

ALAMOSA COUNTY, COLORADO

FINANCIAL STATEMENTS

December 31, 2019



Wall,
Smith,
Bateman Inc.
Certified Public Accountants

ALAMOSA COUNTY, COLORADO
TABLE OF CONTENTS
December 31, 2019

	Page
Independent Auditors' Report	1
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	5
Statement of Activities	6
Governmental Fund Financial Statements:	
Balance Sheet	7
Reconciliation of Total Governmental Fund Balances to the Statement of Net Position	9
Statement of Revenues, Expenditures, and Changes in Fund Balances	10
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	11
Proprietary Fund Financial Statements:	
Statement of Net Position	12
Statement of Revenues, Expenses, and Changes in Net Position	13
Statement of Cash Flows	14
Fiduciary Fund Financial Statements:	
Statement of Assets and Liabilities	15
Notes to the Basic Financial Statements	16
Required Supplementary Information:	
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual	
General Fund	34
Road and Bridge Fund	35
Social Services Fund	36
Public Health Fund	37
Justice Center Fund	38
Supplementary Information:	
Combining General Fund Schedules:	
Combining Balance Sheet	40
Combining Schedules of Revenues, Expenditures, and Changes in Fund Balances	41
Combining Schedules of Nonmajor Governmental Funds:	
Combining Balance Sheet	43
Combining Schedules of Revenues, Expenditures, and Changes in Fund Balances	44
Combining Schedule of Expenditures and Transfers Out – Major Capital Projects Fund, All Nonmajor Governmental Funds, and All Proprietary Funds – Budget and Actual	45

ALAMOSA COUNTY, COLORADO
TABLE OF CONTENTS
December 31, 2019

	Page
Other Schedules and Reports:	
Local Highway Finance Report	47
 Single Audit Section:	
Schedule of Expenditures of Federal Awards	50
Notes to the Schedule of Expenditures of Federal Awards	53
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	54
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	56
Schedule of Findings and Questioned Costs	59
Summary Schedule of Prior Year Audit Findings	62
Corrective Action Plan	63
 Passenger Facility Charge Program Audit Section:	
Schedule of Passenger Facility Charges Collected and Expended	66
Independent Auditors' Report on Compliance with Requirements Applicable to the Passenger Facility Charge Program and on Internal Control Over Compliance in Accordance with Requirements Issued by the Federal Aviation Administration	67
Schedule of Findings	69
Summary Schedule of Prior Audit Findings	70

INDEPENDENT AUDITORS' REPORT



Wall,
Smith,
Bateman Inc.

To the Board of County Commissioners
Alamosa County, Colorado
Alamosa, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Alamosa County, Colorado (the County), as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Certified Public Accountants

3001 Adcock Circle PO Box 809 Alamosa, CO 81101 | 719-589-3619 | f 719-589-5492 | www.wsbcpa.com

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County, as of December 31, 2019, and the respective changes in financial position, and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

The County has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that budgetary comparison information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining fund financial schedules and the Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements. The schedule of passenger facility charges collected and expended is presented for purposes of additional analysis as required by the provisions of the *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration (the Guide), and is also not a required part of the basic financial statements.

The combining fund financial schedules, the schedule of expenditures of federal awards, the schedule of passenger facility charges collected and expended, and the Local Highway Finance Report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the

auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining fund financial schedules, the schedule of expenditures of federal awards, the schedule of passenger facility charges collected and expended, and the Local Highway Finance Report are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 24, 2020, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Wall, Smith, Bateman Inc.

Wall, Smith, Bateman Inc.
Alamosa, Colorado

August 24, 2020

ALAMOSA COUNTY, COLORADO
BASIC FINANCIAL STATEMENTS

ALAMOSA COUNTY, COLORADO

STATEMENT OF NET POSITION

December 31, 2019

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 18,159,540	\$ 307,144	\$ 18,466,684
Accounts Receivable	319,268	49,030	368,298
Internal Balances	290,825	(55,825)	235,000
Due from Other Governments	1,927,836	522,770	2,450,606
Property Taxes Receivable	4,610,551	-	4,610,551
Inventories	230,112	-	230,112
Prepaid Expenses	133,346	-	133,346
Total Current Assets	25,671,478	823,119	26,494,597
Noncurrent Assets			
Capital Assets:			
Land	424,869	30,506	455,375
Construction in Progress	10,534,469	3,306,919	13,841,388
Buildings and Improvements	31,028,710	6,385,296	37,414,006
Land Improvements	-	7,277,301	7,277,301
Furniture and Equipment	7,381,538	794,894	8,176,432
Vehicles	2,057,316	-	2,057,316
Infrastructure	19,943,762	-	19,943,762
Less Accumulated Depreciation/Depletion	(28,454,950)	(2,679,828)	(31,134,778)
Total Noncurrent Assets	42,915,714	15,115,088	58,030,802
TOTAL ASSETS	68,587,192	15,938,207	84,525,399
LIABILITIES			
Current Liabilities			
Accounts Payable	1,380,858	144,652	1,525,510
Construction Retainage Payable	111,019	235,925	346,944
Due to Other Governments	593,443	-	593,443
Unearned Grant Revenue	584,821	-	584,821
Long-term Liabilities - due within one year (Note 9)	1,265,305	17,879	1,283,184
Total Current Liabilities	3,935,446	398,456	4,333,902
Noncurrent Liabilities			
Long-term Liabilities (Note 9)	23,018,014	71,266	23,089,280
Total Noncurrent Liabilities	23,018,014	71,266	23,089,280
TOTAL LIABILITIES	26,953,460	469,722	27,423,182
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue - Property Tax	4,610,551	-	4,610,551
NET POSITION			
Net Investment in Capital Assets	19,114,214	15,025,943	34,140,157
Restricted for:			
TABOR	760,000	-	760,000
Public Health - Single Entry Point/Home Care Allowance	107,572	-	107,572
Unrestricted	17,041,395	442,542	17,483,937
TOTAL NET POSITION	\$ 37,023,181	\$ 15,468,485	\$ 52,491,666

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

ALAMOSA COUNTY, COLORADO
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2019

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Primary Government		TOTAL
					Governmental Activities	Business-Type Activities	
Primary Government:							
Governmental Activities:							
General Government	\$ 4,813,364	\$ 841,409	\$ 421,550	\$ 1,322,126	\$ (2,228,279)	\$ -	\$ (2,228,279)
Public Safety	4,476,985	241,565	229,049	-	(4,006,371)	-	(4,006,371)
Health and Welfare	18,098,647	297,090	16,898,209	-	(903,348)	-	(903,348)
Highways and Streets	2,260,879	58,363	2,528,407	-	325,891	-	325,891
Judicial	346,500	-	-	72,834	(273,666)	-	(273,666)
Auxiliary Services	300,985	-	60,193	-	(240,792)	-	(240,792)
Culture and Recreation	712,700	-	80,111	-	(632,589)	-	(632,589)
Interest on Long-Term Debt	823,904	-	-	-	(823,904)	-	(823,904)
Total Governmental Activities	31,833,964	1,438,427	20,217,519	1,394,960	(8,783,058)	-	(8,783,058)
Business-Type Activities							
Mosca General Improvement District	70,559	29,225	-	-	-	(41,334)	(41,334)
Airport	1,147,790	355,950	-	2,102,975	-	1,311,135	1,311,135
Total Business-Type Activities	1,218,349	385,175	-	2,102,975	-	1,269,801	1,269,801
Total Primary Government	\$ 33,052,313	\$ 1,823,602	\$ 20,217,519	\$ 3,497,935	(8,783,058)	1,269,801	(7,513,257)
General Revenues:							
Taxes:							
General Property Taxes - Net					4,372,764	-	4,372,764
Sales Taxes					5,824,806	-	5,824,806
Other Taxes					1,487,193	-	1,487,193
Payment in Lieu of Taxes					223,181	-	223,181
Interest on Investments					354,036	1,335	355,371
Miscellaneous					210,582	33,994	244,576
Gain on Sale of Assets					(7,000)	-	(7,000)
Transfers					(276,362)	276,362	-
Total General Revenues, Special Items, and Transfers					12,189,200	311,691	12,500,891
Change in Net Position					3,406,142	1,581,492	4,987,634
Net Position - Beginning of Year					33,617,039	13,886,993	47,504,032
Net Position - End of Year					\$ 37,023,181	\$ 15,468,485	\$ 52,491,666

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

ALAMOSA COUNTY, COLORADO
GOVERNMENTAL FUNDS
BALANCE SHEET
December 31, 2019

	General Fund	Road and Bridge Fund	Social Services Fund	Public Health Fund
ASSETS				
Cash and Cash Equivalents	\$ 4,518,790	\$ 3,760,701	\$ 2,127,778	\$ 1,606,624
Accounts Receivable	18,949	-	-	296,824
Property Taxes Receivable	3,918,596	-	647,385	-
Due from Other Funds	313,640	-	-	-
Due from Other Governments	808,905	237,779	199,311	-
Inventory	-	230,112	-	-
Prepaid Expenses	130,900	-	-	2,446
TOTAL ASSETS	\$ 9,709,780	\$ 4,228,592	\$ 2,974,474	\$ 1,905,894
LIABILITIES				
Accounts Payable	\$ 237,265	\$ 59,473	\$ 24,533	\$ 553,783
Due to Other Funds	-	-	22,815	-
Due to Other Governments	329,441	-	-	264,002
Unearned Revenue - Grants	-	-	525,746	59,075
TOTAL LIABILITIES	566,706	59,473	573,094	876,860
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue - Property Tax	3,918,596	-	647,385	-
FUND BALANCE				
Nonspendable - Inventory and Prepaid Expenses	-	230,112	-	-
Restricted				
TABOR Amendment Reserve	760,000	-	-	-
Public Health - SEP/HCA	-	-	-	107,572
Committed				
Capital Projects	-	-	-	-
Debt Service	-	-	-	-
Equipment Acquisition	303,788	-	-	-
Radar Tower	139,753	-	-	-
Highways and Streets	-	2,574,007	-	-
6N Road Project	-	1,365,000	-	-
Health and Welfare	-	-	1,753,995	921,462
Public Safety	-	-	-	-
Culture and Recreation	-	-	-	-
Weed Control	-	-	-	-
Assigned - Designated for Future Expenditures	935,125	-	-	-
Unassigned	3,085,812	-	-	-
TOTAL FUND BALANCE	5,224,478	4,169,119	1,753,995	1,029,034
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	\$ 9,709,780	\$ 4,228,592	\$ 2,974,474	\$ 1,905,894

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

Justice Center Fund	Facilities Expansion Fund	Other Governmental Funds	Total Governmental Funds
\$ 3,168,415	\$ 717,482	\$ 2,051,053	\$ 17,950,843
-	-	-	315,773
-	-	44,570	4,610,551
-	-	-	313,640
566,397	-	115,444	1,927,836
-	-	-	230,112
-	-	-	133,346
<u>\$ 3,734,812</u>	<u>\$ 717,482</u>	<u>\$ 2,211,067</u>	<u>\$ 25,482,101</u>
\$ -	\$ 612,031	\$ -	\$ 1,487,085
-	-	-	22,815
-	-	-	593,443
-	-	-	584,821
-	612,031	-	2,688,164
-	-	44,570	4,610,551
-	-	-	230,112
-	-	-	760,000
-	-	-	107,572
-	105,451	-	105,451
1,700,000	-	497,035	2,197,035
-	-	-	303,788
-	-	-	139,753
-	-	-	2,574,007
-	-	-	1,365,000
-	-	-	2,675,457
2,034,812	-	-	2,034,812
-	-	1,501,015	1,501,015
-	-	168,447	168,447
-	-	-	935,125
-	-	-	3,085,812
<u>3,734,812</u>	<u>105,451</u>	<u>2,166,497</u>	<u>18,183,386</u>
<u>\$ 3,734,812</u>	<u>\$ 717,482</u>	<u>\$ 2,211,067</u>	<u>\$ 25,482,101</u>

