

2019

Pitkin County

Colorado



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the fiscal year ended
December 31, 2019

PITKIN
COUNTY

— — — — —
FINANCE



**Pitkin County, Colorado
Comprehensive Annual Financial Report**

For the Year Ended December 31, 2019

Prepared by the Finance Department of Pitkin County



Prepared by the Finance Department

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INTRODUCTORY SECTION

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FINANCE

LETTER OF TRANSMITTAL

August 26, 2020

To the Citizens and Board of County Commissioners of Pitkin County, Colorado:

State law requires Pitkin County (County) to publish a complete set of financial statements prepared in accordance with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted accounting standards by a firm of licensed certified public accountants.

Pursuant to those requirements we hereby present the Comprehensive Annual Financial Report (CAFR) of Pitkin County, Colorado for the fiscal year ended December 31, 2019. This report was prepared by the Finance Department of Pitkin County. Responsibility for both the accuracy of the presented data and the completeness and fairness of presentation, including all disclosures, rests with the County. We believe the data are accurate in all material respects and presented in a manner designed to set forth fairly the financial activity of the various funds. All disclosures necessary for the reader to gain the maximum understanding of the County's financial affairs have been included.

Management of the County has established a comprehensive framework of internal control to provide a reasonable basis asserting the financial statements are fairly presented. The concept of reasonable assurance recognizes the cost of a control should not exceed the benefits likely to be derived, and the valuation of costs and benefits requires estimates and judgments by management.

This report is the result of the cooperative effort between the Finance Department and McMahan and Associates, L.L.C., our independent auditors. The independent auditor's report has been included in the financial section of this report on pages A1, A2 and A3. In their opinion, the financial statements were presented fairly in all material respects.

Pitkin County is also required to undergo an annual single audit in conformity with the provisions of the Federal Single Audit Act of 1996 and the U.S. Office of Management and Budget's Part 200 – Uniform Guidance. Information related to this single audit, including the schedule of expenditures of federal awards, the independent auditor's reports on the internal control and compliance with applicable laws, regulations, contracts, and grants is included in the single audit section located after the Statistical Section.

GAAP requires management provide a narrative introduction, overview, and an analysis to accompany the basic financial statements. This narrative is in the form of the Management's Discussion and Analysis (MD&A) and can be found immediately following the report of the independent auditors. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

PROFILE OF PITKIN COUNTY

Location and Demographics

Pitkin County, formed in 1881, is located approximately 210 miles west of Denver and 120 miles east of Grand Junction in the Colorado Rocky Mountains. The County encompasses 973 square miles, of which approximately 81% is publicly owned and is controlled by the U.S. Forest Service and the Bureau of Land Management. Estimated population of the County is 17,767 in July 2019, the latest date for which data is available. The County seat is Aspen.

Operating Structure

Incorporated February 23, 1881, the County is a quasi-municipal corporation and political subdivision of the State. The County exercises and provides all mandatory county powers and functions as provided by law and has all rights and powers delegated under the constitution and laws of the State for exercise by counties, particularly Title 30, Colorado Revised Statutes, as amended. In addition, the County has adopted the Pitkin County Home Rule Charter, pursuant to Article XIV, Section 16 of the Colorado Constitution and the laws of the State. The County charter became effective on July 1, 1978, following an approving election, and establishes the organization and structure of County government.

The governing body of the County is the Board of County Commissioners (BOCC). The County Charter provides that the Board shall consist of five members who are qualified electors and have resided within the County for not less than one year prior to election. Commissioners reside in separate districts but are elected at large to serve staggered four-year terms. Commissioners may serve only three consecutive terms. The other elected County officials are the Assessor, Clerk and Recorder, and Sheriff.

All powers, duties, and functions of the County are vested in the BOCC, which may delegate all of such responsibilities except the legislative function. In addition to having the power to levy taxes, the authority to represent the County, the responsibility for the care of County property, and the management of its affairs, the Board has the exclusive responsibility and power to adopt the annual budget for operation of County government, including all offices, boards, commissions, and other spending agencies funded in whole or in part by County appropriations. The BOCC is also responsible for hiring the County manager and attorney. The County manager is responsible for carrying out the policies and ordinances of the BOCC, overseeing the day-to-day operations of the County and appointing the department heads.

Services

Pitkin County provides the full range of services contemplated by State statute including, but not limited to, assessment and property tax administration; recording of vital documents and automobile registration; sheriff patrol and jail administration; ambulance operations; court facilities; land use planning, zoning and building inspections; road maintenance and construction; welfare and public health services; a solid waste landfill disposal facility; airport operations; television relay and translator facilities; open space and trails; and environmental health protection.

To promote greater efficiency, the City of Aspen (City) and Pitkin County provide several services through joint departments and agencies. These include dispatch communications, housing operations and the

animal shelter. The accompanying financial statements include the County's proportionate share of the joint departments.

Component Units

This report includes all activities for which the BOCC is accountable, financially or by State statute, to the citizens of Pitkin County. All applicable funds, departments and offices are included in these financial statements as part of the “primary government” of Pitkin County. Component units are legally separate entities for which the primary government is financially accountable. Blended component entities are, in substance, part of the primary government’s operations and are included as part of the primary government. Accordingly, two road improvement districts and the Aspen Ambulance District are reported as special revenue funds of the primary government. Also included as a blended fiduciary component entity is the Pitkin County Public Employees Retirement Plan, which is reported as a pension trust fund. The Pitkin County Library District is reported as a discretely presented component unit. This component unit is reported in a separate column in the combined financial statements to emphasize it is legally separate from the primary government and to differentiate its financial position and changes in financial position from those of the primary government.

Budget

The County is legally required to adopt annual budgets for all governmental and proprietary funds. The annual budget serves as the foundation for the County’s financial planning and control and is approved by the BOCC, as are supplemental appropriations throughout the year. The objective of budgetary control is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the BOCC. Per State statute, expenditures may not legally exceed appropriations at the fund or spending agency level. Budget appropriations lapse at the end of each year.

ECONOMIC CONDITION OF PITKIN COUNTY

Local Economy

Recreation, tourism, real estate and construction dominate the local economic activity of the County, including the three incorporated municipalities, Aspen, Snowmass Village, and Basalt, located therein. The County’s tourist industry is the largest economic driver for the County and is among the largest and least seasonal of any Colorado county with substantial ski resort facilities and a popular summer season of events. Overall, the County continued to enjoy strong sustained growth in 2019 and into the first two months of 2020.

Sales tax revenue, a good measure of the health of the tourism industry, has increased steadily over the last nine years, rebounding from its low point in 2009 during the great recession. Average increases during this nine-year period were 6%, with the highest rate in 2013. 2019 sales tax revenue increased 22.4% over 2018 in large part due to the change in State law requiring collection of sales tax on goods delivered from outside of the County. Receipt of the revenue is spread consistently throughout the year with the six winter months of December through May accounting for approximately 60% of the annual total, while the months of June through November account for the remainder. The County estimates

spending by area residents and second homeowners accounts for approximately 38% of total sales tax collections.

In March 2020 the COVID-19 pandemic and the subsequent closure of ski areas, lodging, restaurants and retail, severely impacted county sales tax revenues with an unprecedented 48% decrease. In April however the decline was reduced to 7% and in May 2020 sales tax revenues rebounded with an increase of 3% over 2019. Analysis of the data leads us to believe the increase was in large part due to online retail.

As the local economy re-opened in June with lodging, retail and restaurants permitted to operate (with certain restrictions) we expect sales tax revenues to continue to perform well. In June and July visitation to Aspen was very strong and a number of part-time homeowners are seeking to make their residence more permanent while others are moving their primary residences from larger cities. As a result, in the first two weeks of July, the number of real estate transactions was 141% higher than the same period in 2019. Local schools are also seeing a significant increase in admission applications.

Despite the positive rebound, at the time of writing it is unknown what the future impact of this pandemic will have on the local economy and the County's sales tax revenues. The winter months will be especially difficult to predict as the ability of the ski areas to operate within the confines of public health orders is unknown. Additionally the usual substantial international visitors are in question.

The construction industry showed continued strong growth with building permit fees increasing 32% in 2019. The sales volume of real estate in Pitkin County totaled over \$1.78 billion in 2019, a 0.36% decrease over that of 2018. The slight decline was attributed to a flattening of prices in Aspen where the majority of sales take place. In March and April, the construction industry was shut down in Pitkin County due to local Public Health orders. Since re-opening the industry had recovered quickly with construction projects continuing at pace and no drop off in new permits.

In Colorado, property valuations are assessed every other year. 2018 was not a reassessment year meaning the total valuation of \$3.1 billion remained relatively flat with a small increase due to new construction. The residential assessment rate was reduced from 7.2% to 7.15% and had a negligible impact on property tax revenues. Valuations did grow in 2019's reassessment however with property tax revenues increasing by 7% to the County in 2020.

The Aspen - Pitkin County airport moved from third to second busiest commercial airport in the State during 2019. Enplanements increased 7.9% in 2019 over 2018 and over 33% in the last five years. The COVID-19 pandemic has severely impacted the number of enplanements in 2020. It is unknown when these will return to pre-pandemic levels.

While the recovery from the shut-down of the local economy in early 2020 has generally been stronger than initially forecast, it is not possible to predict with confidence the outlook. Additionally, with our economic vitality being linked to a strong equities and investment market and the health of both national and international economies, there is much uncertainty about the future. A global recession will bring drops in tourism and real estate investment and thus impact the economy of Pitkin County.

Long-term Financial Planning

As mentioned previously, the annual budget serves as the foundation for the County's financial planning and as part of this process the County annually updates a five-year plan including review of a ten-year capital replacement schedule. In balancing its budget, the BOCC has adopted the following funding priority order: (1) debt service, (2) basic operations, (3) capital replacement, and (4) capital and service improvements. The County's policies also require a minimum fund balance of 16.7% in the General Fund (including the statutory reserve) to provide a working capital reserve.

Relevant Financial Policies

Pitkin County has a comprehensive set of financial policies. In 2019, there were no changes to policies that would directly affect the County's financial or budget situation.

Major Initiatives

In 2019, Pitkin County continued to focus on the strategic priorities identified by the Board of County Commissioners and organized within the core focus areas of Flourishing Natural and Built Environment; Livable and Supportive Community; and Prosperous Economy. Highlights included:

- Completion of the construction of a new ambulance facility;
- Beginning a major renovation of the historic County Courthouse;
- Beginning construction of the Castle Creek trail to the Aspen Country Day School and Aspen Music School campus, providing significant safety improvements for pedestrians and cyclists;
- Airport improvement projects including the commercial apron rehabilitation, parking lot improvements to increase capacity, and interim terminal improvements;
- Continuing to implement the County's new financial software (Enterprise Resource Planning system) and Community Development's Permit Applicant Tracking System (PATs) software; and
- The Jack Rabbit translator and broadband relay site rebuild.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Pitkin County, Colorado, for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2018. This was the thirty-seventh consecutive year that Pitkin County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

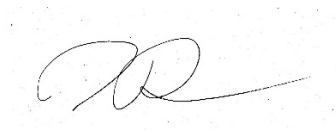
A Certificate of Achievement is valid for a period of one year only. We believe our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated service of the Pitkin County Finance Department. In addition, as a staff, we are grateful for the assistance we receive from our independent auditors, McMahan and Associates, L.L.C.

Respectfully submitted,

A handwritten signature in black ink that reads "Ann Driggers". The signature is written in a cursive, slightly slanted style.

Ann Driggers
Finance Director

A handwritten signature in black ink that reads "Jon Peacock". The signature is written in a cursive, slightly slanted style.

Jon Peacock
County Manager



Government Finance Officers Association

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

Presented to

**Pitkin County
Colorado**

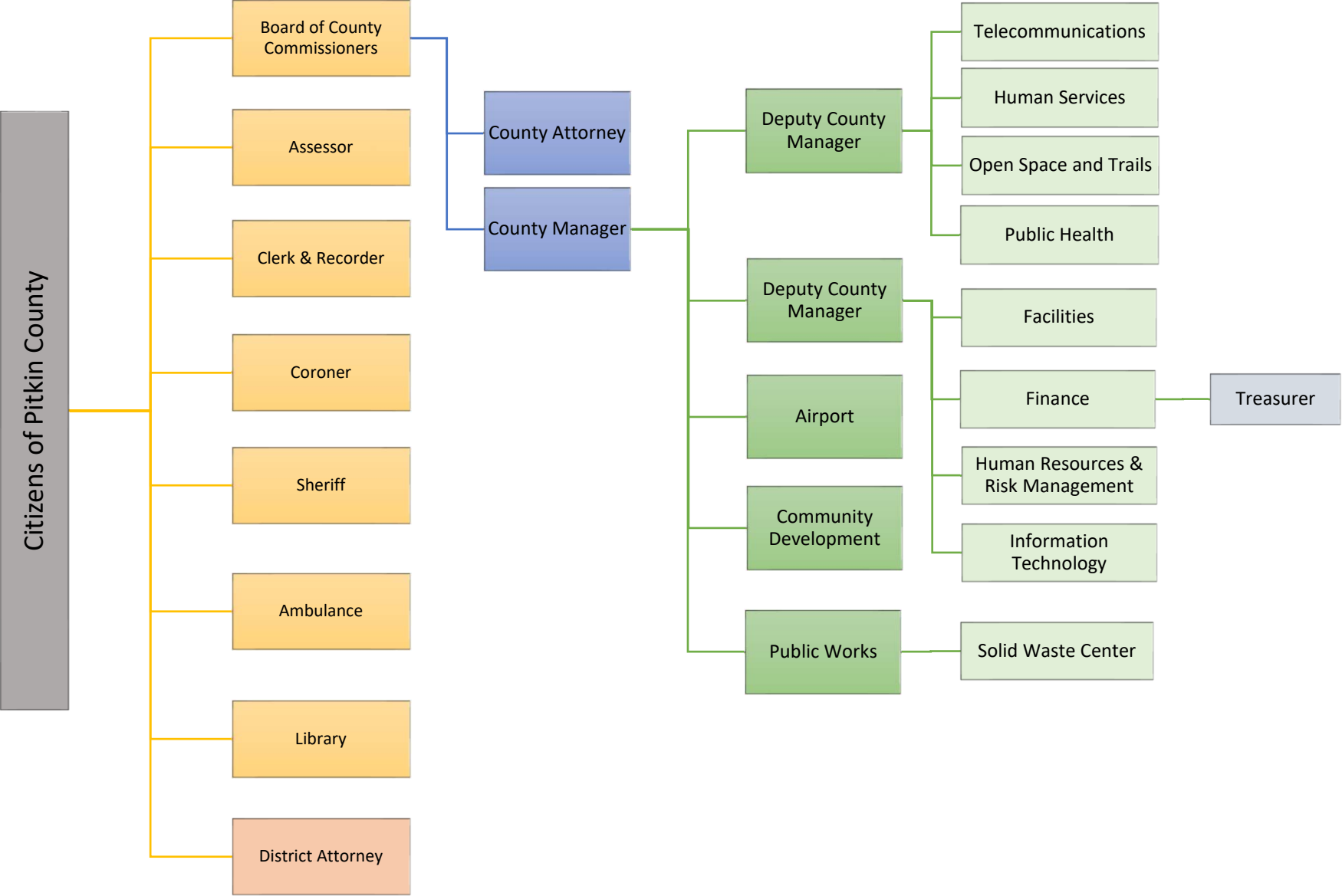
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2018

Christopher P. Morill

Executive Director/CEO

Pitkin County Organization Chart - 2019



Pitkin County Principal Officials - 2019

Board of County Commissioners

Patti Clapper, District 1
Kelly McNicholas Kury, District 2
Greg Poschman (Chair), District 3
Steve Child (Vice Chair), District 4
George Newman, District 5

Other Elected Officials

Deb Bamesberger, Assessor
Janice Vos Claudill, Clerk & Recorder
Joe DiSalvo, Sheriff

County Manager

Jon Peacock

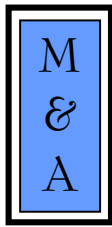
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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT



McMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit includes performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluation of the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall financial statement presentation.

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

Member: American Institute of Certified Public Accountants

PAUL J. BACKES, CPA, CGMA
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DANIEL R. CUDAHY, CPA, CGMA

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Pitkin County, Colorado as of December 31, 2019, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparison for the general fund, transportation sales and use tax fund, open space and trails fund, and employee housing impact fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements taken as a whole. The introductory section, combining fund financial statements, individual fund budgetary information, the Schedule of Passenger Facility Charges Collected and Expended, the *Local Highway Finance Report*, and the statistical section listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the County's financial statements. The combining fund financial statements, the individual fund budgetary information, and the *Local Highway Finance Report* are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Additionally, the Schedule of Passenger Facility Charges Collected and Expended and the Schedule of Expenditures of Federal Awards included in the Single Audit section are presented for the purpose of additional analysis, as required by the *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration, and Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"), and are not a required part of the County's financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Passenger Facility Charges Collected and Expended and the Schedule of Expenditures of Federal Awards are fairly stated in all material respects in relation to the financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 26, 2020 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and on compliance.

McMahan and Associates, L.L.C.

McMahan and Associates, L.L.C.
August 26, 2020

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MANAGEMENT'S DISCUSSION AND ANALYSIS

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MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Pitkin County, Colorado (the County), we offer readers of the County's Comprehensive Annual Financial Statement this narrative overview and analysis of the financial activities of the County for the fiscal year ending December 31, 2019. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found preceding this narrative, and with the County's financial statements and notes to the financial statements, which follow.

FINANCIAL HIGHLIGHTS

- As of December 31, 2019, the County's total assets and deferred outflows of resources were \$473 million, and total liabilities and deferred inflow of resources were \$97 million. The total net position was therefore \$376 million, an increase of 2.1 percent (\$7.7 million) over 2019.
- Total net position comprises the following:
 - (1) Investment in capital assets including property and equipment, net of related debt (if any) and accumulated depreciation, of \$288 million
 - (2) Restricted net position of \$18 million, which is constrained for specific purposes by external providers, such as creditors, or amounts constrained due to constitutional provisions or enabling legislation
 - (3) Unrestricted net position of \$71 million, which represents the portion available to maintain the County's continuing obligations to its citizens and creditors.
- Total governmental fund revenues (including transfers in) in 2019 were \$97.2 million, an 18.5 percent (\$15.2 million) increase over 2018.
- Total governmental fund expenditures (including transfers out) in 2019 were \$96.3 million, a 1.7 percent (\$1.7 million) decrease from 2018.
- As of December 31, 2019, the County's governmental funds reported combined ending fund balances of \$66.7 million. This compares to the prior year ending fund balances of \$70 million, a decrease of 4.7 percent (\$3.3 million) during 2019. The decrease is mainly due to facility construction projects (completion of the Ambulance building and renovation work on the County Courthouse), Castle Creek trail construction, Airport infrastructure projects (parking lot, aircraft apron and interim terminal improvements), Open Space land and conservation easement purchases, and Road and Bridge heavy equipment purchases. Approximately \$5.7 million (8.5 percent) is unassigned fund balance.
- At the end of 2019, fund balance for the General Fund was \$13.2 million, amounting to 44 percent of total General Fund expenditures. This compares to the prior year ending fund balance of \$19.5 million, a 32 percent (\$6.3 million) decrease from 2018.

The above financial highlights are explained in more detail in the "Financial Analysis" section of this document.

OVERVIEW OF THE FINANCIAL STATEMENTS

This Management Discussion and Analysis document introduces the County's basic financial statements. The basic financial statements include:

- Government-wide Financial Statements

- Fund Financial Statements
- Notes to the Basic Financial Statements

The County also includes in this report additional information to supplement the basic financial statements.

Government-wide Financial Statements

The County's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the County's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector utilizing accrual accounting and elimination or reclassification of activities between funds.

The **Statement of Net Position** presents financial information on all funds of Pitkin County's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County as a whole is improving or deteriorating. Evaluation of the overall financial health of the County would extend to other factors such as diversification of the taxpayer base or the condition of County infrastructure, in addition to the financial information provided in this report.

The **Statement of Activities** presents information showing how the County's net position changed during the current calendar year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g. earned but unused vacation leave). An important purpose of the design of the Statement of Activities is to show the financial reliance of the County's distinct activities or functions on revenues provided by the County's taxpayers.

Both government-wide financial statements distinguish governmental activities of the County that are principally supported by taxes, fees and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). Governmental activities include primarily general government, public safety, public works, culture and recreation, and public health and welfare. Business-type activities include the airport and the solid waste center (landfill and recycling).

The government-wide financial statements include not only the County itself (known as the *primary government*), but also a legally separate Library District for which the County is financially accountable. Financial information for the *discretely-presented component unit* is reported in a separate column from the financial information presented for the primary government itself.

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

Fund Financial Statements

The fund financial statements are designed to report information about groupings of related accounts used to maintain control over resources segregated for specific activities or objectives. The County, like other state and local governments, uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Fund financial statements focus on the County's most significant funds, known as major funds, rather than the County as a whole. Major funds are reported separately while all others are combined into a single, aggregated

presentation. Individual fund data for non-major funds are provided in the form of combining statements in a later section of this report.

All the funds of the County fall into one of three types: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Most of the services provided by the County are accounted for in governmental funds. Governmental funds are used to account for essentially the same functions, which are reported as governmental activities in the government-wide financial statements. Unlike the government-wide financial statements, however, the governmental funds financial statements focus on the use of spendable resources during the year and the balances available at the end of the year for future spending. Such information is useful in determining whether there will be adequate financial resources available to meet the current and near-term needs of the County.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of near-term financing decisions. Both the governmental funds Balance Sheet and the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The County's major governmental funds are comprised of a general fund, a capital projects fund, a debt service fund and 13 special revenue funds. Five governmental funds, the General Fund, the Open Space and Trails Fund, the Transportation Sales and Use Tax Fund, the Housing Impact Fee Fund and the Capital Expenditures Fund are considered major funds for financial reporting purposes. Each of the major funds is presented in a separate column in the governmental fund financial statements presented on page C5 of this report. Individual fund information for non-major governmental funds is found in combining statements in a later section of this report.

The County adopts a budget for all its general governmental and proprietary funds. A budgetary comparison statement has been provided for all funds to demonstrate compliance with the state budget statute.

The basic governmental fund financial statements are presented on pages C3 through C10 of this report.

Proprietary funds are reported in the fund financial statements and generally report services for which the County charges customers a fee. The two County major proprietary funds are classified as enterprise funds and encompass the same functions reported as business-type activities in the government-wide statements: Airport and Solid Waste Center. Proprietary funds provide the same type of information as the government-wide financial statements but in more detail.

The basic proprietary fund financial statements are presented on pages C11 through C13 of this report.

Fiduciary funds are used to account for resources held for the benefit of parties outside of the governments. Fiduciary funds are not reported in the government-wide financial statements because the resources of those funds are not available to support Pitkin County's own programs.

The County maintains two different types of fiduciary funds. The Pension Trust Fund is used to report the assets held for the Pitkin County Public Employees Retirement Plan (PCPERP). Agency funds are used to report resources held by the County in a custodial capacity for individuals, private organizations and other governments.

The basic fiduciary fund financial statements can be found on pages C14 through C15 of the report.

Notes to the Basic Financial Statements

The accompanying notes to the basic financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements can be found in Section D of this report.

Other Supplementary Information

In addition to the basic financial statements and accompanying notes, this report presents certain supplementary information to demonstrate compliance with the County's adopted and final revised budget. Budgetary comparison statements are included as "supplementary information," and found in Section E, for the General Fund, the three major special revenue funds and all other non-major special revenue governmental funds.

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GOVERNMENT-WIDE FINANCIAL ANALYSIS

Summary of Net Position

An analysis of net position may serve as a useful indicator of a government's financial health. The County reports positive balances in its governmental activities, however, this measure must be used with care as the County has investments in infrastructure such as roads and bridges, in addition to land for open space and trails. These assets benefit the citizens and businesses that utilize them. Thus, the County reports them on its government-wide financial statements at their historical cost less accumulated depreciation, as a business would report its capital assets.

Total assets for the County on December 31, 2019 were \$474 million, total liabilities were \$70 million, and deferred inflows of resources were \$27 million. The County's net position is therefore \$377 million, an increase of 2.1 percent over December 31, 2018. The following provides a summary of the County's net position:

Pitkin County's Net Position (\$000)						
	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Assets:						
Current and Other Assets	\$ 112,490	\$ 107,391	\$ 28,321	\$ 31,280	\$ 140,811	\$ 138,671
Capital assets	258,554	246,689	74,371	75,868	332,925	322,557
Total Assets	371,044	354,080	102,692	107,148	473,736	461,228
Deferred Outflows	208	269	-	-	208	269
Liabilities:						
Other liabilities	17,849	15,319	4,368	2,088	22,217	17,407
Long-term liabilities	44,740	46,714	3,402	3,209	48,142	49,923
Total Liabilities	62,589	62,033	7,770	5,297	70,359	67,330
Deferred Inflows	27,116	25,313	-	-	27,116	25,313
Net Position:						
Net investment in capital assets	213,507	203,922	74,179	75,808	287,686	279,730
Restricted	17,920	18,398	-	1,007	17,920	19,405
Unrestricted	50,119	44,683	20,744	25,037	70,863	69,720
Total Net Position	\$ 281,546	\$ 267,003	\$ 94,923	\$ 101,852	\$ 376,469	\$ 368,855

The County continues to maintain strong current ratios. The current ratio compares current assets to current liabilities and is an indication of the ability to pay obligations within one year. The current ratio for governmental activities is 6.3 to 1. For the County overall, the current ratio is 6.3 to 1 meaning current assets are more than six times greater than current liabilities.

The County reported positive balances in net position for both governmental and business-type activities. Net position increased \$16.7 million for governmental activities and decreased by \$9 million for business-type activities. The County's overall total net position increased during 2019 by \$7.7 million. The gain in net position in governmental activities is due to higher revenues compared to 2018, while the decrease in net position in business-type activities is largely due to an increase in expenses compared to 2018.

As of December 31, 2019, the County's governmental activities reported a combined ending net position of \$282 million, an increase of 5.4 percent (\$16.9 million) over the prior year. Of this, 18 percent (\$50 million) is unrestricted and constitutes available funds for spending in the coming year at the County's discretion. Legally restricted net position includes \$6.3 million restricted to capital projects, \$3.3 million restricted for Healthy Rivers and Streams, \$2.5 million for Road and Bridge, and \$2.8 million restricted to the emergency reserve as required by State Statute.

Approximately 76 percent of the governmental activities' net position is invested in capital assets. Capital assets are tangible property used in the operation of the County such as land, roads and bridges, buildings, machinery, furnishings and equipment. The County uses these capital assets to provide services to its citizens.

For business-type activities, 72 percent of its net position is invested in capital assets providing facilities and equipment for the Solid Waste Center, Airport and Radio Funds.

Summary of Changes in Net Position

Governmental and business-type activities increased the County's net position by \$7.2 million in 2019. The following table derived from the current and prior year's *Statement of Activities* indicates the changes in net position for governmental and business-type activities:

Pitkin County's Changes in Net Position (\$000)

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Program revenues:						
Charges for services	\$ 30,945	\$ 15,791	\$ 16,878	\$ 17,267	\$ 47,823	\$ 33,058
Operating grants/contributions	2,273	7,341	902	701	3,175	8,042
Capital grants/contributions	893	663	1,922	1,760	2,815	2,423
General revenues:					-	-
Property taxes	25,312	23,988	-	-	25,312	23,988
Sales taxes	35,491	29,135	-	-	35,491	29,135
Other taxes	916	889	-	-	916	889
Investment earnings	1,868	1,477	656	442	2,524	1,919
Gain on disposition of assets	451	163	-	1	451	1
Transfers In/(Out)	(302)	-	190	-	(112)	190
Total Revenues	97,847	79,447	20,548	20,171	118,395	99,645
Expenses:						
Program expenses:						
General government	23,732	10,379	-	-	23,732	10,379
Public Safety	10,003	14,071	-	-	10,003	14,071
Public works	29,076	25,893	-	-	29,076	25,893
Public health and welfare	8,576	11,155	-	-	8,576	11,155
Culture and recreation	8,255	6,214	-	-	8,255	6,214
Interest on long-term debt	1,552	1,454	-	-	1,552	1,454
Airport	-	-	23,243	16,591	23,243	16,591
Solid waste center	-	-	5,496	4,384	5,496	4,384
Radio	-	-	831	-	831	-
Total Expenses	81,194	69,166	29,570	20,975	110,764	90,141
Change in Net Position	16,653	10,281	(9,022)	(804)	7,631	9,504
Net Position - Beginning (as restated)	264,894	256,772	103,944	102,656	368,838	359,428
Net Position - Ending	\$ 281,546	\$ 267,052	\$ 94,923	\$ 101,851	\$ 376,469	\$ 368,903

Governmental Revenues

Total governmental revenues for 2019 were \$98 million (excluding other financing sources, sale of fixed assets, debt issuance and transfers in) compared to \$79 million in 2018, an increase of 22.7 percent. The increase included \$6.2 million in sales tax collections; \$4.2 million as REMP fees previously held by the City of Aspen which were received in 2019; \$1.3 million in property tax collections, \$1.5 million in Community Development fees, \$625 thousand in Treasurers fees, and \$400 thousand in investment earnings. The source of revenues is as follows:

Governmental Revenues by Source 2019	
Taxes	\$ 61,719,231
Charges for Services	30,944,797
Operating Grants/Contributions	2,272,725
Capital Grants/Contributions	893,143
Investment Earnings	1,867,518
Miscellaneous	148,909
Total	\$ 97,846,323

The County is heavily reliant on taxes and intergovernmental revenues to support governmental operations and capital improvements.

Sales and use taxes are the largest source of revenue with \$35.5 million accounting for 37 percent of total revenues. Property taxes of \$25.3 million represent 26 percent of revenues and specific ownership taxes of \$902 thousand represent 1 percent of revenues. Intergovernmental revenues of \$8.3 million represent 8.6 percent of the County's total governmental revenues. This includes \$2 million from the State for Human Services programs, \$1.2 million from the State Highway Users Tax Fund for road and bridge purposes, \$1.6 million in Payment in Lieu of Taxes (PILT), and \$768 thousand from the State for Public Health programs. Additional information on the County's general governmental revenue sources can be found on pages L7 and L8.

Governmental Expenses

Total governmental expenses for 2019 were \$81 million compared with \$69 million in 2018, an increase of 18 percent. Reasons for the increase include: a \$5.7 million General Fund transfer to Capital fund for the Courthouse renovation project; a \$1.5 million General Fund transfer to the Translator fund to accelerate the broadband middle mile infrastructure project; and \$400 thousand for a remodel in the Schultz Health and Human Services building. Expenses by program are as follows:

Governmental Expenses by Function/Program 2019	
General government	\$ 23,732,088
Public safety	10,003,016
Public works	29,075,899
Public health and welfare	8,576,424
Culture and recreation	8,255,122
Interest on long-term debt	1,551,574
Total	\$ 81,194,123

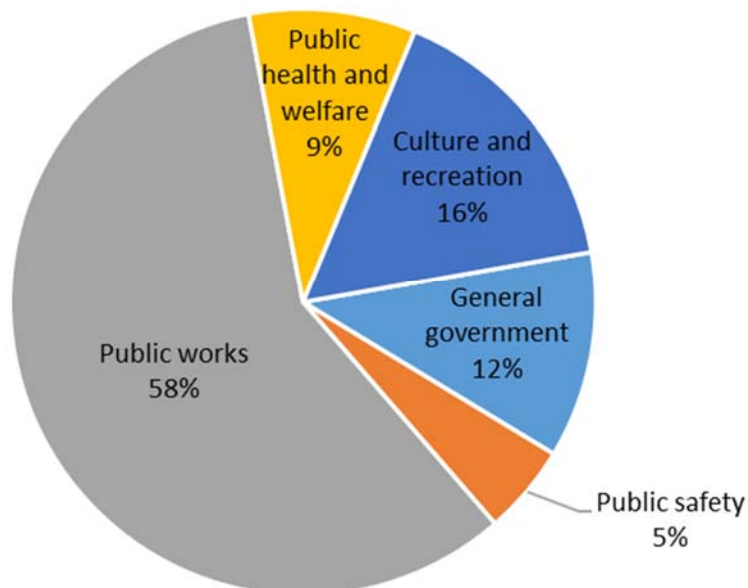
Governmental Activities – Function/Program Analysis

Program revenues such as charges for services, operating and capital grants and contributions, cover 42 percent of governmental activities expenses. This means that the government's taxpayers and the County's other general governmental revenues fund 58 percent of the governmental activities. As a result, the general economy and County businesses have a major impact on the County's revenue streams.

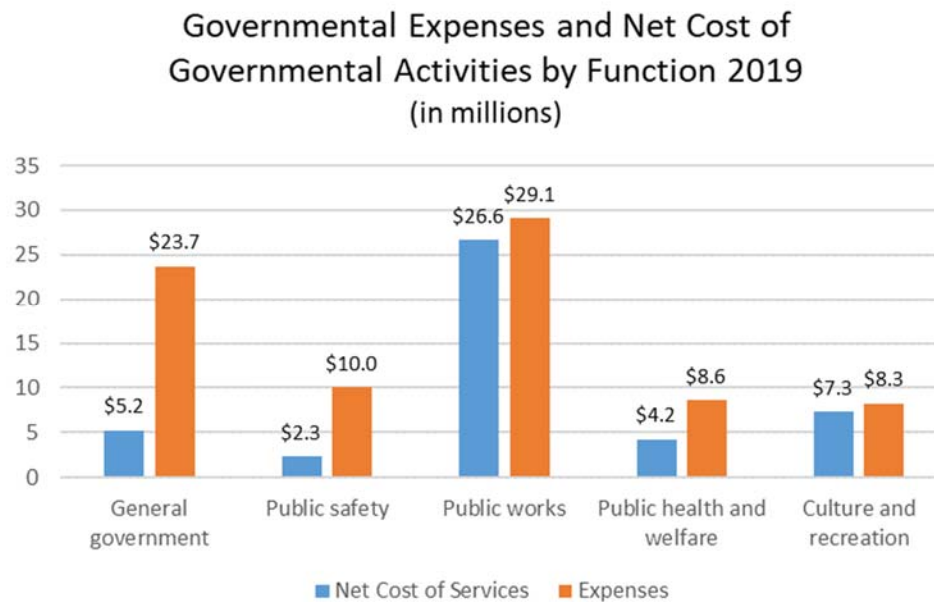
The general government, public safety, public works, and health and welfare functions account for 90 percent of governmental activities expenses.

Each of these functions generates some form of revenue. The following table presents the net cost of the functions, i.e. the expenses less revenues generated by the activities. The net costs illustrate the financial burden placed on the County's taxpayers by each of these functions.

Net Cost of Governmental Activities Expenses by Function/Program 2019	
General government	\$ 5,210,428
Public safety	2,261,725
Public works	26,627,917
Public health and welfare	4,200,280
Culture and recreation	7,288,432
Total	\$ 45,588,782



A comparison of the expenses on governmental activities and the net cost of governmental activities, by function, is as follows:



Business-Type Activities

Net position for the County's business-type activities in 2019 was \$95 million, a decrease of \$9 million over 2018. The net position of the Airport Fund was \$77.6 million, a decrease \$9.6 million and \$15.4 million for the Solid Waste Center Fund, an increase of \$712 thousand.

For the Solid Waste Center Fund, operating revenues were \$5.9 million and operating expenses were \$5.5 million. At 95 percent, charges for services (tipping fees) accounted for the majority of revenues. Wages and benefits accounted for 35 percent of operating expenses.

For the Airport Fund, operating revenues were \$10.7 million and operating expenses were \$23.2 million. Of this, 19 percent was for wages and benefits, 57 percent was for operating expenses and the remaining percent was for depreciation.

The Radio Fund has a minimal impact on the County's proprietary funds, but ended the year with a net position of \$1.9 million.

