
**Ouray County, Colorado
Financial Statements and
Independent Auditor's Report
as of
December 31, 2019**

Ouray County

Table of Contents

	Page
Independent Auditor’s Report.....	1
Management’s Discussion and Analysis.....	3
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position.....	16
Statement of Activities.....	17
Fund Financial Statements:	
Governmental Funds Balance Sheet.....	18
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position.....	19
Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances.....	20
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities.....	21
Statement of Fiduciary Net Position.....	22
Notes to Basic Financial Statements.....	23
Required Supplementary Information – (Major Funds)	
Schedule of Revenues, Expenditures and Changes in Fund Balances- Budget and Actual:	
General Fund.....	39
Road and Bridge Fund.....	40
Social Services Fund.....	41
Public Health Fund.....	42
Emergency Medical Services Fund.....	43
Emergency Medical Services Fund.....	44
Other Supplementary Information	
Combining Balance Sheet – Non-Major Government Funds.....	45
Combining Statement of Revenues, Expenditures and Changes in Fund Balance.....	46
Schedule of Revenues, Expenditures and Changes in Fund Balance	
Conservation Trust Fund.....	47
Contingent Fund.....	48
Fairgrounds Fund.....	49
Special Grant Fund.....	50
Road and Bridge Impact Fund.....	51
E-911 Authority Fund.....	52
Samson Law Fund.....	53
Road and Bridge 361 Fund.....	54
Road and Bridge Sales Tax Fund.....	55
MJ Excise Tax Fund.....	56
Emergency Management Fund.....	57
Courthouse Restoration Fund.....	58
Fuel Pumps Fund.....	59
Local Highway Finance Report.....	60

INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
Ouray County, Colorado

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Ouray County, Colorado, 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 opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3-15 and 39-44 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Ouray County, Colorado's basic financial statements. The combining and individual nonmajor fund financial statements, Schedule of revenues, expenditures and changes in fund balances and Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, Schedule of revenues, expenditures and changes in fund balances and Local Highway Finance Report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, Schedule of revenues, expenditures and changes in fund balances and Local Highway Finance Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Blair and Associates, P.C.

Cedaredge, Colorado
June 11, 2020

OURAY COUNTY
Management's Discussion and Analysis
Fiscal Year Ended December 31, 2019

As management of Ouray County (the "County"), we offer readers of the County's basic financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2019. We encourage readers to consider the information presented here in conjunction with additional information provided in the financial statements.

FINANCIAL HIGHLIGHTS

- The County's assets exceeded its liabilities by \$13,753,282 (i.e. net assets) as of December 31, 2019, increase of \$3,495,702 in comparison to the prior year.
- Governmental funds reported combined ending fund balances of \$5,597,027, decrease of \$4,390,879 in comparison with the prior year.
- The County's fund balance for the General Fund was \$1,014,988, increase of \$72,535 in comparison to the prior year.
- Total long-term liabilities decreased by \$367,747 during the 2019 fiscal year, with new no debt issued.
- General property tax, sales tax, and other tax totaled \$5,148,564, or 47% of general revenues.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The basic statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the 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, liabilities and deferred inflows of resources with the difference between the two being reported as net position. Over time, the increases or decreases in net assets 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 County's net position changed during the most recent fiscal year. All changes in net position is reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses reported in this statement for some items will result in cash flows in future periods (e.g. uncollected taxes and earned but unused personal time).

The government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*Governmental Activities*). The Governmental Activities of the County include general government, judicial, public safety, health and welfare, public works, and recreation and culture.

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. Fund accounting is used to ensure and demonstrate compliance with finance-related legal requirements. The County's funds can be divided into two categories: Governmental 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 *short-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 short-term financing requirements. The accounting method is called *modified accrual* accounting.

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 activities in the *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 short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County maintains seven major government funds, the General, Road and Bridge, Social Services, Emergency Medical Services, Public Health, Courthouse Restoration and the Broadband Funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for those funds.

Fiduciary Funds-The County maintains one type of fiduciary fund, the County Treasurer's Agency Fund.

Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position

As noted previously, net position may serve over time as a useful indicator of the County's financial position. For the year ended December 31, 2019, the County's combined assets exceeded liabilities and deferred inflows of resources by \$13,753,282. Of this amount, \$4,944,378 is unrestricted and available to meet the County's ongoing financial obligations.

By far the largest portion of net position is the investment in capital assets (net of related debt) of \$8,385,625 (61% of net assets). This amount reflects the investment in all capital assets (e.g. infrastructure, land, buildings, and equipment) less any related debt used to acquire those assets that are still outstanding. These capital assets are used to provide services to citizens; consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of debt, it should be noted that the resources needed to repay this debt must be provided from other sources since capital assets themselves cannot be used to liquidate these liabilities.

The following table summarizes the County's governmental activities net position for 2019 and 2018:

Assets	2019	2018
Current and other assets	\$ 8,856,227	\$ 12,446,548
Capital assets, net	15,015,360	7,447,161
Total assets	23,871,587	19,893,709
Liabilities		
Current and other liabilities	885,363	354,617
Long-term liabilities	6,859,105	7,201,333
Unearned revenues	7,236	8,812
Total liabilities	7,751,704	7,564,762
Deferred Inflows of resources		
Deferred property tax revenue	2,366,601	2,094,561
Total Deferred Inflows of resources	2,366,601	2,094,561
Net Position		
Investment in capital assets	8,385,625	6,998,735
Restricted	423,279	388,289
Unrestricted	4,944,378	2,847,362
Total net position	\$ 13,753,282	\$ 10,234,386

An additional portion of net assets, \$423,279, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$4,944,378 (36% of net assets), may be used to meet the government’s ongoing obligations to citizens and creditors.

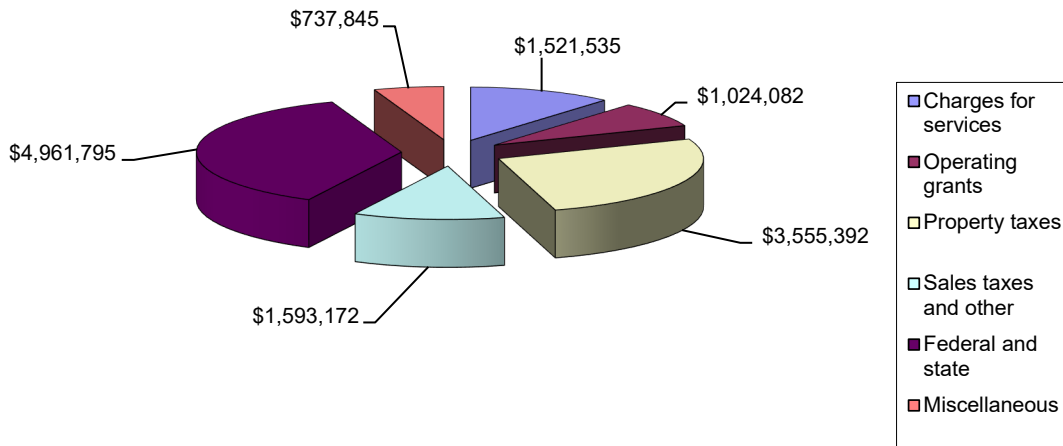
Change in Net Position

Governmental activities increase the County’s net position by \$3,495,702 in 2019.

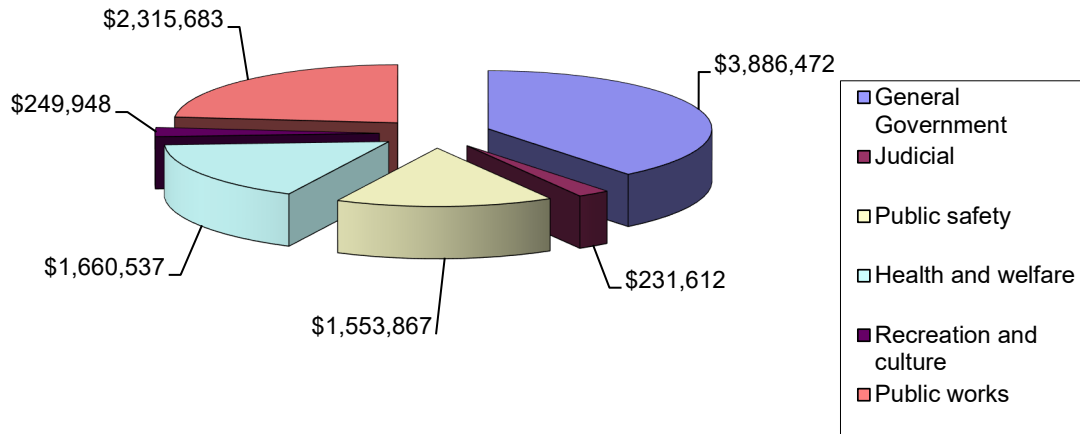
	Governmental Activities	
	2019	2018
Revenues		
Program revenues		
Charges for services	\$ 1,521,535	\$ 1,488,449
Operating grants	1,024,082	957,850
General Revenues		
Property taxes	3,555,392	3,222,850
Sales taxes and other	1,593,172	1,247,808
Federal and state	4,961,795	2,220,942
Miscellaneous	737,845	455,754
Totals	<u>13,393,821</u>	<u>9,593,653</u>
Expenses		
General Government	3,886,472	2,629,973
Judicial	231,612	204,607
Public safety	1,553,867	1,688,150
Health and welfare	1,660,537	1,593,398
Recreation and culture	249,948	274,035
Public works	2,315,683	2,612,930
Total Expenses	<u>9,898,119</u>	<u>9,003,093</u>
Increase in net position	3,495,702	590,560
Beginning	10,257,580	9,643,826
Ending	<u>\$ 13,753,282</u>	<u>\$ 10,234,386</u>

Governmental Activities

Revenues by Source-Governmental Activities



Expenses by Department-Governmental Activities



FINANCIAL ANALYSIS OF GOVERNMENT’S FUNDS

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 balance may serve as a useful measure of the County’s net resources available for spending at the end of the fiscal year.

As of the end of 2019, the County’s governmental funds reported combined ending fund balances of \$5,597,027, decrease of \$4,390,879 in comparison with the prior year. Of the combined ending fund balances for all governmental funds 18% of this total amount, \$1,014,988, constitutes unassigned fund balance, which is available for appropriation at the County’s discretion. The remainder of the fund balances are reserved for State constitution mandated emergency reserve, trust funds and inventory or committed for other purposes.

The County has seven major governmental funds, the General, Road and Bridge, Social Services, Emergency Medical Services, Public Health, Courthouse Restoration, and Broadband Funds. At the end of 2019, unassigned fund balance of the General Fund was \$1,014,988. As a measure of the General Fund’s liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. The fund balance of the County’s General Fund increased by \$72,535 during 2019.

GENERAL FUND BUDGETARY HIGHLIGHTS

The County budgeted \$4,659,743 for 2019 expenditures. Actual expenditures were \$4,675,994.

CAPITAL ASSET AND DEBT ADMINISTRATION

The County’s investment in capital assets for its governmental activities as of December 31, 2019, was \$15,015,360. As required by GASB 34, the investment in capital assets includes land, buildings, building improvements, equipment and furniture and infrastructure assets.