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

ALAMOSA COUNTY, COLORADO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO THE STATEMENT OF NET POSITION
December 31, 2019

TOTAL GOVERNMENTAL FUND BALANCES		\$ 18,183,386
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.</p>		42,915,714
<p>Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.</p>		
<p>Lease Purchase Agreements</p>	\$ (2,310,044)	
<p>Certificates of Participation</p>	(19,355,000)	
<p>Notes Payable</p>	(89,585)	
<p>Premium on Bonds</p>	(2,046,871)	
<p>Compensated Absences</p>	(481,819)	
		(24,283,319)
<p>Internal service funds are used by management to charge the costs of services to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.</p>		207,400
NET POSITION OF GOVERNMENTAL ACTIVITIES		\$ <u>37,023,181</u>

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

ALAMOSA COUNTY, COLORADO
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
For the Year Ended December 31, 2019

	General Fund	Road and Bridge Fund	Social Services Fund	Public Health Fund	Justice Center Fund	Facilities Expansion Fund	Other Governmental Funds	Total Governmental Funds
REVENUES								
Taxes	\$ 6,440,872	\$ 309,576	\$ 723,165	\$ -	\$ 3,238,683	\$ 216	\$ 968,221	\$ 11,680,733
Intergovernmental Revenue	1,687,197	2,594,038	14,252,614	2,660,957	72,834	450,368	80,111	21,798,119
Licenses and Permits	107,952	-	-	101,555	-	-	-	209,507
Interest on Investments	332,801	-	-	-	-	19,982	1,253	354,036
Charges for Services	1,014,267	13,912	-	181,349	-	-	-	1,209,528
Miscellaneous	635,173	170,519	-	36,142	-	7,208	54,548	903,590
TOTAL REVENUES	10,218,262	3,088,045	14,975,779	2,980,003	3,311,517	477,774	1,104,133	36,155,513
EXPENDITURES								
Current Expenditures								
General Government	4,192,168	-	-	749,380	32,965	3,000	-	4,977,513
Public Safety	4,489,039	-	-	-	-	-	-	4,489,039
Health and Welfare	-	-	14,870,297	3,213,582	-	-	-	18,083,879
Highways and Streets	-	2,098,119	-	-	-	-	-	2,098,119
Judicial	346,500	-	-	-	-	-	-	346,500
Auxiliary Services	295,985	-	-	-	-	5,000	-	300,985
Culture and Recreation	-	-	-	-	-	-	708,799	708,799
Capital Outlay	755,431	24,602	7,583	106,641	114,298	2,679,074	13,372	3,701,001
Debt Service	-	97,790	-	-	-	-	1,940,445	2,038,235
TOTAL EXPENDITURES	10,079,123	2,220,511	14,877,880	4,069,603	147,263	2,687,074	2,662,616	36,744,070
Excess (Deficiency) of Revenues Over Expenditures	139,139	867,534	97,899	(1,089,600)	3,164,254	(2,209,300)	(1,558,483)	(588,557)
OTHER FINANCING SOURCES (USES)								
Transfers In	15,000	26,767	-	-	-	-	1,890,151	1,931,918
Transfers Out	(497,620)	(15,000)	-	-	(1,691,681)	(3,979)	-	(2,208,280)
Sale of Capital Assets	(7,000)	-	-	-	-	-	-	(7,000)
TOTAL OTHER FINANCING SOURCES (USES)	(489,620)	11,767	-	-	(1,691,681)	(3,979)	1,890,151	(283,362)
Net Change in Fund Balance	(350,481)	879,301	97,899	(1,089,600)	1,472,573	(2,213,279)	331,668	(871,919)
Fund Balance at Beginning of Year	5,574,959	3,289,818	1,656,096	2,118,634	2,262,239	2,318,730	1,834,829	19,055,305
Fund Balance at End of Year	\$ 5,224,478	\$ 4,169,119	\$ 1,753,995	\$ 1,029,034	\$ 3,734,812	\$ 105,451	\$ 2,166,497	\$ 18,183,386

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

ALAMOSA COUNTY, COLORADO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2019

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS \$ (871,919)

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

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

Fixed Asset Additions	\$ 4,336,474	
Deletions Net of Accumulated Depreciation	(19,123)	
Depreciation Expense	<u>(1,217,369)</u>	
		3,099,982

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. The bond premium provides a current financial resource to governmental funds, but must be capitalized and amortized over the life of the bonds in the government-wide financial statements.

Lease Purchase Agreement Principal Payments	200,775	
Certificates of Participation Payments	840,000	
Note Principal Payments	45,626	
COP Premium Amortization	<u>127,930</u>	
		1,214,331

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		7,815
----------------------	--	-------

Internal Service Funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.

(44,067)

CHANGE IN NET POSITION OF GOVERNMENTAL FUNDS \$ 3,406,142

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

ALAMOSA COUNTY, COLORADO
PROPRIETARY FUND
STATEMENT OF NET POSITION
December 31, 2019

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUND
	AIRPORT FUND	MOSCA GENERAL IMPROVEMENT DISTRICT FUND	TOTAL BUSINESS-TYPE ACTIVITIES	HEALTH INSURANCE FUND
	\$	\$	\$	\$
ASSETS				
Current Assets:				
Cash and Cash Equivalents	276,924	30,220	307,144	208,697
Accounts Receivable	44,278	4,752	49,030	3,495
Due from Other Government	522,770	-	522,770	-
Total Current Assets	843,972	34,972	878,944	212,192
Noncurrent Assets:				
Capital Assets:				
Land	23,006	7,500	30,506	-
Construction in Progress	3,306,919	-	3,306,919	-
Land Improvements	7,277,301	-	7,277,301	-
Buildings	5,101,780	1,283,516	6,385,296	-
Equipment	677,394	117,500	794,894	-
Less Accumulated Depreciation	(2,649,176)	(30,652)	(2,679,828)	-
Total Noncurrent Assets	13,737,224	1,377,864	15,115,088	-
TOTAL ASSETS	14,581,196	1,412,836	15,994,032	212,192
LIABILITIES				
Current Liabilities				
Accounts Payable	143,661	991	144,652	4,792
Construction Retainage Payable	235,925	-	235,925	-
Due to Other Funds	55,825	-	55,825	-
Lease Payable	17,879	-	17,879	-
Deferred Revenue	-	-	-	-
Total Current Liabilities	453,290	991	454,281	4,792
Noncurrent Liabilities				
Lease Payable	71,266	-	71,266	-
TOTAL LIABILITIES	524,556	991	525,547	4,792
NET POSITION				
Net Investment in Capital Assets	13,648,079	1,377,864	15,025,943	-
Unrestricted	408,561	33,981	442,542	207,400
TOTAL NET POSITION	\$ 14,056,640	\$ 1,411,845	\$ 15,468,485	\$ 207,400

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

ALAMOSA COUNTY, COLORADO
PROPRIETARY FUND
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION
For the Year Ended December 31, 2019

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUND
	MOSCA GENERAL		TOTAL	HEALTH
	AIRPORT	IMPROVEMENT	BUSINESS-TYPE	INSURANCE
	FUND	DISTRICT FUND	ACTIVITIES	FUND
OPERATING REVENUES				
Charges for Services	\$ 355,950	\$ 29,225	\$ 385,175	\$ -
Employer Contributions	-	-	-	1,498,351
Employee Contributions	-	-	-	603,273
Miscellaneous	33,994	-	33,994	64
TOTAL OPERATING REVENUES	389,944	29,225	419,169	2,101,688
OPERATING EXPENSES				
Salaries and Benefits	224,944	-	224,944	-
Utilities	63,763	6,067	69,830	-
Repairs and Maintenance	104,476	41,503	145,979	-
Depreciation	473,439	22,989	496,428	-
Premiums	-	-	-	2,143,082
Interest on Debt	4,498	-	4,498	-
FBO Fuel	54,449	-	54,449	-
Other	222,221	-	222,221	2,673
TOTAL OPERATING EXPENSES	1,147,790	70,559	1,218,349	2,145,755
OPERATING INCOME (LOSS)	(757,846)	(41,334)	(799,180)	(44,067)
NONOPERATING REVENUES (EXPENSES)				
Grant Revenue	2,102,975	-	2,102,975	-
Delinquent Taxes	-	-	-	-
Interest on Investments	1,335	-	1,335	-
TOTAL NONOPERATING REVENUES (EXPENSES)	2,104,310	-	2,104,310	-
INCOME BEFORE TRANSFERS	1,346,464	(41,334)	1,305,130	(44,067)
Transfer In	300,000	-	300,000	-
Transfer Out	(23,638)	-	(23,638)	-
TOTAL TRANSFERS	276,362	-	276,362	-
CHANGE IN NET POSITION	1,622,826	(41,334)	1,581,492	(44,067)
NET POSITION - BEGINNING OF YEAR	12,433,814	1,453,179	13,886,993	251,467
NET POSITION - END OF YEAR	\$ 14,056,640	\$ 1,411,845	\$ 15,468,485	\$ 207,400

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

ALAMOSA COUNTY, COLORADO
PROPRIETARY FUND
STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2019

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUND
	MOSCA GENERAL		TOTAL BUSINESS-TYPE ACTIVITIES	HEALTH INSURANCE FUND
	AIRPORT FUND	IMPROVEMENT DISTRICT FUND		
	FUND	DISTRICT FUND	ACTIVITIES	FUND
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received From Services Provided	\$ 369,876	\$ 33,341	\$ 403,217	\$ -
Cash Received From Interfund Services Provided	-	-	-	2,098,193
Cash Paid to Employees for Services Provided	(224,944)	-	(224,944)	-
Cash Paid to Suppliers/Vendors	(449,407)	(47,570)	(496,977)	(2,149,824)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>(304,475)</u>	<u>(14,229)</u>	<u>(318,704)</u>	<u>(51,631)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer from Other Funds	304,043	-	304,043	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and Construction of Capital Assets	(3,111,074)	(1,608)	(3,112,682)	-
Grant Proceeds	3,116,742	-	3,116,742	-
Principal Paid on Long-Term Debt	(17,254)	-	(17,254)	-
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(11,586)</u>	<u>(1,608)</u>	<u>(13,194)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Income	1,335	-	1,335	-
NET INCREASE (DECREASE) IN CASH	(10,683)	(15,837)	(26,520)	(51,631)
CASH AT BEGINNING OF YEAR	287,607	46,057	333,664	260,328
CASH AT END OF YEAR	<u>\$ 276,924</u>	<u>\$ 30,220</u>	<u>\$ 307,144</u>	<u>\$ 208,697</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:				
Operating Income (Loss)	\$ (757,846)	\$ (41,334)	\$ (799,180)	\$ (44,067)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities				
Depreciation Expense	473,439	22,989	496,428	-
(Increase) Decrease in Accounts Receivable	(18,319)	4,116	(14,203)	(3,495)
Increase (Decrease) in Accounts Payable	-	-	-	(4,069)
Increase (Decrease) in Deferred Revenue	(1,749)	-	(1,749)	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (304,475)</u>	<u>\$ (14,229)</u>	<u>\$ (318,704)</u>	<u>\$ (51,631)</u>

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

ALAMOSA COUNTY, COLORADO
FIDUCIARY FUNDS
STATEMENT OF ASSETS AND LIABILITIES
December 31, 2019

	TREASURER'S AGENCY FUND
ASSETS	
Cash and Cash Equivalents	\$ 1,223,794
TOTAL ASSETS	\$ 1,223,794
LIABILITIES	
Funds Held For Others	\$ 988,794
Due to General Fund	235,000
TOTAL LIABILITIES	\$ 1,223,794

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

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

REPORTING ENTITY

Primary Government

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

The County provides a wide range of services to its residents including general administration, public safety, highways and streets, parks and open spaces, health and social services, airport operations, public improvements, planning, zoning, and predatory animal control.