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ANALYSIS OF THE COUNTY'S FUNDS

As previously discussed, the County uses fund accounting to ensure compliance with finance-related legal requirements. 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, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance that has not yet been limited to use for a particular purpose either by an external party, or by Pitkin County itself.

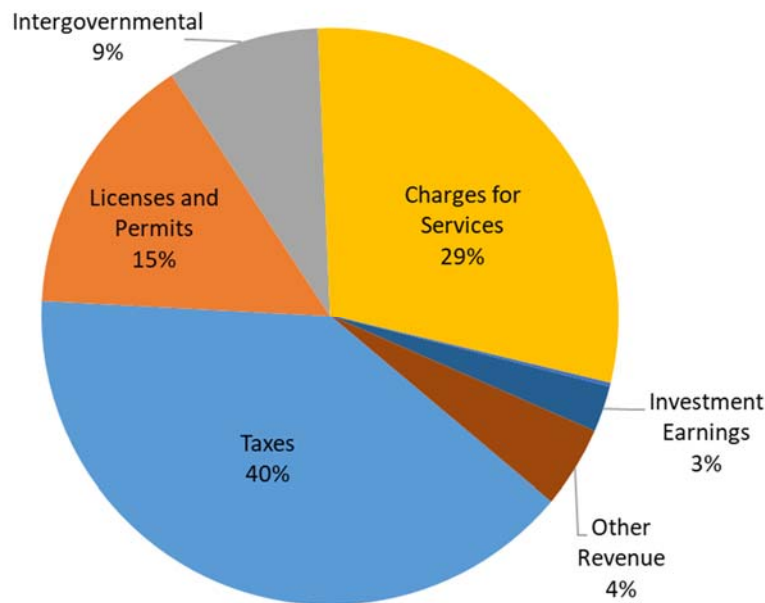
At December 31, 2019, the County's governmental funds reported combined fund balances of \$67 million, increase of \$425 thousand from the prior year. Approximately 9 percent of this amount (\$5.7 million) constitutes unassigned fund balance, which is available for spending at the County's discretion. The remainder of the fund balance is either restricted, committed, or assigned to indicate that it is 1) legally required to be maintained for a specific purpose by outside entities or persons (\$17.9 million); 2) committed by the Board of County Commissioners (\$36.8 million); 3) assigned for planned or intended actions restricted for particular purposes (\$6.2 million); or 4) not in spendable form (\$30 thousand). The fund balances of the five major funds total \$53.9 million; the General Fund represents \$13.2 million, the Capital Expenditures Fund \$6.4 million, Employee Housing Impact Fund \$1.1 million, Transportation Sales and Use Tax Fund \$11.5 million and the Open Space and Trails Fund represents \$21.8 million.

General Fund

The General Fund is the County's primary operating fund and accounts for all transactions not accounted for in other funds. It is the largest source of day-to-day delivery and accounts for many of the County's core services, such as the Sheriff's Office, Assessor, Clerk and Recorder, Community Development, facilities and general administrative functions. The General Fund is financed primarily by property taxes, sales taxes and charges for services.

In 2019, total revenues for the General Fund were \$37 million, an increase of 38 percent over the prior year. Taxes generated 40 percent of this revenue, followed by charges for services at 29 percent, licenses and permits at 15 percent, and intergovernmental revenues at 9 percent. The following represents General Fund revenues by classification in 2019:

General Fund Revenues by Source 2019	
Taxes	\$ 14,539,826
Licenses and Permits	5,460,035
Intergovernmental	3,135,599
Charges for Services	10,771,700
Fines	75,766
Investment Earnings	945,397
Other Revenue	1,667,922
Total	\$ 36,596,245



General Fund revenues were 13 percent over the amended budget in 2019. Licenses and permits were 54 percent over the amended budget. This is mainly due to Community Development fees which increased 30% over prior year but were budgeted to decline by 11.7%. Investment earnings results were 454 percent better than budget.

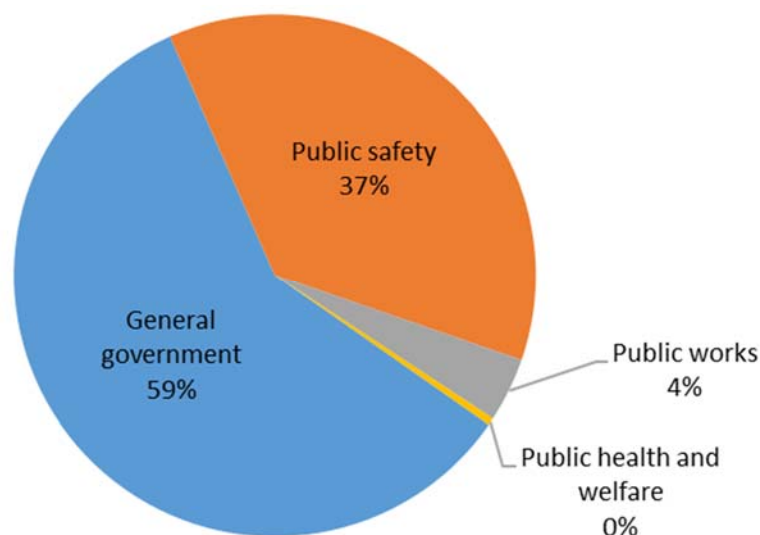
Detail on the General Fund revenues budgetary comparison is as follows:

General Fund Revenues Budgetary Comparison					
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	% Variance
Taxes	\$ 13,449,915	\$ 13,704,115	\$ 14,539,826	\$ 835,711	6%
Intergovernmental	2,790,093	3,039,195	3,135,599	96,404	3%
Licenses and permits	3,540,508	3,540,508	5,460,035	1,919,527	54%
Charges for services	9,919,651	10,429,097	10,771,700	342,603	3%
Fines and forfeitures	41,500	41,500	75,766	34,266	83%
Investment earnings	170,500	170,500	945,397	774,897	454%
Miscellaneous	1,439,547	1,422,547	1,667,922	245,375	17%
Total	\$ 31,351,714	\$ 32,347,462	\$ 36,596,245	\$ 4,248,783	13%

Total expenditures for the General Fund in 2019 (excluding transfers to other funds) were \$30 million, a 24 percent increase over 2018.

As mentioned previously, the General Fund is the County's primary operating fund and consequently it contains a total of eighteen departments and elected official offices. The following presents the total General Fund expenditures by function:

General Fund Expenditures by Function 2019	
General government	17,531,939
Public safety	11,014,728
Public works	1,185,655
Public health and welfare	135,224
Total	\$ 29,867,546



During 2019, there was a \$4.6 million (12.5 percent) increase in appropriations between the adopted and amended budgets for General Fund expenditures. \$2 million of the increase was for increases to the scope and cost of the Courthouse renovation project. \$1.6 million consisted in transfer of balances and interfund cleanup with the implementation of a new chart of accounts and new funds created.

General Fund expenditures were 5 percent (\$2.1 million) below the amended budget in 2019. The cost savings were spread across many departments and programs and include \$369 thousand in wages and benefit savings.

At the end of 2019, the General Fund has a fund balance of \$13.2 million of which \$1 million is restricted by state or federal regulations, \$268 thousand is committed by the BOCC, \$5 thousand is not in spendable form, and \$6.2 million is assigned for various purposes. The assigned portions include \$5.5 million for operating reserve and contingency, \$700 thousand for budget carry-forwards, and \$69 thousand for the Topsy Taxi program. Details are shown in Note III.J.

Capital Expenditures Fund

The Capital Expenditures fund balance increased by 96 percent, from \$3.2 million in 2018 to \$6.4 million in 2019. This was due to funds transferred in 2019 for the Courthouse renovation project but not spent until 2020.

In 2019, total revenues were \$1.6 million of which 88 percent was sales taxes. Total expenditures were \$3.6 million, of which 41 percent (\$1.5 million) was for the above-mentioned Courthouse renovation, \$758 thousand to purchase a facility in Southside Basalt, \$511 thousand for ERP and PATS software implementation projects, and \$424 thousand the scheduled replacement of 9 vehicles.

Transportation Sales and Use Tax Fund

The Transportation Sales and Use Tax Fund is used to account for a one percent County-wide transportation sales tax collected and then distributed to the Roaring Fork Transportation Authority (RFTA), the City of Aspen and the Town of Snowmass Village for mass transit services. A half percent use tax is also collected by both the County, the City of Aspen and the Town of Snowmass Village which is deposited into the fund. A half percent transportation sales tax is also maintained in this fund, of which 81 percent is distributed to RFTA. The remaining half percent sales tax revenues are used to underwrite free bus service between Aspen, Snowmass Village, and Woody Creek and are being saved for future transit projects.

The fund balance increased by \$1.5 million in 2019 and has \$11.5 million available for future spending at the year-end. In 2019, total revenues of \$22 million in this fund increased by 23 percent over 2018 and total expenditures of \$20.5 million also increased by 23 percent over 2018.

Open Space and Trails Fund

The Open Space and Trails Fund has \$21.8 million in fund balance at year end. Of this, 57 percent is dedicated to open space acquisitions, 13 percent to trails improvements and 30 percent to property maintenance, after administrative and debt service costs are subtracted. The fund balance, which fluctuates depending on the capital acquisitions made in any year, remained stable in 2019. 2019 acquisitions included \$1.5 million for the Lambert Wildin property, \$1 million for the Payne parcel, and \$562 thousand for Grace open space. Trail improvement projects included \$3.3 million to begin construction of the Castle Creek trail.

Employee Housing Impact Fund

The Housing Impact Fee Fund has \$1.1 million of fund balance, down 54% from 2018. Revenues are derived from collections of payments from housing impact fees. A housing Impact fee is assessed on new residential structures exceeding 5,750 square feet, commercial development and development of tourist lodging accommodations. The proceeds of this fee are restricted to help provide affordable housing opportunities to the local workforce that may be otherwise unattainable due to the high cost of housing in resort communities. 2019 projects included an \$809 thousand contribution to the Basalt Vista employee housing project and \$584 thousand for three units through the deed restricted housing program.

Airport Fund

The Airport Fund has \$77.6 million in net position at year end. Of this amount, \$66.1 million is categorized as net investment in capital assets and is therefore not available for day to day operations. The net position for the airport fund decreased by \$9.6 million in 2019. This decrease was in part due to the cost of consultants and professional services used to support airport improvement projects and financial planning along with an intensive public outreach and visioning process for future airport improvements.

Solid Waste Center Fund

The Solid Waste Center has \$15.5 million in net position at year end, an increase of \$700 thousand. Of this amount, \$6.4 million is categorized as net investment in capital assets. Solid Waste Center revenues of \$5.9 million in 2019 decreased \$700 thousand (ten percent) due to a slowing of construction projects bringing dirt and construction debris to the landfill. Capital projects in 2019 included \$339 thousand on planning work for a new operations and maintenance facility and \$99 thousand for the purchase of two vehicles.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets, net of accumulated depreciation, for governmental and business-type activities as of December 31, 2019, was \$213 million and \$74 million respectively. The net investment increased by 4.9 percent for governmental activities and decreased 2 percent for business-type activities. The overall increase was 2.8 percent for the County as a whole.

At December 31, 2019, the depreciable capital assets for governmental activities were 43 percent depreciated compared to 44 percent at December 31, 2018. This number declined as the \$7.9 million new ambulance building and parking lot improvements were added in 2019. Land and intangible assets represent 68 percent of the total assets showing the continued investment by the open space program.

Increases in governmental assets exceeded decreases in 2019 resulting in an increase in the net asset value of \$13.7 million. Of this, 58 percent was attributable to the new ambulance building and parking lot. Land acquisitions and infrastructure accounted for 23 percent and 15 percent of the remainder respectively.

For the County's business type activities, the depreciable capital assets were 51 percent depreciated at December 31, 2019 compared to 48 percent at December 31, 2018.

See Note III. D and F for additional information about changes in capital assets during the calendar year and outstanding contractual commitments at the end of the year.

Long-term Debt

At the end of the calendar year, general obligation bonds of \$11,240,000, certificates of participation of \$28,316,787 and sales tax revenue bonds totaling \$5,431,154 were outstanding. Citing the County's strong financial position, Moody's Investor Service rates the County as Aa2.

See Note III.G for additional information about the County's long-term debt and Note III.H for discussion of the landfill closure and post-closure care liability.

Economic Outlook and 2020 Budget

Pitkin County's economy, largely dominated by real estate and tourism, performed strongly in 2019. This trend was expected to continue in 2020 though with more uncertainty due to a forecast for a correction in the national economy possible in the next few years. However, in March 2020 the COVID-19 pandemic and the subsequent closure of ski areas, lodging, restaurants and retail, severely impacted the local economy with the County seeing

an unprecedented 48% decrease in sales tax revenues. In April however the decline was reduced to 7% and in May 2020 sales tax revenues rebounded with an increase of 3% over 2019. Analysis of the data leads us to believe the increase was in large part due to online retail.

As the local economy re-opened in June with lodging, retail and restaurants permitted to operate (with certain restrictions) we expect sales tax revenues to continue to perform well though at lower levels than initially forecast. In June and July visitation to Aspen was very strong and a number of part-time homeowners are seeking to make their residence more permanent while others are moving their primary residences from larger cities. As a result, in the first two weeks of July, the number of real estate transactions was 141% higher than the same period in 2019. Local schools are also seeing a significant increase in admission applications.

Despite the positive rebound, at the time of writing it is unknown what the future impact of this pandemic will have on the local economy and the County's sales tax revenues. The winter months will be especially difficult to predict as the ability of the ski areas to operate within the confines of public health orders is unknown. Additionally, the usual substantial international visitors are in question.

Despite the downturn in sales tax revenues, the County continues to experience strong demand for many of its services, especially Public Safety, Road and Bridge, Human Services, and of course, Public Health. With careful and prudent management and efficient use of funds, the County aims to moderate operating costs in 2020 and 2021, thereby continuing to provide quality services and maintaining operating expenditures through the pandemic.

The 2020 amended Pitkin County budget includes \$140,057,730 in revenues and \$179,237,742 in expenditures, for a total use of fund balance of \$39,180,012. The remaining fund balance at year end is projected to be \$26,810,174, or 22 percent of total 2019 operating expenditures. This greater than the County's minimum fund balance of 16.7 percent of budgeted operating expenditures.

Use of fund balance is primarily for capital projects. 2020 capital projects include: \$6 million for an operations and maintenance facility at the Solid Waste Center, \$1.7 million for a northern landfill expansion, and \$950 thousand for a wood grinder; \$1.4 million in the Healthy Rivers fund for safety and streamside improvements at the whitewater park; \$900 thousand for an Airport runway broom (heavy equipment); \$745 thousand for Road and Bridge heavy equipment; \$664 thousand for Sheriff's vehicle replacements; \$570 thousand for Reudi Translator site construction; and \$564 thousand for a transit variable message sign.

With the arrival of the first COVID-19 cases in Pitkin County in March 2020 and the resulting economic impacts, Pitkin County's operational focus shifted to respond to the unprecedented times. Emergency supplemental requests were approved to provide \$943 thousand to the Public Health fund to respond to the virus, including twelve new term-limited positions; and \$500,000 to the Human Services fund to issue economic relief payments to residents in need. The Human Services fund has issued an additional \$1.9 million in economic relief payments through the support of the City of Aspen, Town of Snowmass Village and Aspen Community Foundation, among others.

Overall, the 2020 budget and the strategic plan enable Pitkin County to continue to provide high levels of service to its citizens, invest in prudent capital improvements, while maintaining a strong financial position.

Contacting the County's Financial Management

This financial report is designed to provide an overview of the County's financial activities for all of those with an interest in the government's finances. Questions concerning any of the information provided in this report, or requests for additional financial information should be addressed to:

Ann Driggers
Finance Director
530 East Main Street, Suite 304
Aspen, Colorado, 81611
(970) 920-5225

BASIC FINANCIAL STATEMENTS

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Pitkin County, Colorado
Government-wide Financial Statements - Statement of Net Position
December 31, 2019

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Pitkin County Library District
Assets:				
Cash and investments	71,931,344	\$ 24,044,618	\$ 95,975,962	\$ 3,709,009
Receivables, net of allowance for uncollectibles	39,240,311	4,069,356	43,309,667	4,458,648
Prepaid expenses	5,262	-	5,262	-
Inventories	761,982	201,029	963,011	-
Deposits held	22,000	6,200	28,200	-
Noncurrent receivables, net of allowance for uncollectibles	529,105	-	529,105	-
Capital assets, not being depreciated	175,928,555	13,171,259	189,099,814	144,263
Capital assets, net of accumulated depreciation	82,625,255	61,199,851	143,825,106	13,323,774
Total Assets	371,043,814	102,692,313	473,736,127	21,635,694
Deferred Outflows of Resources:				
Deferred loss on refunding	208,007	-	208,007	-
Total Deferred Outflows of Resources	208,007	-	208,007	-
Liabilities:				
Accounts payable	10,912,610	3,562,469	14,475,079	102,961
Accrued liabilities	136,914	27,295	164,209	21,351
Accrued interest	204,861	-	204,861	-
Unearned revenue	1,201,673	600,652	1,802,325	-
Deposits	2,102,518	29,747	2,132,265	-
Noncurrent liabilities:				
Due within one year	3,290,750	147,365	3,438,115	62,808
Due in more than one year	44,740,131	3,402,167	48,142,298	94,212
Total Liabilities	62,589,457	7,769,695	70,359,152	281,332
Deferred Inflows of Resources:				
Property taxes assessed but not collectible until 2020	27,116,200	-	27,116,200	4,458,648
Total Deferred Inflows of Resources	27,116,200	-	27,116,200	4,458,648
Net Position:				
Net investment in capital assets	213,507,371	74,178,756	287,686,127	13,460,056
Restricted for:				
Aviation fuel tax	195,195	-	195,195	-
Capital projects	6,306,257	-	6,306,257	-
Conservation trust	976	-	976	-
Debt service	172,892	-	172,892	-
Emergency reserve	2,841,115	-	2,841,115	143,932
Healthy rivers & streams	3,279,582	-	3,279,582	-
Human services	533,336	-	533,336	-
Public health	839,130	-	839,130	-
Road and bridge	2,547,234	-	2,547,234	-
State superfund tip fees	460,931	-	460,931	-
Translator	743,152	-	743,152	-
Library	-	-	-	3,291,726
Unrestricted	50,118,993	20,743,862	70,862,855	-
Total Net Position	\$ 281,546,164	\$ 94,922,618	\$ 376,468,782	\$ 16,895,714

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

Pitkin County, Colorado
Government-wide Financial Statements - Statement of Activities
For the Year Ended December 31, 2019

		Program Revenues			Net (Expense) Revenue and Changes in Net Position			
					Primary Government			Component Unit
Functions/Programs:	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Pitkin County Library District
Governmental Activities:								
General government	\$ 23,732,088	\$ 18,392,142	\$ 24,019	\$ 105,500	\$ (5,210,427)		\$ (5,210,427)	
Public safety	10,003,016	7,004,110	737,181	-	(2,261,725)		(2,261,725)	
Public works	29,075,899	1,836,713	19,626	591,643	(26,627,917)		(26,627,917)	
Public health and welfare	8,576,424	2,985,679	1,390,465	-	(4,200,280)		(4,200,280)	
Culture and recreation	8,255,122	726,153	44,537	196,000	(7,288,432)		(7,288,432)	
Interest on long-term debt	1,551,574	-	56,897	-	(1,494,677)		(1,494,677)	
Total Governmental Activities	<u>81,194,123</u>	<u>30,944,797</u>	<u>2,272,725</u>	<u>893,143</u>	<u>(47,083,458)</u>		<u>(47,083,458)</u>	
Business-type activities:								
Airport	23,243,017	10,726,613	602,476	1,921,677		(9,992,251)	(9,992,251)	
Solid Waste Center	5,495,839	5,902,540	27,603	-		434,304	434,304	
Radio	831,114	249,289	271,531	-		(310,294)	(310,294)	
Total Business-type Activities	<u>29,569,970</u>	<u>16,878,442</u>	<u>901,610</u>	<u>1,921,677</u>		<u>(9,868,241)</u>	<u>(9,868,241)</u>	
Total	<u>\$ 110,764,093</u>	<u>\$ 47,823,239</u>	<u>\$ 3,174,335</u>	<u>\$ 2,814,820</u>	<u>(47,083,458)</u>	<u>(9,868,241)</u>	<u>(56,951,699)</u>	
Component Unit:								
Pitkin County Library District	<u>\$ 4,602,112</u>	<u>\$ 210,192</u>	<u>\$ 150,599</u>					\$ (4,241,321)
General Revenues:								
Taxes:								
Property taxes					25,312,257	-	25,312,257	4,286,478
Sales and use taxes					35,490,936	-	35,490,936	-
Specific ownership taxes					902,153	-	902,153	150,478
Other taxes					13,885	-	13,885	-
Unrestricted investment earnings					1,867,518	656,209	2,523,727	-
Gain on disposition of assets					450,679	-	450,679	-
Transfers					<u>(301,770)</u>	<u>190,244</u>	<u>(111,526)</u>	<u>-</u>
Total General Revenues and Transfers					<u>63,735,658</u>	<u>846,453</u>	<u>64,582,111</u>	<u>4,436,956</u>
Change in Net Position					16,652,200	(9,021,788)	7,630,412	195,635
Net Position - Beginning (as restated)					<u>264,893,964</u>	<u>103,944,406</u>	<u>368,838,370</u>	<u>16,700,079</u>
Net Position - Ending					<u>\$ 281,546,164</u>	<u>\$ 94,922,618</u>	<u>\$ 376,468,782</u>	<u>\$ 16,895,714</u>

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

**Pitkin County, Colorado
Balance Sheet
Governmental Funds
December 31, 2019**

		Special Revenue			Capital Projects		
	General Fund	Transportation Sales and Use Tax Fund	Open Space and Trails Fund	Employee Housing Impact Fund	Capital Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets:							
Cash and investments	\$ 13,306,005	\$ 12,402,819	\$ 22,748,709	\$ 1,585,916	\$ 6,668,128	\$ 11,437,763	\$ 68,149,340
Property tax receivable	7,915,203	-	12,849,356	-	-	6,351,641	27,116,200
Other receivables, net of allowance for uncollectibles	773,921	12,627	-	48	105,500	12,362	904,458
Due from other governments	4,935,222	4,225,440	3,435	-	297,395	1,757,196	11,218,688
Due from other funds	73,170	-	-	-	-	-	73,170
Loans receivable	529,105	-	-	-	-	-	529,105
Prepaid items	5,262	-	-	-	-	-	5,262
Inventories	-	-	-	-	-	25,153	25,153
Total Assets	<u>\$ 27,537,888</u>	<u>\$ 16,640,886</u>	<u>\$ 35,601,500</u>	<u>\$ 1,585,964</u>	<u>\$ 7,071,023</u>	<u>\$ 19,584,115</u>	<u>\$ 108,021,376</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances:							
Liabilities:							
Accounts payable	933,683	11,801	558,766	440,442	717,196	466,930	3,128,818
Accrued liabilities	120,150	-	7,812	-	-	4,425	132,387
Due to other governments	3,310,741	3,949,989	346,119	224	-	61,172	7,668,245
Unearned revenue	-	1,201,673	-	-	-	-	1,201,673
Deposits	2,039,685	-	4,100	45,483	-	13,250	2,102,518
Total Liabilities	<u>6,404,259</u>	<u>5,163,463</u>	<u>916,797</u>	<u>486,149</u>	<u>717,196</u>	<u>545,777</u>	<u>14,233,641</u>
Deferred Inflows of Resources:							
Property taxes assessed but not collectible until 2020	7,915,203	-	12,849,356	-	-	6,351,641	27,116,200
Total Deferred Inflows of Resources	<u>7,915,203</u>	<u>-</u>	<u>12,849,356</u>	<u>-</u>	<u>-</u>	<u>6,351,641</u>	<u>27,116,200</u>
Fund Balances:							
Nonspendable	5,262	-	-	-	-	25,153	30,415
Restricted	1,041,674	762,415	408,750	28,269	6,353,827	9,324,865	17,919,800
Committed	374,513	10,715,008	21,426,597	1,071,546	-	3,336,679	36,924,343
Assigned	6,228,890	-	-	-	-	-	6,228,890
Unassigned	5,568,087	-	-	-	-	-	5,568,087
Total Fund Balances	<u>13,218,426</u>	<u>11,477,423</u>	<u>21,835,347</u>	<u>1,099,815</u>	<u>6,353,827</u>	<u>12,686,697</u>	<u>66,671,535</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 27,537,888</u>	<u>\$ 16,640,886</u>	<u>\$ 35,601,500</u>	<u>\$ 1,585,964</u>	<u>\$ 7,071,023</u>	<u>\$ 19,584,115</u>	<u>\$ 108,021,376</u>

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

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

Governmental Funds Total Fund Balances	\$ 66,671,535
<i>Add:</i>	
Capital assets, net of depreciation, are used in governmental activities and are not financial resources and, therefore, are not reported in the governmental funds.	257,273,372
Internal service funds are used by the County to charge the costs of risk, employee health insurance, and fleet to the individual funds. The assets and liabilities of the internal service funds are included with governmental activities.	5,572,664
<i>Less:</i>	
Deferred amounts on refundings and bond premiums or discounts are reflected as current charges in the governmental fund financial statements. On the Statement of Activities and the Statement of Net Position, these costs are capitalized and amortized over the life of the bond issues. These amounts consist of unamortized deferred refunding losses of \$208,007, less unamortized bond premiums of \$623,170.	(415,163)
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds. This is the amount of bonded debt payable.	(44,364,771)
Long-term liabilities, including claims payable, are not due and payable in the current period and, therefore, are not reported in the funds. This is the amount of claims payable.	(819,621)
Long-term liabilities, including compensated absences, are not due and payable in the current period and, therefore, are not reported in the funds. This is the amount of compensated absences not currently payable.	(2,166,991)
Interest payable on debt is not recorded on the fund statements, but rather recognized as an expenditure when due. This is the accrued interest on bonded debt that has been incurred, but not yet due.	(204,861)
Governmental Activities Net Position	<u><u>\$ 281,546,164</u></u>

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

Pitkin County, Colorado
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2019

		Special Revenue			Capital Projects		
	General Fund	Transportation Sales and Use Tax Fund	Open Space and Trails Fund	Employee Housing Impact Fund	Capital Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:							
Taxes	\$ 14,539,826	\$ 21,709,312	\$ 12,078,686	\$ -	\$ 1,416,714	\$ 11,974,692	\$ 61,719,230
Intergovernmental	3,135,599	-	13,885	-	5,159	5,184,125	8,338,768
Licenses and permits	5,460,035	-	18,242	-	-	38,385	5,516,662
Impact fees	-	-	-	603,059	-	-	603,059
Charges for services	10,771,700	9,500	6,100	-	-	4,481,036	15,268,336
Fines and forfeitures	75,766	-	4,595	-	-	-	80,361
Investment earnings	945,397	285,503	655,299	50,333	57,613	364,045	2,358,190
Miscellaneous	1,667,922	5	848,199	288,893	106,176	364,611	3,275,806
Total Revenues	36,596,245	22,004,320	13,625,006	942,285	1,585,662	22,406,894	97,160,412
Expenditures:							
General government	17,531,939	-	-	-	3,213,543	1,292,979	22,038,461
Public safety	11,014,728	-	-	-	396,278	6,240,725	17,651,731
Public works	1,185,655	20,463,919	-	-	-	8,640,925	30,290,499
Public health and welfare	135,224	-	-	1,895,799	-	7,678,034	9,709,057
Culture and recreation	-	-	12,325,100	-	-	761,121	13,086,221
Debt service:							
Principal	-	-	-	-	-	2,005,150	2,005,150
Interest	-	-	-	-	-	1,562,154	1,562,154
Other	-	-	-	-	-	5,856	5,856
Total Expenditures	29,867,546	20,463,919	12,325,100	1,895,799	3,609,821	28,186,944	96,349,129
Excess (Deficiency) of Revenues Over Expenditures	6,728,699	1,540,401	1,299,906	(953,514)	(2,024,159)	(5,780,050)	811,283
Other Financing Sources (Uses):							
Proceeds from sale of assets	-	-	18,229	-	18,423	113,892	150,544
Transfers in	291,980	-	71,000	-	6,366,488	7,325,561	14,055,029
Transfers out	(9,070,061)	-	(1,255,272)	(375,000)	(1,244,481)	(2,646,984)	(14,591,798)
Total Other Financing Sources (Uses)	(8,778,081)	-	(1,166,043)	(375,000)	5,140,430	4,792,469	(386,225)
Net Change in Fund Balances	(2,049,382)	1,540,401	133,863	(1,328,514)	3,116,271	(987,581)	425,058
Fund Balances - Beginning (as restated)	15,267,808	9,937,022	21,701,484	2,428,329	3,237,556	13,674,278	66,246,477
Fund Balances - Ending	\$ 13,218,426	\$ 11,477,423	\$ 21,835,347	\$ 1,099,815	\$ 6,353,827	\$ 12,686,697	\$ 66,671,535

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

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

Net Change in Fund Balances - Governmental Funds	\$ 425,058
<i>Add / (Less):</i>	
The repayment of debt is a use of current available resources, but has no effect on net position because although the County has less current available resources, it also has less debt. This is the amount of principal payments on bonded debt during the year.	2,005,150
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$19,766,849) exceeds depreciation (\$4,162,784) in the current period.	15,604,065
Long-term liabilities, including claims payable, are not due and payable in the current period and therefore are not reported in the funds. This is the change in the amount of claims, not currently payable.	120,730
Long-term liabilities, including compensated absences, are not due and payable in the current period and therefore are not reported in the funds. This is the change in the amount of compensated absences, not currently payable.	(295,450)
Interest payable on debt is not recorded in the fund statements, but rather recognized as an expenditure when due. This is the change in accrued interest on bonded debt that has been incurred, but is not yet due, together with the amortization of debt-related deferrals.	16,436
Internal service costs are used by the County to charge risk, employee health insurance, and fleet services to the individual funds. This is the change in the internal service funds' net position, which is charged back to governmental activities on the Statement of Activities.	438,591
Long-term capital assets, which are not fully depreciated, are routinely retired. Because no sale transaction has occurred, no current resources are recorded which offset the book value of the assets retired. This is the total book value of capital assets retired during the year that were not fully depreciated.	(1,662,380)
Change in Net Position of Governmental Activities	<u><u>\$ 16,652,200</u></u>

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

Pitkin County, Colorado
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for 2018, as restated)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual (as restated)
Revenues:					
Taxes:					
Sales tax	\$ 5,528,872	\$ 5,768,872	\$ 6,611,333	\$ 842,461	\$ 4,304,277
General property tax	7,627,263	7,627,263	7,626,849	(414)	7,210,051
Specific ownership tax	274,205	288,405	281,270	(7,135)	276,947
Other tax	19,575	19,575	20,374	799	20,213
Intergovernmental	2,790,093	3,039,195	3,135,599	96,404	3,081,526
Licenses and permits	3,540,508	3,540,508	5,460,035	1,919,527	4,152,805
Charges for services	9,919,651	10,429,097	10,771,700	342,603	4,532,836
Fines and forfeitures	41,500	41,500	75,766	34,266	63,015
Investment earnings	170,500	170,500	945,397	774,897	423,229
Miscellaneous	1,439,547	1,422,547	1,667,922	245,375	2,358,147
Total Revenues	<u>31,351,714</u>	<u>32,347,462</u>	<u>36,596,245</u>	<u>4,248,783</u>	<u>26,423,046</u>
Expenditures:					
General government	16,504,064	17,563,714	17,531,939	31,775	11,632,848
Public safety	12,106,684	12,491,873	11,014,728	1,477,145	11,324,499
Public works	784,987	1,243,282	1,185,655	57,627	889,329
Public health and welfare	134,037	134,037	135,224	(1,187)	113,451
Total Expenditures	<u>29,529,772</u>	<u>31,432,906</u>	<u>29,867,546</u>	<u>1,565,360</u>	<u>23,960,127</u>
Excess of Revenues					
Over Expenditures	<u>1,821,942</u>	<u>914,556</u>	<u>6,728,699</u>	<u>5,814,143</u>	<u>2,462,919</u>
Other Financing Sources (Uses):					
Transfers in	51,750	51,750	291,980	240,230	88,000
Transfers out	<u>(6,793,656)</u>	<u>(9,634,540)</u>	<u>(9,070,061)</u>	<u>564,479</u>	<u>(2,067,334)</u>
Total Other Financing Uses	<u>(6,741,906)</u>	<u>(9,582,790)</u>	<u>(8,778,081)</u>	<u>804,709</u>	<u>(1,979,334)</u>
Excess (Deficiency) of Revenues and Other					
Financing Uses Over Expenditures	<u>\$ (4,919,964)</u>	<u>\$ (8,668,234)</u>	<u>(2,049,382)</u>	<u>\$ 6,618,852</u>	<u>483,585</u>
Fund Balance - Beginning (as restated)			<u>15,267,808</u>		<u>14,784,223</u>
Fund Balance - Ending			<u>\$ 13,218,426</u>		<u>\$ 15,267,808</u>

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

Pitkin County, Colorado
Transportation Sales and Use Tax Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Revenues:				
Taxes:				
Sales tax	\$ 17,964,589	\$ 20,369,919	\$ 20,060,740	\$ (309,179)
Other tax	1,400,000	1,400,000	1,648,572	248,572
Licenses and permits	-	-	-	-
Charges for services	-	-	9,500	9,500
Investment earnings	187,000	187,000	285,503	98,503
Miscellaneous	-	-	5	5
Total Revenues	19,551,589	21,956,919	22,004,320	47,401
Expenditures:				
Public works	19,357,150	21,963,395	20,463,919	1,499,476
Total Expenditures	19,357,150	21,963,395	20,463,919	1,499,476
Excess (Deficiency) of Revenues Over Expenditures	194,439	(6,476)	1,540,401	1,546,877
Excess of Revenues Over Expenditures	\$ 194,439	\$ (6,476)	1,540,401	\$ 1,546,877
Fund Balance - Beginning			9,937,022	8,583,356
Fund Balance - Ending			\$ 11,477,423	\$ 9,937,022

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

Pitkin County, Colorado
Open Space and Trails Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
General property tax	\$ 11,669,620	\$ 11,669,620	\$ 11,669,019	\$ (601)	\$ 11,629,944
Specific ownership tax	423,257	423,257	409,667	(13,590)	424,453
Intergovernmental	580,000	1,158,955	13,885	(1,145,070)	27,718
Licenses and permits	-	-	18,242	18,242	25,430
Charges for services	-	-	6,100	6,100	-
Fines and forfeitures	-	-	4,595	4,595	5,364
Investment earnings	233,450	233,450	655,299	421,849	370,903
Miscellaneous	289,900	1,001,237	848,199	(153,038)	123,942
Total Revenues	<u>13,196,227</u>	<u>14,486,519</u>	<u>13,625,006</u>	<u>(861,513)</u>	<u>12,607,754</u>
Expenditures:					
Culture and recreation	9,494,196	18,878,793	12,325,100	6,553,693	6,242,953
Debt service:					
Principal	1,255,272	-	-	-	950,000
Interest	-	-	-	-	263,355
Total Expenditures	<u>10,749,468</u>	<u>18,878,793</u>	<u>12,325,100</u>	<u>6,553,693</u>	<u>7,456,308</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>2,446,759</u>	<u>(4,392,274)</u>	<u>1,299,906</u>	<u>5,692,180</u>	<u>5,151,446</u>
Other Financing Sources (Uses):					
Proceeds from sale of assets	8,910	8,910	18,229	9,319	7,100
Transfers in	413,000	69,000	71,000	2,000	69,000
Transfers out	-	(1,255,272)	(1,255,272)	-	-
Total Other Financing Sources (Uses)	<u>421,910</u>	<u>(1,177,362)</u>	<u>(1,166,043)</u>	<u>11,319</u>	<u>76,100</u>
Excess of Revenues and Other Financing Sources (Uses) Over Expenditures	<u>\$ 2,868,669</u>	<u>\$ (5,569,636)</u>	<u>133,863</u>	<u>\$ 5,703,499</u>	<u>5,227,546</u>
Fund Balance - Beginning			<u>21,701,484</u>		<u>16,473,938</u>
Fund Balance - Ending			<u>\$ 21,835,347</u>		<u>\$ 21,701,484</u>

