HCTF on behalf of benefit recipients not covered by Medicare Part A.

The maximum service-based premium subsidy is \$230 per month for retirees who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for retirees who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The basis for the maximum subsidy, in each case, is for retirees with retirement benefits based on 20 or more years of service credit. There is a 5 percent reduction in the subsidy for each year less than 20. The retiree pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

For retirees who have not participated in Social Security and who are not otherwise eligible for premium-free Medicare Part A for hospital-related services, the HCTF or the DPS HCTF pays an alternate service-based premium subsidy. Each individual retiree meeting these conditions receives the maximum \$230 per month subsidy reduced appropriately for service less than 20 years, as described above. Retirees who do not have Medicare Part A pay the difference between the total premium and the monthly subsidy.

Pursuant to Title 24, Article 51, Section 208(1)(f) of the C.R.S., as amended, certain contributions are apportioned to the HCTF. PERA-affiliated employers of the State, School, Local Government, and Judicial Divisions are required to contribute at a rate of 1.02 percent of PERA-includable salary into the HCTF.

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the Weld County Department of Public Health and Environment is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from Weld County Department of Public Health and Environment were \$55,391 for the year ended December 31, 2018.

C. OPEB Liabilities, Expenses and Deferred Inflows and Deferred Out Flows of Resources Related to the OPEB

At December 31, 2018 the Weld County Department of Public Health and Environment reported a liability of \$869,303 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2017, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2016. Standard update procedures were used to roll-forward the total OPEB liability to December 31, 2017. The Weld County Department of Public Health and Environment proportion of the net OPEB liability was based on Weld County Department of Public Health and Environment contributions to the HCTF for the calendar year 2017 relative to the total contributions of participating employers to the HCTF.

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Note 11 - Blended Unit Other Post Employment Benefits Plan

C. OPEB Liabilities, Expenses and Deferred Inflows and Deferred Out Flows of Resources Related to the OPEB

At December 31, 2017, the Weld County Department of Public Health and Environment proportion was 0.07 percent, which was a decrease of 0.003 from its proportion measured as of December 31, 2016.

For the year ended December 31, 2018, the Weld County Department of Public Health and Environment recognized OPEB expense of \$58,762. At December 31, 2018, the Weld County Department of Public Health and Environment reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 4,302	\$ -
Net Difference between projected and actual earnings on OPEB plan investments	-	15,219
Contributions subsequent to the measurement date	54,541	-
	<u>\$ 58,843</u>	<u>\$ 15,219</u>

\$54,541 reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date prior to the end of the fiscal year, will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	2018
2018	\$ (2,959)
2019	(2,959)
2020	(2,959)
2021	(2,958)
2022	846
2022	72
	<u>\$ (10,917)</u>

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Note 11 - Blended Unit Other Post Employment Benefits Plan

C. OPEB Liabilities, Expenses and Deferred Inflows and Deferred Out Flows of Resources Related to the OPEB

The total OPEB liability in the December 31, 2016 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial Cost Method	Entry Age
Price Inflation	2.40 %
Real Wage Growth	1.10 %
Wage Inflation	3.50 %
Salary Increases, including wage inflation	3.50 %
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation	7.25 %
Discount rate	7.25 %
Health	
Service-based Premium subsidy	0.00 %
PERACare Medicare plans	5.00 %
Medicare Part A Premiums	3.00 %
	for 2017 gradually rising to 4.25% in 2023
DPS benefit structure	
Service-based Premium subsidy	0.00 %
PERACare Medicare plans	N/A
Medicare Part A Premiums	N/A

Calculations are based on the benefits provided under the terms of the substantive plan in effect at the time of each actuarial valuation and on the pattern of sharing of costs between employers of each fund to that point.

Health care cost trend rates reflect the change in per capita health costs over time due to factors such as medical inflation, utilization, plan design, and technology improvements. For the PERA benefit structure, health care cost trend rates are needed to project the future costs associated with providing benefits to those PERACare enrollees not eligible for premium-free Medicare Part A.

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Note 11 - Blended Unit Other Post Employment Benefits Plan

C. OPEB Liabilities, Expenses and Deferred Inflows and Deferred Out Flows of Resources Related to the OPEB

Health care cost trend rates for the PERA benefit structure are based on published annual health care inflation surveys in conjunction with actual plan experience (if credible), building block models and heuristics developed by health plan actuaries and administrators, and projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services. Effective December 31, 2016, the health care cost trend rates for Medicare Part A premiums were revised to reflect the current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

The PERA benefit structure health care cost trend rates that were used to measure the total OPEB liability are summarized in the table below:

	<u>PERACare Medicare Plan</u>	<u>Medicare Part A Premiums</u>
2017	5.00 %	3.00 %
2018	5.00 %	3.25 %
2019	5.00 %	3.50 %
2020	5.00 %	3.75 %
2021	5.00 %	4.00 %
2022	5.00 %	4.00 %
2023	5.00 %	4.25 %
2024	5.00 %	4.25 %

Mortality assumptions for the determination of the total pension liability for each of the Division Trust Funds as shown below are applied, as applicable, in the determination of the total OPEB liability for the HCTF. Affiliated employers of the State, School, Local Government, and Judicial Divisions participate in the HCTF.

Healthy mortality assumptions for active members were based on the RP-2014 White Collar Employee Mortality Table, a table specifically developed for actively working people. To allow for an appropriate margin of improved mortality prospectively, the mortality rates incorporate a 70 percent factor applied to male rates and a 55 percent factor applied to female rates.

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Note 11 - Blended Unit Other Post Employment Benefits Plan

C. OPEB Liabilities, Expenses and Deferred Inflows and Deferred Out Flows of Resources Related to the OPEB

Healthy, post-retirement mortality assumptions for the State and Local Government Divisions were based on the RP-2014 Healthy Annuitant Mortality Table, adjusted as follows:

- Males: Mortality improvement projected to 2018 using the MP-2015 projection scale, a 73 percent factor applied to rates for ages less than 80, a 108 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.
- Females: Mortality improvement projected to 2020 using the MP-2015 projection scale, a 78 percent factor applied to rates for ages less than 80, a 109 percent factor applied to rates for ages 80 and above, and further adjustments for credibility. Colorado ("County") was established in 1861, and on January 1, 1976, became a home rule county under the provisions of Section 30-35-501, CRS, 1973. The County operates under an elected commissioner form of government. The County provides the full range of services contemplated by statute or charter. These include general government functions, public protection and safety, health, social services, human resource services, public improvements, road and bridge operations, planning and zoning, and general administrative services.

Healthy, post-retirement mortality assumptions for the School and Judicial Divisions were based on the RP-2014 White Collar Healthy Annuitant Mortality Table, adjusted as follows:

- Males: Mortality improvement projected to 2018 using the MP-2015 projection scale, a 93 percent factor applied to rates for ages less than 80, a 113 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.
- Females: Mortality improvement projected to 2020 using the MP-2015 projection scale, a 68 percent factor applied to rates for ages less than 80, a 106 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

For disabled retirees, the mortality assumption was based on 90 percent of the RP-2014 Disabled Retiree Mortality Table.

The following economic and demographic assumptions were specifically developed for, and used in, the measurement of the obligations for the HCTF:

- The assumed rates of PERACare participation were revised to reflect more closely actual experience.
- Initial per capita health care costs for those PERACare enrollees under the PERA benefit structure who are expected to attain age 65 and older ages and are not eligible for premium-free Medicare Part A benefits were updated to reflect the change in costs for the 2017 plan year.
- The percentages of PERACare enrollees who will attain age 65 and older ages and are assumed to not qualify for premium-free Medicare Part A coverage were revised to more closely reflect actual experience.
- The percentage of disabled PERACare enrollees who are assumed to not qualify for premium-free Medicare Part A coverage were revised to reflect more closely actual experience.
- Assumed election rates for the PERACare coverage options that would be available to future PERACare enrollees who will qualify for the "No Part A Subsidy" when they retire were revised to more closely reflect actual experience.
- Assumed election rates for the PERACare coverage options that will be available to those current PERACare enrollees, who qualify for the "No Part A Subsidy" but have not reached age 65, were revised to more closely reflect actual experience.

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Note 11 - Blended Unit Other Post Employment Benefits Plan

C. OPEB Liabilities, Expenses and Deferred Inflows and Deferred Out Flows of Resources Related to the OPEB

- The health care cost trend rates for Medicare Part A premiums were revised to reflect the then-current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.
- The rates of PERACare coverage election for spouses of eligible inactive members and future retirees were revised to more closely reflect actual experience.
- The assumed age differences between future retirees and their participating spouses were revised to reflect more closely actual experience.

The actuarial assumptions used in the December 31, 2016, valuations were based on the results of the 2016 experience analysis for the periods January 1, 2012, through December 31, 2015, as well as, the October 28, 2016, actuarial assumptions workshop and were adopted by the PERA Board during the November 18, 2016, Board meeting. In addition, certain actuarial assumptions pertaining to per capita health care costs and their related trends are analyzed and reviewed by PERA's actuary, as needed.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared every four or five years for PERA. Recently, this assumption has been reviewed more frequently. The most recent analyses were outlined in presentations to PERA's Board on October 28, 2016.

Several factors were considered in evaluating the long-term rate of return assumption for the HCTF, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation.

As of the most recent adoption of the long-term expected rate of return by the PERA Board, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	30 Year Expected Real Rate of Return
U.S Equity - Large Cap	21.20 %	4.30 %
U.S. Equity- Small Cap	7.40 %	4.80 %
Non U.S. Equity - Developed	18.60 %	5.20 %
Non U.S. Equity- Emerging	5.80 %	5.40 %
Core Fixed Income -		
Developed	19.30 %	1.20 %
High Yield	1.40 %	4.30 %
Non U.S. Fixed Income	1.80 %	0.60 %
Emerging Market Debt	0.50 %	3.90 %
Core Real Estate	8.50 %	4.90 %
Opportunity Fund	6.00 %	3.80 %
Private Equity	8.50 %	6.60 %
Cash	1.00 %	0.20 %
Total	100.00 %	

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Note 11 - Blended Unit Other Post Employment Benefits Plan

C. OPEB Liabilities, Expenses and Deferred Inflows and Deferred Out Flows of Resources Related to the OPEB

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.25%.

Weld County Department of Public Health and Environment proportionate share of the net OPEB liability to changes in the Health Care Cost Trend Rates. The following presents the net OPEB liability using the current health care cost trend rates applicable to the PERA benefit structure, as well as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rates:

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
PERACare Medicare trend rate	4.00 %	5.00 %	6.00 %
Initial Medicare Part A trend rate	2.00 %	3.00 %	4.00 %
Ultimate Medicare Part A Trend Rate	3.25 %	4.25 %	5.25 %
Net OPEB Liability	\$ 884,690	\$ 909,720	\$ 939,867

The discount rate used to measure the total OPEB liability was 7.25 percent. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2017, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.50%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date. For future plan members, employer contributions were reduced by the estimated amount of total service costs for future plan members.
- Employer contributions and the amount of total service costs for future plan members were based upon a process used by the plan to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Transfers of a portion of purchase service agreements intended to cover the costs associated with OPEB benefits were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the end of the month.

Based on the above assumptions and methods, the projection test indicates the HCTF's fiduciary net position was projected to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent.

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Note 11 - Blended Unit Other Post Employment Benefits Plan

C. OPEB Liabilities, Expenses and Deferred Inflows and Deferred Out Flows of Resources Related to the OPEB

Weld County Department of Public Health and Environment *proportionate share of the net OPEB liability to changes in the discount rate*. The following presents the proportionate share of the net OPEB liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Proportionate share of the Net Opeb Liability	\$ 977,369	\$ 869,303	\$ 777,065

Detailed information about the HCTF's fiduciary net position is available in PERA's comprehensive annual financial report which can be obtained at www.copera.org/investments/pera-financial-reports.

Note 12 - Other Post Employment Benefits:

Plan Description:

Weld County Other Post Employment Benefits Plan (OPEB Plan) is a single employer defined benefit healthcare plan administered by Weld County that provides medical, dental, and vision insurance benefits to eligible retirees and their spouses. The OPEB Plan was created by a Board of Weld County Commissioners resolution on November 30, 1998, and amended December 16, 2002 and September 21, 2005. The OPEB Plan provides the same health, dental, and vision plan as offered to Weld County employees and at the same cost. The program is not part of the Weld County Retirement Plan and is not a vested benefit or right, but it is a plan that can be amended or stopped at any time by the Board of Weld County Commissioners for any reason, and no separate financial statements are prepared. The program is only available to Weld County employees hired prior to October 1, 2005. From December 16, 1998, to December 31, 2008, a person who retires from employment with Weld County after ten years of service, or was an elected official of Weld County for at least one full four year term, who has attained the age of 55 years and is drawing benefits from the Weld County Retirement Plan is eligible to continue health, dental, and vision coverage until age 65. After January 1, 2009, an employee must have attained age 57 and have 15 years of service to be eligible. From 2009 until 2014 the required age attainment and years of service are each increased by one year annually, so effective January 2014 an employee must have attained age 62 and have 20 years of service to be eligible, unless the employee attains age 55 and has 30 years of service or has attained age 55 and has served as a Weld County elected official for two full terms. Coverage ends in all cases at age 65. The Board of Weld County Commissioners on September 15, 2008, decided by resolution that the current program will be stopped January 1, 2009, except for those employees born prior to January 1, 1957, or any employee born on or prior to December 31, 1958, who will have 30 years of service prior to reaching age 62. Employees meeting these criteria will be grandfathered into the current plan and will remain eligible for continued benefits under the retiree health insurance program adopted December 16, 2002. An employee meeting the above criteria to be eligible for the grandfathered plan the employee and/or dependents, if applicable, must have been enrolled as of January 1, 2008, in the Weld County health insurance plan. Employees and/or dependents enrolled in the Weld County health insurance plan after January 1, 2008, are not eligible for the grandfathered plan. On July 19, 2010, the Board of Weld County Commissioners terminated the program effective June 30, 2012, for all eligible employees that had not retired or signed an agreement for continuation of health insurance coverage as of October 1, 2010.

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Year End December 31, 2018

Note 12 - Other Post Employment Benefits:

Funding Policy:

The contribution requirements of plan members and Weld County are established and may be amended by the Board of Weld County Commissioners annually. The required contribution is based on projected pay-as-you-go financing requirements. For fiscal year 2018, the county contributed \$0 to the plan. Plan members receiving benefits contributed \$12,185 or approximately 100% percent of the total premiums, through their required contribution ranging from \$128 to \$157 per month for retiree-only coverage and between \$231 to \$327 for retiree and spouse coverage. Each of these rates saw no increase in 2018. The OPEB Plan assets are deposited in the Weld County OPEB Plan Trust Fund. The employer's contributions to the trust fund are irrevocable, the assets of the trust are dedicated to providing benefits to retirees and their beneficiaries, and the assets are legally protected from the employer's creditors.

Annual OPEB Cost and OPEB Obligation:

Prior to January 1, 2007, the OPEB Plan was funded on a pay-as-you-go basis. Beginning January 1, 2007, the county's annual other post employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The primary assumption for the ARC calculation is the 4% discount rate. The assumptions currently include an annual healthcare cost trend rate of 11%. Liabilities are computed using the projected unit credit method. When applicable, the unfunded actuarial accrued liability has been amortized over a closed 25 year period. GASB's standard allows for the use of the Alternative Measurement Method to compute OPEB cost and obligations for plans with less than 100 members. The Alternative Measurement Method is a calculation of the OPEB cost and obligation using a simplified approach that does not require the engagement of an actuary. The Weld County Retiree Health OPEB plan had 4 members in 2018 and therefore calculations for the Weld County Retiree Health OPEB have been completed in accordance with GASB 45 Alternative Measurement Method using the projected unit credits methodology. Management considers the new calculation method to be preferable as an outside actuary is no longer required to be engaged, resulting in a cost savings to Weld County. Marital and dependency status is based on current status of covered participants. Other significant assumptions are made by Weld County management based on knowledge of applicable costs affecting Weld County. The following calculation shows the components of Weld County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in Weld County's net OPEB obligation.

Level Dollar Amortization

Calculation on Annual OPEB cost under Projected Unit Credit Method on December 31, 2018

Annual Required Contribution (ARC)	\$ 71,154
Adjustment to the ARC	(51,426)
Interest Earned on Net OPEB Asset	(19,499)
2018 Net Annual OPEB Cost	<u>229</u>
County Contributions	<u>(51,655)</u>
Increase in net OPEB obligation (asset)	(51,426)
Beginning OPEB obligation (asset)	<u>(1,016,398)</u>
Ending OPEB Obligation (asset)	<u><u>\$ (1,067,824)</u></u>

There is no unfunded actuarial accrued liability (UAAL) at the end of the year. A surplus of \$1,067,824 exists.

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Year End December 31, 2018

Note 12 - Other Post Employment Benefits:

Covered Participants as of January 1, 2019

Retired Employees	4
Spouses of Retired Employees	-
	<u>4</u>

Three-Year Trend Information:

Fiscal Year End	Annual Required Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Asset
December 31, 2016	\$ 277,442	100%	\$ (908,924)
December 31, 2017	\$ 138,391	100%	\$ (1,016,398)
December 31, 2018	\$ 71,154	100%	\$ (1,067,824)

Prior to January 1, 2007, the OPEB Plan was on a pay-as-you-go funding basis. January 1, 2007, was the first time an actuarial accrued liability was calculated to determine the net OPEB obligation. The OPEB obligation as of December 31, 2018 was \$38,294, there were \$1,106,118 in assets on December 31, 2018 for a funding excess of (\$1,067,824). All related pension obligation (assets) are recorded in Weld County's General fund.

Funded Status and Funding Progress. The funded status of the plan as of December 31, 2018, was as follows:

Actuarial Accrued Liability (AAL)	\$ 38,294
Actuarial value of plan assets	\$ <u>1,106,118</u>
Funded Excess	\$ (1,067,824)
Funded ratio (actuarial value of plan assets/AAL)	2,888.49 %

No active employees are covered by the plan.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The required schedule of funding progress presents multi-year trend information about whether the actuarial value of assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

The actuarial calculations are based on the types of benefits provided under the terms of the substantive plan at the time of each valuation and on the pattern of cost sharing between the employer and members to that point and reflect a long-term perspective.

