

Gunnison County

Financial Report

December 31, 2019



**Gunnison County, Colorado
Financial Report
December 31, 2019**

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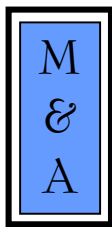
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INDEPENDENT AUDITOR'S REPORT

**To the Board of County Commissioners
Gunnison County, Colorado**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Gunnison 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the Gunnison Valley Hospital and Health Care Center, the discretely presented component unit of Gunnison County, which represents 100 percent of the assets, net position, and revenues of the aggregate discretely presented component unit. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for Gunnison Valley Hospital and Health Care Center, is based on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit includes performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. 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 financial statement presentation.

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

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INDEPENDENT AUDITOR'S REPORT
To the Board of County Commissioners
Gunnison County, Colorado

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, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Gunnison County, Colorado 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.

Emphasis of Matter

The County adopted Governmental Accounting Standards Board Statement No. 84, *Fiduciary Activities*. As a result of the implementation, the County reported a restatement of beginning Fiduciary Net Position for the change in accounting policies, as detailed in note VI. Our opinion is not modified with respect to this matter.

Other Matters

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis in Section B 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.

The budgetary comparison information in section E is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. The budgetary comparison information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements taken as a whole. The combining fund financial statements, individual fund budgetary information, and the Local Highway Finance Report listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the County's financial statements. The combining fund financial statements, the individual fund budgetary information, and the Local Highway Finance Report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

INDEPENDENT AUDITOR'S REPORT
To the Board of County Commissioners
Gunnison County, Colorado

Other Matters (continued)

Additionally, the Schedule of Passenger Facility Charges Collected and Expended in section F, and the Schedule of Expenditures of Federal Awards are presented for the purpose of additional analysis, as required by the *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration, 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*, and are not a required part of the County's financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Passenger Facility Charges Collected and Expended and the Schedule of Expenditures of Federal Awards are fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2020 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.


McMahan and Associates, L.L.C.
June 30, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS



Gunnison County, Colorado

Management's Discussion and Analysis

December 31, 2019

As management of the Gunnison County (the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2019.

Financial Highlights

- On a short term view, the County's governmental funds increased \$3,291,653. This was primarily due to increases in the Road and Bridge Fund and Capital Expenditures Fund.
- On a long term view the County's governmental activities increased net position by \$3,959,369 primarily due to the increases associated with various grants and increased taxes.
- The County's business-type activities decreased net position by \$647,869. This is mainly due to the decreases in the Airport Operations Fund.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves. The County has three component units: 1) The Gunnison Valley Hospital and Health Care Center, 2) the Gunnison County Housing Authority and 3) the Gunnison River Valley Local Marketing District. The latter two entities are treated as a blended component unit, meaning they are treated as funds of the County, because their Boards are the same as the Board of County Commissioners. The Hospital is treated as a discretely presented component unit. Refer to the Hospital's separately issued financial statements.

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

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

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

Overview of the Financial Statements (continued)

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges, (business-type activities). The governmental activities of the County include general government, judicial, public safety, health and welfare, auxiliary services, culture and recreation, and public works. The business-type activities of the County include those relating to the airport, water systems, sewer systems, landfill, and housing operations.

The government-wide financial statements can be found on pages C1 and C2 of this report.

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

Governmental Funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. The County's major governmental funds include the General Fund, Road and Bridge Fund, Human Services Fund, Sales Tax Capital Improvement Fund, Airport Construction, and Capital Expenditures Fund. The County also reports a number of non-major governmental funds.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. The Balance Sheet and the Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County adopts an annual appropriated budget for all its Funds. A budgetary comparison statement has been provided for all funds to demonstrate compliance with this budget.

The basic major governmental fund financial statements can be found on pages C3 through C6.

Proprietary Funds: The County maintains proprietary funds commonly known as enterprise funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its airport, water, sewer, landfill, and housing authority operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for each of the business-type services provided by the County, each of which is considered to be a major fund of the County.

The basic proprietary fund financial statements can be found on pages C7 through C9 of this report.

Overview of the Financial Statements (continued)

Fiduciary Funds: Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The fiduciary funds used by the County account for the County Treasurer and the Public Trustee, both of which collect and hold assets on behalf of other individuals and governments.

The basic fiduciary fund financial statements can be found on pages C10 and C11 of this report.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The Notes to the Financial Statements can be found in Section D of this report.

Government-wide Financial Analysis

Traditionally, the largest portion of any County's investments is in its capital assets. Land, buildings, equipment, machinery, and specialized tools are necessary in order to deliver and/or provide services to the County's residents and visitors.

At the end of the 2019 fiscal year, the County is able to report positive balances in all three categories of net position, first for the government as a whole, and then as separate governmental and business-type activities.

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Assets:						
Current and other assets	39,553,885	35,372,399	6,183,966	5,683,051	45,737,851	41,055,450
Capital assets, net	52,640,763	51,652,397	40,688,815	42,435,478	93,329,578	94,087,875
Total Assets	92,194,648	87,024,796	46,872,781	48,118,529	139,067,429	135,143,325
Liabilities:						
Other liabilities	7,379,423	7,033,335	214,483	389,129	7,593,906	7,422,464
Long-term liabilities	23,875,546	23,574,218	4,898,534	5,321,767	28,774,080	28,895,985
Total Liabilities	31,254,969	30,607,553	5,113,017	5,710,896	36,367,986	36,318,449
Deferred Inflow of Resources:						
Deferred Inflow of Resources	8,718,218	8,155,151	-	-	8,718,218	8,155,151
Total Inflow of Resources	8,718,218	8,155,151	-	-	8,718,218	8,155,151
Net Position:						
Net investment in capital assets	30,002,151	28,037,057	37,340,428	38,618,720	67,342,579	66,655,777
Restricted	9,156,295	7,184,227	240,896	223,293	9,397,191	7,407,520
Unrestricted	13,063,015	13,040,808	4,178,440	3,565,620	17,241,455	16,606,428
Total Net Position	52,221,461	48,262,092	41,759,764	42,407,633	93,981,225	90,669,725

Government-wide Financial Analysis (continued)

Governmental activities increased \$3,959,369 and the business-type activities decreased \$647,869. Key elements of this increase were as follows:

- Net position as a result of governmental activities increased due to changes associated with various grants and increased taxes.
- Net position as a result of business-type activities decreased because of depreciation and amortization of capital assets.

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Revenues:						
Program revenues:						
Charges for services	3,420,315	3,131,395	4,455,713	3,981,710	7,876,028	7,113,105
Grants and contributions	13,760,030	12,785,777	1,149,738	769,315	14,909,768	13,555,092
General revenues:						
Sales taxes	3,013,608	2,686,347	-	45,702	3,013,608	2,732,049
Property taxes	9,468,860	9,391,518	-	-	9,468,860	9,391,518
Other taxes	2,977,611	2,853,005	-	-	2,977,611	2,853,005
Interest and other revenue	595,767	228,589	160,548	63,677	756,315	292,266
Total Revenues	33,236,191	31,076,631	5,765,999	4,860,404	39,002,190	35,937,035
Expenses:						
General government	9,074,591	8,776,127	-	-	9,074,591	8,776,127
Judicial	379,279	358,321	-	-	379,279	358,321
Public safety	3,886,014	3,629,491	-	-	3,886,014	3,629,491
Health and welfare	6,559,012	7,185,943	-	-	6,559,012	7,185,943
Auxiliary services	300,650	268,515	-	-	300,650	268,515
Culture and recreation	612,710	795,252	-	-	612,710	795,252
Public works	7,441,484	7,367,449	-	-	7,441,484	7,367,449
Interest on long-term debt	1,267,693	1,351,390	-	-	1,267,693	1,351,390
Airport operations	-	-	3,521,263	3,051,977	3,521,263	3,051,977
Sewer	-	-	808,377	754,234	808,377	754,234
Water	-	-	569,563	671,923	569,563	671,923
Landfill	-	-	997,906	972,869	997,906	972,869
Housing	-	-	272,148	296,948	272,148	296,948
Total Expenses	29,521,433	29,732,488	6,169,257	5,747,951	35,690,690	35,480,439
Change in Net Position before Transfers	3,714,758	1,344,143	(403,258)	(887,547)	3,311,500	456,596
Transfers	244,611	213,788	(244,611)	(213,788)	-	-
Loss on disposals	-	-	-	-	-	-
	244,611	213,788	(244,611)	(213,788)	-	-
Change in Net Position	3,959,369	1,557,931	(647,869)	(1,101,335)	3,311,500	456,596
Net Position - Beginning	48,262,092	46,704,161	42,407,633	43,508,968	90,669,725	90,213,129
Net Position - Ending	52,221,461	48,262,092	41,759,764	42,407,633	93,981,225	90,669,725

Government-wide Financial Analysis (continued)

Financial Analysis of the County's Funds

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

The County's available resources for 2019 is charted below:

	Beginning Available Resources	Increase (Decrease)	Ending Available Resources	2019 Expenditures	% of EAR to Expenditures
Governmental Funds:					
General Fund	6,164,112	44,204	6,208,316	15,840,940	39%
Road & Bridge	2,224,689	847,099	3,071,788	5,313,551	58%
Human Services Fund	182,329	19,063	201,392	4,256,692	5%
Sales Tax Fund	1,000,709	204,574	1,205,283	3,017,322	40%
Airport Construction Fund	292,368	124,168	416,536	1,048,992	40%
Capital Expenditures Fund	2,078,929	1,156,780	3,235,709	424,924	761%
Non-Major Funds	4,319,944	895,765	5,215,709	5,856,017	89%
Business Type Funds:					
Airport Operations Fund	1,505,958	219,203	1,725,161	1,462,842	118%
Sewer Fund	1,318,804	114,406	1,433,210	681,337	210%
Water Fund	582,598	76,065	658,663	397,678	166%
Solid Waste Fund	1,601,867	247,122	1,848,989	981,233	188%
Assisted Living Fund	3,051	3,041	6,092	338,405	2%
Mountain View Fund	63,731	10,755	74,486	230,860	32%
Internal Service Funds:					
ISF I Fund	2,271,472	(164,105)	2,107,367	2,590,199	81%
ISF II Fund	767,363	62,749	830,112	780,618	106%
ISF III Fund	2,139,416	319,936	2,459,352	2,550,747	96%
	<u>26,517,340</u>	<u>4,180,825</u>	<u>30,698,165</u>	<u>45,772,357</u>	67%

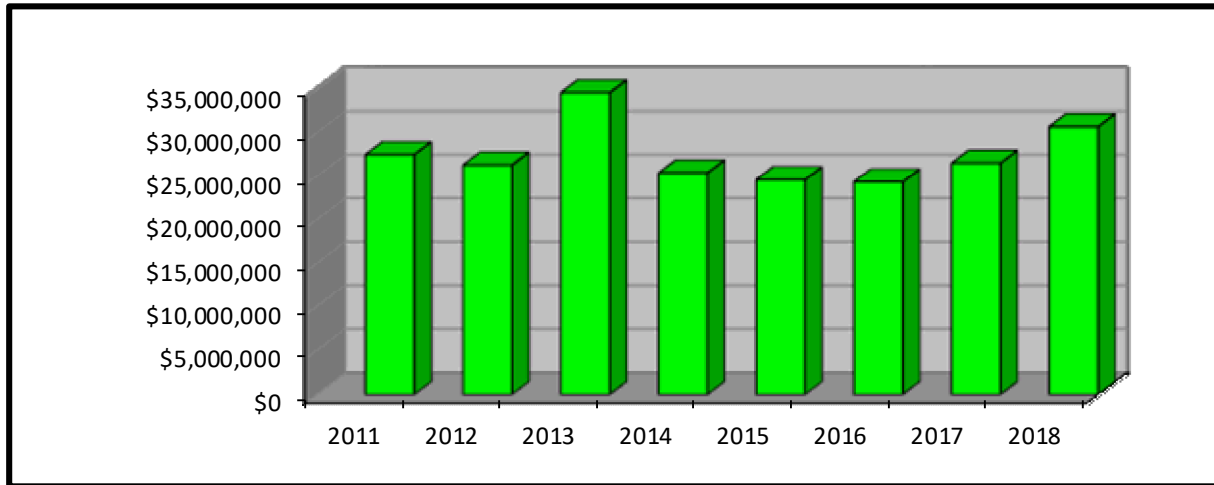
Governmental Funds: The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balances may serve as a useful measure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

As of the end of the current fiscal year, the County's governmental funds increased \$3,291,653. This was primarily due to increases in the Road and Bridge Fund, Capital Expenditures Fund, and non-major governmental funds.

Government-wide Financial Analysis (continued)

Financial Analysis of the County's Funds

The following chart represents the County's available resources for the past several years.



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

The County's proprietary funds decreased net position by \$647,869.

Budget Variances in the General Fund: The General Fund budget was amended during the year by \$703,995. Actual expenditures were \$2,011,720 less than the amended budget.

Capital Assets: The County's capitalization policy pertains to assets with a purchase value of \$5,000 or greater. Assets of lesser value are treated as operational expenditures. Additional information as well as a detailed classification of the County's net capital assets can be found in the Notes to the Financial Statement in Section D of this report.

Long-term Debt: As of the end of the current fiscal year, the County's long-term liabilities totaled \$30,291,780. Additional information as well as a detailed classification of the County's total long-term liabilities can be found in the Notes to the Financial Statements in section D of this report.

Next Year's Budget and Rates: The County's General Fund balance at the end of fiscal year 2019 totaled \$6,208,316. The 2020 budget anticipates decreasing this balance by \$1,277,816.

Request for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Gunnison County, County Finance Director, 200 E. Virginia Avenue, Gunnison, CO 81230.

GOVERNMENT-WIDE FINANCIAL STATEMENTS



Gunnison County
Statement of Net Position
December 31, 2019

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Hospital
Assets:				
Cash and investments - Unrestricted	23,148,941	3,457,106	26,606,047	8,487,488
Cash and investments - Restricted	1,687,427	2,418,268	4,105,695	40,736,267
Due from other governments	2,162,425	6,543	2,168,968	-
Accounts, taxes, and other receivables	9,453,257	328,964	9,782,221	8,263,728
Prepaid expenses	450,883	21,178	472,061	1,646,048
Inventory	2,602,859	-	2,602,859	1,878,816
Internal balances	48,093	(48,093)	-	-
Capital Assets:				
Capital assets, not depreciated	3,068,208	11,849,569	14,917,777	-
Capital assets, net	49,572,555	28,839,246	78,411,801	43,781,928
Total Assets	92,194,648	46,872,781	139,067,429	104,794,275
Liabilities:				
Accounts payable	1,490,719	173,438	1,664,157	2,803,418
Accrued expenses	545,856	41,045	586,901	4,368,802
Deposits	2,227,668	-	2,227,668	-
Accrued interest	-	72,430	72,430	-
Unearned grant revenue	1,525,050	-	1,525,050	-
Non-current Liabilities:				
Due within one year:				
Accrued compensated absences	573,185	60,181	633,366	-
Leases	266,945	-	266,945	-
Bonds	-	54,749	54,749	1,060,000
Certificates of participation	750,000	-	750,000	-
Loans	-	23,905	23,905	-
Due in more than one year:				
Accrued compensated absences	859,775	90,271	950,046	-
Leases	1,199,917	-	1,199,917	-
Bonds	-	2,442,556	2,442,556	22,990,000
Certificates of participation	21,815,854	-	21,815,854	-
Landfill closure and postclosure costs	-	1,327,265	1,327,265	-
Loans	-	827,177	827,177	-
Total Liabilities	31,254,969	5,113,017	36,367,986	31,222,220
Deferred Inflows of Resources:				
Unavailable property tax revenue	8,718,218	-	8,718,218	-
Total Deferred Inflows of Resources	8,718,218	-	8,718,218	-
Net Position:				
Net investment in capital assets	30,002,151	37,340,428	67,342,579	19,731,928
Restricted for:				
Emergencies	876,000	-	876,000	-
Debt service	-	-	-	1,282,974
Other purposes	8,280,295	240,896	8,521,191	2,668,750
Unrestricted	13,063,015	4,178,440	17,241,455	49,888,403
Total Net Position	52,221,461	41,759,764	93,981,225	73,572,055

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

Gunnison County, Colorado
Statement of Activities
For the Year Ended December 31, 2019

	Program Revenues				Net (Expense) Revenue and Changes in Net Position			Component
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Unit	
					Governmental Activities	Business-type Activities	Total	Hospital
Functions/Programs:								
Primary Government:								
Governmental Activities:								
General government	9,074,591	2,563,937	59,698	210,244	(6,240,712)		(6,240,712)	
Judicial	379,279	-	-	-	(379,279)		(379,279)	
Public safety	3,886,014	186,932	302,854	-	(3,396,228)		(3,396,228)	
Health and welfare	6,559,012	203,788	5,377,124	-	(978,100)		(978,100)	
Auxiliary services	300,650	49,705	758	-	(250,187)		(250,187)	
Culture and recreation	612,710	43,488	65,063	-	(504,159)		(504,159)	
Public works	7,441,484	372,465	5,130,249	966,752	(972,018)		(972,018)	
Interest on long-term debt	1,267,693	-	-	-	(1,267,693)		(1,267,693)	
Total Governmental Activities	29,521,433	3,420,315	10,935,746	1,176,996	(13,988,376)		(13,988,376)	
Business-type Activities:								
Airport	3,521,263	1,541,599	91,769	1,030,469		(857,426)	(857,426)	
Sewer	808,377	721,810	-	27,500		(59,067)	(59,067)	
Water	569,563	430,747	-	-		(138,816)	(138,816)	
Landfill	997,906	1,181,173	-	-		183,267	183,267	
Housing	272,148	580,384	-	-		308,236	308,236	
Total Business-type Activities	6,169,257	4,455,713	91,769	1,057,969		(563,806)	(563,806)	
Total Primary Government	35,690,690	7,876,028	11,027,515	2,234,965	(13,988,376)	(563,806)	(14,552,182)	
Component Unit:								
Hospital	55,118,051	60,829,907	505,007	-				6,216,863

General Revenues and Transfers:

Taxes:

Property taxes	9,468,860	-	9,468,860	753,348
Specific ownership taxes	775,557	-	775,557	-
Sales taxes	3,013,608	-	3,013,608	-
Marketing and promotion taxes	2,167,092	-	2,167,092	-
Other taxes	34,962	-	34,962	-
Investment earnings	595,767	160,548	756,315	1,374,429
Grants and contributions not restricted to specific programs	1,647,288	-	1,647,288	-
Transfers	244,611	(244,611)	-	-
Gain (loss) on asset disposals	-	-	-	(23,396)
Total General Revenues and Transfers	17,947,745	(84,063)	17,863,682	2,104,381
Change in Net Position	3,959,369	(647,869)	3,311,500	8,321,244
Net Position - Beginning of Year	48,262,092	42,407,633	90,669,725	65,250,811
Net Position - End of Year	52,221,461	41,759,764	93,981,225	73,572,055

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

FUND FINANCIAL STATEMENTS



Gunnison County, Colorado
Governmental Funds
Balance Sheet
December 31, 2019

	General Fund	Road and Bridge Fund	Human Services Fund	Sales Tax Capital Improvement Fund	Airport Construction Fund	Capital Expenditures Fund	Non-major Governmental Funds	Total Governmental Funds
Assets:								
Cash and investments - Unrestricted	8,594,927	3,271,954	276,939	923,953	418,133	2,039,703	3,084,814	18,610,423
Cash and investments - Restricted	153,482	-	-	-	-	1,394,104	139,841	1,687,427
Accounts receivable	8,844,762	77,385	335,751	-	-	-	13,669	9,271,567
Prepaid expenses	379,254	-	-	-	-	-	25,218	404,472
Due from other governments	195,495	205,279	172,566	685,306	190,558	198,097	453,909	2,101,210
Due from other funds	128,227	-	-	-	-	-	117,732	245,959
Inventories and assets held for sale	-	-	-	-	-	-	1,862,350	1,862,350
Total Assets	18,296,147	3,554,618	785,256	1,609,259	608,691	3,631,904	5,697,533	34,183,408
Liabilities, Deferred Inflow of Resources, and Fund Balances:								
Liabilities:								
Accounts payable	484,483	49,653	1,288	253,811	192,155	396,195	23,280	1,400,865
Accrued liabilities	304,739	45,743	2,950	-	-	-	12,751	366,183
Deposits	1,976,349	251,319	-	-	-	-	-	2,227,668
Unearned grant revenue	604,042	-	562,427	-	-	-	358,581	1,525,050
Due to other funds	-	136,115	17,199	150,165	-	-	87,212	390,691
Total Liabilities	3,369,613	482,830	583,864	403,976	192,155	396,195	481,824	5,910,457
Deferred Inflow of Resources:								
Unavailable property tax revenue	8,718,218	-	-	-	-	-	-	8,718,218
Total Deferred Inflow of Resources	8,718,218	-	-	-	-	-	-	8,718,218
Fund Balances:								
Non-spendable	379,254	-	-	-	-	-	1,887,568	2,266,822
Spendable:								
Restricted	876,000	3,071,788	201,392	1,205,283	416,536	-	2,509,296	8,280,295
Committed	153,482	-	-	-	-	-	516,413	669,895
Assigned	-	-	-	-	-	3,235,709	302,432	3,538,141
Unassigned	4,799,580	-	-	-	-	-	-	4,799,580
Total Fund Balances	6,208,316	3,071,788	201,392	1,205,283	416,536	3,235,709	5,215,709	19,554,733
Total Liabilities, Deferred Inflow of Resources, and Fund Balances	18,296,147	3,554,618	785,256	1,609,259	608,691	3,631,904	5,697,533	34,183,408

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

Gunnison County, Colorado
Reconciliation of Governmental Funds Balance Sheet
to the Statement of Net Position
December 31, 2019

Total Governmental Fund Balances	19,554,733
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**Amounts reported for governmental activities in the
Statement of Net Position are different because:**

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. However, in the Statement of Net Position, the cost of those assets are capitalized and expensed over their estimated lives through annual depreciation expense.