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

Pitkin County, Colorado
Employee Housing Impact Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for 2018)

	2019			2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative) Actual
Revenues:				
Impact fees	\$ 500,000	\$ 500,000	\$ 603,059	\$ 103,059
Investment earnings	9,970	9,970	50,333	40,363
Miscellaneous	276,564	276,564	288,893	12,329
Total Revenues	786,534	786,534	942,285	155,751
Expenditures:				
Public health and welfare	2,492,381	3,441,736	1,895,799	1,545,937
Total Expenditures	2,492,381	3,441,736	1,895,799	1,545,937
Deficiency of Revenues Over Expenditures	(1,705,847)	(2,655,202)	(953,514)	1,701,688
Other Financing Sources (Uses):				
Proceeds from sale of assets	1,000,000	1,000,000	-	(1,000,000)
Transfers in	-	-	-	-
Transfers out	(375,000)	(375,000)	(375,000)	-
Total Other Financing Sources (Uses)	625,000	625,000	(375,000)	(1,000,000)
Deficiency of Revenues and Other Financing Sources (Uses) Over Expenditures	\$ (1,080,847)	\$ (2,030,202)	(1,328,514)	\$ 701,688
Fund Balance - Beginning			2,428,329	11,761,773
Fund Balance - Ending			\$ 1,099,815	\$ 2,428,329

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

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

	Business-type Activities				Governmental Activities
	Major Funds				Internal Service Funds
	Airport Fund	Solid Waste Center Fund	Radio Fund	Total Enterprise Funds	
Assets:					
Current assets:					
Cash and investments	\$ 11,923,020	\$ 11,879,721	\$ 241,877	\$ 24,044,618	\$ 3,782,004
Accounts receivable, net of allowance for uncollectibles	3,625,793	418,563	25,000	4,069,356	965
Deposits held	6,200	-	-	6,200	22,000
Inventories	-	201,029	-	201,029	736,829
Total Current Assets	15,555,013	12,499,313	266,877	28,321,203	4,541,798
Noncurrent assets:					
Capital assets:					
Land	7,873,279	50,000	-	7,923,279	2,000
Construction in progress	1,816,752	475,272	-	2,292,024	-
Other assets, non-depreciable	2,955,956	-	-	2,955,956	-
Buildings	23,145,300	1,012,068	-	24,157,368	1,945,146
Infrastructure and improvements other than buildings	79,012,371	2,308,577	-	81,320,948	508,655
Machinery and equipment	11,269,733	5,888,814	2,011,083	19,169,630	899,668
Other assets, depreciable	135,666	17,955	-	153,621	-
Less: accumulated depreciation	(59,930,388)	(3,389,833)	(281,495)	(63,601,716)	(2,075,031)
Capital assets, net	66,278,669	6,362,853	1,729,588	74,371,110	1,280,438
Total Noncurrent Assets	66,278,669	6,362,853	1,729,588	74,371,110	1,280,438
Total Assets	81,833,682	18,862,166	1,996,465	102,692,313	5,822,236
Liabilities:					
Current liabilities:					
Accounts payable	3,406,610	138,215	9,436	3,554,261	113,417
Accrued liabilities	23,442	3,853	-	27,295	4,527
Due to other funds	-	-	-	-	73,170
Due to other governments	495	7,713	-	8,208	2,130
Unearned revenue	539,043	61,609	-	600,652	-
Deposits	29,747	-	-	29,747	-
Compensated absences - current	101,068	41,486	4,811	147,365	22,531
Total Current Liabilities	4,100,405	252,876	14,247	4,367,528	215,775
Noncurrent Liabilities:					
Compensated absences	151,603	62,230	7,216	221,049	33,797
Closure and post-closure costs	-	3,181,118	-	3,181,118	-
Total Noncurrent Liabilities	151,603	3,243,348	7,216	3,402,167	33,797
Total Liabilities	4,252,008	3,496,224	21,463	7,769,695	249,572
Net Position:					
Net investment in capital assets	66,103,113	6,346,055	1,729,588	74,178,756	1,280,438
Unrestricted	11,478,561	9,019,887	245,414	20,743,862	4,292,226
Total Net Position	\$ 77,581,674	\$ 15,365,942	\$ 1,975,002	\$ 94,922,618	\$ 5,572,664

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

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

	Business-type Activities				Governmental Activities
	Major Funds				Internal Service Funds
	Airport Fund	Solid Waste Center Fund	Radio Fund	Total Enterprise Funds	
Operating Revenues:					
Charges for services:					
Airport	\$ 8,241,535	\$ -	\$ -	\$ 8,241,535	\$ -
Solid waste center	-	5,894,657	-	5,894,657	-
Radio	-	-	247,963	247,963	-
Risk	-	-	-	-	795,218
Health Insurance	-	-	-	-	6,332,062
Fleet	-	-	-	-	3,062,645
Miscellaneous:					
Rent	2,447,507	-	-	2,447,507	-
Other revenue	37,571	7,883	1,326	46,780	326,101
Total Operating Revenues	10,726,613	5,902,540	249,289	16,878,442	10,516,026
Operating Expenses:					
Personnel services	4,520,940	1,439,639	147,111	6,107,690	2,220,765
General operations	13,303,584	3,094,234	464,790	16,862,608	8,095,230
Landfill compliance costs	-	139,880	-	139,880	-
Depreciation	5,417,312	799,828	203,255	6,420,395	142,537
Total Operating Expenses	23,241,836	5,473,581	815,156	29,530,573	10,458,532
Operating Income (Loss)	(12,515,223)	428,959	(565,867)	(12,652,131)	57,494
Non-Operating Revenues:					
Investment earnings	376,373	277,699	2,137	656,209	95,868
Loss on disposition of assets	(1,181)	(22,258)	(15,958)	(39,397)	-
Intergovernmental	602,476	27,603	271,531	901,610	-
Stop loss reimbursement	-	-	-	-	50,229
Total Non-Operating Revenues	977,668	283,044	257,710	1,518,422	146,097
Income (Loss) Before Contributions and Transfers	(11,537,555)	712,003	(308,157)	(11,133,709)	203,591
Capital contributions	1,921,677	-	-	1,921,677	-
Transfers in	-	-	190,244	190,244	234,999
Change in Net Position	(9,615,878)	712,003	(117,913)	(9,021,788)	438,590
Fund Balances - Beginning (as restated)	87,197,552	14,653,939	2,092,915	103,944,406	5,134,074
Net Position - Ending	\$ 77,581,674	\$ 15,365,942	\$ 1,975,002	\$ 94,922,618	\$ 5,572,664

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

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

	Business-type Activities				Governmental Activities
	Major Funds				Internal Service Funds
	Airport Fund	Solid Waste Center Fund	Radio Fund	Total Enterprise Funds	
Cash Flows from Operating Activities:					
Cash received from customers and others	\$ 10,525,979	\$ 5,838,530	\$ 118,873	\$ 16,483,382	\$ 90,218
Cash received from interfund services	-	-	105,416	105,416	10,505,021
Other operating cash payments	(6,200)	-	-	(6,200)	-
Cash payments to vendors for goods and services	(11,276,311)	(3,002,076)	(458,380)	(14,736,767)	(8,372,678)
Cash payments to employees for services	(4,349,274)	(1,418,091)	(132,058)	(5,899,423)	(2,146,960)
Net Cash Provided (Used) by Operating Activities	<u>(5,105,806)</u>	<u>1,418,363</u>	<u>(366,149)</u>	<u>(4,053,592)</u>	<u>75,601</u>
Cash Flows from Non-Capital Financing Activities:					
Grant proceeds received	602,476	27,603	271,531	901,610	8,625
Stop loss proceeds received	-	-	-	-	50,229
Transfers from other funds	-	-	190,244	190,244	234,999
Net Cash Provided by Non-Capital and Related Financing Activities	<u>602,476</u>	<u>27,603</u>	<u>461,775</u>	<u>1,091,854</u>	<u>293,853</u>
Cash Flows from Capital and Related Financing Activities:					
Sale of assets	536	44,731	-	45,267	-
Proceeds from grant awards	1,993,200	-	-	1,993,200	-
Acquisition of capital assets	(2,537,532)	(521,611)	-	(3,059,143)	(14,455)
Net Cash Used by Capital and Related Financing Activities	<u>(543,796)</u>	<u>(476,880)</u>	<u>-</u>	<u>(1,020,676)</u>	<u>(14,455)</u>
Cash Flows from Investing Activities:					
Interest received - unrestricted	376,373	277,699	2,137	656,209	95,868
Net Cash Provided by Investing Activities	<u>376,373</u>	<u>277,699</u>	<u>2,137</u>	<u>656,209</u>	<u>95,868</u>
Net Increase (Decrease) in Cash	(4,670,753)	1,246,785	97,763	(3,326,205)	450,867
Cash - Beginning of Year	16,593,773	10,632,936	144,114	27,370,823	3,331,137
Cash - End of Year	<u>\$ 11,923,020</u>	<u>\$ 11,879,721</u>	<u>\$ 241,877</u>	<u>\$ 24,044,618</u>	<u>\$ 3,782,004</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:					
Operating income (loss)	\$ (12,515,223)	\$ 428,959	\$ (565,867)	\$ (12,652,131)	57,494
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Depreciation	5,417,312	799,828	203,255	6,420,395	142,537
Changes in Assets and Liabilities:					
(Increase) decrease in accounts receivable	(199,596)	(64,010)	(25,000)	(288,606)	55,281
(Increase) decrease in deposits held	(6,200)	-	-	(6,200)	23,932
Increase in inventories	-	(153)	-	(153)	(127,904)
Increase (decrease) in accounts payable	2,245,407	40,513	6,410	2,292,330	(228,567)
Decrease in compliance costs	-	139,880	-	139,880	-
Increase in accrued liabilities	154,058	11,737	15,053	180,848	79,658
Increase in due to other funds	-	-	-	-	73,170
Increase (decrease) in unearned revenue	(200,526)	61,609	-	(138,917)	-
Decrease in deposits	(1,038)	-	-	(1,038)	-
Net Cash Provided (Used) by Operating Activities	<u>\$ (5,105,806)</u>	<u>\$ 1,418,363</u>	<u>\$ (366,149)</u>	<u>\$ (4,053,592)</u>	<u>\$ 75,601</u>

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

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

	<u>Retirement Trust</u>	<u>Agency Funds</u>
Assets		
Cash and investments	\$ 41,318,481	\$ 2,311,124
Receivables:		
Miscellaneous	-	10,104
Due from other governments	-	14,709
Employee retirement loans	<u>425,801</u>	<u>-</u>
Total Assets	<u>41,744,282</u>	<u>2,335,937</u>
Liabilities		
Accounts payable	-	300,670
Due to other governments	-	262,643
Unearned revenue	-	3,152
Deposits	-	826
Funds held for others	<u>-</u>	<u>1,768,646</u>
Total Liabilities	<u>-</u>	<u>\$ 2,335,937</u>
Net Position		
Net position held in trust for retirement benefits	<u>\$ 41,744,282</u>	

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

Pitkin County, Colorado
Statement of Changes in Net Position
Retirement Trust Fund
December 31, 2019

	Retirement Trust
Additions	
Employer contributions	\$ 3,243,739
Investment income:	
Dividends and interest	379,609
Net increase in market value of investments	<u>6,389,331</u>
Total Additions	<u>10,012,679</u>
Deductions	
Benefits to plan members	1,559,070
Administration expenses	<u>60,892</u>
Total Deductions	<u>1,619,962</u>
Change in Net Position	8,392,717
Net Position - Beginning	<u>33,351,565</u>
Net Position - Ending	<u><u>\$ 41,744,282</u></u>

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

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I. Summary of Significant Accounting Policies

Pitkin County, Colorado (the County) is located approximately 210 miles west of Denver and 120 miles east of Grand Junction in the Colorado Rocky Mountains. The County encompasses 973 square miles, of which approximately 80% is publicly owned and is controlled by the U.S. Forest Service and the Bureau of Land Management. Estimated population of the County is approximately 17,800. Tourism is the primary factor in the County's economy, which is well known for the resort communities of the City of Aspen and Town of Snowmass Village.

Pitkin County was formed in 1881 and subsequently became a home rule county on July 1, 1978. The governing body of the County is the five-member Board of County Commissioners (BOCC). The County provides the following services directly: general administration, sheriff, jail, coroner, roads and bridges, solid waste landfill and recycling center, airport, TV and FM translators, social and public health services, trails and open space, and affordable housing. The County provides several additional services through other governmental organizations that are excluded or included in the report according to the reporting entity criteria.

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

A. Financial Reporting Entity

The reporting entity is comprised of (a) the primary government, i.e., the County; and (b) organizations for which the County is financially accountable. The County is considered to be financially accountable for a legally separate organization if it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the County. The primary government of the County consists of all departments, boards, agencies, and funds that are not legally separate from the County. For the County, the primary government includes certain elected officials (e.g., the Sheriff, Assessor, and Clerk and Recorder). Consideration is also given to other organizations that are fiscally dependent i.e., unable to adopt a budget, levy tax, or issue debt without approval by the County. Organizations, for which the nature and significance of their relationship with the County are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete, are also included in the reporting entity.

The accompanying financial statements present the primary government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the County's operations. Separate financial statements are not prepared for the blended component units. The County's only discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the County. The component unit has a fiscal year end of December 31.

I. Summary of Significant Accounting Policies (continued)

A. Financial Reporting Entity (continued)

Blended Component Units

The Pitkin County Ambulance District (the District) exists by virtue of the Pitkin County Home Rule Charter and is governed by the BOCC. The County manages the activities of the District in essentially the same manner as it manages its own activities. The District levies property taxes annually and serves the majority of citizens of the County. The operations of the District are reported as a special revenue fund and in governmental activities in the government-wide financial statements. The District's capital assets are reported in the governmental activities column on the government-wide Statement of Net Position.

The Redstone Ranch Acres Improvement District and the Twining Flats Improvement District were formed upon presentation of a petition of the citizens by the proposed district to the BOCC under the authorization of Colorado Revised Statutes. After formation, an election was held to approve an annual property tax levy on the properties in the respective district to fund capital improvement or ongoing maintenance, or both, for the roads within the district. The BOCC acts as the governing board and issues debt for each district. They are reported as special revenue funds and included in the governmental activities column of the government-wide financial statements.

The Pitkin County Public Employees Retirement Plan (PCPERP) functions for the benefit of the County's employees. PCPERP is governed by a five-member board which consists of the County Treasurer, two employees elected by the participants, and two citizens appointed by the BOCC. PCPERP is reported as a pension trust fund and, as such, is not included in the government-wide financial statements.

Discretely Presented Component Units

The Pitkin County Library District (the Library District) is governed by a 7-member board that is appointed by the BOCC. The BOCC is responsible for the oversight of the day-to-day operations, approves the Library District's budget, tax levy, and any debt issuances. Management of the County has operational responsibility for the Library District. The Library District does not issue separate financial statements, instead the Library District is a single fund entity and all detailed financial data for the Library District is presented in the basic financial statements of the County. The budget is prepared using a modified accrual basis.

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I. Summary of Significant Accounting Policies (continued)

A. Financial Reporting Entity (continued)

Jointly Governed Organizations

The Aspen-Pitkin County Housing Authority (Housing Authority) was formed in 1982 to manage and construct projects that are deed restricted, limiting the amount of appreciation on privately owned units and the amount of rent charged to tenants. The Housing Authority is governed by a seven-member board of directors. The County and the City of Aspen each appoint three directors and one director is appointed jointly. The Housing Authority's board reports to both the BOCC and the City of Aspen's Council; the County and the City of Aspen share net operating expenses equally, and the County and the City of Aspen significantly influence the operations budget. For the year ended December 31, 2019, the County's proportionate share of the 2019 net operating expenses totaled \$396,800. This amount was reported within the County's General Fund.

The complete audited financial statements for the Housing Authority may be obtained from the County's finance department.

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

Government-wide financial statements include the Statement of Net Position and the Statement of Activities, which display information about the primary government (the County) and its component units excluding fiduciary activities. These statements present summaries of governmental and business-type activities for the County accompanied by a total column, along with a column for the discretely presented component unit. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which significantly rely upon fees and charges for support.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) fees, fines, and 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 instead as general revenues.

The government-wide financial statements and proprietary fund financial statements are presented with an economic resources measurement focus and the accrual basis of accounting. Accordingly, all of the County's assets and liabilities, including capital assets, as well as infrastructure assets and long term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, while expenses are recognized in the period in which the liability is incurred.

I. Summary of Significant Accounting Policies (continued)

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

Separate financial statements are provided for governmental funds and proprietary funds. Major individual funds are reported as separate columns in the fund financial statements. The County's governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 90 days of the end of the current fiscal period. 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 only when payment is due.

Property taxes, sales taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 90 days of year end). All other revenue items are considered to be measurable and available only when cash is received by the government.

The following are the County's major governmental funds, proprietary funds, and fiduciary funds:

The **General Fund** accounts for all financial resources except those required to be accounted for in another fund. The General Fund's fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of the County's Home Rule Charter and the State of Colorado.

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The term "proceeds of specific revenue sources" establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund. The County reports the following major special revenue funds:

The **Transportation Sales and Use Tax Fund** accounts for the 1-cent sales tax that is passed through the County for public mass transportation, and the ½-cent sales tax and the ½-cent use tax that provide funding to enhance and improve the transportation system (roads and public transit).

The **Open Space and Trails Fund** accounts for a dedicated property tax, which supports acquisition, improvement, and management of open space and trails programs. A 2.5 mill levy was approved in 1990 and the voters reauthorized a levy of 3.75 mills in 1999 and again in 2016.

I. Summary of Significant Accounting Policies (continued)

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

The **Employee Housing Impact Fund** accounts for impact fees collected on certain developments to mitigate impacts caused by development and land use. The impact fee was implemented in 2005 by the BOCC and is used to benefit properties managed and controlled by the County or the Housing Authority. The impact fee replaced a payment-in-lieu fee established in 1988.

Capital Projects Funds account for financial resources collected and used for the acquisition or construction of major capital facilities. The County reports one capital projects fund.

The **Capital Fund** accounts for resources assessed to be used to acquire capital assets and for the construction of major capital projects, excluding capital assets acquired by proprietary or special revenue funds.

Proprietary Funds reporting focuses on the determination of operating income, changes in net position, financial position, and cash flows. The two major proprietary funds are classified as enterprise funds.

The **Airport Fund** accounts for operating and capital improvement of the Aspen-Pitkin County Airport.

The **Solid Waste Center Fund** accounts for the County's landfill and recycling operations, including post-closure liabilities, which are primarily funded by site collections and the sale of recyclables.

Fiduciary Funds include agency funds and trust funds. Agency funds account for monies held on behalf of other governments and agencies that use the County as a depository or for property taxes collected on behalf of the other governments or agencies. The County's only trust fund is used to account for the accumulation of resources and for assets held for qualified County employees in accordance with the PCPERP. Fiduciary funds are excluded from reporting in the government-wide financial statements. No budgets are adopted for the County's fiduciary funds.

Certain eliminations have been made in regard to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, all internal balances have been eliminated except those interfund services and transactions between governmental and business-type activities, which have not been eliminated.

Reconciliation of the fund financial statements to the government-wide financial statements is provided in the financial statements to explain the differences created by the integrated approach of GASB Statement No. 34.

I. Summary of Significant Accounting Policies (continued)

C. Budgetary Information

1. Budgetary Basis of Accounting

The County adopts an annual operating budget for all governmental funds, proprietary funds, and discretely presented component units. Budgets for the governmental fund types are adopted on a basis consistent with GAAP. The proprietary fund types adopt budgets using a non-GAAP budgetary basis. The County's original budget process begins with combining historical data, assessment of needs for the upcoming year, and the BOCC's platform, to review and/or make changes to each department's budget. The Financial Advisory Board, budget team, and section leaders all provide input to the preliminary budget. The budget is then formally presented to the BOCC via an advertised public process for their review, revisions, and final approval by December 15. All subsequent budget requests made during the year must be presented via a public process and approval by the BOCC.

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget generally is the individual fund level. Any change in total to a fund requires approval of the BOCC. The County approved quarterly changes to budgeted appropriations for the year ended December 31, 2019.

All unexpended annual appropriations lapse at year-end.

2. Excess of Expenditures Over Appropriations

For the year ended December 31, 2019, expenditures exceeded appropriations in the Renewable Energy Mitigation Program (REMP) Fund by \$42,979 and the Park Dedication Fees Fund by \$220,980. The joint City of Aspen and Pitkin County Renewable Energy Mitigation Program (REMP) was instituted in 1999. All program funds were held by the City of Aspen until 2019 when the County's share of funds was transferred and the County REMP fund created. Expenditure of REMP funds is determined by a non-profit organization, CORE (Community Office for Resource Efficiency), ratified by resolution of each governing board, and divided evenly between the City of Aspen and Pitkin County. The BOCC resolution approving 2019 expenditures of \$1,292,979 was approved on September 12, 2018, but the dollar amount was not included correctly in the 2019 REMP budget appropriation. Park Dedication Fees were included as a General Fund committed fund balance until 2019 when a new special revenue fund was created. The net use of Park Dedication Fees in the amount of \$220,980 was budgeted in the General Fund in 2019, rather than the new Park Dedication Fees fund.

D. Cash, Cash Equivalents, and Investments

Except for departmental petty cash, all cash is deposited with the County Treasurer. The Treasurer invests this cash to achieve the following objectives in order of priority: safety, liquidity, and return on investments. Cash, cash equivalents, and investments are accounted for as cash and investments in all funds. Investment revenue is allocated to funds in proportion to each fund's share of pooled cash.

I. Summary of Significant Accounting Policies (continued)

D. Cash, Cash Equivalents, and Investments (continued)

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

Investments are stated at fair value based on quoted market prices. The County's investments in Colorado Statewide Investment Program (CSIP) and Colorado Surplus Asset Fund Trust (CSAFE) are the two exceptions, which are reported at amortized cost. The change in fair value of investments is recognized as an increase or decrease to investments and as investment earnings.

The County's investment policy permits investments in the following types of obligations:

- U.S. Treasury Obligations
- U.S. Agencies, Instrumentalities, and Securities as authorized by Colorado Revised Statutes 24-76-601.1(1)(a) and (b)
- FDIC-insured Certificates of Deposit
- Certificates of Deposit at institutions approved as public depositories in Colorado
- Demand Deposit Accounts at institutions approved as public depositories in Colorado
- Colorado Local Government Investment Pools
- Money Market Mutual Funds

E. Restricted Assets

Certain resources are classified as restricted on the balance sheet, because their use is limited. The County reports one restricted asset: restricted cash. This restriction is needed for unliquidated Passenger Facility Charges in the Airport Fund.

F. Receivables

All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable.

Noncurrent receivables in governmental funds consist primarily of housing loans that are generally not expected or scheduled to be collected in the subsequent year, although payment has started on several of the loans.

G. Deposits Held

The County is required to pay deposits to other entities for leases and certain self-insured benefit programs. These deposits are recorded as an asset on the County's books until the amount is returned to the County.

H. Consumable Inventories

Inventories are stated at cost, determined on a last-in, first-out basis. The cost of inventory items is recorded as an expenditure/expense in the funds when consumed.

I. Summary of Significant Accounting Policies (continued)

I. Prepaid Expenses

Payments made to vendors for services that will benefit periods beyond December 31, 2019 are recorded as prepaid items by recording an asset and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is reported as non-spendable, as this amount is not available for general appropriation.

J. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds. The County reports these assets in the governmental activities column of the government-wide Statement of Net Position, but does not report these assets in the County fund financial statements. Capital assets utilized by enterprise funds are reported both in the business-type activities column of the government-wide Statement of Net Position and in the proprietary funds' Statement of Net Position.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition value as of the date received. The County maintains a capitalization threshold of \$5,000 for non-infrastructure assets and \$50,000 for infrastructure. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed.

All reported capital assets are depreciated except for land, intangible assets, and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure and buildings were estimated based on the County's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

Asset Class	Estimated Lives	
	Governmental Activities	Business-type Activities
Buildings & Structures	7-75 years	5-50 years
Infrastructure & Improvements	7-100 years	10-50 years
Machinery and equipment	3-30 years	3-30 years
Library collections	5 years	---
Other Assets - Depreciable	4-10 years	5-8 years

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I. Summary of Significant Accounting Policies (continued)

K. Compensated Absences

Paid time off (PTO) benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. All compensated absence liabilities include salary-related payments, where applicable.

The total compensated absence liability is reported on the government-wide financial statements. Proprietary funds report a compensated absence liability in each individual fund at the fund reporting level. Governmental funds report the compensated absence liability at the fund reporting level only "when due."

L. Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full, from current financial resources, are reported as obligations of the funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are "due for payment" during the current year.

M. Bond Premiums and Discounts

On the government-wide and proprietary fund type financial statements, bond premiums and discounts are deferred and amortized over the life of the underlying bonds, using the straight-line method, which approximates the effective interest method. The unamortized portion of the bond premiums and discounts is netted against bonds payable for presentation on the government-wide and proprietary fund Statement of Net Position.

At the governmental fund reporting level, bond premiums and discounts are reported as other financing sources and uses, separately from the face amount of the bonds issued. Bond issuance costs are reported as expenditures/expenses when incurred.

N. Fund Balance and Net Position

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

Fund Balance represents the difference between the current assets and current liabilities. Governmental accounting standards establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Fund balance classifications include: Non-spendable, Restricted, Committed, Assigned, and Unassigned.

I. Summary of Significant Accounting Policies (continued)

N. Fund Balance and Net Position (continued)

These classifications reflect not only the nature of funds, but also provide clarity to the level of restriction placed upon fund balance. Fund Balance can have different levels of restraint, such as external versus internal compliance requirements. Unassigned fund balance is a residual classification within the General Fund. This fund should be the only fund that reports a positive unassigned balance. In all other funds, unassigned is limited to negative residual fund balance. For further details of the various fund balance classifications refer to Note III. J.

Committed fund balance classification is used for amounts with a specific purpose determined by formal action by the County BOCC. Assigned fund balance classification is for any informal restrictions placed on funds by the BOCC or County Manager.

Net Position represents the difference between assets, liabilities, and deferred inflow (outflow) of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used or retainage held for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. All other net position is reported as unrestricted.

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

O. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for solid waste and airport services. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of each fund.

P. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after the non-operating revenues/expenses section in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements (i.e. they are netted).

Transfers between funds reported in the governmental activities column are eliminated. Transfers between funds reported in the business-type activities column are eliminated.

I. Summary of Significant Accounting Policies (continued)

P. Interfund Activity (continued)

Transactions that constitute reimbursements to a fund for expenditures or expenses initially made from it that are properly applicable to another fund, are recorded as “due from other fund” or “due to other funds” on the balance sheet when they are expected to be liquidated within one year. If the receivable or payable is not expected to be liquidated after one year, it is classified as “advances to other funds”, or “advances from other funds.”

Q. Estimates

The preparation of the financial statements in conformity with GAAP in the United States, 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.

R. Deferred Outflows and Inflows of Resources

In addition to assets, the Statement of Financial Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has only one type of item that qualifies for reporting in this category. Accordingly, the item, deferred loss on refunding, is deferred and recognized as an outflow of resources. A deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. The amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

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

II. Stewardship, Compliance, and Accountability

A. Violations of Legal or Contractual Provisions

Note I. C. 2., on the excess of expenditures over appropriations, describes a budgetary violation that occurred for the year ended December 31, 2019.

B. Prior Period Adjustments

The County has restated the beginning balance for the General Fund, Risk Fund, Health Insurance Fund, Fleet Fund and Radio Enterprise Fund respectively. Prior to 2019, these funds were combined in the General Fund. Starting in 2019, these funds are accounted for in separate funds and presented separately on the financial statements. Also in 2019, certain monies accounted for in the General Fund prior to 2019 were moved to agency funds in order to better comply with governmental accounting standards. The beginning fund balance of the General Fund has been decreased by \$4,238,127 to reflect these changes.

II. Stewardship, Compliance, and Accountability (continued)

B. Prior Period Adjustments (continued)

The County has also restated the beginning fund balances for Park Dedication Fees Fund to reflect a transfer from the General Fund to this new fund in 2018. The transfer of \$352,825 was for the restricted park dedication fees balance located in the General Fund in prior years.

The County has restated the beginning fund balances and changed the names and purposes of the County's agency funds in order to better align with Governmental Accounting, Auditing, and Financial Reporting standards. The net difference in total agency fund beginning balance was a decrease of \$69,721.

C. Reclassified Prior Year Balances

Certain comparative amounts for fiscal year 2018 have been reclassified – with no effect on net position, fund balance, total assets, or total liabilities – to conform to the 2019 presentation.

III. Detailed Notes on All Funds

A. Deposits and Investments

The County's deposits are entirely covered by federal depository insurance (FDIC) or by collateral held under Colorado's Public Deposit Protection Act (PDPA). The FDIC insures the first \$250,000 of the County's deposits at each financial institution. Deposit balances over \$250,000 are collateralized as required by PDPA. The carrying amount of the County's demand deposits was \$5,175,816 at year end.

The County and the Pitkin County Library District had the following cash and investments with the following maturities:

	Poor's Rating	Carrying Amounts	Less than one year	Less than three years
Deposits:				
Cash on hand	<i>Not Rated</i>	\$ 5,250	\$ 5,250	\$ -
Checking and savings	<i>Not Rated</i>	5,087,569	5,087,569	-
Money market funds	<i>Not Rated</i>	2,206,133	2,206,133	-
Total Deposits		<u>7,298,952</u>	<u>7,298,952</u>	<u>-</u>
Investments:				
Mutual funds	<i>Not Rated</i>	41,072,956	41,072,956	-
Certificates of deposit	<i>Not Rated</i>	12,711,262	9,193,391	3,517,871
Investment pools	<i>AAAm</i>	31,563,710	31,563,710	-
Agencies	<i>AA+</i>	30,097,445	6,726,677	23,370,768
Treasuries	<i>AA+</i>	20,570,251	6,887,690	13,682,561
Total Investments		<u>136,015,624</u>	<u>95,444,424</u>	<u>40,571,200</u>
Total Cash and Investments		<u>\$ 143,314,576</u>	<u>\$ 102,743,376</u>	<u>\$ 40,571,200</u>

The investment pools represent investments in Colorado Government Liquid Asset Trust (COLOTRUST), Colorado Statewide Investment Program (CSIP), and Colorado Surplus Asset Fund Trust (CSAFE). The fair value of the pool is determined by the pool's net asset value for COLOTRUST. CSIP and CSAFE investments are measured at amortized cost and are therefore reported as such on the County's financial statements. The County has no regulatory oversight for the pools.

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

At December 31, 2019, the County's investment in investment pools was 23% of the County's investment portfolio. Interest rates for 2019 ranged from 1.86% - 2.62% for COLOTRUST, 1.91% - 2.56% for CSAFE, and 1.77% - 2.59% for CSIP.

Fair Value of Investments

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

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

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

Investments Measured at Fair Value	Total	Level 1	Level 2	Level 3
U.S. Treasuries	20,570,251	20,570,251	-	-
U.S. Agencies	30,097,445	-	30,097,445	-
Certificates of deposit	12,711,262	12,711,262	-	-
Mutual funds	41,072,956	-	41,072,956	-
	<u>104,451,914</u>	<u>33,281,513</u>	<u>71,170,401</u>	<u>-</u>
 Investments Measured at Net Asset Value				
COLOTRUST	6,442,470			
	<u>6,442,470</u>			
 Investments Measured at Amortized Cost				
CSIP	9,178,405			
CSAFE	15,942,835			
	<u>25,121,240</u>			
Total Investments	<u>\$ 136,015,624</u>			

Investments classified in Level 1 are valued using prices quoted in active markets for those securities. Investments classified in Level 2 are valued using the following approaches:

- Repurchase Agreements, Negotiable Certificates of Deposit, and Collateralized Debt Obligations: matrix pricing based on the securities' relationship to benchmark quoted prices;
- Money Market, Bond, and Equity Mutual Funds: published fair value per share (unit) for each fund.

Interest Rate Risk. As a means of limiting its exposure to interest rate risk, the County coordinates its investment maturities to closely match cash flow needs and restricts the maximum investment term to less than three years (less in some cases) from the purchase date. As a result of the limited length of maturities the County has limited its interest rate risk.

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

Credit Risk. County investment policy limits investments to those authorized by State statutes as listed in Note I. D. The County's general investment policy is to apply the prudent-person rule: investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments.

Concentration of Credit Risk. The County diversifies its investments by security type and institution and limits holdings in any one type of investment with any one issuer and type of issuer. At December 31, 2019, the only County investments greater than 5% of total investment, were Federal National Mortgage Association (6%), Federal Farm Credit (5%), Federal Home Loan (9%), US Treasury Bills (15%), COLOTRUST (5%), CSIP (7%) and CSAFE (12%).

At December 31, 2019, unrealized gains or (losses) were \$248,372, which reflects changes in the fair market value of investments from 2018 to 2019.

Other Cash and Investments

At December 31, 2019, the County's pension trust fund's investments included \$41,072,956 of mutual funds held by its third-party trustee, Wells Fargo.

The Pitkin County Library District, a component unit of the County, held investments totaling \$1,561,429 at December 31, 2019. Starting in 2019, these funds were invested as part of the County's pooled investments.

The total cash and investments on page D12 include cash held for E-911 (\$726,800) and Burnt Mountain (\$339,307) which are separate entities from the County. These amounts of cash are included in the Other Agency section on page H1.

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III. Detailed Notes on All Funds (continued)

B. Receivables

Receivables at December 31, 2019, consisted of taxes, interest, accounts, and intergovernmental receivables arising from grants. Receivables are net of an allowance for uncollectibles. The allowance for uncollectibles at December 31, 2019 was \$0.

Receivables and payables are recorded on the County's financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectability.

C. Property Taxes

Property taxes are levied on or before December 15 of each year and attach as an enforceable lien to the property on January 1. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County bills and collects its own property taxes and the taxes for various other entities. In accordance with generally accepted accounting principles, the assessed but uncollected property taxes have been recorded as a receivable and deferred inflow of resources.