The Weld County OPEB Plan Assets are accounted for in the Weld County OPEB Plan Trust Fund. An IRC Section 115 Trust has been established for the Weld County OPEB Plan Trust.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 13 - Commitments and Contingencies:

Commitments

As of December 31, 2018 there were encumbrances carried forward to 2019 of \$2,601,747 in the General fund, consisting of \$507,092 for general purchases, \$1,898,042 communication system and information technology upgrades, \$196,613 for a grant funded projects. The Public Works fund carried forward \$11,782,215 for road construction projects which includes \$8,163,164 for the Weld County road 47 expansion project. In the capital expenditures fund year-end projects under construction included \$5,542,448 for the jail expansion, and \$2,103,770 for construction of a downtown parking lot.

Note 14 - Public Trustee:

Pursuant to an act of the Colorado General Assembly, the Weld County Public Trustee is to be deemed an agency of the County for the purpose of financial reporting.

Related activity has been reported in the General Agency Fund, with the following activity identified strictly for the office of the Public Trustee as of and for the year ended December 31, 2018:

Assets	\$	329,832
Liabilities		29,145
Net Position		300,687
Revenues		336,107
Expenses		347,674

The Public Trustee started a retirement plan in December 2003. The plan is a defined contribution plan under Internal Revenue Code section 401(K). The employer will match employee contributions up to 8% of eligible compensation.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 15 - Non-Cash Activity in Social Services Fund

Schedule of EBT Authorizations, Warrant Expenditures and Total Expenditures
for the Year Ended December 31, 2018

	A	B	C	D	E
Program	County EBT Authorizations	County Share of Authorizations	Total Refunds and Expenditures by County Warrant or Accrual	County EBT Authorizations plus Expenditures by County Warrant (Col. A + Col. C)	Total Expenditures Col. B + Col. C
Old Age Pension	3,047,572	5,670	195,773	3,243,345	201,443
Low-Income Energy Assistance Program	1,313,116	-	(2,346)	1,310,770	(2,346)
Temporary Assistance for Needy Families	3,579,141	747,381	3,285,927	6,865,068	4,033,308
Administration	4,500	900	14,375,227	14,379,727	14,376,127
Trails/Child Welfare	9,112,761	1,781,657	16,458,768	25,571,529	18,240,425
Core Services	2,010,136	179,474	1,109,476	3,119,612	1,288,950
Aid to the Needy Disabled	759,089	114,309	(20,636)	738,453	93,673
IV-D Administration	-	-	3,749,824	3,749,824	3,749,824
CHATS/Child Care	3,478,929	478,462	1,323,792	4,802,721	1,802,254
Adult Protection	-	-	738,387	738,387	738,387
General Assistance	-	-	12,668	12,668	12,668
Subtotal	23,305,244	3,307,853	41,226,860	64,532,104	44,534,713
Food Assistance	30,797,261	-	293	30,797,554	293
Grand Total	54,102,505	3,307,853	41,227,153	95,329,658	44,535,006

- A. Welfare payment authorized by the Weld County Department of Social Services. These County authorizations are paid by the Colorado Department of Human Services by Quest debit cards or by electronic benefits transfer (EBT)
- B. County share of EBT authorizations. These amounts are settled monthly by a reduction of State cash advances to the County.
- C. Expenditures made by county warrants or other county payment methods.
- D. This represents the total cost of the welfare programs that are administered by Weld County.
- E. This total matches the expenditures on the Social Services Fund – Statement of Revenues, Expenditures and Changes in Fund Balances.

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Note 16 - Restatement Of Net Position

As of January 1, 2017 the County adopted GASB Statement No. 75, Accounting and Financial Reporting for Post Employee Benefits and GASB Statement No. 71 Pension Transition for Contributions Made Subsequent to the Measurement date. The implementation of these standards require governments to calculate and report the costs and obligations associated with the pensions in their financial statements, including additional note disclosures and required supplementary information. Beginning net position was restated to retroactively report the beginning net pension liability and deferred outflows of resources related to contributions made after the measurement date.

The adjustment to the beginning balance of net position is as follows:

Net Position - December 31, 2017, as previously reported	\$ 662,319,094
Restatement due to implementation of GASB 68	907,698
Net Position - December 31, 2014 as restated	\$ 661,411,396

Note 17 - Tax Abatements

To promote economic development within Weld County for generating employment opportunities thereby stimulating the economic wellbeing of Weld County and its citizens, in accordance with Colorado Revised Statute 30-11-123, the county offers incentive payments to taxpayers who establish or expand existing business facilities in Weld County. The Weld County Personal Property Tax Refund Incentive program allows for the refund of up to 50% of the personal property tax paid on new personal property put in to place in new or qualifying expanded facilities in Weld County for a period of 10 years per state statute.

In order to qualify for the tax incentive payments taxpayers must qualify as a "New Business Facility" (NBF) as referenced in C.R.S. 30-11-123 and make a minimum investment of \$1,000,000 in new personal property. Eligible personal property must be located at/within the NBF or be directly attributable to the expansion of the existing business facility and used in connection with such facility for the current property tax year. The program is intended to assist business engaged in manufacturing, processing and research & development activities so eligible businesses shall derive at least 50% of annual gross revenue from sale of products/services outside of Weld County and no more than 25% of gross annual income can be from direct retail sales. Furthermore 50% of the eligible work force must be weld county residents.

Weld County has not made any other commitments as part of these agreements other than to refund the personal property tax paid on personal property put into place in qualifying NBFs. All tax incentive payments are made to the extent of revenue and must be available and appropriated in each of the 10 years of the 10-year term. Any unused/excess tax incentives are retained by the county in the Weld County Economic Development fund to be used for economic development.

For fiscal year 2018 the County has entered into agreements for tax incentive refunds totaling \$4,042,892. Of this amount the following agreements represent agreements for more than 5% of the total amount.

- 60% of the approved incentive refunds to J.M. Smucker, LLC
- 20% of the approved incentive refunds to Agilent Technologies
- 6% of the approved incentives refunds to Hexcel Corporation

Required Supplementary Information Other Than MD&A



COUNTY OF WELD
STATE OF COLORADO

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

Year Ended December 31, 2018

December 31,	2014	2015	2016	2017
Total pension liability:				
Service Cost	6,710,973	7,377,704	7,722,745	8,118,911
Interest	17,727,585	18,590,170	18,726,763	19,847,138
Change in Benefit Term	-	(55,115)	1,326,227	1,366,059
Differences between expected and actual experience	(187,789)	1,228,914	2,332,354	3,489,870
Changes of assumptions	-	(3,163,157)	-	14,167,579
Benefit payments, including refunds of employee contributions	(13,593,270)	(14,677,106)	(15,452,967)	(16,642,630)
Net change in total pension liability	10,657,499	9,301,410	14,655,122	30,346,927
Total pension liability - beginning	221,680,478	232,337,977	241,639,387	256,294,509
Total pension liability - ending (a)	232,337,977	241,639,387	256,294,509	286,641,436
Plan fiduciary net position:				
Contributions - employer	17,186,962	58,861,621	8,323,335	24,868,792
Contributions - employee	7,179,473	7,710,757	8,322,439	8,769,033
Net investment income	12,799,029	(2,711,588)	19,844,150	31,924,480
Benefit payments, including refunds of employee contributions	(13,593,270)	(14,677,106)	(15,452,967)	(16,642,630)
Administrative expense	(445,444)	(74,221)	(100,956)	(87,762)
Other	-	(321,661)	-	-
Net change in plan fiduciary net position	23,126,750	48,787,802	20,936,001	48,831,913
Plan fiduciary net position - beginning	162,342,795	185,469,545	234,257,347	255,193,348
Plan fiduciary net position - ending (b)	185,469,545	234,257,347	255,193,348	304,025,261
County's net position liability - ending (a) - (b)	46,868,432	7,382,040	1,101,161	(17,383,825)
Plan fiduciary net position as a percentage of the total pension liability	79.83%	96.90%	99.57%	106.06%
Covered Payroll	61,704,127	68,958,839	75,222,493	80,020,609
County's net pension liability as a percentage of covered payroll	75.96%	10.70%	1.46%	-21.72%

Until a full 10-year trend is compiled, the County will present information for those years for which the information is available.

COUNTY OF WELD
STATE OF COLORADO

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Year Ended December 31, 2018

Year Ended December 31	Actuary Determined Contribution	Contribution in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a % of Covered Payroll
2009	4,928,519	4,184,885	743,634	49,967,777	8.38%
2010	7,087,011	4,664,860	2,422,151	53,988,779	8.64%
2011	5,417,362	4,885,660	531,702	53,484,492	9.13%
2012	6,013,818	4,906,758	1,107,060	53,415,982	9.19%
2013	6,138,685	6,970,039	(831,354)	55,871,701	12.48%
2014	6,578,458	11,235,009	(4,656,551)	55,933,201	20.09%
2015	5,798,248	17,186,962	(11,388,714)	61,704,127	27.85%
2016	4,609,558	58,861,621	(54,252,063)	68,958,839	85.36%
2017	-	8,322,450	(8,322,450)	75,222,493	11.06%
2018	-	24,868,792	(24,868,792)	80,020,609	31.08%

COUNTY OF WELD
STATE OF COLORADO

SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF
NET PENSION LIABILITY - PERA

Year Ended December 31, 2018

Year Ended December 31	Cumulative Portion of Net Pension Liability	Cumulative Proportionate Share	Covered Payroll	% Of Covered Payroll	Plan Net Position as a % of Net Pension Liability
2015	0.9%	\$ 8,047,920	\$ 5,139,062	156.60%	80.72%
2016	0.9%	\$ 10,368,118	\$ 5,356,765	193.55%	76.87%
2017	0.9%	\$ 12,315,345	\$ 5,527,966	222.78%	73.65%
2018	0.9%	\$ 10,020,870	\$ 5,430,443	184.53%	79.37%

Until a full 10-year trend is complied, the County will present information for those years for which the information is available.

COUNTY OF WELD
STATE OF COLORADO

SCHEDULE OF EMPLOYER CONTRIBUTIONS - PERA

Year Ended December 31, 2018

Year Ended December 31	Statutorily Required Contributions		Contributions Made	Covered Payroll		% Of Covered Payroll
2015	\$	623,684	\$ 623,684	\$	5,139,062	12.14%
2016		677,784	677,784		5,356,765	12.65%
2017		757,117	757,117		5,527,966	13.70%
2018		741,614	741,614		5,430,443	13.66%

Until a full 10-year trend is complied, the County will present information for those years for which the information is available.

COUNTY OF WELD
STATE OF COLORADO

SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF
NET PENSION LIABILITY - PERA OPEB

Year Ended December 31, 2018

Year Ended December 31	Cumulative Portion of Net Pension Liability	Cumulative Proportionate Share	Covered Payroll	% Of Covered Payroll	Plan Net Position as a % of Net Pension Liability
2018	0.007%	\$ 909,720	\$ 5,430,443	16.75%	16.72%

Until a full 10-year trend is compiled, the County will present information for those years for which the information is available.

COUNTY OF WELD
STATE OF COLORADO

SCHEDULE OF EMPLOYER CONTRIBUTIONS - PERA OPEB

Year Ended December 31, 2018

Year Ended December 31	Statutorily Required Contributions	Contributions Made	Covered Payroll	% Of Covered Payroll
2018	54,541	54,541	5,430,443	1.00%

Until a full 10-year trend is complied, the County will present information for those years for which the information is available.

COUNTY OF WELD
STATE OF COLORADO

Schedule of Funding Progress - Other Post Employment Benefits

Year Ended December 31, 2018

Schedule of Funding Progress - Other Post Employment benefits

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Excess Funding AAL (UAAL) (b-a)	Funded Ratio (a/b)
1/1/15	\$ 2,387,693	\$ 1,735,238	\$ (652,455)	137.6 %
1/1/16	\$ 1,887,049	\$ 1,026,718	\$ (860,331)	183.8 %
1/1/17	\$ 1,268,607	\$ 359,683	\$ (908,924)	352.7 %
1/1/18	\$ 1,144,412	\$ 128,014	\$ (1,016,398)	894.0 %
1/1/19	\$ 1,106,118	\$ 38,294	\$ (1,067,824)	2,888.5 %

Schedule of Employer Contributions – Other Post Employment Benefits

Year Ended December 31	Annual Required Contribution	Actual Contribution	Percentage Contributed
2016	\$ 277,442	\$ 277,442	100.0 %
2017	138,391	138,391	100.0 %
2018	\$ 71,154	\$ 71,154	100.0 %

⁽¹⁾Required contribution at beginning of year.

COUNTY OF WELD STATE OF COLORADO

Required Supplementary Information Modified Approach for Infrastructure Assets

Weld County prepares an annual gravel road plan. In doing this each of the sections of gravel roads has been evaluated by supervisors. They use the State guidelines as out lined in Section 43-2-120(5)(a-b), C.R.S. 1973, which is stated below. Since gravel roads condition can change quickly based on weather conditions the road plan may have to be modified to take care of such problems. Therefore, an official road maintenance system is difficult to put in place. It is the County's policy to maintain the roads in fair or better condition. The County's gravel plan details the replacement and maintenance schedule required for the gravel roads, by segment, under ideal weather conditions based on traffic and location. The day to day conditions of the gravel roads is continually monitored by the County's Motor Grader division whose sole responsibility is to maintain the condition of the gravel roads, the following table details the condition assessment in total miles and percentage reported at the end of the last three fiscal periods.

Condition	<u>2018</u>		<u>2017</u>		<u>2016</u>	
	Miles	% of Total	Miles	% of Total	Miles	% of Total
Good	1,811	82.7%	1,809	82.2%	1,806	81.6%
Fair	328	15.0%	336	15.3%	346	15.6%
Poor	51	2.3%	56	2.5%	62	2.8%

Comparison of Estimated-to-Actual Maintenance/Preservation

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Estimated	2,969,700	3,703,900	3,784,840	3,927,250	4,886,615	3,812,165
Actual	3,067,408	3,628,316	3,117,416	3,563,458	4,339,703	

Gravel Roads - Surface Condition Rating Criteria

Section 43-2-120 (5)(a-b), C.R.S. 1973, gives the following guidelines pertaining to the condition criteria on gravel roads.

Good Surface Condition

- \$ There is adequate width for safe passage of large vehicles.
- \$ Graded to a uniform cross-section, having a crown and ditches to provide good drainage.
- \$ The surface is smooth with no washboards, rutting or soft areas; vehicles can safely travel at the posted speed limit.
- \$ There is adequate gravel uniformly spread across the surface.
- \$ During periods of wet weather, roads will support traffic.

Fair Surface Conditions

- \$ Adequate width for safe passage of cars and pickup trucks.
- \$ Cross-section may vary; the crown is not consistent; ditches and drainage are not adequate.
- \$ The surface has occasional washboards and ruts but irregularities do not interfere with safe vehicle operation at the speed limit.
- \$ Gravel is present, but lacking in the wheel paths or in short stretches.
- \$ During periods of wet weather, puddles develop; the road is slippery but will support normal traffic.

Poor Surface Condition

- \$ Two cars cannot safely pass.
- \$ Cross-section varies. There is no crown or ditches, and water does not drain from the road.
- \$ The surface has washboards, ruts, soft areas; vehicles must slow to less than the speed limit.
- \$ Gravel is sparse or does not exist.
- \$ During periods of wet weather, cars cannot safely travel.