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

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

The Northwest Weed Control District was voted into existence in 1989. In 1992, the Alamosa County Commissioners assumed administration of the District and tax revenue received by the fund. The District is blended into the County's financial statements as a special revenue fund.

The Alamosa County Events and Facilities Local Marketing District was voted into existence November 3, 2003. The County Commissioners administer the District and tax revenue received by the fund. The District is blended into the County's financial statements as a special revenue fund.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

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

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

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

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

The County reports the following major governmental funds:

- The **General Fund** is the general operating fund of the County. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The **Road and Bridge Fund** is used to account for the maintenance and improvements of streets and highways. The sources of funds include property taxes, highway users fees, and other revenue sources.
- The **Social Services Fund** is used to account for the operations of social programs; i.e. Temporary Aid to Needy Families, Old Age Pension, Aide to the Blind, Aide to the Needy and Disabled, among others. Financing is provided by grants, allotments, and property tax revenue.
- The **Public Health Fund** is used to account for the multiple programs of providing health services. Financing is provided by grants and fees for services.
- The **Justice Center Fund** is used to account for sales taxes collected to meet the statutory obligations of the County to provide adequate judicial and detention facilities.
- The **Facilities Expansion Fund**, a Capital Projects fund, is used to account for the facility construction projects of Alamosa County.

Proprietary fund financial statements are used to account for activities, which are similar to those often found in the private sector. The measurement focus is dependent upon determination of net income, financial position, and cash flows. The County's proprietary funds consist of two enterprise funds and an internal service fund described as follows:

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

- The *Mosca General Improvement District Fund* is an enterprise fund used to provide quality sewer service to the residents of Mosca. The District is supported by fees of the users. Expenses are for operation and repair of the sewage system.
- The *Airport Fund* is an enterprise fund used to provide airport services to the San Luis Valley. The Airport is supported by intergovernmental revenue, fuel sales and landing fees. Expenses are for operation and repair of the airport.
- The *Health Insurance Fund* is an internal service fund used to account for the County's group medical insurance program. Revenues are derived from County contributions and employee contributions. Expenses are for the purchase of health insurance premiums.

The proprietary funds are accounted for using the accrual basis of accounting as follows:

- Revenues are recognized when earned and expenses are recognized when the liabilities are incurred.
- Current-year contributions, administrative expenses, and premium payments, which are not received or paid until the subsequent year, are accrued.

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. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances in the statement of net position have been eliminated. In the statement of activities, internal service fund transactions have been eliminated.

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

Cash

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

Investments

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

Property Taxes

Property taxes attach as an enforceable lien on property as of January 1 each year. The taxes are payable in two installments on February 28 and June 15 or in full on April 30. The County Treasurer bills and collects all property taxes for the County. Property tax revenue is recognized by the County to the extent it results in a current receivable. The 2019 property tax levy due January 1, 2020, has been recorded in the financial statements as a receivable and corresponding deferred inflow of resources in the financial statements.

Receivables/Payables from Other County Funds

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

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

Inventories and Prepaid Items

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

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

Capital Assets

Capital Assets, which include land, buildings and improvements, equipment, construction in progress, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental activities columns in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$5,000. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Building	35-50
Furniture & Fixtures	5-10
General Equipment	3-20
Vehicles	5-15
Infrastructure	5-50

Long-Term Obligations

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

Compensated Absences

County employees may earn and accumulate unused vacation and sick leave benefits. All vacation and sick leave pay is accrued when incurred in the government-wide financial statements. A liability is reported in governmental funds only if they have matured, for example as a result of employee resignations or retirements.

Deferred Inflows of Resources

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

Encumbrances

The County does not record purchase orders in the accounting system until invoices are ready for payment. Unfulfilled purchase commitments outstanding at the end of the budget year are rebudgeted in the succeeding year. End of the year fund balance intended to be used in the succeeding year is reported as designated fund balance.

Net Position

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

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

- *Net investment in capital assets* – consists of capital assets, net accumulated depreciation, reduced by the outstanding balances of any borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt should be included in this component of net position.
- *Restricted* – consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Restricted assets consist of assets that have limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.
- *Unrestricted* – consists of net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

Fund Balance

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

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

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

Use of Estimates

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

Reclassifications

Certain reclassifications were made to fiscal year 2018 financial statements in order to conform to the fiscal year 2019 financial statement presentation.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgets and Budgetary Accounting

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

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

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

The total expenditures for each fund cannot exceed the budgeted amount unless a supplemental appropriation is adopted. The Board of County Commissioners adopted supplemental appropriations during 2019.

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

NOTE 3 CASH, DEPOSITS, AND INVESTMENTS

A summary of cash and investments for the County are as follows:

Cash on hand	\$ 3,400
Cash in banks	3,968,914
COLOTrust	13,518,944
CSIP	655,064
C-SAFE	508,581
Investments	1,035,575
Total cash, deposits, and investments: (book balance)	19,690,478
Less: amounts related to Treasurer's Agency Fund	(1,223,794)
Total cash, deposits, and investments on Statement of Net Position	\$ 18,466,684

Cash and Deposits

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

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

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk. At December 31, 2019, \$3,267,987 was exposed to

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

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

Investments

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

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

Custodial Credit Risk - Investments

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

Interest Rate Risk

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

Fair Value

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

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

Colorado Statewide Investment Program (CSIP) is a money market mutual fund. Portfolio investments are assigned a level based upon the observability of the inputs which are significant to the overall valuation. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The fair value of investments in money market funds is based on the published net asset values per share

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

of those funds. Money market securities are valued using amortized cost. Generally, amortized cost approximates the current fair value of a security. CSIP is rated AAAM by Standard and Poor's.

Investment Type	Rating	Up to 120 Days	121 Days to 5 Years	Fair Value Measurements Using: Level 2
SIGMA Certificates of Deposit	96% (un-rated)	\$ -	\$ 996,466	\$ 996,466
SIGMA Money Market	4% (un-rated)			39,109
				\$ 1,035,575

NOTE 4 ACCOUNTS RECEIVABLE

Accounts receivable at December 31, 2019, consisted of the following:

<i>Governmental Activities</i>	
General Fund Miscellaneous Receivable	\$ 18,949
Public Health Nurse (net of allowance for doubtful accounts of \$26,569)	296,824
Internal Service Fund	3,495
Total Governmental Activities Accounts Receivable, net	319,268
<i>Business-type Activities</i>	
Airport Fund	44,278
Mosca General Improvement District	4,752
Total Business-Type Activities Accounts Receivable	49,030
Total Accounts Receivable, net	\$ 368,298

NOTE 5 PROPERTY TAXES RECEIVABLE

At December 31, 2019, the County had an estimated property tax receivable divided among the funds as follows:

General Fund	\$ 3,918,596
Social Services Fund	647,385
Nonmajor Funds	44,570
	\$ 4,610,551

NOTE 6 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund Receivables/Payables

The County reports interfund balances between many of its 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

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

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.

Interfund receivable and payable balances at December 31, 2019, were as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Social Services Fund	\$ 22,815
	Agency Fund	235,000
	Airport Fund	55,825
		\$ 313,640

The General Fund (Equipment Acquisition Fund) advanced \$55,825 to the Airport Fund for the purchase of equipment and a vehicle. This advance will be paid in 2020. \$235,000 is the annual transfer of the Treasurer Fees into the General Fund. \$22,815 is for salary reimbursement owed by Social Services to the General Fund.

Interfund Transfers

Interfund transfers for the year ended December 31, 2019, were as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Road & Bridge Fund	15,000
Debt Service Fund	General Fund	197,620
	Facilities Expansion fund	850
	Justice Center	1,691,681
		1,890,151
Airport Fund	General Fund	300,000
Road & Bridge Fund	Facilities Expansion Fund	3,129
	Airport Fund	23,638
		26,767
		\$ 2,231,918

The General Fund received transfers from the Road and Bridge Fund to pay for miscellaneous expenditures. The Debt Service Fund received transfers from the General Fund, Facilities, Expansion Fund, and Justice Center Fund to cover bond payments for the justice center and detention center projects and payments for the DHS facility. The Road and Bridge fund received funds from the Facilities Expansion Fund and Airport Fund to pay for work done for those funds.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

NOTE 7 CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2019, was as follows:

	Balance 12/31/2018	Additions	Deletions	Balance 12/31/2019
<i>Governmental Activities:</i>				
Capital assets not being depreciated:				
Land	\$ 424,869	\$ -	\$ -	\$ 424,869
Construction in Progress	24,938,931	3,727,403	18,131,865	10,534,469
Total capital assets not being depreciated	<u>25,363,800</u>	<u>3,727,403</u>	<u>18,131,865</u>	<u>10,959,338</u>
Capital assets being depreciated				
Buildings and Improvements	14,657,180	16,398,603	27,073	31,028,710
Furniture and Equipment	5,458,851	2,035,400	112,713	7,381,538
Vehicles	1,990,385	123,035	56,104	2,057,316
Infrastructure	19,759,864	183,898	-	19,943,762
Total capital assets being depreciated	<u>41,866,280</u>	<u>18,740,936</u>	<u>195,890</u>	<u>60,411,326</u>
Less accumulated depreciation for:				
Buildings	4,989,622	435,164	12,032	5,412,754
Furniture and Equipment	4,588,817	316,683	111,207	4,794,293
Vehicles	1,368,117	116,103	53,528	1,430,692
Infrastructure	16,467,792	349,419	-	16,817,211
Total accumulated depreciation	<u>27,414,348</u>	<u>1,217,369</u>	<u>176,767</u>	<u>28,454,950</u>
Total capital assets being depreciated, net	<u>14,451,932</u>	<u>17,523,567</u>	<u>19,123</u>	<u>31,956,376</u>
Governmental Activities Capital Assets, Net	<u>\$ 39,815,732</u>	<u>\$ 21,250,970</u>	<u>\$ 18,150,988</u>	<u>\$ 42,915,714</u>
<i>Business Type Activities:</i>				
Capital assets not being depreciated:				
Land	\$ 30,506	\$ -	\$ -	30,506
Construction in Progress	7,530,450	1,951,980	6,175,511	3,306,919
Total capital assets not being depreciated	<u>7,560,956</u>	<u>1,951,980</u>	<u>6,175,511</u>	<u>3,337,425</u>
Capital assets being depreciated				
Buildings and Improvements	6,320,419	64,877	-	6,385,296
Equipment	794,894	-	-	794,894
Land Improvements	1,229,905	6,047,396	-	7,277,301
Total capital assets being depreciated	<u>8,345,218</u>	<u>6,112,273</u>	<u>-</u>	<u>14,457,491</u>
Less accumulated depreciation:	<u>2,183,401</u>	<u>496,427</u>	<u>-</u>	<u>2,679,828</u>
Total capital assets being depreciated, net	<u>6,161,817</u>	<u>5,615,846</u>	<u>-</u>	<u>11,777,663</u>
Business Type Activities Capital Assets, Net	<u>\$ 13,722,773</u>	<u>\$ 7,567,826</u>	<u>\$ 6,175,511</u>	<u>\$ 15,115,088</u>

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

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

Governmental Activities:	
General Government	\$ 235,023
Public Safety	352,760
Health and Welfare	131,361
Highways and Streets	494,324
Culture and Recreation	3,901
	\$ 1,217,369

NOTE 8 OPERATING LEASES

The County has entered into several operating lease arrangements for several copy machines, postage machines, procurement of software, and computer services. Rental Expense for all operating leases for the year ended December 31, 2019, was approximately \$220,991.