Long-term Debt

As of December 31, 2019, the County had long-term debt as follows:

Governmental Activities	Balance 1/1/2019	Additions	Reductions	Balance 12/31/2019	Due Within One Year
Capital leases					
Boiler	\$ 22,807	-	\$ (22,807)	\$ -	\$ -
John Deere Tractor	9,408	-	(9,408)	-	-
Various equipment-2017	181,856	-	(89,966)	91,890	91,890
Various equipment-2018	197,911	-	(64,266)	133,645	65,956
Courthouse restoration	6,585,500	-	(181,300)	6,404,200	250,200
Total	<u>\$ 6,997,482</u>	<u>\$ -</u>	<u>\$ (367,747)</u>	<u>\$ 6,629,735</u>	<u>\$ 408,046</u>

ECONOMIC FACTORS AND FUTURE YEAR'S BUDGET

Preface:

Rebound from the past several years associated with the past nationwide economic downturn was certainly a challenge for Ouray County and one that Ouray County Government was able to plan for and overcome. Commencing in early 2020, a new challenge has presented itself and has tested the viability and functionality of business, government and life as we know it. It could not have been known that the world would be suddenly engaged in a common and harmful pandemic known as COVID 19, and it could not have been known that this harmful pandemic would affect everyone on the planet on a personal, business and government level. This new commonality and chapter we are facing today, in 2020, is filled with strong and passionate words of perseverance, hope, safety and endurance. Ouray County will move safely and cautiously through this next chapter, planning its activities, setting its goals and developing its budget with thoughts of today and an eye for the future. The Ouray County Budget will be developed carefully and thoughtfully to ensure that expenditures do not exceed revenues, to plan for today and the future and to continue its practice of efficiencies for county operations, customer service, asset management, human resources management and sustainability.

Service Levels

Human Resources:

Employee development is an ongoing, important element, as is attracting and retaining quality staff. A major accomplishment that commenced in 2004 was the development and implementation of Employee Performance Evaluations. A bonus merit award, not to exceed 1%, was provided to employees each year from 2005 to 2019 as a result of performance evaluations. This practice is being continued for the 2020 budget year.

Position Replacements:

The Board of County Commissioners has continued its practice of evaluating position vacancies that occur in an effort to determine position essentiality for the organization and position replacement. The Board began this practice in 2008 by and through Resolution 2008-055 and Resolution 2010-048 as amended. It is good fiscal and organizational policy to evaluate positions as they are vacated to examine such factors as funding, departmental work levels, mandated responsibilities, and health, safety and welfare impacts to determine if a position is an essential position to the organization and to consider opportunities for organizational efficiencies and improvement. This practice has resulted in creative partnerships and sharing of resources between county departments and between Ouray County and other counties and public or private entities allowing Ouray County to provide high quality public services in a fiscally sustainable fashion.

Employee Health Insurance Overview:

It is an organizational goal to minimize budgetary increases to the County for health insurance costs, while at the same time avoiding exorbitant employee contributions. Ouray County has solicited requests for proposals several times over the past seventeen years. In 2009, Ouray County solicited a request for proposal (RFP) for employee health insurance benefits for the 2010 budget year. After analysis and meeting with a Personnel/Employee Benefits Committee, the Board of County Commissioners authorized award to County Technical Services, Inc. (CTSI) for the provision of employee health insurance. Historical premium rates from 2010 forward are as follows:

- The premium rates for 2010 were maintained at the same rate as 2009;
- Premium rates reflected a 8% increase in 2011;
- Premium rates reflected a 4% increase in 2012;
- Premium rates reflected a 1% decrease in 2013;
- Premium rates reflected a 9% increase for 2014;
- Premium rates reflected a 8.77% increase for 2015;
- Premium rates reflected a 6.73% decrease for 2016;
- Premium rates reflected a 0% increase for 2017;
- Premium rates reflected a 1% increase for 2018;
- Premium rates reflected a 3.5% increase in 2019; and
- Premium rates reflected a 4.0% increase in 2020.

Property Valuation Summary:

The net assessed property valuation for budget year 2011 was \$210,799,580.
The net assessed property valuation for budget year 2012 was \$182,571,600.
The net assessed property valuation for budget year 2013 was \$183,823,010.
The net assessed property valuation for budget year 2014 was \$153,744,860.
The net assessed property valuation for budget year 2015 was \$155,515,330.
The net assessed property valuation for budget year 2016 was \$156,202,480.
The net assessed property valuation for budget year 2017 was \$157,493,490.
The net assessed property valuation for budget year 2018 was \$158,170,930.
The net assessed property valuation for budget year 2019 was \$159,004,120.
The net assessed property valuation for budget year 2020 is \$179,764,600.

Property valuations declined dramatically from budget year 2011, as illustrated in the Property Valuation Summary above. The decline of property valuations has created significant reductions in property tax revenue for Ouray County. Property valuations increased slightly for budget years 2015 – 2019 with a larger increase in 2020. In addition, the residential property rate used by the County Assessor in 2017 for valuing property was lowered pursuant to the Gallagher Amendment from 7.96% to 7.2%, which affected property tax revenue for budget years’ 2018, 2019 and 2020. As a consequence, property tax revenue has and will remain relatively flat. Future changes in the residential rate are anticipated and may impact revenue generation for future budget years.

For the purpose of meeting all general operating expenses of the County of Ouray, Colorado, during the 2019 budget year a total mill levy of 13.173 was levied upon each dollar of the total valuation for assessment of all taxable property within the County of Ouray as follows:

Ouray County 2019 Mill Levies:

	<u>Mill Levies</u>
County General Fund:	9.074
Road and Bridge Fund:	1.500
Social Services Fund:	0.552
EMS Fund	<u>2.000</u>
Subtotal:	13.126
Recovery of Taxes Abated:	<u>0.047</u>
Total 2019 Mill Levy:	<u>13.173</u>

For the purpose of meeting all general operating expenses of the County of Ouray, Colorado, during the 2020 budget year a total mill levy of 13.165 was levied upon each dollar of the total valuation for assessment of all taxable property within the County of Ouray as follows:

Ouray County 2020 Mill Levies:

	<u>Mill Levies</u>
County General Fund:	9.074
Road and Bridge Fund:	1.500
Social Services Fund:	0.552
EMS Fund	<u>2.000</u>
Subtotal:	13.126
Recovery of Taxes Abated:	<u>0.039</u>
Total 2020 Mill Levy:	<u>13.165</u>

Capital and Operating Reserves:

Allocated reserves have been established by the Board of County Commissioners to reflect three months emergency operating reserves pursuant to Resolution 2007-076, for the General Fund, Road and Bridge Fund, and EMS Fund. Additional reserves have been established as well for these funds reflecting dedicated reserves, and dollars allocated towards future capital projects and purchases. Allocation of capital reserves is an on-going priority for the Board.

2020 Revenue and Expenditure Forecasts:

2020 Revenue Estimates:

Revenue estimates are conservative and are based on the following:

1. Estimated 2020 revenue for the entire Ouray County Budget, inclusive of all funds, reflects a 9.54% decrease over 2019 budgeted revenues. This decrease is primarily due to the substantial work completed related to the Courthouse Restoration and New Construction project that is slated to be completed in 2020.
2. Property tax revenue estimates are based on the current assessed valuation provided by the County Assessor and multiplied by the current mill levies to arrive at the property tax revenue for 2020. Property tax revenue for 2020 will be increased by 13% for a total of \$272,502 for all funds supported by a mill levy.
3. Other budgeted revenues for 2020 are based in part on projected 2019 revenues.
4. Estimated 2020 budgeted revenue from sales tax reflects an estimated 21.09% increase over the 2019 budgeted amount. This increase is primarily attributed to internet sales and the State’s implementation of Destination-Based Sales Tax Rules that began in 2019.
5. Revenue received from Severance Tax in 2019 increased by 65% over the 2019 budgeted amount. As a consequence, the estimated 2020 severance tax reflects this increase. Severance tax revenue may continue to increase in the future based upon the resurgence of mining activity within Ouray County.
6. Estimated revenue derived from marijuana cultivation facilities is budgeted at \$240,000 for the 2020 budget year. Revenues received are housing in a fund entitled “MJ Excise Tax Fund” and then distributed as appropriated.
7. The County will continue to keep a close watch on State and Federal revenue sources with regard to future funding availability, most especially Payments-in-Lieu-of-Taxes (PILT).

2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
\$210,537	\$210,537	\$182,654	\$195,002	\$154,032	\$155,553	\$156,505	\$157,494	\$158,171	\$159,189	\$179,809

2020 Expenditure Estimates:

Department Heads and Elected Officials submit their budget requests to the County Administrator in accordance with budget guidelines provided to them in July. All requests are compiled and prepared by the County Administrator for submittal and review by the Board of County Commissioners.

A budget work session was held with Elected Officials and Department Heads to introduce the effects of estimated revenues and expenditures for the 2020 budget and to discuss capital and human resources requests.

Expenditure estimates are conservative and are based on the following:

Estimated 2020 expenditures for the entire Ouray County Budget, inclusive of all funds, is 10.47% lower than 2019 budgeted expenditures. This decrease is reflective of substantial completion of the Courthouse Restoration and new Construction Project (Fund 920).

2020 General Fund Capital: (020 - 195, 295, 395, 495, and 595)

The General Fund Capital Purchases and Improvements consist of capital lease purchases totaling **\$51,686** and Other Capital Purchases and Subscriptions in the amount of \$47,945 for a total of \$99,631.

2020 Road and Bridge Fund Capital: (040 - 895)

The Road and Bridge Fund Capital Purchases and Improvements consist of lease purchase payments for equipment and vehicles totaling **\$247,259**.

2020 - Broadband Fund Capital (645 - 000):

A new Broadband Fund was created to house both revenues and expense for the fiber/broadband project that commenced in 2019. This Fund will be the host for future Indefeasible Right of Use (IRU) lease funding derived from internet service providers. It will also serve as the Fund for appropriated expenditures to Region 10 League for Economic Development for fiber management, as well as associated fiber infrastructure and repairs.

The Broadband Fund Capital Purchases and Improvements consist of payments to a contractor for the installation of fiber for phase 1 in the amount of \$2,068,607 and for half of phase 2 in the amount of \$937,000 for a total expenditure appropriation in the amount of **\$3,005,607**.

2020 EMS Fund Capital: (800 - 295):

The EMS Fund was created in 2005 as a result of a voter-approved mill levy to fund emergency medical services. Ouray County has been good stewards of the property tax revenue collected for the EMS Fund and has been able to save funding to meet the three-month reserve requirements set forth in Resolution 2007-076. In addition, additional money has been saved to offset the cost of a future EMS facility. Preliminary planning has been undertaken through an Administrative Planning grant and conceptual plans and construction cost estimates have been developed by a consultant for long-term planning purposes.

The EMS Fund Capital Purchases and Improvements consist of purchase for equipment totaling **\$18,000**. The EMS department will purchase one new ambulance cot that is being funded in part by an EMS Provider Grant. The grant will pay up to \$9,000 towards the \$18,000 purchase with the remainder funded by the EMS Fund.

2020 Courthouse Fund Capital: (920 - 000):

A new Fund was brought into the Budget in 2018 to house both revenue and expense associated with the Ouray County Courthouse Restoration / New Construction project. The electorate of Ouray County voted to temporarily increase the Ouray County sales tax by .55% beginning January 1, 2018, for not more than 20 years, or when the project is paid in full, whichever is earlier; for the sole purpose of financing, constructing, repairing, rehabilitating, and renovating the Ouray County Courthouse, its Annex, Administrative Offices, and Archival Space; and to provide temporary County Office Space during construction including relocation/moving costs. The voters favorably passed the question with 59% voting yes and 41% voting no. The original estimated cost of the project was \$8.2 million dollars. Due to changes in the economy and unknown costs associated with the uniqueness of the 130 year old structure; the total project cost is estimated to be \$9.3 million.

The County has been successful in obtaining grants to offset the costs for the project in the amount of \$2,441,957. The County has received \$1,000,000 from the Department of Local Affairs (DOLA) and two grants from the Underfunded Courthouse Commission totaling \$1,441,957. These grant dollars will cover 28% of the project cost. The project was completed in May, 2020

The Courthouse Fund Capital Purchases and Improvements consist of a 2020 lease purchase payment for the Ouray County Courthouse Restoration / New Construction project in the amount of **\$497,598** and Capital Improvements in the amount of \$2,706,890 for total of \$3,204,488.