COUNTY OF WELD
STATE OF COLORADO

General Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the fiscal Year Ended December 31, 2018

	Budgeted - GAAP Basis		Actual	Variance
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 93,101,051	\$ 93,101,051	\$ 93,308,110	\$ 207,059
Tobacco products	230,000	230,000	164,131	(65,869)
Penalties & interest	-	-	103,376	103,376
Total Taxes	93,331,051	93,331,051	93,575,617	244,566
Licenses and Permits				
Liquor licenses	7,000	7,000	9,910	2,910
Planning permits	615,000	815,000	825,825	10,825
Building permits	1,300,000	1,500,000	1,583,898	83,898
Electrical permits	850,000	1,850,000	2,029,754	179,754
Total Licenses and Permits	2,772,000	4,172,000	4,449,387	277,387
Intergovernmental:				
Federal grants	60,000	60,000	-	(60,000)
State grants	3,956,249	3,996,249	5,001,369	1,005,120
Other governmental units	668,081	668,081	902,316	234,235
Cities and towns	411,500	411,500	451,364	39,864
Total Intergovernmental	5,095,830	5,135,830	6,355,049	1,219,219
Charges for Service:				
Plan checking fees	500,000	500,000	559,315	59,315
Charges for services	6,821,511	7,105,011	7,732,005	626,994
Sale of supplies	33,500	33,500	26,238	(7,262)
Parking	16,000	16,000	24,823	8,823
Total Charges for Service	7,371,011	7,654,511	8,342,381	687,870
Fines and Forfeitures:				
Property forfeitures/evidence	-	-	72,294	72,294
Fines (drunk drivers)	333,000	333,000	392,320	59,320
Total Fines and Forfeitures	333,000	333,000	464,614	131,614
Miscellaneous:				
Miscellaneous	8,845,917	8,845,917	10,275,530	1,429,613
Interest	2,000,000	3,600,000	4,877,411	1,277,411
Rents from buildings	1,902,743	1,932,743	2,014,756	82,013
Gain/Loss on Disposal	-	-	(2,756,826)	(2,756,826)
Total Miscellaneous	\$ 12,748,660	\$ 14,378,660	\$ 14,410,871	\$ 32,211

COUNTY OF WELD
STATE OF COLORADO

General Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the fiscal Year Ended December 31, 2018

	Budgeted - GAAP Basis			
	Original	Final	Actual	Variance
REVENUES (CONTINUED)				
Fees:				
Fee account	\$ 12,690,000	\$ 12,725,000	\$ 12,843,176	\$ 118,176
Treasurer's fees	19,800	19,800	1,230	(18,570)
Cable fees	75,000	75,000	79,835	4,835
Assessor's fees	50,000	50,000	43,074	(6,926)
Total Fees	12,834,800	12,869,800	12,967,315	97,515
Total Revenues	134,486,352	137,874,852	140,565,234	2,690,382
EXPENDITURES				
General Government:				
Office Of the Board	924,190	936,190	901,071	35,119
Public Information	290,625	301,225	287,988	13,237
County Attorney	887,004	1,124,504	1,169,594	(45,090)
Public Trustee	-	1,200	1,626	(426)
Planning and Zoning	2,102,457	2,207,457	2,092,595	114,862
Clerk to the Board	457,688	615,288	525,636	89,652
County Clerk	951,923	1,050,923	906,640	144,283
Elections and Registrations	1,700,029	1,615,029	1,629,117	(14,088)
Motor Vehicle	2,936,291	3,182,316	3,158,133	24,183
County Treasurer	1,093,994	1,151,494	1,134,534	16,960
County Assessor	3,423,083	3,603,083	3,428,703	174,380
Maintenance of buildings/grounds	6,699,761	6,853,761	6,750,042	103,719
Weld Plaza	675,050	675,050	764,739	(89,689)
County Council	51,223	51,223	19,196	32,027
District Attorney	6,337,559	6,337,559	6,220,150	117,409
Juvenile Diversion	256,298	272,298	273,959	(1,661)
Adult Diversion	76,112	80,112	78,946	1,166
Victim Assistance	913,577	928,577	1,711,062	(782,485)
Financial administration	384,306	384,306	366,257	18,049
General accounting	999,927	1,109,927	1,051,901	58,026
Purchasing	319,191	319,191	314,964	4,227
Personnel	1,539,908	1,729,508	1,406,499	323,009
Geographical Information Systems	134,895	134,895	210,454	(75,559)
Computer Services	7,218,144	9,418,144	7,238,337	2,179,807
Innovation & Technology Project	500,000	100,000	-	100,000
Print and Supply	425,222	425,222	378,839	46,383
Bright Futures Weld County	179,542	251,842	4,608,440	(4,356,598)
Smart Energy Project	1,604,417	1,604,417	-	1,604,417
Total General Government	\$ 43,082,416	\$ 46,464,741	\$ 46,629,422	\$ (164,681)

(CONTINUED)

COUNTY OF WELD
STATE OF COLORADO

General Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the fiscal Year Ended December 31, 2018

	Budgeted - GAAP Basis			
	Original	Final	Actual	Variance
EXPENDITURES (CONTINUED)				
Public Safety:				
Sheriff administration	\$ 6,274,194	\$ 6,399,194	\$ 5,947,657	\$ 451,537
Crime control and investigation	10,799,198	11,545,698	11,109,365	436,333
Criminal Justice	29,033,352	29,766,352	29,970,729	(204,377)
Task Force	303,172	315,172	382,385	(67,213)
Regional Forensic Laboratory	679,659	695,659	671,545	24,114
Communication Services	7,959,136	8,559,136	7,093,071	1,466,065
Communication System Development	1,186,080	1,886,080	2,190,343	(304,263)
Public Safety Wireless	-	189,226	120	189,106
Justice Services	1,063,311	1,028,311	963,988	64,323
County Coroner	1,243,771	1,513,771	1,455,924	57,847
Community Corrections	2,942,469	2,942,469	2,910,230	32,239
Building Inspections	1,412,558	1,565,558	1,479,222	86,336
Office Of Emergency Management	460,610	420,610	451,553	(30,943)
Waste Water	10,000	10,000	9,215	785
Animal Control	316,487	316,487	295,232	21,255
Pest/weed Control	964,925	964,925	907,447	57,478
Victims Advocates	226,081	239,081	236,137	2,944
Total Public Safety	64,875,003	68,357,729	66,074,163	2,283,566
Public Works:				
General Engineering	10,413,885	10,713,885	4,300,889	6,412,996
Extension	387,163	425,163	564,925	(139,762)
Veterans Office	236,302	244,802	232,676	12,126
Total Public Works	11,037,350	11,383,850	5,098,490	6,285,360
Public Health and Welfare:				
Mental Health	228,225	228,225	211,425	16,800
Developmentally Disabled	38,225	38,225	38,225	-
Seniors Program	28,500	28,500	28,500	-
Economic Development	165,000	165,000	165,000	-
Total Public Health and Welfare	459,950	459,950	443,150	16,800
Culture and Recreation:				
Missile Site Park	74,682	74,682	66,382	8,300
Parks and Trails	129,000	129,000	124,969	4,031
County Fair	311,157	325,157	1,586,784	(1,261,627)
Total Culture and Recreation	\$ 514,839	\$ 528,839	\$ 1,778,135	\$ (1,249,296)

COUNTY OF WELD
STATE OF COLORADO

General Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the fiscal Year Ended December 31, 2018

	Budgeted - GAAP Basis		Actual	Variance
	Original	Final		
EXPENDITURES (CONTINUED)				
Miscellaneous:				
Other	\$ 5,024,629	\$ 5,279,649	\$ 4,935,785	\$ 343,864
Pension Contribution	-	3,000,000	1,142,934	1,857,066
Building Rents	174,340	174,340	88,039	86,301
Total Miscellaneous	5,198,969	8,453,989	6,166,758	2,287,231
Capital Outlay:				
Capital Expenditures	5,209,181	5,405,455	3,984,767	1,420,688
Total Expenditures	130,377,708	141,054,553	130,174,885	10,879,668
Other Financing Sources (Uses)				
Transfers - In:				
Non-Departmental	85,000	85,000	85,000	-
Transfers - Out:				
Appropriation Grants-In-Aid	5,101,792	8,101,792	10,101,792	(2,000,000)
Total Other Financing Source (Uses)	(5,016,792)	(8,016,792)	(10,016,792)	(2,000,000)
Net Change in Fund Balance	(908,148)	(11,196,493)	373,557	11,570,050
Fund Balance at Beginning of Year	-	28,809,381	53,445,781	24,636,400
Fund Balance at End of Year	\$ (908,148)	\$ 17,612,888	\$ 53,819,338	\$ 36,206,450



COUNTY OF WELD
STATE OF COLORADO

Public Works Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended December 31, 2018

	Budget - GAAP Basis		Actual	Variance
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 16,500,000	\$ 16,500,000	\$ 16,492,275	\$ (7,725)
Severance tax	2,000,000	2,000,000	2,142,744	142,744
Specific ownership taxes	11,400,000	11,400,000	11,366,772	(33,228)
Penalties & interest	-	-	16,553	16,553
Total Taxes	29,900,000	29,900,000	30,018,344	118,344
Licenses and Permits				
Moving Permits	500,000	500,000	666,945	166,945
Intergovernmental:				
Grazing Act	1,150,000	1,150,000	646,639	(503,361)
Payment in lieu of taxes	40,000	40,000	83,976	43,976
Grants	14,878,000	15,878,000	6,077,096	(9,800,904)
Motor Vehicle Registrations	340,000	340,000	371,511	31,511
Highway user Tax fund	10,650,000	10,650,000	12,549,194	1,899,194
Total Intergovernmental	27,058,000	28,058,000	19,728,416	(8,329,584)
Charges for Services:				
Charges for services	-	-	351,662	351,662
Miscellaneous:				
Earnings on Deposits	-	-	173,435	173,435
Special Assessment	-	-	4,175	4,175
Royalties	9,500,000	9,500,000	15,479,640	5,979,640
Miscellaneous	4,215,797	4,215,797	1,185,561	(3,030,236)
Total Miscellaneous	13,715,797	13,715,797	16,842,811	3,127,014
Fees:				
Fees	-	-	1,659,833	1,659,833
Total Revenues	71,173,797	72,173,797	69,268,011	(2,905,786)

COUNTY OF WELD
STATE OF COLORADO

Public Works Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended December 31, 2018

	Budget - GAAP Basis		Actual	Variance
	Original	Final		
EXPENDITURES				
Public Works:				
Bridge Construction	5,897,604	5,897,604	5,121,062	776,542
Maintenance of Condition	7,409,377	7,409,377	7,096,674	312,703
Maintenance of Support	1,976,504	1,976,504	1,591,701	384,803
Trucking Division	5,314,305	5,314,305	4,803,228	511,077
Mining Division	3,395,515	3,395,515	2,154,153	1,241,362
Administration	1,186,336	1,186,336	1,193,407	(7,071)
Pavement Management	8,287,388	8,287,388	7,840,999	446,389
Other Public Works	56,012,192	60,512,192	34,845,119	25,667,073
Total Public Works	89,479,221	93,979,221	64,646,343	29,332,878
Intergovernmental:				
Grants-in-aid to cities/towns	3,685,894	4,320,894	4,252,042	68,852
Capital Expenditures	-	-	29,360	(29,360)
Total Expenditures	93,165,115	98,300,115	68,927,745	29,372,370
Other Financing Sources (Uses)				
Proceeds for Sale of Asset	-	-	119,482	(119,482)
Transfers In				
Solid Waste	-	-	1,850,000	1,850,000
Transfers Out				
Motor Pool	-	-	(1,500,000)	(1,500,000)
Total Other Financing Sources (Uses)	-	-	469,482	469,482
Net Change in Fund Balances	(21,991,318)	(26,126,318)	809,748	26,936,066
Fund Balance at Beginning of Year	61,150,745	61,150,745	61,150,745	-
Fund Balance at End of Year	\$ 39,159,427	\$ 35,024,427	\$ 61,960,493	\$ 26,936,066

COUNTY OF WELD
STATE OF COLORADO

Social Services Fund

Schedule of Revenues Expenditures and
Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended December 31, 2018

	Budget - GAAP Basis		Actual	Variance
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 11,403,328	\$ 11,403,328	\$ 11,400,153	\$ (3,175)
Penalties & interest	-	-	20,503	20,503
Total Taxes	11,403,328	11,403,328	11,420,656	17,328
Intergovernmental:				
Welfare	29,532,325	32,217,325	31,415,147	(802,178)
Total Revenues	40,935,653	43,620,653	42,835,803	(784,850)
EXPENDITURES				
Public Health and Welfare:				
Administration	13,092,500	14,442,500	13,967,253	475,247
Administrative - IV-D	3,635,000	3,785,000	3,749,827	35,173
Food Stamps	-	-	293	(293)
Other Programs	415,000	415,000	408,877	6,123
Adult Protection	730,000	730,000	738,566	(8,566)
General Assistance	21,000	21,000	12,669	8,331
TANF	3,084,000	3,934,000	4,033,311	(99,311)
AND - State	130,000	130,000	93,673	36,327
Child Welfare	17,000,000	17,900,000	18,240,238	(340,238)
Day Care	1,398,653	1,633,653	1,802,252	(168,599)

(CONTINUED)

COUNTY OF WELD
STATE OF COLORADO

Social Services Fund

Schedule of Revenues Expenditures and
Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended December 31, 2018

	Budget - GAAP Basis		Actual	Variance
	Original	Final		
EXPENDITURES (CONTINUED):				
OAP-A	150,000	190,000	201,443	(11,443)
Core Services	1,300,000	1,780,000	1,288,950	491,050
Administration - LEAP	2,000	2,000	(2,346)	4,346
Total Public Health and Welfare	40,958,153	44,963,153	44,535,006	428,147
 Total Expenditures	 40,958,153	 44,963,153	 44,535,006	 428,147
 Transfers - in	 -	 -	 1,000,000	 1,000,000
Total Other Financing Sources (Uses)	-	-	1,000,000	1,000,000
 Net Change in Budgetary Fund Balances	 (22,500)	 (1,342,500)	 (699,203)	 643,297
 Fund Balance at Beginning of Year	 2,093,421	 2,093,421	 2,093,421	 -
Fund Balance at End of Year	<u>\$ 2,070,921</u>	<u>\$ 750,921</u>	<u>\$ 1,394,218</u>	<u>\$ 643,297</u>

COUNTY OF WELD
STATE OF COLORADO

Human Services Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended December 31, 2018

	Budget - GAAP Basis		Actual	Variance
	Original	Final		
REVENUES				
Intergovernmental:				
Federal grants	\$ 5,512,742	\$ 6,698,242	\$ 6,244,887	\$ (453,355)
State grants	1,079,009	1,079,009	1,204,688	125,679
Total Intergovernmental	6,591,751	7,777,251	7,449,575	(327,676)
Charges for Services:				
Charges for services	395,000	455,000	452,700	(2,300)
Total Charges for Services	395,000	455,000	452,700	(2,300)
Miscellaneous:				
Donations	172,274	172,274	170,378	(1,896)
Total Miscellaneous	172,274	172,274	170,378	(1,896)
Total Revenues	7,159,025	8,404,525	8,072,653	(331,872)
EXPENDITURES				
Economic Assistance:				
Human resources general fund	-	-	(4)	4
Job service	912,525	942,525	883,040	59,485
Summer job hunt	25	25	39,399	(39,374)
WIA adult programs	400,000	790,000	800,658	(10,658)
WIA youth programs	465,000	735,000	629,419	105,581
10% Discretionary Grant	20,490	60,490	48,502	11,988
WIA dislocated worker	687,450	964,950	791,497	173,453
Human resources lab pool	270,000	270,000	247,059	22,941
UI training program	125,000	185,000	199,088	(14,088)

COUNTY OF WELD
STATE OF COLORADO

Human Services Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended December 31, 2018

	Budget - GAAP Basis		Actual	Variance
	Original	Final		
EXPENDITURES (CONTINUED):				
AAA administration	259,303	262,303	77,050	185,253
OAA title III-B	183,444	183,444	153,390	30,054
OAA title III-C1 congregate	565,274	665,274	636,704	28,570
OAA title III-C2	86,000	86,000	87,394	(1,394)
OAA in home support	12,848	12,848	13,430	(582)
Health services	75,005	75,005	10,994	64,011
AAA elder abuse	-	-	2,701	(2,701)
AAA ombudsman	-	-	10,155	(10,155)
Single entry point	1,805,300	1,880,300	1,962,288	(81,988)
Vale Grant	9,300	9,300	10,000	(700)
AAA case management	-	-	6,114	(6,114)
AAA state funds	842,285	842,285	997,512	(155,227)
Part E family caregiver support	189,008	189,008	224,388	(35,380)
CSBG	294,276	294,276	244,805	49,471
Colorado Choice Transitions	18,843	18,843	9,804	9,039
Total Economic Assistance	<u>7,221,376</u>	<u>8,466,876</u>	<u>8,085,387</u>	<u>381,489</u>
Total Expenditures	<u>7,221,376</u>	<u>8,466,876</u>	<u>8,085,387</u>	<u>381,489</u>
Other Financing Sources (Uses):				
Transfers - In:				
OAA area agency	<u>12,351</u>	<u>12,351</u>	<u>12,351</u>	<u>-</u>
Total Other Financing Sources	<u>12,351</u>	<u>12,351</u>	<u>12,351</u>	<u>-</u>
Net Change in Budgetary Fund Balances	(50,000)	(50,000)	(383)	49,617
Fund Balance at Beginning of Year	<u>846,783</u>	<u>846,783</u>	<u>1,287,913</u>	<u>441,130</u>
Fund Balance at End of Year	<u>\$ 796,783</u>	<u>\$ 796,783</u>	<u>\$ 1,287,530</u>	<u>\$ 490,747</u>

COUNTY OF WELD
STATE OF COLORADO

Contingent Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the Year Ended Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 12,000,000	\$ 12,000,000	\$ 12,008,888	\$ 8,888
Penalties & interest	-	-	18,469	18,469
Total Taxes	<u>12,000,000</u>	<u>12,000,000</u>	<u>12,027,357</u>	<u>27,357</u>
Total Revenues	<u>12,000,000</u>	<u>12,000,000</u>	<u>12,027,357</u>	<u>27,357</u>
EXPENDITURES				
Pension Contribution	<u>10,000,000</u>	<u>15,000,000</u>	<u>15,000,000</u>	<u>-</u>
Total Expenditures	<u>10,000,000</u>	<u>15,000,000</u>	<u>15,000,000</u>	<u>-</u>
Other	-	17,000,000	17,000,000	-
Net Change in Fund Balance	2,000,000	(20,000,000)	(19,972,643)	27,357
Fund Balance at Beginning of Year	<u>27,580,352</u>	<u>23,980,352</u>	<u>23,943,563</u>	<u>(36,789)</u>
Fund Balance at End of Year	<u>\$ 29,580,352</u>	<u>\$ 3,980,352</u>	<u>\$ 3,970,920</u>	<u>\$ (9,432)</u>

Supplemental Information



COUNTY OF WELD
STATE OF COLORADO

EXPLANATIONS OF FUNDS

December 31, 2018

NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds account for taxes or other earmarked revenue of the County that finances specified activities as required by law or administrative action.

Conservation Trust Fund:

The Conservation Trust Fund accounts for revenue received from the State of Colorado to be used for the acquisition, development and maintenance of new and existing conservation sites within Weld County. The funds are derived from the Colorado State Lottery.

Public Health Fund:

The Weld County Public Health Department provides health services to County residents. The fund reflects revenue and expenditures for health care, health education, health monitoring and other related activities.

Solid Waste Fund:

This fund accounts for revenue received from a surcharge on dumping fees at solid waste disposal sites for the purpose of combating environmental problems and for the further improvement and development of landfill sites within the County.

Law Enforcement Authority Funds:

These funds accounts for the revenue of the law enforcement authority. The authority is a taxing unit created by the County to provide additional law enforcement services by the County Sheriff to residents in a developed unincorporated area of the County.

COUNTY OF WELD
STATE OF COLORADO

EXPLANATIONS OF FUNDS

December 31, 2018

PROPRIETARY FUNDS

Enterprise Funds

Enterprise funds account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination or revenue earned, expenses incurred, and/or net income is appropriated for capital maintenance, public policy, management control, accountability or other purposes.

Northern Colorado Regional Forensic Laboratory:

This Fund accounts for the maintenance and operation cost of the Northern Colorado Regional Forensic Laboratory. It is funded by rents paid by the participating agencies.

Internal Service Funds

Motor Vehicle Fund:

This fund accounts for the revenue and costs generated by equipment and vehicles rented to various departments of the County.