Cost of capital assets	95,383,408	
Less accumulated depreciation	<u>(42,742,645)</u>	
		52,640,763

Internal service funds are used by management to charge the costs of the motor pool, equipment costs and health insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position. This represents the net equity of the internal service funds less the fixed assets and long-term liabilities which are included in this reconciliation.

5,491,641

Long-term liabilities, including leases payable, bonds payable, compensated absences, and interest payable are not due and payable in the current period and, therefore, are not reported in the funds. The following liabilities are reported in the government-wide Statement of Net Position.

Accrued compensated absences	(1,432,960)	
Certificates of Participation	(22,565,854)	
Leases	<u>(1,466,862)</u>	
		<u>(25,465,676)</u>

Net Position of Governmental Activities	<u><u>52,221,461</u></u>
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Gunnison County, Colorado
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
December 31, 2019

	General Fund	Road and Bridge Fund	Human Services Fund	Sales Tax Capital Improvement Fund	Airport Construction Fund	Capital Expenditures Fund	Non-major Governmental Funds	Total Governmental Funds
Revenues:								
Taxes	9,614,084	271,449	315,246	2,502,672	-	-	2,756,428	15,459,879
Licenses and permits	772,995	-	-	-	-	-	-	772,995
Intergovernmental	2,061,600	5,519,023	3,937,352	-	966,752	210,244	888,752	13,583,723
Charges for services	1,725,606	140,150	-	-	138,386	-	168,279	2,172,421
Fines and forfeitures	-	-	-	5,919	-	-	18,744	24,663
Investment income	344,271	72,941	12,841	19,229	10,611	46,364	84,337	590,594
Contributions	85,427	-	7,598	-	-	-	54,762	147,787
Miscellaneous	323,177	92,263	2,717	10,340	-	-	158,990	587,487
Total Revenues	14,927,160	6,095,826	4,275,754	2,538,160	1,115,749	256,608	4,130,292	33,339,549
Expenditures:								
General government	7,860,483	-	-	1,403,394	-	12,175	2,665,376	11,941,428
Judicial	379,279	-	-	-	-	-	-	379,279
Public safety	3,569,980	-	-	-	-	-	-	3,569,980
Health and welfare	955,582	-	4,137,011	-	-	412,749	967,725	6,473,067
Auxiliary services	298,708	-	-	-	-	-	-	298,708
Culture and recreation	338,475	-	-	-	-	-	229,371	567,846
Public works	226,618	5,016,787	-	-	1,025,363	-	-	6,268,768
Debt service	17,629	128	-	132,946	23,629	-	1,993,545	2,167,877
Total Expenditures	13,646,754	5,016,915	4,137,011	1,536,340	1,048,992	424,924	5,856,017	31,666,953
Excess (Deficiency) of Revenues Over Expenditures	1,280,406	1,078,911	138,743	1,001,820	66,757	(168,316)	(1,725,725)	1,672,596
Other Financing Sources (Uses):								
Transfers in	957,983	64,824	-	683,736	57,411	4,407	2,890,786	4,659,147
Transfers (out)	(2,194,185)	(296,636)	(119,680)	(1,480,982)	-	-	(269,296)	(4,360,779)
Lease proceeds	-	-	-	-	-	1,320,689	-	1,320,689
Total Other Financing Sources (Uses)	(1,236,202)	(231,812)	(119,680)	(797,246)	57,411	1,325,096	2,621,490	1,619,057
Net Change in Fund Balances	44,204	847,099	19,063	204,574	124,168	1,156,780	895,765	3,291,653
Fund Balances - Beginning of Year	6,164,112	2,224,689	182,329	1,000,709	292,368	2,078,929	4,319,944	16,263,080
Fund Balances - End of Year	6,208,316	3,071,788	201,392	1,205,283	416,536	3,235,709	5,215,709	19,554,733

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

Gunnison County
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and
Changes in Fund Balances to the Statement of Activities
For the Year Ended December 31, 2019

Net Changes In Fund Balances - Total Governmental Funds 3,291,653

**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 as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense in the current period for all governmental activities excluding internal service funds which is shown separately below:

Depreciation expense	(2,570,257)	
Gain (loss) on disposals, net	(321,768)	
Capital outlay	3,849,875	957,850

Revenues that do not provide current financial resources are recognized in the government-wide financial statements. This amount represents that change in long-term receivables not available as current financial resources. (100,000)

The internal service funds are used by management to charge the costs of the motor pool, equipment costs and health insurance to individuals funds. The net revenue of these funds is reported with governmental activities in the Statement of Activities. 249,094

The issuance of debt (and related premium) increases the current available resources but does result in increased net position. This is the amount of debt issued during the year, related premium, and related accrued interest not expended.

Debt issued	(1,320,689)	
Premium	-	(1,320,689)

Capitalization of bond premiums is recognized as a liability in Statement of Net Position but is recognized over time in the Statement of Activities:

Amortization expense	16,011
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Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. 887,304

Compensated absences 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. This represents the change in compensated balances during the past year for governmental funds.

Liability at December 31, 2019	1,338,149	
Liability at December 31, 2018	1,316,295	(21,854)

Change in Net Position of Governmental Activities 3,959,369

Gunnison County, Colorado
Proprietary Funds
Statement of Net Position
December 31, 2019

	Business-type Activities - Enterprise Funds						Governmental Activities - Internal Service Funds	
	Airport Operations Fund	Gunnison County Sewer Fund	Gunnison County Water Fund	Landfill Operations Fund	Gunnison County Housing Auth. Assisted Lvg.	Gunnison County Housing Auth. Mtn. View	Totals	
Assets:								
Current Assets:								
Cash and investments - Unrestricted	1,128,368	1,302,122	658,603	282,493	3,051	82,469	3,457,106	4,538,518
Cash and investments - Restricted	691,708	96,160	57,088	1,496,368	-	76,944	2,418,268	-
Accounts receivable, net of allowance for uncollectible accounts where applicable	104,040	48,297	33,879	139,707	3,041	-	328,964	181,690
Due from other governments	6,543	-	-	-	-	-	6,543	61,215
Prepaid expenses	16,562	-	-	650	-	3,966	21,178	46,411
Due from other funds	-	74,390	-	-	-	-	74,390	192,825
Inventory, at cost	-	-	-	-	-	-	-	740,509
Total Current Assets	1,947,221	1,520,969	749,570	1,919,218	6,092	163,379	6,306,449	5,761,168
Non-current Assets:								
Construction-in-progress	517,452	-	-	-	-	-	517,452	-
Land, property and equipment	59,995,146	7,381,432	10,200,661	837,433	2,037,513	1,830,594	82,282,779	20,963,647
Less accumulated depreciation	(27,313,004)	(4,404,516)	(7,845,655)	(376,693)	(694,646)	(1,476,902)	(42,111,416)	(12,287,183)
Total Non-current Assets	33,199,594	2,976,916	2,355,006	460,740	1,342,867	353,692	40,688,815	8,676,464
Total Assets	35,146,815	4,497,885	3,104,576	2,379,958	1,348,959	517,071	46,995,264	14,437,632
Liabilities:								
Current Liabilities:								
Accounts payable	66,039	77,988	5,086	21,645	-	2,680	173,438	89,854
Accrued liabilities	6,633	9,771	5,694	10,172	-	81,205	113,475	179,673
Due to other funds	31,585	-	76,415	9,475	-	5,008	122,483	-
Debt obligations, due within one year	-	33,597	27,884	-	-	17,173	78,654	-
Total Current Liabilities	104,257	121,356	115,079	41,292	-	106,066	488,050	269,527
Non-current Liabilities:								
Accrued compensated absences	117,803	-	3,712	28,937	-	-	150,452	94,810
Loans	-	-	18,953	-	-	808,224	827,177	-
Revenues bonds	-	1,431,930	1,010,626	-	-	-	2,442,556	-
Landfill closure and postclosure costs	-	-	-	1,327,265	-	-	1,327,265	-
Total Non-current Liabilities	117,803	1,431,930	1,033,291	1,356,202	-	808,224	4,747,450	94,810
Total Liabilities	222,060	1,553,286	1,148,370	1,397,494	-	914,290	5,235,500	364,337
Net Position:								
Net investment in capital assets	33,199,594	1,511,389	1,297,543	460,740	1,342,867	(471,705)	37,340,428	8,676,464
Restricted	-	96,160	67,792	-	-	76,944	240,896	786,920
Unrestricted	1,725,161	1,337,050	590,871	521,724	6,092	(2,458)	4,178,440	4,609,911
Total Net Position	34,924,755	2,944,599	1,956,206	982,464	1,348,959	(397,219)	41,759,764	14,073,295

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

Gunnison County, Colorado
Proprietary Funds
Statement of Revenues, Expenses and Changes in Fund Net Position
For the Year Ended December 31, 2019

	Business-type Activities - Enterprise Funds						Governmental Activities - Internal Service Funds
	Airport Operations Fund	Gunnison County Sewer Fund	Gunnison County Water Fund	Landfill Operations Fund	Gunnison County Housing Auth. Assisted Lvg.	Gunnison County Housing Auth. Mtn. View	Totals
Operating Revenues:							
Rent, net	957,809	-	-	-	341,446	233,562	1,532,817
Other	44,392	10,778	81,790	100,368	-	5,376	242,704
Charges and fees	539,398	711,032	348,957	1,080,805	-	-	2,680,192
Total Operating Revenues	1,541,599	721,810	430,747	1,181,173	341,446	238,938	4,455,713
Operating Expenses:							
Operations and maintenance	1,114,009	508,433	244,290	950,074	-	144,075	2,960,881
Administration	222,470	-	78,855	-	-	-	301,325
Depreciation and amortization	2,184,784	236,195	222,741	47,832	38,063	56,525	2,786,140
Total Operating Expenses	3,521,263	744,628	545,886	997,906	38,063	200,600	6,048,346
Operating Income (Loss)	(1,979,664)	(22,818)	(115,139)	183,267	303,383	38,338	(1,592,633)
Non-operating Revenues (Expenses):							
Gain (loss) on disposal of capital assets	-	-	-	-	-	-	-
Grant revenue	91,769	-	-	-	-	-	91,769
Investment revenue	48,678	47,039	14,971	47,183	-	2,677	160,548
Interest expense	-	(63,749)	(23,677)	-	(9,609)	(23,876)	(120,911)
Total Non-operating Revenues (Expenses)	140,447	(16,710)	(8,706)	47,183	(9,609)	(21,199)	131,406
Income (Loss) Before Contributions and Transfers	(1,839,217)	(39,528)	(123,845)	230,450	293,774	17,139	(1,461,227)
Capital Contributions	1,030,469	27,500	-	-	-	-	1,057,969
Transfers In	-	-	28,024	-	-	-	28,024
Transfers (Out)	(126,363)	(51,244)	(23,700)	(71,328)	-	-	(272,635)
Change in Net Position	(935,111)	(63,272)	(119,521)	159,122	293,774	17,139	(647,869)
Total Net Position - Beginning of Year	35,859,866	3,007,871	2,075,727	823,342	1,055,185	(414,358)	42,407,633
Total Net Position - End of Year	34,924,755	2,944,599	1,956,206	982,464	1,348,959	(397,219)	41,759,764

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

Gunnison County, Colorado
Proprietary Funds
Statement of Cash Flows
For the Year Ended December 31, 2019

	Business-type Activities - Enterprise Funds							Governmental Activities - Internal Service Funds
	Airport Operations Fund	Gunnison County Sewer Fund	Gunnison County Water Fund	Landfill Operations Fund	Gunnison County Housing Auth. Assisted Lvg.	Gunnison County Housing Auth. Mtn. View	Totals	
Cash Flows from Operating Activities:								
Cash received from charges for services	1,618,361	713,275	355,368	1,008,722	341,446	233,562	4,270,734	5,189,892
Cash received from other sources	44,392	10,778	81,790	100,368	-	5,376	242,704	471,133
Cash payments to vendors for goods and services	(574,320)	(471,598)	(251,344)	(509,306)	(3,041)	(145,829)	(1,955,438)	(5,084,812)
Cash payments to employees for services	(837,924)	(57,306)	(146,815)	(403,224)	-	-	(1,445,269)	805
Net Cash Provided (Used) by Operating Activities	250,509	195,149	38,999	196,560	338,405	93,109	1,112,731	577,018
Cash Flows from Non-capital Financing Activities:								
Transfers from other funds	-	-	649,623	-	-	-	649,623	25,619
Transfers (to) other funds	(115,457)	(695,084)	-	(72,941)	-	(1,344)	(884,826)	(281,566)
Net Cash Provided (Used) by Non-capital Financing Activities	(115,457)	(695,084)	649,623	(72,941)	-	(1,344)	(235,203)	(255,947)
Cash Flows from Capital and Related Financing Activities:								
Capital grants	91,769	-	-	-	-	-	91,769	60,315
Capital contributions	1,030,469	27,500	-	-	-	-	1,057,969	-
Interest paid on debt	-	(63,749)	(23,677)	-	(9,609)	(23,876)	(120,911)	-
Principal paid on loans and leases	-	(51,018)	(27,155)	-	(328,796)	(61,402)	(468,371)	-
Purchase of capital assets	(1,030,470)	(7,500)	-	-	-	(1,507)	(1,039,477)	(795,265)
Cash from sale of assets	-	-	-	-	-	-	-	127,446
Net Cash Provided (Used) by Capital and Related Financing Activities	91,768	(94,767)	(50,832)	-	(338,405)	(86,785)	(479,021)	(607,504)
Cash Flows from Investing Activities:								
Cash from investment income	48,678	47,039	14,971	47,183	-	2,677	160,548	129,888
Net Cash Provided (Used) by Investing Activities	48,678	47,039	14,971	47,183	-	2,677	160,548	129,888
Net Increase (Decrease) in Cash	275,498	(547,663)	652,761	170,802	-	7,657	559,055	(156,545)
Cash - Beginning of Year	1,544,578	1,945,945	62,930	1,608,059	3,051	151,756	5,316,319	4,695,063
Cash - End of Year	1,820,076	1,398,282	715,691	1,778,861	3,051	159,413	5,875,374	4,538,518
Reconciliation of Operating Income (Loss) to Net Cash Provided (used) by Operating Activities:								
Operating income (loss)	(1,979,664)	(22,818)	(115,139)	183,267	303,383	38,338	(1,592,633)	(6,590)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:								
Depreciation and amortization	2,184,784	236,195	222,741	47,832	38,063	56,525	2,786,140	756,542
Changes in assets and liabilities:								
(Increase) decrease in accounts receivable	121,154	2,243	6,411	(72,083)	-	-	57,725	(49,970)
(Increase) decrease in prepaid expenses	(2,797)	321	445	45	-	(3,965)	(5,951)	(3,438)
(Increase) decrease in inventory	-	-	-	-	-	-	-	(131,746)
Increase (decrease) in accounts payable	(84,989)	(20,641)	(69,057)	1,538	(3,041)	248	(175,942)	10,975
Increase (decrease) in accrued liabilities	136	(151)	(290)	39,396	-	1,963	41,054	440
Increase (decrease) in compensated absences	11,885	-	(6,112)	(3,435)	-	-	2,338	805
Net Cash Provided (Used) by Operating Activities	250,509	195,149	38,999	196,560	338,405	93,109	1,112,731	577,018

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

Gunnison County, Colorado
Fiduciary Funds
Statement of Fiduciary Net Position
December 31, 2019

	Custodial Fund
Assets	
Cash and investments	4,895,747
Accounts receivable	9,439
Taxes receivable for other governments	<u>36,496,169</u>
Total Assets	<u><u>41,401,355</u></u>
Liabilities	
Accounts payable and other liabilities	2,391
Due to other governments	<u>4,213,713</u>
Total Liabilities	<u>4,216,104</u>
Deferred Inflow of Resources	
Property tax revenue	<u>36,496,169</u>
Total Deferred Inflow of Resources	<u>36,496,169</u>
Net Position	
Restricted for:	
Individuals, organizations, and other governments	<u>689,082</u>
Total Net Position	<u><u>689,082</u></u>

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

Gunnison County, Colorado
Fiduciary Funds
Statement of Changes in Fiduciary Net Position
December 31, 2019

	Custodial Fund
Additions	
Taxes collected for other governments	31,666,324
Public trustee activity	91,588
Miscellaneous	<u>18,117,994</u>
Total Additions	<u>49,875,906</u>
Deductions	
Taxes disbursed	35,342,565
Public trustee disbursements	9,255
Funds held for others	595,727
Miscellaneous	<u>13,811,833</u>
Total Deductions	<u>49,759,380</u>
Net Increase (Decrease) in Fiduciary Net Position	116,526
Net Position - Beginning of the Year (restated)	<u>572,556</u>
Net Position - End of the Year	<u><u>689,082</u></u>

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

NOTES TO THE FINANCIAL STATEMENTS



Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019

I. Summary of Significant Accounting Policies

Gunnison County (the "County") is a statutory county located in western Colorado. An elected Board of Commissioners is responsible for setting policy, appointing administrative personnel and the adoption of an annual budget in accordance with state statutes. The County's operations include sheriff protection, health and human services, culture and recreation, road maintenance, an airport, water and sewer services, a housing administration, and a landfill.

The County's financial statements are prepared in accordance with generally accepted accounting principles ("GAAP"). The Governmental Accounting Standards Board ("GASB") is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established by GAAP used by the County are discussed below.

A. Reporting Entity

The reporting entity consists of (a) the primary government; i.e., the County, and (b) organizations for which the County is financially accountable. The County is considered financially accountable for legally separate organizations if it is able to appoint a voting majority of an organization's governing body and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the County. Consideration is also given to other organizations which are fiscally dependent; i.e., unable to adopt a budget, levy taxes, or issue debt without approval by the County. Organizations for which the nature and significance of their relationship with the County are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete are also included in the reporting entity.

The financial statements of component units have been included in the financial reporting entity either as blended or discretely presented component units.

1. Blended Component Units

The Gunnison County Housing Authority (the "Housing Authority") - Gunnison Senior Housing Project, an entity legally separate from the County, is governed by the Gunnison County Board of County Commissioners. For financial reporting purposes, the Authority is reported as if it was part of the County's operations because its purpose is to finance and provide low income senior housing to the citizens of the County.

In 2003, the County's electorate approved the creation of the Gunnison River Valley Local Marketing District (the "District"). The District was created for the organization, promotion, marketing, and management of public events; activities in support of business recruitment, management and development; and coordinating tourism promotion activities within the District's boundaries. The County's Board of County Commissioners sits as *ex officio* as the District's Board. For financial reporting purposes, the District is reported as a blended component unit and resembles the reporting for other special revenue funds.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

I. Summary of Significant Accounting Policies (continued)

A. Reporting Entity (continued)

2. Discretely Presented Component Unit

The component unit columns in the combined financial statements include the financial data of the County's discretely presented component unit. This unit is reported in a separate column to emphasize that it is legally separate from the County.

The Gunnison Valley Hospital and Health Care Center - The Gunnison Valley Hospital and Health Care Center Board is appointed by the County, is fiscally dependent on the County because they cannot issue debt without the approval of the County, and its operational and capital budgets and its annual property tax mill levy are approved by the County. The completed financial statements of the Hospital and Health Care Center can be obtained directly from their administrative office at:

Administrative Office
Gunnison Valley Hospital
214 East Denver Avenue
Gunnison, CO 81230

3. Intergovernmental Agreements

The County has entered into various governmental agreements that do not meet the criteria for inclusion in these financial statements as component units or as joint ventures.

The County receives funding from local, state, and federal government sources and must comply with all requirements of these funding sources. However, the County is not included in any other governmental reporting entity.

B. Government-wide and Fund Financial Statements

The County's basic financial statements include both government-wide (financial activities of the overall County, except for fiduciary activities) and fund financial statements (reporting the County's individual funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. Governmental activities are generally financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or part by fees charged to external parties.

1. Government-wide Financial Statements

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The County's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

I. Summary of Significant Accounting Policies (continued)

B. Government-wide and Fund Financial Statements (continued)

1. Government-wide Financial Statements (continued)

The government-wide Statement of Activities reports both the gross and net cost of each of the County's non-fiduciary functions (e.g., public safety, culture and recreation, etc.) and business-type activities (e.g., water, sewer, landfill, etc.). The functions are also supported by general government revenues (property and sales taxes, intergovernmental revenue, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function or business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The government-wide focus is on the sustainability of the County as an entity and the change in the County's net position resulting from the current year's activities.

2. Fund Financial Statements

The financial transactions of the County are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The fund focus is on current available resources and budget compliance.

The County reports the following major governmental funds:

The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the County, except those required to be accounted for in another fund.

The *Road and Bridge Fund* accounts for the County's share of state revenues that are legally restricted for the maintenance of highways and roads within the County's boundaries and also accounts for other revenues restricted for highway and road purposes.

The *Human Services Fund* administers the County's state and federal revenues that are restricted for the provision of social services to the residents of the County.

The *Sales Tax Capital Improvement Fund* accounts for the collection of sales tax restricted for capital expenditures.

The *Airport Construction Fund* accounts for grants and construction expenditures relating to the County's airport. The constructed assets are contributed to the Airport Operations Fund.

The *Capital Expenditures Fund* accounts for the accumulation of resources for future capital expenditures.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

I. Summary of Significant Accounting Policies (continued)

B. Government-wide and Fund Financial Statements (continued)

2. Fund Financial Statements (continued)

The County reports the following major proprietary funds:

The *Airport Operations Fund* accounts for the operations of the Gunnison County Airport.

The *Gunnison County Sewer Fund* is used to account for the operations of sewer facilities operated by the County in unincorporated areas of the County.

The *Gunnison County Water Fund* is used to account for the operations of water system facilities operated by the County in unincorporated areas of the County.

The *Landfill Operations Fund* accounts for the operations of the County's landfill and recycling program.

The *Gunnison County Housing Authority* is used to account for the activities of the Authority, a blended component unit of the County. Two funds are included which account for operations of an assisted living center and an elderly housing complex.