Brief Narrative of Other Funds in the 2020 Budget

Social Services Fund (050):

Budgeted revenues and expenditures for the Social Services Fund have both increased by 8% for the 2020 Budget. The department continues to provide much-needed services to the community and citizens of Ouray County and has been served well by its Director and staff.

Special Grant Fund (690):

The Special Grant Fund is being utilized for grants that are not General Fund, Road and Bridge Fund, Social Services Fund, EMS Fund, or Public Health Fund related.

In 2020, the Special Grant Fund will be utilized to house special project grants such as the completion of the Upper Uncompahgre Cooperative Stream Management Plan Grant; and Housing Planning activities.

Road and Bridge Impact Fees Fund (700):

Beginning in 2003, a Road and Bridge Impact Fees Fund was established for the deposit of impact fees collected at the building permit stage. The creation of this fund enabled the segregation of these dollars to be used specifically for capital facilities to serve new development. Such capital facilities expenditures include capital equipment lease purchase payments and capital road improvements. In 2020, \$80,000 will be transferred from this fund to the Road and Bridge Fund to be used for County Road capital equipment lease purchase payments.

Highway 361 Fund (760) (aka CR 361):

On May 24, 1984, the County entered into a contract with the State of Colorado for the use and benefit of the State Highway Commission and the State Department of Highways concerning State Highway 361 (SH 361). The State Highway Commission approved the abandonment of SH 361 and the transfer of all future financial and maintenance responsibilities associated with SH 361, and Ouray County agreed to accept SH 361 onto its County Road system for consideration of \$250,000. Of this amount, \$50,000 was paid to the County R & B Fund to be used for immediate repairs to SH 361. A second \$50,000 was paid to the County R & B Fund for the purchase of road maintenance equipment to be used on SH 361 and other roads and bridges in the County. The remaining \$150,000 was paid to the Ouray County R & B Trust for a period of 21 years. The Trust was dissolved in June of 2005, and the 21-year period was fulfilled, and the remaining dollars were placed in a newly designated County fund entitled the Highway 361 Fund (Fund number 760). There is approximately \$66,307 in the Highway 361 Fund. The County Board has not appropriated any dollars from this fund in the 2020 budget.

Public Access Group (PAG) Fund (860):

A separate fund was established in 2008 to begin the segregation and accounting of grant and donation dollars received and expended on behalf of the Public Access Group (PAG). The PAG consists of multi-agency partners inclusive of Ouray County, United States Forest Service, Bureau of Land Management, Ouray Trail Group, Thunder Mountain Wheelers, Uncompahgre Valley Trail Riders, Western Slope Four Wheelers, and Ouray County Historical Society. *The purpose of PAG is “to preserve public access on existing and historical public trails and roads for the future use and enjoyment of all citizens, users and visitors.”* The PAG successfully completed a project funded by a State of Colorado Trails Grant. A project coordinator, contracted by the County, worked diligently with PAG members, the Board of County Commissioners, Staff and the public to complete the scope of work by June, 30, 2012. Approximately \$4,500 remains in the PAG Fund. There are no expenditures planned for the 2020 budget year.

Road and Bridge Sales Tax Fund (870):

A new fund was created in 2009 entitled the “Road and Bridge Sales Tax Fund” (Fund 870). This fund was created to segregate the collection of a 1% sales tax passed exclusively for Road and Bridge by the electorate in the 2008 General Election. Dollars derived from the collections of Road and Bridge Sales Tax is placed in the Road and Bridge Sales Tax Fund for efficiency of use, tracking and accountability. An estimated \$780,000 has been appropriated in the 2018 Road and Bridge Sales Tax Fund to be collected. Funding has and will be transferred from the Road and Bridge Sales Tax Fund into the Road and Bridge Fund (Fund 040) annually, as appropriated by the Board of County Commissioners. In the 2020 budget, \$1,017,412 has been appropriated by the Board of County Commissioners as a “transfer-out” to the Road and Bridge Fund to help offset the cost of providing services including personnel, funding capital purchases and leases, crushing aggregate, and improving road surfaces. This transfer amount may include the use of some Road and Bridge Sales Tax fund balance. The amounts of Road and Bridge Sales Tax appropriated in 2009 through 2020 for transfer to the Road and Bridge Fund is listed below:

Public Health Fund (890):

2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
\$299,397	\$435,000	\$475,000	\$475,000	\$475,000	\$505,470	\$643,000	\$688,000	\$735,000	\$775,000	\$826,795	\$1,017,412

A new fund was created in 2010 for the Public Health Department to segregate public health dollars and its associated programs pursuant to SB 08-194 and C.R.S. 25-1-511(2). Monies may be appropriated from the County General Fund, State and Federal governmental agencies, grants, gifts, donations, and fees for public health purposes. Approximately 21% of the revenue

supporting the Public Health Fund is transferred from the General Fund to the Public Health Fund. The Public Health department has been very creative in finding grant revenue to support service provision for the communities of Ouray County.

The Public Health Department is serving as the administrative sponsor for a substance abuse grant being utilized by the Voyager Youth Program. The Department has also written grants with successful award for mental health services and tobacco cessation. The Public Health Department is continuing to find ways to enhance and deliver essential services to the community and citizens of Ouray County.

Emergency Management Fund (930):

A new Fund was created in 2014, to house donated dollars received associated with the Ridgway Reservoir airplane accident. In 2016, the Emergency Management Fund was brought into the overall County Budget for the purpose of depositing monies for Declared Emergency Disaster Response and Pre-disaster Mitigation efforts. The Board may appropriate revenue on an annual basis to the Emergency Management Fund into a line-item within the Fund, entitled “MJ Excise Tax” in an effort to achieve a fund balance accumulation over time in an amount adequate to cover several days of complex declared emergency/disaster response responsibilities, post-disaster recovery activities and pre-disaster mitigation activities. There is \$2,328 of revenue estimated to be received in the Emergency Management Fund as a transfer-in from the Marijuana Excise Tax Fund for the 2020 budget year.

MJ Excise Tax Fund (955):

A new Fund was in Budget Year 2016 entitled “MJ Excise Tax Fund” to deposit marijuana excise tax revenues collected as a result of a voter-approved ballot question on November 3, 2015. Beginning January 1, 2016, a 5% Marijuana Excise Tax was imposed based upon the average market rate, as determined by the Colorado Department of Revenue, on the first sale or transfer of unprocessed retail marijuana by a retail marijuana cultivation facility located within Ouray County. Such revenue will be used as determined by the Board of County Commissioners to fund Public Health and Safety, County Facilities and other General Purposes of the County including not less than 20% of the revenue generated and collected annually from the excise tax be utilized for Ouray County Road and Bridge. There is \$254,550 appropriated in the MJ Excise Tax Fund for the 2020 budget year.

Contingency Fund (030):

This fund contains a balance of \$174,882 and was established years ago to meet the TABOR contingency requirement. TABOR requires that the County retain 3% of its fiscal year spending excluding bonded debt service. Ouray County Budgetary Funds associated with a dedicated mill levy (i.e. General Fund, Road and Bridge Fund, Social Services Fund and EMS Fund) all contain adequate fund balances to meet the TABOR contingency requirement.

Summary Conclusion:

The Board of County Commissioners and the County Administrator will continue to administer the County Budget using a conservative approach. Adequate operational reserves are in place for emergency purposes for the General Fund, Road and Bridge Fund, Social Services Fund and EMS Fund. Lifting of the TABOR and 5.5% limitation restrictions (aka “De-Brucing”) as approved by the electorate of Ouray County has preserved the mill levy for Ouray County. This so-called “De-Brucing” action has been crucial to the County’s continued provision of essential public services.

The Board of County Commissioners and County Staff have made it a practice in the past and will continue to do so into the future to seek efficiencies and improvements to County government in order to maintain mandated and essential county services. As always, the Board of County Commissioners continues to seek input from Elected Officials, Appointed Officials, Department Heads, Staff and the general public concerning County operations and services. Listed below are some of the most recent capital projects, grants and subsidy funding that the County is managing:

- **Ouray County Courthouse Restoration / New Construction Project**
- **Road and Bridge Audit (Needs Assessment) Implementation**
- **Fiber / Broadband Project**

All of the above capital projects, capital improvements, capital purchases and operational efficiencies have been the focus of an end-goal to: 1) proactively plan for the future, 2) understand capital needs, 3) to develop capital improvement plans and costs, and 4) to strategize and develop mechanisms to support these capital improvements for the benefit of Ouray County citizens, employees and visiting public now and for the future.

Connie J. Hunt

County Administrator

OURAY COUNTY, COLORADO
STATEMENT OF NET POSITION
December 31, 2019

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 4,298,744
Restricted cash	1,526,911
Property taxes receivable	2,366,601
Accrued interest receivable	5,915
Accounts receivable	31,189
Due from other governmental units	582,732
Inventories	44,135
Capital assets, net	<u>15,015,360</u>
Total assets	<u>23,871,587</u>
LIABILITIES	
Accounts payable	885,363
Unearned revenues	7,236
Leases payable	408,046
Long-term liabilities	
Due more than one year:	
Leases payable	6,221,689
Compensated absences	<u>229,370</u>
Total liabilities	<u>7,751,704</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred property taxes	<u>2,366,601</u>
Total Deferred Inflows of Resources	<u>2,366,601</u>
NET POSITION	
Invested in capital assets	8,385,625
Restricted for:	
Emergencies	423,279
Unrestricted	<u>4,944,378</u>
Total net position	<u><u>\$ 13,753,282</u></u>

See accompanying notes to the basic financial statements

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

Functions/Programs	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue</u>
		<u>Charges for Service and Fees</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Government</u>
					<u>Governmental Activities</u>
Primary government:					
Governmental activities:					
General government	\$ 3,886,472	\$ 1,231,716	\$ -	\$ -	\$ (2,654,756)
Judicial	231,612	-	-	-	(231,612)
Public Safety	1,553,867	222,527	-	-	(1,331,340)
Health and welfare	1,660,537	-	-	-	(1,660,537)
Recreation and culture	249,948	41,788	29,591	-	(178,569)
Public Works	2,315,683	25,504	994,491	-	(1,295,688)
Total governmental activities	<u>\$ 9,898,119</u>	<u>\$ 1,521,535</u>	<u>\$ 1,024,082</u>	<u>\$ -</u>	<u>(7,352,502)</u>
		General Revenues			
		Taxes:			
					3,555,392
					1,593,172
					2,500
					4,961,795
					735,345
					<u>10,848,204</u>
					3,495,702
					10,257,580
					<u>\$ 13,753,282</u>