NOTE 9 LONG-TERM LIABILITIES

Changes in Long-term Liabilities

Long-term liability activity for the year ended December 31, 2019, was as follows:

	12/31/2018 Balance	Additions	Deletions	12/31/2019 Balance	Due Within One Year
<i>Governmental Activities</i>					
Lease Purchase Agreements	\$ 2,510,819	\$ -	\$ 200,775	\$ 2,310,044	\$ 207,903
Certificates of Participation	20,195,000	-	840,000	19,355,000	875,000
Note Payable	135,211	-	45,626	89,585	29,032
Premium on COP's	2,174,801	-	127,930	2,046,871	127,930
Compensated Absences	489,634	-	7,815	481,819	25,440
Total Governmental Activities	\$ 25,505,465	\$ -	\$ 1,222,146	\$ 24,283,319	\$ 1,265,305
<i>Business Type Activities</i>					
Lease Purchase Agreements	\$ 106,399	\$ -	\$ 17,254	\$ 89,145	\$ 17,879
Total Business Type Activities	\$ 106,399	\$ -	\$ 17,254	\$ 89,145	\$ 17,879

Governmental Activities

Lease Purchase Agreements

2013 Alamosa County Services and Department of Human Services Building Lease

An annually renewable Lease Purchase Agreement, dated December 9, 2013, was entered into between a Bank, as lessor, and Alamosa County (the "County"), as lessee. The Bank issued \$2,735,000 to the County to construct the new Annex building. The County is leasing the Department of Social Services building back at 3.9% interest via the Lease Purchase Agreement. The County used the proceeds to repay the 2009 lease purchase agreement and to construct the new Annex building on land owned by the County and located in Alamosa, Colorado for the housing of County offices. The building is included in capital assets at a cost of \$3,230,870 with accumulated depreciation of \$678,483.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

Payments are due to the Bank in March, June, September, and December through December 2033. The County can purchase the building back at any time for the Purchase Option Price included in the lease. Payments will be made from the Lease Service Fund. Principal balance at December 31, 2019, was \$2,123,733.

2016 Alamosa County and John Deere Financial Services Leases

A Lease Purchase agreement, dated February 11, 2016, was entered into with John Deere Financial Services, as lessor, and Alamosa County, as lessee in the amount of \$444,053 for the purchase of two John Deere Motor Graders. Payments are due in annual installments of \$97,789, which include interest at a rate of 3.25%. Final payment is due in February 2021. Principal balance at December 31, 2019, was \$186,311. The equipment is included in capital assets at a cost of \$444,053 with accumulated depreciation of \$248,449.

The annual debt service for the leases, are as follows:

	Principal	Interest	Total
2020	\$ 207,903	\$ 87,507	\$ 295,410
2021	215,760	79,650	295,410
2022	125,885	71,735	197,620
2023	130,867	66,753	197,620
2024	135,867	61,753	197,620
2025-2029	765,220	222,880	988,100
2030-2033	728,542	61,844	790,386
	\$ 2,310,044	\$ 652,122	\$ 2,962,166

Certificates of Participation

2016 Justice Center Lease Agreement

An annually renewable Lease Purchase Agreement, dated October 15, 2016, was entered into between UMB Bank, as lessor, and Alamosa County, as lessee. UMB Bank issued \$21,735,000 of Certificates of Participation Series 2016 to finance the acquisition, construction, installation, and equipping of various public improvements, and paying the costs of issuance by UMB Bank. The buildings will be leased to the County from UMB Bank under the Lease Agreement, dated October 15, 2016. The detention center is included in construction in progress at a cost of \$10,534,469, and the justice center is included in capital assets at a cost of \$14,821,952 at December 31, 2019.

The County will make lease payments to UMB Bank and UMB Bank will use those funds to pay the principal and interest payments prescribed by the Certificates of Participation document. Payments on these Certificates of Participation will be funded from the judicial and detention sales tax. Principal repayments began November 15, 2017, and will finish on November 15, 2035. The interest rate ranges from 2.00% to 5.00% and will be paid semi-annually. The cost of issuing the Certificates of Participation was \$197,562. Principal balance at December 31, 2018, was \$19,355,000.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

The annual debt service for the certificates are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 875,000	\$ 821,675	\$ 1,696,675
2021	910,000	786,675	1,696,675
2022	940,000	757,100	1,697,100
2023	980,000	719,500	1,699,500
2024	1,015,000	680,300	1,695,300
2025-2029	5,760,000	2,722,350	8,482,350
2030-2034	7,245,000	1,240,850	8,485,850
2035	1,630,000	65,200	1,695,200
	<u>\$ 19,355,000</u>	<u>\$ 7,793,650</u>	<u>\$ 27,148,650</u>

Note Payable

2015 Alamosa County Depot and Motorway Building Note

A note payable, with a cancellation clause for annual non-appropriation, dated December 23, 2015, was entered into between a Bank and The Alamosa County Events and Facilities Local Marketing District. The Bank issued \$265,000 to the District to pay off the 2007 Depot and Motorway Building Lease and the 2014 Alamosa County Depot and Motorway Building Note. Payments are due monthly in the amount \$2,662, which includes interest at a rate of 3.750%. Payments began in February 2016 and will be made from the Local Marketing District Fund. Principal balance at December 31, 2019 was \$89,585. The building is included in capital assets at a cost of \$973,900 with accumulated depreciation of \$216,882.

The annual debt service for the note, is as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 29,032	\$ 2,912	\$ 31,944
2021	30,164	1,780	31,944
2022	30,389	612	31,001
	<u>\$ 89,585</u>	<u>\$ 5,304</u>	<u>\$ 94,889</u>

Business Type Activities:

Lease Purchase Agreement

2008 Airport Air Ambulance Hanger Lease

Lease payable to a bank, payable in monthly installments of \$1,798 including interest at 4.50%, for the purchase of a hanger. Final payment is due in 2024.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

The annual debt service for the lease, is as follows:

	Principal	Interest	Total
2020	\$ 17,879	\$ 3,714	\$ 21,593
2021	18,679	2,894	21,573
2022	19,537	2,035	21,572
2023	20,435	1,138	21,573
2024	12,615	239	12,854
	\$ 89,145	\$ 10,020	\$ 99,165

NOTE 10 DEFINED CONTRIBUTION PLAN

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

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

The County must contribute 4% of the compensation of each participant. Each participant contributes a minimum amount equal to the County's contribution, and is permitted to make additional contributions not to exceed 10% of their compensation. For the year ended December 31, 2019, employee contributions totaled \$283,472 and the County recognized pension expense of \$283,472. The County recognized \$0 of forfeitures in retirement expense during 2019.

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

NOTE 11 DEFERRED COMPENSATION PLAN

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

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

NOTE 12 COLORADO CONTRABAND FORFEITURE ACT

We have reviewed financial activities in the Sheriff's Department for compliance with the above referenced act. There were no sales of contraband during the year ended December 31, 2019.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

NOTE 13 TABOR AMENDMENT RESERVE

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. The amendment is complex and subject to judicial interpretation. The County believes it is in compliance with the requirements of the amendment.

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

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

NOTE 14 RISK MANAGEMENT

Colorado Counties Casualty and Property Pool (CAPP)

The County is exposed to various risks of loss related to property and casualty losses. The County joined together with other counties in the State of Colorado to form the Colorado Counties Casualty and Property Pool (CAPP), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The County pays an annual contribution to CAPP for its property and casualty insurance coverage. The inter-governmental agreement of formation of CAPP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention that is determined each policy year. There have been no significant reductions in insurance coverage. Settled claims from these risks have not exceeded insurance coverage for the current year or the three prior years.

At December 31, 2019, CAPP had assets of \$22,027,018, liabilities of \$9,576,725 (including \$8,115,641 reserved for losses and claims), and members' equity of \$12,450,293. The liability amount includes no long-term debt. Total revenues for the year ended December 31, 2019, amounted to \$7,781,626 and total expenses were \$7,473,308, resulting in net income before return of surplus of \$308,318.

Colorado Workers' Compensation Pool (CWCP)

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

At December 31, 2019, CWCP had assets of \$45,163,710, liabilities of \$27,131,598 (including \$25,475,805 reserved for losses and claims) and members' equity of \$18,032,112. The liability amount includes no long-term debt. Total revenues for the year ended December 31, 2019, amounted to \$12,691,806, total expenses were \$10,012,897, resulting in net income before return of surplus of \$2,678,909.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

NOTE 15 JOINT VENTURES

San Luis Valley Regional Solid Waste Authority

The San Luis Valley Regional Solid Waste Authority was created by an intergovernmental agreement between Rio Grande County and Alamosa County on April 14, 1995, pursuant to the authority granted by C.R.S. 29-1-203. It has been designated as a joint venture under the provisions of GASB Statement No. 14. Its purpose is to provide the citizens of both counties an integrated municipal solid waste disposal facility in accordance with provision of C.R.S. 30-20-1005.

The Authority is governed by a Board of Directors consisting of five members as follows: one Rio Grande County Commissioner, one Alamosa County Commissioner, one director appointed by the City of Monte Vista, one director appointed by the City of Alamosa, and one director who is a member of the Rio Grande County Land Use or administrative staff as appointed by the Rio Grande County Commissioners.

It is the intent of the counties that the initial funding of the Authority by each county be provided on a loan basis in substantially the same proportion that the population of each county bears to the combined population of both counties. Alamosa and Rio Grande Counties may provide additional funding at any time in the future if they choose to do so by resolution.

Closure and Post-Closure Care

Rio Grande and Alamosa Counties are exposed to closure and post-closure expenses should the Authority be unable to meet those obligations when they become due. Management believes the risk of failure to be minimal. State and federal laws and regulations require the Authority to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the Authority reports a portion of these closure and post-closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The Authority reported \$1,145,541 as landfill closure and post-closure care liability at December 31, 2019, that represents the cumulative amount reported to date based on the use of 38% of the estimated capacity of the landfill.