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III. Detailed Notes on All Funds (continued)

D. Capital Assets

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

Primary Government:

	Beginning Balance (as restated)	Increase	Decrease	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 113,478,437	\$ 3,150,675	\$ -	\$ 116,629,112
Other assets, non-depreciable	50,431,082	584,001	-	51,015,083
Construction in progress	4,502,857	7,057,139	(3,275,636)	8,284,360
Total capital assets not being depreciated	168,412,376	10,791,815	(3,275,636)	175,928,555
Depreciable capital assets:				
Buildings	55,295,217	8,127,415	(3,930,182)	59,492,450
Infrastructure and improvements	65,082,067	2,096,216	(84,557)	67,093,726
Machinery and equipment	17,757,650	2,058,048	(1,491,432)	18,324,266
Other assets, depreciable	639,831	9,083	-	648,914
Total depreciable capital assets	138,774,765	12,290,762	(5,506,171)	145,559,356
Less accumulated depreciation for:				
Buildings	(18,328,991)	(1,457,097)	2,619,633	(17,166,455)
Infrastructure and improvements	(35,979,595)	(1,249,609)	66,530	(37,162,674)
Machinery and equipment	(7,630,791)	(1,537,151)	1,131,991	(8,035,951)
Other assets, depreciable	(507,557)	(61,464)	-	(569,021)
Total accumulated depreciation	(62,446,934)	(4,305,321)	3,818,154	(62,934,101)
Total depreciable capital assets, net	76,327,831	7,985,441	(1,688,017)	82,625,255
Governmental activities capital assets, net	\$ 244,740,207	\$ 18,777,256	\$ (4,963,653)	\$ 258,553,810
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 7,923,279	\$ -	\$ -	\$ 7,923,279
Other assets, non-depreciable	2,955,956	-	-	2,955,956
Construction in progress	1,594,568	2,209,875	(1,512,419)	2,292,024
Total capital assets not being depreciated	12,473,803	2,209,875	(1,512,419)	13,171,259
Depreciable capital assets:				
Buildings	24,157,368	-	-	24,157,368
Infrastructure and improvements	80,302,274	2,124,197	(1,105,523)	81,320,948
Machinery and equipment	19,782,103	237,490	(849,963)	19,169,630
Other assets, depreciable	481,371	-	(327,750)	153,621
Total depreciable capital assets	124,723,116	2,361,687	(2,283,236)	124,801,567
Less accumulated depreciation for:				
Buildings	(9,674,961)	(758,247)	15,747	(10,417,461)
Infrastructure and improvements	(40,356,542)	(3,818,277)	1,083,800	(43,091,019)
Machinery and equipment	(8,891,806)	(1,832,820)	771,276	(9,953,350)
Other assets, depreciable	(456,585)	(11,051)	327,750	(139,886)
Total accumulated depreciation	(59,379,894)	(6,420,395)	2,198,573	(63,601,716)
Total depreciable capital assets, net	65,343,222	(4,058,708)	(84,663)	61,199,851
Business-type activities capital assets, net	\$ 77,817,025	\$ (1,848,833)	\$ (1,597,082)	\$ 74,371,110

III. Detailed Notes on All Funds (continued)

D. Capital Assets (continued)

Discretely Presented Component Units:

	Beginning Balance (as restated)	Increase	Decrease	Ending Balance
Library District:				
Capital assets not being depreciated:				
Land	\$ 144,263	\$ -	\$ -	\$ 144,263
Total capital assets not being depreciated	144,263	-	-	144,263
Depreciable capital assets:				
Buildings	16,746,107	-	-	16,746,107
Infrastructure and improvements	13,672	-	-	13,672
Library collections	1,020,735	121,405	-	1,142,140
Machinery and equipment	818,965	9,365	(82,693)	745,637
Total depreciable capital assets	18,599,479	130,770	(82,693)	18,647,556
Less accumulated depreciation for:				
Buildings	(3,437,039)	(733,922)	-	(4,170,961)
Infrastructure and improvements	(13,672)	-	-	(13,672)
Library collections	(544,272)	(199,017)	-	(743,289)
Machinery and equipment	(374,758)	(89,231)	68,129	(395,860)
Total accumulated depreciation	(4,369,741)	(1,022,170)	68,129	(5,323,782)
Total depreciable capital assets, net	14,229,738	(891,400)	(14,564)	13,323,774
Library District capital assets, net	\$ 14,374,001	\$ (891,400)	\$ (14,564)	\$ 13,468,037

Depreciation expense and capital outlays were charged to functions/programs of the primary government as follows:

	Depreciation Expense	Capital Outlay
Governmental activities:		
General government	\$ 1,388,996	\$ 1,064,158
Public safety	639,472	8,542,850
Public works	1,350,760	3,069,294
Public health and welfare	166,626	1,439,861
Culture and recreation	759,467	5,665,141
Total government activities depreciation expense	\$ 4,305,321	\$ 19,781,304
Business-type activities:		
Airport	\$ 5,417,312	\$ 2,537,532
Solid waste center	799,828	498,181
Radio	203,255	-
Total business-type activities depreciation expense	\$ 6,420,395	\$ 3,035,713
Discretely presented component units:		
Library district	\$ 1,022,170	\$ 130,770
Total discretely presented component units depreciation expense	\$ 1,022,170	\$ 130,770

III. Detailed Notes on All Funds (continued)

E. Interfund Balances and Transfers

At December 31, 2019, the Fleet Internal Service Fund owed \$73,170 to the General Fund to reimburse for expenditures paid throughout the year in the normal course of business.

The following interfund transfers occurred during the year ended December 31, 2019:

Transferred to	Transferred from					Total
	General Fund	Open Space and Trails Fund	Employee Housing Impact Fund	Capital Fund	Nonmajor Governmental Funds	
General Fund	\$ -	\$ -	\$ -	\$ -	\$ 291,980	\$ 291,980
Open Space and Trails Fund	71,000	-	-	-	-	71,000
Capital Fund	5,716,488	-	375,000	-	275,000	6,366,488
Nonmajor Governmental Funds	2,745,804	1,255,272	-	1,244,481	2,080,004	7,325,561
Nonmajor Enterprise Funds	190,244	-	-	-	-	190,244
Internal Service Funds	234,999	-	-	-	-	234,999
Agency Funds ¹	111,526	-	-	-	-	111,526
Total	\$ 9,070,061	\$ 1,255,272	\$ 375,000	\$ 1,244,481	\$ 2,646,984	\$ 14,591,798

¹ The transfers from the general fund to the agency funds were an one-time transfer in 2019 in order to move funds held for others from the general fund to an agency fund in order to better align with Governmental Accounting, Auditing, and Financial Reporting standards.

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, (3) segregate money for anticipated capital projects, (4) provide additional resources for current operations or debt service, and (5) return money to the fund from which it was originally provided once a project is completed.

All County transfers either occur on a regular basis or are consistent with the purpose of the fund making the transfer.

III. Detailed Notes on All Funds (continued)

F. Construction Commitments

The County had the following contractual commitments with greater than \$100,000 remaining at year end:

Fund	Project	Contract Commitment	Completed	Retainage	Remaining
Gen	Jail Basement	\$ 227,431	\$ (56,499)	\$ 752	\$ 170,932
Open	Castle Creek Trail & Rd	4,058,860	(3,606,736)	165,375	452,124
Trans	Jack Rabbit Comm Site	384,377	(280,249)	-	104,128
Trans	Ruedi Communications Site	467,561	(209,552)	-	258,010
Air	Interim Terminal Improvements	1,706,305	(780,301)	39,015	926,004
Air	Interim Parking Improvements	1,606,190	(599,842)	30,006	1,006,348
Total		<u>\$ 8,450,725</u>	<u>\$ (5,533,179)</u>	<u>\$ 235,148</u>	<u>\$ 2,917,546</u>

G. Long-term Obligations

Debt Related to Governmental Activities:

1. 2010 Series A and B Sales Tax Revenue Refunding Bonds

On December 22, 2010, the County issued \$2,530,000 of Taxable Sales Tax Revenue Build America Bonds and \$5,830,000 of Tax-Exempt Sales Tax Revenue Refunding Bonds with interest rates on the tax-exempt bonds ranging from 2% to 4.25% and taxable bonds ranging from 6.69% to 6.94%. The bonds mature in annual increments from December 1, 2011 through 2040. The proceeds of the bonds were used to: (i) refund the County's outstanding Sales Tax Revenue Bonds, Series 1998; (ii) refund the County's outstanding Sales Tax Revenue Refunding and improvement bonds, Series 2001; (iii) provide funds to the Roaring Fork Transportation Authority to refurbish and improve a bus maintenance and storage facility; and, (iv) pay costs of issuance of the bonds.

The Sales Tax Revenue Bonds are special, limited revenue obligations of the County, secured by a pledge of its 1% sales tax for transit purposes. The outstanding balance of sales tax bonds at December 31, 2019 was \$5,430,000. During 2019, the debt service for these bonds totaled \$655,800. The annual payment of principal and interest on the bonds is secured by a reserve fund.

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III. Detailed Notes on All Funds (continued)

G. Long-term Obligations (continued)

2. 2013 General Obligation Refunding Bonds

On December 20, 2013, the County issued \$2,845,000 of General Obligation Refunding Bonds, Series 2013. The bonds have a stated interest rate of 2.18%, and mature in annual increments from December 1, 2014 through 2024. The bonds were issued to refund the County's Series 2003 General Obligation Refunding Bonds. The principal balance outstanding at December 31, 2019 was \$1,110,000.

3. 2016 Certificates of Participation

On October 26, 2016, the County issued \$22,790,000 of Pitkin County Certificates of Participation. The certificates bear interest rates from 2% to 4%, and mature in annual increments from November 1, 2017 through 2046. The proceeds were used for the purpose of remodeling and constructing an addition to the Pitkin County Administration and Sheriff Building and paying the costs of issuance of the certificates. Construction was completed in July 2018. The principal balance outstanding at December 31, 2019 was \$21,400,000.

4. 2016 Series A and B General Obligation Refunding Bonds

On September 26, 2016, the County issued \$4,275,000 of General Obligation Refunding Bonds, Series 2016A. The Bonds have a stated interest rate of 1.95%, and mature in annual increments from December 1, 2017 through 2031. The bonds were issued to refund the County's General Obligation Open Space Acquisition Note – Joy Smith Property. The principal balance outstanding at December 31, 2019 was \$3,525,000. The refunding was undertaken to reduce total debt service payments over the next fifteen years by \$388,715 and resulted in an economic gain of \$644,666.

On December 1, 2016, the County issued \$8,095,000 of General Obligation Refunding Bonds, Series 2016B. The Bonds have a stated interest rate of 1.99%, and mature in annual increments from December 1, 2017 through 2031. The bonds were issued to refund the County's Series 2006 General Obligation Bonds. The principal balance outstanding at December 31, 2019 was \$6,605,000. The refunding was undertaken to reduce total debt service payments over the next twenty years by \$2,158,861 and resulted in an economic gain of \$1,625,133.

5. 2018 Certificates of Participation

On September 6, 2018, the County issued \$6,500,000 of Pitkin County Certificates of Participation through a private placement, which offered more advantageous terms than a public sale. The certificates mature in annual increments from November 1, 2019 through 2038. The maturities through 2033 have a fixed interest rate of 3.33%. The final five maturities bear an initial interest rate of 2.83%, recalculated every five years. The proceeds are being used to construct a new Ambulance facility which was completed in July 2019. The principal balance outstanding at December 31, 2019 was \$6,294,771.

III. Detailed Notes on All Funds (continued)

G. Long-term Obligations (continued)

6. Annual Debt Service Requirements

Annual debt service requirements to maturity for governmental activities are as follows:

Governmental Activities						
Years Ending December 31	2010A&B Sales Tax Revenue		2013 GO Refunding		2016A GO Refunding	
	Principal	Interest	Principal	Interest	Principal	Interest
2020	370,000	284,550	210,000	24,198	265,000	68,738
2021	385,000	272,525	220,000	19,620	270,000	63,570
2022	395,000	259,050	220,000	14,824	275,000	58,305
2023	410,000	244,238	225,000	10,028	280,000	52,943
2024	430,000	228,350	235,000	5,123	285,000	47,483
2025 - 2029	1,330,000	895,615	-	-	1,505,000	152,100
2030 - 2034	835,000	616,100	-	-	645,000	17,771
2035 - 2039	1,040,000	303,691	-	-	-	-
2040 - 2044	235,000	16,307	-	-	-	-
2045 - 2046	-	-	-	-	-	-
Total	\$ 5,430,000	\$ 3,120,426	\$ 1,110,000	\$ 73,793	\$ 3,525,000	\$ 460,910

Years Ending December 31	2016B GO Refunding		2016 Certificates of Participation		2018 Certificates of Participation	
	Principal	Interest	Principal	Interest	Principal	Interest
2020	515,000	131,440	470,000	775,281	243,574	199,423
2021	530,000	121,191	480,000	765,882	251,685	191,311
2022	540,000	110,644	500,000	746,681	260,066	182,930
2023	550,000	99,898	520,000	726,681	268,727	174,270
2024	565,000	88,953	540,000	705,881	277,675	165,322
2025 - 2029	3,010,000	271,536	3,040,000	3,187,606	1,533,388	681,594
2030 - 2034	895,000	22,786	3,705,000	2,528,606	1,806,277	408,707
2035 - 2039	-	-	4,485,000	1,747,081	1,653,379	118,609
2040 - 2044	-	-	5,290,000	943,394	-	-
2045 - 2046	-	-	2,370,000	120,656	-	-
Total	\$ 6,605,000	\$ 846,448	\$ 21,400,000	\$ 12,247,749	\$ 6,294,771	\$ 2,122,166

Years Ending December 31	Total	
	Principal	Interest
2020	\$ 2,073,574	\$ 1,483,630
2021	\$ 2,136,685	\$ 1,434,099
2022	\$ 2,190,066	\$ 1,372,434
2023	\$ 2,253,727	\$ 1,308,058
2024	\$ 2,332,675	\$ 1,241,112
2025 - 2029	\$ 10,418,388	\$ 5,188,451
2030 - 2034	\$ 7,886,277	\$ 3,593,970
2035 - 2039	\$ 7,178,379	\$ 2,169,381
2040 - 2044	\$ 5,525,000	\$ 959,701
2045 - 2046	\$ 2,370,000	\$ 120,656
Total	\$ 44,364,771	\$ 18,871,492

III. Detailed Notes on All Funds (continued)

G. Long-term Obligations (continued)

7. Changes in Long-term Obligations

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due in One Year
Governmental Activities:					
General obligation:					
Series 2013 refunding	\$ 1,320,000	\$ -	\$ 210,000	\$ 1,110,000	\$ 210,000
Series 2016A refunding	3,785,000	-	260,000	3,525,000	265,000
Series 2016B refunding	7,115,000	-	510,000	6,605,000	515,000
Sales tax revenue Series 2010 A&B	5,790,000	-	360,000	5,430,000	370,000
2016 Certificates of Participation	21,860,000	-	460,000	21,400,000	470,000
2018 Certificates of Participation	6,500,000	-	205,229	6,294,771	243,574
Deferred amounts:					
Issuance premiums	662,531	-	39,361	623,170	-
Claims payable	940,351	-	120,730	819,621	327,848
Compensated absences	1,871,540	485,596	133,817	2,223,319	889,328
Total - Governmental Activities	<u>\$ 49,844,422</u>	<u>\$ 485,596</u>	<u>\$ 2,299,137</u>	<u>\$ 48,030,881</u>	<u>\$ 3,290,750</u>
Business-type Activities:					
Landfill closure and post-closure	\$ 3,041,238	\$ 139,880	\$ -	\$ 3,181,118	\$ -
Compensated absences	278,860	187,468	97,914	368,414	147,365
Total - Business-type Activities	<u>\$ 3,320,098</u>	<u>\$ 327,348</u>	<u>\$ 97,914</u>	<u>\$ 3,549,532</u>	<u>\$ 147,365</u>
Component Units:					
Pitkin County Library District:					
Compensated absences	\$ 147,773	\$ 66,624	\$ 57,377	\$ 157,020	\$ 62,808
Total - Component Units	<u>\$ 147,773</u>	<u>\$ 66,624</u>	<u>\$ 57,377</u>	<u>\$ 157,020</u>	<u>\$ 62,808</u>

In 2019, all debt was moved to the debt service fund. Transfers are made from the responsible fund to the debt service fund to cover principal and interest payments. The 2016 Series A and B refunding bonds and the 2013 GO bonds are being repaid by the Open Space and Trails Fund. The 2016 Certificates of Participation are being repaid by the Capital Fund and the 2018 Certificates of Participation are being repaid by the Ambulance District Fund.

The landfill closure and postclosure care liability is being retired by the Solid Waste Fund. The compensated absences liability will be paid from the following funds from which the employees' salaries are paid: General Fund, Open Space and Trails Fund, Public Health Fund, Human Services Fund, Healthy Rivers and Streams Fund, Healthy Community Fund, Road & Bridge Fund, Transit Sales and Use Tax Fund, Airport Fund, Solid Waste Center Fund, and the Pitkin County Library component unit.

8. Authorized but Unissued Debt

Authority to issue \$20 million of general obligation indebtedness for the purpose of maintaining and acquiring open space and trails was approved in 2006. In addition, authority to issue \$12 million of general obligation indebtedness for the purpose of maintaining healthy rivers and streams was approved in 2008.

III. Detailed Notes on All Funds (continued)

G. Long-term Obligations (continued)

9. Conduit Debt Obligations

From time to time, the County has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of affordable housing projects or industrial and commercial facilities deemed to be in the public interest.

The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2019, there was one series of Industrial Revenue bonds outstanding with an aggregate principal amount payable of \$9,750,000.

H. Landfill Closure and Postclosure Care Costs

State and Federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each Balance Sheet date. Total closure and postclosure care costs are currently estimated to be \$4,204,571, with closure costs estimated to be \$2,239,289 and postclosure care cost estimated to be \$1,965,282. The \$3,181,118 reported as landfill closure and postclosure care liability at December 31, 2019, represents the cumulative amount reported to date based on the use of 75.66% of the capacity of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$1,023,453 as the remaining estimated capacity is filled. These amounts are based on estimates of what it would cost to perform all closure and postclosure care in 2019. The County expects to close the landfill in 2030 (if future expansions are not approved). Actual costs may be higher due to inflation, changes in technology, or changes in applicable laws or regulations.

The County is required by State and Federal laws and regulations to provide assurance that the County has the ability to meet its financial obligations relating to closure and postclosure monitoring of the landfill. The County is in compliance with these requirements. However, if the County's financial position significantly changes in the future and resources are not available, or costs significantly change (due to changes in technology or applicable laws or regulations, for example) these costs may need to be covered by charges to future landfill users or from future tax revenue.

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III. Detailed Notes on All Funds (continued)

I. Retirement Plans

Defined Contribution Plan 401(a): Effective January 1, 1983, the County withdrew from Social Security and the Colorado County Officials and Employees Retirement Association (CCOERA) 401(a) Plan and formed a replacement retirement plan, the Pitkin County Public Employees Retirement Plan (PCPERP). PCPERP is a qualified plan as defined by Internal Revenue Service (IRS) Code Section 401(a) and Colorado Revised Statutes Title 24, Article 54. The plan provides retirement benefits through a defined contribution plan. Plan investment purchases are determined by each plan participant, and therefore the plan's investment concentration varies between participants.

All full-time and part-time employees (employment status of working at least 20 hours per week and for 8 months or more in a calendar year) of the County and the Library District participate in the PCPERP plan upon starting with the County. The County contributed 13% of participants' compensation to the plan during 2019 and purchased replacement insurance coverage for Social Security's life, disability, and survivor benefits. The County can only change the contribution rate through recommendation by the County Retirement Board and approval by the BOCC. Employee contributions are not allowed under the plan. Participants are vested at 50% of the County's contribution upon their date of hire and thereafter at the rate of 60%, 75%, and 100% for years 1-3, respectively. Upon termination of employment a participant's unvested share is forfeited back to the County to fund plan administrative expenses. Total forfeitures for 2019 were \$71,200. The PCPERP is included in the accompanying financial statements as the Pension Trust Fund using the accrual basis of accounting. The County allows 401a loans, but distributions are not available to employees until termination, retirement, or death.

During 2019, there were 345 total participants. The County made the required contribution amounting to \$3,243,739.

Defined Contribution Plan 457: The County offers its employees a voluntary deferred compensation plan created in accordance with IRS Code Section 457(b) that is administered by CCOERA. The plan is available to all employees and permits them to defer a portion of their salary until future years. Contributions to the plan can be made before-tax or after-tax (i.e. Roth). However, the total contributions are limited to the annual IRS retirement plan limits or 100% of net pay, whichever is less. The County allows 457(b) loans, but distributions are only available for qualified unforeseeable emergencies, separation of service, retirement, or death. There are no provisions for in service withdrawals and Roth assets are not eligible for emergency withdrawals. Roth assets are not eligible for loans or emergency withdrawals. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are to be held in trust for the exclusive benefit of the plan participants and their beneficiaries. Plan investment purchases are determined by each plan participant and therefore, the plan's investment concentration varies between participants. In 2019, there were 188 total participants.

III. Detailed Notes on All Funds (continued)

J. Fund Balance Disclosure

The County classifies governmental fund balances as follows:

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

Spendable Fund Balance:

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

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through adoption of a formal Resolution by the highest level of decision making authority, which is the BOCC. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (i.e. the adoption of another resolution to remove or revise the limitation).

Assigned – includes spendable fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Assigned fund balance represents amounts constrained by the County's intent to use them for a specific purpose. The authority to assign has been delegated to the BOCC or its management designee (i.e. County Manager). An intended use of any amount may also be expressed by the BOCC and recorded in the minutes of a BOCC meeting.

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

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

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

III. Detailed Notes on All Funds (continued)

J. Fund Balance Disclosure (continued)

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

	General Fund	Other Governmental Funds	Total Governmental Funds	Description
Non-spendable:				
Not in spendable form:				
Inventories	\$ -	\$ 25,153	\$ 25,153	
Prepaids	5,262	-	5,262	
Restricted:				
Aviation fuel tax	-	195,195	195,195	Federal Aviation
Capital projects	-	6,306,257	6,306,257	Legislative Restriction
Conservation trust	-	976	976	Legislative Restriction
Debt service	-	172,892	172,892	Legislative Restriction
Emergency reserve	1,041,674	1,799,441	2,841,115	Legislative Restriction
Healthy rivers & streams	-	3,279,582	3,279,582	Legislative Restriction
Human services	-	533,336	533,336	Legislative Restriction
Public health	-	839,130	839,130	Legislative Restriction
Road and bridge	-	2,547,234	2,547,234	Legislative Restriction
State superfund tip fees	-	460,931	460,931	Legislative Restriction
Translator	-	743,152	743,152	Legislative Restriction
Committed:				
Animal shelter	241,339	-	241,339	BOCC Resolution
Clerk's programs	184,365	-	184,365	BOCC Resolution
Employee housing	-	1,071,546	1,071,546	BOCC Resolution
Open space & trails	-	21,426,597	21,426,597	BOCC Resolution
Park dedication fees	-	487,672	487,672	BOCC Resolution
REMP	-	2,849,007	2,849,007	BOCC Resolution
Transportation	-	10,715,008	10,715,008	BOCC Resolution
Assigned:				
Budget carryforwards	683,211	-	683,211	BOCC Resolution
Operating reserve & contingency	5,460,906	-	5,460,906	BOCC Informal Action
Tipsy taxi	92,909	-	92,909	BOCC Informal Action
Unassigned	5,508,760	-	5,508,760	
Total Fund Balances	<u>\$ 13,218,426</u>	<u>\$ 53,453,109</u>	<u>\$ 66,671,535</u>	

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IV. Other Notes

A. Risk Management

The County participates in three risk management pools.

County Workers' Compensation - The County is exposed to various risks of loss related to injuries of employees while on the job. The County instituted a limited self-insurance program for workers' compensation losses. Premiums are paid into the General Fund by all other funds and are available to pay claims, claim reserves, and administrative costs of the program. Risk retention of \$400,000 per claim is maintained and funded through the General Fund based on annual estimated claims costs and an excess insurance policy covers individual claims that exceed \$400,000.

There has been no significant reduction in insurance coverage from the prior year and no settlements exceeding the self-insured retention in any of the last three years. Claims administration and medical services are provided through contract and the County's Risk Manager is responsible for overall program management.

The State of Colorado has a strict application and annual renewal process which includes funding verification, excess insurance coverage verification, claims data review, and provision of comprehensive loss prevention and control program as well as self-insurer's bond with a bond sum of \$1,090,282 to cover the County's risk retention portion.

All operating funds of the County, including its blended component units, participate in the program and make payments to the General Fund based on actuarial estimates of the amounts needed to pay current year claims and to establish a reserve for catastrophic losses.

County's Casualty and Property - The County is exposed to various risks of loss related to casualty and property losses. The property and general liability program provides for the County to assume a portion of self-insured losses. The County self-insures the first \$50,000 of each property loss and has an aggregate stop loss of \$300,000 for general liability claims. Excess insurance coverage is purchased to cover claims above these limits.

The County funds all claim settlements up to the self-insured limit from General Fund resources. There have been no settlements that exceed the County's excess insurance coverage during the past three years. The County currently accounts for all risk management activities in its General Fund. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. These losses included an estimate of claims that have been incurred, but not reported.

County's Health Pool - The County is exposed to various risks of loss related to covered health expenses. The County maintains a self-funded health and dental plan. The County has coverage that limits the annual losses at \$125,000 per individual. There were no significant reductions in insurance coverage from prior year, and there have been no settlements that exceed the County's aggregate insurance coverage during the past three years.

IV. Other Notes (continued)

B. Contingent Liabilities

The County has received Federal and State grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could result in a request for reimbursement to the grantor agency for costs disallowed under terms of the grant. Based on prior experience, the County believes such disallowances, if any, will be immaterial.

The County was involved in various lawsuits at December 31, 2019. In the opinion of County management, the outcome of these contingencies will not have a material effect on the financial position of the County.

C. TABOR Amendment

Colorado voters passed an amendment (the "TABOR Amendment") to the State Constitution, Article X, Section 20, which imposes several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. The TABOR Amendment is complex and subject to judicial interpretation. The County believes it is in compliance with the requirements of the TABOR Amendment. However, the County has made certain interpretations of the TABOR Amendment's language in order to determine its compliance. County voters have approved ballot questions to exempt the County and Library District from the revenue limitations of the TABOR Amendment.

One of the requirements of the TABOR Amendment is to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by the TABOR Amendment, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be 3% or more of fiscal year revenue (with certain exceptions). The County has restricted a portion of its December 31, 2019 year end fund balances for emergencies as required under the TABOR Amendment in the aggregate amount of \$2,841,115.

D. Subsequent Events

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

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GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Nonmajor Special Revenue Funds

Road & Bridge Fund - State law empowers the County to levy property tax for the purpose of construction and maintenance of County roads and bridges. This tax and all state and federal payments to the County for road and bridge purposes are accounted for in this fund.

Human Services Fund - The County is required to levy property tax to defray its share of state welfare programs and associated administrative costs. The full cost of these programs, state share, and County tax are accounted for in this fund.

TV and FM Translator Fund - In 1982, the voters approved a dedicated property tax to fund TV and FM broadcasting services to the public. Voters later approved expanding the fund's scope to include broadband.

Healthy Community Fund - In 2006, voters approved an increase in property taxes to support contributions to Human Service Agencies and Community Non-profits. The property tax was authorized for six years, but was reauthorized at a higher rate in 2011 for the 2013 budget year. Voters renewed the Healthy Community Fund property tax in 2018 for a nine year period with a 33% increase.

Conservation Trust Fund - The State of Colorado distributes a portion of lottery proceeds annually to the County, which is dedicated to parks and open space. State statute requires a separate fund be established to account for these funds.

Healthy Rivers and Streams Fund - On November 4, 2008, voters authorized a sales tax of .1% dedicated to establishing a Healthy Rivers and Streams Fund. The voters also authorized that the County's debt may be increased to an amount not to exceed \$12 million in relation to this fund with a repayment out of this fund. No debt has been issued to date. The ballot language outlined specific objectives for this fund: 1) Maintaining and improving water quality and quantity within the Roaring Fork watershed; 2) Purchasing, adjudicating changes of, leasing, using, banking, selling, and protecting water rights for the benefit of the Roaring Fork watershed; 3) Working to secure, create, and augment minimum stream flows in conjunction with non-profits, grant opportunities, and wildlife and riparian habitat; 4) Promoting water conservation; 5) Improving and constructing capital facilities that contribute to the objectives listed above.

Public Health Fund - The Public Health Fund was established in 2017. Mandated public health functions had previously been out-sourced to a non-profit organization, Community Health Services. In 2018, the Environmental Health department and the Smuggler Superfund were also moved from the General Fund to the Public Health Fund. In 2019, the Smuggler Superfund was moved out of the public health fund into a separate fund.

Ambulance District Fund - Formed in 1982, the ambulance service is provided by this District to the area in and around the City of Aspen. The Ambulance District has contracted with Aspen Valley Hospital to provide these services. The Board of County Commissioners acts as the board of directors and sets the supporting property tax levy.

GOVERNMENTAL FUNDS (continued)

Nonmajor Special Revenue Funds (continued)

Redstone Ranch Acres and Twining Flats General Improvement District Funds - These Districts were formed to improve roads and provide maintenance to specific areas in the County. The Twining Flats Improvement District issued debt in 2006 and also collects property tax to improve roads in the District. The debt has since been paid off. There is insufficient support in the Redstone Ranch Acres Improvement District for the issuance of bonds, so only minor improvements have been completed. The Board of County Commissioners acts as the board of directors for both of these Districts and sets the supporting property tax levy.

Renewable Energy Mitigation Plan Fund - This fund was established in 2019 to track the revenues and expenditures related to renewable energy mitigation collected by the community development department as part of the building permit process. These funds can only be used for projects that meet the renewable energy mitigation plan's requirements.

Smuggler Superfund Fund - This fund was established in 2019 to track the requirements related to the Smuggler Superfund site. Previously, these funds were tracked in the public health fund. A site is designated as a superfund site when the U.S. Environmental Protection Agency determines there's a release or threatened release of hazardous substances that may endanger public health, welfare, or the environment.

Park Dedication Fees Fund - This fund was established in 2019 for park dedication fees collected by community development. The ordinance, that went into effect on December 31, 2006, required that with any subdivision of residential land, a developer must dedicate to Pitkin County 10.5 acres for every 1,000 residents of the proposed subdivision, in order to insure an ample supply of parks, recreation, and open space. A cash-in-lieu of land dedication is allowed. The fees collected are maintained in the Park Dedication Fees Fund and may be used to purchase, maintain or improve parks, recreational facilities and open space in order to enhance the rural character of the County.

DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources for the payment of bond principal and interest, which the County is obligated to repay.

Debt Service Fund - This fund is used to account for the accumulation of resources and payment of principal and interest on debt service. Prior to 2019 this fund was used to track only sales tax revenue bonds. Starting in 2019, this fund is used to track all debt service and the payments related to debt service. Additional details on the County's outstanding debt can be found in the Notes to the Financial Statements.

CAPITAL PROJECTS FUNDS

Capital Projects Funds account for financial resources collected and used for the acquisition or construction of major capital facilities.

Capital Fund - This fund accounts for resources assessed to be used to acquire capital assets and for the construction of major capital projects, excluding capital assets acquired by proprietary or special revenue funds.

Pitkin County, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2019

	Special Revenue														Total Nonmajor Governmental Funds
	Road and Bridge Fund	Human Services Fund	Translator Fund	Healthy Community Fund	Conservation Trust Fund	Healthy Rivers and Streams Fund	Public Health Fund	Ambulance District Fund	Redstone Ranch Acres GID Fund	Twining Flats GID Fund	Renewable Energy Mitigation Plan Fund	Smuggler Superfund Fund	Park Dedication Fees Fund	Debt Service Fund	
Assets:															
Cash and investments	\$ 1,826,553	\$ 420,234	\$ 626,855	\$ 369,384	\$ 976	\$ 3,179,710	\$ 420,002	\$ 555,997	\$ 11,441	\$ 18,392	\$ 2,977,110	\$ 461,182	\$ 488,235	\$ 81,692	\$ 11,437,763
Property tax receivable	585,931	222,722	938,858	3,217,477	-	-	-	1,368,484	9,306	8,863	-	-	-	-	6,351,641
Other receivables, net of allowance for uncollectibles	12,304	58	-	-	-	-	-	-	-	-	-	-	-	-	12,362
Due from other governments	994,450	128,928	181,125	-	-	288,173	55,428	-	-	-	-	-	-	109,092	1,757,196
Inventories	25,153	-	-	-	-	-	-	-	-	-	-	-	-	-	25,153
Total Assets	\$ 3,444,391	\$ 771,942	\$ 1,746,838	\$ 3,586,861	\$ 976	\$ 3,467,883	\$ 475,430	\$ 1,924,481	\$ 20,747	\$ 27,255	\$ 2,977,110	\$ 461,182	\$ 488,235	\$ 190,784	\$ 19,584,115
Liabilities, Deferred Inflows of Resources, and Fund Balances:															
Liabilities:															
Accounts payable	60,020	128,954	29,706	72,320	-	52,022	36,370	87,538	-	-	-	-	-	-	466,930
Accrued liabilities	-	3,919	-	-	-	-	506	-	-	-	-	-	-	-	4,425
Due to other governments	56,381	2,289	-	-	-	-	2,502	-	-	-	-	-	-	-	61,172
Deposits	13,250	-	-	-	-	-	-	-	-	-	-	-	-	-	13,250
Total Liabilities	129,651	135,162	29,706	72,320	-	52,022	39,378	87,538	-	-	-	-	-	-	545,777
Deferred Inflows of Resources:															
Property taxes assessed but not collectible until 2020	585,931	222,722	938,858	3,217,477	-	-	-	1,368,484	9,306	8,863	-	-	-	-	6,351,641
Total Deferred Inflows of Resources	585,931	222,722	938,858	3,217,477	-	-	-	1,368,484	9,306	8,863	-	-	-	-	6,351,641
Fund Balances:															
Nonspendable	25,153	-	-	-	-	-	-	-	-	-	-	-	-	-	25,153
Restricted	2,703,656	414,058	778,274	297,064	976	3,415,861	436,052	468,459	11,441	18,392	128,103	461,182	563	190,784	9,324,865
Committed	-	-	-	-	-	-	-	-	-	-	2,849,007	-	487,672	-	3,336,679
Total Fund Balances	2,728,809	414,058	778,274	297,064	976	3,415,861	436,052	468,459	11,441	18,392	2,977,110	461,182	488,235	190,784	12,686,697
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 3,444,391	\$ 771,942	\$ 1,746,838	\$ 3,586,861	\$ 976	\$ 3,467,883	\$ 475,430	\$ 1,924,481	\$ 20,747	\$ 27,255	\$ 2,977,110	\$ 461,182	\$ 488,235	\$ 190,784	\$ 19,584,115

Pitkin County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2019

	Special Revenue														Total Nonmajor Governmental Funds
	Road and Bridge Fund	Human Services Fund	Translator Fund	Healthy Community Fund	Conservation Trust Fund	Healthy Rivers and Streams Fund	Public Health Fund	Ambulance District Fund	Redstone Ranch Acres GID Fund	Twining Flats GID Fund	Renewable Energy Mitigation Plan Fund	Smuggler Superfund Fund	Park Dedication Fees Fund	Debt Service Fund	
Revenues:															
Taxes	\$ 4,360,911	\$ 209,364	\$ 934,103	\$ 3,214,785	\$ -	\$ 1,372,785	\$ -	\$ 1,268,154	\$ 9,211	\$ 8,981	\$ -	\$ -	\$ -	\$ 596,398	\$ 11,974,692
Intergovernmental	1,731,426	2,044,959	211,226	302,714	68,668	-	768,235	-	-	-	-	-	-	56,897	5,184,125
Licenses and permits	28,265	-	-	-	-	-	10,120	-	-	-	-	-	-	-	38,385
Charges for services	42,961	23,389	2,455	158,045	-	-	41,469	-	-	-	4,205,831	-	6,886	-	4,481,036
Investment earnings	59,841	686	19,091	31,770	789	72,727	10,299	91,891	266	550	64,258	-	11,877	-	364,045
Miscellaneous	160,220	46,650	33,672	73,305	-	116	6,154	36,121	-	-	-	8,373	-	-	364,611
Total Revenues	6,383,624	2,325,048	1,200,547	3,780,619	69,457	1,445,628	836,277	1,396,166	9,477	9,531	4,270,089	8,373	18,763	653,295	22,406,894
Expenditures:															
General government	-	-	-	-	-	-	-	-	-	-	1,292,979	-	-	-	1,292,979
Public safety	-	-	-	-	-	-	-	6,240,725	-	-	-	-	-	-	6,240,725
Public works	6,008,271	-	2,604,761	-	-	-	-	-	8,900	18,993	-	-	-	-	8,640,925
Public health and welfare	-	3,389,269	-	2,517,666	-	-	1,745,221	-	-	-	-	25,878	-	-	7,678,034
Culture and recreation	-	-	-	-	-	761,121	-	-	-	-	-	-	-	-	761,121
Debt service:															
Principal	-	-	-	-	-	-	-	-	-	-	-	-	-	2,005,150	2,005,150
Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	1,562,154	1,562,154
Other	-	-	-	-	-	-	-	-	-	-	-	-	-	5,856	5,856
Total Expenditures	6,008,271	3,389,269	2,604,761	2,517,666	-	761,121	1,745,221	6,240,725	8,900	18,993	1,292,979	25,878	-	3,573,160	28,186,944
Excess (Deficiency) of Revenues Over Expenditures	375,353	(1,064,221)	(1,404,214)	1,262,953	69,457	684,507	(908,944)	(4,844,559)	577	(9,462)	2,977,110	(17,505)	18,763	(2,919,865)	(5,780,050)
Other Financing Sources (Uses):															
Proceeds from sale of assets	73,000	-	25,892	-	-	-	-	15,000	-	-	-	-	-	-	113,892
Transfers in	-	1,045,316	1,500,000	-	-	-	1,021,181	-	-	-	-	478,687	337,627	2,942,750	7,325,561
Transfers out	-	-	(275,000)	(1,158,320)	(71,000)	-	(478,687)	(442,997)	-	-	-	-	(220,980)	-	(2,646,984)
Total Other Financing Sources (Uses)	73,000	1,045,316	1,250,892	(1,158,320)	(71,000)	-	542,494	(427,997)	-	-	-	478,687	116,647	2,942,750	4,792,469
Net Change in Fund Balances	448,353	(18,905)	(153,322)	104,633	(1,543)	684,507	(366,450)	(5,272,556)	577	(9,462)	2,977,110	461,182	135,410	22,885	(987,581)
Fund Balances - Beginning (as restated)	2,280,456	432,963	931,596	192,431	2,519	2,731,354	802,502	5,741,015	10,864	27,854	-	-	352,825	167,899	13,674,278
Fund Balances - Ending	\$ 2,728,809	\$ 414,058	\$ 778,274	\$ 297,064	\$ 976	\$ 3,415,861	\$ 436,052	\$ 468,459	\$ 11,441	\$ 18,392	\$ 2,977,110	\$ 461,182	\$ 488,235	\$ 190,784	\$ 12,686,697

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

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
Sales tax	\$ 3,159,355	\$ 3,159,355	\$ 3,777,905	\$ 618,550	\$ 3,698,877
General property tax	563,400	563,400	563,233	(167)	536,531
Specific ownership tax	20,428	20,428	19,773	(655)	19,581
Intergovernmental	2,188,348	2,528,348	1,731,426	(796,922)	1,459,526
Licenses and permits	14,000	14,000	28,265	14,265	23,415
Charges for services	40,000	40,000	42,961	2,961	-
Investment earnings	-	-	59,841	59,841	17,743
Miscellaneous	100,000	100,000	160,220	60,220	102,292
Total Revenues	<u>6,085,531</u>	<u>6,425,531</u>	<u>6,383,624</u>	<u>(41,907)</u>	<u>5,857,965</u>
Expenditures:					
Public works	<u>6,076,676</u>	<u>8,384,684</u>	<u>6,008,271</u>	<u>2,376,413</u>	<u>3,700,152</u>
Total Expenditures	<u>6,076,676</u>	<u>8,384,684</u>	<u>6,008,271</u>	<u>2,376,413</u>	<u>3,700,152</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>8,855</u>	<u>(1,959,153)</u>	<u>375,353</u>	<u>2,334,506</u>	<u>2,157,813</u>
Other Financing Sources (Uses):					
Proceeds from sale of assets	<u>130,500</u>	<u>130,500</u>	<u>73,000</u>	<u>(57,500)</u>	<u>102,489</u>
Total Other Financing Sources (Uses)	<u>(213,500)</u>	<u>130,500</u>	<u>73,000</u>	<u>(57,500)</u>	<u>102,489</u>
Excess of Revenues and Other Financing Sources (Uses) Over Expenditures	<u>\$ (204,645)</u>	<u>\$ (1,828,653)</u>	<u>448,353</u>	<u>\$ 2,277,006</u>	<u>2,260,302</u>
Fund Balance - Beginning			<u>2,280,456</u>		<u>20,154</u>
Fund Balance - Ending			<u>\$ 2,728,809</u>		<u>\$ 2,280,456</u>

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

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
General property tax	\$ 202,273	\$ 202,273	\$ 202,263	\$ (10)	\$ 201,587
Specific ownership tax	7,337	7,337	7,101	(236)	7,357
Intergovernmental	2,198,118	2,247,061	2,044,959	(202,102)	2,025,191
Charges for services	27,000	27,000	23,389	(3,611)	-
Investment earnings	-	-	686	686	8,587
Miscellaneous	57,100	57,100	46,650	(10,450)	5,876
Total Revenues	<u>2,491,828</u>	<u>2,540,771</u>	<u>2,325,048</u>	<u>(215,723)</u>	<u>2,248,598</u>
Expenditures:					
Public health and welfare	3,920,561	3,936,240	3,389,269	546,971	2,427,541
Total Expenditures	<u>3,920,561</u>	<u>3,936,240</u>	<u>3,389,269</u>	<u>546,971</u>	<u>2,427,541</u>
Deficiency of Revenues Over Expenditures	<u>(1,428,733)</u>	<u>(1,395,469)</u>	<u>(1,064,221)</u>	<u>331,248</u>	<u>(178,943)</u>
Other Financing Sources:					
Transfers in	1,582,024	1,582,024	1,045,316	(536,708)	235,000
Total Other Financing Sources	<u>1,582,024</u>	<u>1,582,024</u>	<u>1,045,316</u>	<u>(536,708)</u>	<u>235,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures	<u>\$ 153,291</u>	<u>\$ 186,555</u>	<u>(18,905)</u>	<u>\$ (205,460)</u>	<u>56,057</u>
Fund Balance - Beginning			<u>432,963</u>		<u>376,906</u>
Fund Balance - Ending			<u>\$ 414,058</u>		<u>\$ 432,963</u>

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

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
General property tax	\$ 902,449	\$ 902,449	\$ 902,422	\$ (27)	\$ 840,466
Specific ownership tax	32,734	32,734	31,681	(1,053)	30,674
Intergovernmental	411,000	611,000	211,226	(399,774)	354,997
Charges for services	74,380	74,380	2,455	(71,925)	-
Investment earnings	15,560	15,560	19,091	3,531	27,901
Miscellaneous	30,000	30,000	33,672	3,672	29,062
Total Revenues	<u>1,466,123</u>	<u>1,666,123</u>	<u>1,200,547</u>	<u>(465,576)</u>	<u>1,283,100</u>
Expenditures:					
Public works	<u>3,159,233</u>	<u>3,774,078</u>	<u>2,604,761</u>	<u>1,169,317</u>	<u>2,166,124</u>
Total Expenditures	<u>3,159,233</u>	<u>3,774,078</u>	<u>2,604,761</u>	<u>1,169,317</u>	<u>2,166,124</u>
Deficiency of Revenues Over Expenditures	<u>(1,693,110)</u>	<u>(2,107,955)</u>	<u>(1,404,214)</u>	<u>703,741</u>	<u>(883,024)</u>
Other Financing Sources (Uses):					
Proceeds from sale of assets	25,892	25,892	25,892	-	5,701
Transfers in	1,500,000	1,500,000	1,500,000	-	-
Transfers out	<u>(275,000)</u>	<u>(275,000)</u>	<u>(275,000)</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources	<u>1,250,892</u>	<u>1,250,892</u>	<u>1,250,892</u>	<u>-</u>	<u>5,701</u>
Deficiency of Revenues and Other Financing Sources Over Expenditures	<u>\$ (442,218)</u>	<u>\$ (857,063)</u>	<u>(153,322)</u>	<u>\$ 703,741</u>	<u>(877,323)</u>
Fund Balance - Beginning			<u>931,596</u>		<u>1,808,919</u>
Fund Balance - Ending			<u>\$ 778,274</u>		<u>\$ 931,596</u>

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

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
General property tax	\$ 3,105,676	\$ 3,105,676	\$ 3,105,759	\$ 83	\$ 2,329,112
Specific ownership tax	110,825	110,825	109,026	(1,799)	85,004
Intergovernmental	574,034	302,714	302,714	-	-
Charges for services	158,045	158,045	158,045	-	-
Investment earnings	3,000	3,000	31,770	28,770	11,957
Miscellaneous	113,275	113,275	73,305	(39,970)	184,299
Total Revenues	<u>4,064,855</u>	<u>3,793,535</u>	<u>3,780,619</u>	<u>(12,916)</u>	<u>2,610,372</u>
Expenditures:					
Public health and welfare	<u>2,615,712</u>	<u>2,724,007</u>	<u>2,517,666</u>	<u>206,341</u>	<u>2,034,866</u>
Total Expenditures	<u>2,615,712</u>	<u>2,724,007</u>	<u>2,517,666</u>	<u>206,341</u>	<u>2,034,866</u>
Excess of Revenues Over Expenditures	<u>1,449,143</u>	<u>1,069,528</u>	<u>1,262,953</u>	<u>193,425</u>	<u>575,506</u>
Other Financing Uses:					
Transfers out	<u>(1,158,320)</u>	<u>(1,158,320)</u>	<u>(1,158,320)</u>	<u>-</u>	<u>(649,441)</u>
Total Other Financing Uses	<u>(1,158,320)</u>	<u>(1,158,320)</u>	<u>(1,158,320)</u>	<u>-</u>	<u>(649,441)</u>
Excess (Deficiency) of Revenues and Other Financing Uses Over Expenditures	<u>\$ 290,823</u>	<u>\$ (88,792)</u>	<u>104,633</u>	<u>\$ 193,425</u>	<u>(73,935)</u>
Fund Balance - Beginning			<u>192,431</u>		<u>266,366</u>
Fund Balance - Ending			<u>\$ 297,064</u>		<u>\$ 192,431</u>

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

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Intergovernmental	\$ 51,750	\$ 74,000	\$ 68,668	\$ (5,332)	\$ 59,056
Investment earnings	470	470	789	319	1,127
Total Revenues	<u>52,220</u>	<u>74,470</u>	<u>69,457</u>	<u>(5,013)</u>	<u>60,183</u>
Excess of Revenues Over Expenditures	<u>52,220</u>	<u>74,470</u>	<u>69,457</u>	<u>(5,013)</u>	<u>60,183</u>
Other Financing Uses:					
Transfers out	<u>(51,750)</u>	<u>(74,000)</u>	<u>(71,000)</u>	<u>3,000</u>	<u>(58,000)</u>
Total Other Financing Uses	<u>(51,750)</u>	<u>(74,000)</u>	<u>(71,000)</u>	<u>3,000</u>	<u>(58,000)</u>
Excess (Deficiency) of Revenues and Other Financing Uses Over Expenditures	<u>\$ 470</u>	<u>\$ 470</u>	<u>(1,543)</u>	<u>\$ (2,013)</u>	<u>2,183</u>
Fund Balance - Beginning			<u>2,519</u>		<u>336</u>
Fund Balance - Ending			<u>\$ 976</u>		<u>\$ 2,519</u>

Pitkin County, Colorado
Healthy Rivers and Streams Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
Sales tax	\$ 1,159,469	\$ 1,159,469	\$ 1,372,785	\$ 213,316	\$ 1,121,476
Intergovernmental	551,743	551,743	-	(551,743)	-
Investment earnings	17,480	17,480	72,727	55,247	39,287
Miscellaneous	-	-	116	116	276
Total Revenues	<u>1,728,692</u>	<u>1,728,692</u>	<u>1,445,628</u>	<u>(283,064)</u>	<u>1,161,039</u>
Expenditures:					
Culture and recreation	<u>2,159,935</u>	<u>3,646,975</u>	<u>761,121</u>	<u>2,885,854</u>	<u>866,050</u>
Total Expenditures	<u>2,159,935</u>	<u>3,646,975</u>	<u>761,121</u>	<u>2,885,854</u>	<u>866,050</u>
Excess of Revenues					
Over Expenditures	<u>\$ (431,243)</u>	<u>\$ (1,918,283)</u>	684,507	<u>\$ 2,602,790</u>	294,989
Fund Balance - Beginning			<u>2,731,354</u>		<u>2,436,365</u>
Fund Balance - Ending			<u>\$ 3,415,861</u>		<u>\$ 2,731,354</u>

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

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Intergovernmental	\$ 729,808	\$ 724,918	\$ 768,235	\$ 43,317	\$ 460,299
Licenses and permits	42,950	42,950	10,120	(32,830)	105,026
Charges for services	49,185	49,185	41,469	(7,716)	-
Investment earnings	-	-	10,299	10,299	16,978
Miscellaneous	500	500	6,154	5,654	8,412
Total Revenues	<u>822,443</u>	<u>817,553</u>	<u>836,277</u>	<u>18,724</u>	<u>590,715</u>
Expenditures:					
Public health and welfare	<u>1,895,154</u>	<u>1,886,028</u>	<u>1,745,221</u>	<u>140,807</u>	<u>1,241,116</u>
Total Expenditures	<u>1,895,154</u>	<u>1,886,028</u>	<u>1,745,221</u>	<u>140,807</u>	<u>1,241,116</u>
Deficiency of Revenues Over Expenditures	<u>(1,072,711)</u>	<u>(1,068,475)</u>	<u>(908,944)</u>	<u>159,531</u>	<u>(650,401)</u>
Other Financing Sources (Uses):					
Transfers in	1,050,952	1,050,952	1,021,181	(29,771)	659,738
Transfers out	<u>-</u>	<u>(478,687)</u>	<u>(478,687)</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources	<u>1,050,952</u>	<u>572,265</u>	<u>542,494</u>	<u>(29,771)</u>	<u>659,738</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures	<u>\$ (21,759)</u>	<u>\$ (496,210)</u>	<u>(366,450)</u>	<u>\$ 129,760</u>	<u>9,337</u>
Fund Balance - Beginning			<u>802,502</u>		<u>793,165</u>
Fund Balance - Ending			<u>\$ 436,052</u>		<u>\$ 802,502</u>

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

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
General property tax	\$ 1,225,348	\$ 1,225,348	\$ 1,225,138	\$ (210)	\$ 1,222,977
Specific ownership tax	44,562	44,562	43,016	(1,546)	44,648
Investment earnings	21,180	21,180	91,891	70,711	72,624
Miscellaneous	-	-	36,121	36,121	13
Total Revenues	<u>1,291,090</u>	<u>1,291,090</u>	<u>1,396,166</u>	<u>105,076</u>	<u>1,340,262</u>
Expenditures:					
Public safety	<u>5,324,460</u>	<u>6,403,160</u>	<u>6,240,725</u>	<u>162,435</u>	<u>3,845,726</u>
Total Expenditures	<u>5,324,460</u>	<u>6,403,160</u>	<u>6,240,725</u>	<u>162,435</u>	<u>3,845,726</u>
Deficiency of Revenues Over Expenditures	<u>(4,033,370)</u>	<u>(5,112,070)</u>	<u>(4,844,559)</u>	<u>267,511</u>	<u>(2,505,464)</u>
Other Financing Sources (Uses):					
Issuance of debt	-	-	-	-	6,500,000
Proceeds from sale of assets	9,750	9,750	15,000	5,250	21,470
Transfers out	<u>-</u>	<u>(442,997)</u>	<u>(442,997)</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>9,750</u>	<u>(433,247)</u>	<u>(427,997)</u>	<u>5,250</u>	<u>6,521,470</u>
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	<u>\$ (4,023,620)</u>	<u>\$ (5,545,317)</u>	<u>(5,272,556)</u>	<u>\$ 272,761</u>	<u>4,016,006</u>
Fund Balance - Beginning			<u>5,741,015</u>		<u>1,725,009</u>
Fund Balance - Ending			<u>\$ 468,459</u>		<u>\$ 5,741,015</u>

Pitkin County, Colorado
Redstone Ranch Acres GID Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
General property tax	\$ 8,942	\$ 8,942	\$ 8,897	\$ (45)	\$ 8,565
Specific ownership tax	322	322	314	(8)	317
Investment earnings	280	280	266	(14)	271
Total Revenues	<u>9,544</u>	<u>9,544</u>	<u>9,477</u>	<u>(67)</u>	<u>9,153</u>
Expenditures:					
Public works	6,947	12,447	8,900	3,547	10,037
Total Expenditures	<u>6,947</u>	<u>12,447</u>	<u>8,900</u>	<u>3,547</u>	<u>10,037</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 2,597</u>	<u>\$ (2,903)</u>	577	<u>\$ 3,480</u>	(884)
Fund Balance - Beginning			<u>10,864</u>		<u>11,748</u>
Fund Balance - Ending			<u>\$ 11,441</u>		<u>\$ 10,864</u>

Pitkin County, Colorado
Twining Flats GID Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
General property tax	\$ 8,657	\$ 8,657	\$ 8,677	\$ 20	\$ 8,381
Specific ownership tax	312	312	304	(8)	305
Investment earnings	540	540	550	10	554
Total Revenues	<u>9,509</u>	<u>9,509</u>	<u>9,531</u>	<u>22</u>	<u>9,240</u>
Expenditures:					
Public works	18,933	21,933	18,993	2,940	10,824
Total Expenditures	<u>18,933</u>	<u>21,933</u>	<u>18,993</u>	<u>2,940</u>	<u>10,824</u>
Deficiency of Revenues					
Over Expenditures	<u>\$ (9,424)</u>	<u>\$ (12,424)</u>	(9,462)	<u>\$ 2,962</u>	(1,584)
Fund Balance - Beginning			27,854		29,438
Fund Balance - Ending			<u>\$ 18,392</u>		<u>\$ 27,854</u>

Pitkin County, Colorado
Renewable Energy Mitigation Plan Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
Charges for services	\$ 750,000	\$ 750,000	\$ 4,205,831	\$ 3,455,831	\$ -
Investment earnings	-	-	64,258	64,258	-
Total Revenues	<u>750,000</u>	<u>750,000</u>	<u>4,270,089</u>	<u>3,520,089</u>	<u>-</u>
Expenditures:					
General government	1,250,000	1,250,000	1,292,979	(42,979)	-
Total Expenditures	<u>1,250,000</u>	<u>1,250,000</u>	<u>1,292,979</u>	<u>(42,979)</u>	<u>-</u>
Excess of Revenues Over Expenditures	<u>\$ (500,000)</u>	<u>\$ (500,000)</u>	2,977,110	<u>\$ 3,477,110</u>	-
Fund Balance - Beginning			-		-
Fund Balance - Ending			<u>\$ 2,977,110</u>		<u>\$ -</u>

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

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Miscellaneous	\$ 10,000	\$ 10,000	\$ 8,373	\$ (1,627)	\$ -
Total Revenues	<u>10,000</u>	<u>10,000</u>	<u>8,373</u>	<u>(1,627)</u>	<u>-</u>
Expenditures:					
Public health and welfare	50,833	50,833	25,878	24,955	-
Total Expenditures	<u>50,833</u>	<u>50,833</u>	<u>25,878</u>	<u>24,955</u>	<u>-</u>
Deficiency of Revenues Over Expenditures	<u>(40,833)</u>	<u>(40,833)</u>	<u>(17,505)</u>	<u>23,328</u>	<u>-</u>
Other Financing Sources:					
Transfers in	-	478,687	478,687	-	-
Total Other Financing Sources	<u>-</u>	<u>478,687</u>	<u>478,687</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Financing Sources Over Expenditures	<u>\$ (40,833)</u>	<u>\$ 437,854</u>	<u>461,182</u>	<u>\$ 23,328</u>	<u>-</u>
Fund Balance - Beginning			<u>-</u>		<u>-</u>
Fund Balance - Ending			<u>\$ 461,182</u>		<u>\$ -</u>

Pitkin County, Colorado
Park Dedication Fees Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual (as restated)
Revenues:					
Taxes:					
Charges for services	\$ -	\$ -	\$ 6,886	\$ 6,886	\$ -
Investment earnings	-	-	11,877	11,877	-
Total Revenues	<u>-</u>	<u>-</u>	<u>18,763</u>	<u>18,763</u>	<u>-</u>
Other Financing Sources (Uses):					
Transfers in	-	337,627	337,627	-	352,825
Transfers out	-	-	(220,980)	(220,980)	-
Total Other Financing Sources	<u>-</u>	<u>337,627</u>	<u>116,647</u>	<u>(220,980)</u>	<u>352,825</u>
Excess of Revenues and Other Financing Sources	<u>\$ -</u>	<u>\$ 337,627</u>	135,410	<u>\$ (202,217)</u>	352,825
Fund Balance - Beginning (as restated)			<u>352,825</u>		<u>-</u>
Fund Balance - Ending			<u>\$ 488,235</u>		<u>\$ 352,825</u>

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

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
Sales tax	\$ 595,980	\$ 595,980	\$ 596,398	\$ 418	\$ 588,699
Intergovernmental	56,564	56,564	56,897	333	56,685
Investment earnings	4,800	4,800	-	(4,800)	3,948
Total Revenues	<u>657,344</u>	<u>657,344</u>	<u>653,295</u>	<u>(4,049)</u>	<u>649,332</u>
Expenditures:					
Debt service:					
Principal	2,035,229	2,035,229	2,005,150	30,079	350,000
Interest	657,344	1,562,221	1,562,154	67	307,796
Other	2,644	2,856	5,856	(3,000)	-
Total Expenditures	<u>2,695,217</u>	<u>3,600,306</u>	<u>3,573,160</u>	<u>27,146</u>	<u>657,796</u>
Deficiency of Revenues Over Expenditures	<u>(2,037,873)</u>	<u>(2,942,962)</u>	<u>(2,919,865)</u>	<u>23,097</u>	<u>(8,464)</u>
Other Financing Sources:					
Transfers in	-	2,942,750	2,942,750	-	-
Total Other Financing Sources	<u>-</u>	<u>2,942,750</u>	<u>2,942,750</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures	<u>\$ (2,037,873)</u>	<u>\$ (212)</u>	<u>22,885</u>	<u>\$ 23,097</u>	<u>(8,464)</u>
Fund Balance - Beginning			<u>167,899</u>		<u>176,363</u>
Fund Balance - Ending			<u>\$ 190,784</u>		<u>\$ 167,899</u>

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

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
Sales tax	\$ 1,184,758	\$ 1,184,758	\$ 1,416,714	\$ 231,956	\$ 1,641,543
Intergovernmental	210,424	423,424	5,159	(418,265)	172,743
Charges for services	9,000	9,000	-	(9,000)	-
Investment earnings	57,000	57,000	57,613	613	177,892
Miscellaneous	-	-	106,176	106,176	11,904
Total Revenues	<u>1,461,182</u>	<u>1,674,182</u>	<u>1,585,662</u>	<u>(88,520)</u>	<u>2,004,082</u>
Expenditures:					
General government	5,921,086	8,387,582	3,213,543	5,174,039	11,843,643
Public safety	877,199	877,199	396,278	480,921	182,211
Public works	-	-	-	-	2,207,012
Public health and welfare	-	-	-	-	55,406
Debt service:					
Principal	-	-	-	-	455,000
Interest	-	-	-	-	793,302
Total Expenditures	<u>6,798,285</u>	<u>9,264,781</u>	<u>3,609,821</u>	<u>5,654,960</u>	<u>15,536,574</u>
Deficiency of Revenues					
Over Expenditures	<u>(5,337,103)</u>	<u>(7,590,599)</u>	<u>(2,024,159)</u>	<u>5,566,440</u>	<u>(13,532,492)</u>
Other Financing Sources (Uses):					
Proceeds from sale of assets	55,170	55,170	18,423	(36,747)	70,726
Transfers in	4,400,000	6,366,488	6,366,488	-	650,000
Transfers out	-	(1,244,481)	(1,244,481)	-	-
Total Other Financing Sources	<u>4,455,170</u>	<u>5,177,177</u>	<u>5,140,430</u>	<u>(36,747)</u>	<u>720,726</u>
Excess (Deficiency) of Revenues and Other					
Financing Sources Over Expenditures	<u>\$ (881,933)</u>	<u>\$ (2,413,422)</u>	3,116,271	<u>\$ 5,529,693</u>	(12,811,766)
Fund Balance - Beginning			<u>3,237,556</u>		<u>16,049,322</u>
Fund Balance - Ending			<u>\$ 6,353,827</u>		<u>\$ 3,237,556</u>

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PROPRIETARY FUNDS

ENTERPRISE FUNDS

Enterprise funds are used to account for any activity for which a fee is charged to, primarily, external users for goods or services.

Major Enterprise Funds:

Airport Fund - accounts for all of the revenues and expenses of the Aspen/Pitkin County Airport. Sources of revenue include fees, grants, rents, and miscellaneous revenues.

Solid Waste Center Fund - accounts for all the expenses of Pitkin County's solid waste management operations. Sources of revenue include fees, grants, and miscellaneous revenues from recycled goods.

Radio Fund - accounts for all the revenues and expenses of Pitkin County's public safety radio operations. Sources of revenue include fees and miscellaneous revenues from, primarily, local governments and other County departments.

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Pitkin County, Colorado
Airport Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Intergovernmental	\$ 7,199,931	\$ 7,199,931	\$ 602,476	\$ (6,597,455)	\$ 2,436,710
Charges for services	9,761,000	9,761,000	10,163,212	402,212	7,581,992
Miscellaneous	71,250	71,250	37,571	(33,679)	31,778
Rent	2,485,437	2,516,687	2,447,507	(69,180)	3,071,701
Other resources:					
Investment earnings	189,060	189,060	376,373	187,313	283,716
Gain (loss) on disposition of assets	-	-	(1,181)	(1,181)	702
Total Revenues	<u>19,706,678</u>	<u>19,737,928</u>	<u>13,625,958</u>	<u>(6,111,970)</u>	<u>13,406,599</u>
Expenses:					
Operating:					
Personnel services	5,006,212	5,006,212	4,451,409	554,803	3,954,292
Purchased services	9,722,119	10,570,514	8,420,943	2,149,571	7,310,037
Other services	7,761,545	9,229,645	3,650,094	5,579,551	-
Materials and supplies	327,769	327,769	392,222	(64,453)	274,580
Contingency	55,000	55,000	4,398	50,602	-
Capital expenses:					
Property, plant, and equipment	702,450	8,392,750	3,373,459	5,019,291	2,362,486
Total Expenses	<u>23,575,095</u>	<u>33,581,890</u>	<u>20,292,525</u>	<u>13,289,365</u>	<u>13,901,395</u>
Change in Net Position - Budget Basis	<u>\$ (3,868,417)</u>	<u>\$ (13,843,962)</u>	(6,666,567)	<u>\$ 7,177,395</u>	(494,796)
Reconciliation to GAAP Basis:					
Capitalized expenses			2,537,532		2,362,486
Change in compensated absences			(69,531)		(15,677)
Depreciation			(5,417,312)		(5,036,860)
Change in Net Position - GAAP Basis			(9,615,878)		(3,184,847)
Net Position - Beginning			<u>87,197,552</u>		<u>90,382,399</u>
Net Position - Ending			<u>\$ 77,581,674</u>		<u>\$ 87,197,552</u>

Pitkin County, Colorado
Solid Waste Center Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Intergovernmental	\$ -	\$ -	\$ 27,603	\$ 27,603	\$ 24,495
Charges for services	6,407,500	6,407,500	5,894,657	(512,843)	6,532,509
Licenses and permits	5,000	5,000	2,750	(2,250)	-
Miscellaneous	40,000	240,000	5,133	(234,867)	48,151
Other resources:					
Investment earnings	108,550	108,550	277,699	169,149	158,022
Gain (loss) on disposition of assets	11,250	11,250	(22,258)	(33,508)	(163,702)
Total Revenues	<u>6,572,300</u>	<u>6,772,300</u>	<u>6,185,584</u>	<u>(586,716)</u>	<u>6,599,475</u>
Expenses:					
Operating:					
Personnel services	1,447,971	1,447,971	1,431,642	16,329	1,346,012
Purchased services	1,283,935	1,283,935	1,140,242	143,693	2,677,024
Other services	1,489,255	1,489,255	1,481,651	7,604	-
Materials and supplies	149,500	156,900	101,143	55,757	127,370
Capital expenses:					
Property, plant, and equipment	6,706,000	8,702,850	869,379	7,833,471	1,891,944
Total Expenses	<u>11,076,661</u>	<u>13,080,911</u>	<u>5,024,057</u>	<u>8,056,854</u>	<u>6,042,350</u>
Change in Net Position - Budget Basis	<u>\$ (4,504,361)</u>	<u>\$ (6,308,611)</u>	1,161,527	<u>\$ 7,470,138</u>	557,125
Reconciliation to GAAP Basis:					
Change in closure/post-closure costs			(139,880)		448,475
Capitalized expenses			498,181		1,891,944
Change in compensated absences			(7,997)		(23,801)
Depreciation			(799,828)		(493,568)
Change in Net Position - GAAP Basis			712,003		2,380,175
Net Position - Beginning			14,653,939		12,273,764
Net Position - Ending			<u>\$ 15,365,942</u>		<u>\$ 14,653,939</u>

Pitkin County, Colorado
Radio Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual (as restated)
Revenues:					
Intergovernmental	\$ 355,412	\$ 355,412	\$ 271,531	\$ (83,881)	\$ 220,941
Charges for services	255,389	345,389	247,963	(97,426)	263,369
Miscellaneous	-	-	1,326	1,326	1,445
Other resources:					
Investment earnings	-	-	2,137	2,137	-
Gain (loss) on disposition of assets	-	-	(15,958)	(15,958)	-
Total Revenues	<u>610,801</u>	<u>700,801</u>	<u>506,999</u>	<u>(193,802)</u>	<u>485,755</u>
Expenses:					
Operating:					
Personnel services	151,772	151,772	135,084	16,688	108,721
Purchased services	78,089	153,255	186,147	(32,892)	69,083
Other services	67,687	67,687	62,142	5,545	56,051
Materials and supplies	50,000	50,000	51,502	(1,502)	35,159
Capital expenses:					
Property, plant, and equipment	226,000	477,129	164,999	312,130	313,126
Total Expenses	<u>573,548</u>	<u>899,843</u>	<u>599,874</u>	<u>299,969</u>	<u>582,140</u>
Income (Loss) Before Contributions and Transfers	<u>37,253</u>	<u>(199,042)</u>	<u>(92,875)</u>	<u>106,167</u>	<u>(96,385)</u>
Transfers in	-	190,244	190,244	-	240,500
Change in Net Position - Budget Basis	<u>\$ 37,253</u>	<u>\$ (8,798)</u>	97,369	<u>\$ 106,167</u>	144,115
Reconciliation to GAAP Basis:					
Change in compensated absences			(12,027)		-
Depreciation			(203,255)		-
Change in Net Position - GAAP Basis			(117,913)		144,115
Net Position - Beginning (as restated)			<u>2,092,915</u>		<u>1,948,800</u>
Net Position - Ending			<u>\$ 1,975,002</u>		<u>\$ 2,092,915</u>

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INTERNAL SERVICE FUNDS

Internal service funds are used to account for services provided to other departments or agencies of the government, or to other governments on a cost-reimbursement basis.

Risk Fund accounts for the central management and billing of workers' compensation, general liability, and property damage.

Health Insurance Fund accounts for health insurance contributions and claims paid to beneficiaries provided to other departments or agencies of the County.

Fleet Fund accounts for the County's transportation fleet including fleet acquisition and disposal, preventative maintenance, repairs, and the rental of motor vehicles to other departments and related costs. It also accounts for the maintenance and repair of other local government's fleet vehicles on a cost reimbursement basis.

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Pitkin County, Colorado
Combining Statement of Net Position
Internal Service Funds
December 31, 2019

	Risk Fund	Health Insurance Fund	Fleet Fund	Total
Assets:				
Current assets:				
Cash and investments	\$ 321,901	\$ 3,460,103	\$ -	\$ 3,782,004
Accounts receivable, net of allowance for uncollectibles	-	290	675	965
Deposits held	-	22,000	-	22,000
Inventories	-	-	736,829	736,829
Total Current Assets	321,901	3,482,393	737,504	4,541,798
Noncurrent assets:				
Capital assets:				
Land	-	-	2,000	2,000
Buildings	-	-	1,945,146	1,945,146
Infrastructure and improvements other than buildings	-	-	508,655	508,655
Machinery and equipment	-	-	899,668	899,668
Less: accumulated depreciation	-	-	(2,075,031)	(2,075,031)
Capital assets, net	-	-	1,280,438	1,280,438
Total Noncurrent Assets	-	-	1,280,438	1,280,438
Total Assets	321,901	3,482,393	2,017,942	5,822,236
Liabilities:				
Current liabilities:				
Accounts payable	12,374	48,590	52,453	113,417
Accrued liabilities	1,003	-	3,524	4,527
Due to other governments	-	-	2,130	2,130
Due to other funds	-	-	73,170	73,170
Compensated absences - current	2,483	1,255	18,793	22,531
Total Current Liabilities	15,860	49,845	150,070	215,775
Noncurrent Liabilities:				
Compensated absences	3,725	1,882	28,190	33,797
Total Noncurrent Liabilities	3,725	1,882	28,190	33,797
Total Liabilities	19,585	51,727	178,260	249,572
Net Position:				
Net investment in capital assets	-	-	1,280,438	1,280,438
Unrestricted	302,316	3,430,666	559,244	4,292,226
Total Net Position	\$ 302,316	\$ 3,430,666	\$ 1,839,682	\$ 5,572,664

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

	Risk Fund	Health Insurance Fund	Fleet Fund	Total
Operating Revenues:				
Charges for services:				
Risk	\$ 795,218	\$ -	\$ -	\$ 795,218
Health insurance	-	6,332,062	-	6,332,062
Fleet	-	-	3,062,645	3,062,645
Miscellaneous	123,533	180,444	22,124	326,101
Total Operating Revenues	918,751	6,512,506	3,084,769	10,516,026
Operating Expenses:				
Personnel services	207,029	977,886	1,035,850	2,220,765
General operations	803,957	5,345,845	1,945,428	8,095,230
Depreciation	-	-	142,537	142,537
Total Operating Expenses	1,010,986	6,323,731	3,123,815	10,458,532
Operating Income (Loss)	(92,235)	188,775	(39,046)	57,494
Non-Operating Revenues:				
Investment earnings (losses)	(6,273)	101,932	209	95,868
Stop loss reimbursement	-	50,229	-	50,229
Total Non-Operating Revenues	(6,273)	152,161	209	146,097
Income (Loss) Before Contributions and Transfers	(98,508)	340,936	(38,837)	203,591
Transfers in	-	-	234,999	234,999
Change in Net Position	(98,508)	340,936	196,162	438,590
Net Position - Beginning (as restated)	400,824	3,089,730	1,643,520	5,134,074
Net Position - Ending	\$ 302,316	\$ 3,430,666	\$ 1,839,682	\$ 5,572,664

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

	Risk Fund	Health Insurance Fund	Fleet Fund	Total
Cash Flows from Operating Activities:				
Cash received from customers and others	\$ -	\$ -	\$ 90,218	\$ 90,218
Cash received from interfund services	927,646	6,545,928	3,031,447	10,505,021
Cash payments to vendors for goods and services	(822,120)	(5,474,280)	(2,076,278)	(8,372,678)
Cash payments to employees for services	(198,758)	(974,749)	(973,453)	(2,146,960)
Net Cash Provided (Used) by Operating Activities	<u>(93,232)</u>	<u>96,899</u>	<u>71,934</u>	<u>75,601</u>
Cash Flows from Non-Capital Financing Activities:				
Grant proceeds received	-	-	8,625	8,625
Stop loss proceeds received	-	50,229	-	50,229
Transfers from other funds	-	-	234,999	234,999
Net Cash Provided by Non-Capital and Related Financing Activities	<u>-</u>	<u>50,229</u>	<u>243,624</u>	<u>293,853</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition of capital assets	-	-	(14,455)	(14,455)
Net Cash Used by Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>(14,455)</u>	<u>(14,455)</u>
Cash Flows from Investing Activities:				
Interest received/(used) - unrestricted	(6,273)	101,932	209	95,868
Net Cash Provided by Investing Activities	<u>(6,273)</u>	<u>101,932</u>	<u>209</u>	<u>95,868</u>
Net Increase (Decrease) in Cash	(99,505)	249,060	301,312	450,867
Cash - Beginning of Year	421,406	3,211,043	(301,312)	3,331,137
Cash - End of Year	<u>\$ 321,901</u>	<u>\$ 3,460,103</u>	<u>\$ -</u>	<u>\$ 3,782,004</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Operating income (loss)	\$ (92,235)	\$ 188,775	\$ (39,046)	\$ 57,494
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	-	-	142,537	142,537
Changes in Assets and Liabilities:				
Decrease in accounts receivable	8,895	9,490	36,896	55,281
Decrease in deposits held	-	23,932	-	23,932
Increase in inventories	-	-	(127,904)	(127,904)
Decrease in accounts payable	(19,166)	(128,435)	(80,966)	(228,567)
Increase in accrued liabilities	9,274	3,137	67,247	79,658
Increase in due to other funds	-	-	73,170	73,170
Net Cash Provided (Used) by Operating Activities	<u>\$ (93,232)</u>	<u>\$ 96,899</u>	<u>\$ 71,934</u>	<u>\$ 75,601</u>

Pitkin County, Colorado
Risk Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual (as restated)
Revenues:					
Charges for services	\$ 1,327,263	\$ 1,327,263	\$ 795,218	\$ (532,045)	\$ 984,943
Miscellaneous	-	-	123,533	123,533	3,945
Other resources:					
Investment earnings (losses)	610	610	(6,273)	(6,883)	(3,061)
Total Revenues	<u>1,327,873</u>	<u>1,327,873</u>	<u>912,478</u>	<u>(415,395)</u>	<u>985,827</u>
Expenses:					
Operating:					
Personnel services	500,549	500,549	200,821	299,728	290,606
Purchased services	83,667	83,667	75,544	8,123	66,059
Other services	723,675	723,675	726,611	(2,936)	663,083
Materials and supplies	500	500	1,802	(1,302)	-
Total Expenses	<u>1,308,391</u>	<u>1,308,391</u>	<u>1,004,778</u>	<u>303,613</u>	<u>1,019,748</u>
Change in Net Position - Budget Basis	<u>\$ 19,482</u>	<u>\$ 19,482</u>	(92,300)	<u>\$ (111,782)</u>	(33,921)
Reconciliation to GAAP Basis:					
Change in compensated absences			(6,208)		-
Change in Net Position - GAAP Basis			(98,508)		(33,921)
Net Position - Beginning (as restated)			400,824		434,745
Net Position - Ending			<u>\$ 302,316</u>		<u>\$ 400,824</u>

Pitkin County, Colorado
Health Insurance Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual (as restated)
Revenues:					
Charges for services	\$ 7,159,628	\$ 7,159,628	\$ 6,332,062	\$ (827,566)	\$ 5,703,094
Fines and forfeitures	-	-	37,271	37,271	-
Miscellaneous	-	-	143,173	143,173	524,472
Other resources:					
Stop loss reimbursement	1,000,000	1,000,000	50,229	(949,771)	-
Investment earnings	53,890	53,890	101,932	48,042	49,411
Total Revenues	<u>8,213,518</u>	<u>8,213,518</u>	<u>6,664,667</u>	<u>(1,548,851)</u>	<u>6,276,977</u>
Expenses:					
Operating:					
Personnel services	2,268,868	1,090,137	974,749	115,388	1,929,360
Purchased services	140,012	140,012	174,895	(34,883)	123,512
Other services	5,949,815	7,128,546	5,167,125	1,961,421	4,381,317
Materials and supplies	-	-	1,825	(1,825)	-
Capital expenses:					
Property, plant, and equipment	-	-	2,000	(2,000)	-
Total Expenses	<u>8,358,695</u>	<u>8,358,695</u>	<u>6,320,594</u>	<u>2,038,101</u>	<u>6,434,189</u>
Change in Net Position - Budget Basis	<u>\$ (145,177)</u>	<u>\$ (145,177)</u>	344,073	<u>\$ 489,250</u>	(157,212)
Reconciliation to GAAP Basis:					
Change in compensated absences			(3,137)		-
Change in Net Position - GAAP Basis			340,936		(157,212)
Net Position - Beginning (as restated)			<u>3,089,730</u>		<u>3,246,942</u>
Net Position - Ending			<u>\$ 3,430,666</u>		<u>\$ 3,089,730</u>

Pitkin County, Colorado
Fleet Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2019
(With Comparative Actual Amounts for 2018)

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual (as restated)
Revenues:					
Charges for services	\$ 2,956,949	\$ 3,196,949	\$ 3,062,645	\$ (134,304)	\$ 2,749,744
Miscellaneous	18,000	18,000	22,124	4,124	14,556
Other resources:					
Investment earnings	-	-	209	209	-
Total Revenues	<u>2,974,949</u>	<u>3,214,949</u>	<u>3,084,978</u>	<u>(129,971)</u>	<u>2,764,300</u>
Expenses:					
Operating:					
Personnel services	1,004,049	1,004,049	988,867	15,182	857,475
Purchased services	486,085	564,287	524,606	39,681	409,561
Other services	112,831	187,831	96,628	91,203	146,927
Materials and supplies	1,239,900	1,404,900	1,297,301	107,599	1,277,547
Capital expenses:					
Property, plant, and equipment	29,500	29,500	41,348	(11,848)	10,886
Total Expenses	<u>2,872,365</u>	<u>3,190,567</u>	<u>2,948,750</u>	<u>241,817</u>	<u>2,702,396</u>
Income (Loss) Before Contributions and Transfers	<u>102,584</u>	<u>24,382</u>	<u>136,228</u>	<u>111,846</u>	<u>61,904</u>
Transfers in	-	234,999	234,999	-	1,581,616
Change in Net Position - Budget Basis	<u>\$ 102,584</u>	<u>\$ 259,381</u>	371,227	<u>\$ 111,846</u>	1,643,520
Reconciliation to GAAP Basis:					
Capitalized expenses			14,455		-
Change in compensated absences			(46,983)		-
Depreciation			(142,537)		-
Change in Net Position - GAAP Basis			196,162		1,643,520
Net Position - Beginning (as restated)			<u>1,643,520</u>		<u>-</u>
Net Position - Ending			<u>\$ 1,839,682</u>		<u>\$ 1,643,520</u>

FIDUCIARY FUNDS

AGENCY FUNDS

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

Grant Passthrough Agency - These funds are used to temporarily hold grant and other collections until the proper allocation to other governmental units, funds, or individuals can be carried out.

Treasurer Agency - The County Treasurer collects property taxes for all of the taxing entities in the County and then passes the taxes along to the other governmental units. This also includes accounts used to account for transactions of the County Treasurer as paying agent for activities of the Roaring Fork Transportation Authority.

Clerk & Recorder Agency - This category includes accounts used to account for transactions of the County Clerk & Recorder used to collect taxes and fees on behalf of other governmental units.

Jail Inmate Agency - This fund is used to record the collections and uses of jail inmates who use the jail commissary.

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Pitkin County, Colorado
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2019

	Restated Balance, January 1, 2019	Additions	Deductions	Balance, December 31, 2019
Grant Passthrough Agency				
Assets				
Cash and investments	\$ 20,785	\$ 203,445	\$ 76,923	\$ 147,307
Due from other governments	-	26,266	11,557	14,709
Total Assets	<u>\$ 20,785</u>	<u>\$ 229,711</u>	<u>\$ 88,480</u>	<u>\$ 162,016</u>
Liabilities				
Accounts payable	\$ -	\$ 52,005	\$ 46,046	\$ 5,959
Due to other governments	-	14,717	-	14,717
Unearned revenue	5,152	3,152	5,152	3,152
Funds held for others	15,633	122,555	-	138,188
Total Liabilities	<u>\$ 20,785</u>	<u>\$ 192,429</u>	<u>\$ 51,198</u>	<u>\$ 162,016</u>
Treasurer Agency				
Assets				
Cash and investments	<u>\$ 1,218,072</u>	<u>\$ 309,551,383</u>	<u>\$ 309,905,991</u>	<u>\$ 863,464</u>
Liabilities				
Accounts payable	\$ 652,737	\$ 106,977,425	\$ 107,335,562	\$ 294,600
Due to other governments	183,220	993,393	1,176,613	-
Deposits	(228,573)	392,290	162,891	826
Funds held for others	610,685	118,294,929	118,337,576	568,038
Total Liabilities	<u>\$ 1,218,069</u>	<u>\$ 226,658,037</u>	<u>\$ 227,012,642</u>	<u>\$ 863,464</u>
Clerk & Recorder Agency				
Assets				
Cash and investments	\$ 390,480	\$ 11,085,231	\$ 11,237,778	\$ 237,933
Miscellaneous receivable	-	10,104	-	10,104
Total Assets	<u>\$ 390,480</u>	<u>\$ 11,095,335</u>	<u>\$ 11,237,778</u>	<u>\$ 248,037</u>
Liabilities				
Accounts payable	\$ 219,280	\$ 3,378,209	\$ 3,597,378	\$ 111
Due to other governments	295,439	4,724,503	4,772,016	247,926
Unearned revenue	(90,502)	90,502	-	-
Funds held for others	(33,737)	33,737	-	-
Total Liabilities	<u>\$ 390,480</u>	<u>\$ 8,226,951</u>	<u>\$ 8,369,394</u>	<u>\$ 248,037</u>
Jail Inmate Agency				
Assets				
Cash and investments	<u>\$ -</u>	<u>\$ 38,027</u>	<u>\$ 41,714</u>	<u>\$ (3,687)</u>
Liabilities				
Funds held for others	<u>\$ -</u>	<u>\$ 2,896</u>	<u>\$ 6,583</u>	<u>\$ (3,687)</u>
Other Agency				
Assets				
Cash and investments	<u>\$ 1,121,985</u>	<u>\$ 604,164</u>	<u>\$ 660,042</u>	<u>\$ 1,066,107</u>
Liabilities				
Funds held for others	<u>\$ 1,121,985</u>	<u>\$ 604,164</u>	<u>\$ 660,042</u>	<u>\$ 1,066,107</u>
Totals				
Assets				
Cash and investments	\$ 2,751,322	\$ 321,482,250	\$ 321,922,448	\$ 2,311,124
Due from other governments	-	26,266	11,557	14,709
Miscellaneous receivable	-	10,104	-	10,104
Total Assets	<u>\$ 2,751,322</u>	<u>\$ 321,518,620</u>	<u>\$ 321,934,005</u>	<u>\$ 2,335,937</u>
Liabilities				
Accounts payable	\$ 872,017	\$ 110,407,639	\$ 110,978,986	\$ 300,670
Due to other governments	478,659	5,732,613	5,948,629	262,643
Unearned revenue	(85,350)	93,654	5,152	3,152
Deposits	(228,573)	392,290	162,891	826
Funds held for others	1,714,566	119,058,281	119,004,201	1,768,646
Total Liabilities	<u>\$ 2,751,319</u>	<u>\$ 235,684,477</u>	<u>\$ 236,099,859</u>	<u>\$ 2,335,937</u>

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Discretely Presented Component Units

The *Pitkin County Library District* (the “Library District”) accounts for the operation and maintenance of the Pitkin County Library and the application of any gifts and donations received for the benefit of the library. A portion of the property tax levy is dedicated to the Library District.

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Pitkin County, Colorado
Balance Sheet
Discretely Presented Component Unit
December 31, 2019

	Pitkin County Library District
Assets:	
Cash and investments	\$ 3,709,009
Property tax receivable	4,458,648
Total Assets	8,167,657
Liabilities:	
Accounts payable	102,961
Accrued liabilities	21,351
Total Liabilities	124,312
Deferred Inflows of Resources:	
Property taxes assessed but not collectible until 2020	4,458,648
Total Deferred Inflows of Resources	4,458,648
Fund Balance	
Restricted	3,584,697
Total Fund Balance	\$ 3,584,697

Reconciliation to Statement of Net Position:

Capital assets, net of depreciation, are used in governmental activities and are not financial resources and, therefore, are not reported in the governmental funds. This is the amount by which capital assets exceeded accumulated depreciation for the year:

Capital assets	\$ 18,791,819	
Accumulated depreciation	<u>(5,323,782)</u>	
		13,468,037

Long-term liabilities, including compensated absences, are not due and payable in the current period and, therefore, are not reported in the funds. This is the amount of compensated absences not currently payable. (157,020)

Total Net Position	<u><u>\$ 16,895,714</u></u>
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Pitkin County, Colorado
Statement of Revenues, Expenditures, and Changes in Fund Balance
with Reconciliation to the Statement of Net Position
Discretely Presented Component Unit
For the Year Ended December 31, 2019

	Pitkin County Library District
Revenues	
Taxes	\$ 4,436,956
Intergovernmental	5,264
Fines	19,510
Investment earnings	181,257
Miscellaneous	154,760
Total Revenues	<u>4,797,747</u>
Expenditures:	
Culture and recreation	3,686,901
Total Expenditures	<u>3,686,901</u>
Excess of Revenues Over Expenditures	1,110,846
Fund Balance - Beginning	<u>2,473,851</u>
Fund Balance - Ending	<u><u>\$ 3,584,697</u></u>
Reconciliation to Statement of Activities:	
Change in Fund Balance	\$ 1,110,846
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 exceeds capital outlays in the current period.	
Capital Outlays	\$ 130,770
Depreciation	<u>(1,022,170)</u>
	(891,400)
Long-term liabilities, including compensated absences, are not due and payable in the current period and therefore are not reported in the funds. This is the change in the amount of compensated absences, not currently payable.	
	(9,248)
Long-term capital assets, which are not fully depreciated, are routinely retired. Because no sale transaction has occurred, no current resources are recorded which offset the book value of the assets retired. This is the total book value of capital assets retired during the year that were not fully depreciated.	
	(14,563)
Change in Net Position	<u><u>\$ 195,635</u></u>

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

	2019				2018
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
General property tax	\$ 4,286,443	\$ 4,286,443	\$ 4,286,478	\$ 35	\$ 4,079,256
Specific ownership tax	152,688	152,688	150,478	(2,210)	148,878
Intergovernmental	5,300	5,300	5,264	(36)	-
Fines and forfeitures	23,000	23,000	19,510	(3,490)	22,157
Investment earnings	3,320	9,800	181,257	171,457	19,083
Miscellaneous	21,995	124,595	154,760	30,165	97,964
Total Revenues	<u>4,492,746</u>	<u>4,601,826</u>	<u>4,797,747</u>	<u>195,921</u>	<u>4,367,338</u>
Expenditures:					
Culture and recreation	<u>4,163,491</u>	<u>4,195,831</u>	<u>3,686,901</u>	<u>508,930</u>	<u>3,918,567</u>
Total Expenditures	<u>4,163,491</u>	<u>4,195,831</u>	<u>3,686,901</u>	<u>508,930</u>	<u>3,918,567</u>
Excess of Revenues Over Expenditures	<u>329,255</u>	<u>405,995</u>	<u>1,110,846</u>	<u>704,851</u>	<u>448,771</u>
Other Financing Sources:					
Proceeds from sale of assets	<u>2,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources	<u>2,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources (Uses) Over Expenditures	<u>\$ 331,855</u>	<u>\$ 405,995</u>	<u>1,110,846</u>	<u>\$ 704,851</u>	<u>448,771</u>
Fund Balance - Beginning			<u>2,473,851</u>		<u>2,025,080</u>
Fund Balance - Ending			<u>\$ 3,584,697</u>		<u>\$ 2,473,851</u>

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**SCHEDULE OF PASSENGER FACILITY CHARGES (PFC) COLLECTED AND
EXPENDED**

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Pitkin County, Colorado
Schedule of Passenger Facility Charges (PFC) Collected and Expended
For the Year Ended December 31, 2019

	<u>Amount for Current Year</u>	<u>Unliquidated Balance</u>
Unliquidated PFC revenues - beginning		\$ 1,006,984
Revenues:		
Revenues collected from air carriers	<u>\$ 1,122,081</u>	
Total PFC revenues	<u><u>\$ 1,122,081</u></u>	1,122,081
Expenditures:		
Approved projects	<u>2,129,065</u>	
Total PFC expenditures	<u><u>\$ 2,129,065</u></u>	2,129,065
Unliquidated PFC revenues - ending		<u><u>\$ -</u></u>

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LOCAL HIGHWAY FINANCE REPORT

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LOCAL HIGHWAY FINANCE REPORT		City or County: Pitkin County	
		YEAR ENDING : December 31, 2019	
This Information From The Records Of Pitkin County:		Prepared By: Connie Baker Phone: (970) 920-5231	
I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE			
ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes
1. Total receipts available			
2. Minus amount used for collection expenses			
3. Minus amount used for nonhighway purposes			
4. Minus amount used for mass transit			
5. Remainder used for highway purposes			
II. RECEIPTS FOR ROAD AND STREET PURPOSES		III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES	
ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	1,965,872
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	2,030,953
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	13,269
2. General fund appropriations	719,386	b. Snow and ice removal	1,540,974
3. Other local imposts (from page 2)	4,524,802	c. Other	-
4. Miscellaneous local receipts (from page 2)	231,221	d. Total (a. through c.)	1,554,243
5. Transfers from toll facilities		4. General administration & miscellaneous	484,218
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	719,386
a. Bonds - Original Issues		6. Total (1 through 5)	6,754,672
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	-	a. Interest	-
7. Total (1 through 6)	5,475,409	b. Redemption	-
B. Private Contributions		c. Total (a. + b.)	-
C. Receipts from State government (from page 2)	1,524,591	2. Notes:	
D. Receipts from Federal Government (from page 2)	194,139	a. Interest	
E. Total receipts (A.7 + B + C + D)	7,194,139	b. Redemption	
		c. Total (a. + b.)	-
		3. Total (1.c + 2.c)	-
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	6,754,672
IV. LOCAL HIGHWAY DEBT STATUS (Show all entries at par)			
	Opening Debt	Amount Issued	Closing Debt
A. Bonds (Total)	-		-
1. Bonds (Refunding Portion)			
B. Notes (Total)	-		-
V. LOCAL ROAD AND STREET FUND BALANCE			
	A. Beginning Balance	B. Total Receipts	C. Total Disbursements
	2,319,175	7,194,139	6,754,672
			D. Ending Balance
			2,758,642
			E. Reconciliation
			-
Notes and Comments:			
Note 1 General Fund Appropriations:			
Sheriff expenditures for traffic	719,386		
Amount available from Non-Highway	-		
Total	719,386		

LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado	
		YEAR ENDING (mm/yy): 12/19	

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	579,928	a. Interest on investments	60,657
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	3,777,905	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	146,578	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	73,000
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	20,391	g. Other Misc. Receipts	97,564
6. Total (1. through 5.)	3,944,874	h. Other Road & Bridge Tax	
c. Total (a. + b.)	4,524,802	i. Total (a. through h.)	231,221
(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	1,481,630	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	42,961	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify) State Highway Contract		f. Other Federal	194,139
f. Total (a. through e.)	42,961	g. Total (a. through f.)	194,139
4. Total (1. + 2. + 3.f)	1,524,591	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		-	-
b. Engineering Costs		230,910	230,910
c. Construction:			
(1). New Facilities		-	-
(2). Capacity Improvements		-	-
(3). System Preservation		1,734,962	1,734,962
(4). System Enhancement & Operation		-	-
(5). Total Construction (1) + (2) + (3) + (4)	-	1,734,962	1,734,962
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	-	1,965,872	1,965,872
(Carry forward to page 1)			

Notes and Comments:

Note 2 Other Receipts
 Access Permits
 Reimbursement for Snow Plowing
 Misc Reimbursement
 Total

28,265
 55,657
 13,642

 97,564



STATISTICAL SECTION

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

The information in this Statistical Section of the comprehensive annual financial report is intended, when possible, to provide information about Pitkin County's economic condition in the following areas.

Financial Trends - information used to understand and assess how a government's financial position has changed over time.

Revenue Capacity - information used to understand and assess the government's ability to generate own-source revenue.

Debt Capacity - information used to understand and assess the government's debt burden and its ability to issue additional debt.

Demographic and Economic Data - information used to understand the government's socioeconomic environment and facilitate comparisons of financial statement information over time or among governments.

Operating Information - information used to understand the government's operations and resources, therefore providing a context for understanding and assessing its economic condition.

Most of the data comes directly from current and prior Pitkin County financial reports. Data which comes from other sources is noted on the individual tables.

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Net Position by Component
Pitkin County, Colorado
Last Ten Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Governmental activities										
Net investment in capital assets	\$ 155,994,598	\$ 155,315,076	\$ 156,145,670	\$ 163,064,743	\$ 163,996,394	\$ 169,476,255	\$ 183,411,917	\$ 190,070,757	\$ 203,921,821	\$ 213,507,371
Restricted	14,949,239	27,816,355	33,850,326	37,792,771	40,397,117	36,896,408	39,729,852	25,449,396	18,398,082	17,919,800
Unrestricted	9,312,588	14,930,468	14,657,523	16,284,068	24,186,409	26,404,400	20,139,166	41,202,122	44,682,610	50,118,993
Total governmental activities net position	180,256,425	198,061,899	204,653,519	217,141,582	228,579,920	232,777,063	243,280,935	256,722,275	267,002,513	281,546,164
Business-type activities										
Net investment in capital assets	71,535,132	81,664,910	86,982,831	83,918,960	89,953,231	82,401,454	77,964,189	77,484,457	75,807,783	74,178,756
Restricted	11,599,856	9,928,066	9,683,901	12,747,869	13,397,894	16,766,926	19,834,774	-	1,006,984	-
Unrestricted	1,457,411	1,033,193	1,118,178	2,200,305	3,117,455	885,005	2,913,175	25,171,706	25,036,724	20,743,862
Total business-type activities net position	84,592,399	92,626,169	97,784,910	98,867,134	106,468,580	100,053,385	100,712,138	102,656,163	101,851,491	94,922,618
Primary government										
Net investment in capital assets	227,529,730	236,979,986	243,128,501	246,983,703	253,949,625	251,877,709	261,376,106	267,555,214	279,729,604	287,686,127
Restricted	26,549,095	37,744,421	43,534,227	50,540,640	53,795,011	53,663,334	59,564,626	25,449,396	19,405,066	17,919,800
Unrestricted	10,769,999	15,963,661	15,775,701	18,484,373	27,303,864	27,289,405	23,052,341	66,373,828	69,719,334	70,862,855
Total primary government net position	\$ 264,848,824	\$ 290,688,068	\$ 302,438,429	\$ 316,008,716	\$ 335,048,500	\$ 332,830,448	\$ 343,993,073	\$ 359,378,438	\$ 368,854,004	\$ 376,468,782

Source:

Pitkin County Finance Department (CAFR)

Statement of Net Position includes GASB 34 Adjustments

Changes in Net Position

Pitkin County, Colorado

Last Ten Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenses:										
Governmental Activities:										
General government	\$ 9,023,399	\$ 8,051,591	\$ 8,236,495	\$ 8,939,590	\$ 9,364,000	\$ 10,220,265	\$ 12,080,968	\$ 10,976,662	\$ 10,378,931	\$ 23,732,088
Public safety	7,677,119	8,315,629	8,836,841	8,239,758	8,956,235	9,522,194	13,220,804	13,004,918	14,071,463	10,003,016
Public works	18,229,409	15,885,730	19,954,183	17,092,418	20,124,034	28,232,945	23,074,777	22,600,176	25,893,042	29,075,899
Public health and welfare	4,209,970	4,437,922	4,892,567	5,043,179	5,445,584	5,697,328	6,362,483	8,103,257	11,155,376	8,576,424
Culture and recreation	6,367,076	4,418,252	4,092,374	4,590,325	4,774,106	4,931,196	5,731,005	5,619,853	6,213,567	8,255,122
Interest on long-term debt	1,229,392	1,257,597	1,201,640	1,170,202	1,090,061	1,049,588	1,050,852	1,441,364	1,453,594	1,551,574
Total Governmental Activities	46,736,365	42,366,721	47,214,100	45,075,472	49,754,020	59,653,516	61,520,889	61,746,230	69,165,973	81,194,123
Business-type Activities:										
Airport	11,654,845	11,445,626	11,377,027	12,234,242	11,995,659	12,023,971	13,576,191	13,883,776	16,591,446	23,243,017
Solid waste center	4,231,364	4,340,284	3,777,305	3,813,001	4,312,474	5,522,585	4,391,808	4,661,438	4,383,480	5,495,839
Radio	-	-	-	-	-	-	-	-	-	831,114
Total Business-type Activities	15,886,209	15,785,910	15,154,332	16,047,243	16,308,133	17,546,556	17,967,999	18,545,214	20,974,926	29,569,970
Total Primary Government Expenses	62,622,574	58,152,631	62,368,432	61,122,715	66,062,153	77,200,072	79,488,888	80,291,444	90,140,899	110,764,093
Program Revenues:										
Governmental Activities:										
Charges for services:										
General government	4,782,871	4,672,729	4,279,086	4,563,948	4,744,961	4,985,341	5,267,907	4,885,243	4,962,337	18,392,142
Public safety	1,908,214	1,734,398	1,870,734	2,238,329	2,957,068	3,087,144	2,323,947	6,483,710	6,242,889	7,004,110
Public works	1,317,654	1,197,773	1,433,260	1,477,035	1,272,629	1,239,884	762,806	321,917	3,032,185	1,836,713
Public health and welfare	462,440	382,618	422,007	347,254	417,826	406,446	420,104	1,278,585	1,390,794	2,985,679
Culture and recreation	381,654	120,316	68,598	431,081	128,740	405,553	141,377	925,075	162,779	726,153
Operating grants and contributions	3,294,485	4,230,137	4,581,634	4,673,224	5,392,595	6,343,383	7,160,619	6,492,789	7,341,015	2,272,725
Capital grants and contributions	4,306,982	4,098,393	465,500	1,599,777	1,979,674	559,539	2,482,572	1,637,847	662,603	893,143
Total Governmental Activities Program Revenues	16,454,300	16,436,364	13,120,819	15,330,648	16,893,493	17,027,290	18,559,332	22,025,166	23,794,602	34,110,665
Business-type Activities:										
Charges for services:										
Airport	7,176,769	7,160,723	7,173,275	7,312,800	7,809,778	8,747,826	8,681,430	9,263,381	10,685,471	10,726,613
Solid waste center	3,972,556	4,212,913	4,743,062	4,738,919	5,298,781	6,236,440	6,141,320	8,103,147	6,581,138	5,902,540
Radio	-	-	-	-	-	-	-	-	-	249,289
Operating grants and contributions	388,868	719,858	645,834	936,702	523,503	653,249	99,213	1,210,106	700,859	901,610
Capital grants and contributions	3,468,958	11,800,224	7,840,385	4,073,220	3,003,781	2,376,071	3,593,719	1,616,335	1,760,346	1,921,677
Total Business-Type Activities Program Revenues	15,007,151	23,893,718	20,402,556	17,061,641	16,635,843	18,013,586	18,515,682	20,192,969	19,727,814	19,701,729
Total Primary Government Program Revenues	31,461,451	40,330,082	33,523,375	32,392,289	33,529,336	35,040,876	37,075,014	42,218,135	43,522,416	53,812,394
Net (Expense)/Revenue										
Governmental activities	(30,282,065)	(25,930,357)	(34,093,281)	(29,744,824)	(32,860,527)	(42,626,226)	(42,961,557)	(39,721,064)	(45,371,371)	(47,083,458)
Business-type activities	(879,058)	8,107,808	5,248,224	1,014,398	327,710	467,030	547,683	1,647,755	(1,247,112)	(9,868,241)
Total Primary Government Net Expense	\$ (31,161,123)	\$ (17,822,549)	\$ (28,845,057)	\$ (28,730,426)	\$ (32,532,817)	\$ (42,159,196)	\$ (42,413,874)	\$ (38,073,309)	\$ (46,618,483)	\$ (56,951,699)

(continued)

Changes in Net Position (continued)

Pitkin County, Colorado

Last Ten Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Taxes:										
Property taxes	\$ 20,546,313	\$ 20,794,134	\$ 19,559,084	\$ 20,185,952	\$ 19,872,991	\$ 20,324,359	\$ 22,339,071	\$ 22,758,464	\$ 23,987,614	\$ 25,312,257
Specific ownership taxes	457,332	461,524	149,675	-	-	-	-	835,075	875,500	902,153
Sales and use taxes	18,013,414	19,245,716	19,834,448	21,194,528	23,317,658	25,384,692	26,390,752	27,791,836	29,134,807	35,490,936
Other taxes and miscellaneous	602,280	570,500	554,564	658,731	678,158	734,805	757,824	12,981	13,742	13,885
Unrestricted investment earnings	607,991	444,870	314,576	287,808	378,102	435,517	620,076	1,129,303	1,477,107	1,867,518
Sale of capital assets	-	790,367	52,553	-	51,957	(56,005)	147,722	164,804	162,839	450,679
Transfers	270,000	270,000	220,000	-	-	-	-	-	-	(301,770)
Total General Revenues and Transfers	40,497,330	42,577,111	40,684,900	42,327,019	44,298,866	46,823,368	50,255,445	52,692,463	55,651,609	63,735,658
Business-type Activities:										
Unrestricted investment earnings	176,697	129,692	61,713	59,093	86,630	102,682	189,360	263,596	441,738	656,209
Sale of capital assets	-	66,270	68,804	8,733	187,105	15,094	11,577	32,674	702	-
Transfers	(270,000)	(270,000)	(220,000)	-	-	-	-	-	-	190,244
Total Business-type Activities	(93,303)	(74,038)	(89,483)	67,826	273,735	117,776	200,937	296,270	442,440	846,453
Total Primary Government Revenues	40,404,027	42,503,073	40,595,417	42,394,845	44,572,601	46,941,144	50,456,382	52,988,733	56,094,049	64,582,111
Change in Net Position										
Governmental activities	10,215,265	16,646,754	6,591,619	12,582,195	11,438,339	4,197,142	7,293,888	12,971,399	10,280,238	16,652,200
Business-type activities	(972,361)	8,033,770	5,158,741	1,082,224	601,445	584,806	748,620	1,944,025	(804,672)	(9,021,788)
Total Change in Net Position	\$ 9,242,904	\$ 24,680,524	\$ 11,750,360	\$ 13,664,419	\$ 12,039,784	\$ 4,781,948	\$ 8,042,508	\$ 14,915,424	\$ 9,475,566	\$ 7,630,412

Source:

Pitkin County Finance Department (CAFR)

Statement of Activities includes GASB 34 Adjustments

Fund Balances, Governmental Funds¹
Last Ten Years

Pitkin County, Colorado

	2010	2011	2012	2013	2014	2015	2016	2017 ¹	2018 ²	2019 ³
General Fund										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 958,555	\$ 1,174,309	\$ 5,262
Spendable:										
Restricted	1,098,324	1,102,767	1,125,445	1,386,756	1,446,847	1,466,886	1,514,250	1,310,613	840,544	1,041,674
Committed	5,213,757	5,142,747	718,621	723,373	729,478	985,975	312,769	721,540	757,532	374,513
Assigned	19,390,023	16,029,691	16,147,716	16,167,000	21,005,765	22,600,050	39,795,794	8,175,723	7,310,712	6,228,890
Unassigned	-	8,926,723	8,572,744	8,993,230	4,908,872	6,153,627	4,308,003	8,124,120	9,422,838	5,568,087
Total General Fund	<u>\$ 25,702,104</u>	<u>\$ 31,201,928</u>	<u>\$ 26,564,526</u>	<u>\$ 27,270,359</u>	<u>\$ 28,090,962</u>	<u>\$ 31,206,538</u>	<u>\$ 45,930,816</u>	<u>\$ 19,290,552</u>	<u>\$ 19,505,935</u>	<u>\$ 13,218,426</u>
All Other Governmental Funds										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 40,400	\$ 27,995	\$ 25,153
Spendable:										
Restricted	7,780,017	14,236,637	21,473,961	24,847,113	27,162,730	22,506,748	26,149,531	24,138,783	17,557,538	16,878,126
Committed	533,934	5,851,919	10,664,743	10,953,370	11,316,762	11,143,662	11,356,827	35,862,159	33,040,311	36,549,830
Assigned	429,118	1,540,821	-	-	676,088	968,255	396,476	-	-	-
Total All Other Governmental Funds	<u>\$ 8,743,069</u>	<u>\$ 21,629,377</u>	<u>\$ 32,138,704</u>	<u>\$ 35,800,483</u>	<u>\$ 39,155,580</u>	<u>\$ 34,618,665</u>	<u>\$ 37,902,834</u>	<u>\$ 60,041,342</u>	<u>\$ 50,625,844</u>	<u>\$ 53,453,109</u>
Total Governmental Funds	<u>\$ 34,445,173</u>	<u>\$ 52,831,305</u>	<u>\$ 58,703,230</u>	<u>\$ 63,070,842</u>	<u>\$ 67,246,542</u>	<u>\$ 65,825,203</u>	<u>\$ 83,833,650</u>	<u>\$ 79,331,894</u>	<u>\$ 70,131,779</u>	<u>\$ 66,671,535</u>

Source:
Pitkin County Finance Department (CAFR)
Statement of Fund Balances does not include GASB 34 Adjustments

¹ The County restated the beginning balances for the general fund and capital fund in 2017 in order to present the funds separately. Prior to 2017, the general fund balance included the capital fund.

² The County transferred state superfund tip fees restricted balance from the general fund to the public health fund in 2018 and restated the beginning balances accordingly.

³ The County created several new funds in 2019 moving amounts from the general fund to the new internal service funds (risk, health insurance, and fleet) and the public radio enterprise fund.

Changes in Fund Balances, Governmental Funds

Pitkin County, Colorado

Last Ten Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Revenues:										
Taxes	\$ 39,619,339	\$ 41,071,874	\$ 40,097,771	\$ 42,039,211	\$ 43,868,807	\$ 46,443,853	\$ 49,487,629	\$ 51,398,356	\$ 54,011,662	\$ 61,719,230
Licenses and permits	708,836	722,872	767,160	1,224,559	1,631,982	1,802,194	1,102,871	4,794,505	4,846,702	5,516,662
Intergovernmental	6,190,993	8,428,852	5,200,014	6,427,057	7,400,042	7,049,975	8,974,041	9,521,480	8,735,461	8,338,768
Charges for services	5,471,709	5,891,914	5,493,750	5,803,054	6,070,954	6,305,590	6,634,232	4,094,351	7,172,084	15,268,336
Fines and forfeitures	18,843	33,589	39,319	49,661	30,921	51,327	43,416	55,570	73,399	80,361
Impact fees	639,381	579,405	1,110,411	1,176,581	881,277	1,325,084	599,474	744,501	776,285	603,059
Investment earnings	607,991	444,870	314,576	287,808	378,102	435,521	620,076	1,129,303	1,477,107	2,358,190
Miscellaneous	1,224,537	779,732	510,165	649,736	878,316	493,119	741,679	1,865,357	2,175,657	3,275,806
Total Revenues	54,481,629	57,953,108	53,533,166	57,657,667	61,140,401	63,906,663	68,203,418	73,603,423	79,268,357	97,160,412
Expenditures:										
General government	8,615,171	7,670,106	8,783,477	8,589,688	9,371,896	10,107,242	17,008,730	22,262,862	20,740,246	22,038,461
Public safety	8,602,055	8,529,207	8,662,354	8,183,663	8,847,916	9,482,589	14,207,880	14,237,064	16,761,291	17,651,731
Public works	18,319,470	14,600,932	18,782,222	28,841,693	30,898,004	25,858,927	33,616,857	22,440,256	28,446,174	30,290,499
Public health and welfare	3,988,632	4,202,136	4,743,347	4,909,132	5,347,087	5,627,421	6,333,643	8,568,449	18,856,245	9,709,057
Culture and recreation	25,834,171	4,667,086	4,990,167	1,014,272	663,617	12,602,134	293,168	8,630,438	7,252,549	13,086,221
Debt service:										
Principal retirement	1,871,032	1,166,394	916,778	942,184	1,002,615	1,028,072	1,053,557	1,735,000	1,755,000	2,005,150
Interest	1,198,232	1,187,916	1,129,690	1,089,581	1,004,167	980,746	955,062	1,379,933	1,364,453	1,562,154
Other	-	-	-	-	-	-	-	-	-	5,856
Total Expenditures	68,428,763	42,023,777	48,008,035	53,570,213	57,135,302	65,687,131	73,468,897	79,254,002	95,175,958	96,349,129
Excess (Deficiency) of Revenues Over Expenditures	(13,947,134)	15,929,331	5,525,131	4,087,454	4,005,099	(1,780,468)	(5,265,479)	(5,650,579)	(15,907,601)	811,283
Other Financing Sources (Uses):										
Proceeds from sale of fixed assets	2,229,985	1,028,081	126,794	162,881	170,600	359,129	218,455	202,611	207,486	150,544
Premium on issuance	2,616	-	-	(2,816,056)	-	-	742,188	-	-	-
Debt issued	8,360,000	-	-	2,845,000	-	-	35,160,000	-	6,500,000	-
Payments to refunded debt escrow	(5,818,920)	-	-	-	-	-	(12,305,000)	-	-	-
Bond Issuance costs	102,030	-	-	35,300	-	-	65,450	-	-	-
Transfers in	1,432,719	774,066	6,622,849	2,693,752	728,197	666,088	1,582,031	1,397,335	2,361,179	14,055,029
Transfers (out)	(1,162,719)	(504,066)	(6,402,849)	(2,693,752)	(728,197)	(666,088)	(1,582,031)	(1,397,335)	(2,361,179)	(14,591,798)
Total Other Financing Sources (Uses)	5,145,711	1,298,081	346,794	227,125	170,600	359,129	23,881,093	202,611	6,707,486	(386,225)
Net change in fund balances	\$ (8,801,423)	\$ 17,227,412	\$ 5,871,925	\$ 4,314,579	\$ 4,175,699	\$ (1,421,339)	\$ 18,615,614	\$ (5,447,968)	\$ (9,200,115)	\$ 425,058
Ratio Calculation:										
Debt service expenditures	\$ 3,069,264	\$ 2,354,310	\$ 2,046,468	\$ 2,031,765	\$ 2,006,782	\$ 2,008,818	\$ 2,008,619	\$ 3,114,933	\$ 3,119,453	\$ 3,573,160
Total expenditures	68,428,763	42,023,777	48,008,035	53,570,213	57,135,302	65,687,131	73,468,897	79,254,002	95,175,958	96,349,129
Capital outlay ¹	25,710,118	1,921,754	3,933,640	10,947,022	10,348,053	11,282,362	14,555,569	20,560,111	27,572,637	19,766,849
Adjusted non capital expenditures	\$ 42,718,645	\$ 40,102,023	\$ 44,074,395	\$ 42,623,191	\$ 46,787,249	\$ 54,404,769	\$ 58,913,328	\$ 58,693,891	\$ 67,603,321	\$ 76,582,280
Debt Service as a percentage of expenditures	7.18%	5.87%	4.64%	4.77%	4.29%	3.69%	3.41%	5.31%	4.61%	4.67%

Source:

Pitkin County Finance Department (CAFR)

Revenues, Expenditures, and Changes in Fund Balance does not include GASB 34 Adjustments

¹ Capital Outlay comes from the Pitkin County CAFR Reconciliation of the Statement of Revenues, Expenditures, and Change in Fund Balance of Governmental Funds to Statement of Activities

**History of General Fund Revenues, Expenditures, and Changes in Fund Balance
Last Ten Years**

Pitkin County, Colorado

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Revenues:										
Taxes	\$ 10,618,282	\$ 11,288,860	\$ 12,207,193	\$ 12,959,972	\$ 13,446,029	\$ 14,089,341	\$ 14,573,084	\$ 11,307,439	\$ 11,791,229	\$ 14,539,826
Licenses and permits	677,946	715,127	750,075	1,200,764	1,608,444	1,773,016	1,075,280	4,761,127	4,690,831	5,460,035
Intergovernmental	2,016,001	2,755,678	2,064,764	2,188,800	3,032,095	3,524,132	4,671,503	4,623,508	4,119,246	3,135,599
Charges for services	5,455,824	5,833,080	5,415,476	5,574,400	5,990,106	6,172,018	6,591,683	4,072,727	7,172,084	10,771,700
Fines	15,829	30,139	35,519	46,461	27,860	46,927	40,516	52,070	68,035	75,766
Impact fees	203,923	-	-	170,150	164,859	520,148	91,559	237	-	-
Investment earnings	299,919	250,846	162,372	139,953	176,954	226,928	246,704	419,372	469,579	945,397
Miscellaneous	2,191,635	391,206	422,541	494,756	687,420	379,086	389,698	1,545,145	1,530,513	1,667,922
Total Revenues	21,479,359	21,264,936	21,057,940	22,775,256	25,133,767	26,731,596	27,680,027	26,781,625	29,841,517	36,596,245
Expenditures:										
General government	8,615,171	7,513,220	8,783,477	8,589,688	9,371,896	10,107,242	17,008,730	9,638,006	8,896,603	17,531,939
Public safety	8,097,589	8,009,087	8,012,072	7,644,058	8,345,515	9,022,106	13,754,667	12,964,719	12,733,354	11,014,728
Public works	638,558	292,430	4,758,268	6,251,089	4,828,569	2,806,286	2,904,092	241,898	3,759,544	1,185,655
Public health and welfare	1,782,583	1,756,577	1,899,321	2,124,185	2,247,894	2,327,604	2,467,764	2,852,436	2,514,974	135,224
Culture and recreation	286,512	810,484	39,798	202,852	12,226	33,639	134,452	99,720	143,546	-
Total Expenditures	19,420,413	18,381,798	23,492,936	24,811,872	24,806,100	24,296,877	36,269,705	25,796,779	28,048,021	29,867,546
Excess (Deficiency) of Revenues Over Expenditures	2,058,946	2,883,138	(2,434,996)	(2,036,616)	327,667	2,434,719	(8,589,678)	984,846	1,793,496	6,728,699
Other Financing Sources (Uses):										
Premium on bonds issued	-	-	-	-	-	-	742,188	-	-	-
Proceeds from sale of assets	55,420	1,018,786	106,794	128,064	161,239	250,769	199,005	3,500	-	-
Issuance of debt	-	-	-	-	-	-	22,790,000	-	-	-
Transfers in	665,358	665,066	2,120,198	2,559,752	500,697	528,088	803,031	535,971	547,441	291,980
Transfers out	(727,361)	(69,000)	(4,462,651)	(69,000)	(169,000)	(98,000)	(744,000)	(826,364)	(1,653,738)	(9,070,061)
Total Other Financing Sources (Uses)	(6,583)	1,614,852	(2,235,659)	2,618,816	492,936	680,857	23,790,224	(286,893)	(1,106,297)	(8,778,081)
Net Change in Fund Balances	2,052,363	4,497,990	(4,670,655)	582,200	820,603	3,115,576	15,200,546	697,953	687,199	(2,049,382)
Fund Balances - Beginning	24,808,461	26,860,824	31,358,814	26,688,159	27,270,359	28,090,962	31,206,538	18,592,599	18,818,736	15,267,808 ¹
Fund Balances - Ending	\$ 26,860,824	\$ 31,358,814	\$ 26,688,159	\$ 27,270,359	\$ 28,090,962	\$ 31,206,538	\$ 46,407,084	\$ 19,290,552	\$ 19,505,935	\$ 13,218,426

Source:
Pitkin County Finance Department (CAFR)
Statement of Revenues, Expenditures, and Changes in Fund Balance does not include GASB 34 Adjustments

¹ The County's beginning general fund balances for the years ended December 31, 2017, December 31, 2018, and December 31, 2019, were amended to reflect prior period adjustments. Details on the prior period adjustments can be found in Note II.B. in the Notes to the Financial Statements.

**General Government Revenues by Source
Last Ten Years**

Pitkin County, Colorado

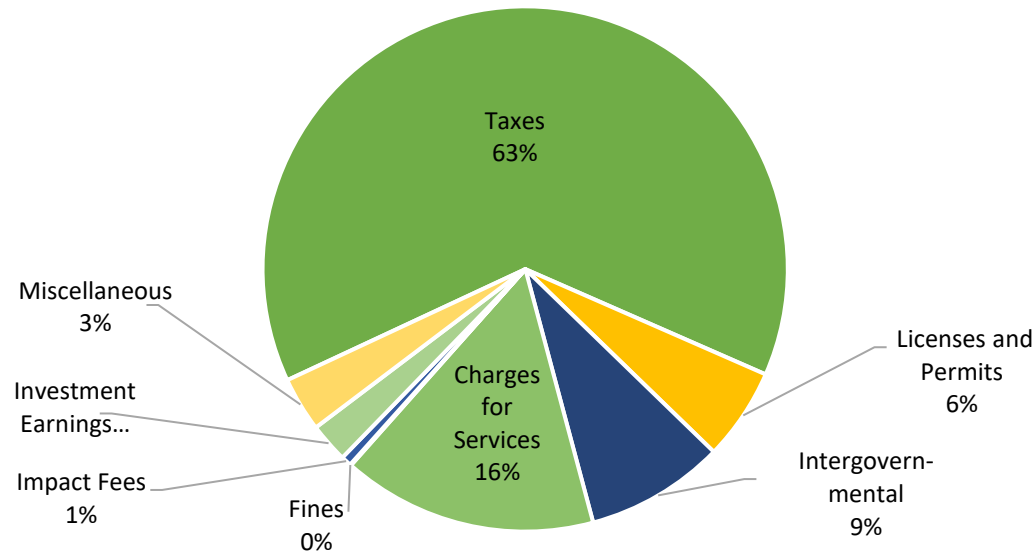
Year	Taxes	Licenses and Permits	Intergovernmental	Charges for Services	Fines	Impact Fees	Investment Earnings	Miscellaneous	Total
2010	\$ 39,619,339	\$ 708,836	\$ 6,190,993	\$ 5,471,709	\$ 18,843	\$ 639,381	\$ 607,991	\$ 1,224,537	\$ 54,481,629
2011	41,071,874	722,872	8,428,852	5,891,914	33,589	579,405	444,870	779,732	57,953,108
2012	40,097,771	767,160	5,200,014	5,493,750	39,319	1,110,411	314,576	510,165	53,533,166
2013	42,039,211	1,224,559	6,427,057	5,803,054	49,661	1,176,581	287,808	649,736	57,657,667
2014	43,868,807	1,631,982	7,400,042	6,070,954	30,921	881,277	378,102	878,316	61,140,401
2015	46,443,853	1,802,194	7,049,975	6,305,590	51,327	1,325,084	435,521	493,119	63,906,663
2016	49,487,629	1,102,871	8,974,041	6,634,232	43,416	599,474	620,076	741,679	68,203,418
2017	51,398,356	4,794,505	9,521,480	4,094,351	55,570	744,501	1,129,303	1,865,357	73,603,423
2018	54,011,662	4,846,702	8,735,461	7,172,084	73,399	776,285	1,477,107	2,175,657	79,268,357
2019	61,719,230	5,516,662	8,338,768	15,268,336	80,361	603,059	2,358,190	3,275,806	97,160,412

Source:

Pitkin County Finance Department (CAFR)

General Government Revenues by Source does not include GASB 34 adjustments

General Government Revenue by Source - 2019



General Governmental Tax Revenues by Source¹
Last Ten Years

Pitkin County, Colorado

	<u>Property Tax²</u>	<u>General Sales & Use Tax³</u>	<u>Specific Ownership Tax</u>	<u>Other Taxes</u>	<u>Total</u>
2010	21,003,645	18,013,414	545,970	56,310	39,619,339
2011	21,255,658	19,245,716	524,584	45,916	41,071,874
2012	19,708,759	19,834,448	512,932	41,632	40,097,771
2013	23,612,295	21,194,528	704,661	62,942	45,574,426
2014	23,311,672	23,317,657	778,963	65,634	47,473,926
2015	23,915,174	25,384,691	847,049	38,956	50,185,870
2016	22,339,071	26,390,752	866,347	59,961	49,656,131
2017	22,758,464	27,791,836	835,075	12,981	51,398,356
2018	23,987,614	29,134,807	875,500	13,742	54,011,663
2019	25,312,257	35,490,936	902,153	13,885	61,719,231

Source:

Pitkin County Finance Department (CAFR)

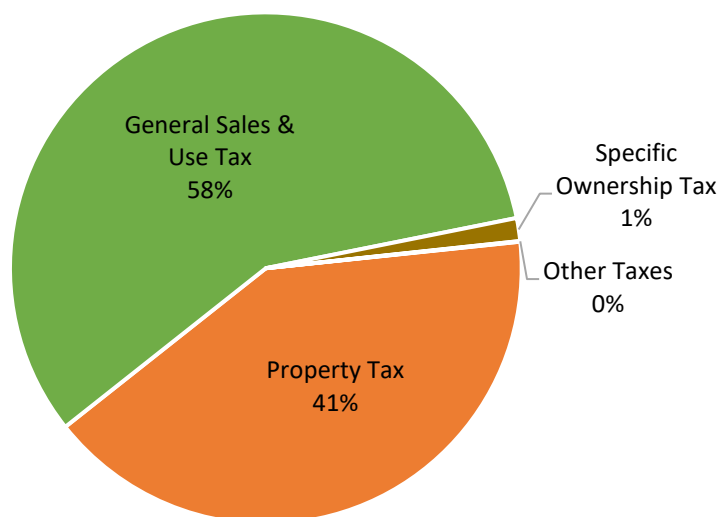
General Government Tax Revenues does not include GASB 34 adjustments

¹ The TABOR (Article X Section 20) amendment to the Colorado State Constitution limits revenue increases and has other specific requirements. Pitkin County voters have approved ballot questions to exempt the County from revenue limitations of the TABOR amendment.

² Full reappraisals of all Pitkin County properties are completed on a bi-annual basis.

³ Sales tax is collected by the vendor and remitted to the State of Colorado. The State distributes Pitkin County's percentage, which is set by statute, to the County on a monthly basis. Use tax is collected by the building departments of Pitkin County, Town of Snowmass Village, Town of Basalt, and the City of Aspen. The Towns and City remit payment to the County on a monthly basis.

2019 Tax Revenues by Source



**Assessed Value and Actual Value of Taxable Property
Last Ten Years**

Pitkin County, Colorado

Fiscal Year Ended December 31 ¹	Valuation Base Year ²	Residential Property Assessment Rate ³	Residential Property ⁴	Commercial Property	Other Property	Tax-Exempt Property	Assessed Value	Estimated Actual Value ²	Taxable Assessed Value as a Percentage of Estimated Actual	Total Direct Tax Rate ⁵
2010	2008	7.96%	2,560,936,370	664,170,930	458,723,040	104,990,300	3,683,830,340	36,028,432,570	10.22%	5.737
2011	2010	7.96%	1,887,749,260	550,476,280	329,891,460	95,167,200	2,768,117,000	26,680,593,580	10.38%	7.044
2012	2010	7.96%	1,917,492,650	540,207,790	303,328,050	95,539,100	2,761,028,490	26,825,808,240	10.29%	7.194
2013	2012	7.96%	1,747,138,620	576,518,300	275,347,300	86,166,700	2,599,004,220	24,699,886,140	10.52%	7.500
2014	2012	7.96%	1,765,139,610	573,865,110	270,823,980	147,450,000	2,609,828,700	24,936,862,630	10.47%	7.564
2015	2014	7.96%	2,017,334,290	657,651,400	268,786,400	154,228,100	2,943,772,090	28,428,866,000	10.35%	7.274
2016	2014	7.96%	2,046,646,780	648,798,170	247,264,960	206,619,000	2,942,709,910	28,745,909,770	10.24%	7.365
2017	2016	7.20%	2,121,423,360	724,527,670	255,499,270	218,644,500	3,101,450,300	32,755,421,140	9.47%	7.335
2018	2016	7.20%	2,155,116,870	728,660,780	228,120,980	220,296,000	3,111,898,630	33,154,472,660	9.39%	7.735
2019	2018	7.20%	2,361,795,860	845,471,500	219,227,640	223,264,000	3,426,495,000	36,634,482,260	9.35%	7.511

Source:
Pitkin County Assessor's Office, Abstract of Assessments

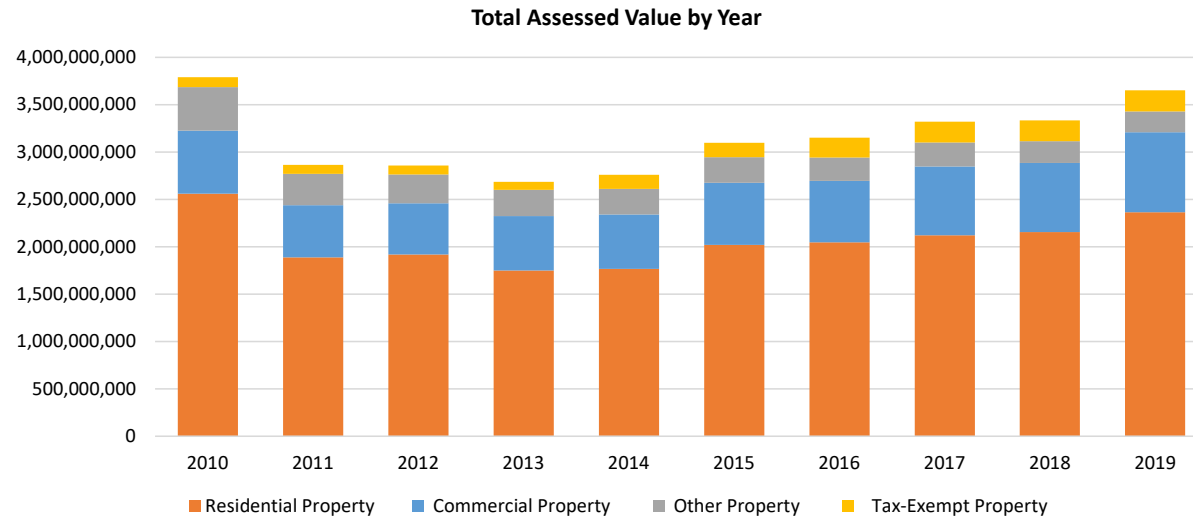
¹ Property taxes levied on the valuation for the year indicated are collected in the following year (i.e. 2018 valuation is the basis for 2019 budget collections).

² Actual value is reappraised bi-annually from sales that occurred in the 24 month period ending June 30 of the indicated valuation base year.

³ Residential property is assessed at the indicated assessment rate of actual value. All other property is assessed at 29% of actual value.

⁴ Residential property is valued at 100% of market value; all other property is valued considering the income, cost, and market approaches to appraisal.

⁵ Per \$1,000 of assessed valuation.



Direct and Overlapping Property Tax Rates
Last Ten Years

Pitkin County, Colorado
(rate per \$1,000 of assessed value)

Tax Year	General Fund	Road and Bridge	Social Services	Healthy Community	Bond Redemption	Open Space	Radio and TV Translator	Total Direct Tax Rate
2010	1.501	0.112	0.065	0.402	0.127	3.351	0.179	5.737
2011	2.150	0.158	0.065	0.567	0.055	3.797	0.252	7.044
2012	2.205	0.162	0.065	0.707	-	3.796	0.259	7.194
2013	2.416	0.178	0.065	0.778	-	3.783	0.280	7.500
2014	2.476	0.182	0.065	0.802	-	3.750	0.289	7.564
2015	2.289	0.168	0.065	0.735	-	3.750	0.267	7.274
2016	2.347	0.173	0.065	0.757	-	3.750	0.273	7.365
2017	2.325	0.173	0.065	0.751	-	3.750	0.271	7.335
2018	2.451	0.181	0.065	0.998	-	3.750	0.290	7.735
2019	2.310	0.171	0.065	0.941	-	3.750	0.274	7.511

Overlapping Rates													
Tax Year	City of Aspen	Town of Basalt	Town of Snowmass Village	Aspen School District	Roaring Fork School District	Colorado Mountain College	Roaring Fork Transit Authority	Aspen Valley Hospital	Pitkin County Library	Aspen Ambulance District	Fire Protection Districts	Water and Sanitation Districts	Other Special Districts
2010	3.854	4.066	7.356	8.254	30.992	3.997	-	1.931	0.932	0.142	18.367	23.875	410.153
2011	5.236	6.139	8.940	9.105	39.589	3.997	-	2.664	1.296	0.198	21.619	31.231	467.487
2012	5.346	6.386	9.019	9.201	38.240	3.997	-	2.920	1.336	0.204	25.628	32.272	474.416
2013	5.654	7.560	9.261	9.333	42.445	3.997	-	2.539	1.439	0.220	24.016	38.082	519.316
2014	5.817	9.881	9.200	9.297	42.149	3.997	-	2.818	1.490	0.400	25.997	39.652	520.215
2015	4.978	9.158	9.236	9.111	42.300	3.997	-	2.819	1.359	0.451	27.523	43.415	522.815
2016	5.227	11.592	9.016	9.092	45.245	3.997	-	2.791	1.411	0.501	28.834	47.791	585.305
2017	5.096	11.588	8.809	8.855	44.038	3.997	-	2.587	1.391	0.501	29.392	53.921	614.036
2018	5.298	11.556	8.494	8.880	44.041	3.997	2.249	2.623	1.457	0.501	33.920	54.402	624.388
2019	4.962	11.052	7.364	8.880	42.903	4.013	2.650	2.606	1.377	0.501	34.079	47.798	611.294

Source:
Pitkin County Assessor's Office, Abstract of Assessments

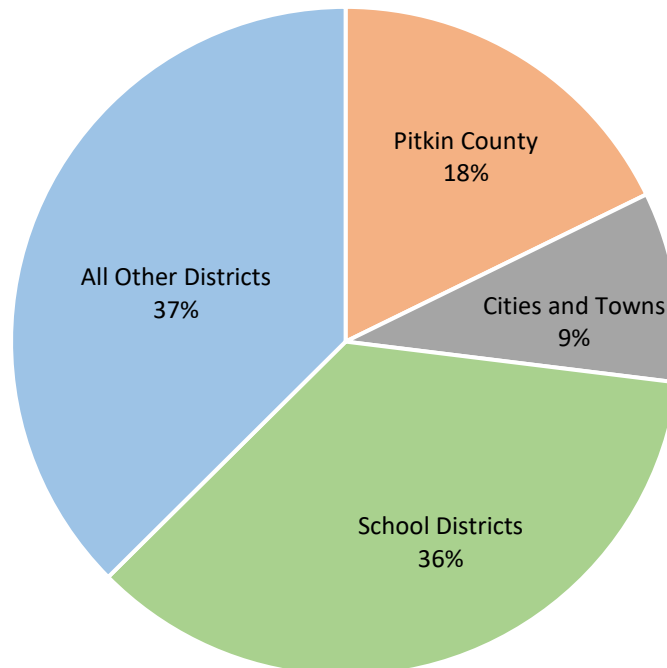
**Property Tax Levies - Direct and Overlapping Governments
Last Ten Years**

Pitkin County, Colorado
(rate per \$1,000 of assessed value)

Levy Year	Collection Year	Pitkin County	Cities and Towns	School Districts	All Other Districts	Total
2010	2011	21,134,133	11,939,110	52,156,239	32,057,657	117,287,139
2011	2012	19,498,616	11,626,123	42,806,294	29,217,657	103,148,690
2012	2013	19,862,840	11,791,508	42,738,085	31,078,410	105,470,843
2013	2014	19,492,533	11,780,966	40,966,215	29,422,230	101,661,944
2014	2015	19,740,745	12,092,259	40,972,920	31,776,826	104,582,750
2015	2016	21,412,997	12,380,020	46,317,967	34,180,010	114,290,994
2016	2017	21,673,059	12,705,774	46,026,965	36,980,529	117,386,327
2017	2018	22,749,136	13,019,692	46,786,309	37,823,119	120,378,256
2018	2019	24,070,534	13,268,938	47,031,750	49,143,035	133,514,257
2019	2020	25,736,404	13,313,158	51,584,338	54,242,840	144,876,740

Source:
Pitkin County Assessor - Abstract of Assessment

Property Tax Levied in 2019



**Principal Property Tax Payers
Current Year and Nine Years Ago**

Pitkin County, Colorado

Taxpayer	2019			2010		
	Assessed Value	Rank	Percentage of Total Assessed Value	Assessed Value	Rank	Percentage of Total Assessed Value
Aspen Skiing Company	\$ 85,165,110	1	2.49%	\$ 66,817,390	1	1.81%
Aspen Owner LLC	40,378,210	2	1.18%			
Silvertree Property Co	21,429,380	3	0.63%	15,064,460	4	0.41%
Iconic Properties Jerome LLC	19,548,000	4	0.57%			
Residences at the Little Nell Condo Assoc	15,259,670	5	0.45%			
Aspen Club Lodge Properties LLC	15,255,270	6	0.45%	9,224,090	8	0.25%
Hyatt Grand Aspen	14,347,890	7	0.42%			
Cox Anthony E Living Trust	12,606,330	8	0.37%			
Ajax Mountain Associates LLC	11,970,060	9	0.35%	9,236,240	7	0.25%
Brand Building LLC	11,514,360	10	0.34%			
Base Village Owner LLC				32,071,180	2	0.87%
Sheridan Luxury Trust, Aspen Dean Street LLC				23,635,000	3	0.64%
Hotel Jerome Inc/ Jerome Venture LLC				12,893,250	5	0.35%
Carroll Drive Properties LLC				9,735,590	6	0.26%
Holy Cross Electric Assn.				9,003,000	9	0.24%
Westview Holdings LLC				8,845,000	10	0.24%
Total	<u>\$ 247,474,280</u>		<u>7.22%</u>	<u>\$ 196,525,200</u>		<u>5.33%</u>

Source:
Pitkin County Assessor

**Property Tax Levies and Collections¹
Last Ten Years**

Pitkin County, Colorado

Assessment and Levy Year	Collection Year	Collected within the Fiscal Year Following the Levy			Adjusted Tax Levied ⁴	Total Collections for Tax Year	
		Taxes Levied for the Fiscal Year ²	Amount Collected in Collection Year ³	Percentage of Levy		Amount	Percentage of Levy
2009	2010	24,293,412	24,060,907	99.04%	24,115,851	24,091,526	99.90%
2010	2011	24,725,448	23,803,551	96.27%	24,603,378	24,589,689	99.94%
2011	2012	23,282,728	23,037,940	98.95%	23,130,181	23,113,377	99.93%
2012	2013	23,750,999	23,588,147	99.31%	23,720,122	23,694,299	99.89%
2013	2014	23,448,294	23,285,583	99.31%	23,347,020	23,332,975	99.94%
2014	2015	24,192,179	23,898,832	98.79%	24,099,720	24,090,282	99.96%
2015	2016	26,221,787	26,012,432	99.20%	26,089,474	26,081,863	99.97%
2016	2017	26,731,035	26,580,734	99.44%	26,689,341	26,666,330	99.91%
2017	2018	28,068,988	28,010,645	99.79%	27,996,684	27,992,444	99.98%
2018	2019	29,599,924	29,493,701	99.64%	29,560,333	29,554,132	99.98%

Source:
Pitkin County Assessor
Pitkin County Treasurer

¹ Schedule includes the discretely presented component unit (Library District).

² Taxes are levied and collected in the subsequent year.

³ Total current and delinquent years' taxes collected less refunds of abated taxes paid.

⁴ Adjusted tax levied is net of reductions from successful taxpayer protests of property valuations.

Sales Tax Receipts
Last Ten Years

Pitkin County, Colorado

Year	2% County Sales Tax ¹		1% Transit Sales Tax ²							Total Sales Tax Receipts
	2% County Sales Tax Receipts	County Share of 2% Sales Tax Receipts (43%)	1% Transit Sales Tax Receipts	City of Aspen Share of 1% Transit Sales Tax Receipts	Town of Snowmass Village Share of 1% Transit Sales Tax Receipts	RFTA Share of 1% Transit Sales Tax Receipts	.5% Transit Sales Tax Receipts	.1% Healthy Rivers and Streams Sales Tax Receipts	County Share of Sales Tax Receipts	
2010	14,148,776	6,083,974	6,825,847	2,830,663	709,904	3,285,280	3,580,664	691,832	10,356,470	25,247,119
2011	15,215,285	6,542,573	7,366,067	3,048,981	771,798	3,545,288	3,798,447	752,712	11,093,732	27,132,511
2012	15,659,281	6,733,491	7,586,027	3,132,143	802,730	3,651,154	3,913,565	781,400	11,428,456	27,940,273
2013	16,737,908	7,197,300	8,132,860	3,327,320	891,195	3,914,345	4,998,934	836,895	13,033,129	30,706,597
2014	18,153,402	7,805,963	9,015,888	3,708,007	968,534	4,339,347	4,567,135	907,670	13,280,768	32,644,095
2015	19,542,928	8,403,459	9,771,466	4,024,448	1,044,012	4,703,006	4,929,637	977,146	14,310,242	35,221,177
2016	20,243,491	8,704,701	10,121,745	4,192,191	1,057,958	4,871,596	5,106,873	1,018,512	14,830,086	36,490,621
2017	21,235,704	9,131,353	10,617,852	4,376,670	1,130,810	5,110,372	5,357,764	1,061,785	15,550,902	38,273,105
2018	22,429,526	9,644,696	11,214,763	4,586,389	1,230,709	5,397,665	5,669,869	1,121,476	16,436,041	40,435,634
2019	27,455,703	11,805,952	13,727,851	5,530,384	1,590,252	6,607,215	6,929,287	1,372,785	20,108,024	49,485,626

Source:
Pitkin County Finance Department - Colorado State Sales Tax Distribution

¹ 43% of Pitkin County's 2% sales tax is distributed to Pitkin County and 57% is distributed to municipalities within Pitkin County based upon actual sales taxes collected during the previous years.

² 100% of the 1% Transit sales tax is passed through to the entities shown above. As such, it is not included in the total County share represented on this chart.

Principal Sales Tax Remitters
Current Year and Nine Years Ago

Pitkin County, Colorado

2019	
Business Name ¹	Industry
Aspen Skiing Co LLC	Tourist Accomodations
Black Hills Gass Distribution, LLC	Utility
Destination Resorts	Tourist Accomodations
Holy Cross Electric Association	Utility
Hotel Jerome	Tourist Accomodations
Kroger/City Market	Food and Drug
Limelight Lodge	Tourist Accomodations
Silvertree Hotel	Tourist Accomodations
The St. Regis Hotel	Tourist Accomodations
Trajen FBO Network	Private Aircraft Services

2010	
Business Name ¹	Industry
City Market	Food and Drug
Clark's Market	Food and Drug
Frias Properties of Aspen	Tourist Accomodations
Holy Cross Electric Association	Utility
Silvertree Hotel & The Brothers Grill	Tourist Accomodations
Source Gas Distribution	Utility
The Little Nell Hotel	Tourist Accomodations
The St. Regis Hotel	Tourist Accomodations
Trajen FBO Network	Private Aircraft Services
US West Communications	Utility

Source:
Pitkin County Finance Department
Colorado Department of Revenue

¹Business names are listed in alphabetical order.

Sales Tax Revenue Bond Coverage - 2010 Sales Tax Revenue Bonds

Pitkin County, Colorado

Last Ten Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Maximum Annual Debt Service Coverage:										
County 1% Sales Tax ¹	\$ 6,825,847	\$ 7,366,067	\$ 7,586,027	\$ 8,132,860	\$ 9,015,888	\$ 9,771,466	\$ 10,121,745	\$ 10,617,852	\$ 11,214,763	\$ 13,727,851
Interest Income	2,947	1,930	1,930	893	1,032	1,142	2,058	10,582	3,948	-
Total Pledged Revenues ²	<u>6,828,794</u>	<u>7,367,997</u>	<u>7,587,957</u>	<u>8,133,753</u>	<u>9,016,920</u>	<u>9,772,608</u>	<u>10,123,803</u>	<u>10,628,434</u>	<u>11,218,711</u>	<u>13,727,851</u>
Maximum Annual Debt Service	658,350	658,350	658,350	658,350	658,350	658,350	658,350	658,350	658,350	658,350
Annual Coverage Factor (Times Coverage) ³	10.37	11.19	11.53	12.35	13.70	14.84	15.38	16.14	17.04	20.85
Annual Surplus	<u>\$ 6,170,444</u>	<u>\$ 6,709,647</u>	<u>\$ 6,929,607</u>	<u>\$ 7,475,403</u>	<u>\$ 8,358,570</u>	<u>\$ 9,114,258</u>	<u>\$ 9,465,453</u>	<u>\$ 9,970,084</u>	<u>\$ 10,560,361</u>	<u>\$ 13,069,501</u>

Source:

Pitkin County Finance Department

¹ The intergovernmental agreement directing the distribution of the 1% sales taxes provides that distributions to RFTA and municipalities are subordinate to debt service requirements.

² The 1% sales tax and interest earned on the debt service fund are pledged as security for these bonds.

³ The bond covenants do not require a specific coverage factor. However, before additional parity bonds can be issued, historical coverage of existing and proposed debt service must be at least two times pledged revenue.

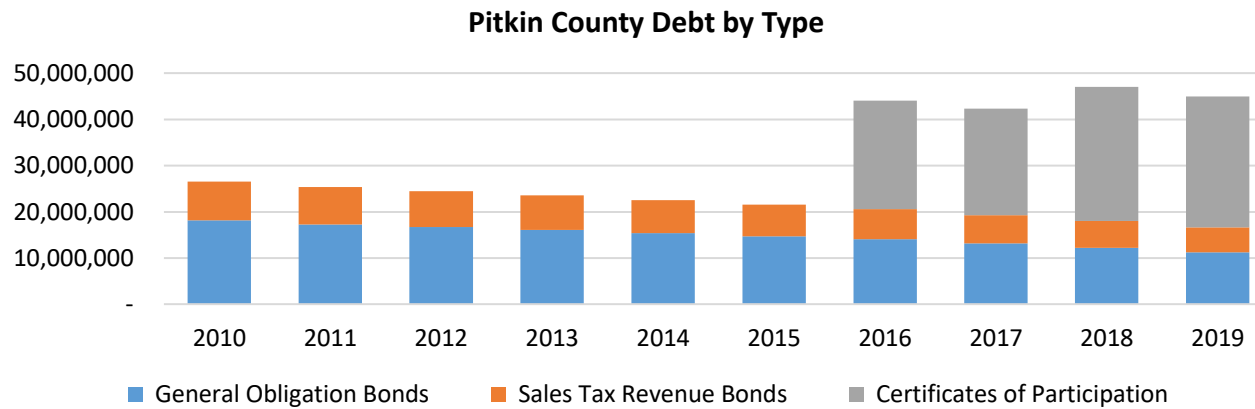
**Outstanding Debt by Type
Last Ten Years**

Pitkin County, Colorado

Fiscal Year	Governmental Activities				Business-Type Activities	Total Primary Government	Percentage of Estimated Personal Income ¹	Total Debt Per Capita
	General Obligation Bonds	Sales Tax Revenue Bonds	Certificates of Participation	Special Assessment Bonds	Airport Loans			
2010	18,175,000	8,362,616	-	44,600	1,246,831	27,829,047	1.84%	1,622
2011	17,300,000	8,077,425	-	38,206	926,055	26,341,686	1.66%	1,538
2012	16,695,000	7,772,241	-	31,428	595,333	25,094,002	1.31%	1,457
2013	16,110,000	7,457,063	-	24,244	404,620	23,995,927	1.34%	1,382
2014	15,435,000	7,136,893	-	16,629	-	22,588,522	1.02%	1,284
2015	14,740,000	6,811,730	-	8,557	-	21,560,287	0.92%	1,212
2016	14,090,000	6,481,574	23,532,188	-	-	44,103,762	1.89%	2,484
2017	13,170,000	6,141,426	23,016,291	-	-	42,327,717	1.75%	2,366
2018	12,220,000	5,791,426	29,021,245	-	-	47,032,671	1.95%	2,620
2019	11,240,000	5,431,154	28,316,787	-	-	44,987,941	1.75%	2,506

Source:
Pitkin County Finance Department (CAFR)

¹ Pitkin County Estimated Personal Income. See page L20 for additional details.



**Ratios of Bonded Debt Outstanding
Last Ten Years**

Pitkin County, Colorado

Fiscal Year	General Obligation Bonds	Sales Tax Revenue Bonds	Certificates of Participation	Special Assessment Bonds	Other Loans	Total Bonded General Obligation Debt Outstanding	Percentage of Actual Taxable Value of Property	General Bonded Debt Per Capita
2010	18,175,000	8,362,616	-	44,600	1,246,831	18,175,000	0.05%	1,059
2011	17,300,000	8,077,425	-	38,206	926,055	17,300,000	0.06%	1,010
2012	16,695,000	7,772,241	-	31,428	595,333	16,695,000	0.06%	969
2013	16,110,000	7,457,063	-	24,244	404,620	16,110,000	0.07%	928
2014	15,435,000	7,136,893	-	16,629	-	15,435,000	0.06%	877
2015	14,740,000	6,811,730	-	8,557	-	14,740,000	0.05%	829
2016	14,090,000	6,481,574	23,532,188	-	-	14,090,000	0.05%	794
2017	13,170,000	6,141,426	23,016,291	-	-	13,170,000	0.04%	736
2018	12,220,000	5,791,426	29,021,245	-	-	12,220,000	0.04%	681
2019	11,240,000	5,431,154	28,316,787	-	-	11,240,000	0.03%	626

Source:
Pitkin County Finance Department (CAFR)

Computation of Legal Debt Margin - General Obligation Debt
Last Ten Years

Pitkin County, Colorado

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Computation of legal debt limit:										
Taxable assessed valuation	\$ 3,683,830,340	\$ 2,768,117,000	\$ 2,761,028,490	\$ 2,599,004,220	\$ 2,609,828,700	\$ 2,943,772,090	\$ 2,942,709,910	\$ 3,101,450,300	\$ 3,111,898,630	\$ 3,426,495,000
Plus exempt property	104,990,300	95,167,200	95,539,100	86,166,700	147,450,000	154,228,100	206,619,000	218,644,500	220,296,000	223,264,000
Total assessed value	3,788,820,640	2,863,284,200	2,856,567,590	2,685,170,920	2,757,278,700	3,098,000,190	3,149,328,910	3,320,094,800	3,332,194,630	3,649,759,000
Legal debt limit percentage ¹	3%	3%	3%	3%	3%	3%	3%	3%	3%	3%
Legal debt limit	113,664,619	85,898,526	85,697,028	80,555,128	82,718,361	92,940,006	94,479,867	99,602,844	99,965,839	109,492,770
Amount of debt applicable to limit:										
General obligation bonds	18,175,000	17,300,000	16,695,000	16,110,000	15,435,000	14,740,000	14,090,000	13,170,000	12,220,000	11,240,000
Legal debt margin	<u>\$ 95,489,619</u>	<u>\$ 68,598,526</u>	<u>\$ 69,002,028</u>	<u>\$ 64,445,128</u>	<u>\$ 67,283,361</u>	<u>\$ 78,200,006</u>	<u>\$ 80,389,867</u>	<u>\$ 86,432,844</u>	<u>\$ 87,745,839</u>	<u>\$ 98,252,770</u>
Total debt applicable to the limit as a percentage of debt limit	15.99%	20.14%	19.48%	20.00%	18.66%	15.86%	14.91%	13.22%	12.22%	10.27%

Source:
Colorado Revised Statute 30-26-301
Pitkin County Finance Department (CAFR)

¹ Per Colorado Revised Statute 30-35-201 (6b)

Fiscal Year	Population ¹	Estimated Total Personal Income (in thousands)	Per Capita Income ¹	Unemployment Rate ²
2010	17,158	1,509,321	87,966	7.5%
2011	17,129	1,590,154	92,834	6.7%
2012	17,223	1,910,375	110,920	6.7%
2013	17,361	1,789,659	103,085	6.0%
2014	17,595	2,208,137	125,498	3.7%
2015	17,782	2,339,435	131,562	3.0%
2016	17,752	2,414,716	136,025	2.6%
2017	17,890	2,572,797	143,812	3.0%
2018	17,950	2,678,266	149,207	3.6%
2019	17,767 ⁴	- ³	- ³	2.8%

Source:

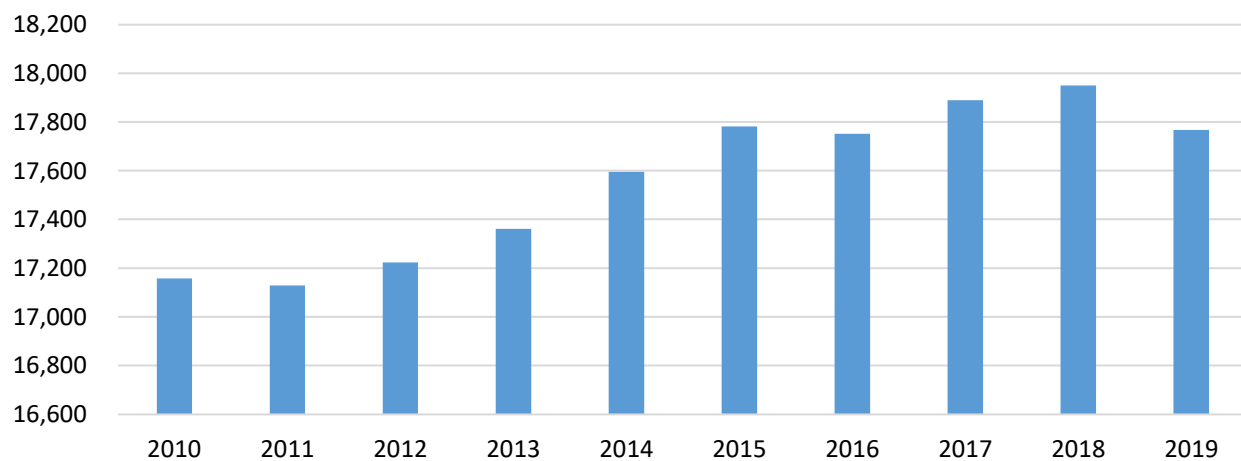
¹ Pitkin County Per Capita Income figures per U.S. Department of Commerce, Bureau of Economic Analysis (<http://www.bea.gov>).

² U.S. Bureau of Labor Statistics

³ Information was not available at the time of publishing.

⁴ Population data was not available through the U.S. Department of Commerce for 2019 at the time of publishing. Therefore, a population estimate was used from the U.S. Census Bureau.

Population for Pitkin County



**Principal Employers
Current Year and Nine Years Ago**

Pitkin County, Colorado

Employers	2019			2010		
	Number of Employees¹	Rank³	Percentage of Total County Employment	Number of Employees	Rank	Percentage of Total County Employment
Aspen Skiing Company ²	4,292	1	38.34%	3,600	1	29.40%
Aspen Valley Hospital	521	2	4.65%	389	2	3.18%
Roaring Fork Transit	368	3	3.29%	250	6	2.04%
Aspen School District	329	4	2.94%	238	7	1.94%
Pitkin County	317	5	2.83%	256	5	2.09%
City of Aspen	296	6	2.64%	354	3	2.89%
Hotel Jerome	270	7	2.41%			
Viceroy Snowmass Resort	225	8	2.01%	150	10	1.23%
St Regis Aspen	175	9	1.56%	268	4	2.19%
Silvertree Hotel				218	8	1.78%
Ritz Carlton				188	9	1.54%
Westin Hotel & Wildwood of Snowmass ³						
Total	6,793		60.68%	5,911		48.28%
Total Pitkin County Labor Force	11,195			12,243		

Source:

Colorado Department of Labor website

Individual employers

¹ The number of employees can vary based on season in Pitkin County. As such, the largest number of employees at any point in the year has been presented for each employer.

² In 2010, the number of employees for the Aspen Skiing Company included employees for the Little Nell Hotel. In 2019, the number provided by Aspen Skiing Company included all mountain operations and hotels.

³ Number of employees was not available for the Westin Hotel & Wildwood of Snowmass at the time of publishing.

Full-Time Equivalent County Government Employees¹

Pitkin County, Colorado

Last Ten Years

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General government										
Assessor	10.00	10.00	10.00	10.00	10.00	10.00	11.00	11.00	11.00	11.00
Board of County Commissioners	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Clerk and Recorder	10.55	10.55	11.55	10.55	10.55	12.25	11.25	11.25	11.25	11.50
County Attorney	5.00	5.00	5.00	6.00	6.00	6.00	6.00	5.00	5.00	5.00
County Manager	4.80	4.80	4.80	4.80	4.80	4.80	7.80	7.80	8.00	8.00
Facilities	9.75	8.75	9.75	9.75	11.35	11.75	11.75	12.75	15.15	15.15
Finance	8.80	7.80	7.80	7.00	8.00	8.00	10.00	10.00	12.00	12.00
Human Resources	4.00	4.00	4.00	4.00	4.00	4.00	6.00	6.00	6.00	7.00
Technology (BITS)	-	-	-	3.00	4.00	10.00	10.00	10.00	10.00	10.00
Transit Sales & Use Tax	1.00	1.00	1.00	1.00	1.00	1.00	-	-	1.00	1.00
Treasurer	3.60	3.60	3.60	3.60	3.60	3.60	3.60	3.60	3.60	3.00
Judicial and Public Safety										
Building Inspections	6.00	5.00	5.00	7.00	7.00	8.00	8.00	9.00	9.00	10.00
Detention	13.80	14.00	14.00	14.00	14.00	15.00	15.00	15.00	15.00	16.00
Dispatch	16.00	17.00	17.00	14.00	14.00	14.00	15.00	15.80	15.80	15.80
Planning and Zoning	10.00	10.00	8.60	8.00	8.00	9.00	9.00	10.00	10.00	12.50
Radio/Phones	2.00	2.00	2.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Sheriff	29.00	29.00	28.75	28.75	28.75	28.75	28.00	28.00	28.00	28.00
Public Works										
Administrative Services	5.00	5.00	4.00	4.00	4.00	5.00	5.00	5.00	5.00	5.00
Fleet Services	6.00	6.00	6.00	6.00	6.00	7.00	7.00	8.00	8.00	9.00
Land Management	1.00	-	-	-	-	-	-	-	-	-
Road and Bridge	10.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.33
Telecommunications ²	1.00	1.00	-	1.00	1.00	1.00	2.00	3.00	3.00	3.00
Health and Welfare										
Animal Safety	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Environmental Health ³	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	-	-
Healthy Community Fund	-	-	-	-	0.50	0.50	0.80	0.80	0.80	0.80
Human Services	5.00	5.00	7.80	8.80	9.00	9.00	12.53	14.53	15.28	15.28
Public Health ⁴	-	-	-	-	-	-	-	3.00	7.00	8.25
Senior Services	5.20	5.20	5.28	5.28	5.28	5.38	5.38	5.38	5.38	5.38
Cultural and Recreation										
Open Space and Trails	7.00	7.00	7.00	9.00	9.00	9.00	11.00	12.00	12.00	14.67
Business-type										
Airport Operations	24.00	25.00	25.00	25.00	25.00	25.00	27.00	30.00	33.00	38.00
Solid Waste and Recycling	11.00	10.00	10.00	10.00	10.00	10.00	13.00	14.00	14.00	14.00
Component Unit										
Library District	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00	22.00
	<u>239.50</u>	<u>235.70</u>	<u>236.93</u>	<u>240.53</u>	<u>244.83</u>	<u>258.03</u>	<u>276.11</u>	<u>290.91</u>	<u>302.26</u>	<u>317.66</u>

Source:

Pitkin County Budget

¹ The numbers presented above are the number of FTE's (full-time equivalents) rounded to the nearest hundredth. These numbers are approved staffing for the year indicated.

² The radio fund is a business-type fund, but the employees are split between Telecommunications and the Radio Fund. As such, the FTE are only reported in Telecommunications.

³ At the beginning of 2018, Environmental Health was moved to Public Health and is included in those FTE counts going forward.

⁴ Public Health functions were outsourced until 2017 when Pitkin County started to perform the functions in-house.

**Operating Indicators by Function/Program
Last Ten Years**

Pitkin County, Colorado

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Government										
Assessor										
Property transfers	1,474	1,690	1,639	1,803	2,192	1,655	1,564	1,569	1,690	1,501
Public Trustee										
Number of foreclosures filed	144	113	113	57	28	23	17	14	17	17
Clerk and Recorder										
Number of vehicle registrations	17,687	18,099	18,131	18,613	19,469	19,667	20,077	19,959	18,583	23,204
Number of registered voters	13,617	13,751	14,619	15,135	15,595	14,871	15,280	14,985	15,349	14,127
Human Resources										
Number of job applications processed	1,042	818	1,392	1,243	1,354	712	1,211	871	832	679
Public Safety										
Coroner										
Number of deaths investigated	22	28	24	26	45	28	25	38	24	46
Detention										
Average daily population	17	16	17	16	17	15	20	15	18	18
District Attorney										
Number of felony cases	94	114	80	89	51	51	74	91	116	115
Number of juvenile cases	49	22	17	34	28	28	5	29	14	21
Sheriff										
Incidents handled by patrol and investigations	832	776	859	956	761	747	914	879	999	1,027
Building Inspections										
Number of building permits issued	320	290	378	346	460	488	417	360	386	345
Planning and Zoning										
Number of land use applications processed	148	143	154	137	148	139	135	144	133	131
Public Works										
Road and Bridge										
County roads (center lane miles)	265	265	265	265	265	265	265	265	265	265
Bridges	24	24	24	24	24	24	24	24	24	24
Public Health and Welfare										
Animal Control										
Number of animals placed in shelter	147	159	135	147	125	97	72	79	88	94

(continued)

Operating Indicators by Function/Program (continued)
Last Ten Years

Pitkin County, Colorado

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Public Health and Welfare (continued)										
Environmental Health										
Number of food service inspections ¹	167	155	143	170	153	161	101	85	148	N/A
Number of septic system permit reviews	66	84	83	109	133	132	139	145	123	139
Grant Administration										
Number of County grant applications processed	76	77	75	72	74	72	68	66	69	74
Senior Services										
Number of senior lunches	11,438	10,935	10,143	10,523	9,731	9,657	9,205	9,110	9,653	9,574
Number of requests for transportation	7,906	8,206	7,242	8,475	7,582	6,677	5,892	6,018	5,163	5,606
Human Services Public Assistance										
Caseload	346	435	428	480	768	1,234	1,351	1,458	1,367	1,619
Cultural and Recreation										
Open Space and Trails										
Acres of conserved open space land	18,500	18,630	18,799	19,314	19,680	19,981	20,137	20,144	20,147	20,193
Trails maintained (lane miles)	47.88	48.00	42.05	68.00	73.07	73.07	73.07	75.97	84.00	84.00
Business-type										
Airport Operations										
Number of enplaned passengers	227,784	223,078	220,376	211,749	224,311	209,306	250,266	244,028	284,172	306,546
Solid Waste and Recycling										
Cubic yards of solid waste processed	106,000	112,585	120,633	131,305	N/A	N/A	N/A	N/A	N/A	N/A
Tons of solid waste processed	N/A	N/A	N/A	N/A	49,127	64,119	67,146	75,236	62,850	70,416
Recycled tons processed	N/A	N/A	N/A	N/A	1,930	2,430	2,179	2,330	2,406	2,201
Component Unit										
Library										
Number of books	112,491	93,277	95,402	83,365	78,647	78,952	77,393	75,797	69,776	71,651

Source:
Pitkin County Offices/Departments

¹ Food service inspections are conducted by the State of Colorado starting in 2019.

**Capital Asset Statistics by Function/Program
Last Ten Years**

Pitkin County, Colorado

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018¹	2019²
General government										
Land	\$ 2,263,452	\$ 2,263,452	\$ 2,263,452	\$ 2,263,452	\$ 2,263,452	\$ 2,263,452	\$ 2,263,452	\$ 2,263,452	\$ 2,263,452	\$ 3,386,195
Buildings	6,858,306	6,821,667	7,526,440	6,864,477	2,870,554	6,168,998	9,761,069	9,761,069	33,638,721	38,897,054
Infrastructure & improvements	190,108	190,107	190,108	172,913	71,304	201,773	201,773	201,773	201,773	277,740
Equipment	3,234,512	3,033,682	3,057,557	3,064,379	774,271	2,179,166	2,294,512	2,084,057	2,198,553	2,172,284
Other assets, depreciable	-	-	-	-	-	-	-	-	-	451,308
Total General Government	12,546,378	12,308,908	13,037,557	12,365,221	5,979,581	10,813,389	14,520,806	14,310,351	38,302,499	45,184,581
Public Safety										
Land	392,693	392,693	392,693	392,693	392,693	392,693	392,693	392,693	392,693	-
Buildings	4,255,455	4,243,280	4,243,280	4,243,280	1,461,886	4,243,280	4,243,280	4,243,280	4,243,280	7,328,892
Infrastructure & improvements	23,696	23,696	23,696	23,696	6,866	23,695	23,695	23,695	23,695	577,205
Equipment	3,932,875	3,887,338	4,541,652	4,130,563	2,106,819	3,704,003	4,851,566	5,309,666	7,472,071	5,116,695
Other assets, depreciable	-	-	-	-	-	-	-	-	-	188,416
Total Public Safety	8,604,719	8,547,007	9,201,321	8,790,232	3,968,264	8,363,671	9,511,234	9,969,334	12,131,739	13,211,208
Public Works										
Land	2,806,275	2,806,275	2,806,275	2,806,275	2,806,275	2,806,275	2,806,275	2,806,275	2,806,275	2,063,109
Other assets, non-depreciable	501,995	501,992	501,995	501,995	501,992	501,995	501,995	529,543	529,543	529,543
Buildings	8,631,737	8,652,750	8,730,166	9,471,921	10,351,889	11,563,661	11,563,661	11,563,661	11,563,661	8,306,735
Infrastructure & improvements	31,934,305	31,934,308	32,364,377	32,160,024	19,154,715	39,326,103	39,735,197	39,965,515	41,882,220	43,487,363
Equipment	5,853,702	5,880,409	5,854,744	5,841,383	3,508,127	7,047,306	7,509,103	7,977,472	9,362,175	9,349,115
Total Public Works	49,728,014	49,775,734	50,257,557	50,781,598	36,322,998	61,245,340	62,116,231	62,842,466	66,143,874	63,735,865
Health and Welfare										
Land	-	-	-	-	-	-	-	-	6,372,020	6,372,020
Other assets, non-depreciable	-	-	-	-	-	-	-	4,000	1,537,487	2,121,487
Buildings	4,389,292	4,379,922	4,391,525	4,381,357	1,935,470	4,380,034	4,380,034	4,380,034	5,036,520	4,153,191
Infrastructure & improvements	137,753	71,846	71,846	71,846	33,949	71,846	71,846	71,846	71,846	-
Equipment	148,807	146,518	146,520	146,518	69,657	239,537	320,873	325,225	325,225	326,744
Other assets, depreciable	-	-	-	-	-	-	-	-	-	9,190
Total Health and Welfare	4,675,852	4,598,286	4,609,891	4,599,721	2,039,076	4,691,417	4,772,753	4,781,105	13,343,098	12,982,632
Cultural and Recreation										
Land	80,926,544	80,926,544	81,468,748	84,095,137	88,196,999	95,833,434	99,003,068	101,545,674	101,716,319	104,807,787
Other assets, non-depreciable	45,548,027	45,548,029	45,548,026	45,415,158	45,415,160	45,911,162	47,915,557	47,915,557	48,291,727	48,364,053
Buildings	59,181	651,132	782,763	782,763	660,639	782,763	782,763	782,763	782,763	806,578
Infrastructure & improvements	13,976,817	15,932,159	16,302,438	16,773,127	9,128,444	19,460,379	19,549,559	20,255,719	22,716,505	22,751,419
Equipment	491,718	356,682	367,977	395,643	206,680	601,185	687,442	969,819	1,313,370	1,359,428
Total Cultural and Recreation	141,002,287	143,414,546	144,469,952	147,461,828	143,607,922	162,588,923	167,938,389	171,469,532	174,820,684	178,089,265
Construction in Progress	1,649,975	627,942	742,029	6,553,691	1,108,049	990,101	3,755,295	17,880,709	4,502,861	8,284,360
Total Governmental	\$ 218,207,225	\$ 219,272,423	\$ 222,318,307	\$ 230,552,291	\$ 193,025,890	\$ 248,692,841	\$ 262,614,708	\$ 281,253,497	\$ 309,244,755	\$ 321,487,911

(continued)

Capital Asset Statistics by Function/Program (continued)
Last Ten Years

Pitkin County, Colorado

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018¹	2019²
Business-type										
Airport										
Land	\$ 7,873,279	\$ 7,873,279	\$ 7,873,279	\$ 7,873,279	\$ 7,873,279	\$ 7,873,279	\$ 7,873,279	\$ 7,873,279	\$ 7,873,279	\$ 7,873,279
Buildings	18,749,257	18,749,257	18,970,151	18,963,831	12,391,941	18,872,386	19,607,863	19,953,176	22,165,599	23,145,300
Improvements	52,118,955	52,143,270	56,555,696	56,555,696	51,224,968	77,804,978	77,804,978	77,804,978	77,804,978	79,012,371
Equipment	8,651,643	8,153,276	9,214,724	9,304,840	4,366,797	10,792,295	10,883,267	13,025,609	13,330,136	11,269,733
Other Assets, Depreciable	-	-	-	-	-	-	-	-	-	135,666
Construction in Progress	5,302,255	18,885,024	21,435,097	21,921,987	1,714,831	332,900	25,000	1,708,099	1,512,418	1,816,752
Intangible Assets	2,955,956	2,955,956	2,955,956	2,955,956	2,955,956	2,955,956	2,955,956	2,955,956	2,955,956	-
Other Assets, Non-depreciable	-	-	-	-	-	-	-	-	-	2,955,956
Total Airport	95,651,345	108,760,062	117,004,903	117,575,589	80,527,772	118,631,794	119,150,343	123,321,097	125,642,366	126,209,057
Solid Waste Center										
Land	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Buildings	382,581	382,581	998,218	998,218	750,438	1,070,339	1,052,151	1,052,151	1,052,151	1,012,068
Improvements	1,629,664	1,629,664	1,655,528	1,655,528	887,151	1,668,891	1,680,784	1,680,784	1,680,784	2,308,577
Equipment	1,094,024	1,426,600	1,446,981	1,441,580	543,190	4,463,163	4,439,688	4,797,882	6,070,800	5,888,814
Other Assets, Depreciable	-	-	-	-	-	-	-	-	-	17,955
Infrastructure	-	-	-	-	-	-	-	-	561,058	-
Construction in Progress	31,990	29,762	-	-	194,680	-	132,273	527,798	82,150	475,272
Other Assets, Non-depreciable	-	-	-	-	-	-	-	-	-	-
Total Solid Waste Center	3,188,259	3,518,607	4,150,727	4,145,326	2,425,459	7,252,393	7,354,896	8,108,615	9,496,943	9,752,686
Radio										
Equipment	-	-	-	-	-	-	-	-	-	2,011,083
Total Radio	-	-	-	-	-	-	-	-	-	2,011,083
Total Business-type	\$ 98,839,604	\$ 112,278,669	\$ 121,155,630	\$ 121,720,915	\$ 82,953,231	\$ 125,884,187	\$ 126,505,239	\$ 131,429,712	\$ 135,139,309	\$ 137,972,826

Source:
Pitkin County Finance Department

¹ The 2018 amounts come from the 2018 Pitkin County Comprehensive Annual Financial Report and do not include any prior period adjustments.

² The County switched Enterprise Resource Planning systems in 2019 and reclassified many assets. Infrastructure and improvements were combined into one category and other assets, depreciable and other assets, non-depreciable were new categories added.

**Aspen-Pitkin County Airport Operations and Enplaned Passengers
Last Ten Years**

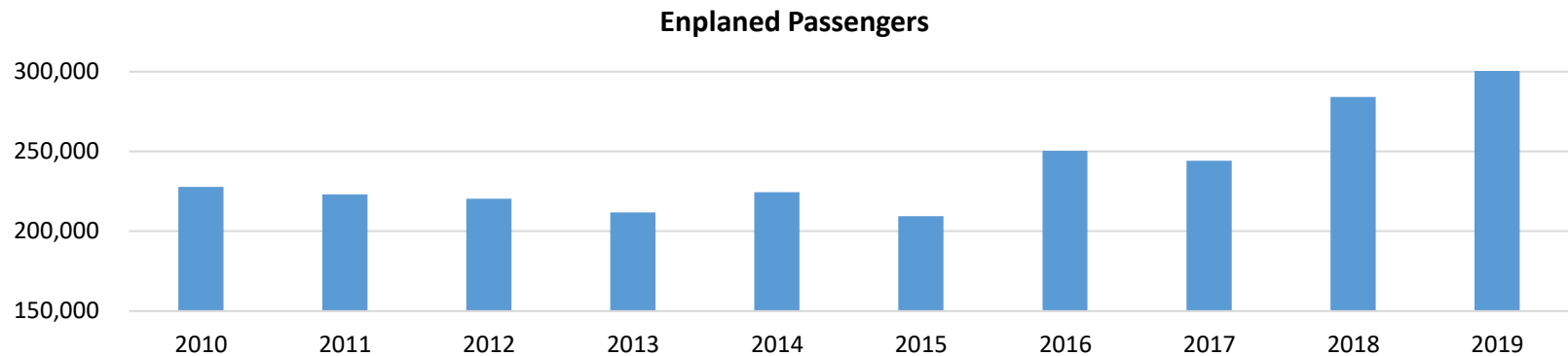
Pitkin County, Colorado

Year	Itinerant Operations ¹			Local Operations ²	Total Operations	Percent Change	Enplaned Passengers	Percent Change
	Air Carrier	General Aviation	Total	General Aviation				
2010	17,643	16,092	33,735	3,868	37,603	-5.81%	227,784	3.69%
2011	18,336	15,753	34,089	3,516	37,605	0.01%	223,078	-2.07%
2012	18,282	14,985	33,267	3,550	36,817	-2.14%	220,376	-1.21%
2013	17,735	14,266	32,001	3,268	35,269	-4.39%	211,749	-3.91%
2014	17,642	14,060	31,702	3,578	35,280	0.03%	224,311	5.93%
2015	18,660	15,603	34,263	4,931	39,194	9.99%	209,306	-6.69%
2016	19,558	16,586	36,144	5,196	41,340	5.19%	250,266	19.57%
2017	20,491	16,156	36,647	5,779	42,426	2.56%	244,028	-2.49%
2018	21,104	15,874	36,978	4,260	41,238	-0.25%	284,172	13.55%
2019	21,817	15,764	37,581	4,309	41,890	-1.28%	306,546	25.62%

Source:
Aspen/Pitkin County Airport

¹ A landing or takeoff when aircraft enters into or leaves Aspen airspace.

² A landing or takeoff when aircraft remains in Aspen airspace.

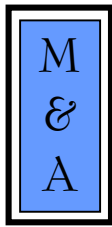


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Statutory Report Section

Single Audit Reports and Schedules

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

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

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Pitkin County, Colorado (the "County") as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated August 26, 2020.

Internal Control Over Financial Reporting

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

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

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

Member: American Institute of Certified Public Accountants

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

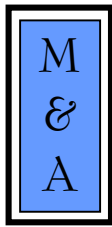
Compliance and Other Matters

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

Purpose of this Report

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

McMahan and Associates, L.L.C.
McMahan and Associates, L.L.C.
August 26, 2020



MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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

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

Report on Compliance for Each Major Program

We have audited the compliance of Pitkin County, Colorado (the "County") with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2019 and its compliance with the compliance requirements described in the *Passenger Facility Charge Audit Guide for Public Agencies* (the "Guide"), issued by the Federal Aviation Administration, for its Passenger Facility Charge program for the year ended December 31, 2019. The County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

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

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program and on the Passenger Facility Charge program. However, our audit does not provide a legal determination on the County's compliance with those requirements.

Member: American Institute of Certified Public Accountants

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

Opinion on Each Major Federal Program and Passenger Facility Charge Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and on its Passenger Facility Charge program for the year ended December 31, 2019.

Report on Internal Control Over Compliance

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

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

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

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

McMahan and Associates, L.L.C.

**McMahan and Associates, L.L.C.
August 26, 2020**

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

Part I – Summary of Auditor’s Results

Financial Statements:

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

Federal Awards:

Internal control over major programs:	
Material weakness identified?	None reported
Significant deficiency identified?	None reported
Type of auditor’s report issued on compliance for major programs?	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Title 2, U.S. Code of Federal Regulations, Part 200?	No
Major programs:	
Castle Creek Bridge Grant	CFDA #20.205
National Scenic Byways Grant	CFDA #20.205
Dollar threshold used to identify Type A from Type B programs:	\$750,000
Identified as low-risk auditee	Yes

Part II – Findings Related to Financial Statements

Findings related to financial statements as required by <i>Government Auditing Standards</i> ?	None reported
Auditor-assigned reference number	Not applicable

Part III – Findings Related to Federal Awards

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

Pitkin County, Colorado
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2019
(Continued)

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

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

Pitkin County, Colorado

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Grant Identifying Number	Federal Expenditures	Amount Provided to Subrecipients
Department of Agriculture				
Passed through Colorado Department of Human Services				
State Administrative Matching Grants for SNAP	10.561	N/A	\$ 128,314 B	-
Total Department of Agriculture			<u>128,314</u>	<u>-</u>
Environmental Protection Agency				
Passed through Colorado Department of Public Health and Environment				
Performance Partnership Grants - Radon Program	66.605	N/A	(3,200)	-
Total Environmental Protection Agency			<u>(3,200)</u>	<u>-</u>
Passed through Colorado Department of Transportation				
Federal Highway Administration				
Castle Creek Bridge Grant	20.205	18-HA3-XC-00049	194,139 D	-
National Scenic Byways Grant	20.205	17-HA3-XC-00069	186,271 D	-
Subtotal passed through Colorado Department of Transportation			<u>380,410</u>	<u>-</u>
Total Department of Transportation			<u>380,410</u>	<u>-</u>
Department of Health and Human Services				
Passed through Colorado Department of Human Services				
Guardianship Assistance	93.090	N/A	1,174	-
Promoting Safe and Stable Families	93.556	N/A	25,690	-
Temporary Assistance for Needy Families (TANF)	93.558	N/A	75,082 C	-
Child Support Enforcement	93.563	N/A	49,249	-
Child Care and Development Block Grant	93.575	N/A	122,861 A	-
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	N/A	83,610 A	-
Child Welfare - Title IV-B	93.645	N/A	4,403	-
Foster Care - Title IV-E	93.658	N/A	115,395	-
Adoption Assistance - Title IV-E	93.659	N/A	5,264	-
Social Services Block Grant - Title XX	93.667	N/A	72,830	-
Subtotal passed through Colorado Department of Human Services			<u>555,558</u>	<u>-</u>
Passed through Department of Health Care Policy and Financing				
Medicaid - Title XIX	93.778	N/A	236,380 E	-
Subtotal passed through Department of Health Care Policy and Financing			<u>236,380</u>	<u>-</u>
Passed through Garfield County Department of Human Services				
Community Services Block Grant	93.569	N/A	10,235	-
Subtotal passed through Garfield County Department of Human Services			<u>10,235</u>	<u>-</u>
Passed through Northwest Colorado Council of Governments				
Special Programs for the Aging - Title III, Part C - Nutrition Services 18-19	93.045	84 063-9906-2019	50,305 F	-
Special Programs for the Aging - Title III, Part C - Nutrition Services 17-18	93.045	84 063-9906-2020	43,000 F	-
Subtotal 93.045			<u>93,305</u>	<u>-</u>
Nutrition Services Incentive Program	93.053	84 063-9906-2019	1,958 F	-
Subtotal passed through Northwest Colorado Council of Governments			<u>95,263</u>	<u>-</u>

(continued)

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

Pitkin County, Colorado

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Grant Identifying Number	Federal Expenditures	Amount Provided to Subrecipients
Passed through Colorado Department of Public Health and Environment				
Emergency Preparedness Cooperative Agreements	93.069	N/A	24,164	-
TB Prevention and Control Cooperative Agreements	93.116	N/A	1,000	-
Family Planning Services	93.217	N/A	59,938	59,938
Immunization Cooperative Agreements	93.268	N/A	1,417	-
PPHF Capacity Building Assistance, Immunization Infrastructure	93.539	N/A	7,979	-
Cancer Prevention and Control Programs	93.898	N/A	14,021	14,021
STD Prevention and Control Grant	93.977	N/A	3,570	3,570
Preventive Health & Health Services Block Grant from HHS/CDC	93.991	N/A	33,651	-
Colorectal Cancer Screening	93.800	N/A	169	169
Maternal and Child Health Services Block Grant to States	93.994	N/A	11,603	-
Subtotal passed through Colorado Department of Public Health and Environment			157,512	77,698
Total Department of Health and Human Services			1,054,948	77,698
Department of Homeland Security				
Passed through Colorado Department of Public Safety Division of Homeland Security and Emergency Management				
Emergency Management Performance Grant	97.042	18EM-19-50	65,000	-
Subtotal passed through Colorado Department of Public Safety Division of Homeland Security and Emergency Management			65,000	-
Passed Through Northwest Colorado Council of Governments				
McClure Pass Microwave Link	97.067	16SHS17NWR	29,809	-
Subtotal passed through Northwest Colorado Council of Governments			29,809	-
Total Department of Homeland Security			94,809	-
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 1,655,281	\$ 77,698

Additional Information for Clusters:

A	CCDF Cluster	\$ 206,471
B	SNAP Cluster	\$ 128,314
C	TANF Cluster	\$ 75,082
D	Highway Planning & Construction Cluster	\$ 380,410
E	Medicaid Cluster	\$ 236,380
F	Aging Cluster	\$ 95,263

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Notes to the Schedule of Expenditures of Federal Awards for the Year ended December 31, 2019:

General

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Pitkin County, Colorado (the "County"). The County's reporting entity is defined in Note I.A. to the County's basic financial statements. All federal financial assistance received by the reporting entity directly from federal agencies, as well as federal financial assistance passed through other government agencies, including the State of Colorado, is included in this schedule. In addition, federal financial assistance awarded directly to eligible County Social Services recipients via Electronic Benefits Transfer ("EBT") is also included in the schedule, with the exception of the Supplemental Nutritional Assistance Program EBT. The State of Colorado issues EBT to the eligible County recipients. Only the federal share of pass-through awards is included on the schedule.

Basis of Presentation

The accompanying schedule of expenditures of federal awards is presented using the modified accrual basis of accounting, which is described in Note I.B. to the basic financial statements. The information in this schedule is presented in accordance with the requirements of Title 2, U.S. Code of Federal Regulations ("CFR"), Part 200, *Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Indirect Facilities and Administration Costs

The County does not use the 10% de minimis cost rate allowed in Title 2, U.S. CFR, Part 200.414, *Indirect (F&A) costs*. Instead, the County prepares an annual cost allocation plan to allocate indirect costs.

Determining Non-cash Awards Expended

Certain non-cash award values are determined using the fair value of the assistance at the time of disbursement to the County or the assessed value provided by the state or federal agency.

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