See accompanying notes to the basic financial statements

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

	<u>General</u>	<u>Road and Bridge</u>	<u>Social Services</u>	<u>Emergency Medical Services</u>
ASSETS				
Cash and cash equivalents	\$ 856,188	\$ 1,136,616	\$ 267,682	\$ 386,758
Restricted cash	157,759	-	2,594	-
Property taxes receivable	1,637,116	270,006	99,411	360,068
Accrued interest receivable	2,349	-	-	-
Accounts receivable	-	-	-	31,189
Due from other governmental	78,455	55,019	33,283	-
Due from other funds	4,210	-	-	-
Inventories	-	8,154	-	-
Total assets	<u>\$ 2,736,077</u>	<u>\$ 1,469,795</u>	<u>\$ 402,970</u>	<u>\$ 778,015</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 83,973	\$ 54,082	\$ -	\$ 20,338
Due to other funds	-	4,210	-	-
Unearned revenues	-	-	7,236	-
Total liabilities	<u>83,973</u>	<u>58,292</u>	<u>7,236</u>	<u>20,338</u>
Deferred inflow of resources				
Deferred property taxes	<u>1,637,116</u>	<u>270,006</u>	<u>99,411</u>	<u>360,068</u>
Total Deferred inflow of resources	<u>1,637,116</u>	<u>270,006</u>	<u>99,411</u>	<u>360,068</u>
Fund balances:				
Nonspendable				
Inventory	-	8,154	-	-
Trust accounts	-	-	2,581	-
Restricted for				
Emergency reserve	-	-	-	-
Road 361	-	-	-	-
Parks and recreation	-	-	-	-
Courthouse restoration	-	-	-	-
Committed				
Road Improvements	-	1,133,343	-	-
E-911	-	-	-	-
Health and welfare	-	-	293,742	-
Public safety	-	-	-	397,609
Broadband	-	-	-	-
Other funds	-	-	-	-
Assigned				
Fairgrounds	-	-	-	-
Other grant projects	-	-	-	-
Unassigned	<u>1,014,988</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>1,014,988</u>	<u>1,141,497</u>	<u>296,323</u>	<u>397,609</u>
Total liabilities, deferred inflow of resources and fund balances	<u>\$ 2,736,077</u>	<u>\$ 1,469,795</u>	<u>\$ 402,970</u>	<u>\$ 778,015</u>

See accompanying notes to the basic financial statements

Public Health	Courthouse Restoration	Broadband	Other Governmental Funds	Total Governmental Funds
\$ 90,149	\$ -	\$ 385,675	\$ 1,175,676	\$ 4,298,744
-	1,366,558	-	-	1,526,911
-	-	-	-	2,366,601
-	3,566	-	-	5,915
-	-	-	-	31,189
-	237,520	100,000	78,455	582,732
-	-	-	-	4,210
-	-	-	35,981	44,135
<u>\$ 90,149</u>	<u>\$ 1,607,644</u>	<u>\$ 485,675</u>	<u>\$ 1,290,112</u>	<u>\$ 8,860,437</u>
\$ 4,026	\$ 611,716	\$ 75,247	\$ 35,981	\$ 885,363
-	-	-	-	4,210
-	-	-	-	7,236
<u>4,026</u>	<u>611,716</u>	<u>75,247</u>	<u>35,981</u>	<u>896,809</u>
-	-	-	-	2,366,601
-	-	-	-	2,366,601
-	-	-	35,981	44,135
-	-	-	-	2,581
-	-	-	174,881	174,881
-	-	-	62,717	62,717
-	-	-	185,681	185,681
-	995,928	-	-	995,928
-	-	-	622,076	1,755,419
-	-	-	77,650	77,650
86,123	-	-	-	379,865
-	-	-	7,780	405,389
-	-	410,428	-	410,428
-	-	-	88,272	88,272
-	-	-	13,335	13,335
-	-	-	21,739	21,739
-	-	-	-	1,014,988
<u>86,123</u>	<u>995,928</u>	<u>410,428</u>	<u>1,254,131</u>	<u>5,597,027</u>
<u>\$ 90,149</u>	<u>\$ 1,607,644</u>	<u>\$ 485,675</u>	<u>\$ 1,290,112</u>	<u>\$ 8,860,437</u>

See accompanying notes to the basic financial statements

OURAY COUNTY, COLORADO
RECONCILIATION OF TOTAL GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
December 31, 2019

Total governmental fund balances	\$ 5,597,027
Amounts reported for governmental activities in the statement of activities are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	15,015,360
Long-term liabilities, including bonds payable and compensated absences, are not due and payable in the current period and therefore are not reported in the funds.	
Compensated absences	(229,370)
Leases payable	(6,629,735)
	<hr/>
Net position of governmental activities	<u>\$ 13,753,282</u>

See accompanying notes to the basic financial statements

OURAY COUNTY, COLORADO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended December 31, 2019

	<u>General</u>	<u>Road and Bridge</u>	<u>Social Services</u>	<u>Emergency Medical Services</u>
REVENUES				
Property Taxes	\$ 1,645,639	\$ 270,534	\$ 97,919	\$ 360,771
Sales Taxes	1,018,953	-	-	-
Intergovernmental	606,627	1,245,924	858,407	74,193
Licenses and permits	340,014	7,140	-	-
Charges for services	149,333	-	-	180,686
Fees, fines and forfeits	784,157	18,364	-	-
Miscellaneous	90,173	67,448	9,171	2,086
Total revenues	<u>4,634,896</u>	<u>1,609,410</u>	<u>965,497</u>	<u>617,736</u>
EXPENDITURES				
Current:				
General government	2,434,659	-	-	-
Judicial	231,612	-	-	-
Public safety	849,050	-	-	600,842
Health and welfare	65,835	-	1,008,074	-
Recreation and culture	193,950	-	-	-
Public Works	187,330	1,893,106	-	-
Debt Service	60,072	127,258	-	-
Capital outlay	33,752	304,873	-	136,793
Total expenditures	<u>4,056,260</u>	<u>2,325,237</u>	<u>1,008,074</u>	<u>737,635</u>
Excess (deficiency) of revenues over expenditures	<u>578,636</u>	<u>(715,827)</u>	<u>(42,577)</u>	<u>(119,899)</u>
OTHER FINANCING SOURCES (USES)				
Sale of assets	-	-	-	2,500
Transfers in	113,633	916,699	-	3,588
Transfers out	(619,734)	-	-	-
Total other financing sources (uses)	<u>(506,101)</u>	<u>916,699</u>	<u>-</u>	<u>6,088</u>
Net change to fund balance	72,535	200,872	(42,577)	(113,811)
Fund balance, January 1	942,453	964,471	338,900	511,420
Decrease an inventory	-	(23,846)	-	-
Fund balance, December 31	<u>\$ 1,014,988</u>	<u>\$ 1,141,497</u>	<u>\$ 296,323</u>	<u>\$ 397,609</u>

See accompanying notes to the basic financial statements

Public Health	Courthouse Restoration	Broadband	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ 1,180,529	\$ 3,555,392
-	574,219	-	-	1,593,172
360,036	2,012,047	660,675	167,968	5,985,877
-	-	-	-	347,154
-	-	-	41,841	371,860
-	-	-	-	802,521
81,141	158,967	-	326,359	735,345
<u>441,177</u>	<u>2,745,233</u>	<u>660,675</u>	<u>1,716,697</u>	<u>13,391,321</u>
-	-	650,247	450,343	3,535,249
-	-	-	-	231,612
-	-	-	37,742	1,487,634
586,628	-	-	-	1,660,537
-	-	-	-	193,950
-	-	-	-	2,080,436
-	437,686	-	-	625,016
-	7,494,848	-	-	7,970,266
<u>586,628</u>	<u>7,932,534</u>	<u>650,247</u>	<u>488,085</u>	<u>17,784,700</u>
<u>(145,451)</u>	<u>(5,187,301)</u>	<u>10,428</u>	<u>1,228,612</u>	<u>(4,393,379)</u>
-	-	-	-	2,500
185,020	-	400,000	37,107	1,656,047
-	-	-	(1,036,313)	(1,656,047)
<u>185,020</u>	<u>-</u>	<u>400,000</u>	<u>(999,206)</u>	<u>2,500</u>
39,569	(5,187,301)	410,428	229,406	(4,390,879)
46,554	6,183,229	-	1,024,725	10,011,752
-	-	-	-	(23,846)
<u>\$ 86,123</u>	<u>\$ 995,928</u>	<u>\$ 410,428</u>	<u>\$ 1,254,131</u>	<u>\$ 5,597,027</u>

See accompanying notes to the basic financial statements

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

Net change in fund balances - total governmental funds \$ (4,390,879)

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

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

Fixed assets current additions	\$ 7,942,838	
Depreciation expense	(374,639)	
Excess of capital outlay over depreciation	7,568,199	7,568,199

The issuance of long-term debt provides current resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction, however, has any effect on net assets. This is the amount by which issuance of long-term debt exceeded principal payments on debt in the current period.

Decrease in accrued vacation and sick leave	\$ (25,519)	
Principal payment on long-term debt	367,747	342,228

Change an Inventory-Gravel (23,846)

Change in net position of governmental funds \$ 3,495,702

OURAY COUNTY, COLORADO
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
December 31, 2019

	<u>Treasurer's Agency Fund</u>
Cash and investments	<u>\$ 527,709</u>
Due to other governments	<u>\$ 527,709</u>

See accompanying notes to the basic financial statements

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2019

Note 1 – Summary of Significant Accounting Policies

The accounting and reporting policies of Ouray County, Colorado conform to generally accepted accounting principles (GAAP) as applicable to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following summary of significant accounting policies is presented to assist the reader in evaluating the County's financial statements.

A. Reporting Entity

Ouray County is located in western Colorado with a population of approximately 4,950. The principal town and city are Ridgway and Ouray. Ouray County is a political subdivision of the State of Colorado, governed by an elected three-member Board of County Commissioners. The County has six other elected officials; the Assessor, the Clerk and Recorder, the Coroner, the Sheriff, the Surveyor and the Treasurer. Ouray County is included in the Seventh Judicial District. An elected District Attorney for the District serves Montrose, Delta, Gunnison, San Miguel, Hinsdale and Ouray Counties. The County's General Fund accounts for all financial operating transactions of the offices of the elected officials and all Ouray County contributions to the Seventh Judicial District Attorney's office.

Blended presented component unit. E-911 Authority serves all the citizens of the County for emergency telephone services.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and user charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported as *general revenues*.

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

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2019

Note 1 – Summary of Significant Accounting Policies (continued)

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. The County considers revenues to be available if they are collectible within 180 days except for property taxes which are considered available if they are collectible within sixty days after year-end. Property taxes, sales taxes, licenses, and interest associated with the current year are considered to be susceptible to accrual and so have been recognized as revenues of the current year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded when payment is due.

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

Deferred Outflows / Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section of 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 will not be recognize as an outflow of resources (expense/ expenditure) until then.

In addition to liabilities, the statement of net position will sometimes report a separate section of deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. Property taxes revenue that are related to a future period have been recorded as deferred inflows. Grants and entitlements received before eligibility requirements are met (e.g., cash advances) are recorded as deferred inflows. These amounts are deferred and will be recognized as an inflow of resources in the period that the amounts become available.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2019

Note 1 – Summary of Significant Accounting Policies (continued)

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

(Continued)

The government reports the following major governmental funds:

- The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The *Road and Bridge Fund* records costs related to County road and bridge construction and maintenance. By State law, Colorado counties are required to maintain a road and bridge fund. A portion of road and bridge taxes is allocated to cities and towns for use in their road and street activities.
- The *Social Services Fund* accounts for the administration and operations of the County's public health and welfare system.
- The *Emergency Medical Services Fund* accounts for the administration and operations of the County's ambulance services.
- The *Public Health Fund* accounts for the administration and operations of the County's public health department.
- The *Courthouse Restoration Fund* accounts for the financial resources to be used for the restoration of the County Courthouse. The County collects a .55% sales tax to be used to finance the courthouse project. This tax will be sunset in 20 years or when the courthouse project is paid in full.
- The *Broadband Fund* accounts for financial resources to be used to bring fiber and broadband to Ouray County.