Additionally, the County reports the following fund types:

Internal services funds account for the rental of motor vehicles and heavy equipment, the usage of gravel and other construction materials, the rental of computer equipment, and to account for health insurance and unemployment claims. These services are provided to other County funds and departments on a cost reimbursement basis.

Fiduciary funds include custodial funds which are used to account for the collection and distribution of property and other taxes between the County's funds and other governments and agencies. Custodial funds are also used to account for the activities of the County Trustee and segregate these activities into a separate fund as required by State of Colorado statutes. No budgets are adopted for the County's custodial funds.

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

Measurement focus refers to whether financial statements measure changes in current resources only (current financial focus) or changes in both current and long-term resources (long-term economic focus). Basis of accounting refers to the point at which revenues, expenditures, or expenses are recognized in the accounts and reported in the financial statements. Financial statement presentation refers to classification of revenues by source and expenses by function.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

I. Summary of Significant Accounting Policies (continued)

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

1. Long-term Economic Focus and Accrual Basis

Both the governmental and business-type activities in the government-wide financial statements and the proprietary and fiduciary financial statements use the long-term economic focus and are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred, regardless of the timing of the related cash flows. On the accrual basis, revenue from property taxes is recognized in the year for which taxes are levied. Revenue from grants and donations is recognized in the year in which all eligibility requirements have been satisfied.

2. Current Financial Focus and Modified Accrual Basis

The governmental fund financial statements use the current financial focus and are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. The County considered all revenues reported in the governmental funds to be available if they are collected within sixty days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of long-term liabilities and acquisitions under capital leases are reported as other financing sources.

3. Financial Statement Presentation

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's enterprise fund are charges to customers for sales. Operating expenses for the enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expense notes meeting this definition are reported as non-operating revenues and expenses.

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

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts

1. Cash, Cash Equivalents, and Investments

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within 3 months of the acquisition date.

Restricted cash and cash equivalents represent amounts restricted by bond indentures and other binding commitments.

Investments are stated at fair value. The change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

The County follows Colorado statutes specifying specific investment instruments meeting defined rating criteria in which local governments may invest, which 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
- Banker's acceptances of certain banks
- Commercial paper
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market mutual funds
- Guaranteed investment contract
- Local government investment pools

2. Receivables

Receivables are reported net of an allowance for uncollectible accounts, whenever applicable.

3. Property Taxes

Property taxes are assessed in one year as a lien on the property, but not collected by the governmental unit until the subsequent year. In accordance with generally accepted accounting principles, the assessed but uncollected property taxes have been recorded as a receivable and as deferred revenue on the fund financial statements.

4. Interfund Receivables and Payables

Balances at year-end between funds are reported as "due to / from other funds" in the fund financial statements. Any residual balances not eliminated between the governmental and business-type activities are reported as "internal balances" in the government-wide financial statements.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

5. Inventories

Inventories are carried at cost. The Internal Service Fund I inventory includes gravel held for County use. The cost value of such inventory is recorded as an expenditure at the time of use.

6. Prepaid Expenses

Payments made to vendors for services that will benefit periods beyond December 31, 2019 are recorded as prepaid expenses.

7. Capital Assets

Capital assets, which include land, buildings, building improvements, equipment, and vehicles, are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial cost of \$5,000 or more and an estimated useful life in excess of two years for all assets other than equipment. Such assets are recorded at historical cost. Donated capital assets are recorded at estimated fair 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 asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Capital outlay for projects is capitalized as projects are constructed. Interest incurred during the construction phase is capitalized as part of the value of the assets constructed in the business-type activities.

Infrastructure, buildings, and equipment are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Infrastructure	15 - 30
Buildings and improvements	15 - 40
Machinery and equipment	3 - 10
Vehicles	10

The book value of property and equipment transferred to the City of Gunnison for additional capacity at their wastewater treatment facility are being amortized on the straight-line method over a period of twenty-five (25) years. The term of the agreement is indefinite and does not include treatment costs.

8. Unavailable Property Taxes

Property taxes in the State of Colorado are assessed in one year as a lien on the property, but not collected by the governmental units until the subsequent year. In accordance with generally accepted accounting principles, the assessed but uncollected property taxes have been recorded in the accompanying financial statements as a receivable and as deferred inflow of resources.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

9. Compensated Absences

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the governmental activities column in the government-wide financial statements. Vested or accumulated vacation leave of the proprietary fund type is recorded as an expense and liability of that fund as the benefits accrue to employees. In accordance with the provisions of GASB No. 16, *Accounting for Compensated Absences*, no liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

10. Recognition of Grant Revenue

Where the expenditure of funds is the prime factor for determining eligibility for grant funds, revenue is recognized at the time the expenditure is incurred.

11. Bond Premiums and Discounts

On the government-wide Statement of Net Position and the proprietary fund type Statement of Net Position, bond premiums and discounts are netted with the related bond. On the government-wide and proprietary fund type Statement of Activities, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. At the governmental fund reporting level, bond premiums and discounts are reported as other financing sources and uses, separately from the face amount of the bonds issued.

12. Fund Equity

Fund equity at the governmental fund financial reporting level is classified as "fund balance." Fund equity for all other reporting is classified as "net position."

Fund Balance – Generally, fund balance represents the difference between the current assets and current liabilities. Governmental accounting standards establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Fund balance classifications, include Non-spendable, Restricted, Committed, Assigned, and Unassigned. These classifications reflect not only the nature of funds, but also provide clarity to the level of restriction placed upon fund balance. Fund Balance can have different levels of restraint, such as external versus internal compliance requirements. Unassigned fund balance is a residual classification within the General Fund. The General Fund should be the only fund that reports a positive unassigned balance. In all other funds, unassigned is limited to negative residual fund balance. For further details of the various fund balance classifications refer to Note IV.M.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

12. Fund Equity (continued)

Net Position - Net position represent the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. This net position amount also is adjusted by any bond issuance deferred amounts. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is reported as unrestricted.

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

13. Deferred Outflows and Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The County has no items that qualify for reporting in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has only one item that qualifies for reporting in this category. Accordingly, unavailable property tax revenue is deferred and recognized as an inflow of resources in the period that the amounts become available and earned.

14. Interfund Transactions

Quasi-external (i.e., internal service fund) transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

I. Summary of Significant Accounting Policies (continued)

E. Significant Accounting Policies

1. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Actual results could differ from those estimates.

2. Legal Provisions and Authorization of Deposits

As previously noted, the County is governed by state statutes as to the type of institutions and investments with which it may deposit funds and transact business.

Cash and investments include amounts in demand deposits as well as investments. The funds of the County are invested by the County Treasurer. The County Treasurer accounts for the transactions of each individual fund of the County and maintains a separate ledger for each County fund and all other governments and agencies within the County for which the County Treasurer collects and disburses funds.

The cash and investments of the County's component units are invested by each entity within the guidelines set forth by their respective Boards of Trustees.

II. Reconciliation of Government-wide and Fund Financial Statements

A. Explanation of Certain Differences between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position

The governmental fund Balance Sheet includes a reconciliation (Page C4) between *fund balance – total governmental funds* and *net position of governmental activities* as reported in the government-wide Statement of Net Position. One element of that reconciliation explains that “Internal Service Funds are used by management to charge the costs of the motor pool, equipment costs and health insurance to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Position. This represents the net equity of the internal service funds less the fixed assets.”

B. Explanation of Certain Differences between the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balance and the Government-wide Statement of Activities

The governmental fund Statement of Revenues, Expenditures and Changes in Fund Balance includes a reconciliation (Page C6) between *Net Changes in Fund Balances* and *Changes in Net Position* as reported in the government-wide Statement of Activities. One element of that reconciliation explains that “Internal Service Funds are used by management to charge the costs of the motor pool, equipment costs and health insurance to individual funds. The revenues and expenditures of the internal service funds are included in the governmental activities in the Statement of Activities. This represents the net revenues and expenditures of the internal service funds less the depreciation on fixed assets.”

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

III. Stewardship, Compliance, and Accountability

A. Legal Compliance - Budgets

Property taxes become a lien on the property as of January 1 of the year assessed. Taxes levied in one year are collected in the succeeding year. Thus taxes certified in 2018 were collected in 2019 and taxes certified in 2019 will be collected in 2020. Taxes are due on January 1st in the year of collection; however, they may be paid in either one installment (no later than April 30th) or two equal installments (not later than February 28 and June 15th) without interest or penalty. Taxes which are not paid within the prescribed time bear interest at the rate of one percent (1%) per month until paid. Unpaid amounts and the accrued interest thereon become delinquent on June 15th. Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, supplementary appropriations were necessary. Appropriations lapse at the end of each calendar year.

B. Budgetary Information

As required by Colorado statutes, the County follows these procedures in establishing the budgetary data reflected in the financial statements.

- (1) For the 2019 budget, prior to August 25, 2018, the County Assessor sent to the County Finance Director a certified assessed valuation of all taxable property within the County.
- (2) Based on this assessed valuation, the County Finance Director computed a rate of levy which when levied would raise the amounts, along with other revenues, necessary to fund the County operating requirements. The levy rate and proposed budget was submitted to the County Commissioners before December 22.
- (3) Notice was published within ten (10) days which contained: availability of proposed budget for public inspection, date and time of budget adoption meeting, and that any County taxpayer may file objection prior to adoption of the budget.
- (4) The final budget and appropriating resolution was adopted prior to December 31.
- (5) After adoption of the budget resolution, the County may make by resolution the following changes: (i) supplemental appropriations to the extent of revenues in excess of the estimated in the budget; (ii) emergency appropriations; and (iii) reduction of appropriations for which originally estimated revenues are insufficient. At any time during the year, the County may, by resolution, transfer part of all of any unexpended funds from one department or fund to another.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

III. Stewardship, Compliance, and Accountability (continued)

B. Budgetary Information (continued)

Supplemental appropriations for the County during 2019 resulted in the budget amendments as follows:

	Original Budget	Budget Amendments	Final Budget
General Fund	17,520,510	703,995	18,224,505
Human Services	4,220,392	127,670	4,348,062
Sales Tax Capital Improvement	2,675,513	1,231,144	3,906,657
Capital Expenditures	16,555	432,175	448,730
Conservation Trust	65,018	300	65,318
Public Health	1,061,100	7,807	1,068,907
Risk Management	160,850	325,000	485,850
Housing Authority Administration	1,600,191	310,000	1,910,191
Gunnison Valley Local Marketing District	2,033,981	217,500	2,251,481
Airport Operations	1,391,629	91,650	1,483,279
Water	408,430	1,400	409,830
Assisted Living	36,488	301,920	338,408
	<u>48,299,089</u>	<u>3,750,561</u>	<u>52,049,650</u>

C. Possible Violations of State Statutes - Budgets

The following fund(s) had expenditures over budget; this may be a violation of Colorado state statutes:

	Final Budget	Actual	(Over) Budget
Gunnison River Local Marketing Dist.	2,251,481	2,252,571	(1,090)
Mountain View	181,584	230,860	(49,276)

D. TABOR Amendment – Revenue and Spending Limitation Amendment

In November 1992, Colorado voters amended Article X of the Colorado Constitution by adding Section 20; commonly known as the Taxpayer's Bill of Rights ("TABOR"). TABOR contains revenue, spending, tax and debt limitations which apply to the State of Colorado and local governments. TABOR requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of any expiring tax, or tax policy change directly causing a net tax revenue gain to any local government.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

III. Stewardship, Compliance, and Accountability (continued)

D. TABOR Amendment – Revenue and Spending Limitation Amendment (continued)

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future fiscal years.

TABOR also requires local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be 3% or more of fiscal year spending (excluding bonded debt service). The County has reserved year-end fund balance in the General Fund for emergencies as required under TABOR in the amount of \$876,000.

The initial base for local government spending and revenue limits is December 31, 1992. Future spending and revenue limits are determined based on the prior year's fiscal year spending adjusted for inflation in the prior calendar year plus annual local growth. Fiscal year spending is generally defined as expenditures and reserve increases with certain exceptions. Revenue, if any, in excess of the fiscal year spending limit must be refunded in the next fiscal year unless voters approve retention of such revenue.

On November 5, 1996, the County's electorate approved the following ballot question:

“May Gunnison County, without any increase in County rates and without exceeding the property tax revenue limit, keep and spend for County services and capital expenditures, in 1996 and each year thereafter, any excess revenues from grants, fees, interest, sales tax, and all other revenue sources without being limited by the restrictions of Article X, Section 20 of the Colorado Constitution (commonly known as Amendment 1 and/or the “Tabor Amendment”)”.

On November 7, 2000 the County's electorate approved the following ballot question:

“May Gunnison County be authorized to collect, keep, and expend all revenues it receives from its property tax levy in 2001 and each year thereafter as a revenue change pursuant to Article X, Section 20 of the Colorado Constitution provided that nothing in this question authorizes the County to increase its permanent rate of levy without prior voter approval”.

The County's management believes it is in compliance with the financial provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of its provisions, including the interpretation of how to calculate fiscal year spending limits, will require judicial interpretation.

E. Deficit Fund Balance and Net Position

The Gunnison County Housing Authority Mountain View Fund had a deficit net position at December 31, 2019 of \$397,219.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds

A. Deposits and Investments

The County's deposits are entirely covered by federal depository insurance ("FDIC") or by collateral held under Colorado's Public Deposit Protection Act ("PDPA"). The FDIC insures the first \$250,000 of the County's deposits at each financial institution. Deposit balances over \$250,000 are collateralized as required by PDPA. The County had the following investments and maturities:

	Carrying Amounts	Less than one year	One to five years
<i>Deposits:</i>			
Cash on hand	178,818	178,818	-
Checking	3,534,213	3,534,213	-
Savings	4,154,273	4,154,273	-
Certificates of deposit	14,275,820	14,275,820	
Money market	1,008,220	1,008,220	
<i>Investments:</i>			
Pools	1,827,391	1,827,391	-
Agencies	6,776,048	489,348	6,286,700
Treasuries	996,950	499,960	496,990
Deposits held by Trustee	2,855,756	2,855,756	-
Total	35,607,489	28,823,799	6,783,690
<i>Reconciliation to Statement of Net Position:</i>			
Cash and cash equivalents - Unrestricted		26,606,047	
Cash and cash equivalents - Restricted		4,105,695	
Fiduciary Funds		4,895,747	
Total		35,607,489	

The Investment Pool represents investments in COLOTRUST and CSAFE which are 2a7-like pools. The fair value of the pool is determined by the pool's share price. The County has no regulatory oversight for the pool.

Interest Rate Risk. As a means of limiting its exposure to interest rate risk, the County diversifies its investments by security type and institution, and limits holdings in any one type of investment with any one issuer. The County coordinates its investment maturities to closely match cash flow needs and restricts the maximum investment term to less than five years from the purchase date. As a result of the limited length of maturities the County has limited its interest rate risk.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

Credit Risk. State law and County policy limit investments to those authorized by State statutes including U.S. Agencies and 2a7-like pools. The County's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments.

Concentration of Credit Risk. The County diversifies its investments by security type and institution. Investments may only be made in those financial institutions which are insured or issued by the Federal Deposit Insurance Corporation, the Federal Home Mortgage Association, the Federal Savings and Loan Insurance Corporation, Congressionally authorized mortgage lenders and investments that are federally guaranteed. Financial institutions holding County funds must provide the County a copy of the certificate from the Banking Authority that states that the institution is an eligible public depository.

Restricted Cash and Investments. At December 31, 2019, the County had restricted the following cash and investments:

<u>Purpose</u>	<u>Total</u>	<u>Fund</u>
Water Resource Protection	92,426	General
Workforce Impact Fees	60,987	General
Courthouse Renovation	69	General
2010 Certificates of Participation - Interest Subsidy	139,841	Debt Service
2010 Certificates of Participation - Bond Reserve Fund	1,394,104	Capital Expend.
Terminal Construction	691,708	Airport Operations
2005 & 2006 N. Gunnison Revenue Bonds - Bond Reserve Funds	96,160	Sewer
2013 Antelope Hills - Bond Reserve Fund	57,088	Water
Landfill Closure and Post-closure	1,496,368	Solid Waste
Replacement Reserve	62,136	Mountain View
Security Deposits	14,808	Mountain View
	<u>4,105,695</u>	

Fair Value of Investments

The County measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- *Level 1:* Quoted prices for identical investments in active markets;
- *Level 2:* Observable inputs other than quoted market prices; and,
- *Level 3:* Unobservable inputs.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

Fair Value of Investments (continued)

At December 31, 2019, the County had the following recurring fair value measurements:

Investments Measured at Fair Value	Total	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Debt Securities:				
U.S. Treasury	996,950	996,950	-	-
U.S. Agencies	6,776,048	6,776,048	-	-
Total	<u>7,772,998</u>	<u>7,772,998</u>	<u>-</u>	<u>-</u>
Investments Measured at Net Asset Value	Total			
Investment Pools:				
Colotrust Plus	726,564			
Total	<u>726,564</u>			
Investments Measured at Amortized Cost	Total			
Investment Pools:				
C-Safe	1,100,827			
Total	<u>1,100,827</u>			

Debt and equity securities classified in Level 1 are valued using prices quoted in active markets for those securities. Negotiable certificates of deposits and money market funds in Level 2 are valued using the following approaches:

- Negotiable Certificates of Deposit: matrix pricing based on the certificate of deposit's relationship to benchmark quoted prices;
- Money Market Funds: published fair value per share (unit) for each fund.

**B. Component Unit - Gunnison Valley Hospital and Gunnison Health Care Center
Deposits and Investments**

At December 31, 2019, the Gunnison Valley Hospital and Gunnison Health Care Center's cash deposits had a bank balance of \$9,501,639.

Gunnison Valley Hospital and Gunnison Health Care Center's may legally invest in direct obligations of and other obligations guaranteed as to principal by the U.S. Treasury and U.S. agencies and instrumentalities and in-bank repurchase agreements. It may also invest to a limited extent in corporate bonds and equity securities.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

B. Component Unit - Gunnison Valley Hospital and Gunnison Health Care Center
Deposits and Investments (continued)

At December 31, 2019, the Gunnison Valley Hospital and Gunnison Health Care Center had the following investments and maturities:

	Carrying Amounts	Less than one year	1 - 5 years
<i>Deposits</i>	8,632,625	8,632,625	-
<i>Investments:</i>			
Cash and cash equivalents	5,444	5,444	-
Money markets	17,059,806	17,059,806	-
Mutual funds	1,372,204	1,372,204	-
Certificates of deposit	79,882	78,605	-
Municipal bonds	4,420,742	191,773	2,454,695
Corporate bonds	4,828,776	7,763,005	4,473,480
Equities	877,310	1,518,762	-
Government fixed income	11,946,966	-	1,212,952
Total	49,223,755	36,622,224	8,141,127

Reconciliation to Statement of Net Position:

Cash and cash equivalents - Unrestricted	8,487,488
Cash and cash equivalents - Restricted	40,736,267
Total	49,223,755

At December 31, 2019, the Gunnison Valley Hospital and Gunnison Health Care Center had the following recurring fair value measurements:

Investments Measured at Fair Value	Total	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Mutual funds	1,372,204	1,372,204	-	-
Municipal bonds	4,420,742	-	4,420,742	-
Corporate bonds	4,828,776	-	4,828,776	-
Equities	877,310	877,310	-	-
Government fixed income	11,946,966	11,946,966	-	-
Total	23,445,998	14,196,480	9,249,518	-

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

C. Receivables

Receivables as of year-end for the County's funds are as follows:

	General	Road & Bridge	Human Services	Sales Tax Capital Improvement
Receivables:				
Taxes	8,718,218	-	335,751	-
Accounts	90,700	4,420	-	-
Other	35,844	72,965	-	-
Intergovernmental	195,495	205,279	172,566	685,306
Total receivables	9,040,257	282,664	508,317	685,306
	Airport Construction	Capital Expenditures	Non-major Governmental	Total
Receivables:				
Taxes	-	-	-	9,053,969
Accounts	-	-	-	95,120
Other	-	-	13,669	122,478
Intergovernmental	190,558	198,097	453,909	2,101,210
Total receivables	190,558	198,097	467,578	11,372,777
	Airport Operations	Sewer	Water	Landfill Operations
Receivables:				
Accounts	90,960	48,297	-	119,683
Other	13,080	-	33,879	20,024
Intergovernmental	6,543	-	-	-
Total receivables	110,583	48,297	33,879	139,707
	Assisted Living	Mountain View	Internal Service Funds	Total
Receivables:				
Accounts	3,041	-	181,115	443,096
Other	-	-	575	67,558
Intergovernmental	-	-	61,215	67,758
Total receivables	3,041	-	242,905	578,412

Governmental funds report *unavailable property tax revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Deferred inflows of resources include property taxes levied in 2019 but not available until 2020. Governments also defer revenue recognition in connection with funds that have been received, but not yet earned.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