Health Insurance Fund:

This fund accounts for the County's self-insured dental and vision coverage. Revenue is generated from contributions from the employees of the County. Disbursements are made after insured claims have been verified and approved.

Insurance Fund:

This fund accounts for all insurance costs for the County, except health insurance. This program is a combination of insured risks and protected self-insurance risks.

Phone Services Fund:

This fund accounts for all phone costs provided to the County and other outside agencies on a cost-reimbursement basis.

COUNTY OF WELD
STATE OF COLORADO

EXPLANATIONS OF FUNDS

December 31, 2018

FIDUCIARY FUNDS

Agency Funds

Agency funds account for assets held by the County as an agent for individuals, private organizations and/or other governments.

General Agency Fund:

This fund accounts for all monies collected (principally tax collections) by the Weld County Treasurer for various other local governmental units within the County.

Payroll Agency Fund:

This fund accounts for the accumulation of County payrolls and related withholdings. Disbursements are made to the appropriate financial institutions through the payroll direct deposit system and the various vendors for the withholdings.

Employee Flexible Spending:

This fund accounts for Weld County's Section 125, voluntary tax-sheltered plan, which the County administers directly. Employee contributions to the plan are refunded upon submission of documentation for un-reimbursed claims.

COUNTY OF WELD
STATE OF COLORADO

EXPLANATIONS OF FUNDS

December 31, 2018

COMPONENT UNITS

Component units are tied to the County with some board control. They operate as a separate fund but the information is discretely presented.

Housing Authority Fund:

This fund works with all the low income citizens of Weld County to help with rent assistance or housing repair.

E-911 Authority Fund:

This fund operates under state statute, Article 11 of Title 29, C.R.S.. They are responsible for administering the operations of the 911 emergency telephone service program in Weld County.



COUNTY OF WELD
STATE OF COLORADO

Combining Balance Sheet

Non-Major Governmental Funds

December 31, 2018

	Conservation Trust	Public Health	Solid Waste
ASSETS			
Cash and Investments	\$ 638,060	\$ 15,962,772	\$ 2,800,906
Receivables (net of allowance for uncollectibles):			
Accounts Receivable	1,504	809,356	233,076
Due From other County Funds	12,376	10,234	-
Other Assets	-	-	-
Total Assets	<u>\$ 651,940</u>	<u>\$ 16,782,362</u>	<u>\$ 3,033,982</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	-	102,541	682
Accrued Liabilities	-	257,112	-
Due to other County funds	-	19,455	-
Unearned Revenues	-	219,158	-
Total Liabilities	<u>-</u>	<u>598,266</u>	<u>682</u>
Fund Balances:			
Nonspendable	-	-	-
Restricted	651,940	16,184,096	-
Committed	-	-	3,033,300
Total Fund Balances	<u>651,940</u>	<u>16,184,096</u>	<u>3,033,300</u>
Total Liabilities and Fund Balances	<u>\$ 651,940</u>	<u>\$ 16,782,362</u>	<u>\$ 3,033,982</u>

Law Enforcement Authority Fund	Total Nonmajor Governmental Funds
\$ -	\$ 19,401,738
-	1,043,936
-	22,610
-	-
<u>\$ -</u>	<u>\$ 20,468,284</u>

-	103,223
-	257,112
-	19,455
-	219,158
<u>-</u>	<u>598,948</u>

-	-
-	16,836,036
-	3,033,300
-	19,869,336
<u>\$ -</u>	<u>\$ 20,468,284</u>

COUNTY OF WELD
STATE OF COLORADO

Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Non-Major Governmental Funds

For the Year Ended December 31, 2018

	Conservation Trust	Public Health	Solid Waste
REVENUES:			
Taxes:			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	429,897	3,096,692	-
Charges for Services	-	2,182,980	2,665,042
Fines and Forfeitures	-	23,201	-
Miscellaneous	10,243	147,320	-
Total Revenues	<u>440,140</u>	<u>5,450,193</u>	<u>2,665,042</u>
EXPENDITURES:			
Public Safety	-	-	295,399
Public Health and Welfare	-	8,661,407	-
Culture and Recreation	403,736	-	-
Total Expenditures	<u>403,736</u>	<u>8,661,407</u>	<u>295,399</u>
Excess of Revenues Over (Under)			
Expenditures	<u>36,404</u>	<u>(3,211,214)</u>	<u>2,369,643</u>
Other Financing Sources (Uses):			
Transfers - in	-	6,317,884	-
Transfers - out	-	-	3,230,438
Total Other Financing Sources (Uses)	<u>-</u>	<u>6,317,884</u>	<u>(3,230,438)</u>
Net Change in Fund Balances	36,404	3,106,670	(860,795)
Fund Balances at Beginning of Year	<u>615,536</u>	<u>13,077,426</u>	<u>3,894,095</u>
Fund Balances at End of Year	<u>\$ 651,940</u>	<u>\$ 16,184,096</u>	<u>\$ 3,033,300</u>

<u>Law Enforcement Authority Fund</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 45,082	\$ 45,082
-	3,526,589
-	4,848,022
-	23,201
-	157,563
<u>45,082</u>	<u>8,600,457</u>
45,082	340,481
-	8,661,407
-	403,736
<u>45,082</u>	<u>9,405,624</u>
-	<u>(805,167)</u>
-	6,317,884
-	<u>3,230,438</u>
-	<u>3,087,446</u>
-	2,282,279
-	<u>17,587,057</u>
<u>\$ -</u>	<u>\$ 19,869,336</u>

COUNTY OF WELD
STATE OF COLORADO

Capital Expenditures Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 10,250,000	\$ 10,250,000	\$ 10,246,834	\$ (3,166)
Penalties & interest	-	-	12,738	12,738
Total Taxes	10,250,000	10,250,000	10,259,572	9,572
Fees:	225,000	225,000	231,909	6,909
Earnings on Deposits	300,000	300,000	797,440	497,440
Grant	-	1,480,000	62,617	(1,417,383)
Total Revenues	10,775,000	12,255,000	11,351,538	(903,462)
EXPENDITURES				
Capital Outlay:				
Buildings	14,746,846	57,746,846	10,415,717	47,331,129
Total Expenditures	14,746,846	57,746,846	10,415,717	47,331,129
Other Financing Sources (Uses)				
Transfers - In:				
General Fund	-	19,000,000	18,000,000	(1,000,000)
Non-Departmental	-	-	1,000,000	1,000,000
Total Other Financing Sources (Uses)	-	19,000,000	19,000,000	-
Net Change in Fund Balance	(3,971,846)	(26,491,846)	19,935,821	46,427,667
Fund Balances at Beginning of Year	25,761,613	25,761,613	32,341,685	6,580,072
Fund Balances at End of Year	\$ 21,789,767	\$ (730,233)	\$ 52,277,506	\$ 53,007,739

COUNTY OF WELD
STATE OF COLORADO

Conservation Trust Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Intergovernmental:				
State Lottery	\$ 425,000	\$ 425,000	\$ 429,897	\$ 4,897
Miscellaneous:				
Earnings on Deposits	2,000	2,000	10,243	8,243
Total Revenues	<u>427,000</u>	<u>427,000</u>	<u>440,140</u>	<u>13,140</u>
EXPENDITURES				
Culture and Recreation:				
Land Improvements	417,616	417,616	403,736	13,880
Total Expenditures	<u>417,616</u>	<u>417,616</u>	<u>403,736</u>	<u>13,880</u>
Net Change in Fund Balances	9,384	9,384	36,404	27,020
Fund Balances at Beginning of Year	615,536	615,536	615,536	-
Fund Balances at End of Year	<u>\$ 624,920</u>	<u>\$ 624,920</u>	<u>\$ 651,940</u>	<u>\$ 27,020</u>

COUNTY OF WELD
STATE OF COLORADO

Public Health Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the Year Ended December 31, 2018

	Budgeted			
	Original	Final	Actual	Variance
REVENUES				
Intergovernmental:				
State grants	\$ 3,337,328	\$ 3,337,328	\$ 3,096,692	\$ (240,636)
Total Intergovernmental	3,337,328	3,337,328	3,096,692	(240,636)
Charges for Services:				
Charges for services	2,051,461	2,051,461	2,182,980	131,519
Total Charges for Services	2,051,461	2,051,461	2,182,980	131,519
Miscellaneous:				
Fees and Fines	15,000	15,000	23,201	8,201
Other	-	-	132,052	132,052
Donations	15,783	15,783	15,268	(515)
Total Miscellaneous	30,783	30,783	170,521	139,738
Total Revenues	5,419,572	5,419,572	5,450,193	30,621
EXPENDITURES				
Public Health and Welfare:				
Public Health Administration	137,300	137,300	181,324	(44,024)
Health Education	2,080,844	2,080,844	1,636,135	444,709
Nursing	2,559,772	2,559,772	1,731,049	828,723
Environmental Health	3,412,835	3,412,835	3,101,013	311,822
Public Health Preparedness	339,741	339,741	257,146	82,595
Public Health Clinical Services	3,011,536	3,011,536	1,754,740	1,256,796
Total Public Health and Welfare	11,542,028	11,542,028	8,661,407	2,880,621
Capital Outlay:				
Capital Expenditures	47,700	47,700	-	47,700
Total Expenditures	11,589,728	11,589,728	8,661,407	2,928,321
Other Financing Sources (Uses):				
Transfers - In:				
Non-Departmental	5,728,476	6,317,884	6,317,884	-
Total Other Financing Sources	5,728,476	6,317,884	6,317,884	-
Net Change in Fund Balance	(441,680)	147,728	3,106,670	2,958,942
Fund Balances at Beginning of Year	13,077,426	13,077,426	13,077,426	-
Fund Balances at End of Year	\$ 12,635,746	\$ 13,225,154	\$ 16,184,096	\$ 2,958,942

COUNTY OF WELD
STATE OF COLORADO

Solid Waste Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Land Fill Surcharges	\$ 1,500,000	\$ 1,500,000	\$ 2,665,042	\$ 1,165,042
Total Revenues	<u>1,500,000</u>	<u>1,500,000</u>	<u>2,665,042</u>	<u>1,165,042</u>
EXPENDITURES				
Miscellaneous:				
Solid Waste	2,188,741	2,255,736	295,399	1,960,337
Total Miscellaneous	<u>(2,188,741)</u>	<u>(2,255,736)</u>	<u>(295,399)</u>	<u>1,960,337</u>
Capital Outlay				
Total Expenditures	<u>2,188,741</u>	<u>2,255,736</u>	<u>295,399</u>	<u>1,960,337</u>
Other Financing Sources (Uses)				
Transfers Out:				
General Fund	85,000	85,000	85,000	-
Capital Fund	-	-	66,995	66,995
Health Department	639,035	1,228,443	1,228,443	-
Public Works	-	-	1,850,000	1,850,000
Total Other Financing Sources (Uses)	<u>(724,035)</u>	<u>(1,313,443)</u>	<u>(3,230,438)</u>	<u>(1,916,995)</u>
Net Change in Fund Balance	(1,412,776)	(2,069,179)	(860,795)	1,208,384
Fund Balances at Beginning of Year	3,894,095	3,894,095	3,894,095	-
Fund Balances at End of Year	<u>\$ 2,481,319</u>	<u>\$ 1,824,916</u>	<u>\$ 3,033,300</u>	<u>\$ 1,208,384</u>

COUNTY OF WELD
STATE OF COLORADO

Beebe Draw Law Enforcement Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 37,829	\$ 37,829	\$ 37,814	\$ (15)
Specific ownership taxes	1,000	1,000	2,919	1,919
Penalties & interest	-	-	21	21
Total Revenues	<u>38,829</u>	<u>38,829</u>	<u>40,754</u>	<u>1,925</u>
EXPENDITURES				
Miscellaneous	<u>38,829</u>	<u>38,829</u>	<u>40,754</u>	<u>(1,925)</u>
Total Expenditures	<u>38,829</u>	<u>38,829</u>	<u>40,754</u>	<u>(1,925)</u>
Net Change in Fund Balances	-	-	-	-
Fund Balances at Beginning of Year	(222)	(222)	-	222
Fund Balances at End of Year	<u><u>\$ (222)</u></u>	<u><u>\$ (222)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 222</u></u>

COUNTY OF WELD
STATE OF COLORADO

Pioneer Community Law Enforcement Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Taxes:				
General property taxes	\$ 4,012	\$ 4,012	\$ 4,012	\$ -
Specific ownership taxes	600	600	308	(292)
Penalties & interest	-	-	8	8
Total Revenues	<u>4,612</u>	<u>4,612</u>	<u>4,328</u>	<u>(284)</u>
EXPENDITURES				
Miscellaneous	<u>4,612</u>	<u>4,612</u>	<u>4,328</u>	<u>284</u>
Total Expenditures	<u>4,612</u>	<u>4,612</u>	<u>4,328</u>	<u>284</u>
Net Change in Fund Balances	-	-	-	-
Fund Balances at Beginning of Year	(66)	(66)	-	66
Fund Balances at End of Year	<u><u>\$ (66)</u></u>	<u><u>\$ (66)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 66</u></u>

COUNTY OF WELD
STATE OF COLORADO

Housing Authority

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Intergovernmental:				
Federal grants	\$ -	\$ -	\$ -	\$ -
State grants	2,580,837	2,580,837	3,363,782	782,945
Total Intergovernmental	2,580,837	2,580,837	3,363,782	782,945
Miscellaneous:				
Earnings on Deposits	-	-	11,008	11,008
Miscellaneous	-	-	49,905	49,905
Total Miscellaneous	-	-	60,913	60,913
Total Revenues	2,580,837	2,580,837	3,424,695	843,858
EXPENDITURES				
Rent Assistance	2,319,314	2,319,314	2,901,298	(581,984)
Supplies	248,191	248,191	310,429	(62,238)
Depreciation	-	-	4,519	(4,519)
Total Expenditures	2,567,505	2,567,505	3,216,246	(648,741)
Net Change in Fund Balances	13,332	13,332	208,449	195,117
Fund Balances at Beginning of Year	-	-	2,302,884	2,302,884
Fund Balances at End of Year	\$ 13,332	\$ 13,332	\$ 2,511,333	\$ 2,498,001

COUNTY OF WELD
STATE OF COLORADO

E-911 Authority

Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual

For the Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Miscellaneous:				
Interest	\$ 10,000	\$ 10,000	\$ 49,289	\$ 39,289
Charges for services	2,325,000	2,325,000	2,471,350	146,350
Total Revenue	2,335,000	2,335,000	2,520,639	185,639
Expenditures				
Depreciation	565,011	565,011	455,499	109,512
Purchased Services	1,044,099	1,044,099	848,063	196,036
Supplies	725,890	725,890	666,255	59,635
Total Expenditures	2,335,000	2,335,000	1,969,817	365,183
Net Change in Fund Balances	-	-	550,822	550,822
Fund Balances at Beginning of Year	4,891,493	4,891,493	4,891,493	-
Fund Balances at End of Year	\$ 4,891,493	\$ 4,891,493	\$ 5,442,315	\$ 550,822

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

LOCAL HIGHWAY FINANCE REPORT		City or County: Weld	
		YEAR ENDING : December 2018	
This Information From The Records Of Weld County		Prepared By: Barbara Connolly Phone: 9704004445.00	
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
1. Total receipts available			
2. Minus amount used for collection expenses			
3. Minus amount used for nonhighway purposes			
4. Minus amount used for mass transit			
5. Remainder used for highway purposes			
II. RECEIPTS FOR ROAD AND STREET PURPOSES		III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES	
ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	43,375,360
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	19,940,451
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	1,160,868
3. Other local imposts (from page 2)	27,879,775	c. Other	505,617
4. Miscellaneous local receipts (from page 2)	21,486,558	d. Total (a. through c.)	1,666,485
5. Transfers from toll facilities		4. General administration & miscellaneous	5,445,449
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	70,427,745
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	49,366,333	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	21,140,545	2. Notes:	
D. Receipts from Federal Government (from page 2)	730,615	a. Interest	
E. Total receipts (A.7 + B + C + D)	71,237,493	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	70,427,745
IV. LOCAL HIGHWAY DEBT STATUS (Show all entries at par)			
	Opening Debt	Amount Issued	Closing Debt
A. Bonds (Total)			0
1. Bonds (Refunding Portion)			
B. Notes (Total)			0
V. LOCAL ROAD AND STREET FUND BALANCE			
	A. Beginning Balance	B. Total Receipts	C. Total Disbursements
	61,150,745	71,237,493	70,427,745
			D. Ending Balance
			61,960,493
			E. Reconciliation
			0
Notes and Comments:			

FORM FHWA-536 (Rev. 1-05)

PREVIOUS EDITIONS OBSOLETE

(Next Page)

LOCAL HIGHWAY FINANCE REPORT		STATE:	
		Colorado	
		YEAR ENDING (mm/yy): December 2018	
II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	16,513,003	a. Interest on investments	77,120
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	
4. Licenses		f. Charges for Services	351,662
5. Specific Ownership &/or Other	11,366,772	g. Other Misc. Receipts	2,326,778
6. Total (1. through 5.)	11,366,772	h. Other	18,730,998
c. Total (a. + b.)	27,879,775	i. Total (a. through h.)	21,486,558
(Carry forward to page 1)		(Carry forward to page 1)	
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	12,549,194	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	646,639
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	371,511	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)	8,219,840	f. Other Federal	83,976
f. Total (a. through e.)	8,591,351	g. Total (a. through f.)	730,615
4. Total (1. + 2. + 3.f)	21,140,545	3. Total (1. + 2.g)	
		(Carry forward to page 1)	
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs		261,212	261,212
b. Engineering Costs		2,533,976	2,533,976
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements		10,671,164	10,671,164
(3). System Preservation		29,909,008	29,909,008
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	40,580,172	40,580,172
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	43,375,360	43,375,360
		(Carry forward to page 1)	
Notes and Comments:			