The government reports the following non-major governmental funds:

- *Conservation Trust Fund* reflects the receipt of the County's share of Colorado Lottery funds and money from other sources to be used for recreation purposes within the County.
- *Contingent Fund* reflects the accumulation and disbursement of funds set aside to be used as needed for unforeseen contingencies.
- *Fairgrounds Fund* reflects the accumulation and disbursement of funds set aside to be used as needed for operation and maintenance of the fairgrounds.
- *Special Grant Administration Fund* reflects receipts and disbursements of funds from special grants.
- *E-911 Authority Fund* reflects receipts from service users to be used for emergency telephone services.
- *Road and Bridge Impact Fees Fund* reflects receipts from impact fees to be used for road projects.
- *Samson Law Fund* reflects receipt of court fees.
- *Road and Bridge 361 Fund* reflects principal and interest to be used to maintain Highway 361.
- *Public Access Group Fund* reflects receipts from grants and donations to be used to preserve public access on existing and historical public trails and roads.
- *Road and Bridge Sales Tax Fund* reflects the collection of 1% sales tax to be used for additional road and bridge expenditures.
- *Emergency Management Fund* reflects the collection of revenue to be used for declared emergency disaster response and pre-disaster mitigation efforts.
- *MJ Excise Tax Fund* to collect 5% marijuana excise tax to fund public health and safety, county facilities and other general purposes of the county.
- *Fuel Pumps Fund* reflects the reimbursement for fuel costs from other funds for purchase of fuel.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2019

Note 1 – Summary of Significant Accounting Policies (continued)

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

(Continued)

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are certain charges between the County's enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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 included all taxes.

D. Assets, Liabilities, and Net Assets or Equity

1. Cash and Investments

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

For purposes of the statement of cash flows, the proprietary fund types consider all highly liquid investments with an original maturity of one year or less to be cash equivalents.

2. Receivable and Payable Balances

Significant components of receivables and payables are disaggregated in the financial statements. All receivables are expected to be collected within one year. All material payables are expected to be paid within one year with the exception of the amounts for the accrual for compensated absences and capital leases.

3. Property Taxes

Property taxes are levied in December and attach as an enforceable lien on property as of January 1 of the following year. Taxes are payable either in two installments due on February 28 and June 15 or in full on April 30. The County, through the Ouray County Treasurer, bills and collects its own property taxes as well as property taxes of all other taxing authorities within the County. Taxes levied in 2019 for collection in 2020 are recorded in governmental funds as taxes receivable and deferred inflow of resources as of December 31, 2019 since the amount is measurable but not available until 2020. An allowance for uncollectible taxes is not provided as the uncollectible amounts were determined to be negligible based upon an analysis of historical trends.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2019

Note 1 – Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, and Net Assets or Equity (continued)

4. Interfund Transactions

Transactions between funds that would be treated as revenues, expenditures, or expenses if they involved organizations external to the County are accounted for as revenues, expenditures, or expenses in the funds involved. Transactions which constitute reimbursements of a fund for expenditures or expenses initially made from that fund which are properly applicable to another fund are recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditure or expense in the fund that is reimbursed. At year end, outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.” These amounts are eliminated in the Total Column on the “statement of net position” column. Any residual balances outstanding between “discrete presented component units” and the “primary government” are reported on a separate line.

5. Inventories

Inventories are valued at cost which is determined using the first-in, first-out method. Inventories in most Governmental funds are recorded as expenditures when purchased. Inventories in the Road and Bridge Fund and Fuel Pumps Fund are recorded as expenditures when consumed rather than when purchased.

6. Capital Assets

Capital assets, which include property, plant equipment, and infrastructure assets (e.g., roads, bridges and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and a useful life of more than one year. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Depreciation on capital assets, with the exception of infrastructure, is provided on the straight-line basis over the following estimated useful lives:

Buildings and improvements	20 to 50 Years
Land improvements (depreciable)	25 to 30 Years
Equipment and Furniture	3 to 7 Years

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2019

Note 1 – Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, and Net Assets or Equity (continued)

6. Capital Assets (continued)

As allowed by GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, the County has adopted an alternative method for reporting costs associated with certain infrastructure assets. Under this alternative method, referred to as the "modified approach," infrastructure assets are not depreciated, and maintenance and preservation costs are expensed. The County capitalizes costs related to new construction, major replacements, and improvements that increase the capacity and/or efficiency of infrastructure assets reported under the modified approach.

7. Future Compensated Absences

The personnel rules policy manual states that all vacation may accrue up to 400 hours. Sick leave is accrued at twelve (12) days per year up to 480 hours. Upon resignation, termination, retirement or separation from retirement or separation from employment only accrued vacation is paid.

8. Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements. Long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. At December 31, 2019, the long-term debt that Ouray County has is the accrual of compensated absences and capital leases.

9. Fund Equity

Beginning with fiscal year 2011, the County implemented GASB Statement 54 "Fund Balance Reporting and Governmental Fund Type Definitions". This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Non-spendable fund balance amounts that are not in spendable form (such as inventory) or are required to be maintained intact;
- Restricted fund balance-amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions or by enabling legislation;

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2019

Note 1 – Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, and Net Assets or Equity (continued)

9. Fund Equity (continued)

- Committed fund balance-amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- Assigned fund balance-amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- Unassigned fund balance-amounts that are available for any purpose; positive amounts are reported only in the general fund.

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

10. Net Position

Net position represents the difference between assets, liabilities and deferred inflows. Net position invested in capital assets, consists of capital assets, net of accumulated depreciation. Net position is reported as restricted when there are constraints placed on their use either by law through constitutional provisions or enabling legislation or through restrictions externally imposed by creditors, grantors, laws, or regulations of other governments.

The reserve for emergencies as required by Section 20 to Article X of the Colorado Constitution, also known as the Taxpayer's Bill of Rights (TABOR) is classified as restricted net assets on the entity-wide statements. The County, through voter approval, has been authorized to retain, expand, and benefit from all non-property tax revenues collected during 1995, and each subsequent year.

11. Estimates

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

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2019

Note 1 – Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, and Net Assets or Equity (continued)

12. Contraband Proceeds

The Colorado Contraband Forfeiture Act requires the proceeds from the seizure of contraband be audited although they are not subject to the appropriations process. During 2019, the County had no proceeds from the seizures of contraband.

Note 2 – Stewardship, Compliance, and Accountability

A. Budgetary Information

Annual budgets are adopted for all funds, except agency funds, of the County. The Budget Office submits a proposed operating budget for the following calendar year to the County Commissioners prior to October 15 of each year. The budget is prepared using the modified accrual basis of accounting. The operating budget includes proposed expenditures/expenses and the anticipated revenues. As required by statute, public hearings are conducted to obtain citizen's comments. Prior to the levy of property tax, the budget is legally adopted through the passage of a budget adoption and appropriation resolution.

B. Budgeted Level of Expenditures

The budgetary control is maintained at the department level for the general fund and at specific fund level for all other funds. Although the budget shows various classifications by object and by function, the department directors are authorized to transfer budgeted amounts within each of the object classifications. All annual appropriations lapse at year end.

For the budget to actual reporting required by state statues the proprietary funds present the adjustments necessary to reconcile ending net income (loss) on the budgetary basis to the GAAP basis net change in fund balance.

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

Note 3 – Cash and Investments

A. Deposits

Title II, Article 10.5 of the Colorado Revised Statutes, (the Public Deposit Protection Act of 1989); require all public monies to be deposited in financial institutions that have been designated as eligible public depositories. Eligible public depositories must pledge eligible collateral, as promulgated by the State banking board, having a market value in excess of 102% of the aggregate uninsured public deposits.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2019

Note 3 – Cash and Investments (continued)

A. Deposits (continued)

Eligible collateral must be held in a single financial institution collateral pool in the custody of any federal reserve bank or any branch thereof or of any depository trust company which is a member of the Federal Reserve System, and which is supervised by the state banking board. The Statutes further restrict such deposits to eligible public depositories having their principal offices within the State of Colorado. Collateral in the pool is considered to be equal to depository insurance pursuant to definitions listed in GASB Statement No. 40. At year end the carrying amount of the County's Primary Government's Funds deposits were \$2,851,482 and the bank balance was \$2,854,314. Of the bank balance \$580,244 was covered by FDIC insurance. The remaining \$2,274,070 was collateralized under the above referenced statute.

B. Investments

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. Authorized investments include obligations of the United States and certain U.S. government agency securities; certain international agency securities; general obligation and revenue bonds of U.S. local government entities; bankers' acceptances of certain banks; commercial paper; written repurchase agreements collateralized by certain authorized securities; certain money market funds; guaranteed investments contracts and local government investment pools.

The local government investment pool is the Colorado Government Liquid Asset Trust (COLOTRUST). This pooled investment vehicle was established by local government entities in Colorado to pool surplus funds for investment purposes. This pool is overseen by the State Securities Commission. COLOTRUST operate similarly to money market funds and each share valued at \$1.00. The investment pool is routinely monitored by the Colorado Division of Securities with regard to operations and investments. Investments consist of U.S. Treasury bills, notes and note strips, and repurchase agreements collateralized by U.S. Treasury Notes. The designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions of each pooled investment. All securities owned by each pooled investment are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by each pool investor. These pools are not required to and are not registered with the SEC. COLOTRUST'S funds are rated AAA by Standard and Poor's, Fitch's and Moody's rating services. Colostrust investments are measured at net asset value.

Fair Value

The County categorized its fair value measurements within the fair value hierarchy established by generally accepted accounting principles.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There is a hierarchy of three levels of inputs that may be used to measure fair value.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2019

Note 3 – Cash and Investments (continued)

B. Investments (continued)

Level 1: Quoted prices (unadjusted) in active markets for an identical asset or liability that a government can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3: Unobservable inputs for an asset or liability.

Table 1 - Summary of Combined Cash and Investments Held by Primary Government and Component Unit.

Description	Cost
Cash on hand	\$ 400
Demand deposits	1,666,186
Colotrust	3,529,625
Certificates of deposit and savings	1,185,296
Outstanding Warrants – Social Services and other	(28,143)
Total	\$ 6,353,364

Note 4 – Interfund Transactions

Due to/Due From

The County reports interfund balances between many of its funds. The sum of all balances presented in this table agrees with the sum of interfund balances presented in the balance sheets for governmental and proprietary funds.

Inter-fund receivable and payable balances at December 31, 2019 were as follows:

Fund	Inter-fund Receivable	Inter-fund Payable
General Fund	\$ 4,210	-
Road and Bridge	-	\$4,210

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2019

Note 4 – Interfund Transactions (continued)

Transfers

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

Fund	Transfers In	Transfers (Out)
General	\$ 113,633	\$ 619,734
Broadband	400,000	
Fuel Pumps	34,715	
Road and Bridge	916,699	
Public Health	185,020	
Emergency Medical Services	3,588	
Emergency Management	2,392	
Road and Bridge Impact		60,000
Road and Bridge Sales Tax		826,795
MJ Excise Tax		149,518
Totals	\$1,656,047	\$1,656,047

Note 5 – Capital Assets

	Balance 1/1/2019	Additions	Dispositions	Balance 12/31/2019
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 631,934	\$ -	\$ -	\$ 631,934
Land improvements	741,070	-	-	741,070
Construction in Progress	974,304	7,494,848	-	8,469,152
	<u>2,347,308</u>	<u>7,494,848</u>	<u>-</u>	<u>9,842,156</u>
Capital assets being depreciated				
Buildings and improvements	3,862,211	-	-	3,862,211
Infrastructure	1,387,261	191,629	-	1,578,890
Equipment and furniture	5,421,900	256,361	-	5,678,261
	<u>10,671,372</u>	<u>447,990</u>	<u>-</u>	<u>11,119,362</u>
Less accumulated depreciation				
Buildings and improvements	(1,329,401)	(97,349)	-	(1,426,750)
Infrastructure	(116,751)	(45,512)	-	(162,263)
Equipment and furniture	(4,125,367)	(231,778)	-	(4,357,145)
	<u>(5,571,519)</u>	<u>(374,639)</u>	<u>-</u>	<u>(5,946,158)</u>
Capital assets being depreciated, net	<u>5,099,853</u>	<u>7,568,199</u>	<u>-</u>	<u>5,173,204</u>
Total governmental Activities capital assets	<u>\$ 7,447,161</u>	<u>\$ 15,063,047</u>	<u>\$ -</u>	<u>\$ 15,015,360</u>

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2019

Note 5 – Capital Assets (continued)

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

Governmental activities:

General government	\$ 43,195
Public safety	64,846
Public works	210,600
Culture and Recreation	55,998
<u>Total depreciation -governmental activities</u>	<u>\$ 374,639</u>

Note 6 – Long-Term Liabilities

Long-term obligations

The County has entered into various capital leases and financed the following items:

2016 purchased various equipment at \$450,000, due in 5 payments of \$93,930.21, including interest at 2.18% beginning in June of 2016.