D. Capital Assets

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

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	1,487,949	1,256,987	-	2,744,936
Construction in progress	841,542	243	(518,513)	323,272
Total capital assets, not being depreciated	<u>2,329,491</u>	<u>1,257,230</u>	<u>(518,513)</u>	<u>3,068,208</u>
Capital assets, being depreciated:				
Infrastructure	24,188,819	749,611	-	24,938,430
Improvements	1,552,029	40,146	-	1,592,175
Buildings	48,336,277	2,219,657	(271,544)	50,284,390
Equipment	15,665,835	897,007	(1,062,637)	15,500,205
Total capital assets being depreciated	<u>89,742,960</u>	<u>3,906,421</u>	<u>(1,334,181)</u>	<u>92,315,200</u>
Less accumulated depreciation for:				
Infrastructure	(17,651,421)	(1,323,653)	-	(18,975,074)
Improvements	(883,352)	(85,389)	-	(968,741)
Buildings	(9,298,045)	(1,217,463)	-	(10,515,508)
Equipment	(12,587,236)	(700,290)	1,004,204	(12,283,322)
Total accumulated depreciation	<u>(40,420,054)</u>	<u>(3,326,795)</u>	<u>1,004,204</u>	<u>(42,742,645)</u>
Total capital assets being depreciated, net	<u>49,322,906</u>	<u>579,626</u>	<u>(329,977)</u>	<u>49,572,555</u>
Governmental activities capital assets, net	<u>51,652,397</u>	<u>1,836,856</u>	<u>(848,490)</u>	<u>52,640,763</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	11,332,117	-	-	11,332,117
Construction in progress	178,221	368,142	(28,911)	517,452
Total capital assets not being depreciated	<u>11,510,338</u>	<u>368,142</u>	<u>(28,911)</u>	<u>11,849,569</u>
Capital assets, being depreciated:				
Improvements	37,950,053	-	-	37,950,053
Buildings	10,698,406	1,506	(36,995)	10,662,917
Utility treatment transmission systems	16,822,433	7,500	-	16,829,933
Equipment	4,825,715	691,239	(9,188)	5,507,766
Total capital assets being depreciated	<u>70,296,607</u>	<u>700,245</u>	<u>(46,183)</u>	<u>70,950,669</u>
Less accumulated depreciation for:				
Improvements	(18,770,067)	(1,818,853)	-	(20,588,920)
Buildings	(5,907,660)	(280,625)	36,995	(6,151,290)
Utility treatment transmission systems	(11,345,736)	(430,805)	-	(11,776,541)
Equipment	(3,348,003)	(255,857)	9,188	(3,594,672)
Total accumulated depreciation	<u>(39,371,466)</u>	<u>(2,786,140)</u>	<u>46,183</u>	<u>(42,111,423)</u>
Total capital assets being depreciated, net	<u>30,925,141</u>	<u>(2,085,895)</u>	<u>-</u>	<u>28,839,246</u>
Business-type activities capital assets, net	<u>42,435,479</u>	<u>(1,717,753)</u>	<u>(28,911)</u>	<u>40,688,815</u>

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

D. Capital Assets (continued)

The County had the following depreciation expense for the following functions:

Governmental Activities:

General government	769,684
Public safety	340,150
Health and welfare	123,293
Culture and recreation	81,561
Public works	2,012,107
Total Governmental Activities	<u><u>3,326,795</u></u>

Business-type Activities:

Airport	2,184,784
Sewer	236,195
Water	222,741
Landfill	47,832
Housing	94,588
Total Business-type Activities	<u><u>2,786,140</u></u>

E. Component Unit - Gunnison Valley Hospital and Health Care Center - Capital Assets

Capital assets consist of the following at December 31, 2019:

	Beginning Balance	Additions	Deletions	Ending Balance
Land and improvements	3,225,539	44,533	-	3,270,072
Building leasehold improvements	43,264,708	3,468,397	(126,369)	46,606,736
Equipment	18,771,632	1,461,263	(726,296)	19,506,599
Construction in progress	1,922,848	3,548,633	(4,309,749)	1,161,732
Total property and equipment	<u>67,184,727</u>	<u>8,522,826</u>	<u>(5,162,414)</u>	<u>70,545,139</u>
Less: accumulated depreciation	<u>(24,061,462)</u>	<u>(3,522,511)</u>	<u>820,762</u>	<u>(26,763,211)</u>
Capital assets, net	<u><u>43,123,265</u></u>	<u><u>5,000,315</u></u>	<u><u>(4,341,652)</u></u>	<u><u>43,781,928</u></u>

Capital assets are depreciated on a straight-line basis over the estimated useful lives of each asset. Assets under capital lease obligations are depreciated over the shorter of the lease term or their respective estimated useful lives.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

F. Interfund Transfers, Receivables, and Payables

Interfund balances at December 31, 2019, consisted of the following amounts and represent charges for services or reimbursable expenses. These remaining balances resulted from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting period, and (3) payments between funds are made. The County expects to repay all interfund balances within one year.

Transfers are used to 1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, 2) move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, and, 3) provide additional resources for current operations or debt service.

The following represents interfund balances and transfers at December 31, 2019. All amounts presented below are owed to / received from or transferred through the County Treasurer Agency Fund.

	<u>Due from County</u>	<u>Due to County</u>	<u>Transfer in</u>	<u>Transfer (out)</u>
General Fund	128,227	-	957,983	(2,194,185)
Road and Bridge Fund	-	136,115	64,824	(296,636)
Human Services Fund	-	17,199	-	(119,680)
Sales Tax Capital Improvements Fund	-	150,165	683,736	(1,480,982)
Airport Construction	-	-	57,411	-
Capital Expenditures	-	-	4,407	-
Non-major Governmental Funds	117,732	87,212	2,890,786	(269,296)
Airport Operations	-	31,585	-	(126,363)
Sewer Fund	74,390	-	-	(51,244)
Water Fund	-	76,415	28,024	(23,700)
Landfill operations	-	9,475	-	(71,328)
Mountain View	-	5,008	-	-
Internal Service Funds	192,825	-	111,500	(165,257)
	<u>513,174</u>	<u>513,174</u>	<u>4,798,671</u>	<u>(4,798,671)</u>

G. Operating Leases

The government is committed under various leases for buildings, office space and data processing equipment. These leases are considered, for accounting purposes, to be operating leases.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

H. Long-term Liabilities – Governmental Activities

1. Pitchfork Property Loan

On December 28, 2001, the County signed an agreement with Colorado Housing Authority for the purchase of land to be resold to local families to provide affordable housing. The original agreement financed \$63,173, with repayment to occur by December 31, 2005. On December 1, 2005, there was a modification to this agreement which refinanced \$30,665. New terms require monthly payments of \$211, and provides for interest at 4.00%. The agreement maturity date is July 30, 2023.

2. Airport Construction Loan

On October 20, 2009, the County signed a loan agreement for a Broom Truck. The loan totaled \$188,238 and requires annual payments each July of \$23,627. The loan carries an interest rate of 4.60% and matures on July 15, 2019. The loan was repaid in full during 2019.

3. 2010 Taxable Certificates of Participation (Series B)

On September 2, 2010, the County issued \$17,270,000 in Certificates of Participation with interest ranging from 2.25% to 6.125%. The net proceeds of \$17,022,464 (after payment of \$247,536 in underwriting fees and other issuance costs) were deposited with a Trustee to provide for construction of a public safety center and public works facility. The Certificates of Participation are paid through a lease purchase agreement with the County. The lease is subject to annual appropriation. The issue requires semi-annual payment on January 1st and July 1st from \$202,500 to \$487,500 until December 1, 2040.

These certificates are Qualified Build America Bonds, which indicates the certificates are not tax-exempt. Under the Build America Program, the County may apply for interest cost subsidies from the federal government. Such subsidies will be used by the County to pay debt service on these certificates. During the fiscal year ended December 31, 2019, the County recognized revenue of \$283,029 related to this subsidy.

These certificates are secured by a Reserve Fund. In accordance with certificates indentures, the County has restricted cash and net position, less retainage payable, equal to \$139,604 at December 31, 2019.

These 2010B certificates are subject to redemption prior to maturity at the option of the County at par plus accrued interest without a redemption premium.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

H. Long-term Liabilities – Governmental Activities (continued)

4. 2010 Energy Improvement Lease

On August 1, 2010, the County entered into lease purchase agreements for the purchase and construction of various building improvements throughout the County. The purchased assets included heating, lighting, and air-conditioning controls at a cost of \$1,168,919. The lease agreements provide for a reduction of payments if certain budgeted energy savings are not realized. A portion of the debt has been recorded on the Airport Operations Fund and the Housing Authority Fund with the remaining amount included in the Government-wide Statement of Net Position – Governmental Activities column. The lease purchase has a ten year term. Semi-annual payments are required on February 1 and August 1 of each year through August 1, 2020.

5. 2013 Certificates of Participation

On December 30, 2013, the County issued \$9,710,000 in Certificates of Participation with interest ranging from 2.00% to 5.25%. The net proceeds of \$9,999,100 (which include an original issue premium of \$289,100 and after payment of \$168,125 in underwriting fees and other issuance costs) were deposited with a Trustee to be used to construct, renovate and equip a new, state-of-the art County courthouse and administrative office building, and landscaping and parking development. The Certificates of Participation are paid through a lease purchase agreement with the County. The lease is subject to annual appropriation. The issue requires semi-annual payment on June 1st and December 1st from \$255,000 to \$635,000 until December 1, 2038.

The certificates maturing on and after December 1, 2014, are subject to optional redemption prior to maturity at the option of the County, on December 1, 2013, at par plus accrued interest without a redemption premium.

The certificates maturing on December 1, 2038 are subject to mandatory sinking fund redemption at par, plus accrued interest to redemption date.

6. 2019 Energy Improvement Lease

On November 22, 2019, the County entered into lease purchase agreements for the purchase and construction of various building improvements throughout the County. The purchased assets included LED lighting, solar panels, and updated HVAC systems at a cost of \$1,320,689. The lease agreements provide for a reduction of payments if certain budgeted energy savings are not realized. The lease purchase has a ten-year term. Annual payments of \$149,262 are required on August 1 of each year through August 1, 2029. The lease also includes a purchase option of 102% of the remaining principal beginning on August 1, 2022 and 101% of the remaining principal beginning on August 1, 2025.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

I. Long-term Liabilities – Business-type Activities

1. Impact Assistance Loan Funds - Somerset

During the year ended December 31, 2003, the County received \$100,000 from the Colorado Department of Local Affairs for the assistance financing the installation of a new water treatment system for the community of Somerset, Colorado. The loan is payable in 20 annual installments of \$8,024, including interest at the rate of 5% per annum, beginning September 1, 2004.

The County levies the necessary charges, fees and assessments to raise revenues for repayment of the loan as well as for operational and maintenance costs of the wastewater treatment facilities.

2. 2013 Antelope Hills Water Taxable Revenue Bonds (U.S.D.A.)

The County issued \$1,154,230 of Taxable Revenue Bonds, on September 13, 2013, bearing interest at 2.125%. The bonds require quarterly payments of \$10,735 each March 18th, June 18th, September 18th, and December 18th. The bonds are subject to optional redemption. The bonds mature in 2053.

As special, limited obligations of the County, principal and interest on the bonds are payable solely from Net Pledge Revenues; as defined in the bond documents. Such net revenue includes income from operation and use of the system and other legally available revenue after the payment of operation and maintenance expense of the system.

The County is also required to establish a debt reserve account (with the County Treasurer) by depositing \$567 each month for the life of bond. The reserve account totaled \$57,088 at December 31, 2019.

The bond documents include a Rate Maintenance Covenant, which requires the County to establish service rates at a level sufficient to cover operating and maintenance expense, as well as 100% of each fiscal year's debt service requirements.

3. Mineral Impact Loan

On November 4, 2004 the County took out a mineral impact loan with the Colorado Department of Local Affairs for \$200,000. The loan is financed by the Sewer Fund and the proceeds were used for the North Gunnison County sewer reconstruction project. The loan requires payments totaling \$19,108 annually through 2019 with a 5% interest rate. The loan was fully repaid as of December 31, 2019.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

I. Long-term Liabilities – Business-type Activities (continued)

4. 2005 & 2006 Sewer Refunding and Improvement Revenue Bonds (U.S.D.A.)

The County issued \$1,519,270 of Gunnison County Sewer Fund, North Gunnison Sewer Project Refunding Bonds, on October 15, 2005, bearing interest at 4.25%. The bonds require semi-annual payments of \$39,669 each June 1 and December 1. The bonds are subject to optional redemption without any additional premium. The bonds mature in 2044.

In 2006 the County issued an additional revenue bond totaling \$322,000 with an interest rate of 4.25%. The Bonds require payments of \$8,408 and mature in 2046.

These bonds are secured by a Reserve Fund. In accordance with bond agreement, the County has restricted cash of \$96,160 at December 31, 2019.

The bond documents include a Rate Maintenance Covenant, which requires the County to establish service rates at a level sufficient to cover operating and maintenance expense, as well as 100% of each fiscal year's debt service requirements.

5. Gunnison County Housing Authority

Primary Mortgage. In 2003 the Housing Authority, a blended component unit of the County, agreed to a mortgage, which is subject to a first deed of trust including a lien on, and pledge of, the gross revenues derived and to be derived from operation of the Mountain View housing project, payable to the Colorado Housing Finance Authority in the amount of \$528,100. The loan requires \$3,082 per month, including interest at 5.75%, with payment on October 1, 2033. The County had an outstanding balance of \$352,973 at December 31, 2019.

Surplus Cash. During the year ended December 31, 2003, the Housing Authority received \$378,864 from the Secretary of Housing and Urban Development, Washington D.C. evidenced by a Note Payable and secured by the Mountain View Apartments. The maturity date of the Note is November 1, 2033 with an interest rate of 1.0% per annum, to accrue on the original principal balance until maturity. The County had an outstanding balance of \$93,561 at December 31, 2019. The Authority is required to establish a reserve fund to accumulate funds at a rate of \$425 per month for the replacement and major maintenance costs.

Contingent Payable. During the year ended December 31, 2003, the Housing Authority received \$624,011 from the Secretary of Housing and Urban Development, Washington D.C., evidenced by a Note Payable and secured by the Mountain View Apartments. The maturity date of the Note is November 1, 2033 with an interest rate of 1.0% per annum, annually, on the unpaid principal balance until paid. The County had an outstanding balance of \$378,864 at December 31, 2019.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

I. Long-term Liabilities – Business-type Activities (continued)

6. Landfill Closure and Post-Closure Liability

In accordance with Environmental Protection Agency (the “EPA”) requirements the County has conducted a study to estimate its liability to close the landfill and monitor it for thirty years thereafter. These costs are reflected as the landfill accepts waste. The County’s landfill has used 58% to date of the currently developed cell’s capacity and has 75 years left on its currently developed cells. Additional cells will be opened as needed. The landfill liability recorded at year end is \$1,327,265. The estimated total current cost of closure and post-closure care remaining to be recognized is \$974,207. The estimated total amount of the landfill closure and post-closure cost is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31, 2019. However, the actual cost of closure and post-closure may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

The County is required by state and federal laws and regulations to provide adequate financial resources to pay for all closure and post-closure care. The remaining portion of anticipated future inflation costs and additional costs that might arise from changes in post-closure requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be covered by charges to future landfill users, taxpayers, or both.

J. Long-term Liabilities - Compensated Absences

The County has a policy of allowing the accumulation of paid vacation and sick leave, subject to certain maximum limits. In accordance with GAAP, the County’s approximate liability for vacation pay earned by employees at December 31, 2019 has been reflected in the proprietary type fund financial statements and in the governmental activities column of the government-wide financial statements. Compensated absences for governmental activities are generally liquidated by the General Fund. Compensated absences for business-type activities are liquidated by the respective fund.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

K. Long-term Liabilities – Activity and Debt Service Schedules

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
<u>Internal Service Fund:</u>					
Compensated Absences	94,005	-	805	94,810	37,924
<u>Other Governmental Debt:</u>					
Pitchfork Lease	10,649	-	(2,139)	8,510	2,226
Airport Construction	22,586	-	(22,586)	-	-
Certificates of Participation - 2010	14,745,000	-	(450,000)	14,295,000	465,000
Energy Improvement Lease - 2010	270,240	-	(132,577)	137,663	137,663
Certificates of Participation - 2013	8,385,000	-	(280,000)	8,105,000	285,000
Energy Improvement Lease - 2019	-	1,320,689	-	1,320,689	127,056
Unamortized bond premiums	181,865	-	(16,011)	165,854	-
Compensated Absences	1,316,295	21,855	-	1,338,150	535,261
Total Governmental Activities					
Long-term Liabilities	<u>25,025,640</u>	<u>1,342,544</u>	<u>(902,508)</u>	<u>25,465,676</u>	<u>1,590,130</u>
Business-type Activities:					
Impact Assistance Loan Funds - Water	32,131	-	(6,446)	25,685	6,732
DOLA Mineral Impact Loan	18,198	-	(18,198)	-	-
North Gunnison Sewer Revenue Bond - 2005	1,232,645	-	(32,822)	1,199,823	28,014
North Gunnison Sewer Revenue Bond - 2006	265,703	-	-	265,703	5,583
Antelope Hills Water Revenue Bonds - 2013	1,052,487	-	(20,709)	1,031,778	21,152
<u>Gunnison County Housing Authority:</u>					
Mortgage - Primary Mortgage	367,838	-	(14,865)	352,973	17,173
Mortgage - Surplus Cash	140,098	-	(46,537)	93,561	-
Mortgage - Contingent Payable	378,864	-	-	378,864	-
Note Payable - Palisades					
Living Center	328,796	-	(328,796)	-	-
Accrued Liability for Landfill Closure Costs	1,287,096	40,169	-	1,327,265	-
Compensated Absences	148,114	2,338	-	150,452	60,181
Total Business-type Activities					
Long-term Liabilities	<u>5,251,970</u>	<u>42,507</u>	<u>(468,373)</u>	<u>4,826,104</u>	<u>138,835</u>

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

K. Long-term Liabilities – Activity and Debt Service Schedules (continued)

Debt service requirements at December 31, 2019 were as follows:

Dates	Governmental Funds		Business-Type	
	Principal	Interest	Principal	Interest
2020	1,016,945	1,254,411	61,481	85,589
2021	892,562	1,228,650	63,712	83,356
2022	925,579	1,191,588	66,033	81,035
2023	952,725	1,153,040	65,288	78,621
2024	984,230	1,111,855	62,774	76,270
2025 - 2029	5,494,827	4,798,391	348,609	346,611
2030 - 2034	5,930,000	3,298,089	415,188	280,032
2035 - 2039	6,695,000	1,433,294	495,670	199,550
2040 - 2044	974,994	59,719	585,354	109,866
2045 - 2049	-	-	205,909	28,032
2050 - 2053	-	-	152,971	6,637
	<u>23,866,862</u>	<u>15,529,037</u>	<u>2,522,989</u>	<u>1,375,600</u>

Dates	Housing Authority		Total	
	Principal	Interest	Principal	Interest
2020	17,173	19,809	1,095,599	1,359,809
2021	18,187	18,795	974,461	1,330,801
2022	19,260	17,721	1,010,872	1,290,344
2023	20,398	16,584	1,038,411	1,248,245
2024	21,602	15,380	1,068,606	1,203,505
2025 - 2029	128,725	56,185	5,972,161	5,201,188
2030 - 2034	600,053	21,194	6,945,241	3,599,316
2035 - 2039	-	-	7,190,670	1,632,844
2040 - 2044	-	-	1,560,348	169,585
2045 - 2049	-	-	205,909	28,032
2050 - 2053	-	-	152,971	6,637
	<u>825,398</u>	<u>165,669</u>	<u>27,215,249</u>	<u>17,070,306</u>

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

L. Long-term Liabilities – Component Unit

1. Hospital Revenue Bonds

Series 2012 Revenue Refunding Bonds, remaining annual maturities of \$435,000 to \$595,000, through July 1, 2023, bearing interest at 2.7% payable semiannually. The Bonds were issued to advance refund the Series 1998 Bonds.

The Series 2012 Revenue Refunding Bonds are issued pursuant to and are secured by the Bond Resolution. The Bonds are limited obligations payable solely from the net revenues derived from operations of the Hospital and Health Care Center.

The Series 2017 Revenue Refunding and Improvement Bonds, remaining annual maturities of \$495,000 to \$1,305,000, with the final principal amount of \$13,440,000 due on July 1, 2029, interest at 2.67%, and payable semiannually. The bonds were issued to finance the senior care center project and to refund the series 2010 Revenue Bonds.

The Series 2017 Revenue Refunding Bonds are issued pursuant to and are secured by the Bond Resolution. The Bonds are limited obligations payable solely from the net revenues derived from operations of the Hospital and Health Care Center.

The indenture agreements for the Series 2010 and 2012 and 2017 Revenue Bonds require that certain funds be established with the trustee. Accordingly, these funds are included as assets held by trustee for debt service in the combined statements of net position. The indenture agreement also requires the Organizations to comply with certain restrictive covenants including minimum insurance coverage, maintaining a debt-service coverage ratio of at least 1.25, have 90 days of cash on hand, and restrictions on incurrence of additional debt. Management believes the Organizations were in compliance with the restrictive covenants at December 31, 2019.

The County was required to guarantee the debt service payments in connection with the issuance of the Series 2012 Revenue Refunding Bonds as additional security for the Bond. The County was required to establish a reserve account ("County Reserve Fund") in the amount of \$750,000 with CoBiz Bank. Should the County Reserve Fund be utilized to pay the debt service the County will be required to replenish the fund. The Hospital pledges to reimburse the County, on a subordinate basis to the 2010 and 2012 and 2017 Bonds.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

L. Long-term Liabilities – Component Unit (continued)

- 2. Activity and Debt Service Schedules** – The Gunnison Valley Hospital and Health Care Center have the following long-term liability activity for the year ended December 31, 2019:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Revenue Refunding Bonds, Series 2012	2,830,000	-	(535,000)	2,295,000	555,000
Revenue Refunding and Improvement Bonds, Series 2017	22,250,000	-	(495,000)	21,755,000	505,000
Total Long-term Liabilities	<u>25,080,000</u>	<u>-</u>	<u>(1,030,000)</u>	<u>24,050,000</u>	<u>1,060,000</u>

Debt service requirements at December 31, 2019 were as follows:

Revenue Bonds		
<u>Dates</u>	<u>Principal</u>	<u>Interest</u>
2020	1,060,000	621,848
2021	1,085,000	592,844
2022	1,115,000	563,103
2023	1,145,000	532,555
2024	1,175,000	493,149
2025 - 2029	18,470,000	1,641,116
	<u>24,050,000</u>	<u>4,444,615</u>

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Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

M. Fund Balance Disclosures

The County classifies governmental fund balances as follows:

Non-spendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual requirements.

Spendable Fund Balance:

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through adoption of a formal Resolution by the highest level of decision making authority which is the Board of County Commissioners. Once adopted, the limitation imposed the Resolution remains in place until a similar action is taken (i.e. the adoption of another resolution to remove or revise the limitation). The County's original budget legislation begins with combining historical data, assessment of needs for the upcoming year and the Board's platform to review, and/or make changes to each department's budget. Before year end, a budgetary committee will meet again with each department for final review and approval of preliminary budget. The Budget is then formally presented to the Board via an advertised public process for their review, revisions and final approval by year end. All subsequent budget requests made during the year, after Board approval, must be presented via a public process and again approval by the Board.