The Authority will recognize the remaining estimated cost of closure and post-closure care of \$1,903,057 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and post-closure care in 2019, the most recent information available. As the Authority expects to close the landfill in the year 2043, the remaining useful life is 24 years. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The most recent audited financial statements of the authority report total assets of \$4,691,022, total liabilities of \$1,180,980, and net position of \$3,510,042 at December 31, 2019.

The San Luis Valley Regional Solid Waste Authority issues publicly available annual financial statements. That report may be obtained by writing to the San Luis Valley Regional Solid Waste Authority, PO Box 861, Monte Vista, Colorado 81144.

NOTE 16 COMMITMENTS AND CONTINGENCIES

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

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2019

Single Entry Point Program – In 2019, the Colorado Department of Health Care Policy and Financing requested repayment of unspent Single Entry Point funds accumulated by the county. The County is required to pay back \$734,752. This amount is recorded as accounts payable and general government expenditures in the public health fund. The County paid \$470,752 in February 2020. The remaining \$264,000 will be paid out in three installment payments of \$88,000.

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

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

Construction Project – The County is in the process of constructing the Jail/Detention addition. The Jail/Detention addition estimated completion date is the first quarter of 2020. As of 12/31/2019, project costs are approximately \$10,534,469 with total estimated completion costs of \$10,700,000. The County is using proceeds from Revenue Bonds, Sales Tax, and an Energy/Mineral Impact Assistance Fund grant for the project.

NOTE 17 SUBSEQUENT EVENTS

In March of 2020, the COVID-19 virus was declared a global pandemic. Business continuity throughout the County could be severely impacted for months or more, as significant and unprecedented measures to mitigate the consequences of the pandemic are undertaken. No adjustments have been made to these financial statements as the potential impact is unknown at this time.

ALAMOSA COUNTY, COLORADO

REQUIRED SUPPLEMENTARY INFORMATION

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

ALAMOSA COUNTY, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended December 31, 2019

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
REVENUES				
Taxes	\$ 6,178,377	\$ 6,178,377	\$ 6,440,872	\$ 262,495
Intergovernmental Revenue	1,363,200	1,363,200	1,687,197	323,997
Licenses and Permits	61,700	61,700	107,952	46,252
Interest on Deposits	100,000	100,000	332,801	232,801
Charges for Services	744,700	744,700	1,014,267	269,567
Miscellaneous	611,054	611,054	635,173	24,119
TOTAL REVENUES	<u>9,059,031</u>	<u>9,059,031</u>	<u>10,218,262</u>	<u>1,159,231</u>
EXPENDITURES				
General Government	4,256,169	4,256,169	4,192,168	64,001
Public Safety	4,980,079	4,980,079	4,489,039	491,040
Judicial	346,500	346,500	346,500	-
Auxiliary Services	269,139	269,139	295,985	(26,846)
Capital Outlay	932,000	932,000	755,431	176,569
TOTAL EXPENDITURES	<u>10,783,887</u>	<u>10,783,887</u>	<u>10,079,123</u>	<u>704,764</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,724,856)	(1,724,856)	139,139	1,863,995
OTHER FINANCING SOURCES (USES)				
Transfers In	1,500,000	1,500,000	180,273	(1,319,727)
Sale of Capital Assets	-	-	(7,000)	(7,000)
Transfers Out	(325,000)	(325,000)	(662,893)	(337,893)
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,175,000</u>	<u>1,175,000</u>	<u>(489,620)</u>	<u>(1,664,620)</u>
Net Change in Fund Balance	(549,856)	(549,856)	(350,481)	199,375
Fund Balance at Beginning of Year	<u>4,538,262</u>	<u>4,538,262</u>	<u>5,574,959</u>	<u>1,036,697</u>
Fund Balance at End of Year	<u>\$ 3,988,406</u>	<u>\$ 3,988,406</u>	<u>\$ 5,224,478</u>	<u>\$ 1,236,072</u>

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.
The schedule is presented on the GAAP basis.

ALAMOSA COUNTY, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
ROAD AND BRIDGE FUND
For the Year Ended December 31, 2019

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Taxes	\$ 250,000	\$ 250,000	\$ 309,576	\$ 59,576
Intergovernmental Revenue	2,420,000	2,420,000	2,594,038	174,038
Fees	-	-	13,912	13,912
Miscellaneous	160,000	160,000	170,519	10,519
TOTAL REVENUES	2,830,000	2,830,000	3,088,045	258,045
EXPENDITURES				
Highways and Streets	2,905,875	2,905,875	2,098,119	807,756
Capital Outlay	30,000	30,000	24,602	5,398
Debt Service	97,529	97,529	97,790	(261)
TOTAL EXPENDITURES	3,033,404	3,033,404	2,220,511	812,893
Excess (Deficiency) of Revenues Over Expenditures	(203,404)	(203,404)	867,534	1,070,938
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	26,767	26,767
Transfers Out	-	-	(15,000)	(15,000)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	11,767	11,767
Net Change in Fund Balance	(203,404)	(203,404)	879,301	1,082,705
Fund Balance at Beginning of Year	2,499,529	2,499,529	3,289,818	790,289
Fund Balance at End of Year	\$ 2,296,125	\$ 2,296,125	\$ 4,169,119	\$ 1,872,994

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.

The schedule is presented on the GAAP basis.

ALAMOSA COUNTY, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
SOCIAL SERVICES FUND
For the Year Ended December 31, 2019

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
REVENUE				
Taxes	\$ 715,929	\$ 715,929	\$ 723,165	\$ 7,236
Intergovernmental Revenue	15,294,859	15,294,859	14,252,614	(1,042,245)
TOTAL REVENUE	<u>16,010,788</u>	<u>16,010,788</u>	<u>14,975,779</u>	<u>(1,035,009)</u>
EXPENDITURES				
Health and Welfare	15,923,647	15,923,647	14,870,297	1,053,350
Capital Outlay	71,000	71,000	7,583	63,417
TOTAL EXPENDITURES	<u>15,994,647</u>	<u>15,994,647</u>	<u>14,877,880</u>	<u>1,116,767</u>
Excess (Deficiency) of Revenues Over Expenditures	16,141	16,141	97,899	81,758
Fund Balance at Beginning of Year	<u>1,484,750</u>	<u>1,484,750</u>	<u>1,656,096</u>	<u>171,346</u>
Fund Balance at End of Year	<u><u>\$ 1,500,891</u></u>	<u><u>\$ 1,500,891</u></u>	<u><u>\$ 1,753,995</u></u>	<u><u>\$ 253,104</u></u>

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.

The schedule is presented on the GAAP basis.

ALAMOSA COUNTY, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP)
PUBLIC HEALTH FUND
For the Year Ended December 31, 2019

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Intergovernmental Revenue	\$ 3,302,579	\$ 3,302,579	\$ 2,660,957	\$ (641,622)
Licences and Permits	99,000	99,000	101,555	2,555
Charges for Services	172,800	172,800	181,349	8,549
Miscellaneous	21,200	21,200	36,142	14,942
TOTAL REVENUES	<u>3,595,579</u>	<u>3,595,579</u>	<u>2,980,003</u>	<u>(615,576)</u>
EXPENDITURES				
Health and Welfare	3,616,496	3,616,496	3,213,582	402,914
Capital Outlay	7,025	7,025	106,641	(99,616)
TOTAL EXPENDITURES	<u>3,623,521</u>	<u>3,623,521</u>	<u>3,320,223</u>	<u>303,298</u>
Excess (Deficiency) of Revenues Over Expenditures	(27,942)	(27,942)	(340,220)	(312,278)
ADJUSTMENTS TO GAAP:				
Less: SEP Program Repayment			(749,380)	(749,380)
Change in Fund Balance			(1,089,600)	(1,089,600)
Fund Balance at Beginning of Year	<u>2,164,667</u>	<u>2,164,667</u>	<u>2,118,634</u>	<u>(46,033)</u>
Fund Balance at End of Year	<u>\$ 2,136,725</u>	<u>\$ 2,136,725</u>	<u>\$ 1,029,034</u>	<u>\$ (1,107,691)</u>

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.
The schedule is presented on the GAAP basis.

ALAMOSA COUNTY, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
JUSTICE CENTER FUND
For the Year Ended December 31, 2019

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Taxes	\$ 2,800,000	\$ 2,800,000	\$ 3,238,683	\$ 438,683
Intergovernmental Revenue	-	-	72,834	72,834
TOTAL REVENUES	2,800,000	2,800,000	3,311,517	511,517
EXPENDITURES				
General Government	-	-	32,965	(32,965)
Capital Outlay	30,000	30,000	114,298	(84,298)
TOTAL EXPENDITURES	30,000	30,000	147,263	(117,263)
Excess (Deficiency) of Revenues Over Expenditures	2,770,000	2,770,000	3,164,254	394,254
OTHER FINANCING SOURCES (USES)				
Transfers Out	(3,445,275)	(3,445,275)	(1,691,681)	1,753,594
TOTAL OTHER FINANCING SOURCES (USES)	(3,445,275)	(3,445,275)	(1,691,681)	1,753,594
Net Change in Fund Balance	(675,275)	(675,275)	1,472,573	2,147,848
Fund Balance at Beginning of Year	2,247,663	2,247,663	2,262,239	14,576
Fund Balance at End of Year	\$ 1,572,388	\$ 1,572,388	\$ 3,734,812	\$ 2,162,424

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.
The schedule is presented on the GAAP basis.

ALAMOSA COUNTY, COLORADO

SUPPLEMENTARY INFORMATION

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

ALAMOSA COUNTY, COLORADO
COMBINING SCHEDULE - GENERAL FUND
BALANCE SHEET
December 31, 2019

	General Fund	Contingency Fund	Employee Retirement Fund	Equipment Acquisition Fund	Radar Tower Fund	Eliminations	Total
ASSETS							
Cash and Cash Equivalents	\$ 4,071,693	\$ 165,273	\$ 161,208	\$ 244,163	\$ (123,547)	\$ -	\$ 4,518,790
Receivables							
Accounts Receivable	15,149	-	-	3,800	-	-	18,949
Property Taxes Receivable	3,918,596	-	-	-	-	-	3,918,596
Due from Other Funds	423,088	-	-	55,825	-	(165,273)	313,640
Due from Other Governments	672,697	-	-	-	136,208	-	808,905
Prepaid Expenses	-	-	-	-	130,900	-	130,900
TOTAL ASSETS	\$ 9,101,223	\$ 165,273	\$ 161,208	\$ 303,788	\$ 143,561	\$ (165,273)	\$ 9,709,780
LIABILITIES							
Accounts Payable	\$ 231,662	\$ -	\$ 1,795	\$ -	\$ 3,808	\$ -	\$ 237,265
Due to Other Funds	-	165,273	-	-	-	(165,273)	-
Due to Other Governments	329,441	-	-	-	-	-	329,441
TOTAL LIABILITIES	561,103	165,273	1,795	-	3,808	(165,273)	566,706
DEFERRED INFLOWS OF RESOURCES							
Unearned Revenue - Property Tax	3,918,596	-	-	-	-	-	3,918,596
FUND BALANCE							
Restricted							
TABOR Amendment Reserve	760,000	-	-	-	-	-	760,000
Committed - Equipment Acquisition	-	-	-	303,788	-	-	303,788
Committed - Radar Tower	-	-	-	-	139,753	-	139,753
Assigned - Designated for Future Expenditures	775,712	-	159,413	-	-	-	935,125
Unassigned	3,085,812	-	-	-	-	-	3,085,812
TOTAL FUND BALANCE	4,621,524	-	159,413	303,788	139,753	-	5,224,478
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	\$ 9,101,223	\$ 165,273	\$ 161,208	\$ 303,788	\$ 143,561	\$ (165,273)	\$ 9,709,780

ALAMOSA COUNTY, COLORADO
COMBINING SCHEDULE - GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
For the Year Ended December 31, 2019

	<u>General Fund</u>	<u>Contingency Fund</u>	<u>Employee Retirement Fund</u>	<u>Equipment Acquisition Fund</u>	<u>Radar Tower Fund</u>	<u>Eliminations</u>	<u>Total</u>
REVENUES							
Taxes	\$ 6,242,430	\$ 17	\$ 198,425	\$ -	\$ -	\$ -	\$ 6,440,872
Intergovernmental Revenue	903,651	-	-	-	783,546	-	1,687,197
Licenses and Permits	107,952	-	-	-	-	-	107,952
Interest on Deposits	332,628	173	-	-	-	-	332,801
Charges for Services	1,014,267	-	-	-	-	-	1,014,267
Miscellaneous	613,112	-	-	74,957	-	(52,896)	635,173
TOTAL REVENUES	<u>9,214,040</u>	<u>190</u>	<u>198,425</u>	<u>74,957</u>	<u>783,546</u>	<u>(52,896)</u>	<u>10,218,262</u>
EXPENDITURES							
Current Expenditures							
General Government	4,005,926	-	179,104	-	-	7,138	4,192,167
Public Safety	4,549,073	-	-	-	-	(60,034)	4,489,039
Judicial	346,500	-	-	-	-	-	346,500
Auxiliary Services	291,030	-	-	-	4,955	-	295,985
Capital Outlay	53,813	-	-	52,780	648,838	-	755,431
TOTAL EXPENDITURES	<u>9,246,342</u>	<u>-</u>	<u>179,104</u>	<u>52,780</u>	<u>653,793</u>	<u>(52,896)</u>	<u>10,079,123</u>
Excess (Deficiency) of Revenues Over Expenditures	(32,302)	190	19,321	22,177	129,753	-	139,139
OTHER FINANCING SOURCES (USES)							
Transfers In	180,273	-	-	-	10,000	(175,273)	15,000
Transfers Out	(507,620)	(165,273)	-	-	-	175,273	(497,620)
Sale of Capital Assets	(7,000)	-	-	-	-	-	(7,000)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(334,347)</u>	<u>(165,273)</u>	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>(489,620)</u>
Net Change in Fund Balance	(366,649)	(165,083)	19,321	22,177	139,753	-	(350,481)
Fund Balance at Beginning of Year	<u>4,988,173</u>	<u>165,083</u>	<u>140,092</u>	<u>281,611</u>	<u>-</u>	<u>-</u>	<u>5,574,959</u>
Fund Balance at End of Year	<u>\$ 4,621,524</u>	<u>\$ -</u>	<u>\$ 159,413</u>	<u>\$ 303,788</u>	<u>\$ 139,753</u>	<u>\$ -</u>	<u>\$ 5,224,478</u>

ALAMOSA COUNTY, COLORADO
NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service and capital projects.

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

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

Northwest Weed Control District Fund – This fund is used to provide monies for spraying of undesirable plants along the roads within the northwest corner of the County.

Local Marketing District Fund – This fund is used to oversee the collection and disbursement of a 4% cultural and tourism tax on each hotel/motel room sold in Alamosa County.

DEBT SERVICE FUNDS

Debt service funds are used to account for and report financial resources that are restricted or committed to expenditure for principal and interest.

Lease Service Fund – This fund is used to pay the debt service on the construction of the Alamosa County buildings, which were financed by Lease Purchase Agreements.

ALAMOSA COUNTY, COLORADO
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
December 31, 2019

	NONMAJOR SPECIAL REVENUE FUNDS				DEBT SERVICE FUND	TOTALS
	Conservation Trust Fund	Tourism and Development Fund	Northwest Weed Control District Fund	Local Marketing District Fund	Lease Service Fund	
ASSETS						
Cash and Cash Equivalents	\$ 643,005	\$ 327,461	\$ 165,482	\$ 436,229	\$ 478,876	\$ 2,051,053
Property Taxes Receivable	-	-	8,097	-	36,473	44,570
Due from Other Governments	-	39,798	2,965	54,522	18,159	115,444
TOTAL ASSETS	\$ 643,005	\$ 367,259	\$ 176,544	\$ 490,751	\$ 533,508	\$ 2,211,067
LIABILITIES						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	-	-	-	-	-	-
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue - Property Tax	-	-	8,097	-	36,473	44,570
FUND BALANCE						
Committed						
Debt Service	-	-	-	-	497,035	497,035
Culture and Recreation	643,005	367,259	-	490,751	-	1,501,015
Weed Control	-	-	168,447	-	-	168,447
TOTAL FUND BALANCE	643,005	367,259	168,447	490,751	497,035	2,166,497
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	\$ 643,005	\$ 367,259	\$ 176,544	\$ 490,751	\$ 533,508	\$ 2,211,067

ALAMOSA COUNTY, COLORADO
NONMAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
For the Year Ended December 31, 2019

	NONMAJOR SPECIAL REVENUE FUNDS				DEBT SERVICE FUND	TOTALS
	Conservation Trust Fund	Tourism and Development Fund	Northwest Weed Control District Fund	Local Marketing District Fund	Lease Service Fund	
REVENUES						
Taxes	\$ -	\$ 265,050	\$ 20,807	\$ 538,539	\$ 143,825	\$ 968,221
Intergovernmental Revenue	77,146	-	2,965	-	-	80,111
Interest on Investments	1,253	-	-	-	-	1,253
Miscellaneous	-	-	-	-	54,548	54,548
TOTAL REVENUES	78,399	265,050	23,772	538,539	198,373	1,104,133
EXPENDITURES						
Current Expenditures						
Culture and Recreation	54,043	239,250	-	415,506	-	708,799
Capital Outlay	-	-	13,372	-	-	13,372
Debt Service	-	-	-	50,294	1,890,151	1,940,445
TOTAL EXPENDITURES	54,043	239,250	13,372	465,800	1,890,151	2,662,616
Excess (Deficiency) of Revenues Over Expenditures	24,356	25,800	10,400	72,739	(1,691,778)	(1,558,483)
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	-	-	1,890,151	1,890,151
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	1,890,151	1,890,151
Net Change in Fund Balance	24,356	25,800	10,400	72,739	198,373	331,668
Fund Balance at Beginning of Year	618,649	341,459	158,047	418,012	298,662	1,834,829
Fund Balance at End of Year	\$ 643,005	\$ 367,259	\$ 168,447	\$ 490,751	\$ 497,035	\$ 2,166,497

ALAMOSA COUNTY, COLORADO
MAJOR CAPITAL PROJECTS FUND, ALL NON-MAJOR GOVERNMENTAL FUNDS, AND ALL PROPRIETARY FUNDS
COMBINING SCHEDULE OF EXPENDITURES AND TRANSFERS OUT
BUDGET AND ACTUAL
For the Year Ended December 31, 2019

	BUDGETED AMOUNTS		EXPENDITURES	ADJUSTMENTS	EXPENDITURES	VARIANCE
	ORIGINAL	FINAL	REPORTED ON	TO BUDGETARY	ON THE	WITH FINAL
			THE GAAP	BASIS	BUDGETARY	BUDGET
			BASIS	BASIS	BASIS	POSITIVE
						(NEGATIVE)
Governmental Funds						
Capital Projects Fund						
Facilities Expansion Fund	\$ 1,897,217	\$ 2,797,217	\$ 2,687,074	\$ -	\$ 2,687,074	\$ 110,143
Nonmajor Governmental Funds						
Special Revenue Funds						
Conservation Trust Fund	67,656	67,656	54,043	-	54,043	13,613
Tourism and Development Fund	240,000	240,000	239,250	-	239,250	750
Northwest Weed Control District Fund	65,000	65,000	13,372	-	13,372	51,628
Local Marketing District Fund	490,000	490,000	465,800	-	465,800	24,200
Total Special Revenue Funds	862,656	862,656	772,465	-	772,465	90,191
Debt Service Fund						
Lease Service Fund	1,892,895	2,312,895	1,890,151	-	1,890,151	422,744
Total Major Capital Projects Fund and Non-Major Governmental Funds	<u>\$ 4,652,768</u>	<u>\$ 5,972,768</u>	<u>\$ 5,349,690</u>	<u>\$ -</u>	<u>\$ 5,349,690</u>	<u>\$ 623,078</u>
Proprietary Funds						
Enterprise Funds						
Mosca General Improvement District Fund	\$ 34,666	\$ 59,666	\$ 70,559	\$ (22,989)	\$ 47,570	\$ 12,096
Airport Fund	3,240,022	4,840,022	1,147,790	1,415,303	2,563,093	2,276,929
Total Enterprise Funds	3,274,688	4,899,688	1,218,349	1,392,314	2,610,663	2,289,025
Internal Service Funds						
Health Insurance Fund	2,557,303	2,557,303	2,145,755	-	2,145,755	411,548
Total Proprietary Funds	<u>\$ 5,831,991</u>	<u>\$ 7,456,991</u>	<u>\$ 3,364,104</u>	<u>\$ 1,392,314</u>	<u>\$ 4,756,418</u>	<u>\$ 2,700,573</u>

Adjustments to budgetary basis include the cost of capitalized assets, debt payments, and depreciation expense.

ALAMOSA COUNTY, COLORADO
OTHER SCHEDULES AND REPORTS

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

LOCAL HIGHWAY FINANCE REPORT	City or County: ALAMOSA COUNTY
	YEAR ENDING : December 2019

This Information From The Records Of (example - City of _ or County of _): COUNTY OF ALAMOSA	Prepared By: Roni Wisdom Phone: 719-589-4848
---	---

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	243,651
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	1,485,710
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	25,320
2. General fund appropriations		b. Snow and ice removal	173,802
3. Other local imposts (from page 2)	309,584	c. Other	5,870
4. Miscellaneous local receipts (from page 2)	211,198	d. Total (a. through c.)	204,992
5. Transfers from toll facilities		4. General administration & miscellaneous	203,376
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	2,137,729
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes	0	1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	520,782	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	2,547,288	2. Notes:	
D. Receipts from Federal Government (from page 2)	46,750	a. Interest	9,073
E. Total receipts (A.7 + B + C + D)	3,114,820	b. Redemption	88,717
		c. Total (a. + b.)	97,790
		3. Total (1.c + 2.c)	97,790
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	2,235,519

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds (Refunding Portion)				
B. Notes (Total)	275,028	0	88,717	186,311

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	3,289,818	3,114,820	2,235,519	4,169,119	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2019

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	415	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	309,169	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	13,912
5. Specific Ownership &/or Other		g. Other Misc. Receipts	14,803
6. Total (1. through 5.)	309,169	h. Other	182,483
c. Total (a. + b.)	309,584	i. Total (a. through h.)	211,198
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	2,502,837	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	23,449
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	44,451	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	23,301
f. Total (a. through e.)	44,451	g. Total (a. through f.)	46,750
4. Total (1. + 2. + 3.f)	2,547,288	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		243,651	243,651
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	243,651	243,651
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	243,651	243,651
			(Carry forward to page 1)

Notes and Comments:

This page left blank intentionally.

ALAMOSA COUNTY, COLORADO
SINGLE AUDIT SECTION

ALAMOSA COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2019

<i>Federal Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Pass-through Grantor and Number</i>	<i>Passed-through to Subrecipients (\$)</i>	<i>Federal Expenditures(\$)</i>
CCDF Cluster				
U.S. Department of Health and Human Services				
Child Care and Development Block Grant	93.575	Colorado Department of Human Services,N/A	\$	192,081
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	Colorado Department of Human Services,N/A		199,671
Total CCDF Cluster				391,752
SNAP Cluster				
U.S. Department of Agriculture				
Supplemental Nutrition Assistance Program	10.551	Colorado Department of Human Services,N/A		5,011
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	Colorado Department of Human Services,N/A		231,285
Total SNAP Cluster				236,296
Food Distribution Cluster				
U.S. Department of Agriculture				
Emergency Food Assistance Program (Food Commodities)	10.569	State of Colorado and Care and Share Food Bank,N/A		85,980
Total Food Distribution Cluster				85,980
Forest Service Schools and Roads Cluster				
U.S. Department of Agriculture				
Schools and Roads - Grants to States	10.665	Colorado Department of Treasury,N/A		23,449
Total Forest Service Schools and Roads Cluster				23,449
TANF Cluster				
U.S. Department of Health and Human Services				
Temporary Assistance for Needy Families	93.558	Colorado Department of Human Services,N/A		958,541
Total TANF Cluster				958,541
Medical Assistance Program (Medicaid Cluster)				
U.S. Department of Health and Human Services				
Medical Assistance Program	93.778	Colorado Department of Health Care Policy and Financing,N/A		470,985
Medical Assistance Program - Single Entry Point/HCA	93.778	Colorado Department of Health Care Policy and Financing,N/A		7,003
Medical Assistance Program - Single Entry Point	93.778	Colorado Department of Health Care Policy and Financing, 19- 110208/A1		384,700
Total Medical Assistance Program (Medicaid Cluster)				862,688
Total All Clusters				2,558,706

ALAMOSA COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2019

<i>Federal Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Pass-through Grantor and Number</i>	<i>Passed-through to Subrecipients (\$)</i>	<i>Federal Expenditures(\$)</i>
Other Programs				
U.S. Department of Justice				
Crime Victim Assistance	16.575	Colorado Division of Criminal Justice,N/A		24,075
<i>Total U.S. Department of Justice</i>				<u>24,075</u>
U.S. Department of Transportation				
Airport Improvement Program	20.106	Grant 3-08-0002- 022/023/024/025		2,061,008
<i>Total U.S. Department of Transportation</i>				<u>2,061,008</u>
U.S. Department of Health and Human Services				
Public Health Emergency Preparedness	93.069	Colorado Department of Public Health and Environment, HW19CJ		310,219
Guardianship Assistance	93.090	Colorado Department of Human Services,N/A		3,189
Immunization Cooperative Agreements	93.268	Colorado Department of Public Health and Environment, JG20CH		1,660
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	Colorado Department of Public Health and Environment, NE19L		2,775
PPHF Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by Prevention and Public Health Funds	93.539	Colorado Department of Public Health and Environment, JG17CH/JG18CH		10,508
Child Support Enforcement	93.563	Colorado Department of Human Services,N/A		262,791
Low-Income Home Energy Assistance	93.568	Colorado Department of Human Services,N/A		540,417
Stephanie Tubbs Jones Child Welfare Services Program	93.645	Colorado Department of Human Services,N/A		53,821
Foster Care_Title IV-E	93.658	Colorado Department of Human Services,N/A		755,674
Adoption Assistance	93.659	Colorado Department of Human Services,N/A		161,803
Social Services Block Grant	93.667	Colorado Department of Human Services,N/A		187,154
Preventive Health and Health Services Block Grant	93.991	Colorado Department of Public Health and Environment, N/A		50,000
Maternal and Child Health Services Block Grant to the States	93.994	Colorado Department of Public Health and Environment,NC19HL		42,367
<i>Total U.S. Department of Health and Human Services</i>				<u>2,382,378</u>

ALAMOSA COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2019

<i>Federal Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Pass-through Grantor and Number</i>	<i>Passed-through to Subrecipients (\$)</i>	<i>Federal Expenditures(\$)</i>
U.S. Department of Housing and Urban Development				
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	Colorado Department of Local Affairs, H7CDB17051/H9CBD19003	22,322	22,322
<i>Total U.S. Department of Housing and Urban Development</i>			22,322	22,322
<i>Total Other Programs</i>			22,322	4,489,783
<i>Total Expenditures of Federal Awards</i>			\$ 22,322	\$ 7,048,489

ALAMOSA COUNTY, COLORADO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2019

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Alamosa County, Colorado under programs of the federal government for the year ended December 31, 2019. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Alamosa County, Colorado, it is not intended to and does not present the financial position, changes in net position, or cash flows of Alamosa County, Colorado.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available. Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii funds were passed through to subrecipients. The County did not elect to use the 10-percent de minimis indirect cost rate as allowed under Uniform Guidance for the year ended December 31, 2019.

NOTE 3 FOOD DISTRIBUTION

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

This page left blank intentionally.

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



**Wall,
Smith,
Bateman Inc.**

To the Board of County Commissioners
Alamosa County, Colorado
Alamosa, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Alamosa County, Colorado (the County), as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated August 24, 2020.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be a material weakness. Finding 2019-001.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on

Certified Public Accountants

3001 Adcock Circle PO Box 809 Alamosa, CO 81101 | 719-589-3619 | f 719-589-5492 | www.wsbcpa.com

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*.

Alamosa County's Response to the Finding

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

Purpose of this Report

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

Wall, Smith, Bateman Inc.

Wall, Smith, Bateman Inc.
Alamosa, Colorado

August 24, 2020

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



Wall,
Smith,
Bateman Inc.

To the Board of County Commissioners
Alamosa County, Colorado
Alamosa, Colorado

Report on Compliance for Each Major Federal Program

We have audited Alamosa County, Colorado's (the County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2019. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

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

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

Basis for Qualified Opinion on the Airport Improvement Program

As described in the accompanying schedule of findings and questioned costs, the County did not comply with requirements regarding CFDA 20.106 Airport Improvement Program as described in Finding 2019-002 for Reporting. Compliance with such requirements is necessary, in our opinion, for the County to comply with requirements applicable to that program.

Certified Public Accountants

3001 Adcock Circle PO Box 809 Alamosa, CO 81101 | 719-589-3619 | f 719-589-5492 | www.wsbcpa.com

Qualified Opinion on the Airport Improvement Program

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the Airport Improvement Program for the year ended December 31, 2019.

Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs for the year ended December 31, 2019.

Other Matters

The results of our auditing procedures disclosed another instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as Finding 2019-003. Our opinion on each major federal program is not modified with respect to this matter.

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

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as Finding 2019-002 to be a material weakness.

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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as Finding 2019-003 to be a significant deficiency.

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

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

Wall, Smith, Bateman Inc.

Wall, Smith, Bateman Inc.
Alamosa, Colorado

August 24, 2020

ALAMOSA COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2019

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditors’ report issued: Unmodified

Internal control over financial reporting:

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

Federal Awards

Internal control over major programs:

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

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

- Qualified for the Airport Improvement Program
- Unmodified for Foster Care Title IV-E and Medicaid Cluster

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
20.106	Airport Improvement Program
93.658	Foster Care-Title IV-E
93.778	Medicaid Cluster

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

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

Section II – Financial Statement Findings

Finding 2019-001: Internal Control over Financial Reporting
(Repeat of Finding 2018-001)

Type of finding: Internal Control (material weakness)

Condition/Cause: Internal controls over monthly and year-end reconciliation procedures were not sufficient to prevent and detect financial misstatements.

ALAMOSA COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2019

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

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

1. The jail commissary account activity was not reflected in the Treasurer's Agency Fund and appropriately reconciled during 2019 to separately identify the balance due to County General for booking and bond fees and the balance due to others for inmate deposits.
2. The Airport Fund has a bank account with an account balance of \$116,693 at December 31, 2019, that was not reflected in the Treasurer's Ledger and therefore is not appropriately included on the County's financial records. An audit adjustment was proposed to include these funds in the financial statements.
3. Audit adjustments were proposed to properly state the County financial statements as of December 31, 2019, in accordance with generally accepted accounting principles.

Recommendation: The County should strengthen its internal controls with adopted policies and procedures regarding monthly and year-end financial close accounting, government-wide reporting, and reconciliation processes for the jail commissary account. The Treasurer should include all county funds on the treasurer's ledger to ensure they appropriately accounted for and monitored.

Management's Response: See corrective action plan.

Section III – Federal Award Findings and Questioned Costs

Finding 2019-002: Airport Improvement Program, CFDA No. 20.106
U.S. Department of Transportation
(Repeat of Finding 2018-002)

Compliance Requirements: Reporting

Grant No.: FAA 3-08-0002-022/023/024/025

Type of finding: Internal Control Over Compliance (material weakness) and compliance (material noncompliance)

Context: We examined the SF-425 Annual Federal Financial Report for the Airport Improvement Program (AIP) project AIP 23-25 submitted for the period ending September 30, 2019.

Condition: The Federal share of unliquidated obligations of \$224,927 for the remaining retainage was not reported.

Cause: The County does not have a complete system of internal controls that provides for the review of the SF-425 Annual Federal Financial Report.

Criteria: 2 CFR 200.327 and section 6 of the FAA Order 5100.38D (Airport Improvement Program Handbook) requires non-federal entities to submit an annual report to the Federal oversight agency using standard form SF-425. Annual reports shall be supported by underlying accounting or performance records and are fairly presented in accordance with program requirements.

Effect: The September 30, 2019 SF-425 Annual Federal Financial Report was inaccurately reported.

Recommendation: The County should strengthen its internal controls with adopted policies and procedures to ensure accurate financial reporting in compliance with AIP requirements.

ALAMOSA COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2019

Grantee's Response: See corrective action plan.

Finding 2019-003: Foster Care – Title IV-E, CFDA No. 93.658
U.S. Department of Health and Human Services

Passed through Colorado Department of Human Services

Compliance Requirement: Eligibility

Grant No.: Not applicable

Type of finding: Internal Control Over Compliance (significant deficiency) and Noncompliance

Context: We examined 16 of 56 foster care child case files.

Condition: The child placement agreement was missing from the case file for 3 of the 10 case files examined requiring this document. In addition, the record of admissions was missing from 2 of the 10 case files examined requiring this document.

Cause: The Department does not have a complete system of internal control that provides for the review of case files to reasonably ensure compliance with Federal laws, regulations, and program compliance requirements.

Criteria: The Colorado Department of Human Services Child Care Facility Licensing Rules (12CCR 2509-8) outlines the admission procedures and documentation required for the Foster Care program.

Effect: The County is not in compliance with the admission requirements of the Colorado Department of Human Services Child Care Facility Licensing Rules (12CCR 2509-8).

Recommendation: The County should strengthen its internal controls with adopted policies and procedures to ensure compliance with Foster Care program requirements.

Grantee's Response: See corrective action plan.

ALAMOSA COUNTY, COLORADO
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
December 31, 2019

Section II – Financial Statement Findings

Finding 2018-001: Internal Control Over Financial Reporting

Type of finding: Internal Control (material weakness)

Condition/Cause: Internal controls over monthly and year-end reconciliation procedures were not sufficient to prevent and detect financial misstatements.

Status: Partially Implemented. (See Finding 2019-001.)

Section III – Federal Award Findings and Questioned Costs

**Finding 2018-002: Airport Improvement Program, CFDA No. 20.106
U.S. Department of Transportation**

Compliance Requirements: Reporting

Grant No.: FAA 3-08-0002-022-2018/FAA 3-08-0002-023-2018

Type of finding: Internal Control Over Compliance (material weakness) and compliance (material noncompliance)

Condition: The AIP grant annual financial report was not filed timely and did not accurately report cash disbursements reflected in the general ledger. In addition, the Federal share of unliquidated obligations for the remaining retainage was not reported.

Status: Partially Implemented (Finding 2019-002).



CORRECTIVE ACTION PLAN

Oversight Agencies: U.S. Department of Transportation and U.S. Department of Health and Human Services

Alamosa County, Colorado respectfully submits the following corrective action plan for the year ended December 31, 2019.

Independent Accountants: Wall, Smith, Bateman Inc.
 Certified Public Accountants
 3001 Adcock Circle
 Alamosa, CO 81101

Audit period: Year ended December 31, 2019

The findings from the December 31, 2019 schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the schedule. Section I of the schedule, Summary of Auditors' Results, does not include findings and is not addressed.

Section II – Financial Statement Findings

**Finding 2019-001: Internal Control Over Financial Reporting
 (Repeat of Finding 2018-001)**

Type of finding: Internal Control (material weakness)

Recommendation: The County should strengthen its internal controls with adopted policies and procedures regarding monthly and year-end financial close accounting, government-wide reporting, and reconciliation processes for the jail commissary account. The Treasurer should include all county funds on the treasurer’s ledger to ensure they are appropriately accounted for and monitored.

Action Taken:

1. *Management will develop a monthly balancing process for the Jail Commissary account for reconciliation of County General for booking and other fees and other vendor balances and payments due for inmate deposit by September 30, 2020.*
2. *Management will work with Treasurer to add Airport Fund account that is missing to ensure County Financial records are complete and correct.*
3. *Management will develop the necessary internal controls needed to ensure proper monthly and year-end financial close accounting, government-wide reporting and reconciliation processes before year end close of December 31, 2020.*

Section III – Federal Award Findings and Questioned Costs

**Finding 2019-002: Airport Improvement Program, CFDA No. 20.106
U.S. Department of Transportation
(Repeat of Finding 2018-002)**

Compliance Requirement: Reporting

Grant No.: FAA 3-08-0002-022/023/024/025

Type of finding: Internal Control Over Compliance (material weakness) and Compliance (material noncompliance)

Recommendation: The County should strengthen its internal controls with adopted policies and procedures to ensure compliance with AIP requirements.

Action Taken: Management will develop the necessary internal controls needed to ensure proper monthly and year-end financial close accounting, government-wide reporting and reconciliation processes before year end close of December 31, 2020.

**Finding 2019-003: Foster Care – Title IV-E, CFDA No. 93.658
U.S. Department of Health and Human Services**

Passed through Colorado Department of Human Services

Compliance Requirement: Eligibility

Grant No.: Not applicable

Type of finding: Internal Control Over Compliance (significant deficiency) and Noncompliance

Recommendation: The County should strengthen its internal controls with adopted policies and procedures to ensure compliance with Foster Care program requirements.

Action Taken:

- *Develop a placement checklist for staff to use by 10/31/20*
- *Initiate secondary review by Supervisor of placement and admissions criteria by 12/31/20*

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

Sincerely yours,



Rofi Wisdom
Chief Financial Officer
Alamosa County, Colorado



Catherine Salazar
Department of Human Services Director
Alamosa County, Colorado

This page left blank intentionally.

ALAMOSA COUNTY, COLORADO
PASSENGER FACILITY CHARGE PROGRAM
AUDIT SECTION

ALAMOSA COUNTY, COLORADO
SAN LUIS VALLEY REGIONAL AIRPORT
SCHEDULE OF PASSENGER FACILITY CHARGES COLLECTED AND EXPENDED
For the Year Ended December 31, 2019

	<u>Total Authorization</u>	<u>Program Total 12/31/2018</u>	<u>Year Ended 12/31/2019</u>	<u>Program Total 12/31/2019</u>
Revenue:				
Collections		\$ 368,928	\$ 44,339	\$ 413,267
Disbursements:				
Application 96-01-C-00-ALS:				
Construct Parallel Taxiway A	\$ 288,836	288,836	-	288,836
Application 16-02-C-00-ALS:				
Acquire Aircraft Rescue and Fire Fighting Vehicle	16,812	16,812	-	16,812
Construct New Terminal Building	42,158	24,342	17,816	42,158
PFC Administration	8,000	-	8,000	8,000
Rehabilitate Runway 2/20 (Design)	16,667	-	16,667	16,667
Rehabilitate Runway 2/20 (Construction)	341,667	38,938	1,856	40,794
Total Disbursements	<u>\$ 714,140</u>	<u>368,928</u>	<u>44,339</u>	<u>413,267</u>
Net PFC Revenue (revenue - disbursement)		<u>-</u>	<u>-</u>	<u>-</u>
PFC Account Balance		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NOTE 1 BASIS OF PRESENTATION

The accompanying Schedule of Passenger Facility Charges (PFCs) Collected and Expended (Schedule) includes the PFC activity of the San Luis Valley Regional Airport. The information in this schedule is presented for purposes of additional analysis as specified in the *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in preparation of, the basic financial statements.

PFC expenditures may consist of direct project costs, administrative costs, debt service costs, and bond financing costs, if requested in the application. Eligible expenditures not requested or approved in the application are not applied against PFCs collected. The accompanying Schedule of PFCs Collected and Expended include eligible expenditures that have been applied against PFCs collected as of December 31, 2019.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO THE PASSENGER FACILITY
CHARGE PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH REQUIREMENTS
ISSUED BY THE FEDERAL AVIATION ADMINISTRATION**



**Wall,
Smith,
Bateman Inc.**

To the Board of County Commissioners
of Alamosa County
Alamosa, Colorado

Report on Compliance for Passenger Facility Charges

We have audited San Luis Valley Regional Airport's (the Airport) compliance with the types of compliance requirements described in the *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration (the Guide) for the year ended December 31, 2019.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to the passenger facility charge program.

Auditors' Responsibility

Our responsibility is to express opinions on compliance for the Airport's passenger facility charge program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the Guide. Those standards and the Guide require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the Airport's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinions on compliance for the Airport's passenger facility charge program. However, our audit does not provide a legal determination of the Airport's compliance.

Opinion on the Passenger Facility Charges

In our opinion, the Airport complied, in all material respects, with the requirements of the passenger facility charge program for the year ended December 31, 2019.

Report on Internal Control Over Compliance

Management of the Airport is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Airport's internal control over compliance with the passenger facility charge program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance and to test and report on internal control over compliance in accordance with the Guide, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Airport'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 the passenger facility charge 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 the passenger facility charge program will not be prevented, or detected and corrected, on a

Certified Public Accountants

3001 Adcock Circle PO Box 809 Alamosa, CO 81101 | 719-589-3619 | f 719-589-5492 | www.wsbcpa.com

timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with the passenger facility charge program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified deficiencies in internal control over compliance that we consider to be significant deficiencies. Finding 2019-001 and 2019-002.

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

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

Wall, Smith, Bateman Inc.

Wall, Smith, Bateman Inc.
Alamosa, Colorado

August 24, 2020

ALAMOSA COUNTY, COLORADO
SAN LUIS VALLEY REGIONAL AIRPORT
PFC AUDIT – SCHEDULE OF FINDINGS
For the Year Ended December 31, 2019

**Finding 2019-001: Internal Control Over Passenger Facility Charge (PFC) Program Compliance
(Repeat of Finding 2013-001, 2014-001, 2015-001, 2017-001, and 2018-001)**

Type of finding: Internal Control (significant deficiency)

Condition: The Airport does not have a system of internal control to properly monitor passenger facility reporting of disbursements to the FAA to prevent and detect noncompliance with Title 14 Code of Federal Regulations (CFR) Part 158, Passenger Facility Charges (PFC).

Criteria: A system of internal controls includes the design, documentation, and monitoring of control activities over the collection, disbursement, and reporting in accordance with 14 CFR Part 158 – Passenger Facility Charges.

Cause: The Airport experienced turnover in management during 2019.

Effect: Lack of controls have led to noncompliance with 14 CFR Part 158.

Recommendation: The Airport should develop policies and procedures for the PFC program, including segregation of duties where possible to ensure no one person is responsible for the entire PFC program.

Management's Response: Finance will work with Airport staff to develop PFC program policies and procedures to ensure PFC program compliance. Finance and the Airport staff will restructure to ensure a segregation of duties and oversight for the PFC reporting and program.

**Finding 2019-002: Passenger Facility Charge Program Reporting
(Repeat of Finding 2016-002, 2017-002, and 2018-002)**

Type of finding: Internal Control (significant deficiency)

Condition: The PFC quarterly reports were not reported accurately.

Criteria: Part 158.63(a) of Title 14 CFR identifies the reporting requirements of public agencies.

Cause: The Airport does not have a complete system of internal control to prevent and detect misstatements in PFC reporting.

Effect: Lack of controls have led to noncompliance with 14 CFR Part 158.63(a)

Recommendation: The Airport should implement internal controls to ensure that the quarterly reports are prepared accurately and reconciled to accounting and other records.

Management's Response: Finance will work with Airport staff to develop PFC program policies and procedures to ensure PFC program compliance. Finance and the Airport staff will restructure to ensure a segregation of duties and oversight for the PFC reporting and program.

ALAMOSA COUNTY, COLORADO
SAN LUIS VALLEY REGIONAL AIRPORT
PFC AUDIT – SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended December 31, 2019

**Finding 2018-001: Internal Control Over Passenger Facility Charge (PFC) Program Compliance
(Repeat of Finding 2017-001, 2016-001, 2015-001, 2014-001, and 2013-001)**

Type of finding: Internal Control (material weakness)

Condition: The Airport does not have a system of internal control to properly monitor passenger facility reporting of disbursements to the FAA, and retention of records to prevent and detect noncompliance with Title 14 Code of Federal Regulations (CFR) Part 158, Passenger Facility Charges (PFC).

Status: Partially implemented. See finding 2019-001.

**Finding 2018-002: Passenger Facility Charge Program Reporting
(Repeat of Finding 2017-002, and 2016-002)**

Type of finding: Internal Control (material weakness) and Material Noncompliance

Condition: The PFC quarterly reports were not reported accurately and in a timely manner. Reports were not completed within 30 days of the quarter end dates.

Status: Partially implemented. See finding 2019-002.

**Finding 2018-003: Passenger Facility Charge Program Assurance 10
(Repeat of Finding 2017-003, 2016-003, 2015-003, 2014-003, and 2013-003)**

Type of finding: Internal Control (material weakness) and Material Noncompliance

Condition: The Airport has not maintained required documentation for the PFC program including, project costs incurred since inception of the 1996 ROD, notifications to air carriers of PFC collection requirement, and copies of all quarterly reports submitted since the inception of the program.

Status: Implemented