2017 purchased various equipment at \$330,000, due in 5 payments of \$69,468.78, including interest at 2.63% beginning in June of 2016.

On April 1, 2018, the County made a lease agreement with Branch Banking and Trust Company for \$6,585,500 for the restoration of the County Courthouse. The payments of interest and principal on the lease are due on March 1, June 1, September 1 and December 1 of each year. The first principal payment is not due until June 1, 2019. The effective annual interest rate on the lease is at 3.93%. The Courthouse is used as collateral, along with other provisions, on the lease.

Various Equipment-2016

	Principal	Interest	Total
2020	\$ 91,890	\$ 2,003	\$ 93,893
Total	\$ 91,890	\$ 2,003	\$ 93,893

Various Equipment-2017

	Principal	Interest	Total
2020	\$ 65,956	\$ 3,513	\$ 69,469
2021	67,689	1,779	69,468
Total	\$ 133,645	\$ 5,292	\$ 138,937

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2019

Note 6 – Long-Term Liabilities (continued)

Courthouse Restoration Lease

	Principal	Interest	Total
2020	\$ 250,200	\$ 247,398	\$ 497,598
2021	260,200	237,443	497,643
2022	270,500	227,093	497,593
2023	281,400	216,331	497,731
2024	292,600	205,136	497,736
2025-2029	1,646,400	841,612	2,488,012
2030-2034	2,001,100	487,025	2,488,125
2035-2037	1,401,800	90,892	1,492,692
Total	<u>\$ 6,404,200</u>	<u>\$ 2,552,930</u>	<u>\$ 8,957,130</u>

The following is a summary of capitalized leases for the year ended December 31, 2019

	Balance 1/1/2019	Additions	Reductions	Balance 12/31/2019	Due Within One Year
Governmental Activities					
Capital leases					
Boiler	\$ 22,807	-	\$ (22,807)	\$ -	\$ -
John Deere Tractor	9,408	-	(9,408)	-	-
Various equipment-2017	181,856	-	(89,966)	91,890	91,890
Various equipment-2018	197,911	-	(64,266)	133,645	65,956
Courthouse restoration	6,585,500	-	(181,300)	6,404,200	250,200
Total	<u>\$ 6,997,482</u>	<u>\$ -</u>	<u>\$ (367,747)</u>	<u>\$ 6,629,735</u>	<u>\$ 408,046</u>

Note 7– Retirement Plan

Ouray County is a member employer of the Colorado County Officials and Employees Retirement Association (CCOERA). This association was formed by Colorado State Statute to provide retirement benefits to employees of Colorado local governments. CCOERA administers two different retirement plans a 401(a) Defined Contribution Plan and a 457 Deferred Compensation Plan.

Ouray County provides pension benefits for all of its full-time employees with the Colorado County Officials and Employees Retirement Association Retirement Plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate one year from the date of employment. Elected officials are eligible to participate immediately. Participation is mandatory for all eligible employees and for all elected officials. Both the County and the employee contribute 5% of the employee's monthly base salary to the plan. Employees may also make additional contributions up to a maximum of 10% of compensation.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2019

Note 7– Retirement Plan (continued)

The County's contribution for each employee (and interest allocated to the employee's account) is 100% vested after ten years. If an elected official fails to become re-elected, they immediately become fully vested. Any non-vested County contributions forfeited by an employee who leaves the County's employment are remitted to the County. The County's total payroll was \$3,641,732 in 2019. The total payroll covered by the pension plan was \$3,415,660 in 2019. The total contribution paid was \$ 383,669 in 2019 (10 % of covered payroll) \$212,886 by the employees and \$170,783 by the County.

The County has no liability for losses under the plan.

Complete financial statements for the retirement plans may be obtained from the CCOERA, 4949 S. Syracuse St., Suite 400, Denver, Colorado, 80237.

Note 8 – Post Employment Benefits

The County provides no post employment benefits to employees who retire from the County other than those mandated by the State and Federal governments.

The “Consolidated Omnibus Budget Reconciliation Act of 1985” (COBRA), that is mandated by the Federal Government, requires that employers allow eligible employees the opportunity to purchase medical and dental insurance for various periods of time after their employment is discontinued. Ouray County complies with the Federal Statutes.

Note 9 – Budget Amendment

During 2019 the County amended its budget. The following is a schedule of the changes to the original budget:

Fund	Original Budget	Amendment	Final Budget
General	\$ 4,388,983	\$ 270,760	\$ 4,659,743
Road and Bridge	2,413,720		2,413,720
Social Services	1,154,261		1, 154,261
Public Health	587,649		587,649
Road and Bridge Sales Tax	879,385	4,898	884,283
Fairgrounds	6		6
Road and Bridge Impact Fees	60,820	193	61,013
EMS	762,990		762,990
Broadband Fund		960,675	960,675
Fuel Pumps Fund	247,380		247,380
Samson Law Fund	1,010		1,010
Special Grants	251,106		251,106
Courthouse Restoration	8,951,586		8,951,586
MJ Excise Tax	125,000	29,395	154,395
Emergency Management	2	5	7
Totals	\$ 19,823,898	\$ 1,265,926	\$ 21,089,824

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2019

Note 10–Risk Management

Colorado Counties Casualty and Property Pool

The County is exposed to various risks of loss related to property and casualty losses. The County has 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 Pool provides the County with general property, vehicle comprehensive and collision, and various liability insurance coverage.

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 that the Pool will purchase insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year.

Note 11 – Special Assessment

On September 1, 1996, a special assessment bond for Local Improvement District No. 1995-1 was issued. This bond does not constitute a debt or an indebtedness of Ouray County within the meaning of any constitutional or statutory limitation or provision, and shall not be considered or held to be a general obligation of the County. No property of the County shall be liable to be forfeited or taken in payment of the special assessment bonds.

In 1997 a special assessment bond for Local Improvement District No. 1997-1 was issued. This bond does not constitute a debt of an indebtedness of Ouray County within the meaning of any constitutional or statutory limitations or provision, and shall not be considered or held to be a general obligation of the County. No property of the County shall be liable to be forfeited or taken in payment of the special assessment bonds.

Note 12–Tax, Spending and Debt Limitations

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. The amendment is complex and subject to judicial interpretation. However, the County had made certain interpretations of the amendment's language in order to determine its compliance.

The County, through voter approval, has been authorized to retain, expand and benefit from all non-proprietary tax revenues collected during 1995 and each subsequent year. Also, the County's reserve for emergencies is classified as restricted net assets and is the Contingent Fund.

Supplementary Information

OURAY COUNTY, COLORADO
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

Year Ended December 31, 2019

REVENUES	Budgeted		Actual	Variance
	Original			
Property taxes	\$ 1,639,951	\$ 1,639,951	\$ 1,645,639	\$ 5,688
Sales taxes and other	816,200	816,200	1,018,953	202,753
Intergovernmental	507,562	507,562	606,627	99,065
Licenses and permits	232,000	232,000	340,014	108,014
Charges for services	196,854	196,854	149,333	(47,521)
Fees, fines and forfeits	790,450	790,450	784,157	(6,293)
Miscellaneous	75,539	75,540	90,173	14,633
Supplement	-	722,694	-	(722,694)
Total revenues	4,258,556	4,981,251	4,634,896	(346,355)
EXPENDITURES				
Assessor	299,150	299,150	283,381	15,769
Administration other	243,179	243,179	225,756	17,423
Administrator	350,461	350,461	343,584	6,877
Board of County Commissioners	260,089	260,089	259,221	868
Clerk and Recorder	342,457	342,457	312,959	29,498
County Attorney	95,000	95,000	122,916	(27,916)
County Coroner	48,134	48,134	64,964	(16,830)
County Jail	70,820	70,820	47,810	23,010
Courthouse Security	52,691	52,691	45,087	7,604
District Attorney	108,696	108,696	108,696	-
Elections	39,052	39,052	37,399	1,653
Emergency Management	86,810	86,810	86,143	667
Employee Benefits	80,153	80,153	74,270	5,883
Extension Services	3,920	3,920	3,920	-
Fairgrounds	178,764	178,764	166,044	12,720
Information Technology	183,313	183,313	201,417	(18,104)
Juvenile Diversion	15,548	15,548	15,528	20
Land Use	258,564	258,564	248,917	9,647
Maintenance of Buildings/Grounds	217,327	217,327	217,018	309
Public Telecommunications	11,732	11,732	10,223	1,509
Public Trustee	14,931	14,931	14,705	226
Recreation and Culture	17,600	17,600	17,683	(83)
Sheriff	662,883	662,883	654,482	8,401
Social Programs	900	900	359	541
Surveyor	3,268	3,268	3,268	-
Transfer Station	750	750	512	238
Treasurer	216,951	216,951	208,844	8,107
Weed department	220,840	220,840	187,330	33,510
Supplement	-	270,760	-	270,760
Total department expenses	4,083,983	4,354,743	3,962,436	392,307
Debt service payments	60,113	60,113	60,072	41
Capital Outlay	59,867	59,867	33,752	26,115
OTHER FINANCING SOURCES (USES)				
Sale of assets	1,000	1,000	-	(1,000)
Transfers in	129,427	129,427	113,633	(15,794)
Transfers out	(185,020)	(185,020)	(619,734)	(434,714)
Total other financing sources and use	(54,593)	(54,593)	(506,101)	(451,508)
Net change to fund balance	-	451,935	72,535	(379,400)
Fund balance, January 1	691,506	691,506	942,453	250,947
Fund balance, December 31	\$ 691,506	\$ 1,143,441	\$ 1,014,988	\$ (128,453)

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

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property taxes and other	\$ 269,841	\$ 269,841	\$ 270,534	\$ 693
Intergovernmental:				
Federal shared revenues	159,189	159,189	163,502	4,313
State shared revenues	820,724	820,724	1,011,825	191,101
State Grants	-	-	70,597	70,597
Total intergovernmental revenues	<u>979,913</u>	<u>979,913</u>	<u>1,245,924</u>	<u>266,011</u>
Licenses and permits	<u>6,500</u>	<u>6,500</u>	<u>7,140</u>	<u>640</u>
Miscellaneous:				
Refund of expenditures	20,000	20,000	45,873	25,873
Other miscellaneous revenues	10,000	10,000	21,575	11,575
Total miscellaneous revenues	<u>30,000</u>	<u>30,000</u>	<u>67,448</u>	<u>37,448</u>
Fees	<u>19,000</u>	<u>19,000</u>	<u>18,364</u>	<u>(636)</u>
Total revenues	<u>1,305,254</u>	<u>1,305,254</u>	<u>1,609,410</u>	<u>304,156</u>
EXPENDITURES				
Operations	2,119,072	2,119,072	1,893,106	225,966
Debt service	123,648	123,648	127,258	(3,610)
Capital outlay	171,000	171,000	304,873	(133,873)
Total expenditures	<u>2,413,720</u>	<u>2,413,720</u>	<u>2,325,237</u>	<u>88,483</u>
Excess (deficiency) of revenues over expenditures	<u>(1,108,466)</u>	<u>(1,108,466)</u>	<u>(715,827)</u>	<u>392,639</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	916,795	916,795	916,699	(96)
Total other financing sources (uses)	<u>916,795</u>	<u>916,795</u>	<u>916,699</u>	<u>(96)</u>
Net change to fund balance	(191,671)	(191,671)	200,872	392,543
Fund balance, January 1	903,835	903,835	964,471	60,636
Decrease an inventory	-	-	(23,846)	(23,846)
Fund balance, December 31	<u>\$ 712,164</u>	<u>\$ 712,164</u>	<u>\$ 1,141,497</u>	<u>\$ 429,333</u>