Assigned – includes spendable fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Board or its management designee.

Unassigned - includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

The County uses restricted amounts to be spent first when both restricted and restricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the County would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The County does not have a formal minimum fund balance policy. However, the County's budget includes a calculation of a targeted reserve positions and the Administration calculates targets and report them annually to the Board.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

IV. Detailed Notes on All Funds (continued)

M. Fund Balance Disclosures (continued)

As of December 31, 2019, fund balances are composed of the following:

	General Fund	Other Governmental Funds	Total Governmental Funds	Description
Non-spendable:				
Inventories	-	1,862,350	1,862,350	
Prepaid expenses	379,254	25,218	404,472	
Restricted:				
Emergency reserve	876,000	-	876,000	Legislative Restriction
Road and Bridge	-	3,071,788	3,071,788	Legislative Restriction
Human Services	-	201,392	201,392	Grant Restrictions
Sales Tax Capital Improvement	-	1,205,283	1,205,283	Ballot Restriction
Airport Construction	-	416,536	416,536	Grant Restrictions
Conservation Trust	-	20,304	20,304	Legislative Restriction
Land Preservation	-	1,159,639	1,159,639	Ballot Restriction
Local Marketing District	-	1,329,353	1,329,353	Ballot Restriction
Committed:				
Water Resource Protection	92,426	-	92,426	BOCC Resolution
Workforce Impact Fees	60,987	-	60,987	BOCC Resolution
Courthouse Renovation	69	-	69	BOCC Resolution
Public Health	-	18,402	18,402	BOCC Resolution
Mosquito Control	-	13,392	13,392	BOCC Resolution
Sage Grouse	-	117,535	117,535	BOCC Resolution
Risk Management	-	214,873	214,873	BOCC Resolution
Debt Service	-	152,211	152,211	BOCC Resolution
Assigned:				
Capital Expenditure	-	3,235,709	3,235,709	General Designation
Housing Authority Administration	-	302,432	302,432	General Designation
Unassigned				
Unassigned	4,799,580	-	4,799,580	
Total Fund Balances	6,208,316	13,346,417	19,554,733	

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

V. Other Information

A. Pension Plans

The County is a member of the Colorado Retirement Association ("CRA") which offers a defined contribution pension plan 401(a), and a Section 457 deferred compensation plan. CRA was organized in 1966 pursuant to state statutes, and includes counties, municipalities and special districts. The 401(a) plan requires mandatory pre-tax contributions, which are established by the employer, up to a maximum of 6%. The retirement plans are administered by CRA and the day to day administration is managed by ICMA Retirement Corporations. Plan provisions are established and may be amended by the Board of County Commissioners.

1. Defined Contribution Pension Plan

Under a defined contribution pension plan, the benefits a participant will receive depend upon separation from employment; include the total of all employee contributions, the returns earned on investments of those contributions, and the vested percentage of the employer match.

Participation is mandatory for all regular employees who work 1040 or more hours per year and contributions begin the first day of the month after the date of employment. Eligible employees contribute three percent (3%) of their base pay which is matched by the County. The plan has a five (5) year vesting period and is distributed upon the employee's separation from employment. Participants may also voluntarily contribute up to ten percent (10%) of an employee's base pay as an after-tax contribution in the plan.

During the year, the County's required and actual contributions amounted to \$345,537 which was three percent (3%) of its current year covered payroll of \$11,511,300. The County's total payroll for 2019 was \$12,315,208. The County's employees contributed \$346,239. The County had no outstanding liabilities at December 31, 2019.

No pension provision changes occurred during the year that affected the required contributions made by the County or its employees.

2. Deferred Compensation Plan

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan provides for salary deferral, in which the County will match up to the first two percent (2%) of base pay for all employees who work 1040 or more hours per year. All employees can voluntarily contribute tax sheltered or after-tax base pay to the 457 plan up to the current year maximum amount which is determined annually by the IRS.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are to be held in trust for the exclusive benefit of the plan participants and their beneficiaries. Amounts contributed to the Deferred Compensation Plan are not available to employees until separation from employment or unforeseeable emergency. CRA also now offers loans on account balances above \$5,000.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

V. Other Information (continued)

A. Pension Plans (continued)

2. Deferred Compensation Plan (continued)

For 2019, the County contributed \$191,448 to the Deferred Compensation Plan on behalf of participating employees, which represents the required 2% contribution based on 2019 covered payroll of \$9,432,721. The County had no outstanding liabilities at December 31, 2019.

The County has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor. The County does not administer the plan and is not the Trustee of the plan.

B. Other Employee Benefits

1. Cafeteria Plan

The County offers a cafeteria compensation plan organized under IRS Section 125 that includes the following benefits: medical disability, accident and/or term life insurance, health expense reimbursement and child care benefits. No cost to the County is recognized as the plan is a salary reduction plan.

C. Retirement Plan - Component Unit - Gunnison Valley Hospital and Health Care Center

The Organizations participate in the Colorado Retirement Association's defined contribution plan (the "Plan"). The Hospital contributes 5% and the Center contributes 3% on behalf of the employees who participate in the Plan. Employees become eligible for the Plan after working the lesser of one year or 1,040 hours and are vested in the contributions to the Plan over a five-year period. Employer plan contributions for the years ended December 31, 2019 were \$834,361 for the Hospital and \$132,606 for the Center.

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Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

V. Other Information (continued)

D. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the County carries commercial insurance.

The County mitigates risk through the following self-insurance pools and funds:

1. Colorado Counties Casualty and Property Pool

The County is exposed to various risks of loss related to property and casualty losses. The County joined together with other counties in the State of Colorado to form the Colorado Counties Casualty and Property Pool ("CAPP"), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The County pays an annual contribution to CAPP for its property and casualty insurance coverage. The intergovernmental 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, which is determined each policy year.

The County participates in CAPP's Partially Self-Funded Program whereby the County self funds a portion of its anticipated property and casualty claims.

2. Unemployment Insurance

The County has established Internal Service Funds to account for its risk associated with unemployment claims.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include amounts for claims that have been incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs and other economic and social factors. The County had no liability for anticipated unemployment claims at December 31, 2019.

3. Self-Insurance Unemployment Pool

The County is designated as a Reimbursable Employer for unemployment claims. A reserve has been established to reimburse the State for unemployment claims as they arise, instead of paying unemployment tax on a quarterly basis.

4. Self-Insurance Health Insurance Pool

The County has established an internal service fund to account for partially self-funded employee health insurance costs. The County accumulates resources to pay health insurance costs, but carries a stop loss policy for individuals of \$50,000 and an aggregate stop loss minimum exposure of \$1,485,103 with Companion Life Insurance Company.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

V. Other Information (continued)

E. Commitments and Contingencies

1. Lawsuits

The County is currently the defendant in several lawsuits. Based upon the opinion of its legal counsel, any material claims would be covered by insurance.

2. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

VI. Restatement of Fiduciary Net Position

The County implemented Government Accounting Standards Board Statement No. 84, *Fiduciary Activity* during 2019. The statement defines the types of Fiduciary Funds and replaces Agency Funds with Custodial Funds. The statement also requires all Fiduciary Funds to report a Net Position and Statement of Changes in Net Position. This statement was implemented retroactively, resulting in a prior period restatement of Fiduciary Net Position of \$572,556.

VII. Subsequent Events

A. Certificates of Participation – 2020A

The County issued \$11,345,000 of Certificates of Participation, Series 2020A in January 2020. Proceeds from the issuance will be used to refund the Series 2010 Certificates of Participation. The bonds have interest ranging from 2.5% and 5.0%. The Certificates of Participation are paid through a lease purchase agreement with the County. The lease is subject to annual appropriations. The issue requires annual payment on December 1st and range from \$70,000 to 870,000 through December 1st, 2038.

B. Certificates of Participation – 2020B

The County issued \$6,340,000 of Certificates of Participation, Series 2020B in June 2020. Proceeds from the issuance will be used for construction of a new public library. The bonds have interest ranging from 2.5% and 5.0%. The Certificates of Participation are paid through a lease purchase agreement with the County. The lease is subject to annual appropriations. The issue requires annual payment on December 1st and range from \$70,000 to 450,000 through December 1st, 2040.

C. COVID-19

The spread of COVID-19 may have operational, economic and financial impacts on the District. The significance and duration of the potential impacts cannot be reasonably estimated at this time.

Gunnison County, Colorado
Notes to the Financial Statements
December 31, 2019
(continued)

VIII. Subsequent Events – Component Unit

Subsequent to year end – the World Health Organization declared the spread of Coronavirus Disease (“COVID-19”) a worldwide pandemic. The COVID-19 pandemic is having significant effects on global markets, supply chains, businesses, and communities. Specific to the Hospital and Senior Care Center, COVID-19 may impact various parts of its 2020 operations and financial results including but not limited to additional costs for emergency preparedness, disease control, and containment, potential shortages of healthcare personnel, or loss of revenue due to reductions in certain revenue streams. Management believes the Hospital and Senior Care Center are taking the appropriate actions to mitigate the negative impact. However, the full impact of COVID-19 is unknown and cannot be reasonably estimated as of December 31, 2019.

In April 2020, the Hospital and Senior Care Center received payments under the Medicare Accelerated and Advanced Payment Program (the “Program”) of approximately \$4,855,000 to help with cash flow during the COVID-19 pandemic. Under the Program, Critical Access Hospitals have up to one year from the date the accelerated payment was made to repay the balance. The Hospital and Senior Care Center also received a loan under the Paycheck Protection Act (the “PPP”) of approximately \$4,790,000 to help with cash flow during the COVID-19 pandemic. Under the PPP, the loan can be forgiven for all qualifying expenses for the 8-week period following the date the organization received funds. The Hospital and Senior Care Center expects 85% of the funds will be used on qualifying expenses.

The amount of loan forgiven will be treated as a grant. Any portion of the PPP loan that is not forgiven will carry an interest rate of 1% and must be repaid by April 2022. The Hospital and Senior Care Center also received \$5,103,000 under the Coronavirus Aid, Relief, and Economic Security Act (the “CARES Act”) which is treated as a grant.

REQUIRED SUPPLEMENTARY INFORMATION



Gunnison County, Colorado
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes	9,539,451	9,539,451	9,614,084	74,633	9,490,358
Licenses and permits	533,520	533,520	772,995	239,475	747,981
Intergovernmental	1,628,310	1,602,914	2,061,600	458,686	1,427,590
Charges for services	1,537,231	1,537,231	1,725,606	188,375	1,663,312
Investment income	79,150	79,150	344,271	265,121	109,730
Contributions	67,564	77,806	85,427	7,621	121,703
Miscellaneous	2,166,823	2,166,823	323,177	(1,843,646)	162,524
Total Revenues	15,552,049	15,536,895	14,927,160	(609,735)	13,723,198
Expenditures:					
General government	9,081,207	9,217,848	7,860,483	1,357,365	7,724,622
Judicial	379,279	379,279	379,279	-	358,321
Public Safety	3,985,856	3,990,856	3,569,980	420,876	3,418,319
Health and welfare	823,294	954,336	955,582	(1,246)	728,582
Auxiliary services	323,192	323,192	298,708	24,484	268,570
Culture and recreation	840,677	541,644	338,475	203,169	344,708
Public works	187,464	234,073	226,618	7,455	227,722
Debt service	17,246	17,246	17,629	(383)	17,246
Total Expenditures	15,638,215	15,658,474	13,646,754	2,011,720	13,088,090
Excess (Deficiency) of Revenues Over Expenditures	(86,166)	(121,579)	1,280,406	1,401,985	635,108
Other Financing Sources (Uses):					
Transfers in	1,715,874	1,618,271	957,983	(660,288)	1,114,526
Transfers (out)	(2,317,295)	(2,566,031)	(2,194,185)	371,846	(1,721,141)
Total Other Financing Sources (Uses)	(601,421)	(947,760)	(1,236,202)	(288,442)	(606,615)
Net Change in Fund Balances	(687,587)	(1,069,339)	44,204	1,113,543	28,493
Fund Balances - Beginning of Year			6,164,112		6,135,619
Fund Balances - End of Year			6,208,316		6,164,112

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

Gunnison County, Colorado
General Fund
Schedule of Revenues - Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Taxes:				
General property taxes	9,114,451	9,114,451	9,089,841	(24,610)
Specific ownership tax	410,000	410,000	504,108	94,108
Delinquent tax and interest	15,000	15,000	20,135	5,135
Total Taxes	9,539,451	9,539,451	9,614,084	74,633
Licenses and Permits:				
Liquor licenses	4,700	4,700	5,775	1,075
Building permits	290,000	290,000	385,596	95,596
Other licenses and permits	238,820	238,820	381,624	142,804
Total Licenses and Permits	533,520	533,520	772,995	239,475
Intergovernmental:				
Federal Grants	320,225	410,930	375,197	(35,733)
State Grants	1,135,068	1,059,892	1,602,844	542,952
Local Grants	173,017	132,092	83,559	(48,533)
Total Intergovernmental	1,628,310	1,602,914	2,061,600	458,686
Charges for Services:				
Clerk and recorder	424,000	424,000	437,899	13,899
Sheriff's fees	67,100	67,100	84,674	17,574
Treasurer's fees	800,000	800,000	882,081	82,081
Other Fees	150,675	150,675	175,269	24,594
Assessor's Fees	8,000	8,000	6,698	(1,302)
Public Health Fees	12,256	12,256	14,857	2,601
Land Use Fees	200	200	955	755
Useful Public Service	35,000	35,000	35,005	5
Court Fines & Fees	40,000	40,000	88,168	48,168
Total Charges for Services	1,537,231	1,537,231	1,725,606	188,375
Other Revenue:				
Investment income	79,150	79,150	344,271	265,121
Contributions	67,564	77,806	85,427	7,621
Miscellaneous	2,166,823	2,166,823	323,177	(1,843,646)
Total Other Revenue	2,313,537	2,323,779	752,875	(1,570,904)
Total Revenues	15,552,049	15,536,895	14,927,160	(609,735)

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

Gunnison County, Colorado
General Fund
Schedule of Expenditures - Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019				2018
				Final Budget Variance Positive (Negative)	
	Original Budget	Final Budget	Actual		Actual
General Government:					
Commissioners	592,340	592,340	517,336	75,004	531,639
Board Support	68,324	68,324	66,076	2,248	73,171
Executive Management	479,091	479,091	433,331	45,760	356,908
Public Information	64,986	64,986	63,662	1,324	84,369
Clerk	67,848	67,848	66,950	898	55,039
Motor Vehicle	273,228	273,228	263,983	9,245	264,638
Recording	220,127	220,127	213,634	6,493	176,117
Elections	243,727	243,727	212,518	31,209	227,060
Revenue (Treasurer)	262,666	262,666	240,508	22,158	214,693
Investments (Treasurer)	17,088	17,088	16,984	104	11,675
Human Resources	171,488	171,488	169,869	1,619	158,380
Wildlife Conservation	64,235	66,155	54,906	11,249	57,751
Liquor License	671,159	681,993	651,755	30,238	661,909
County Attorney	9,899	9,899	10,074	(175)	7,790
Facilities & Grounds	1,112,612	1,140,009	895,460	244,549	812,667
Project Services	81,788	81,788	74,917	6,871	78,079
Assessment Administration	373,392	379,432	330,890	48,542	329,205
Appraisal	607,508	612,168	633,664	(21,496)	605,913
Development Review	610,593	610,593	556,750	53,843	568,186
Oil and Gas Permitting	11,628	11,628	7,049	4,579	14,262
Long Range Planning and Projects	217,176	313,666	227,630	86,036	160,029
Codes & Regulations	64,591	64,591	50,445	14,146	60,402
Accounting & Auditing	481,824	481,824	443,935	37,889	421,380
Planning and Analysis	123,669	123,669	100,832	22,837	95,763
Compensated Absences	143,161	143,161	82,162	60,999	56,227
Weather Modification	10,000	10,000	10,000	-	10,000
Other General Fund Expenditures	2,030,559	2,019,859	1,462,478	557,381	1,623,049
Energy Efficiency Initiatives	6,500	6,500	2,685	3,815	8,321
Total General Government	9,081,207	9,217,848	7,860,483	1,357,365	7,724,622
Judicial:					
District Attorney	379,279	379,279	379,279	-	358,321
Total Judicial	379,279	379,279	379,279	-	358,321
Public Safety:					
Detention Services	976,635	976,635	943,125	33,510	979,902
Enforcement	888,261	839,151	609,421	229,730	527,007
Operational Support	1,005,249	1,065,691	992,962	72,729	1,009,356
Courtroom Security	138,119	134,342	114,856	19,486	35,071
Investigations	196,367	188,812	167,654	21,158	148,882
Major Incident Response	48,639	48,639	21,794	26,845	38,060
Operational Support - Detention	198,407	198,407	191,424	6,983	189,066
Education and Support	3,064	3,064	9,098	(6,034)	3,192
Emergency Management	218,875	218,875	212,430	6,445	212,006
Coroner	154,567	159,567	154,320	5,247	147,608
Youth Intervention Services	157,673	157,673	152,896	4,777	128,169
Total Public Safety	3,985,856	3,990,856	3,569,980	420,876	3,418,319
Health and Welfare:					
Substance Abuse Prevention	188,400	311,442	268,865	42,577	175,410
Program Support	42,165	42,165	38,924	3,241	24,004
Senior Resources	202,323	202,323	215,351	(13,028)	197,897
Child & Family Health	234,311	242,311	246,798	(4,487)	172,627
Family Planning	156,095	156,095	185,644	(29,549)	158,644
Total Health and Welfare	823,294	954,336	955,582	(1,246)	728,582
Auxiliary Services:					
Alternative Services	75,556	75,556	70,659	4,897	69,104
Adult Programming	71,404	71,404	67,564	3,840	51,901
Youth Development	161,532	161,532	147,962	13,570	138,402
Veterans	14,700	14,700	12,523	2,177	9,163
Total Auxiliary Services	323,192	323,192	298,708	24,484	268,570
Culture and Recreation:					
Fairgrounds Management	312,390	312,390	295,701	16,689	286,564
Trails - Parks	523,130	218,280	33,572	184,708	56,043
Landfill	2,265	2,265	1,990	275	1,165
Historic Preservation	2,892	8,709	7,212	1,497	936
Total Culture and Recreation	840,677	541,644	338,475	203,169	344,708
Public Works:					
Weed Management	187,464	234,073	226,618	7,455	227,722
Total Public Works	187,464	234,073	226,618	7,455	227,722
Debt Service:					
Principal	17,246	17,246	17,629	(383)	17,246
Total Debt Service	17,246	17,246	17,629	(383)	17,246
Total Expenditures	15,638,215	15,658,474	13,646,754	2,011,720	13,088,090

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

Gunnison County, Colorado
Special Revenue Funds
Road and Bridge Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Revenues:				
Taxes:				
Specific ownership tax	200,000	200,000	271,449	71,449
Total Taxes	<u>200,000</u>	<u>200,000</u>	<u>271,449</u>	<u>71,449</u>
Intergovernmental:				
Payment in lieu of taxes	1,197,000	1,197,000	1,340,468	143,468
Local grants	7,000	7,000	10,487	3,487
Federal grants	75,500	75,500	94,463	18,963
State grants	50,000	50,000	53,556	3,556
Highway users trust fund	3,182,604	3,182,604	3,533,555	350,951
Mineral leasing	350,000	350,000	486,494	136,494
Total Intergovernmental	<u>4,862,104</u>	<u>4,862,104</u>	<u>5,519,023</u>	<u>656,919</u>
Charges for Services:				
Municipalities	56,498	56,498	98,319	41,821
Permits	12,300	12,300	41,816	29,516
Other	120	120	15	(105)
Total Charges for Services	<u>68,918</u>	<u>68,918</u>	<u>140,150</u>	<u>71,232</u>
Other:				
Fines and forfeitures	10	10	-	(10)
Investment income	18,000	18,000	72,941	54,941
Miscellaneous	54,650	54,650	92,263	37,613
Total Other Revenue	<u>72,660</u>	<u>72,660</u>	<u>165,204</u>	<u>92,544</u>
Total Revenues	<u>5,203,682</u>	<u>5,203,682</u>	<u>6,095,826</u>	<u>892,144</u>
Expenditures:				
Road construction	499,492	499,492	440,252	59,240
Bridges	282,184	282,184	103,566	178,618
Winter maintenance	1,055,133	1,055,133	1,317,643	(262,510)
Operational support	589,022	589,022	431,563	157,459
Trails and park	45,668	45,668	7,744	37,924
Municipalities	93,598	93,598	124,480	(30,882)
Road maintenance	2,859,109	2,859,109	2,551,238	307,871
Capital outlay	30,000	30,000	40,301	(10,301)
Debt Service	128	128	128	-
Total Expenditures	<u>5,454,334</u>	<u>5,454,334</u>	<u>5,016,915</u>	<u>437,419</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(250,652)</u>	<u>(250,652)</u>	<u>1,078,911</u>	<u>1,329,563</u>
Other Financing Sources (Uses):				
Transfers in	165,324	165,324	64,824	(100,500)
Transfers (out)	(296,636)	(296,636)	(296,636)	-
Total Other Financing Sources (Uses)	<u>(131,312)</u>	<u>(131,312)</u>	<u>(231,812)</u>	<u>(100,500)</u>
Net Change in Fund Balances	<u>(381,964)</u>	<u>(381,964)</u>	<u>847,099</u>	<u>1,229,063</u>
Fund Balances - Beginning of Year			<u>2,224,689</u>	<u>2,209,043</u>
Fund Balances - End of Year			<u>3,071,788</u>	<u>2,224,689</u>

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

Gunnison County, Colorado
Special Revenue Funds
Human Services Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Revenues:				
Taxes:				
Property tax revenue	316,506	316,506	314,546	(1,960)
Delinquent tax and interest	1,100	1,100	700	(400)
Intergovernmental:				
EBT reimbursements	3,820,220	3,928,690	3,877,210	(51,480)
Other	50,000	50,000	60,142	10,142
Other:				
Investment income	7,200	7,200	12,841	5,641
Contributions	5,150	5,150	7,598	2,448
Miscellaneous	10,240	10,240	2,717	(7,523)
Total Revenues	4,210,416	4,318,886	4,275,754	(43,132)
Expenditures:				
Youth and family prevention services	139,160	139,160	123,960	15,200
Self-sufficiency development	541,119	541,119	576,424	(35,305)
Program support	656,275	670,025	531,191	138,834
Children and family services	1,003,231	1,117,151	1,100,360	16,791
Child support enforcement	86,756	86,756	92,119	(5,363)
Public assistance	1,678,851	1,678,851	1,712,957	(34,106)
Total Expenditures	4,105,392	4,233,062	4,137,011	96,051
Excess (Deficiency) of Revenues Over Expenditures	105,024	85,824	138,743	52,919
Other Financing Sources (Uses):				
Transfers (out)	(115,000)	(115,000)	(119,680)	(4,680)
Total Other Financing Sources (Uses)	(115,000)	(115,000)	(119,680)	(4,680)
Net Change in Fund Balances	(9,976)	(29,176)	19,063	48,239
Fund Balances - Beginning of Year			182,329	566,529
Fund Balances - End of Year			201,392	182,329

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

Gunnison County, Colorado
Special Revenue Funds
Sales Tax Capital Improvement Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Revenues:				
Taxes:				
Sales tax	2,125,144	2,125,144	2,502,672	377,528
Intergovernmental:				
Fines and forfeitures	3,000	3,000	5,919	2,919
Investment income	7,000	7,000	19,229	12,229
Miscellaneous	5,600	5,600	10,340	4,740
Total Revenues	<u>2,140,744</u>	<u>2,140,744</u>	<u>2,538,160</u>	<u>397,416</u>
Expenditures:				
General Government:				
Sales tax	63,414	467,814	1,327,840	(860,026)
Energy efficiency initiatives	3,400	3,400	75,554	(72,154)
Debt Service:				
Principal	364,538	1,163,886	105,938	1,057,948
Interest	48,714	48,714	27,008	21,706
Total Expenditures	<u>480,066</u>	<u>1,683,814</u>	<u>1,536,340</u>	<u>147,474</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,660,678</u>	<u>456,930</u>	<u>1,001,820</u>	<u>544,890</u>
Other Financing Sources (Uses):				
Transfers in	-	683,736	683,736	-
Transfers (out)	(2,195,447)	(2,222,844)	(1,480,982)	741,862
Total Other Financing Sources (Uses)	<u>(2,195,447)</u>	<u>(1,539,108)</u>	<u>(797,246)</u>	<u>741,862</u>
Net Change in Fund Balances	<u>(534,769)</u>	<u>(1,082,178)</u>	<u>204,574</u>	<u>1,286,752</u>
Fund Balances - Beginning of Year			<u>1,000,709</u>	<u>1,109,695</u>
Fund Balances - End of Year			<u>1,205,283</u>	<u>1,000,709</u>

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

SUPPLEMENTARY INFORMATION



Gunnison County, Colorado
Capital Project Funds
Airport Construction Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Intergovernmental:					
Federal grants	1,624,784	1,624,784	915,626	(709,158)	785,565
State grants	90,265	90,265	51,126	(39,139)	39,326
Charges for Services:					
Passenger facility charges	125,000	125,000	138,386	13,386	128,575
Investment income	1,500	1,500	10,611	9,111	2,899
Total Revenues	<u>1,841,549</u>	<u>1,841,549</u>	<u>1,115,749</u>	<u>(725,800)</u>	<u>956,365</u>
Expenditures:					
Public Works	1,805,316	1,805,316	1,025,363	779,953	675,455
Debt Service:					
Principal	22,588	22,588	22,588	-	21,595
Interest	1,039	1,039	1,041	(2)	2,034
Total Expenditures	<u>1,828,943</u>	<u>1,828,943</u>	<u>1,048,992</u>	<u>779,951</u>	<u>699,084</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>12,606</u>	<u>12,606</u>	<u>66,757</u>	<u>54,151</u>	<u>257,281</u>
Other Financing Sources (Uses):					
Transfers in	57,411	57,411	57,411	-	33,827
Total Other Financing Sources (Uses)	<u>57,411</u>	<u>57,411</u>	<u>57,411</u>	<u>-</u>	<u>33,827</u>
Net Change in Fund Balances	<u>70,017</u>	<u>70,017</u>	<u>124,168</u>	<u>54,151</u>	<u>291,108</u>
Fund Balances - Beginning of Year			<u>292,368</u>		<u>1,260</u>
Fund Balances - End of Year			<u>416,536</u>		<u>292,368</u>

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

Gunnison County, Colorado
Capital Projects Funds
Capital Expenditures Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Revenues:				
State grants	12,147	328,542	210,244	(118,298)
Investment Income	5,500	5,500	46,364	40,864
Total Revenues	17,647	334,042	256,608	(77,434)
Expenditures:				
General Government:				
Other capital expenditures	-	12,175	12,175	-
Health and Welfare:				
O'leary building	16,555	436,555	412,749	23,806
Total Expenditures	16,555	448,730	424,924	23,806
Excess (Deficiency) of Revenues Over Expenditures	1,092	(114,688)	(168,316)	(53,628)
Other Financing Sources (Uses):				
Transfers in	4,408	4,408	4,407	(1)
Lease proceeds	-	1,320,689	1,320,689	-
Total Other Financing Sources (Uses)	4,408	1,325,097	1,325,096	(1)
Net Change in Fund Balances	5,500	1,210,409	1,156,780	(53,629)
Fund Balances - Beginning of Year			2,078,929	2,333,450
Fund Balances - End of Year			3,235,709	2,078,929

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

Gunnison County, Colorado
Non-major Governmental Funds
Combining Balance Sheet
For the Year Ended December 31, 2019

	Special Revenue							Debt Service		
	Conservation Trust Fund	Public Health Fund	Mosquito Control Fund	Land Preservation Fund	Sage Grouse Fund	Risk Management Fund	Gunnison County Housing Auth. Administration	Local Marketing District	Debt Service Fund	Total Non-major Governmental Funds
Assets:										
Cash and investments - Unrestricted	80,303	81,901	13,392	1,074,483	127,818	233,101	285,779	1,036,812	151,225	3,084,814
Cash and investments - Restricted	-	-	-	-	-	-	-	-	139,841	139,841
Accounts receivable	-	9,498	-	-	-	-	4,171	-	-	13,669
Prepaid expenses	-	-	-	-	-	25,218	-	-	-	25,218
Due from other governments	-	77,684	-	76,064	-	-	337	299,824	-	453,909
Due from other funds	-	84,035	-	9,092	-	-	24,605	-	-	117,732
Inventories and assets held for sale	-	-	-	-	-	-	1,862,350	-	-	1,862,350
Total Assets	80,303	253,118	13,392	1,159,639	127,818	258,319	2,177,242	1,336,636	291,066	5,697,533
Liabilities, Deferred Inflow of Resources, and Fund Balances:										
Liabilities:										
Accounts payable	-	12,244	-	-	-	8,581	2,455	-	-	23,280
Accrued liabilities	-	6,096	-	-	-	-	6,655	-	-	12,751
Unearned grant revenue	-	216,376	-	-	-	-	3,350	-	138,855	358,581
Due to other funds	59,999	-	-	-	10,283	9,647	-	7,283	-	87,212
Total Liabilities	59,999	234,716	-	-	10,283	18,228	12,460	7,283	138,855	481,824
Fund Balances:										
Non-spendable	-	-	-	-	-	25,218	1,862,350	-	-	1,887,568
Spendable:										
Restricted	20,304	-	-	1,159,639	-	-	-	1,329,353	-	2,509,296
Committed	-	18,402	13,392	-	117,535	214,873	-	-	152,211	516,413
Assigned	-	-	-	-	-	-	302,432	-	-	302,432
Total Fund Balances	20,304	18,402	13,392	1,159,639	117,535	240,091	2,164,782	1,329,353	152,211	5,215,709
Total Liabilities, Deferred Inflow of Resources, and Fund Balances	80,303	253,118	13,392	1,159,639	127,818	258,319	2,177,242	1,336,636	291,066	5,697,533

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

Gunnison County, Colorado
Non-major Governmental Funds
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended December 31, 2019

	Special Revenue							Debt Service		
	Conservation Trust Fund	Public Health Fund	Mosquito Control Fund	Land Preservation Fund	Sage Grouse Fund	Risk Management Fund	Gunnison County Housing Auth. Administration	Local Marketing District	Debt Service Fund	Total Non-major Governmental Funds
Revenues:										
Taxes	-	12,994	65,406	510,936	-	-	-	2,167,092	-	2,756,428
Intergovernmental	65,063	524,289	16,371	-	-	-	-	-	283,029	888,752
Charges for services	-	114,139	-	-	-	-	54,140	-	-	168,279
Fines and forfeitures	-	-	-	-	-	-	-	18,744	-	18,744
Investment income	2,553	1,352	1,006	28,254	3,508	11,257	1,517	29,621	5,269	84,337
Contributions	-	40	-	-	-	54,722	-	-	-	54,762
Miscellaneous	-	60,973	200	-	73,988	-	20,947	2,882	-	158,990
Total Revenues	67,616	713,787	82,983	539,190	77,496	65,979	76,604	2,218,339	288,298	4,130,292
Expenditures:										
General government	-	-	-	-	2,771	417,317	-	2,245,288	-	2,665,376
Health and welfare	-	804,664	97,420	-	-	-	65,641	-	-	967,725
Culture and recreation	651	-	-	228,720	-	-	-	-	-	229,371
Debt service	-	-	-	-	-	-	2,527	-	1,991,018	1,993,545
Total Expenditures	651	804,664	97,420	228,720	2,771	417,317	68,168	2,245,288	1,991,018	5,856,017
Excess (Deficiency) of Revenues Over Expenditures	66,965	(90,877)	(14,437)	310,470	74,725	(351,338)	8,436	(26,949)	(1,702,720)	(1,725,725)
Other Financing Sources (Uses):										
Transfers in	-	229,517	16,371	-	-	-	938,637	-	1,706,261	2,890,786
Transfers (out)	(64,407)	(147,648)	(732)	-	(46,394)	-	(2,832)	(7,283)	-	(269,296)
Total Other Financing Sources (Uses)	(64,407)	81,869	15,639	-	(46,394)	-	935,805	(7,283)	1,706,261	2,621,490
Net Change in Fund Balances	2,558	(9,008)	1,202	310,470	28,331	(351,338)	944,241	(34,232)	3,541	895,765
Fund Balances - Beginning of Year	17,746	27,410	12,190	849,169	89,204	591,429	1,220,541	1,363,585	148,670	4,319,944
Fund Balances - End of Year	20,304	18,402	13,392	1,159,639	117,535	240,091	2,164,782	1,329,353	152,211	5,215,709

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

Gunnison County, Colorado
Special Revenue Funds
Conservation Trust Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Revenues:				
Lottery proceeds	57,000	57,000	65,063	8,063
Earnings on investments	400	400	2,553	2,153
Total Revenues	57,400	57,400	67,616	10,216
Expenditures:				
Other	40	40	-	40
Treasurer's fees	570	870	651	219
Total Expenditures	610	910	651	259
Excess (Deficiency) of Revenues Over Expenditures	56,790	56,490	66,965	10,475
Other Financing Sources (Uses):				
Transfers (out)	(64,408)	(64,408)	(64,407)	1
Total Other Financing Sources (Uses)	(64,408)	(64,408)	(64,407)	1
Net Change in Fund Balances	(7,618)	(7,918)	2,558	10,476
Fund Balances - Beginning of Year			17,746	38,647
Fund Balances - End of Year			20,304	17,746

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

Gunnison County, Colorado
Special Revenue Funds
Public Health Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
Other taxes	16,000	16,000	12,994	(3,006)	17,188
Intergovernmental:					
Federal grants	3,000	3,000	3,000	-	-
State grants	544,735	533,041	487,228	(45,813)	561,789
Local grants	46,880	46,880	34,061	(12,819)	36,896
Charges for Services	90,184	109,685	114,139	4,454	95,727
Investment Income	-	-	1,352	1,352	396
Contributions	160	160	40	(120)	1,497
Miscellaneous	74,500	74,500	60,973	(13,527)	65,795
Total Revenues	<u>775,459</u>	<u>783,266</u>	<u>713,787</u>	<u>(69,479)</u>	<u>779,288</u>
Expenditures:					
Health and welfare:					
Program support	179,468	179,468	118,051	61,417	181,683
Child and family health	85,374	85,374	87,289	(1,915)	94,972
Community health services	648,610	656,417	599,324	57,093	662,507
Total Expenditures	<u>913,452</u>	<u>921,259</u>	<u>804,664</u>	<u>116,595</u>	<u>939,162</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(137,993)</u>	<u>(137,993)</u>	<u>(90,877)</u>	<u>47,116</u>	<u>(159,874)</u>
Other Financing Sources (Uses):					
Transfers in	290,000	290,000	229,517	(60,483)	298,000
Transfers (out)	(147,648)	(147,648)	(147,648)	-	(136,116)
Total Other Financing Sources (Uses)	<u>142,352</u>	<u>142,352</u>	<u>81,869</u>	<u>(60,483)</u>	<u>161,884</u>
Net Change in Fund Balances	<u>4,359</u>	<u>4,359</u>	<u>(9,008)</u>	<u>(13,367)</u>	<u>2,010</u>
Fund Balances - Beginning of Year			<u>27,410</u>		<u>25,400</u>
Fund Balances - End of Year			<u>18,402</u>		<u>27,410</u>

The accompanying notes are integral part of these financial statements.

Gunnison County, Colorado
Special Revenue Funds
Mosquito Control Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Revenues:				
Taxes:				
Property tax revenue	65,283	65,283	65,433	150
Delinquent tax and interest	(103)	(103)	(27)	76
Intergovernmental:				
Local grants	16,371	16,371	16,371	-
Investment income	194	194	1,006	812
Miscellaneous	200	200	200	-
Total Revenues	<u>81,945</u>	<u>81,945</u>	<u>82,983</u>	<u>1,038</u>
Expenditures:				
Operations	97,493	97,493	97,420	73
Total Expenditures	<u>97,493</u>	<u>97,493</u>	<u>97,420</u>	<u>73</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(15,548)</u>	<u>(15,548)</u>	<u>(14,437)</u>	<u>1,111</u>
Other Financing Sources (Uses):				
Transfers in	16,371	16,371	16,371	-
Transfers (out)	(732)	(732)	(732)	-
Total Other Financing Sources (Uses)	<u>15,639</u>	<u>15,639</u>	<u>15,639</u>	<u>-</u>
Net Change in Fund Balances	<u>91</u>	<u>91</u>	<u>1,202</u>	<u>1,111</u>
Fund Balances - Beginning of Year			<u>12,190</u>	<u>11,007</u>
Fund Balances - End of Year			<u>13,392</u>	<u>12,190</u>

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

Gunnison County, Colorado
Special Revenue Funds
Land Preservation Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Revenues:				
Taxes:				
Sales tax	445,000	445,000	510,936	65,936
Investment Income	3,200	3,200	28,254	25,054
Total Revenues	<u>448,200</u>	<u>448,200</u>	<u>539,190</u>	<u>90,990</u>
Expenditures:				
Culture and Recreation:				
Land preservation	705,300	705,300	228,720	476,580
Total Expenditures	<u>705,300</u>	<u>705,300</u>	<u>228,720</u>	<u>476,580</u>
Net Change in Fund Balances	<u>(257,100)</u>	<u>(257,100)</u>	310,470	<u>567,570</u>
Fund Balances - Beginning of Year			849,169	891,781
Fund Balances - End of Year			<u>1,159,639</u>	<u>849,169</u>

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

Gunnison County, Colorado
Special Revenue Funds
Sage Grouse Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Revenues:				
Investment income	450	450	3,508	3,058
Miscellaneous	83,000	83,000	73,988	(9,012)
Total Revenues	<u>83,450</u>	<u>83,450</u>	<u>77,496</u>	<u>(5,954)</u>
Expenditures:				
General government	2,200	2,200	2,771	(571)
Total Expenditures	<u>2,200</u>	<u>2,200</u>	<u>2,771</u>	<u>(571)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>81,250</u>	<u>81,250</u>	<u>74,725</u>	<u>(6,525)</u>
Other Financing Sources (Uses):				
Transfers (out)	(60,000)	(60,000)	(46,394)	13,606
Total Other Financing Sources (Uses)	<u>(60,000)</u>	<u>(60,000)</u>	<u>(46,394)</u>	<u>13,606</u>
Net Change in Fund Balances	<u>21,250</u>	<u>21,250</u>	<u>28,331</u>	<u>7,081</u>
Fund Balances - Beginning of Year			<u>89,204</u>	<u>55,526</u>
Fund Balances - End of Year			<u>117,535</u>	<u>89,204</u>

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

Gunnison County, Colorado
Special Revenue Funds
Risk Management Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Revenues:				
Investment Income	4,000	4,000	11,257	7,257
Contributions	87,000	87,000	54,722	(32,278)
Total Revenues	<u>91,000</u>	<u>91,000</u>	<u>65,979</u>	<u>(25,021)</u>
Expenditures:				
General Government:				
CAPP Insurance Claims	150,000	475,000	416,834	58,166
Other expenses	10,850	10,850	483	10,367
Total Expenditures	<u>160,850</u>	<u>485,850</u>	<u>417,317</u>	<u>68,533</u>
Net Change in Fund Balances	<u>(69,850)</u>	<u>(394,850)</u>	<u>(351,338)</u>	<u>43,512</u>
Fund Balances - Beginning of Year			<u>591,429</u>	<u>508,282</u>
Fund Balances - End of Year			<u>240,091</u>	<u>591,429</u>

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

Gunnison County, Colorado
Special Revenue Funds
Gunnison County Housing Authority Administration
Schedule of Revenues, Expenditures and Available Resources
Budget (Non-GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Revenues:				
Charges for Services:				
Fees	44,168	44,168	54,140	9,972
Investment Income	1,200	1,200	1,517	317
Miscellaneous	-	-	20,947	20,947
Total Revenues	<u>45,368</u>	<u>45,368</u>	<u>76,604</u>	<u>31,236</u>
Expenditures:				
Health and Welfare	1,159,832	1,159,832	65,641	1,094,191
Debt Service:				
Principal	2,062	2,062	2,139	(77)
Interest	465	465	388	77
Total Expenditures	<u>1,162,359</u>	<u>1,162,359</u>	<u>68,168</u>	<u>1,094,191</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(1,116,991)</u>	<u>(1,116,991)</u>	<u>8,436</u>	<u>1,125,427</u>
Other Financing Sources (Uses):				
Transfers in	1,550,000	1,550,000	938,637	(611,363)
Transfers (out)	(437,832)	(747,832)	(2,832)	745,000
Sale of capital assets	-	310,000	-	(310,000)
Total Other Financing Sources (Uses)	<u>1,112,168</u>	<u>1,112,168</u>	<u>935,805</u>	<u>(176,363)</u>
Net Change in Fund Balances	<u>(4,823)</u>	<u>(4,823)</u>	<u>944,241</u>	<u>949,064</u>
Fund Balances - Beginning of Year			<u>1,220,541</u>	<u>192,527</u>
Fund Balances - End of Year			<u>2,164,782</u>	<u>1,220,541</u>

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

Gunnison County, Colorado
Special Revenue Funds
Local Marketing District
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Revenues:				
Marketing and promotion tax	2,241,524	2,241,524	2,167,092	(74,432)
Fines and forfeitures	10,000	10,000	18,744	8,744
Earnings on investments	4,000	4,000	29,621	25,621
Miscellaneous	4,000	4,000	2,882	(1,118)
Total Revenues	<u>2,259,524</u>	<u>2,259,524</u>	<u>2,218,339</u>	<u>(41,185)</u>
Expenditures:				
General Government:				
Contracted services	1,996,140	2,213,640	2,214,580	(940)
Other	30,558	30,558	30,708	(150)
Total Expenditures	<u>2,026,698</u>	<u>2,244,198</u>	<u>2,245,288</u>	<u>(1,090)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>232,826</u>	<u>15,326</u>	<u>(26,949)</u>	<u>(42,275)</u>
Other Financing Sources (Uses):				
Transfers (out)	<u>(7,283)</u>	<u>(7,283)</u>	<u>(7,283)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(7,283)</u>	<u>(7,283)</u>	<u>(7,283)</u>	<u>-</u>
Net Change in Fund Balances	<u>225,543</u>	<u>8,043</u>	<u>(34,232)</u>	<u>(42,275)</u>
Fund Balances - Beginning of Year			<u>1,363,585</u>	<u>1,235,520</u>
Fund Balances - End of Year			<u>1,329,353</u>	<u>1,363,585</u>

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

Gunnison County, Colorado
Debt Service Funds
Debt Service Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Revenues:				
Federal grants	281,822	281,822	283,029	1,207
Earnings on investments	700	700	5,269	4,569
Total Revenues	<u>282,522</u>	<u>282,522</u>	<u>288,298</u>	<u>5,776</u>
Expenditures:				
Debt Service:				
Principal	730,000	730,000	730,000	-
Interest	1,255,268	1,255,268	1,255,268	-
Other debt service	3,515	5,750	5,750	-
Total Expenditures	<u>1,988,783</u>	<u>1,991,018</u>	<u>1,991,018</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(1,706,261)</u>	<u>(1,708,496)</u>	<u>(1,702,720)</u>	<u>5,776</u>
Other Financing Sources (Uses):				
Transfers in	1,706,261	1,706,261	1,706,261	-
Total Other Financing Sources (Uses)	<u>1,706,261</u>	<u>1,706,261</u>	<u>1,706,261</u>	<u>-</u>
Net Change in Fund Balances	<u>-</u>	<u>(2,235)</u>	<u>3,541</u>	<u>5,776</u>
Fund Balances - Beginning of Year			<u>148,670</u>	<u>158,939</u>
Fund Balances - End of Year			<u>152,211</u>	<u>148,670</u>

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

Gunnison County, Colorado
Enterprise Funds
Airport Operations Fund
Schedule of Revenues, Expenditures and Available Resources
Budget (Non-GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Operating Revenues:				
Airport fees	396,145	396,145	582,081	185,936
Terminal & hanger rent	443,792	443,792	458,376	14,584
Parking fees & fines	67,634	67,634	99,017	31,383
Grants	47,000	71,000	91,769	20,769
Other	278,515	287,165	402,126	114,961
Total Operating Revenues	<u>1,233,086</u>	<u>1,265,736</u>	<u>1,633,369</u>	<u>367,633</u>
Operating Expenditures:				
Operational support	225,415	225,415	222,473	2,942
Strategic development	67,463	91,463	87,173	4,290
Airside	700,468	759,118	788,775	(29,657)
Landside	272,220	272,220	229,328	42,892
Capital outlay	-	9,000	8,732	268
Total Operating Expenditures	<u>1,265,566</u>	<u>1,357,216</u>	<u>1,336,481</u>	<u>20,735</u>
Operating Income (Loss)	<u>(32,480)</u>	<u>(91,480)</u>	<u>296,888</u>	<u>388,368</u>
Non-operating Revenues (Expenditures):				
Transfers (out)	(126,363)	(126,363)	(126,363)	-
Investment revenue	4,500	4,500	48,678	44,178
Total Non-operating Revenues (Expenditures)	<u>(121,863)</u>	<u>(121,863)</u>	<u>(77,685)</u>	<u>44,178</u>
Change in Net Position - Budget Basis	<u>(154,343)</u>	<u>(213,343)</u>	<u>219,203</u>	<u>432,546</u>
Available Resources - Beginning of Year			<u>1,505,958</u>	<u>1,399,082</u>
Available Resources - End of Year			<u>1,725,161</u>	<u>1,505,958</u>
Available resources at year-end is computed as follows:				
Current assets			1,947,221	1,790,080
Current liabilities			(104,257)	(178,204)
Accrued compensated absences			(117,803)	(105,918)
			<u>1,725,161</u>	<u>1,505,958</u>

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

Gunnison County, Colorado
Enterprise Funds
Gunnison County Sewer Fund
Schedule of Revenues, Expenditures and Available Resources
Budget (Non-GAAP) Basis and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Dos Rios Division:					
Tap fees	5,000	5,000	11,000	6,000	5,500
User fees	267,100	267,100	265,575	(1,525)	266,247
Late fees	1,000	1,000	1,843	843	1,456
Other revenue	10,000	10,000	29,597	19,597	23,762
Total Dos Rios Division	283,100	283,100	308,015	24,915	296,965
Somerset Division:					
User fees	21,070	21,070	20,728	(342)	21,076
Late fees	80	80	271	191	398
Other revenue	50	50	2,011	1,961	75
Total Somerset Division	21,200	21,200	23,010	1,810	21,549
Antelope Hills Division:					
Tap fees	5,500	5,500	-	(5,500)	3,000
User fees	52,560	52,560	52,560	-	51,533
Late fees	400	400	941	541	805
Other revenue	200	200	12,828	12,628	755
Total Antelope Hills Division	58,660	58,660	66,329	7,669	56,093
North Gunnison Division:					
Tap fees	12,000	12,000	16,500	4,500	30,000
User fees	337,880	337,880	353,397	15,517	338,116
Late fees	1,000	1,000	1,883	883	1,996
Other revenue	220	220	4,778	4,558	117
Total North Gunnison Division	351,100	351,100	376,558	25,458	370,229
Tomichi Division:					
User fees	13,973	13,973	17,070	3,097	16,560
Other revenue	-	-	4,760	4,760	-
Total Tomichi Division	13,973	13,973	21,830	7,857	16,560
Total Revenues	728,033	728,033	795,742	67,709	761,396
Expenditures:					
Dos Rios Division:					
Operations	210,824	210,824	216,825	(6,001)	191,576
Transfers to other funds	31,028	31,028	27,695	3,333	36,091
Capital outlay	40,000	40,000	7,500	32,500	4,000
Total Dos Rios Division	281,852	281,852	252,020	29,832	231,667
Antelope Hills Division:					
Operations	50,151	50,151	49,823	328	44,896
Transfers to other funds	7,453	7,453	6,930	523	8,224
Capital outlay	-	-	-	-	6,022
Total Antelope Hills Division	57,604	57,604	56,753	851	59,142
North Gunnison Division:					
Operations	193,978	193,978	225,527	(31,549)	199,541
Transfers to other funds	16,965	16,965	15,806	1,159	19,611
Capital outlay	2,000	2,000	-	2,000	9,592
Debt service	114,973	114,973	114,160	813	114,789
Total North Gunnison Division	327,916	327,916	355,493	(27,577)	343,533
Tomichi Division:					
Operations	12,850	12,850	16,257	(3,407)	12,409
Transfers to other funds	1,123	1,123	813	310	1,062
Total Tomichi Division	13,973	13,973	17,070	(3,097)	13,471
Total Expenditures	681,345	681,345	681,336	9	647,813
Change in Net Position - Budget Basis	46,688	46,688	114,406	67,718	113,583
Available Resources - Beginning of Year			1,318,804		1,205,221
Available Resources - End of Year			1,433,210		1,318,804
Available resources at year-end is computed as follows:					
Current assets			1,520,969		1,996,804
Current liabilities			(121,356)		(728,411)
Current portion of long-term obligations			33,597		50,411
			1,433,210		1,318,804

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

Gunnison County, Colorado
Enterprise Funds
Gunnison County Water Fund
Schedule of Revenues, Expenditures and Available Resources
Budget (Non-GAAP) Basis and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Operating Revenues:				
User fees	337,540	337,540	333,505	(4,035)
Availability fees	8,140	8,140	6,916	(1,224)
Contributions	6,000	6,000	8,500	2,500
Earnings on investments	1,000	1,000	14,971	13,971
Other	37,683	37,683	81,826	44,143
Total Operating Revenues	390,363	390,363	445,718	55,355
Operating Expenditures:				
Dos Rios Division:				
Operating expenses	168,325	168,325	147,772	20,553
Capital outlay	30,000	30,000	-	30,000
Somerset Division:				
Debt service	8,024	8,024	1,589	6,435
Antelope Hills Division:				
Operating expenses	49,932	49,932	96,557	(46,625)
Debt service	42,940	42,940	49,204	(6,264)
Utilities Administration:				
Operating expenses	84,509	85,909	78,855	7,054
Capital outlay	1,000	1,000	-	1,000
Total Operating Expenditures	384,730	386,130	373,977	12,153
Operating Income (Loss)	5,633	4,233	71,741	67,508
Non-operating Revenues (Expenditures):				
Transfers in	33,349	33,349	28,024	(5,325)
Transfers (out)	(23,700)	(23,700)	(23,700)	-
Total Non-operating Revenues (Expenditures)	9,649	9,649	4,324	(5,325)
Change in Net Position - Budget Basis	15,282	13,882	76,065	62,183
Available Resources - Beginning of Year			582,598	602,370
Available Resources - End of Year			658,663	582,598
Available resources at year-end is computed as follows:				
Current assets			749,570	672,549
Current liabilities			(115,079)	(107,247)
Current portion of long-term obligations			27,884	27,120
Accrued compensated absences			(3,712)	(9,824)
			658,663	582,598

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

Gunnison County, Colorado
Enterprise Funds
Landfill Operations Fund
Schedule of Revenues, Expenditures and Available Resources
Budget (Non-GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Operating Revenues:				
Landfill:				
Disposal fees	998,438	998,438	1,059,252	60,814
Other	57,632	57,632	27,784	(29,848)
Total Landfill Revenues	<u>1,056,070</u>	<u>1,056,070</u>	<u>1,087,036</u>	<u>30,966</u>
Recycling:				
Recycled material sales	80,000	80,000	94,137	14,137
Total Recycling Revenues	<u>80,000</u>	<u>80,000</u>	<u>94,137</u>	<u>14,137</u>
Total Operating Revenues	<u>1,136,070</u>	<u>1,136,070</u>	<u>1,181,173</u>	<u>45,103</u>
Operating Expenditures:				
Landfill Expenditures:				
Closure and postclosure	2,266	2,266	-	2,266
Operations and maintenance	611,415	611,415	591,201	20,214
Capital outlay	20,000	20,000	-	20,000
Total Landfill Expenditures	<u>633,681</u>	<u>633,681</u>	<u>591,201</u>	<u>42,480</u>
Recycling Expenditures:				
Operations	363,562	363,562	318,705	44,857
Total Recycling Expenditures	<u>363,562</u>	<u>363,562</u>	<u>318,705</u>	<u>44,857</u>
Total Operating Expenditures	<u>997,243</u>	<u>997,243</u>	<u>909,906</u>	<u>87,337</u>
Operating Income (Loss)	<u>138,827</u>	<u>138,827</u>	<u>271,267</u>	<u>132,440</u>
Non-operating Revenues (Expenditures):				
Grant revenue	5,000	5,000	-	(5,000)
Transfers (out)	(71,328)	(71,328)	(71,328)	-
Investment revenue	7,020	7,020	47,183	40,163
Total Non-operating Revenues (Expenditures)	<u>(59,308)</u>	<u>(59,308)</u>	<u>(24,145)</u>	<u>35,163</u>
Change in Net Position - Budget Basis	<u>79,519</u>	<u>79,519</u>	<u>247,122</u>	<u>167,603</u>
Available Resources - Beginning of Year			<u>1,601,867</u>	<u>1,174,212</u>
Available Resources - End of Year			<u>1,848,989</u>	<u>1,601,867</u>
Available resources at year-end is computed as follows:				
Current assets			1,919,218	1,665,289
Current liabilities			(41,292)	(31,050)
Accrued compensated absences			(28,937)	(32,372)
			<u>1,848,989</u>	<u>1,601,867</u>

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

Gunnison County, Colorado
Enterprise Funds
Gunnison County Housing Authority - Assisted Living
Schedule of Revenues, Expenditures and Available Resources
Budget (Non-GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Operating Revenues:				
Palisade Assisted Living:				
Donations and debt service reimbursements	36,488	338,408	341,446	3,038
Total Operating Revenues	<u>36,488</u>	<u>338,408</u>	<u>341,446</u>	<u>3,038</u>
Operating Expenditures:				
Principal payments	23,748	325,668	328,796	(3,128)
Interest payments	12,740	12,740	9,609	3,131
Total Operating Expenditures	<u>36,488</u>	<u>338,408</u>	<u>338,405</u>	<u>3</u>
Change in Net Position - Budget Basis	<u>-</u>	<u>-</u>	3,041	<u>3,041</u>
Available Resources - Beginning of Year			3,051	3,051
Available Resources - End of Year			<u>6,092</u>	<u>3,051</u>
Available resources at year-end is computed as follows:				
Current assets			6,092	3,051
Current liabilities			-	(23,386)
Current portion of long-term obligations			-	23,386
			<u>6,092</u>	<u>3,051</u>

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

Gunnison County, Colorado
Enterprise Funds
Gunnison County Housing Authority - Mountain View
Schedule of Revenues, Expenditures and Available Resources
Budget (Non-GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Operating Revenues:				
Mountain View Apartments:				
Tenant payments	90,000	90,000	104,790	14,790
Assistance payment	140,000	140,000	139,956	(44)
Vacancies	(9,050)	(9,050)	(11,184)	(2,134)
Other revenue	3,800	3,800	5,376	1,576
Total Operating Revenues	<u>224,750</u>	<u>224,750</u>	<u>238,938</u>	<u>14,188</u>
Operating Expenditures:				
Mountain View Apartments:				
Operations	137,813	137,813	145,582	(7,769)
Principal on debt	15,423	15,423	61,402	(45,979)
Interest on debt	28,348	28,348	23,876	4,472
Total Operating Expenditures	<u>181,584</u>	<u>181,584</u>	<u>230,860</u>	<u>(49,276)</u>
Operating Income (Loss)	<u>43,166</u>	<u>43,166</u>	<u>8,078</u>	<u>(35,088)</u>
Non-operating Revenues (Expenditures):				
Investment revenue	195	195	2,677	2,482
Total Non-operating Revenues	<u>195</u>	<u>195</u>	<u>2,677</u>	<u>2,482</u>
(Expenditures)				
Change in Net Position - Budget Basis	<u>43,361</u>	<u>43,361</u>	<u>10,755</u>	<u>(32,606)</u>
Available Resources - Beginning of Year			<u>63,731</u>	<u>102,723</u>
Available Resources - End of Year			<u>74,486</u>	<u>63,731</u>
Available resources at year-end is computed as follows:				
Current assets			163,379	151,756
Current liabilities			(106,066)	(104,241)
Current portion of long-term obligations			17,173	16,216
			<u>74,486</u>	<u>63,731</u>

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

Gunnison County, Colorado
Internal Service Funds
Combining Statement of Net Position
For the Year Ended December 31, 2019

	Internal Service Fund I	Internal Service Fund II	Internal Service Fund III	Total
Current Assets:				
Cash	1,266,475	828,321	2,443,722	4,538,518
Accounts receivable, net of allowance for uncollectible accounts, where applicable	575	-	181,115	181,690
Due from other governments	60,315	900	-	61,215
Prepaid expenses	142	46,269	-	46,411
Due from other funds	189,356	3,469	-	192,825
Inventory, at cost	738,296	2,213	-	740,509
Total Current Assets	<u>2,255,159</u>	<u>881,172</u>	<u>2,624,837</u>	<u>5,761,168</u>
Non-current Assets:				
Land, property and equipment	19,157,877	1,805,770	-	20,963,647
Less: Accumulated depreciation	<u>(10,569,659)</u>	<u>(1,717,524)</u>	<u>-</u>	<u>(12,287,183)</u>
Total Non-current Assets	<u>8,588,218</u>	<u>88,246</u>	<u>-</u>	<u>8,676,464</u>
Total Assets	<u>10,843,377</u>	<u>969,418</u>	<u>2,624,837</u>	<u>14,437,632</u>
Liabilities:				
Current Liabilities:				
Accounts payable	70,982	18,520	352	89,854
Accrued liabilities	17,229	-	162,444	179,673
Total Current Liabilities	<u>88,211</u>	<u>18,520</u>	<u>162,796</u>	<u>269,527</u>
Non-current Liabilities:				
Accrued compensated absences	59,581	32,540	2,689	94,810
Total Non-current Liabilities	<u>59,581</u>	<u>32,540</u>	<u>2,689</u>	<u>94,810</u>
Total Liabilities	<u>147,792</u>	<u>51,060</u>	<u>165,485</u>	<u>364,337</u>
Net Position:				
Net investment in capital assets	8,588,218	88,246	-	8,676,464
Restricted	738,438	48,482	-	786,920
Unrestricted	1,368,929	781,630	2,459,352	4,609,911
Total Net Position	<u>10,695,585</u>	<u>918,358</u>	<u>2,459,352</u>	<u>14,073,295</u>

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

Gunnison County, Colorado
Internal Service Funds
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
For the Year Ended December 31, 2019

	Internal Service Fund I	Internal Service Fund II	Internal Service Fund III	Total
Operating Revenues:				
Rent, net	1,919,836	-	-	1,919,836
Charges and fees	4,414	582	466,137	471,133
Other	174,732	805,715	2,339,579	3,320,026
Total Operating Revenues	<u>2,098,982</u>	<u>806,297</u>	<u>2,805,716</u>	<u>5,710,995</u>
Operating Expenses:				
Operations and maintenance	1,602,006	558,536	2,548,934	4,709,476
Administration	126,393	125,174	-	251,567
Depreciation and amortization	688,455	68,087	-	756,542
Total Operating Expenses	<u>2,416,854</u>	<u>751,797</u>	<u>2,548,934</u>	<u>5,717,585</u>
Operating Income (Loss)	<u>(317,872)</u>	<u>54,500</u>	<u>256,782</u>	<u>(6,590)</u>
Non-operating Revenues (Expenses):				
Gain (loss) on disposal of capital assets	119,238	-	-	119,238
Grant revenue	60,315	-	-	60,315
Investment revenue	38,850	26,071	64,967	129,888
Total Non-operating Revenues (Expenses)	<u>218,403</u>	<u>26,071</u>	<u>64,967</u>	<u>309,441</u>
Income (Loss) Before Transfers	<u>(99,469)</u>	<u>80,571</u>	<u>321,749</u>	<u>302,851</u>
Transfers In	100,500	11,000	-	111,500
Transfers (Out)	<u>(78,012)</u>	<u>(85,432)</u>	<u>(1,813)</u>	<u>(165,257)</u>
Change in Net Position	(76,981)	6,139	319,936	249,094
Total Net Position - Beginning of Year	<u>10,772,566</u>	<u>912,219</u>	<u>2,139,416</u>	<u>13,824,201</u>
Total Net Position - End of Year	<u><u>10,695,585</u></u>	<u><u>918,358</u></u>	<u><u>2,459,352</u></u>	<u><u>14,073,295</u></u>

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

Gunnison County, Colorado
Internal Service Funds
Combining Statement of Cash Flows
For the Year Ended December 31, 2019

	Internal Service Fund I	Internal Service Fund II	Internal Service Fund III	Total
Cash Flows from Operating Activities:				
Cash received from charges for services	2,082,900	808,959	2,298,033	5,189,892
Cash received from other sources	4,414	582	466,137	471,133
Cash payments to vendors for goods and services	(1,867,133)	(671,162)	(2,546,517)	(5,084,812)
Cash payments to employees for services	710	(376)	471	805
Net Cash Provided (Used) by Operating Activities	<u>220,891</u>	<u>138,003</u>	<u>218,124</u>	<u>577,018</u>
Cash Flows from Non-capital Financing Activities:				
Transfers from other funds	22,174	-	3,445	25,619
Transfers (to) other funds	-	(281,566)	-	(281,566)
Net Cash Provided (Used) by Non-capital Financing Activities	<u>22,174</u>	<u>(281,566)</u>	<u>3,445</u>	<u>(255,947)</u>
Cash Flows from Capital and Related Financing Activities:				
Capital grants	60,315	-	-	60,315
Purchase of capital assets	(783,788)	(11,477)	-	(795,265)
Cash from sale of assets	127,446	-	-	127,446
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(596,027)</u>	<u>(11,477)</u>	<u>-</u>	<u>(607,504)</u>
Cash Flows from Investing Activities:				
Cash from investment income	38,850	26,071	64,967	129,888
Net Cash Provided (Used) by Investing Activities	<u>38,850</u>	<u>26,071</u>	<u>64,967</u>	<u>129,888</u>
Net Increase (Decrease) in Cash	(314,112)	(128,969)	286,536	(156,545)
Cash - Beginning of Year	1,580,587	957,290	2,157,186	4,695,063
Cash - End of Year	<u>1,266,475</u>	<u>828,321</u>	<u>2,443,722</u>	<u>4,538,518</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating income (loss)	(317,872)	54,500	256,782	(6,590)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation and amortization	688,455	68,087	-	756,542
Changes in Assets and Liabilities:				
(Increase) decrease in accounts receivable	(11,668)	3,244	(41,546)	(49,970)
(Increase) decrease in prepaid expenses	(4)	(3,434)	-	(3,438)
(Increase) decrease in inventory	(135,319)	3,573	-	(131,746)
Increase (decrease) in accounts payable	623	12,409	(2,057)	10,975
Increase (decrease) in accrued liabilities	(4,034)	-	4,474	440
Increase (decrease) in compensated absences	710	(376)	471	805
Net Cash Provided (Used) by Operating Activities	<u>220,891</u>	<u>138,003</u>	<u>218,124</u>	<u>577,018</u>

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

Gunnison County, Colorado
Internal Service Funds
Internal Service Fund I
Schedule of Revenues, Expenditures and Available Resources
Budget (Non-GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Operating Revenues:					
Equipment rent	1,756,421	1,756,421	1,919,836	163,415	1,702,504
Material and gravel sales	407,950	407,950	167,364	(240,586)	150,797
Other revenues	5,650	5,650	11,781	6,131	11,862
Total Operating Revenues	<u>2,170,021</u>	<u>2,170,021</u>	<u>2,098,981</u>	<u>(71,040)</u>	<u>1,865,163</u>
Operating Expenditures:					
Gravel pit maintenance	35,247	35,247	32,287	2,960	-
Fleet maintenance	1,668,353	1,668,353	1,573,130	95,223	1,432,868
Materials	300,450	300,450	150,438	150,012	160,084
Property and equipment purchases	874,853	874,853	756,331	118,522	661,518
Total Operating Expenditures	<u>2,878,903</u>	<u>2,878,903</u>	<u>2,512,186</u>	<u>366,717</u>	<u>2,254,470</u>
Operating Income (Loss)	<u>(708,882)</u>	<u>(708,882)</u>	<u>(413,205)</u>	<u>295,677</u>	<u>(389,307)</u>
Non-operating Revenues (Expenditures):					
Sale of capital assets	10,000	10,000	127,447	117,447	58,026
Grant revenue	70,883	70,883	60,315	(10,568)	75,575
Investment income	8,000	8,000	38,850	30,850	19,346
Transfers in	100,500	100,500	100,500	-	126,696
Transfers (out)	(78,012)	(78,012)	(78,012)	-	(72,204)
Total Non-operating Revenues (Expenditures)	<u>111,371</u>	<u>111,371</u>	<u>249,100</u>	<u>137,729</u>	<u>207,439</u>
Change in Net Position - Budget Basis	<u>(597,511)</u>	<u>(597,511)</u>	<u>(164,105)</u>	<u>433,406</u>	<u>(181,868)</u>
Available Resources - Beginning of Year			<u>2,271,472</u>		<u>2,453,340</u>
Available Resources - End of Year			<u>2,107,367</u>		<u>2,271,472</u>
Available resources at year-end is computed as follows:					
Current assets			2,255,159		2,421,966
Current liabilities			(88,211)		(91,623)
Accrued compensated absences			(59,581)		(58,871)
			<u>2,107,367</u>		<u>2,271,472</u>

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

Gunnison County, Colorado
Internal Service Funds
Internal Service Fund II
Schedule of Revenues, Expenditures and Available Resources
Budget (Non-GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Operating Revenues:					
Data processing	457,988	457,988	460,785	2,797	457,988
Mapping	179,674	179,674	179,675	1	179,674
Telephone system	88,840	88,840	88,777	(63)	88,015
Photocopy and postage	81,074	81,074	75,693	(5,381)	88,396
Other	1,500	1,500	1,369	(131)	1,494
Total Operating Revenues	<u>809,076</u>	<u>809,076</u>	<u>806,299</u>	<u>(2,777)</u>	<u>815,567</u>
Operating Expenditures:					
GIS Mapping:					
Operations	188,755	188,755	181,714	7,041	175,609
Telephone System:					
Operations	30,758	30,758	34,257	(3,499)	39,026
Capital outlay	-	-	-	-	2,089
Photocopy and Postage:					
Operations	81,226	81,226	80,921	305	82,006
Help Desk:					
Operations	125,696	125,696	129,877	(4,181)	101,924
Capital outlay	-	-	11,477	(11,477)	9,134
IT Infrastructure:					
Operations	264,391	264,391	177,564	86,827	235,476
Systems Development:					
Operations	57,246	57,246	61,474	(4,228)	60,382
Capital outlay	154	154	-	154	-
IT Training:					
Operations	15,919	15,919	17,905	(1,986)	16,552
Total Operating Expenditures	<u>764,145</u>	<u>764,145</u>	<u>695,189</u>	<u>68,956</u>	<u>722,198</u>
Operating Income (Loss)	<u>44,931</u>	<u>44,931</u>	<u>111,110</u>	<u>66,179</u>	<u>93,369</u>
Non-operating Revenues (Expenditures):					
Transfers in	11,000	11,000	11,000	-	11,000
Transfers (out)	(85,432)	(85,432)	(85,432)	-	(78,107)
Investment revenue	4,000	4,000	26,071	22,071	11,539
Total Non-operating Revenues (Expenditures)	<u>(70,432)</u>	<u>(70,432)</u>	<u>(48,361)</u>	<u>22,071</u>	<u>(55,568)</u>
Change in Net Position - Budget Basis	<u>(25,501)</u>	<u>(25,501)</u>	<u>62,749</u>	<u>88,250</u>	<u>37,801</u>
Available Resources - Beginning of Year			<u>767,363</u>		<u>729,562</u>
Available Resources - End of Year			<u>830,112</u>		<u>767,363</u>
Available resources at year-end is computed as follows:					
Current assets			881,172		1,010,056
Current liabilities			(18,520)		(242,693)
Accrued compensated absences			(32,540)		-
			<u>830,112</u>		<u>767,363</u>

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

Gunnison County, Colorado
Internal Service Funds
Internal Service Fund III
Schedule of Revenues, Expenditures and Available Resources
Budget (Non-GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Operating Revenues:					
Premium contributions	2,395,200	2,395,200	2,772,136	376,936	2,636,195
Miscellaneous	17,120	17,120	33,580	16,460	33,266
Total Operating Revenues	<u>2,412,320</u>	<u>2,412,320</u>	<u>2,805,716</u>	<u>393,396</u>	<u>2,669,461</u>
Operating Expenditures:					
Operations	2,922,984	2,922,984	2,548,934	374,050	2,634,524
Total Operating Expenditures	<u>2,922,984</u>	<u>2,922,984</u>	<u>2,548,934</u>	<u>374,050</u>	<u>2,634,524</u>
Operating Income (Loss)	<u>(510,664)</u>	<u>(510,664)</u>	<u>256,782</u>	<u>767,446</u>	<u>34,937</u>
Non-operating Revenues (Expenditures):					
Transfers (out)	(1,813)	(1,813)	(1,813)	-	(4,740)
Investment revenue	11,000	11,000	64,967	53,967	26,049
Total Non-operating Revenues (Expenditures)	<u>9,187</u>	<u>9,187</u>	<u>63,154</u>	<u>53,967</u>	<u>21,309</u>
Change in Net Position - Budget Basis	<u>(501,477)</u>	<u>(501,477)</u>	<u>319,936</u>	<u>821,413</u>	<u>56,246</u>
Available Resources - Beginning of Year			<u>2,139,416</u>		<u>2,083,170</u>
Available Resources - End of Year			<u>2,459,352</u>		<u>2,139,416</u>
Available resources at year-end is computed as follows:					
Current assets			2,624,837		2,302,013
Current liabilities			(162,796)		(162,597)
Accrued compensated absences			(2,689)		-
			<u>2,459,352</u>		<u>2,139,416</u>

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

Gunnison County, Colorado
Combining Statement of Fiduciary Net Position
Custodial Funds
For the Year Ended December 31, 2019

	Public Trustee	County Treasurer	Total Custodial Funds
Assets			
Cash and investments	39,018	4,856,729	4,895,747
Accounts receivable	9,439	-	9,439
Taxes receivable for other governments	-	36,496,169	36,496,169
Total Assets	<u>48,457</u>	<u>41,352,898</u>	<u>41,401,355</u>
Liabilities			
Accounts payable and other liabilities	2,391	-	2,391
Due to other governments	-	4,213,713	4,213,713
Total Liabilities	<u>2,391</u>	<u>4,213,713</u>	<u>4,216,104</u>
Deferred Inflow of Resources			
Property tax revenue	-	36,496,169	36,496,169
Total Deferred Inflow of Resources	<u>-</u>	<u>36,496,169</u>	<u>36,496,169</u>
Net Position			
Restricted for:			
Individuals, organizations, and other governments	<u>46,066</u>	<u>643,016</u>	<u>689,082</u>
Total Net Position	<u>46,066</u>	<u>643,016</u>	<u>689,082</u>

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

Gunnison County, Colorado
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended December 31, 2019

	Public Trustee	County Treasurer	Total Custodial Funds
Additions			
Taxes collected for other governments	-	31,666,324	31,666,324
Public trustee activity	91,588	-	91,588
Miscellaneous	-	18,117,994	18,117,994
Total Additions	<u>91,588</u>	<u>49,784,318</u>	<u>49,875,906</u>
Deductions			
Taxes disbursed	-	35,342,565	35,342,565
Public trustee disbursements	9,255	-	9,255
Funds held for others	-	595,727	595,727
Miscellaneous	73,717	13,738,116	13,811,833
Total Deductions	<u>82,972</u>	<u>49,676,408</u>	<u>49,759,380</u>
Net Increase (Decrease) in Fiduciary Net Position	8,616	107,910	116,526
Net Position - Beginning of the Year (restated)	<u>37,450</u>	<u>535,106</u>	<u>572,556</u>
Net Position - End of the Year	<u><u>46,066</u></u>	<u><u>643,016</u></u>	<u><u>689,082</u></u>

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

Gunnison County, Colorado
Schedule of Passenger Facility Charges Collected and Expended
For the Year Ended December 31, 2019

<u>Program Title</u>	<u>Amounts for Current Year</u>	<u>Unliquidated Balance</u>
Unliquidated PFC revenues, beginning of year		\$ -
Revenues:		
Revenues collected from air carriers	138,386	
Total PFC Revenues	<u>138,386</u>	138,386
Project Expenditures:		
Construction	(119,453)	
Total PFC project expenditures	<u>(119,453)</u>	<u>(119,453)</u>
Unliquidated PFC revenues, end of year		<u>\$ 18,933</u>

LOCAL HIGHWAY FINANCE REPORT



Steps for printing your content and returning to 'Edit Mode

1. Click Ctrl + A on a Windows machine or Command + A on a Mac to select all data.
2. Right-click your mouse and select Print.
3. Confirm that print settings are correct - make sure "selection only" isn't checked.
4. Print hard copy or to PDF.
5. Click "Edit Mode" to return to modifying your data.
6. Remember to click "Save" to save any changes.

ANNUAL HIGHWAY FINANCE REPORT - CY19

Email address: City/County: **II - RECEIPTS FOR ROAD AND STREET PURPOSES**

Please no commas or dollar signs for the input

A. Receipts from local sources

2. General Fund Appropriations:	\$ 0.00
3. Other local imposts: <i>from A.3. 'Total' below)</i>	\$ 380,254.90
4. Miscellaneous local receipts: <i>from A.4. 'Total' below)</i>	\$ 271,859.25
5. Transfers from toll facilities	\$ 0.00
6. Proceeds of sale of bonds and notes	
a. Bonds - Original Issues:	\$ 0.00
b. Bonds - Refunding Issues:	\$ 0.00
c. Notes:	\$ 0.00

SubTotal: \$ 652,114.15**B. Private Contributions**\$

II - RECEIPTS FOR ROAD AND STREET PURPOSES (Detail)**Please no commas or dollar signs for the input****A.3. Other local imposts**

a. Property Taxes and Assessments	\$	0.00
b. Other Local Imposts		
1. Sales Taxes:	\$	0.00
2. Infrastructure and Impact Fees:	\$	0.00
3. Liens:	\$	0.00
4. Licenses:	\$	0.00
5. Specific Ownership and/or Other:	\$	380,254.90
Total: (a + b) carried to 'Other local imposts' above	\$	380,254.90

A.4. Miscellaneous local receipts**Please no commas or dollar signs for the input**

a. Interest on Investments:	\$	72,940.96
b. Traffic fines & Penalties:	\$	0.00
c. Parking Garage Fees:	\$	0.00
d. Parking Meter Fees:	\$	0.00
e. Sale of Surplus Property:	\$	0.00
f. Charges for Services:	\$	37,305.76
g. Other Misc. Receipts:	\$	112,317.79
h. Other:	\$	49,294.74
Total: (a through h) carried to 'Misc local receipts' above	\$	271,859.25

C. Receipts from State Government**Please no commas or dollar signs for the input**

1. Highway User Taxes:	\$	3,533,554.72
3. Other State funds:		
c. Motor Vehicle Registrations:	\$	53,555.87
d. Other (Specify):		
Comments: undefined	\$	0.00
e. Other (Specify):		
Comments: undefined	\$	0.00
Total: (1+3c,d,e)	\$	3,587,110.59

D. Receipts from Federal Government

Please no commas or dollar signs for the input

2. Other Federal Agencies

a. Forest Service:	\$ 76,498.31
b. FEMA:	\$ 0.00
c. HUD:	\$ 0.00
d. Federal Transit Administration:	\$ 0.00
e. U.S. Corp of Engineers	\$ 0.00
f. Other Federal:	\$ 1,844,927.06

Total: (2a-f) \$ 1,921,425.37

III - DISBURSEMENTS FOR ROAD AND STREET PURPOSES

Please no commas or dollar signs for the input

A. Local highway disbursements

1. Capital outlay: (from A.1.d. 'Total Capital Outlay' below)	\$ 551,561.92
2. Maintenance:	\$ 2,675,717.81
3. Road and street services	
a. Traffic control operations:	\$ 0.00
b. Snow and ice removal:	\$ 1,317,643.10
c. Other:	\$ 0.00
4. General administration & miscellaneous	\$ 768,628.05
5. Highway law enforcement and safety	\$ 0.00

Total: (A.1-5) \$ 5,313,550.88

Please no commas or dollar signs for the input

B. Debt service on local obligations

1. Bonds	
a. Interest	\$ 0.00
b. Redemption	\$ 0.00
2. Notes	
a. Interest	\$ 0.00

b. Redemption

\$ 0.00

SubTotal: (1+2) \$ 0.00

Please no commas or dollar signs for the input

C. Payments to State for Highways:

\$ 0.00

D. Payments to Toll Facilities:

\$ 0.00

Total Disbursements: (A+B+C+D) \$ 5,313,550.88

Please no commas or dollar signs for the input

III - DISBURSEMENTS FOR ROAD AND STREET PURPOSES - (Detail)

Please no commas or dollar signs for the input

	A. ON NATIONAL HIGHWAY SYSTEM	B. OFF NATIONAL HIGHWAY SYSTEM	C. TOTAL
A. 1. Capital Outlay			
a. Right-Of-Way Costs:	\$ 0.00	\$ 0.00	\$ 0.
b. Engineering Costs:	\$ 0.00	\$ 94,944.72	\$ 94,944.
c. Construction			
1. New Facilities:	\$ 0.00	\$ 0.00	\$ 0.
2. Capacity Improvements:	\$ 0.00	\$ 8,621.14	\$ 8,621.
3. System Preservation:	\$ 0.00	\$ 440,252.36	\$ 440,252.
4. System Enhancement:	\$ 0.00	\$ 7,743.70	\$ 7,743.
5. Total Construction:			\$ 456,617.
d. Total Capital Outlay: (Lines A.1.a. + 1.b. + 1.c.5)			\$ 551,561.

IV. LOCAL HIGHWAY DEBT STATUS

Please no commas or dollar signs for the input

	OPENING DEBT	AMOUNT ISSUED	REDEMPTIONS	CLOSING DE
A. Bonds (Total)	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.0
1. Bonds (Refunding Portion)		\$ 0.00	\$ 0.00	\$ 0.0
B. Notes (Total):	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.0

V - LOCAL ROAD AND STREET FUND BALANCE

Please no commas or dollar signs for the input

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliati
\$ 2,224,687.88	\$ 6,160,650.11	\$ 5,313,550.88	\$ 3,071,787.11	\$ 0.0

Notes & Comments:

undefined

Please enter your name: Linda Nienhueser

Please provide a telephone number where you may be reached: (970)641-7622

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Print Mode

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Please click on the "Save" button before viewing the data in a print format.

Gunnison County, Colorado
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Program Title	Pass through Entity Identifying Number	Federal CFDA Number	Expenditures	
Department of Agriculture:				
Passed through Colorado Department of Public Health and Environment:				
Women, Infant, Children	AB15L	10.557	52,606	
Passed through Colorado Department of Human Services:				
Food Assistance-Administration	Unidentified	10.561	104,122	D
Total Department of Agriculture:			<u>156,728</u>	
Department of Health and Human Services:				
Drug-Free Communities Support Program	Unidentified	93.276	177,177	
Passed through Colorado Department of Human Services:				
Guardianship assistance	DHS - FFA	93.090	1,642	
TANF / CO Works	DHS - FFA	93.558	244,152	E
Title IV-D - Administration	DHS - FFA	93.563	159,581	
Low-income Home Energy Assistance	DHS - FFA	93.568	1,157	
CCDF Discretionary	DHS - FFA	93.596	124,040	A
CCDF	DHS - FFA	93.575	93,341	A
Child Welfare Services IVB	DHS - FFA	93.645	1,682	
Foster Care-Title IV-E	DHS - FFA	93.658	195,159	
Adoption	DHS - FFA	93.659	16,226	
Social Services Block Grant	DHS - FFA	93.667	68,026	
Adjustments to Costs	DHS - FFA	93.XXX	80,111	
Passed through Health Care Policy and Financing:				
Medicaid Assistance Program	DHS - FFA	93.778	153,007	B
Passed through Colorado Department of Public Health and Environment:				
Public Health Emergency Preparedness	HW15&16J	93.069	25,715	
Injury Prevention and Control Research and State and Community Based Programs		93.136	5,000	
Family Planning	JA16L	93.217	89,927	
Immunizations	KA15H	93.268	1,438	
Prevention and Public Health Fund (Affordable Care Act)	JG15J	93.539	8,445	
Organized Approaches to Increase Colorectal Cancer Screening	Unidentified	93.800	100	
Cancer Prevention and Control Programs		93.898	1,425	
Sexually Transmitted Diseases	JG15CH	93.977	7,650	
Health Assmt & Plan (OPP)		93.991	30,000	
Public Health Nurse - HCP/MCH/TBI	ND15L	93.994	19,658	
Total Department of Health and Human Services:			<u>1,504,659</u>	
Department of Transportation:				
Federal Aviation Administration:				
Airport Improvement Projects (total)	AIP 48-50	20.106	830,373	
Total Federal Aviation Administration:			<u>830,373</u>	
Subtotal			<u>2,491,760</u>	

Gunnison County, Colorado
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019
(continued)

Program Title	Pass through Entity Identifying Number	Federal CFDA Number	Expenditures
Department of Homeland Security:			
Passed through Colorado Department of Local Affairs			
Emergency Management Performance Grant	Unidentified	97.042	75,000
Total Department of Homeland Security:			75,000
Department of Housing and Urban Development:			
Passed through Colorado Department Housing and Finance Authority:			
Mortgage Insurance - Multifamily Housing Project - Section 221(d)(3)	Unidentified	14.155	518,962
Section 8 Housing Assistance Payments Program	Unidentified	14.195	139,956
Total Department of Housing and Urban Development:			658,918
Total Federal Assistance:			<u>\$ 3,225,678</u>

Additional Information for Clusters:	Amount
A - CCDF Cluster (93.575 and 93.596)	217,381
B - Medicaid Cluster (93.775, 93.777 and 93.778)	153,007
C - Section 8 Project-Based Cluster (14.182, 14.195, 14.249 and 14.856)	139,956
D - SNAP Cluster (10.551 and 10.561)	104,122
E - TANF Cluster (93.558 and 93.714)	244,152

Notes to the Schedule of Expenditures of Federal Awards For the Year Ended December 31, 2019

Note 1. Basis of Presentation:

The Schedule of Expenditures of Federal Awards includes the federal grant activity of Gunnison County and is presented on the modified accrual basis of accounting. 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*. Therefore, some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the general purpose financial statements.

Note 2. Determining the Value of Non-cash Awards Expended

Commodities: Fair market value of commodities at the time of receipt, or the assessed value provided by the Federal agency.
Food issuances: Fair market value of food stamps at the time of receipt, or the assessed value provided by the Federal agency.
Immunization incentive funds: Dollar amount of vaccines used, provided by the Federal agency.

Note 3. Sub-recipients

The County did not have any sub-recipients for the year ended December 31, 2019.

Note 4. Loans Outstanding

The County participates in the HUD Insured Loan Program. The balance of the loans at December 31, 2019 is as follows:

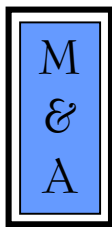
Program Title	Federal CFDA Number	Balance of Direct Loans
Mortgage Insurance - Multifamily Housing Project - Section 221(d)(3)	14.155	\$ 472,425

Note 5. Indirect Facilities and Administration costs:

The County has elected not to use the 10% de minimis cost rate allowed in Title 2 U.S. Cost of Federal Regulations (CFR) §200.414, *Indirect (F&A) Costs*. Instead, the County prepares an annual cost allocation plan to allocate indirect costs.

SINGLE AUDIT REPORTS AND SCHEDULES





McMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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

**To the Board of County Commissioners
Gunnison County, Colorado**

We have audited, 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, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Gunnison 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 June 30, 2020.

Internal Control Over Financial Reporting

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

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

Member: American Institute of Certified Public Accountants

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MICHAEL N. JENKINS, CA, CPA, CGMA
DANIEL R. CUDAHY, CPA, CGMA

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**INDEPENDENT AUDITOR'S REPORT
To the Board of County Commissioners
Gunnison County, Colorado**

Compliance and Other Matters

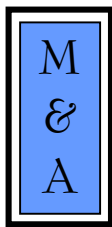
As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect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

Purpose of this Report

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

McMahan and Associates, L.L.C.

**McMahan and Associates, L.L.C.
June 30, 2020**



McMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; ON COMPLIANCE WITH THE PASSENGER FACILITY CHARGE PROGRAM; REPORT ON INTERNAL CONTROL OVER -COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND THE PASSENGER FACILITY CHARGE AUDIT GUIDE FOR PUBLIC AGENCIES

**To the Board of County Commissioners
Gunnison County, Colorado**

Report on Compliance for Each Major Program

We have audited the Gunnison County'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 and its compliance with the compliance requirements described in the *Passenger Facility Charge Audit Guide for Public Agencies* (the "Guide"), issued by the Federal Aviation Administration, for its Passenger Facility Charge program for the year ended December 31, 2019. The County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs and to the 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 audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit requirements for Federal Awards* (the "Uniform Guidance") and the Guide. 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 and on the Passenger Facility Charge 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 and on the Passenger Facility Charge program. However, our audit does not provide a legal determination on the County's compliance with those requirements.

Member: American Institute of Certified Public Accountants

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**INDEPENDENT AUDITOR'S REPORT
To the Board of County Commissioners
Gunnison County, Colorado**

Opinion on Each Major Federal Program and Passenger Facility Charge Program

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 major federal programs and on Passenger Facility Charge program for the year ended December 31, 2019.

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 types of requirements that could have a direct and material effect on each major federal program and on the Passenger Facility Charge program to determine our auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and Passenger Facility Charge program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program or the Passenger Facility Charge 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 or the Passenger Facility Charge program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program or 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 the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report in 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 and the Guide. Accordingly, this report is not suitable for any other purpose.


**McMahan and Associates, L.L.C.
June 30, 2020**

Gunnison County, Colorado
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2019

Part I: Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weakness identified	None noted
Significant deficiency identified	None noted
Noncompliance material to financial statements noted	None noted

Federal Awards

Internal control over major programs:	
Material weakness identified	None noted
Significant deficiency identified	None noted
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Title 2 U.S.Code of Federal Regulations Part 200	None noted
Major program:	
Mortgage Insurance – Multifamily Housing Project	
Section 221(d)(3)	CFDA# 14.155
Section 8 Housing Assistance Payments Program	CFDA# 14.195
Dollar threshold used to identify Type A from Type B programs	\$750,000
Identified as low-risk auditee	Yes

Part II: Findings Related to Financial Statements

Findings related to financial statements as required by Government Auditing Standards	None noted
Auditor-assigned reference number	Not applicable

Part III: Findings Related to Federal Awards

Internal control findings	None noted
Compliance findings	None noted
Questioned costs	None noted
Auditor-assigned reference number	Not applicable

Gunnison County, Colorado
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2019

There were no findings for the fiscal year ended December 31, 2018.