COUNTY OF WELD
STATE OF COLORADO

Combining Statement of Net Position
Internal Service Funds

December 31, 2018

	Motor Vehicle	Health Insurance	Insurance
ASSETS			
Current Assets:			
Cash and cash equivalents	\$ 3,738,656	\$ 24,783,942	\$ 1,937,025
Receivables (net of allowances for uncollectables):			
Property taxes receivable	-	-	2,838,235
Delinquent property taxes	-	-	-
Accounts Receivable	607,185	-	-
Inventory	86,909	-	-
Other Assets	-	22,651	805,051
Total current assets	<u>4,432,750</u>	<u>24,806,593</u>	<u>5,580,311</u>
Fixed assets:			
Improvements other than buildings	1,877,138	-	-
Intangible Assets	39,054	-	-
Construction in progress	2,130,758	-	-
Buildings	2,285,801	-	-
Machinery and Equipment	51,613,325	-	-
Accumulated Depreciation	(33,296,182)	-	-
Total Fixed Assets	<u>24,649,894</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 29,082,644</u>	<u>\$ 24,806,593</u>	<u>\$ 5,580,311</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION			
Current Liabilities			
Accounts Payable	\$ 409,340	\$ 173,933	\$ 114,224
Accrued Liabilities	45,305	3,752,765	2,308,198
Due to other County funds	44,198	-	-
Unearned Revenues	-	1,610,828	-
Total Current Liabilities	<u>498,843</u>	<u>5,537,526</u>	<u>2,422,422</u>
Deferred Inflows of Resources			
Property Taxes	-	-	2,842,545
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>2,842,545</u>
Total Liabilities and Deferred Inflows	<u>498,843</u>	<u>5,537,526</u>	<u>5,264,967</u>
Net Position			
Invested in capital assets	24,649,894	-	-
Restricted for:			
Insurance Claims	-	19,269,067	315,344
Unrestricted	3,933,907	-	-
Total net position	<u>\$ 28,583,801</u>	<u>\$ 19,269,067</u>	<u>\$ 315,344</u>

<u>Phone Services</u>	<u>Total Internal Service Funds</u>
\$ 670,513	\$ 31,130,136
-	2,838,235
-	-
4,520	611,705
-	86,909
-	827,702
<u>675,033</u>	<u>35,494,687</u>
-	1,877,138
-	39,054
-	2,130,758
-	2,285,801
964,889	52,578,214
<u>(234,378)</u>	<u>(33,530,560)</u>
<u>730,511</u>	<u>25,380,405</u>
<u>\$ 1,405,544</u>	<u>\$ 60,875,092</u>

\$ 5,673	\$ 703,170
18,891	6,125,159
-	44,198
-	1,610,828
<u>24,564</u>	<u>8,483,355</u>

-	<u>2,842,545</u>
-	<u>2,842,545</u>
<u>24,564</u>	<u>11,325,900</u>

730,511	25,380,405
-	19,584,411
<u>650,469</u>	<u>4,584,376</u>
<u>\$ 1,380,980</u>	<u>\$ 49,549,192</u>

COUNTY OF WELD
STATE OF COLORADO

Combining Statement of Revenues, Expenditures and Changes in Net Position
Internal Service Funds

For the Year Ended December 31, 2018

	Motor Vehicle	Health Insurance	Insurance
Operating revenues:			
Employer Contributions	\$ -	\$ 21,770,511	\$ -
Charges for Services	9,524,327	2,003	151,864
Total operating revenues	<u>9,524,327</u>	<u>21,772,514</u>	<u>151,864</u>
Operating expenses:			
Personnel Services	1,198,250	-	-
Supplies	4,214,497	23,210	290
Purchased Services	598,250	837,444	46,449
Insurance and Bonds	-	-	1,096,243
Depreciation	4,237,516	-	-
Other	156,730	18,507	-
Claims	-	17,441,859	2,785,116
Total operating expenditures	<u>10,405,243</u>	<u>18,321,020</u>	<u>3,928,098</u>
Operating income (loss)	<u>(880,916)</u>	<u>3,451,494</u>	<u>(3,776,234)</u>
Nonoperating Revenues (Expenses)			
Taxes	-	-	2,502,242
Miscellaneous	12,261	-	-
Earnings on investments	-	-	53,308
Grants	960,881	-	-
Gains (loss) on Disposal	358,190	-	-
Judgment and Damages	-	-	108,704
Total nonoperating revenues (expenses)	<u>1,331,332</u>	<u>-</u>	<u>2,664,254</u>
Income (loss) before contributions and transfers	<u>450,416</u>	<u>3,451,494</u>	<u>(1,111,980)</u>
Transfers - in	<u>2,566,995</u>	<u>-</u>	<u>1,000,000</u>
Changes in net position	<u>3,017,411</u>	<u>3,451,494</u>	<u>(111,980)</u>
Total net position - beginning	<u>25,566,390</u>	<u>15,817,573</u>	<u>427,324</u>
Total net position - ending	<u>\$ 28,583,801</u>	<u>\$ 19,269,067</u>	<u>\$ 315,344</u>

<u>Phone Services</u>	<u>Total Internal Service Funds</u>
\$ -	\$ 21,770,511
1,515,184	11,193,378
<u>1,515,184</u>	<u>32,963,889</u>

204,515	1,402,765
27,501	4,265,498
805,710	2,287,853
-	1,096,243
92,841	4,330,357
240,284	415,521
-	20,226,975
<u>1,370,851</u>	<u>34,025,212</u>
<u>144,333</u>	<u>(1,061,323)</u>

-	2,502,242
-	12,261
-	53,308
-	960,881
(103)	358,087
-	108,704
<u>(103)</u>	<u>3,995,483</u>
144,230	2,934,160
-	3,566,995
<u>144,230</u>	<u>6,501,155</u>
1,236,750	43,048,037
<u>\$ 1,380,980</u>	<u>\$ 49,549,192</u>

COUNTY OF WELD
STATE OF COLORADO

Combining Statement of Cash Flows
Internal Service Funds

For the fiscal year ended December 31, 2018

	Motor Vehicle Fund	Health Insurance Fund	Insurance Fund
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash flows from external customers	84,786	-	-
Cash flows from internal customers	9,352,341	21,631,927	91,874
Cash payments to external suppliers for goods and services	(4,611,242)	(17,483,911)	(4,615,676)
Cash payments to internal suppliers for goods and services	(1,475,932)	(26,727)	-
Cash payments to employees for services	-	-	-
Judgements/damages/losses	-	-	108,704
Miscellaneous revenues	12,261	-	-
Net cash provided (used) by operating activities	<u>3,362,214</u>	<u>4,121,289</u>	<u>(4,415,098)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Taxes	-	-	2,489,935
Transfers/Advances	2,566,995	-	1,000,000
Grants	448,324	-	-
Net cash provided by noncapital financing activities	<u>3,015,319</u>	<u>-</u>	<u>3,489,935</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of capital assets	(7,624,801)	-	-
Proceeds from sale of capital assets	490,925	-	-
Net cash provided (used) for capital and related financing activities	<u>(7,133,876)</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on investments	-	-	56,194
Net Increase (decrease) in Cash and Cash Equivalents	(756,343)	4,121,289	(868,969)
Cash and Cash Equivalents at Beginning of Year	4,494,999	20,662,653	2,805,994
Cash and Cash Equivalents at End of Year	<u>3,738,656</u>	<u>24,783,942</u>	<u>1,937,025</u>
Reconciliation of operating income to net cash provided (used) by operating activities:			
Operating income (loss)	(880,916)	3,451,494	(3,776,234)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation expense	4,237,516	-	-
Judgements/damages/losses	-	-	108,704
Miscellaneous revenue	12,261	-	-
Change in assets and liabilities	-	-	-
(Increase) decrease in accounts receivable	(89,842)	5,704	(265,390)
(Increase) decrease in due from other funds	-	2,231	19,300
(Increase) decrease in inventories	(30,848)	-	-
(Increase) decrease in other assets	-	(7,426)	(805,051)
Increase (decrease) in accounts payable	148,331	150,987	(29,479)
Increase (decrease) in accrued liabilities	5,091	662,733	108,450
Increase (decrease) in other liabilities	(39,379)	-	(40,788)
Increase (decrease) in deferred revenue	-	(144,434)	265,390
Total adjustments	<u>4,243,130</u>	<u>669,795</u>	<u>(638,864)</u>
Net cash provided (used) by operating activities	<u>3,362,214</u>	<u>4,121,289</u>	<u>(4,415,098)</u>
Noncash investing, capital, and financing activities:			
Contributions of capital assets from (to) government	-	-	-
Loss on Disposal of Asset	69,164	-	-

Phone Service Fund	Total Internal Service Funds
27,240	112,026
1,486,787	32,562,929
(745,495)	(27,456,324)
(321,782)	(1,824,441)
(207,144)	(207,144)
-	108,704
-	12,261
<u>239,606</u>	<u>3,308,011</u>
-	2,489,935
-	3,566,995
-	448,324
-	<u>6,505,254</u>
-	(7,624,801)
-	<u>490,925</u>
-	<u>(7,133,876)</u>
-	56,194
239,606	2,735,583
<u>430,907</u>	<u>28,394,553</u>
<u>670,513</u>	<u>31,130,136</u>
144,333	(1,061,323)
92,841	4,330,357
-	108,704
-	12,261
-	-
(1,694)	(351,222)
-	21,531
-	(30,848)
1,832	(810,645)
5,131	274,970
(2,837)	773,437
-	(80,167)
-	120,956
<u>95,273</u>	<u>4,369,334</u>
<u>239,606</u>	<u>3,308,011</u>
-	-
-	69,164

COUNTY OF WELD
STATE OF COLORADO

Combining Statement of Pension Net Position

December 31, 2018

	Retirement Plan	Other Post Employment Benefits	Total
ASSETS			
Restricted assets			
Restricted Cash	\$ 2,319,858	\$ 1,092,756	\$ 3,412,614
Restricted Investments			
Equity	164,878,013	-	164,878,013
Fixed Income	62,801,108	-	62,801,108
Hedge Fund	13,853,342	-	13,853,342
Real Property	54,418,907	-	54,418,907
Money Market	11,506,833	-	11,506,833
Total assets	<u>309,778,061</u>	<u>1,092,756</u>	<u>310,870,817</u>
LIABILITIES AND NET POSITION			
Accounts payable	<u>27,560</u>	-	<u>27,560</u>
Total Liabilities	<u>27,560</u>	-	<u>27,560</u>
NET POSITION			
Held in trust for pension benefits and other purposes	<u><u>309,750,501</u></u>	<u><u>1,092,756</u></u>	<u><u>310,843,257</u></u>

COUNTY OF WELD
STATE OF COLORADO

Combining Statement of Changes
in Pension Net Position

For the fiscal year ended December 31, 2018

	Retirement Plan	Other Post Employment Benefits	Total
Additions:			
Employer contributions	\$ 25,485,259	\$ -	\$ 25,485,259
Employee contributions	9,485,480	12,185	9,497,665
Earnings on investments, net of investment related expenses of \$421,698 and \$0	9,555,048	19,499	9,574,547
Net appreciation in fair market value of investments	(20,928,773)	-	(20,928,773)
Total Additions	<u>23,597,014</u>	<u>31,684</u>	<u>23,628,698</u>
Deductions:			
Actuarial fees	77,369	-	77,369
Benefit payments	17,757,593	83,340	17,840,933
Supplies	36,813	-	36,813
Total Deductions	<u>17,871,775</u>	<u>83,340</u>	<u>17,955,115</u>
Change in Net Position	5,725,239	(51,656)	5,673,583
Net position - beginning	304,025,262	1,144,412	305,169,674
Net position - ending	<u><u>\$ 309,750,501</u></u>	<u><u>\$ 1,092,756</u></u>	<u><u>\$ 310,843,257</u></u>

COUNTY OF WELD
STATE OF COLORADO

Combining Statement of Changes in Assets and Liabilities
Fiduciary Funds

For the Year Ended Year Ended December 31, 2018

	Balance 1/1/2018	Additions	Deductions	Balance 12/31/2018
GENERAL AGENCY FUND				
Assets:				
Cash and Investments	\$ 13,246,205	\$ 16,717,400	\$ 13,067,214	\$ 16,896,391
Total Assets	<u>\$ 13,246,205</u>	<u>\$ 16,717,400</u>	<u>\$ 13,067,214</u>	<u>\$ 16,896,391</u>
Liabilities:				
Accounts Payable	\$ 1,050,000	\$ 82,873	\$ 1,132,873	\$ -
Due to other Governments	12,196,205	17,100,011	12,399,825	16,896,391
Total Liabilities	<u>\$ 13,246,205</u>	<u>\$ 17,182,884</u>	<u>\$ 13,532,698</u>	<u>\$ 16,896,391</u>
PAYROLL AGENCY FUND				
Assets:				
Cash and Investments	\$ 150,745	\$ 35,505,830	\$ 35,453,811	\$ 202,764
Accounts Receivable (net of allowance for uncollectible):	2,068	17,499	19,419	148
Total Assets	<u>\$ 152,813</u>	<u>\$ 35,523,329</u>	<u>\$ 35,473,230</u>	<u>\$ 202,912</u>
Liabilities:				
Accounts Payable	\$ 152,813	\$ 36,105,913	\$ 36,055,814	\$ 202,912
Total Liabilities	<u>\$ 152,813</u>	<u>\$ 36,105,913</u>	<u>\$ 36,055,814</u>	<u>\$ 202,912</u>
EMPLOYEE FLEXIBLE SPENDING				
Assets:				
Cash and Investments	\$ 36,165	\$ 976,675	\$ 960,902	\$ 51,938
Accounts Receivable (net of allowance for uncollectible):	3,823	-	3,823	-
Total Assets	<u>\$ 39,988</u>	<u>\$ 976,675</u>	<u>\$ 964,725</u>	<u>\$ 51,938</u>
Liabilities:				
Accounts Payable	\$ 39,988	\$ 51,938	\$ 39,988	\$ 51,938
Total Liabilities	<u>\$ 39,988</u>	<u>\$ 51,938</u>	<u>\$ 39,988</u>	<u>\$ 51,938</u>
TOTAL - ALL AGENCY FUNDS				
Assets:				
Cash and Investments	\$ 13,433,115	\$ 53,199,905	\$ 49,481,927	\$ 17,151,093
Accounts Receivable	\$ 5,891	\$ 17,499	\$ 23,242	\$ 148
Total Assets	<u>\$ 13,439,006</u>	<u>\$ 53,217,404</u>	<u>\$ 49,505,169</u>	<u>\$ 17,151,241</u>
Liabilities:				
Accounts payable	\$ 1,242,801	\$ 36,240,724	\$ 37,228,675	\$ 254,850
Due to other governments	12,196,205	17,100,011	12,399,825	16,896,391
Total Liabilities	<u>\$ 13,439,006</u>	<u>\$ 53,340,735</u>	<u>\$ 49,628,500</u>	<u>\$ 17,151,241</u>

COUNTY OF WELD
STATE OF COLORADO

Northern Colorado Regional Forensic Laboratory

Schedule of Revenues, Expenses and
Changes in Net Position - Budget and Actual

For the Year Ended Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
Operating Revenues:				
Charges for services	\$ 310,000	\$ 310,000	\$ 229,271	\$ (80,729)
Total Operating Revenues	310,000	310,000	229,271	(80,729)
Operating Expenses:				
Supplies	-	-	17,251	(17,251)
Purchased Services	147,000	147,000	119,428	27,572
Depreciation	86,038	86,038	80,097	5,941
Other	76,962	76,962	-	76,962
Total Operating Expenses	310,000	310,000	216,776	(93,224)
Operating Income (Loss)	-	-	12,495	12,495
Nonoperating Revenues:				
Income(loss) before contributions and transfers	-	-	12,495	12,495
Net Income (Loss)	-	-	12,495	12,495
Net Position at Beginning of Year	3,833,398	3,833,398	3,833,398	-
Net Position at end of Year	\$ 3,833,398	\$ 3,833,398	\$ 3,845,893	\$ 12,495

COUNTY OF WELD
STATE OF COLORADO

Motor Vehicle Fund

Schedule of Revenues, Expenses and
Changes in Net Position - Budget and Actual

For the Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
Operating Revenues:				
Charges for services	\$ 6,320,000	\$ 6,320,000	\$ 5,286,131	\$ (1,033,869)
Miscellaneous	4,625,000	9,691,995	4,238,196	(5,453,799)
Total Operating Revenues	10,945,000	16,011,995	9,524,327	(6,487,668)
Operating Expenses:				
Personnel Services	1,339,486	1,589,486	1,198,250	391,236
Supplies	1,676,300	3,976,300	4,214,497	(238,197)
Purchased Services	3,107,641	1,007,641	601,050	406,591
Depreciation	4,625,000	4,625,000	4,237,516	387,484
Other	151,873	151,873	153,930	(2,057)
Total Operating Expenses	10,900,300	11,350,300	10,405,243	945,057
Operating Income (Loss)	44,700	4,661,695	(880,916)	(5,542,611)
Nonoperating Revenues (Expenses):				
Other	-	-	12,261	12,261
Grant	888,100	888,100	960,881	72,781
Gain/Loss on Disposal	820,000	820,000	358,190	(461,810)
Total Nonoperating Revenues(Expenses)	1,708,100	1,708,100	1,331,332	(376,768)
Income(Loss) before contributions and transfers	1,752,800	6,369,795	450,416	(5,919,379)
Transfers - in	-	-	2,566,995	2,566,995
Net Income (Loss)	1,752,800	6,369,795	3,017,411	(3,352,384)
Net Position at Beginning of Year	25,566,390	25,566,390	25,566,390	-
Net Position at End of Year	\$ 27,319,190	\$ 31,936,185	\$ 28,583,801	\$ (3,352,384)

COUNTY OF WELD
STATE OF COLORADO

Health Insurance Fund

Schedule of Revenues, Expenses and
Changes in Net Position - Budget and Actual

For the fiscal Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
Operating Revenues:				
Employee Premiums	\$ 19,727,732	\$ 21,727,732	\$ 21,770,511	\$ 42,779
Charges for services	-	-	2,003	2,003
Total Operating Revenue	19,727,732	21,727,732	21,772,514	44,782
Operating Expenses:				
Supplies	9,000	9,000	23,210	(14,210)
Purchased Services	1,574,395	1,574,395	837,444	736,951
Other	1,714,201	1,714,201	18,507	1,695,694
Insurance Claims	16,430,136	18,430,136	17,441,859	988,277
Total Operating Expenses	19,727,732	21,727,732	18,321,020	3,406,712
Operating Income (Loss)	-	-	3,451,494	3,451,494
Net Income (Loss)	-	-	3,451,494	3,451,494
Net Position at Beginning of Year	15,817,573	15,817,573	15,817,573	-
Net Position at End of Year	<u>\$ 15,817,573</u>	<u>\$ 15,817,573</u>	<u>\$ 19,269,067</u>	<u>\$ 3,451,494</u>

COUNTY OF WELD
STATE OF COLORADO

Insurance Fund

Schedule of Revenues Expenses and
Changes in Net Position - Budget and Actual

For the fiscal Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
Operating Revenues:				
Charges for services	\$ 50,000	\$ 50,000	\$ 151,864	\$ 101,864
Operating Expenses:				
Supplies	3,500	3,500	290	3,210
Purchased Services	42,375	42,375	46,449	(4,074)
Insurance and Bonds	781,000	1,201,000	1,096,243	104,757
Insurance Claims	1,828,125	2,678,125	2,785,116	(106,991)
Total Operating Expenses	2,655,000	3,925,000	3,928,098	(3,098)
Operating Income (Loss)	(2,605,000)	(3,875,000)	(3,776,234)	98,766
Nonoperating Revenues (Expenses):				
General property taxes	2,500,000	2,500,000	2,499,356	(644)
Penalties & interest	-	-	2,886	2,886
Interest	30,000	30,000	53,308	23,308
Judgment and Damages	75,000	75,000	108,704	33,704
Total Nonoperating Revenues (Expenses)	2,605,000	2,605,000	2,664,254	59,254
Income(Loss) before contributions and transfers	-	(1,270,000)	(1,111,980)	158,020
Transfers - in	-	1,000,000	1,000,000	-
Net Income (Loss)	-	(270,000)	(111,980)	158,020
Net Position at Beginning of Year	427,324	427,324	427,324	-
Net Position at End of Year	\$ 427,324	\$ 157,324	\$ 315,344	\$ 158,020

COUNTY OF WELD
STATE OF COLORADO

Phone Service Fund

Schedule of Revenues, Expenses and
Changes in Net Position - Budget and Actual

For the Fiscal Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
Operating Revenues:				
Charges for services	\$ 1,365,792	\$ 1,365,792	\$ 1,515,184	\$ 149,392
Operating Expenses:				
Personnel Services	315,545	315,545	204,515	111,030
Supplies	27,800	27,800	27,501	299
Purchased Services	682,160	682,160	805,710	(123,550)
Depreciation	100,000	100,000	92,841	7,159
Other	240,287	240,287	240,284	3
Total Expenditures	1,365,792	1,365,792	1,370,851	(5,059)
Operating Income (Loss)	-	-	144,333	144,333
Nonoperating revenues (expenses):				
Gain/Loss on Disposal	-	-	(103)	(103)
Total nonoperating revenues (expenses)	-	-	(103)	(103)
Net Income (Loss)	-	-	144,230	144,230
Fund Balance, Beginning of Year	1,329,082	1,236,750	1,236,750	-
Fund Balance, End of Year	\$ 1,329,082	\$ 1,236,750	\$ 1,380,980	\$ 144,230



STATISTICAL



SECTION

STATISTICAL SECTION
(unaudited)

This part of the Weld County Government's comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents	Page
Financial Trends <i>These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.</i>	150
Revenue Capacity <i>These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.</i>	158
Debt Capacity <i>Weld County is without bonded debt and, accordingly, the following statistical tables are not presented: Ratios of Outstanding Debt by Type and Ratios of General Bonded Debt Outstanding.</i>	163
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.</i>	167
Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i>	172

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

COUNTY OF WELD
STATE OF COLORADO

Net Position by Component

Last Ten Years
(accrual basis of accounting)

	Fiscal Year				
	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Governmental activities					
Net Investment in Capital Assets	\$ 256,826,307	\$ 254,893,754	\$ 252,365,188	\$ 260,360,887	\$ 270,069,712
Restricted for					
Programs	4,524,110	4,912,503	5,360,845	6,194,551	5,736,608
Emergencies	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000
Claims	2,270,613	4,734,410	4,734,409	4,734,409	4,734,409
Public Works	-	-	-	39,542,250	63,999,271
Other	-	-	-	1,000,426	1,485,432
Unrestricted	40,819,002	66,081,025	74,131,389	50,626,441	58,762,664
Total governmental activities net position	<u>\$ 310,440,032</u>	<u>\$ 336,621,692</u>	<u>\$ 342,591,831</u>	<u>\$ 368,458,964</u>	<u>\$ 410,788,096</u>
Business-type activities					
Net Investment in Capital Assets	\$ 1,011,224	\$ 1,305,614	\$ 1,524,148	\$ -	\$ -
Unrestricted	2,478,408	3,194,266	3,526,143	-	(1,323)
Total business-type activities net position	<u>\$ 3,489,632</u>	<u>\$ 4,499,880</u>	<u>\$ 5,050,291</u>	<u>\$ -</u>	<u>\$ (1,323)</u>
Primary government					
Net Investment in Capital Assets	\$ 257,837,531	\$ 256,199,398	\$ 253,899,336	\$ 260,630,887	\$ 270,069,712
Restricted	12,794,723	15,646,913	16,095,254	57,474,636	81,955,720
Unrestricted	43,297,410	69,275,291	77,657,532	50,626,441	58,761,341
Total primary government net position	<u>\$ 313,929,664</u>	<u>\$ 341,121,602</u>	<u>\$ 347,652,122</u>	<u>\$ 368,731,964</u>	<u>\$ 410,786,773</u>

<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
\$ 297,892,975	\$ 340,942,910	\$ 371,847,806	\$ 420,039,585	\$ 444,957,542
8,104,172	7,493,150	9,423,909	9,942,147	10,993,484
7,000,000	7,000,000	7,000,000	7,000,000	8,000,000
4,734,409	4,734,408	4,734,408	4,734,408	4,734,408
89,429,234	79,771,261	86,165,977	71,872,652	81,973,460
1,049,628	1,866,083	15,355,488	18,191,962	17,430,060
66,196,157	53,394,168	91,909,141	126,714,529	145,575,480
<u>\$ 474,406,575</u>	<u>\$ 495,201,980</u>	<u>\$ 586,436,729</u>	<u>\$ 658,495,283</u>	<u>\$ 713,664,434</u>
\$ -	\$ -	\$ -	\$ 3,754,342	\$ 3,686,741
579	(10,232)	(9,438)	69,469	152,577
<u>\$ 579</u>	<u>\$ (10,232)</u>	<u>\$ (9,438)</u>	<u>\$ 3,823,811</u>	<u>\$ 3,839,318</u>
\$ 297,892,975	\$ 340,942,910	\$ 371,847,806	\$ 423,793,927	\$ 448,644,283
110,317,443	100,864,902	122,679,782	111,741,169	123,131,412
66,196,736	53,383,936	91,899,703	126,783,998	145,728,057
<u>\$ 474,407,154</u>	<u>\$ 495,191,748</u>	<u>\$ 586,427,291</u>	<u>\$ 662,319,094</u>	<u>\$ 717,503,752</u>

COUNTY OF WELD
STATE OF COLORADO

Changes in Net Position

Last Ten Years
(accrual basis of accounting)

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Expenses					
Governmental activities:					
General government	\$ 31,738,352	\$ 31,497,117	\$ 31,930,407	\$ 34,788,024	\$ 43,458,478
Public safety	40,649,718	40,551,255	42,613,038	44,204,968	47,903,331
Streets and highways	31,123,536	34,662,990	37,519,293	37,223,683	39,964,090
Health and welfare	39,882,326	37,946,589	35,881,864	36,853,734	38,792,474
Culture and recreation	1,013,683	1,215,481	1,123,268	1,345,018	1,511,184
Economic assistance	15,546,027	9,262,302	8,115,722	7,420,075	8,481,320
Total governmental activities expenses	<u>159,953,642</u>	<u>155,135,734</u>	<u>157,183,592</u>	<u>161,835,502</u>	<u>180,110,877</u>
Business-type activities:					
Paramedic service	9,310,991	6,349,218	5,964,112	2,846,859	-
Northern Colorado Regional Crime Lab	-	-	-	-	73,321
Total primary government expenses	<u>\$ 169,264,633</u>	<u>\$ 161,484,952</u>	<u>\$ 163,147,704</u>	<u>\$ 164,682,361</u>	<u>\$ 180,184,198</u>
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$ 8,728,521	\$ 10,117,110	\$ 12,644,748	\$ 11,570,917	\$ 12,595,814
Public safety	5,658,339	7,021,139	6,023,109	7,294,578	8,981,482
Streets and highways	3,262,996	1,932,790	2,022,037	3,439,523	4,473,145
Health and welfare	21,091,150	21,311,474	19,360,887	22,209,032	24,231,535
Culture and recreation	448,900	549,483	619,316	725,868	928,631
Economic assistance	1,041,768	834,429	822,309	381,199	493,180
Operating grants and contributions	36,580,590	27,858,758	24,034,211	23,821,017	32,277,806
Total governmental activities program revenues	<u>76,812,264</u>	<u>69,625,183</u>	<u>65,526,617</u>	<u>69,442,134</u>	<u>83,981,593</u>
Business-type activities:					
Paramedic service	7,563,318	5,859,468	6,514,522	1,954,205	-
Northern Colorado Regional Crime Lab	-	-	-	-	71,998
Total primary government revenues	<u>84,375,582</u>	<u>75,484,651</u>	<u>72,041,139</u>	<u>71,396,339</u>	<u>84,053,591</u>
Net (Expenses)/Revenue					
Governmental activities	(83,141,378)	(85,510,551)	(91,656,975)	(92,393,368)	(96,129,284)
Business-type activities	(1,747,673)	(489,750)	550,410	(892,654)	(1,323)
Total primary government net	<u>\$ (84,889,051)</u>	<u>\$ (86,000,301)</u>	<u>\$ (91,106,565)</u>	<u>\$ (93,286,022)</u>	<u>\$ (96,130,607)</u>
General Revenues and Other Changes in Net Position					
Governmental activities:					
Taxes:					
Property taxes	\$ 75,047,892	\$ 95,251,609	\$ 76,808,723	\$ 88,229,111	\$ 105,940,590
Specific Ownership	6,167,691	6,018,849	5,743,784	7,302,134	7,347,314
Other	3,472,065	845,578	1,794,415	2,410,032	2,291,667
Royalties	1,707,235	2,556,866	7,169,988	12,083,892	17,325,773
Miscellaneous	5,468,676	6,415,403	4,305,446	3,009,211	4,098,817
Unrestricted investment earnings	2,391,636	2,103,942	1,804,728	1,341,489	1,181,245
Transfers	(1,385,000)	(1,500,000)	-	4,157,638	-
Total governmental activities	<u>92,870,195</u>	<u>111,692,247</u>	<u>97,627,084</u>	<u>118,533,507</u>	<u>138,185,406</u>
Business-type activities:					
Paramedic service	1,385,000	1,500,000	-	(4,157,638)	-
Northern Colorado Crime Lab	-	-	-	-	-
Total primary government	<u>\$ 94,255,195</u>	<u>\$ 113,192,247</u>	<u>\$ 97,627,084</u>	<u>\$ 114,375,869</u>	<u>\$ 138,185,406</u>
Governmental activities	\$ 9,728,817	\$ 26,181,696	\$ 5,970,109	\$ 26,140,139	\$ 42,056,122
Business-type activities	(362,673)	1,010,250	550,410	(5,050,292)	(1,323)
Total primary government	<u>\$ 9,366,144</u>	<u>\$ 27,191,946</u>	<u>\$ 6,520,519</u>	<u>\$ 21,089,847</u>	<u>\$ 42,054,799</u>

<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
\$ 46,770,013	\$ 37,495,116	\$ 43,312,962	\$ 47,306,184	\$ 53,326,206
54,027,026	58,172,560	60,041,266	62,895,851	69,052,173
42,894,441	43,926,350	47,538,901	55,222,675	56,737,562
39,085,217	42,851,911	46,730,139	52,193,339	54,490,073
1,792,648	1,611,666	1,495,649	1,556,093	2,180,248
9,408,488	8,172,946	8,083,307	7,920,958	8,146,194
<u>193,977,833</u>	<u>192,230,549</u>	<u>207,202,224</u>	<u>227,095,100</u>	<u>243,932,456</u>
-	-	-	-	-
<u>147,713</u>	<u>151,688</u>	<u>136,715</u>	<u>201,101</u>	<u>213,764</u>
<u>\$ 194,125,546</u>	<u>\$ 192,382,237</u>	<u>\$ 207,338,939</u>	<u>\$ 227,296,201</u>	<u>\$ 244,146,220</u>

\$ 13,477,033	\$ 16,052,536	\$ 17,489,264	\$ 16,954,771	\$ 14,522,954
13,229,980	12,538,210	10,346,226	10,914,355	14,736,620
5,825,407	8,907,810	6,047,912	3,881,217	7,335,330
25,041,461	26,912,220	30,066,394	31,047,472	33,519,609
1,154,300	1,045,533	913,486	952,322	1,268,596
567,753	558,678	414,443	667,662	623,078
<u>30,442,859</u>	<u>32,691,222</u>	<u>32,685,918</u>	<u>34,688,236</u>	<u>39,828,355</u>
89,738,793	98,706,209	97,963,643	99,106,035	111,834,542
-	-	-	-	-
<u>149,615</u>	<u>140,877</u>	<u>137,509</u>	<u>200,952</u>	<u>229,271</u>
<u>89,888,408</u>	<u>98,847,086</u>	<u>98,101,152</u>	<u>99,306,987</u>	<u>112,063,813</u>
(104,239,040)	(93,524,340)	(109,238,581)	(127,989,065)	(132,097,914)
<u>1,902</u>	<u>(10,811)</u>	<u>794</u>	<u>(149)</u>	<u>15,507</u>
<u>\$ (104,237,138)</u>	<u>\$ (93,535,151)</u>	<u>\$ (109,237,787)</u>	<u>\$ (127,989,214)</u>	<u>\$ (132,082,407)</u>

\$ 115,694,397	\$ 127,447,260	\$ 166,025,920	\$ 156,180,601	\$ 143,754,038
10,028,385	9,600,158	11,413,491	11,230,531	11,369,691
4,350,529	5,115,072	1,897,030	1,506,348	2,306,875
31,503,068	11,330,119	9,518,902	21,860,836	15,479,640
4,807,802	4,220,711	9,047,388	9,783,532	9,405,990
1,473,338	1,190,383	2,570,598	3,319,170	5,858,529
-	-	-	(3,833,398)	-
<u>167,857,519</u>	<u>158,903,703</u>	<u>200,473,329</u>	<u>200,047,620</u>	<u>188,174,763</u>
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>3,833,398</u>	<u>-</u>
<u>\$ 167,857,519</u>	<u>\$ 158,903,703</u>	<u>\$ 200,473,329</u>	<u>\$ 203,881,018</u>	<u>\$ 188,174,763</u>
\$ 63,618,479	\$ 65,379,363	\$ 91,234,748	\$ 72,058,555	\$ 56,076,849
<u>1,902</u>	<u>(10,811)</u>	<u>794</u>	<u>(149)</u>	<u>15,507</u>
<u>\$ 63,620,381</u>	<u>\$ 65,368,552</u>	<u>\$ 91,235,542</u>	<u>\$ 72,058,406</u>	<u>\$ 56,092,356</u>

COUNTY OF WELD
STATE OF COLORADO

Fund Balances of Governmental Funds

Last Ten Years
(accrual basis of accounting)

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
General Fund					
Reserved	\$ 846,808	\$ 1,882,253	\$ -	\$ -	\$ -
Unreserved	9,960,565	9,967,335	-	-	-
Nonspendable*	-	-	687,239	1,216,973	677,240
Restricted*	-	-	6,000,000	6,863,582	7,114,812
Committed*	-	-	1,927,404	2,305,309	2,089,993
Assigned*	-	-	1,808,529	615,428	1,527,256
Unassigned*	-	-	10,691,668	10,126,783	10,165,207
Total general fund	<u>\$ 10,807,373</u>	<u>\$ 11,849,588</u>	<u>\$ 21,114,840</u>	<u>\$ 21,128,075</u>	<u>\$ 21,574,508</u>
All other Governmental Funds					
Reserved	12,631,501	9,861,718	7,138,513	-	-
Unreserved					
Unreserved, reported in:					
Special revenue funds	25,032,274	32,475,341	57,755,218	-	-
Capital projects funds	(2,064,635)	1,617,052	6,362,877	-	-
Debt service funds					
Nonspendable*	-	-	963,566	1,020,322	1,321,277
Restricted*	-	-	36,493,043	40,377,056	57,704,338
Committed*	-	-	32,295,274	46,347,303	55,508,238
Assigned*	-	-	-	-	-
Unassigned*	-	-	-	-	-
Total for all governmental funds	<u>\$ 46,406,513</u>	<u>\$ 55,803,699</u>	<u>\$ 162,123,331</u>	<u>\$ 108,872,756</u>	<u>\$ 136,108,361</u>

* Difference in fund balance presentation is due to implementation of GASB 54 in 2011

<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
\$ -	\$ -	\$ -	\$ -	\$ -
683,377	867,532	1,015,783	1,307,038	1,194,524
7,671,021	8,432,222	21,813,498	24,576,426	24,778,120
2,105,601	2,071,938	1,866,563	11,260,625	8,020,618
1,581,113	736,158	955,246	1,883,931	2,601,747
11,437,583	13,862,814	13,224,491	14,417,758	17,224,329
<u>\$ 23,478,695</u>	<u>\$ 25,970,664</u>	<u>\$ 38,875,581</u>	<u>\$ 53,445,778</u>	<u>\$ 53,819,338</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,253,485	1,281,841	1,015,420	1,147,734	1,201,324
85,864,936	83,017,769	92,968,210	77,077,307	80,276,953
55,668,390	23,697,405	58,503,732	60,179,345	59,281,726
-	-	-	-	-
-	-	-	-	-
<u>\$ 166,265,506</u>	<u>\$ 133,967,679</u>	<u>\$ 191,362,943</u>	<u>\$ 191,850,164</u>	<u>\$ 194,579,341</u>

COUNTY OF WELD
STATE OF COLORADO

Changes in Fund Balances, Governmental Funds

Last Ten Years
(accrual basis of accounting)

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Revenues					
Taxes	\$ 84,642,477	\$ 102,079,791	\$ 84,310,617	\$ 97,903,945	\$ 115,265,310
Licenses and permits	1,467,282	2,512,999	2,093,316	2,968,095	3,341,876
Intergovernmental	61,100,082	53,021,343	44,670,251	45,584,435	51,914,958
Fines and forfeitures	323,411	587,330	441,455	319,091	342,566
Charges for Services	8,939,683	7,771,230	6,899,382	7,748,408	9,950,307
Miscellaneous	7,132,908	8,133,573	15,397,352	19,019,845	24,954,352
Fees	7,546,478	8,827,457	9,445,288	10,392,181	11,297,774
Total Revenues	<u>171,152,321</u>	<u>182,933,723</u>	<u>163,257,661</u>	<u>183,936,000</u>	<u>217,067,143</u>
Expenditures					
Current:					
General government	28,311,209	29,608,752	30,964,059	31,775,959	41,791,404
Public Safety	38,668,759	38,176,653	40,657,128	43,270,068	46,843,573
Public Works	29,595,637	28,524,940	30,834,148	37,846,573	39,783,527
Public health and welfare	39,287,989	36,850,368	35,187,959	36,737,703	38,802,420
Culture and recreation	1,014,422	1,214,300	1,127,873	1,346,107	1,526,889
Economic assistance	14,622,541	9,086,301	7,880,482	7,517,791	8,539,305
Capital outlay	9,911,307	8,627,695	7,795,485	7,589,459	12,144,427
Total Expenditures	<u>161,411,864</u>	<u>152,089,009</u>	<u>154,447,134</u>	<u>166,083,660</u>	<u>189,431,545</u>
Excess of revenues over (under) expenditures	<u>9,740,457</u>	<u>30,844,714</u>	<u>8,810,527</u>	<u>17,852,340</u>	<u>27,635,598</u>
Other Financing Sources (Uses)					
Transfers-in	7,583,632	7,157,161	15,807,328	11,194,959	13,766,733
Transfers-out	9,968,632	9,657,161	16,857,328	11,041,260	14,166,733
Total Other Financing Sources (Uses)	(2,385,000)	(2,500,000)	(1,050,000)	153,699	(400,000)
Net changes in Fund Balance	<u>\$ 7,355,457</u>	<u>\$ 28,344,714</u>	<u>\$ 7,760,527</u>	<u>\$ 18,006,039</u>	<u>\$ 27,235,598</u>

<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
\$ 130,031,486	\$ 141,611,918	\$ 179,257,281	\$ 168,836,829	\$ 157,346,628
5,434,346	4,259,547	2,984,422	3,341,147	5,116,332
56,514,382	60,481,735	69,154,292	66,573,450	68,537,393
351,384	734,179	349,360	474,889	487,815
13,024,221	13,553,203	11,802,236	11,274,143	13,994,765
41,065,332	24,064,183	21,482,828	38,525,348	32,379,063
12,202,782	13,559,930	14,922,623	14,520,726	14,859,057
<u>258,623,933</u>	<u>258,264,695</u>	<u>299,953,042</u>	<u>303,546,532</u>	<u>292,721,053</u>
47,479,034	90,138,082	44,368,745	65,270,306	68,164,894
52,037,811	55,702,273	57,652,813	60,620,188	66,414,644
59,780,472	85,573,209	77,188,910	103,842,765	73,996,875
39,439,892	42,714,599	45,846,879	51,264,579	53,474,563
1,793,944	1,623,459	1,499,048	1,560,675	2,181,871
9,571,342	8,496,919	7,914,293	8,072,764	8,250,387
15,963,395	6,313,983	7,086,089	9,429,034	14,061,130
<u>226,065,890</u>	<u>290,562,524</u>	<u>241,556,777</u>	<u>300,060,311</u>	<u>286,544,364</u>
<u>32,558,043</u>	<u>(32,297,829)</u>	<u>58,396,265</u>	<u>3,486,221</u>	<u>6,176,689</u>
10,970,458	9,500,645	5,254,249	8,110,432	28,265,235
<u>13,370,458</u>	<u>9,500,645</u>	<u>6,254,249</u>	<u>11,110,432</u>	<u>31,832,230</u>
(2,400,000)	-	(1,000,000)	(3,000,000)	(3,566,995)
<u>\$ 30,158,043</u>	<u>\$ (32,297,829)</u>	<u>\$ 57,396,265</u>	<u>\$ 486,221</u>	<u>\$ 2,609,694</u>

COUNTY OF WELD
STATE OF COLORADO

Assessed Value and Estimated Actual Value of Taxable Property

Last Ten Years

<u>Levy Year</u>	<u>Vacant Land</u>	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Industrial Property</u>	<u>Agricultural</u>	<u>Natural Resources</u>
2009	114,462,060	1,147,417,980	703,405,460	281,991,090	100,747,790	15,959,790
2010	107,499,350	1,161,670,030	713,727,230	338,066,670	100,999,290	12,388,270
2011	82,601,960	1,110,455,180	700,148,970	343,525,350	117,189,830	12,839,310
2012	76,770,990	1,126,143,600	741,004,020	405,141,700	120,086,240	12,176,900
2013	67,644,470	1,125,171,520	717,135,660	444,712,190	141,969,440	14,519,910
2014	62,623,500	1,153,472,230	733,310,060	540,611,520	148,595,520	14,908,830
2015	75,809,040	1,447,893,380	778,585,040	639,540,080	179,732,720	18,995,220
2016	65,331,620	1,512,440,970	805,968,490	797,643,050	184,339,480	18,552,540
2017	89,627,330	1,788,938,260	905,659,640	927,106,280	209,694,960	18,943,470
2018	79,197,730	1,860,220,890	933,156,520	958,904,240	214,145,980	22,544,990

Source: Office of the Weld County Assessor

Note:

Commercial Property and non-residential Personal Property has been assessed at 29% of actual value throughout the ten-year time frame.

<u>Oil & Gas</u>	<u>State Assessed</u>	<u>Total Taxable Assessed Value</u>	<u>Estimated Actual Taxable Value</u>	<u>Total Direct Tax Rate</u>	<u>Assessed Value as a Percentage of Actual Value</u>
2,868,304,890	538,504,800	5,770,793,860	24,007,360,964	16.804	24.038%
1,673,838,130	593,020,000	4,701,208,970	23,154,987,218	16.804	20.303%
2,439,298,540	615,803,700	5,421,862,840	22,248,958,038	16.804	24.369%
3,382,053,530	650,106,300	6,513,483,280	25,455,503,949	16.804	25.588%
3,900,510,227	707,171,100	7,118,834,517	33,821,697,185	16.804	21.048%
5,738,450,910	738,109,300	9,130,081,870	29,739,252,147	15.800	30.700%
7,669,479,580	773,068,200	11,583,103,260	36,760,335,781	15.800	31.510%
4,959,441,120	808,231,100	9,151,948,370	35,356,229,261	15.800	25.885%
4,611,244,810	849,916,610	9,401,131,360	40,177,028,127	15.800	23.399%
6,828,903,860	866,954,700	11,764,028,910	46,168,323,508	15.038	25.481%

COUNTY OF WELD
STATE OF COLORADO

Property Tax Rates Direct and Overlapping Governments

Last Ten Years

Levy Year	General Government	Road & Bridge	Public Welfare	Contingent	Capital	Insurance	Total Direct County
2009	11.842	1.613	1.266	-	1.754	0.329	16.804
2010	11.389	1.498	1.965	0.215	1.415	0.322	16.804
2011	10.479	1.303	1.863	1.491	1.342	0.326	16.804
2012	10.476	1.303	1.864	1.492	1.343	0.326	16.804
2013	11.788	1.639	1.203	0.713	1.176	0.285	16.804
2014	12.797	1.839	0.941	-	-	0.223	15.800
2015	9.881	1.444	0.843	2.013	1.444	0.175	15.800
2016	10.300	1.837	1.284	0.890	1.266	0.223	15.800
2017	10.092	1.789	1.236	1.301	1.111	0.271	15.800
2018	8.361	1.647	1.066	2.773	0.953	0.238	15.038

Overlapping Rates						
Levy Year	Direct County	City of Greeley	School District 6	Aims College	Weld Library	
2009	16.804	11.274	36.600	6.323	3.260	
2010	16.804	11.274	36.633	6.312	3.255	
2011	16.804	11.274	37.104	6.360	3.281	
2012	16.804	11.274	37.856	6.355	3.271	
2013	16.804	11.274	38.175	6.302	3.261	
2014	15.800	11.274	37.880	6.333	3.267	
2015	15.800	11.274	36.003	6.325	3.308	
2016	15.800	11.274	36.335	6.308	3.271	
2017	15.800	11.274	45.628	6.317	3.256	
2018	15.038	11.274	45.954	6.305	3.252	

The basis for the property tax rates is per \$1,000 assessed valuation.

Source: Office of the Weld County Assessor.

COUNTY OF WELD
STATE OF COLORADO

Principal Property Taxpayers
Current Year and Nine Years Ago

	2018			2009		
	Taxable Assessed Value	Rank	Percent Of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percent Of Total County Taxable Assessed Value
Kerr-McGee Oil & Gas Onshore LP	\$ 1,802,956,050	1	15.33%	724,446,840	2	12.55%
Noble Energy Inc	1,257,406,810	2	10.69%	1,135,221,000	1	19.67%
PDC Energy Inc	930,951,300	3	7.91%			
Extraction Oil & Gas LLC	581,058,270	4	4.94%			
Crestone Peak Resources LP	488,065,050	5	4.15%			
SRC Energy Inc	383,549,170	6	3.26%			
Public Service Co of Colorado (XCEL)	256,602,800	7	2.18%	93,494,100	6	1.62%
Bill Barrett Corporation	226,408,930	8	1.92%			
DCP Operating Company	210,688,000	9	1.79%			
Great Western Oil & Gas Co LLC	198,815,390	10	1.69%			
Petroleum Development Corp				224,279,550	3	3.89%
Encana Oil & Gas Inc				201,129,110	4	3.49%
Petro-Canada Resources (USA) Inc				190,529,130	5	3.30%
Merit Energy				75,753,930	7	1.31%
Rocky Mountain Energy Center				61,708,400	8	1.07%
Kerr-McGee Gathering LLC				53,454,000	9	0.93%
Colorado Interstate Gas Co				49,326,700	10	0.85%
	<u>\$ 6,336,501,770</u>		<u>53.86%</u>	<u>\$ 2,809,342,760</u>		<u>48.68%</u>

Source:
Weld County Assessor

COUNTY OF WELD
STATE OF COLORADO

Property Tax Levies and Collections

Last Ten Years

<u>Levy Year</u>	<u>Collect Year</u>	<u>Taxes Levied for the Fiscal Year (1)</u>	<u>Collected within the Fiscal Year of the Levy Tax Amount (2)</u>	<u>Percent of Levy</u>	<u>Collections in Subsequent Years (3)</u>	<u>Total Collections to Date Tax Amount (3)</u>	<u>Percent of Levy</u>
2008	2009	76,724,097	75,903,359	98.930%	160,906	76,064,265	99.140%
2009	2010	96,972,420	96,736,465	99.757%	386,517	97,122,982	100.155%
2010	2011	78,999,116	78,833,201	99.790%	261,298	79,094,499	100.121%
2011	2012	91,108,983	90,504,925	99.337%	758	90,505,683	99.338%
2012	2013	109,452,573	109,154,195	99.727%	806,680	109,960,875	100.464%
2013	2014	119,624,895	119,187,099	99.634%	33,502	119,220,601	99.662%
2014	2015	144,255,294	143,469,905	99.456%	33,370	143,503,275	99.479%
2015	2016	183,013,297	181,975,712	99.433%	11,385	181,987,097	99.439%
2016	2017	144,601,001	143,458,839	99.210%	5,933	143,464,772	99.214%
2017	2018	148,538,090	147,287,756	99.158%		147,287,756	99.158%

Source:

1) Office of the Weld County Assessor

2) As of Collection Year 2012, Authorities Taxes Receivable Report was used.

3) YTD Treasurer's Tax Distribution 2001 forward. Negative values reflect subsequent rebates and adjustments.

COUNTY OF WELD
STATE OF COLORADO

Direct and Overlapping Governmental Activities Debt

December 31, 2018

<u>Jurisdiction</u>	Net General Obligation Bonded Debt <u>Outstanding</u>	Percentage Applicable to <u>Government (1)</u>	Amount Applicable to <u>Government</u>
Cities & Towns	\$ 41,383,980	82.71%	\$ 34,226,630
Schools	1,340,785,572	50.04%	670,969,386
Special Districts	<u>154,862,973</u>	65.60%	<u>101,592,929</u>
Total Overlapping	<u>\$ 1,537,032,525</u>		<u>\$ 806,788,945</u>

Source: Debt outstanding provided by each governmental unit.

Note:

(1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the county. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by residents and businesses of Weld County. This process recognizes that, when considering the county's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

COUNTY OF WELD
STATE OF COLORADO

Legal Debt Margin Information
Last Ten Years

Legal Debt Margin Calculation for Fiscal Year 2018

Assessed Value, 2018	\$ 11,764,028,910
Debt Limit 3 percent of Assessed Value	352,920,867

Total Bond Debt
Installment Purchase Agreements

Total Amount of debt applicable to limit	0
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Legal Debit Margin	\$ 352,920,867
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Legal Debt Margin Information
Last Ten Fiscal Years

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Debt limit	\$173,123,816	\$141,036,269	\$162,655,885	\$195,404,498	\$213,565,036
Total net debt applicable to limit	-	-	-	-	-
Legal debt margin	<u>\$173,123,816</u>	<u>\$141,036,269</u>	<u>\$162,655,885</u>	<u>\$195,404,498</u>	<u>\$213,565,036</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%

Note:

Debt Limitation: Under Section 30-35-201, Colorado Revised Statutes, 1973, the County may incur indebtedness for general County purposes in an amount not to exceed 3% of assess valuation of all taxable property.

<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
\$273,902,456	\$347,493,098	\$274,558,451	\$282,033,941	\$352,920,867
-	-	-	-	-
<u>\$273,902,456</u>	<u>\$347,493,098</u>	<u>\$274,558,451</u>	<u>\$282,033,941</u>	<u>\$352,920,867</u>
0.00%	0.00%	0.00%	0.00%	0.00%

COUNTY OF WELD
STATE OF COLORADO

Private Purpose Revenue Bonds

December 31, 2018

INDUSTRIAL REVENUE BONDS:

<u>ISSUER</u>	<u>TYPE OF FACILITY</u>	<u>AMOUNT</u>	<u>ISSUE DATE</u>	<u>DEBT OUTSTANDING BEGINNING OF YEAR</u>	<u>ISSUED</u>	<u>RETIRED</u>	<u>REVENUE BOND OUTSTANDING END OF YEAR</u>
GSSLB Association Nursing Home	Nursing Home	2,020,000	10/98	635,000	0	80,000	\$555,000
North Range Behavioral Health	Office	4,500,000	5/07	<u>2,134,110</u>	<u>0</u>	<u>175,380</u>	<u>\$1,958,730</u>
TOTAL PRIVATE PURPOSE REVENUE BONDS				<u>\$2,769,110</u>	<u>\$0</u>	<u>\$255,380</u>	<u>\$2,513,730</u>

COUNTY OF WELD
STATE OF COLORADO

Demographic and Economic Statistics

Last Ten Years

<u>Year</u>	<u>Population</u>	Total Personal Income (\$ billion)	Per Capita Income	Unemployment Rate
2009	251,220	7.38	27,788	8.16%
2010	252,825	7.07	28,503	9.80%
2011	254,759	6.93	27,186	9.10%
2012	263,691	7.76	25,233	8.70%
2013	263,691	8.35	29,986	6.70%
2014	269,785	8.35	31,657	3.90%
2015	274,487	10.74	27,047	3.80%
2016	284,876	10.60	42,787	3.80%
2017	294,397	11.20	42,701	3.40%
2018	304,435	12.50	44,080	2.70%

Source: Upstate Colorado in cooperation with University of Northern Colorado and the State of Colorado demographer.

COUNTY OF WELD
STATE OF COLORADO

Principal Employers
Current Year and Nine Years Ago

	2018			2009		
			Percent Of Total County			Percent Of Total County
	<u>Employees</u>	<u>Rank</u>	<u>Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Employment</u>
JBS Swift Beef Company	4590	1	2.92%	4192	1	3.60%
Banner Health (NCMC)	3560	2	2.26%	2889	2	2.48%
Vestas	2270	3	1.44%			
Greeley/Evans School District 6	2200	4	1.40%	2189	3	1.88%
University of Northern Colorado	1900	5	1.21%	1192	7	1.02%
Weld County Government	1615	6	1.03%	1383	5	1.19%
State Farm Insurance	1200	7	0.76%	1350	6	1.16%
City of Greeley	1030	8	0.65%	1130	8	0.97%
TeleTech	900	9	0.57%			0.00%
Halliburton Energy Services	805	10	0.51%			
US Government				1400	4	1.20%
WalMart				1015	9	0.87%
AIMS				874	10	0.75%
Total Principal Employers	<u>20,070</u>		<u>12.76%</u>	<u>17,614</u>		<u>15.11%</u>
Other Employers	<u>137,216</u>		<u>87.24%</u>	<u>98,992</u>		<u>84.89%</u>
Total County Employment	<u><u>157,286</u></u>		<u><u>100.00%</u></u>	<u><u>116,606</u></u>		<u><u>100.00%</u></u>

Source: Upstate Colorado



COUNTY OF WELD
STATE OF COLORADO

Full-Time Equivalent County Government Employees by Function/Program

Last Ten Years

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Function/Program					
General government (4) (5)	247	244	251	239	243
Public safety (3)	365	345	351	357	432
Public works	163	161	161	164	179
Health and welfare	372	378	368	380	374
Culture and recreation	1	2	2	2	2
Economic assistance (1)	144	78	73	79	89
 Total General Government	 1,292	 1,208	 1,206	 1,221	 1,319
 Business-type activities:					
Paramedic service (2)	72	69	69	0	0
 Total primary government	 1,364	 1,277	 1,275	 1,221	 1,319

Source: Weld County Human Resources

Notes:

(1) A traffic unit was added in 2001 funded by the CDOT Office of Highway Safety Grant and initially required 5 positions. The North Jail Complex was built in 1997 with 160 beds and a staffing level of 75. Phase II added 226 beds in 2004 and increased projected 2005 staffing to 132. Phase III construction in 2006-07 added 374 beds and increased staffing by 42 in 2007. Twelve additional management and support positions were added in 2008. The deferred opening of 122 secure confinement beds prevented further hiring

(2) The demand for welfare and public health care has increased more rapidly with the economic downturn.

(3) As of 12/31/2009 Headstart responsibilities were relinquished back to the Federal Agency for operational purposes

(4) As of 05/07/2012 Paramedic Services was transferred by Weld County to Northern Colorado Medical Center Inc

(5) In 2013 the Communications Department brought on employees to operate the Call Center for Weld County.

(6) In 2014 the Weld County Commissioners decided to no longer outsource the Information Technology Department. Therefore, employees were added for this department.

(7) In 2017 Weld County Commissioner decided to no longer outsource the Motor Pool Department. Therefore, employees have been added for this department.

<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
290	287	294	333	342
436	471	574	512	540
176	183	195	188	202
383	403	425	415	411
2	3	2	2	3
86	89	94	108	109
1,373	1,436	1,584	1,558	1,607
0	0	0	0	0
1,373	1,436	1,584	1,558	1,607

COUNTY OF WELD
STATE OF COLORADO

Operating Indicators by Function/Program
Last Ten Years

Function/Program	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
General government:					
Motor vehicle registration	478,202	482,841	541,678	537,483	573,537
Registered voters (1)	112,276	145,692	101,085	162,517	134,936
Number of votes cast (2)	34,027	80,893	42,937	117,121	66,368
Percent of registered voters voting	30.3%	55.5%	42.5%	72.1%	49.2%
Public safety:					
Adult arrests	1,059	1,084	1,795	1,535	970
Juvenile arrests	98	96	73	105	44
Average secure jail population	538	570	557	573	575
E911 calls	95,383	95,866	93,900	100,230	101,000
Building Permits	1,976	2,143	2,316	2,327	2,451
Valuation (thousands)	\$86,794	\$392,380	\$126,194	\$322,183	\$365,074
Public works:					
Miles of road graveled	205	416	419	482	402
Snow removal lane miles	176,786	77,889	89,503	57,474	65,342
Grading lane miles	152,568	154,602	133,297	157,634	144,036
Miles of Upgrade-Aggregate Surfaced Roads	33	36	41	16	91
Culverts (new and repaired) 15" and larger	233	264	254	222	224
Tons of asphalt laid	90,664	101,431	86,805	125,668	106,155
Tons of gravel crushed	282,315	372,709	436,880	270,441	238,395
Health and welfare:					
Social Services Caseload	16,000	20,500	23,017	25,500	30,000
Patient contacts	15,000	11,769	8,778	12,727	15,084
Immunizations	7,000	8,159	7,333	4,873	6,333
Culture and recreation:					
Visitors-Missile Park	600	500	650	600	625
County Fair Exhibitors	2,425	2,383	2,436	2,489	2,468
Economic assistance: (3)					
Headstart clients	562	0	0	0	0
Migrant Headstart clients	180	0	0	0	0
Business-type activities:					
Paramedic Services					
Patients transported (4)	9,214	9,214	9,470	0	0

Source: Various Weld County Department records.

Note:

(1) Beginning in 1999 the number of registered voters reflects active voters.

(2) Even years represent general elections, odd years coordinated elections.

(3) As of 12/31/2009 Headstart responsibilities were relinquished back to the Federal Agency for operational purposes.

(4) As of 05/07/2012 Paramedic Services was transferred by Weld County to Northern Colorado Medical Center Inc.

<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
602,536	636,302	671,545	695,094	585,675
167,306	162,239	184,077	183,256	188,937
92,525	49,683	138,792	49,353	128,880
55.3%	30.6%	75.4%	26.9%	65.9%
726	739	1,433	1,319	1,471
37	45	108	85	70
577	604	630	628	713
105,765	114,548	130,442	148,463	110,675
2,674	2,318	2,225	2,259	2,527
\$782,793	\$461,167	\$297,958	\$358,472	\$636,039
145	328	321	388	275
75,302	86,064	76,926	72,213	82,157
194,527	167,239	188,838	169,638	130,302
87	90	89	87	90
170	137	148	187	143
147,496	134,936	124,521	107,612	138,880
247,935	219,470	224,115	108,840	178,328
31,400	62,000	71,500	97,744	34,000
24,619	43,518	43,518	46,327	45,005
5,674	5,459	5,964	5,703	4,237
550	600	600	600	600
1,837	1,568	1,758	1,464	1,500
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0

COUNTY OF WELD
STATE OF COLORADO

Capital Asset Statistics by Function/Program

Last Ten Years

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Function/Program					
General government:					
Building Square Footage	860,399	984,052	984,052	984,052	1,003,846
Court rooms	22	22	21	21	22
Information Systems Connections	1,320	1,320	1,320	1,320	2,537
Public safety:					
Jail capacity (beds)	760	760	779	779	779
Patrol cars	62	60	60	62	61
Radios and cell phones	1,179	1,220	1,064	1,035	1,055
Public works:					
Miles of Roads					
Paved	674	689	696	717	726
Unpaved	2,331	2,307	2,289	2,262	2,241
Un-maintained	493	351	354	355	357
Grader sheds	18	18	18	18	18
Motor graders	30	30	30	32	34
Health and welfare:					
Alternative fuel vehicles	5	5	5	7	6
Economic assistance:					
Headstart sites	0	0	0	0	0
Business-type activities:					
Paramedic Services					
Ambulances (1)	11	12	12	0	0

Source: Weld County Department records and Fixed Asset Inventory

(1) As of 05/07/2012 Paramedic Services was transferred by Weld County to Northern Colorado Medical Center Inc.

<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
1,003,846	1,383,120	1,383,120	1,385,871	1,396,810
22	22	22	22	22
2,798	2,502	2,495	2,534	2,487
779	779	779	779	779
64	65	67	59	56
1,165	1,393	1,403	1,615	1,688
738	737	744	744	744
2,224	2,217	2,209	2,209	2,190
356	356	356	356	356
18	20	20	20	20
35	36	36	36	38
6	6	5	5	3
0	0	0	0	0
0	0	0	0	0

COUNTY OF WELD
STATE OF COLORADO

Insurance in Force

December 31, 2018

<u>Name of Insurer</u>	<u>Policy Number</u>	<u>Policy Period</u>		<u>Details of Coverage</u>	<u>Liability Limits</u>	<u>Annual Premium</u>
		<u>Begins</u>	<u>Expires</u>			
Safety National Casualty Company	SP 4058215	12/31/17	12/31/19	Excess Worker's Compensation	Employer's Liability \$1,000,000/Accident. Worker's Compensation Statutory Limits with County SIR \$750,000 per claim	\$278,824
Colorado Counties Casualty and Property Pool	(CAPP references)	1/1/2018	12/31/2019	Property, Liability, Crime, Boiler and Machinery, Network Security	Property: \$250,000 / \$500 deductible Liability: \$250,000 / \$0 deductible Crime: \$150,000 / \$500 deductible Boiler & Machinery: \$5,000 / \$500 deductible Network Security Liability: \$10,000-25,000 / \$500 deductible	\$689,211
Old Republic with CAPP	821800 0951483	1/1/2018	1/1/2019	Auto Liability, Auto Medical Payments Personal Injury, Property Damage, Premises Med Payments, Sewer Backup Public Officials E&O, Employee Benefit Products/Completed Operations, Law Enforcement	\$10,000-\$10 million depending on loss / \$250,000 SIR	
Westchester Surplus Lines with CAPP	D3809543200	1/1/18	1/1/19	Real Property, Personal Property Automobile Physical Damage, Business Interruption	\$100 million / \$500 deductible	
Liberty Mutual with CAPP	YB2-L9L-468235-018	1/1/2018	1/1/2019	Excess Boiler & Equipment Breakdown	\$100 million / \$500 deductible	
One Beacon/Atlantic Specialty with CAPP	791-00-03-55-0006	1/1/2017	1/1/2018	Premises and Operations, Products/Completed Operations Law Enforcement Liability Employee Benefit Liability Auto Liability Public Officials Errors & Omissions	\$10,000,000 liability coverage per occurrence County retaining first \$250,000 each claim	
Hiscox with CAPP	UC21191167.16	1/1/2017	1/1/2018	Master Crime Program: Employee theft, forgery, premises, computer fraud	\$1,000,000	
ACE American Insurance with CAPP	G25660328005	1/1/2018	1/1/2019	Network Security and Liability, Privacy, Data Breach, Internet Media	\$1,000,000 per claim \$25,000 retention	
Travelers Casualty and Surety Company of America	106796588	9/1/2018	9/1/2019	Weld County Retirement Plan Fiduciary Liability	\$1,000,000	\$7,600
Scottsdale Indemnity Company	EKI3264469	8/1/2018	8/1/2019	Housing Authority	\$1,000,000	\$2,675

Single



Audit

WELD COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2018

<u>Program Description</u>	<u>FEDERAL CFDA #</u>	<u>Federal Expenditure</u>
<u>Department Of Housing and Urban Development</u>		
Passed Through the State Of Colorado Department Of Local Affairs: Community Services Block Grant	14.228	333,085
<u>Department Of Agriculture</u>		
Passed Through the State Of Colorado Department Of Human Services: State Admin Matching Grant for Supplemental Nutrition Assistance Programs	10.561	2,546,534
<u>Department Of Justice</u>		
Passed Through the State of Colorado Division Of Criminal Justice: Victims of Crime Assistance	16.725	70,612
<u>Total Department Of Justice</u>		<u>70,612</u>
<u>Department Of Treasury</u>		
Drug Task Force Equitable Shares	21.016	31,442
<u>Total Department Of Treasury</u>		<u>31,442</u>
<u>Department Of Labor Training Administration</u>		
Local Veterans Employment Representative Program	17.207	587,291
DVOP	17.801	17,384
Total Employment Service Cluster		604,675
Reemployment Services & Assessments	17.225	9,852
TAA Case Management	17.245	7,935
WIA Cluster		
WIA Adult Program	17.258	822,982
WIA Youth Activities	17.259	629,365
Dislocated Worker	17.260	36,548
WIA ADMIN Disaster NEG	17.277	272,870
Total WIA Cluster		1,761,765
WIA Dislocated Worker Formula Grant	17.278	527,710
Apprenticeship USA	17.285	1,159
<u>Total Department Of Labor Training Administration</u>		<u>2,913,096</u>
<u>Department Of Transportation</u>		
Passed Through the State Of Colorado Department Of Transportation: Hichway Research and Development Program	20.200	40,000
Road Contracts	20.205	5,656,228
Congestion Mitigation and Air Quality	20.205	960,881
Safe Traffic Studies	20.600	50,276
<u>Total Department Of Transportation</u>		<u>6,707,385</u>
<u>Environmental Protection Agency</u>		
Passed Through the State Of Colorado Department Of Health: Radon Out Reach	66.605	5,956
<u>Total Environmental Protection Agency</u>		<u>5,956</u>
<u>Department Of Health And Human Services</u>		
Passed Through the State Of Colorado Department Of Local Affairs: Community Services Block Grant	93.569	244,805
Passed Through the State Of Colorado Department Of Health:		
Public Health Emergency Preparedness	93.069	4,990
Public Health Emergency Preparedness	93.074	246,050
Family Planning Services	93.217	93,802
Immunizations Cluster		
Immunizations Cooperative Agreements	93.268	90,275
TB Control and Outreach	93.116	3,811
Lead Surveillance	93.753	8,177
Heart Associated Infections	93.521	12,270

WELD COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2018

<u>Program Description</u>	<u>FEDERAL CFDA #</u>	<u>Federal Expenditure</u>
Preventative Health Services	93.977	13,020
Maternal and Child Health Services Block Grant	93.994	127,122
Womens Wellness	93.752	15,893
Wise Woman	93.094	22,592
Total Passed Through the State Of Colorado Department Of Health:		638,002
Passed Through the State Of Colorado Department Of Human Services :		
OAA -Elder abuse	93.041	2,701
OAA-Ombudsman Support	93.042	10,155
OAA-D in Home Support	93.043	13,430
Aging Cluster		
OAA-B Admin/Support Services	93.044	208,530
OAA-C-1-Congregate Meals	93.045	468,886
Nutrition Services Incentive Programs	93.053	85,373
Total Aging Cluster		762,789
OAA-E National Caregiver	93.052	90,756
TANF Cluster		
Temporary Assistance for Needy Families	93.558	5,132,379
Total TANF Cluster		5,132,379
	93.556	155,199
Child Support Enforcement	93.563	2,804,166
CCDF Cluster		
Child Care and Development Block Grant	93.575	2,007,469
Child Care and Development Fund	93.596	1,098,048
Total CCDF Cluster		3,105,517
Guardian Assistance	93.090	36,768
Child Welfare Services Program	93.645	199,930
Foster Care Title IV-E	93.658	4,782,989
Adoption Assistance	93.659	709,617
Social Services Block Grant	93.667	1,835,964
Chafee Foster Care Independence Program	93.674	82,346
Countywide Cost Allocation	93.XXX	(1,993)
Automated Data Processing Pass Thru	93.XXX	(57,797)
Total Passed Through the State Of Colorado Department Of Human Services:		7,587,824
Passed Through the State Of Colorado Dept of Health Care Policy and Finance:		
Medicaid Assistance Programs	93.778	4,055,572
Children's Health Insurance Program	93.767	43,193
Total Passed Through the State Of Colorado Dept of Health Care Policy and Finance:		4,098,765
<u>Total Department of Health and Human Services</u>		<u>24,646,488</u>
<u>Corporation For National And Community Services</u>		
Passed Through the Governor's Commission on Community Service		
AmeriCorps	94.006	66,058
<u>Department Of Homeland Security</u>		
Passed Through the State Of Colorado Department Of Local Affairs:		
Emergency Management Performance	97.042	76,000
Hazard Mitigation Plan	97.067	60,000
HMPG Preparedness	97.039	28,429
Total Passed Through the State Of Colorado Dept of Health Care Policy and Finance:		164,429
Passed Through the State Of Colorado Department Of Public Safety		
Disaster Grant & Public Assistance (Presidentially Declared Disaster)	97.036	76,148
<u>Total Department of Homeland Security</u>		<u>240,577</u>
		<u>37,561,233</u>

COUNTY OF WELD
STATE OF COLORADO

Year End December 31, 2018

Notes to the Schedule of Federal Expenditures

Note 1 – Basis of Presentation:

The accompanying schedule of expenditures of Federal awards, which includes the Federal grant activity of Weld County, is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirement of the U.S. Office of Management and Budget Circular A-133, Audits of States and Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the Weld County, Colorado's financial statements for the year ended December 31, 2018.

Note 2 – Sub-Recipient

Weld County, Colorado does not have any significant sub-recipients.

Note 3 - Indirect Costs

Weld County's federal programs generally do not utilize the 10% de minimis cost rate.



A Professional Corporation of
Certified Public Accountants

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*

Board of County Commissioners
Weld County, Colorado

We have audited in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate discretely presented component units, and the aggregate remaining fund information of Weld County, Colorado and the related notes to the financial statements, which collectively comprise Weld County, Colorado's basic financial statements as of and for the year ended December 31, 2018, and have issued our report thereon dated June 29, 2019. Our report includes a reference to other auditors who audited the financial statements of the Weld County Housing Authority, as described in our report on the County's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered 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 misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

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

Purpose of this Report

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

Anderson & Whitney, P.C.

June 29, 2019



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Report on Compliance for Each Major Federal Program and
Report on Internal Control Over Compliance Required by the Uniform Guidance

Board of County Commissioners
Weld County, Colorado

Report on Compliance for Each Major Federal Program

We have audited Weld County, Colorado's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2018. Weld County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

The County's basic financial statements include the operations of the Weld County Housing Authority, a component unit, who received \$3,363,782 in Federal awards which is not included in the County's schedule during the year ended December 31, 2018. Our audit, as described below, did not include the operations of the Weld County Housing Authority because those financial statements were audited by other auditors.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Weld 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; 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.

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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 Weld County's compliance.

Opinion on Each Major Federal Program

In our opinion, Weld County complied, in all material respects, with the types of compliance requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2018.

Internal Control Over Compliance

Management of Weld 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 Weld 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, 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, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Board of County Commissioners
Weld County, Colorado
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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.

Anderson & Whitney, P.C.

June 29, 2019

WELD COUNTY, COLORADO

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended December 31, 2018

SUMMARY OF INDEPENDENT AUDITORS' RESULTS

- Type of report issued on financial statements Unmodified
- Internal control over financial reporting:
 - Material weaknesses identified No
 - Significant deficiencies identified None reported
- Noncompliance material to the financial statements noted No
- Internal control over federal awards:
 - Material weaknesses identified No
 - Significant deficiencies identified None reported
- Type of report issued on major programs Unmodified
- Audit findings disclosed None
- Major programs
 - 17.258 WIA Cluster
 - 17.259
 - 17.278
 - 17.207 Employment Cluster
 - 17.801
 - 20.205 Highway Planning and Construction
 - 93.563 Child Support Enforcement
- Dollar threshold between Type A and Type B programs \$1,126,837
- Low-risk auditee Yes

FINDINGS RELATED TO FINANCIAL STATEMENTS

- None Reported

FINDINGS AND QUESTIONED COSTS RELATED TO FEDERAL AWARDS

- None Reported