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

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 95,388	\$ 95,388	\$ 97,919	\$ 2,531
County administration	140,000	140,000	147,975	7,975
ICM collaborative management	70,000	70,000	69,565	(435)
Old age pension	73,000	73,000	42,680	(30,320)
Aid to the needy and disabled	8,000	8,000	174	(7,826)
Child care	25,580	25,580	27,624	2,044
Food assistance	350,000	350,000	242,108	(107,892)
Child welfare	231,000	231,000	174,244	(56,756)
Core services	22,880	22,880	27,348	4,468
Leap	60,551	60,551	38,908	(21,643)
CSBG grant	1,000	1,000	380	(620)
Colorado works	57,000	57,000	82,546	25,546
Child support	6,000	6,000	4,855	(1,145)
Miscellaneous	13,600	13,600	9,171	(4,429)
Total revenues	<u>1,153,999</u>	<u>1,153,999</u>	<u>965,497</u>	<u>(188,502)</u>
EXPENDITURES				
County funded grants	17,500	17,500	13,500	4,000
County administration	167,200	167,200	175,580	(8,380)
ICMS	70,000	70,000	69,565	435
Old age pension	73,000	73,000	42,680	30,320
Colorado works	67,000	67,000	86,949	(19,949)
Aid to the needy and disabled	9,600	9,600	-	9,600
Child care	25,580	25,580	31,844	(6,264)
General assistance	7,500	7,500	2,889	4,611
Leap	60,551	60,551	38,908	21,643
Child welfare	260,000	260,000	217,142	42,858
Core services	24,630	24,630	39,072	(14,442)
Child support	6,000	6,000	6,868	(868)
Food assistance	350,000	350,000	242,108	107,892
Cost allocation	(2,000)	(2,000)	(2,526)	526
Miscellaneous	17,700	17,700	43,495	(25,795)
Total expenditures	<u>1,154,261</u>	<u>1,154,261</u>	<u>1,008,074</u>	<u>146,187</u>
Excess (deficiency) of revenues over expenditures	(262)	(262)	(42,577)	(42,315)
Fund balance, January 1	<u>314,375</u>	<u>314,375</u>	<u>338,900</u>	<u>24,525</u>
Fund balance, December 31	<u>\$ 314,113</u>	<u>\$ 314,113</u>	<u>\$ 296,323</u>	<u>\$ (17,790)</u>

OURAY COUNTY, COLORADO
PUBLIC HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2019

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Intergovernmental:				
Federal shared revenues	\$ 107,097	\$ 107,097	\$ 137,442	\$ 30,345
State shared revenues	37,236	37,236	45,189	7,953
State Grants	181,297	181,297	177,405	(3,892)
Total intergovernmental revenues	<u>325,630</u>	<u>325,630</u>	<u>360,036</u>	<u>34,406</u>
Miscellaneous:				
Refund of expenditures	40,999	40,999	71,835	30,836
Other miscellaneous revenues	5,000	5,000	9,306	4,306
Total miscellaneous revenues	<u>45,999</u>	<u>45,999</u>	<u>81,141</u>	<u>35,142</u>
Total revenues	<u>371,629</u>	<u>371,629</u>	<u>441,177</u>	<u>69,548</u>
EXPENDITURES				
Public Health	587,649	587,649	586,628	1,021
Total expenditures	<u>587,649</u>	<u>587,649</u>	<u>586,628</u>	<u>1,021</u>
Excess (deficiency) of revenues over expenditures	<u>(216,020)</u>	<u>(216,020)</u>	<u>(145,451)</u>	<u>70,569</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	185,020	185,020	185,020	-
Total other financing sources (uses)	<u>185,020</u>	<u>185,020</u>	<u>185,020</u>	<u>-</u>
Net change to fund balance	(31,000)	(31,000)	39,569	70,569
Fund balance, January 1	46,556	46,556	46,554	(2)
Fund balance, December 31	<u>\$ 15,556</u>	<u>\$ 15,556</u>	<u>\$ 86,123</u>	<u>\$ 70,567</u>

OURAY COUNTY, COLORADO
EMERGENCY MEDICAL SERVICES
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2019

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Taxes	\$ 361,371	\$ 361,371	\$ 360,771	\$ (600)
Intergovernmental	15,314	15,314	315	(14,999)
Charges for services	201,165	201,165	180,686	(20,479)
Grants	64,211	64,211	73,878	9,667
Miscellaneous	2,000	2,000	2,086	86
Total revenues	<u>644,061</u>	<u>644,061</u>	<u>617,736</u>	<u>(26,325)</u>
EXPENDITURES				
Public safety	637,569	637,569	600,842	36,727
Capital outlay	125,422	125,422	136,793	(11,371)
Total expenditures	<u>762,991</u>	<u>762,991</u>	<u>737,635</u>	<u>25,356</u>
Excess (deficiency) of revenues over expenditures	(118,930)	(118,930)	(119,899)	(969)
OTHER FINANCING SOURCES (USES)				
Sale of Assets	23,500	23,500	2,500	(21,000)
Transfers in	2,888	2,888	3,588	700
Total other financing sources (uses)	<u>26,388</u>	<u>26,388</u>	<u>6,088</u>	<u>(20,300)</u>
Net change to fund balance	(92,542)	(92,542)	(113,811)	(21,269)
Fund balance, January 1	455,447	455,447	511,420	55,973
Fund balance, December 31	<u>\$ 362,905</u>	<u>\$ 362,905</u>	<u>\$ 397,609</u>	<u>\$ 34,704</u>

OURAY COUNTY, COLORADO
BROADBAND FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2019

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Grants	\$ -	\$ 560,675	\$ 660,675	\$ 100,000
EXPENDITURES				
General Government	-	960,675	650,247	310,428
Total expenditures	-	960,675	650,247	310,428
Excess (deficiency) of revenues over expenditures	-	(400,000)	10,428	410,428
OTHER FINANCING SOURCES (USES)				
Transfers out	-	400,000	400,000	-
Net change to fund balance	-	-	410,428	410,428
Fund balance, January 1	-	-	-	-
Fund balance, December 31	\$ -	\$ -	\$ 410,428	\$ 410,428

OURAY COUNTY, COLORADO
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
December 31, 2019

	<u>Conservation Trust</u>	<u>Contingent</u>	<u>Fairgrounds</u>	<u>Special Grant</u>	<u>Road and Bridge Impact</u>	<u>Samson Law</u>
ASSETS						
Cash and cash equivalents	\$ 185,681	\$ 174,881	\$ 13,335	\$ 21,739	\$ 186,046	\$ 7,780
Inventory-Fuel	-	-	-	-	-	-
Due from other governmental	-	-	-	-	-	-
Total assets	<u>185,681</u>	<u>174,881</u>	<u>13,335</u>	<u>21,739</u>	<u>186,046</u>	<u>7,780</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances						
Reserved for:						
Emergencies	-	174,881	-	-	-	-
Unreserved:	185,681	-	13,335	21,739	186,046	7,780
Total fund balances	<u>185,681</u>	<u>174,881</u>	<u>13,335</u>	<u>21,739</u>	<u>186,046</u>	<u>7,780</u>
Total liabilities and fund balances	<u>\$ 185,681</u>	<u>\$ 174,881</u>	<u>\$ 13,335</u>	<u>\$ 21,739</u>	<u>\$ 186,046</u>	<u>\$ 7,780</u>

<u>E-911 Authority</u>	<u>Fuel Pumps</u>	<u>MJ Excise Tax</u>	<u>Emergency Management</u>	<u>Road and Bridge 361</u>	<u>Road and Bridge Sales Tax</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 77,650	\$ 35,409	\$ 19,436	\$ 33,427	\$ 62,717	\$ 357,575	\$ 1,175,676
-	35,981	-	-	-	-	35,981
-	-	-	-	-	78,455	78,455
<u>77,650</u>	<u>71,390</u>	<u>19,436</u>	<u>33,427</u>	<u>62,717</u>	<u>436,030</u>	<u>1,290,112</u>
<u>\$ -</u>	<u>\$ 35,981</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,981</u>
<u>-</u>	<u>35,981</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,981</u>
-	-	-	-	-	-	174,881
<u>77,650</u>	<u>35,409</u>	<u>19,436</u>	<u>33,427</u>	<u>62,717</u>	<u>436,030</u>	<u>1,079,250</u>
<u>77,650</u>	<u>35,409</u>	<u>19,436</u>	<u>33,427</u>	<u>62,717</u>	<u>436,030</u>	<u>1,254,131</u>
<u>\$ 77,650</u>	<u>\$ 71,390</u>	<u>\$ 19,436</u>	<u>\$ 33,427</u>	<u>\$ 62,717</u>	<u>\$ 436,030</u>	<u>\$ 1,290,112</u>

OURAY COUNTY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
Year Ended December 31, 2019

	Conservation			Special	Road and	
	Trust	Contingent	Fairgrounds	Grant Fund	Bridge	Samson
	Trust	Contingent	Fairgrounds	Grant Fund	Impact	Law
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	167,968	-	-
Charges for services	-	-	-	-	-	-
Interest earnings	33,511	-	-	-	-	-
Miscellaneous	-	-	-	-	101,296	-
Total revenues	33,511	-	-	167,968	101,296	-
EXPENDITURES						
Current:						
General government	-	-	-	175,575	1,013	-
Public safety	-	-	-	-	-	-
Total expenditures	-	-	-	175,575	1,013	-
Excess (deficiency) of revenues over expenditures	33,511	-	-	(7,607)	100,283	-
OTHER FINANCING SOURCES (USES)						
Transfer in	-	-	-	-	-	-
Transfer out	-	-	-	-	(60,000)	-
Total other financing sources (uses)	-	-	-	-	(60,000)	-
Net change to fund balance	33,511	-	-	(7,607)	40,283	-
Fund balance, January 1	152,170	174,881	13,335	29,346	145,763	7,780
Fund balance, December 31	\$ 185,681	\$ 174,881	\$ 13,335	\$ 21,739	\$ 186,046	\$ 7,780

E-911 Authority	Fuel Pumps	MJ Excise Tax	Emergency Management	Road and Bridge 361	Road and Bridge Sales Tax	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ 162,596	\$ -	\$ -	\$ 1,017,933	\$ 1,180,529
-	-	-	-	-	-	167,968
41,841	-	-	-	-	-	41,841
6	-	-	695	1,479	490	36,181
-	188,882	-	-	-	-	290,178
<u>41,847</u>	<u>188,882</u>	<u>162,596</u>	<u>695</u>	<u>1,479</u>	<u>1,018,423</u>	<u>1,716,697</u>
-	211,382	4,878	7	-	57,488	450,343
<u>37,742</u>	-	-	-	-	-	<u>37,742</u>
<u>37,742</u>	<u>211,382</u>	<u>4,878</u>	<u>7</u>	<u>-</u>	<u>57,488</u>	<u>488,085</u>
4,105	(22,500)	157,718	688	1,479	960,935	1,228,612
-	34,715	-	2,392	-	-	37,107
-	-	(149,518)	-	-	(826,795)	(1,036,313)
<u>-</u>	<u>34,715</u>	<u>(149,518)</u>	<u>2,392</u>	<u>-</u>	<u>(826,795)</u>	<u>(999,206)</u>
4,105	12,215	8,200	3,080	1,479	134,140	229,406
73,545	23,194	11,236	30,347	61,238	301,890	1,024,725
<u>\$ 77,650</u>	<u>\$ 35,409</u>	<u>\$ 19,436</u>	<u>\$ 33,427</u>	<u>\$ 62,717</u>	<u>\$ 436,030</u>	<u>\$ 1,254,131</u>

**OURAY COUNTY, COLORADO
 CONSERVATION TRUST FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 Year Ended December 31, 2019**

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Miscellaneous income	30,200	30,200	33,511	3,311
Total revenues	<u>30,200</u>	<u>30,200</u>	<u>33,511</u>	<u>3,311</u>
EXPENDITURES				
Recreation	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Net change to fund balance	 30,200	 30,200	 33,511	 3,311
 Fund balance, January 1	 <u>152,170</u>	 <u>152,170</u>	 <u>152,170</u>	 <u>-</u>
Fund balance, December 31	<u><u>\$ 182,370</u></u>	<u><u>\$ 182,370</u></u>	<u><u>\$ 185,681</u></u>	<u><u>\$ 3,311</u></u>

OURAY COUNTY, COLORADO
CONTINGENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2019

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES	\$ -	\$ -	\$ -	\$ -
EXPENDITURES	-	-	-	-
Net change to fund balance	-	-	-	-
Fund balance, January 1	<u>174,881</u>	<u>174,881</u>	<u>174,881</u>	-
Fund balance, December 31	<u><u>\$ 174,881</u></u>	<u><u>\$ 174,881</u></u>	<u><u>\$ 174,881</u></u>	<u><u>\$ -</u></u>

OURAY COUNTY, COLORADO
FAIRGROUNDS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2019

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Miscellaneous	\$ 600	\$ 600	\$ -	(600)
EXPENDITURES				
Recreation	6	6	-	(6)
Total expenditures	6	6	-	(6)
Net change to fund balance	594	594	-	(594)
Fund balance, January 1	13,335	13,335	13,335	-
Fund balance, December 31	\$ 13,929	\$ 13,929	\$ 13,335	\$ (594)

OURAY COUNTY, COLORADO
SPECIAL GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2019

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 245,228	\$ 245,228	\$ 167,968	\$ (77,260)
EXPENDITURES				
General Government	251,106	251,106	175,575	75,531
Total expenditures	<u>251,106</u>	<u>251,106</u>	<u>175,575</u>	<u>75,531</u>
Net change to fund balance	(5,878)	(5,878)	(7,607)	(1,729)
Fund balance, January 1	<u>29,346</u>	<u>29,346</u>	<u>29,346</u>	<u>-</u>
Fund balance, December 31	<u><u>\$ 23,468</u></u>	<u><u>\$ 23,468</u></u>	<u><u>\$ 21,739</u></u>	<u><u>\$ (1,729)</u></u>

OURAY COUNTY, COLORADO
ROAD AND BRIDGE IMPACT FEES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2019

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Impact fees	\$ 82,000	\$ 101,296	\$ 101,296	\$ -
EXPENDITURES				
General Government	820	1,013	1,013	-
Total expenditures	820	1,013	1,013	-
Excess (deficiency) of revenues over expenditures	81,180	100,283	100,283	-
OTHER FINANCING SOURCES (USES)				
Transfers out	(60,000)	(60,000)	(60,000)	-
Net change to fund balance	21,180	40,283	40,283	-
Fund balance, January 1	145,763	145,763	145,763	-
Fund balance, December 31	\$ 166,943	\$ 186,046	\$ 186,046	\$ -

OURAY COUNTY, COLORADO
E-911 AUTHORITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2019

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 45,000	\$ 45,000	\$ 41,841	\$ (3,159)
Interest income	10	10	6	(4)
Total revenues	<u>45,010</u>	<u>45,010</u>	<u>41,847</u>	<u>(3,163)</u>
EXPENDITURES				
Public safety	71,000	71,000	37,742	33,258
Total expenditures	<u>71,000</u>	<u>71,000</u>	<u>37,742</u>	<u>33,258</u>
Net change to fund balance	(25,990)	(25,990)	4,105	30,095
Fund balance, January 1	71,300	71,300	73,545	2,245
Fund balance, December 31	<u><u>\$ 45,310</u></u>	<u><u>\$ 45,310</u></u>	<u><u>\$ 77,650</u></u>	<u><u>\$ 32,340</u></u>

OURAY COUNTY, COLORADO
SAMSON LAW FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2019

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
State revenues	\$ -	\$ -	\$ -	\$ -
Court fees	100	100	-	(100)
Total revenues	<u>100</u>	<u>100</u>	<u>-</u>	<u>(100)</u>
EXPENDITURES				
General government	1,010	1,010	-	1,010
Total expenditures	<u>1,010</u>	<u>1,010</u>	<u>-</u>	<u>1,010</u>
 Net change to fund balance	 (910)	 (910)	 -	 910
 Fund balance, January 1	 <u>7,779</u>	 <u>7,779</u>	 <u>7,780</u>	 <u>1</u>
Fund balance, December 31	<u><u>\$ 6,869</u></u>	<u><u>\$ 6,869</u></u>	<u><u>\$ 7,780</u></u>	<u><u>\$ 911</u></u>

OURAY COUNTY, COLORADO
ROAD AND BRIDGE 361 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2019

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest Earnings	\$ 1,000	\$ 1,000	\$ 1,479	\$ 479
	<u>1,000</u>	<u>1,000</u>	<u>1,479</u>	<u>479</u>
EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change to fund balance	1,000	1,000	1,479	479
Fund balance, January 1	61,238	61,238	61,238	-
Fund balance, December 31	<u>\$ 62,238</u>	<u>\$ 62,238</u>	<u>\$ 62,717</u>	<u>\$ 479</u>

OURAY COUNTY, COLORADO
ROAD AND BRIDGE SALES TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2019

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Sales Taxes	\$ 815,000	\$ 982,980	\$ 1,017,933	\$ 34,953
Interest Income	-	-	490	490
	<u>815,000</u>	<u>982,980</u>	<u>1,018,423</u>	<u>35,443</u>
 EXPENDITURES	 <u>52,590</u>	 <u>57,488</u>	 <u>57,488</u>	 <u>-</u>
 OTHER FINANCING SOURCES (USES)				
Transfers In/(out)	<u>(826,795)</u>	<u>(826,795)</u>	<u>(826,795)</u>	<u>-</u>
 Net change to fund balance	 (64,385)	 98,697	 134,140	 35,443
 Fund balance, January 1	 <u>258,878</u>	 <u>258,878</u>	 <u>301,890</u>	 <u>43,012</u>
Fund balance, December 31	<u>\$ 194,493</u>	<u>\$ 357,575</u>	<u>\$ 436,030</u>	<u>\$ 78,455</u>

OURAY COUNTY, COLORADO
MJ EXCISE TAX
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2019

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 125,000	\$ 174,549	\$ 162,596	\$ (11,953)
EXPENDITURES	<u>3,750</u>	<u>4,878</u>	<u>4,878</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Transfers In/(out)	<u>(121,250)</u>	<u>(149,518)</u>	<u>(149,518)</u>	<u>-</u>
Net change to fund balance	-	20,153	8,200	(11,953)
Fund balance, January 1	<u>11,236</u>	<u>11,236</u>	<u>11,236</u>	<u>-</u>
Fund balance, December 31	<u><u>\$ 11,236</u></u>	<u><u>\$ 31,389</u></u>	<u><u>\$ 19,436</u></u>	<u><u>\$ (11,953)</u></u>

OURAY COUNTY, COLORADO
EMERGENCY MANAGEMENT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2019

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Miscellaneous	\$ 55	\$ 695	\$ 695	\$ -
EXPENDITURES	2	7	7	-
OTHER FINANCING SOURCES (USES)				
Transfers In/(out)	2,000	2,392	2,392	-
Net change to fund balance	2,053	3,080	3,080	-
Fund balance, January 1	30,347	30,347	30,347	-
Fund balance, December 31	\$ 32,400	\$ 33,427	\$ 33,427	\$ -

OURAY COUNTY, COLORADO
COURTHOUSE RESTORATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2019

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Property taxes and other	\$ 450,000	\$ 450,000	\$ 574,219	\$ 124,219
Intergovernmental:				
State Grants	2,361,799	2,361,799	2,012,047	(349,752)
Return on Investment	130,000	130,000	113,342	(16,658)
Donations	5,000	5,000	44,900	39,900
Other	100	100	725	625
Total revenues	2,946,899	2,946,899	2,745,233	(201,666)
EXPENDITURES				
Operations	8,513,900	8,513,900	7,494,848	1,019,052
Debt service payments	437,686	437,686	437,686	-
Total expenditures	8,951,586	8,951,586	7,932,534	1,019,052
Excess (deficiency) of revenues over expenditures	(6,004,687)	(6,004,687)	(5,187,301)	817,386
Fund balance, January 1	6,257,248	6,257,248	6,183,229	(74,019)
Fund balance, December 31	\$ 252,561	\$ 252,561	\$ 995,928	\$ 743,367

OURAY COUNTY, COLORADO
FUEL PUMPS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2019

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Administration	\$ 6,000	\$ 6,000	\$ 5,824	\$ (176)
Fuel Reimbursement	240,000	240,000	183,058	(56,942)
	<u>246,000</u>	<u>246,000</u>	188,882	(57,118)
EXPENDITURES	<u>247,380</u>	<u>247,380</u>	211,382	(35,998)
OTHER FINANCING SOURCES (USES)				
Transfers In/(out)	<u>1,380</u>	<u>1,380</u>	34,715	33,335
Net change to fund balance	-	-	12,215	12,215
Fund balance, January 1	<u>23,194</u>	<u>23,194</u>	23,194	-
Fund balance, December 31	<u><u>\$ 23,194</u></u>	<u><u>\$ 23,194</u></u>	<u><u>\$ 35,409</u></u>	<u><u>\$ 12,215</u></u>

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

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

This Information From The Records Of (example - City of _ or County of _) Prepared By: _____
Phone: _____

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	191,629
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	1,417,611
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	
2. General fund appropriations	890,863	b. Snow and ice removal	
3. Other local imposts (from page 2)	337,674	c. Other	
4. Miscellaneous local receipts (from page 2)	97,352	d. Total (a. through c.)	0
5. Transfers from toll facilities		4. General administration & miscellaneous	489,762
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	327,673
a. Bonds - Original Issues		6. Total (1 through 5)	2,426,675
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	1,325,889	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	1,100,786	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	
E. Total receipts (A.7 + B + C + D)	2,426,675	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	2,426,675

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
		2,426,675	2,426,675		0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT	STATE: Colorado
	YEAR ENDING (mm/yy): December 2019

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	240,406	a. Interest on investments	21,575
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees	60,000	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses	7,140	f. Charges for Services	
5. Specific Ownership &/or Other	30,128	g. Other Misc. Receipts	45,873
6. Total (1. through 5.)	97,268	h. Other	29,904
c. Total (a. + b.)	337,674	i. Total (a. through h.)	97,352
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	994,491	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	35,462	d. Federal Transit Admin	
d. Other (Specify) - State Grants	70,597	e. U.S. Corps of Engineers	
e. Other (Specify) state Wildlife	236	f. Other Federal	
f. Total (a. through e.)	106,295	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	1,100,786	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		191,629	191,629
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	191,629	191,629
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	191,629	191,629
			(Carry forward to page 1)

Notes and Comments: