



ARAPAHOE COUNTY

2020

Comprehensive Annual Financial Report Year Ended December 31, 2020

Arapahoe County Department of Finance
5334 South Prince Street
Littleton, Colorado 80120-1136
www.arapahoegov.com

Reasonable Accommodation Policy

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ARAPAHOE COUNTY

2020

Comprehensive Annual Financial Report Year Ended December 31, 2020

ACKNOWLEDGEMENTS

BOARD OF COUNTY COMMISSIONERS

Carrie Warren-Gully District 1, Chair Pro Tem
Nancy N. Sharpe District 2
Jeff Baker District 3
Nancy Jackson District 4, Chair
Bill L. Holen District 5

ELECTED OFFICIALS

PK Kaiser Assessor
Joan Lopez Clerk and Recorder
Dr. Kelly Lear Coroner
John Kellner District Attorney
Tyler S. Brown Sheriff
Sue Sandstrom Treasurer

FINANCE DEPARTMENT

Todd Weaver Finance Director
Heather Lin, CPA Accounting Manager
Erik Burge, CPA Senior Accountant
Heather Biron Accountant III
Loren Kohler Accountant III
Kathy Stafford Accountant III
Jennifer Bennett Accountant II
Kevin Nienhaus Accountant II
Jon Rajewich SAP Business Operations Manager
Andrew Barranco, CPA SAP Functional Analyst
Mary Lisa Bugel SAP Functional Analyst
Joe Cornejo SAP Functional Analyst
Debbie McCarty SAP Functional Analyst
Stephen Krusoe Technical Writer
Jennifer Leake SAP Trainer



ARAPAHOE COUNTY, COLORADO COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2020

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**ARAPAHOE COUNTY, COLORADO
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June 15, 2021

To the Board of County Commissioners and to the
Citizens of Arapahoe County, Colorado:

Colorado state law requires that every general purpose local government publish a complete set of audited financial statements. This report is published and hereby submitted to fulfill that requirement for the year ended December 31, 2020.

This report includes information on the financial activities of Arapahoe County (hereafter referred to as the County). Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. To the best of our knowledge, the enclosed data is accurate in all material respects and is reported in a manner that presents fairly the financial position of the County as a whole and its various funds. All required disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

The County financial statements have been audited by CliftonLarsonAllen LLP, a firm of licensed Certified Public Accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the County present fairly, in all material respects, the financial position of the County. The independent auditors have issued an unmodified ("clean") opinion on the County's financial statements for the year ended December 31, 2020. The independent auditors' report is presented as the first component of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of Arapahoe County

Arapahoe County, incorporated in 1902, is located in the north central part of the State. The County is located in the southeastern portion of the Denver metropolitan area and covers approximately 850 square miles. Arapahoe County, with the county seat located in the City of Littleton, is the third largest county in the State of Colorado with a population of about 650,000. A majority of residents live in the urbanized western part of the County, while other residents live in the rural, rolling farmlands to the east. The County contains all or part of the following cities and towns: Aurora, Bennett, Bow-Mar, Centennial, Cherry Hills Village, Columbine Valley, Deer Trail, Englewood, Foxfield, Glendale, Greenwood Village, Littleton and Sheridan. There are also nine school districts and approximately 420 local improvement and service districts within the County.

MISSION

Enhancing your quality of life through exceptional delivery of services and efficient use of public funds.

Comprehensive Annual Financial Report Transmittal

A five-member Board of County Commissioners (BOCC) serves as the legislative, policy-making and administrative body governing the unincorporated area of the County. The Commissioners serve four year terms and are considered full time employees. The County does not have a County Manager or Administrator. The Commissioners are elected from individual districts within the County. The Board currently includes:

Carrie Warren-Gully, Chair Pro Tem	District 1
Nancy N. Sharpe	District 2
Jeff Baker	District 3
Nancy Jackson, Chair.....	District 4
Bill L. Holen	District 5

Departments overseen by the Board of County Commissioners include: Communications and Administrative Services, Community Resources, County Attorney, Facilities and Fleet Management, Finance, Human Resources, Human Services, Information Technology, Public Works and Development, Department of Strategy and Performance, and Open Spaces.

In addition to the BOCC there are six elected officials that serve the County in specific areas. These positions are independent of the BOCC in their duties. The BOCC does have budgetary oversight for these departments.

PK Kaiser	Assessor
Sue Sandstrom	Treasurer
Dr. Kelly Lear	Coroner
Joan Lopez	Clerk and Recorder
John Kellner	District Attorney
Tyler S. Brown	Sheriff

Prior to July 1, 2020, the Public Trustee is appointed by the Governor and is responsible for processing transactions related to real property located within the County including the release of deeds and the processing of foreclosures. Beginning July 1, 2020, HB 19-1295 allows the County Treasurer to serve as the Public Trustee. The consolidation of Public Trustee and Treasurer office became effective July 1, 2020.

Budget Process

The budget helps to ensure that the County's financial strength and integrity continue to be maintained and enhanced. The budget also supports continuous customer service efforts to foster efficiency, cost effectiveness, and excellence in the provision of services to the Citizens of Arapahoe County.

The County constructs its budget on a calendar year as required by Part 1 of Article 1 of Title 29 of the Colorado Revised Statutes, which governs the budget process of Colorado counties. On or before August 15th, elected officials and department directors submit revenue estimates and expenditure requests to the Budget Division of the Finance Department. On or before August 25 of each year, the County Assessor submits the current total assessed valuations for all taxing entities in the County and the factors needed to compute the statutory property tax revenue limits. Based on this information and following a review process, the Budget Division submits a recommended structurally balanced budget to the Board of County Commissioners through the Executive Budget Committee on or before October 15. The Executive Budget Committee is composed of selected representatives from the elected officials and department directors who review preliminary budget issues and requests and present their recommendations to the Board of County Commissioners. The County currently prepares budgets on an annual basis.

Comprehensive Annual Financial Report Transmittal

All mill levies must be certified by the BOCC on or before December 22nd of each year. Prior to the beginning of the next fiscal year, the BOCC enacts a budget adoption resolution and an appropriating resolution to approve the total budget and departmental expenditures. The BOCC may make no contract and no liability against the County can be created by any County officials unless an appropriation has been made.

In addition, neither the BOCC nor any County official can expend money for any of the purposes set out in the appropriation resolution in excess of the amount appropriated. In the case of an emergency or a contingency that was not reasonably foreseeable, the BOCC may authorize the expenditure of funds in excess of the budget by a resolution adopted by a majority vote.

Local Economy

Arapahoe County is located in the southeast portion of a major metropolitan area. Its economy is greatly influenced by the economy of the state and the entire Denver metro area. The local economy does generally follow national economic trends. The County has a diversified economic base with numerous city and other local governments, a large general aviation airport, a large military base, many schools, shopping centers, health care facilities and high tech businesses contributing to the activity. Growth in residential and commercial construction, the real estate market, employment, consumer spending, and inflation all play a role in the local economy.

The Colorado economy, like that of the rest of the nation, experienced a rapid downturn due to the impact of the COVID-19 pandemic. Colorado's very strong labor market at the start of 2020 with only 2.8 percent and unemployment spiked at 12.2 percent in April but declined to 7.4 percent in July. Toward the end of 2020, the job market has rebounded in similar fashion to the nation as a whole but there are a number of employment sectors such as leisure and hospitality, transportation, trade and government that are struggling to regain their losses. Consumer spending makes up about two-thirds of total economic growth and the pandemic impacted this significantly during 2020. Personal income was buoyed by Federal stimulus payments to individuals as well as the increase in unemployment benefits.

The Colorado's unemployment rate in 2021 is expected to be 5.6 percent, double the rate prior to the downturn. Consumer spending is recovering but spending on goods is recovering faster than services and consumer preferences are modifying spending patterns. Colorado's growth in home prices outpaced most of the nation over the past few years. The pandemic has impacted the economy dramatically during the first half of the year, but low interest rates and inventory have continued residential demand and price appreciation. The Federal government is providing a large amount of aid and stimulus to individuals, businesses, and local and state governments to assist in dealing with the effects of the pandemic.

Long-term Financial Planning

The County currently projects revenues, expenditures and available fund balances for 5-year periods to help determine its financial position and plan for the future. It is the County's intent each year to structurally balance the General Fund operating budget, meaning that budgeted ongoing expenditures do not exceed budgeted ongoing revenues. The available fund balance at the end of one year (in excess of policy reserves) can then be used to budget for capital projects and other one-time uses in the following year.

The Executive Budget Committee (EBC), after a thorough review of the County's financial position, has set the following priorities when planning for the future.

- Maintaining a structurally balanced General Fund operating budget
- Maintaining the Total Compensation philosophy in order to recognize and retain a quality workforce
- Limiting the growth in operating expenditures, preserving fund balance, and funding requirements and mandated services
- Continuing focused investments in the justice system, public safety, and transportation capital improvements

Comprehensive Annual Financial Report Transmittal

In planning for 2021, the General Fund budget is structurally balanced with a \$1,190,345 operating surplus but also includes a reduction in fund balance of \$5.4 million. This represents a planned use of fund balance for one-time uses such as the \$5.2 million transfer to the Capital Expenditure Fund for capital projects as well as a number of smaller one-time equipment purchases and other similar items. This structural balance was the result of measures implemented by the Executive Budget Committee and the Board of County Commissioners with the cooperation of all County departments and elected offices.

The 2021 adopted budget funded a 2.3% performance-based salary increase pool for employees which is a decrease from 3.3% in 2020 and reflects the changing economic reality following the economic downturn. This year's merit increase was also accompanied by a market adjustment to keep County salaries and salary structure on par with comparative data with similar local organizations while still adhering to the County's commitment to a structurally balanced budget but was only funded to employees impacted by the movement at the bottom of the salary range. The 2021 market adjustment is much lower than 2020 as the economy and the job market have dramatically changed during 2020.

For the 2021 budget, the Executive Budget Committee reviewed trends in revenues and expenditures, considered the addition of the total compensation recommendations, and determined that with the current revenue projection there could be additions to the operating budget but such additions would need to be limited in order to structurally balance the budget in future budget years as well. The Executive Budget Committee started with a baseline budget and after careful analysis recommended only those budget packages that the Committee felt were significant enough to be included in the upcoming budget.

The County has budgeted \$10.0 million in capital improvements for 2021 which includes continued work on the Iliff Avenue Corridor Improvements (\$2.0 million), the reconfiguration of the ramps at the Quincy Avenue and E-470 interchange (\$1.3M), the Gun Club Road project (\$1.8 million), facility improvements and maintenance for public safety and the justice system (\$3.5 million), and other smaller transportation project (\$1.4 million).

Preparing for the Future

Property tax is the largest source of revenue to the County, comprising 45% of overall County revenues. Per State regulations, property assessments are conducted only every other year with the impact on property tax collections occurring only in even-numbered years. In intervening years such as 2021, growth in property tax collections is limited to new construction and other additions and subtractions and does not take into account changes in property values. Additionally, the County continues to be restricted by most provisions of the Taxpayers Bill Of Rights (TABOR), an amendment to Article X of the Colorado Constitution that limits the County's property tax revenue growth rate to the sum of the estimated inflation for the Denver metro area for that budget year plus the growth of new construction in the prior calendar year. The major impact of TABOR is that the County may not be able to retain all the property tax revenue it could collect.

Due to this local growth restriction and the impact of the economic downturn, the County's property tax revenue growth from 2020 to 2021 is limited to 2.83 percent, which is the sum of the estimated inflation of 1.7 percent and new construction growth ("local growth") of 1.13 percent in the 2020 assessment. A resulting temporary tax credit of 3.913 mills is estimated to be provided to taxpayers to adjust for the portion of the 15.821 base mill levy that cannot be collected under the provisions of TABOR as well as a refund of \$109,460 in over-collections from 2020 due to declining inflation rates. The County is permitted to extend a levy to recover property taxes refunded and abated in prior years to adjust for errors in property assessments and, in 2021, this levy is estimated at 0.105 mills for \$1.3 million, and is included in the County's total levy. The 2021 budget includes the projection for the County's property tax revenue increasing from \$140.1 million in 2020 to \$144.9 million. The estimated total levy for the County will be 12.013 mills for 2021. The levy for 2021 is slightly higher than 2020 due to the temporary tax credit decreasing to 3.904 mills from 4.158 mills to remain within the TABOR revenue limitations and below the maximum authorized levy of 15.821 mills.

The County continues to make more effective use of its revenues through its Align Arapahoe strategic and performance management program, business process improvement efforts, stricter budgeting practices,

Comprehensive Annual Financial Report Transmittal

technological advances, cost-sharing partnerships and creative service delivery methods. But the success of all these measures has also meant less and less unspent funds are available at the end of each year, funds which have traditionally been used to fund subsequent years' Capital Improvement Projects and other one-time operational needs.

A continuing question is whether the current trend in limited property tax growth will be sufficient to consistently fund ongoing operations and capital needs and meet the growing service needs of a growing constituency. Foremost among the capital needs is the County's aging infrastructure both facilities and transportation infrastructure. Over the past two years, the County has had discussions internally as well as with external groups to analyze the County's financial condition, long-term budget challenges and present potential solutions. During 2019, the County proposed a ballot initiative to raise additional revenue to reconstruct and modernize the County's aging detention facility. This ballot initiative was not successful, but the County will continue analyze the challenges and options and work on how to move forward in implementing solutions to these issues while maintaining the County's budget philosophy and discipline.

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 Arapahoe County Government for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2019. The Certificate of Achievement is a prestigious national award-recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, the contents of which conform to program standards. The Comprehensive Annual Financial 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. Arapahoe County has received a Certificate of Achievement for the last 33 consecutive years (fiscal years ended 1987 – 2019). We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA.

I would like to express my appreciation to the Accounting Manager, Heather Lin, and the department accountants and analysts: Erik Burge, Loren Kohler, Kathy Stafford, Heather Biron, Kevin Nienhaus and Jennifer Bennett, who contributed greatly to the audit and the preparation of the Comprehensive Annual Financial Report. Their professionalism, dedication, and efficiency made the preparation of this report possible. Jon Rajewich, Mary Lisa Bugel, Debbie McCarty, Andrew Barranco, Joe Cornejo, Stephen Krusoe and Jennifer Leake also deserve recognition for their outstanding work in managing the County's financial system (SAP). I would also like to thank each of the Department Directors, Elected Officials and their staff for their cooperation allowing our staff to successfully account for, monitor and report on the financial activity of Arapahoe County.

Finally, I wish to thank the Board of County Commissioners for their leadership and support, without which the preparation of this report and the continued success of the Finance Department would not be possible.

Respectfully,



Todd Weaver
Director of Finance
Arapahoe County, Colorado



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Arapahoe County
Colorado**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

December 31, 2019

Christopher P. Morill

Executive Director/CEO

ARAPAHOE COUNTY, COLORADO

LIST OF PRINCIPAL OFFICERS

Board of County Commissioners (BOCC)

Carrie Warren-Gully District 1, Chair Pro Tem
Nancy N. Sharpe District 2
Jeff Baker District 3
Nancy Jackson District 4, Chair
Bill L. Holen District 5

Elected Officials Other Than BOCC

PK Kaiser Assessor
Joan Lopez Clerk and Recorder
Dr. Kelly Lear Coroner
John Kellner District Attorney
Tyler S. Brown Sheriff
Sue Sandstrom Treasurer

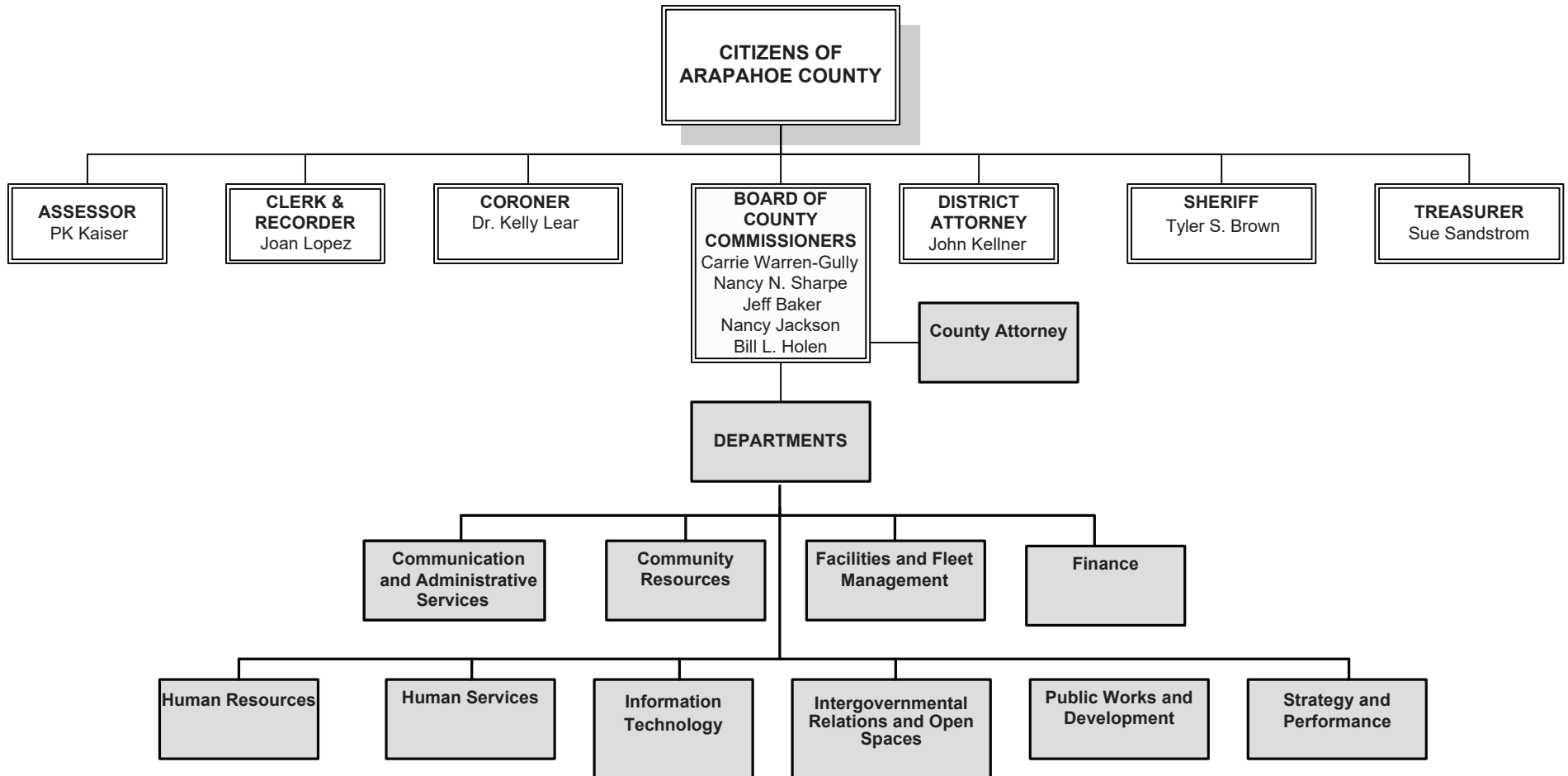
Department Directors

Michelle Halstead Communication Services
Katherine Smith Community Resources
Ron Carl County Attorney
Dick Hawes Facilities and Fleet Management
Todd Weaver Finance
Patrick Hernandez Human Resources
Cheryl Ternes Human Services
David Bessen Information Technology
Shannon Carter Intergovernmental Relations and Open Spaces
Bryan Weimer Public Works & Development
Manisha Singh Strategy and Performance



ARAPAHOE COUNTY

GOVERNMENT ORGANIZATIONAL CHART





INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Arapahoe County, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Arapahoe County, Colorado, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the entity's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Arapahoe County Public Airport Authority or Arapahoe County Water and Wastewater Authority, which represent 100% of the assets, net position, and revenues of the Arapahoe County Public Airport Authority and Arapahoe County Water and Wastewater Authority, both of which are discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for Arapahoe County Public Airport Authority and Arapahoe County Water and Wastewater Authority, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of the Arapahoe County Water and Wastewater, a discretely presented component unit, were not audited in accordance with *Government Auditing Standards*.

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

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

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Arapahoe County, Colorado as of December 31, 2020, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparisons for the General Fund, the Social Services Fund, the Grants Fund, and the Open Spaces Sales Tax Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of a Matter

Arapahoe County, Colorado adopted the provisions of GASB Statement No. 84, *Fiduciary Activities*. As a result of the implementation of GASB Statement No. 84, the County reported a restatement of beginning net position and fund balance for the change in accounting principle, as described in Note 21 to the financial statements. Our opinion is not modified with respect to the restatement.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages B-4 - B-18 and required supplementary information on pages C-67 and C-68 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Arapahoe County, Colorado's basic financial statements. The Combining and Individual Financial Statements and Schedules, the Statements of Component Unit without Separately Presented Financial Statements, and Other Supplementary Information, as listed in the table of contents, (collectively, the Supplementary Information) are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), is also presented for purposes of additional analysis and is not a required part of the basic financial statements.

The Supplementary Information and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplementary Information and schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical section listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 15, 2021, on our consideration of Arapahoe County, Colorado's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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 Arapahoe County, Colorado's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

CliftonLarsonAllen LLP

Greenwood Village, Colorado
June 15, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

ARAPAHOE COUNTY, COLORADO

December 31, 2020

In the Management's Discussion and Analysis section of the Comprehensive Annual Financial Report, we provide readers with a narrative overview and analysis of the financial activities of Arapahoe County, Colorado (the County) for the fiscal year ended December 31, 2020. When analyzing the financial activities of the current fiscal year, it is useful to compare current fiscal year information with comparable information from the previous fiscal year. This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. We encourage readers to consider the information presented here in conjunction with the information presented in the letter of transmittal and basic financial statements to enhance their understanding of the County's financial activity and performance.

FINANCIAL HIGHLIGHTS

- The County's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$679,368,292 (net position). Of this amount, \$742,544,264 relates to capital assets or is restricted in how it may be used. The unrestricted portion is (\$63,175,968). This balance is negative due to the reporting of the net pension liability. See Note 14 – Retirement Plan on page C-53 for more information.
- Total Net Position increased by \$8.8 million during fiscal year 2020.
- Total Net Pension Liability decreased by \$126.1 million during fiscal year 2020.
- At the end of the current fiscal year, the County's governmental funds reported a combined fund balance of \$201.6 million, an increase of \$17.0 million from 2019.
- Beginning net position and fund balance decreased by \$1.9 million due to the implementation of Government Accounting Standards Board Statement No. 84, *Fiduciary Activities*, and a change in reporting entity. See Note 21 beginning on page C-64 for more information.

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

The Basic Financial Statements are comprised of three components: government-wide financial statements, fund financial statements, and notes to the financial statements. In addition to the basic financial statements, this annual report also contains required supplementary information, other supplementary schedules and information, a statistical section, and a compliance section.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a long-term and broad overview of the County's finances in a manner like that of a private sector business. The government-wide financial statements use an economic resource measurement focus and the full accrual basis of accounting to present this overview in the Statement of Net Position and the Statement of Activities. Therefore, certain expenditures that are recorded in the governmental fund financial statements are either deferred or capitalized with amortization or depreciation in the government-wide financial statements. Long-term liabilities, deferred inflows of resources, revenues and related assets, and deferred outflows of resources not reported in fund financial statements are recorded in the government-wide financial statements independent of the cash flows related to these items. Fiduciary fund assets held by the County for other parties either as trustee or as custodian are not included in the government-wide financial statements because they cannot be used to finance the County's own operating programs.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2020

The Statement of Net Position shows the financial condition of the County at the end of the fiscal year by presenting information on all the County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. The difference between these components is reported as net position. Over time, increases or decreases in net position serve as a useful indicator of whether the County's financial condition is improving or deteriorating. If the County's net position has increased, the financial condition of the County has improved. If the County's net position has decreased, the financial condition of the County has deteriorated.

The Statement of Activities shows how the financial condition of the County has changed since the beginning of the fiscal year. In the Statement of Activities, all changes in net position are reported as soon as the underlying economic event giving rise to the change occurs, regardless of the timing of related cash flows.

The government-wide financial statements include not only the County, the general-purpose government, but also legally separate and special-purpose governmental entities for which the County is financially accountable and with which the County has a significant relationship. These legally separate and special-purpose governmental entities are known as component units.

Component units are reported in the financial statements as either blended or discretely presented component units. The financial activity of blended component units can be objectively viewed as an extension of the general-purpose government because their governing bodies are substantively the same and there is a financial benefit or burden relationship between the primary government and the component unit. Additional criteria for blending include whether the component unit provides services entirely or almost entirely to the primary government, or otherwise exclusively or almost exclusively benefits the primary government even though it does not provide services directly to it. When the component unit's financial activities are blended into the County's financial statements, the activities are presented as if they were executed by the general local government. The balances of the blended component unit's financial statements are merged with the similar balances of the general-purpose local government in a manner that prevents the balances of the blended component unit and the local primary government from being separately identified. The merged financial statements of the general-purpose government and the blended component units are identified in the government-wide financial statements as the primary government. The following component units have been blended into the County's primary government in the government-wide financial statements:

- Arapahoe County Building Finance Corporation
- Arapahoe County Law Enforcement Authority
- Arapahoe County Housing Authority
- Arapahoe County Recreation District
- Arapahoe County Water and Wastewater Public Improvement District
- Arapahoe County Retirement Trust Fund

The financial information for component units that should not be blended into the financial statements of the primary government are presented separately from the financial information presented for the primary government as discrete component units of the County in the government-wide financial statements. The following component units have been presented as discrete component units in the County's government-wide financial statements:

- Arapahoe County 911 Authority
- Arapahoe County Airport Authority
- Arapahoe County Water and Wastewater Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2020

Complete financial statements of the individual component units can be obtained from their respective administrative offices. Addresses and other additional information about the County's component units are presented in Note 1 – Summary of Significant Accounting Policies on page C-21.

On the Statement of Net Position, columns are used to separate the financial information of the primary government and the discretely presented component units. On the Statement of Activities, both columns and rows are used to separate the financial information of the primary government and the discretely presented component units.

The government-wide financial statements can be found on pages C-1 to C-3 of this annual report.

Fund Financial Statements

A fund is a fiscal and accounting entity with a self-balancing set of accounts used to record financial resources with related liabilities and residual equities segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related regulations, requirements, restrictions, or limitations.

All funds of the County can be divided into three categories:

- Governmental Funds
- Proprietary Funds
- Fiduciary Funds

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, because the measurement focus of governmental fund financial statements is on near-term inflows and outflows of current financial resources, as well as on balances of current financial resources available at the end of the fiscal year, these financial statements provide information about the ability of the fund to finance current activities and operate within the planned appropriations and budgets. Such information may be useful in evaluating a government's ability to meet its near-term financing and appropriation related requirements.

All current financial resources contained in a governmental fund, other than the General Fund, are available only for carrying on the specific activities or attaining the certain objectives in accordance with special regulations, restrictions or limitations related to the purpose for which these funds were created. Therefore, all the current financial resources contained in these governmental funds are assigned to the purpose for which the fund was created. The General Fund is used to account for all governmental fund activities that are not specifically accounted for in the other governmental funds. Therefore, the General Fund is one of the governmental funds that contains positive unassigned funds in addition to assigned funds in its fund balance.

Current financial resources, the measurement focus of the governmental fund financial statements, are cash and near-cash assets reduced by short-term debt (spendable/appropriable resources) that are available during the fiscal year and 60 days after the end of the fiscal year. These funds financially support the purpose of carrying on specific activities or attaining certain objectives in the current fiscal year in accordance with the special regulations, restrictions or limitations that define the fund.

Governmental fund accounting uses the modified accrual basis of accounting. This basis of accounting records and reports the inflows and outflows of current financial resources (spendable/appropriable resources) under the special regulations, restrictions or limitations that define the fund. By focusing on current financial resources, modified accrual accounting provides additional information related to the

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2020

regulations, restrictions, or limitations that define the fund and emphasizes the need for short-term financing and the generation of spendable resources.

Because the focus of the fund financial statements is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds in the fund financial statements with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. A reconciliation of the total Governmental Fund Balances in the fund financial statements balance sheets to the Net Position of Governmental Activities in the government-wide financial statements is provided following the Balance Sheet of Government Funds in the fund financial statements. A reconciliation of the Net Change in Fund Balances — Total Governmental Funds in the fund financial statements to the Change in Net Position of governmental activities in the government-wide financial statements is provided following the Statement of Revenues, Expenditures and Changes in Fund Balances in the fund financial statements. These reconciliations provide explanations of differences between these balances and facilitate an understanding of the differences between the measurement focuses and basis of accounting used for preparing the fund financial statements and the government-wide financial statements.

In this annual report, the County reports on twenty-four individual governmental funds. Information is presented separately in the fund financial statements for the General Fund, Social Services Fund, Grant Fund, and Open Spaces Sales Tax Fund, all of which are considered major funds. Individual fund balance sheets for these major funds are presented in the Balance Sheet Governmental Funds and individual fund income statements in the Statement of Revenues, Expenditures and Changes in Fund Balance. The remaining twenty governmental funds are combined into a single, aggregated presentation as Other Governmental in the fund financial statements in the Basic Financial Statements section of this annual report.

The basic governmental fund financial statements can be found on pages C-4 to C-15 of this annual report. Financial information related to the individual non-major funds is provided on pages D-1 to D-43 and D-63 to D-64 in the Combining and Individual Fund Financial Statements and Schedules Section of this annual report.

Proprietary Funds – The fund financial statements contain two types of proprietary funds: enterprise funds and internal service funds. Enterprise funds may be used to report any activity for which a fee is charged to external users for goods or services. The County does not have any enterprise funds.

Internal service funds are used to report any activity that provides goods and services to other funds of the primary government or component units on a cost reimbursement basis. The County uses five internal service funds to account for the following activities: the accumulation and allocation of equipment and materials costs; employee benefits; and self-insurance activities. The measurement focus for internal service funds is economic resources, and the basis of accounting used is full accrual accounting. The revenue and expenses of the internal service funds have been eliminated in the government-wide Statement of Activities. The balance sheets of the internal service funds have been merged in the government-wide Statement of Net Position.

The five internal service funds are combined into a single, aggregated presentation as Governmental Activities – Internal Service Funds in the fund financial statements within the Basic Financial Statements section. These statements can be found on pages C-16 to C-17 of this annual report. Financial information related to the individual internal service funds is provided on pages D-45 to D-51 in the Combining Financial Statements and Schedules section of this annual report.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2020

Fiduciary Funds – Fiduciary funds are used to report resources held for the benefit of parties outside the government. Fiduciary funds are not included in the government-wide financial statements because the resources of these funds are not available to support the County's programs or operations. The County uses four fiduciary funds: one trust fund and three custodial funds.

The activity of the Arapahoe County Retirement Trust is presented in the Basic Financial Statements section of this annual report.

The total amount of the three custodial funds is combined into a single, aggregated presentation as Fiduciary Funds – Total in the fund financial statements within the Basic Financial Statements section of this annual report. The basis of accounting for the fiduciary funds is full accrual accounting. Financial information related to the individual custodial funds is provided on pages D-53 and D-55 in the Combining Financial Statements and Schedules section of this annual report.

A Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position is presented in the fund financial statements for both the Arapahoe County Retirement Trust and the Custodial Funds. The fiduciary fund financial statements can be found on pages C-19 and C-20 of this annual report.

Notes to the Financial Statements

Notes to the Basic Financial Statements provide a more detailed explanation of some of the information contained in the financial statements, which is essential to gaining a better understanding of the data provided in the government-wide and fund financial statements. Notes to the Basic Financial statements can be found on pages C-21 through C-65 of this annual report.

Budgetary Comparisons

The County adopts an annual appropriation budget for all its governmental funds. A budgetary comparison statement has been provided for the General Fund and all major special revenue funds on pages C-12 to C-15 of this annual report. Budget-to-actual comparisons for each of the remaining governmental funds are provided on pages D-24 to D-43 and D-63 to D-64 in the Combining Financial Statements and Schedules and Other Supplementary Information Sections of this annual report.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Comparative Summary of Net Position

The following table provides a condensed comparative presentation of the County's government-wide Statement of Net Position for the primary government for 2020 and 2019:

	Governmental Activities	
	2020	2019
Assets		
Current and other assets	\$ 460,009,663	\$ 422,543,062
Capital assets	825,737,820	823,801,121
Total assets	1,285,747,483	1,246,344,183
Deferred outflows of resources	98,872,308	157,477,832
Liabilities		
Current and other liabilities	52,349,020	41,857,308
Long-term liabilities	383,303,626	514,021,441
Total liabilities	435,652,646	555,878,749
Deferred inflows of resources	269,598,853	177,415,326
Net position		
Net investment in capital assets	676,596,791	665,383,529
Restricted	65,947,473	65,514,966
Unrestricted	(63,175,972)	(60,370,555)
Net position, restated	\$ 679,368,292	\$ 670,527,940

Analysis of Government-Wide Financial Position

As of December 31, 2020, the County's primary government assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$679.4 million. This is an increase of \$8.9 million over the restated net position at December 31, 2019 of \$670.5 million.

The County's net investment in capital assets, \$676.6 million (99.6% of net position) in 2020 and \$665.4 million (99.2% of restated net position) in 2019, is the largest portion of the County's primary government net position. Capital assets include land, land improvements, bridges, water and sewer lines, roads, buildings, building improvements, leasehold improvements, vehicles, furniture, software, and equipment. These capital assets are used to provide services or utilities to citizens. Consequently, these resources are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

An additional \$65.9 million (9.7% of net position) in 2020 and \$65.5 million (9.8% of restated net position) in 2019 represents restricted net position. These resources are subject to external restrictions on how they may be used. Included in this category are statutory reserves required by the State of Colorado, debt service reserves, and accumulated revenues that may only be used for specific voter-approved projects.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2020

The remainder of the County's primary government net position, (\$63.2 million) (9.3% of net position) in 2020 and (\$60.4 million) (9.0% of restated net position) in 2019 represents unrestricted net position that could otherwise be used to meet ongoing obligations to citizens and creditors when positive. The negative balance of unrestricted net position at the end of 2020 decreased by \$2.8 million (4.6%) from the balance at the end of 2019.

Deferred outflows of resources represent a decrease of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future period. In 2020, the County has two items that qualify for reporting in this category. The first results from the loss on refunding of bonds reported in the government-wide Statement of Net Position. This amount, \$0.6 million, resulted from the difference in the carrying value of refunded debt and the reacquisition price of the refunding debt. The second is pension outflows totaling \$98.3 million, which is comprised of \$12.6 million of contributions made subsequent to the measurement date, \$77.8 million in changes in assumptions, \$7.8 million in differences between expected and actual experience.

Deferred inflows of resources represent an increase of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. The County has two items that qualify for reporting in this category during 2020. The first is property tax revenue, \$171.7 million, which is deferred in the year the taxes are levied, 2020, and measurable and recognized as an inflow of resources in the period they are collected, 2021. The second item that qualifies for reporting is pension inflows totaling \$97.9 million, which is comprised of \$0.6 million of differences between expected and actual experience, \$91.0 million of differences between assumption changes, and \$6.3 million of differences between projected and actual earnings.

Governmental activities saw an overall increase of \$39.4 million in total assets. This includes an increase of \$4.5 million in property tax receivable, as property values continued to increase, and an increase of \$36.2 million in other current assets, primarily due to increased cash and investments from Federal Coronavirus Aid, Relief and Economic Security (CARES) relief funds. This also includes an increase in net capital assets of \$1.9 million, mainly due to building modifications because of the pandemic.

Liabilities had an overall decrease of \$120.2 million compared to the prior year. This was due primarily to a decrease of \$126.1 million in the net pension liability from meeting the cross-over test for 2020 as compared to 2019. The change back to the discount rate of 7.25% (as compared to the blended rate of 5.60% in 2019) was the primary reason the net pension liability decreased from \$334.5 million for 2019 to \$208.4 million for 2020. Please see Note 14 – Retirement Plan and the 2019 Arapahoe County Comprehensive Annual Financial report for more information.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2020

Condensed Statement of Activities

The following table provides a condensed comparative presentation of the County's government-wide Statement of Activities for the primary government for 2020 and 2019:

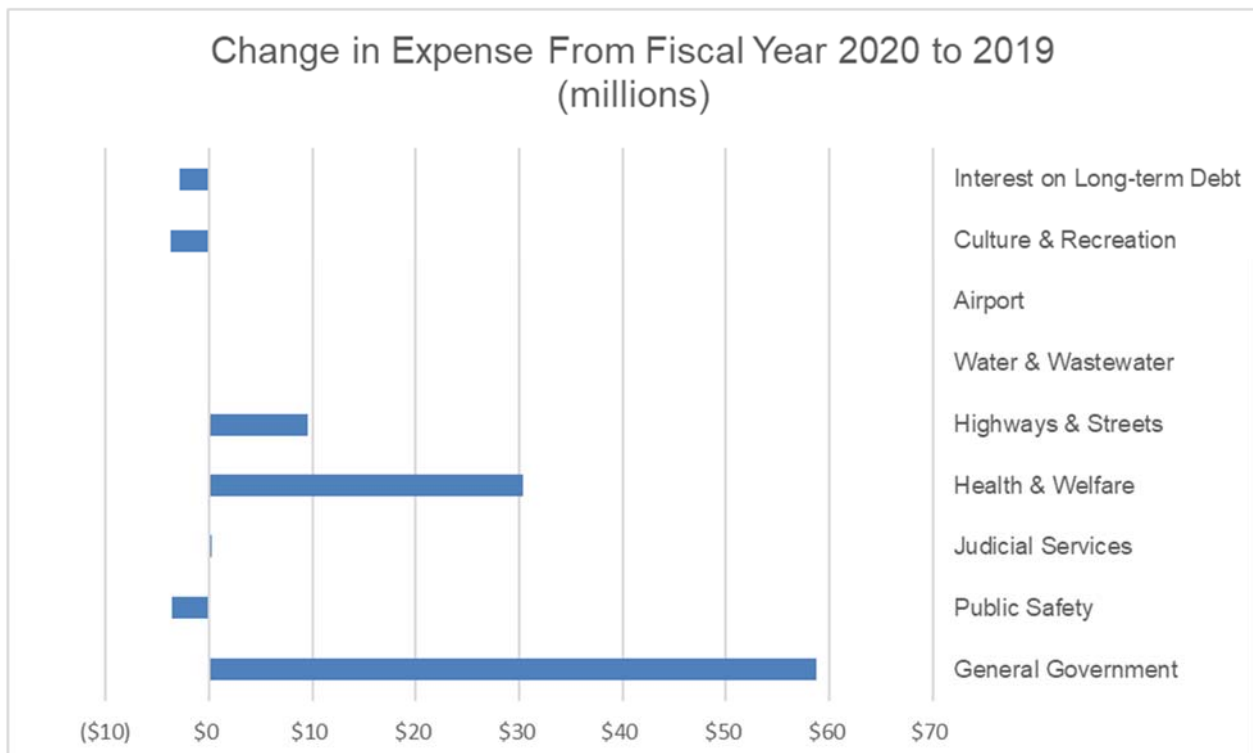
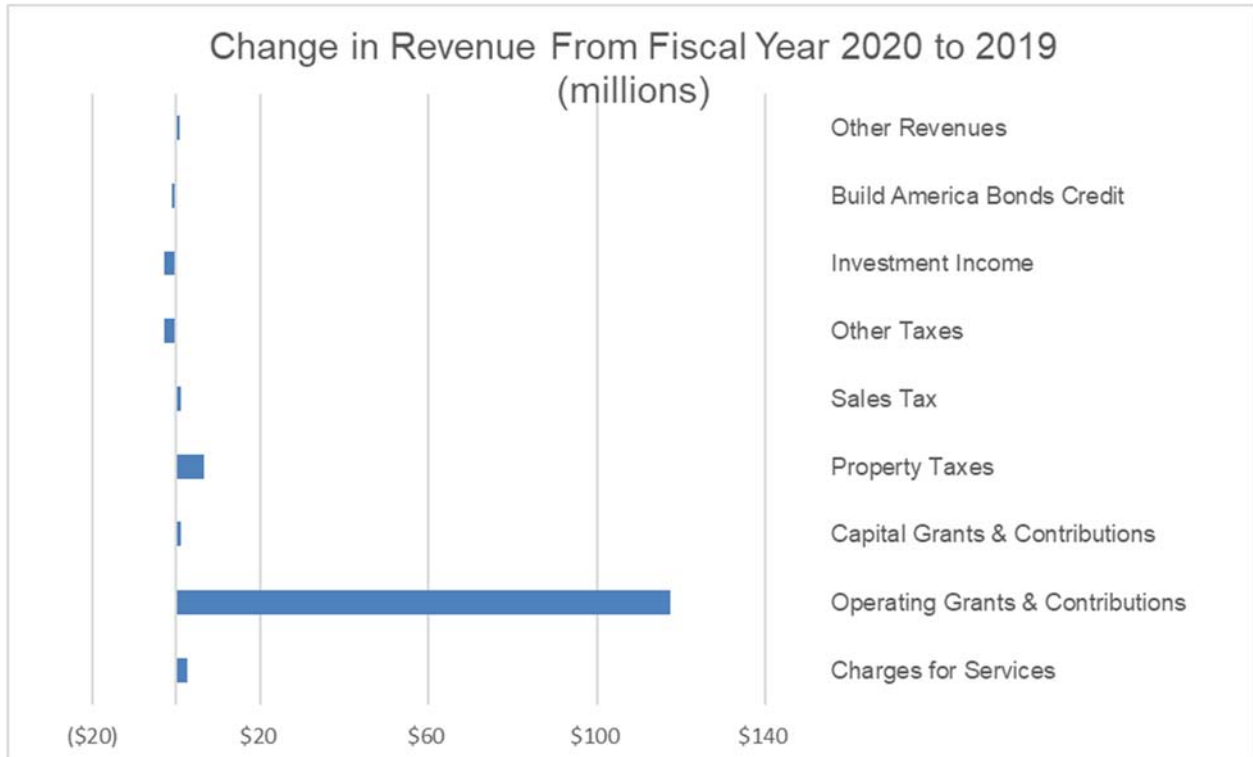
	Governmental Activities	
	2020	2019
Revenues		
Program revenues		
Charges for services	\$ 69,567,963	\$ 67,072,529
Operating grants and contributions	209,406,835	91,981,452
Capital grants and contributions	4,503,917	3,331,492
General revenues		
Property taxes	170,583,122	164,054,460
Sales tax	31,526,629	30,334,481
Other taxes	10,409,174	13,170,907
Investment income	7,552,178	10,372,294
Build America Bonds credit	-	1,088,299
Other revenues	6,207,643	5,577,133
Total revenues	<u>509,757,461</u>	<u>386,983,047</u>
Expenses		
General government	141,800,450	83,051,860
Public safety	121,307,621	124,944,437
Judicial services	16,146,113	15,888,842
Health & welfare	146,855,313	116,509,490
Highways & streets	37,371,967	27,870,648
Water & wastewater	3,565,580	3,562,136
Culture and recreation	29,575,359	33,265,464
Interest on long-term debt	4,294,706	7,139,524
Total expenses	<u>500,917,109</u>	<u>412,232,401</u>
Change in net position	8,840,352	(25,249,354)
Net position - January 1, restated	<u>670,527,940</u>	<u>697,664,915</u>
Net position - December 31	<u>\$ 679,368,292</u>	<u>\$ 672,415,561</u>

Analysis of Government-Wide Results of Operations

Government-wide revenues for the County were greater than expenses by \$8.8 million during fiscal year 2020, while government-wide expenses for fiscal year 2019 were greater than revenues by \$25.2 million. Revenues in the government-wide Statement of Activities for 2020 increased by \$122.8 million (31.7%) from 2019. In program revenues, operating grants and contributions increased \$117.4 million due to the County receiving \$114.6 million in Coronavirus Aid, Relief and Economic Security (CARES) funds from the U.S. Treasury Department. In general revenues, property taxes increased \$6.5 million as a continued result of higher assessed valuations.

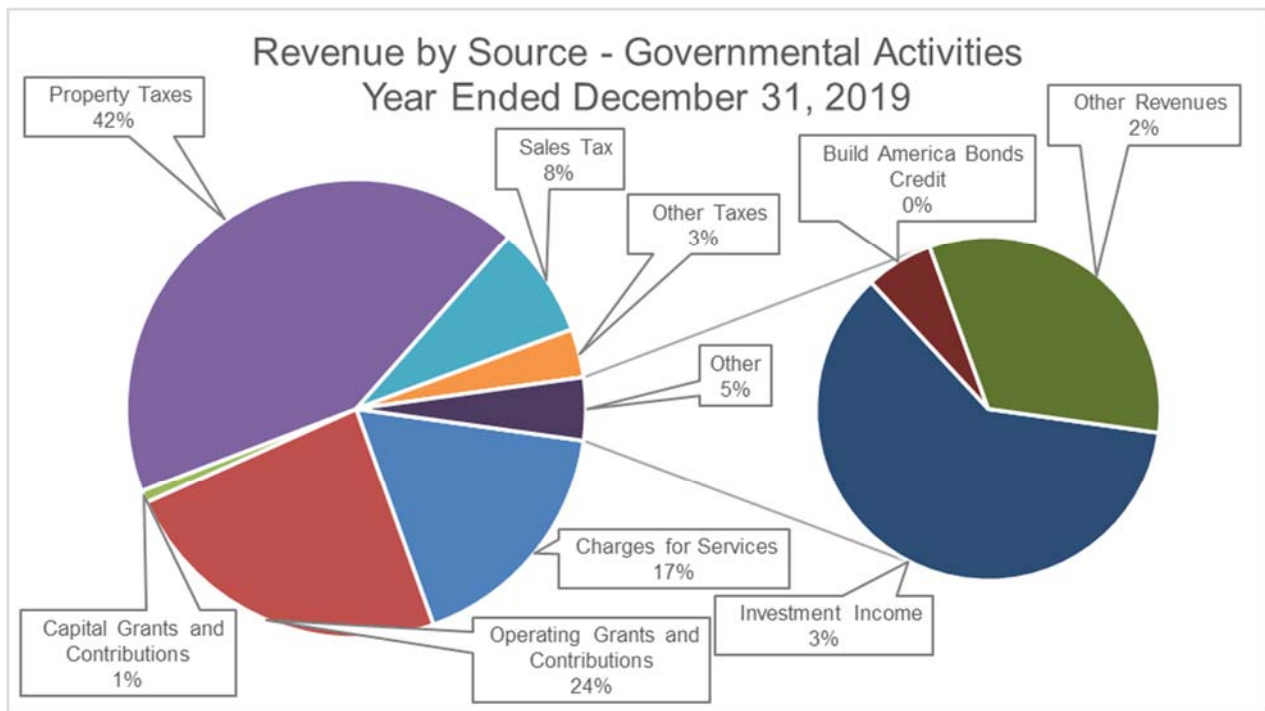
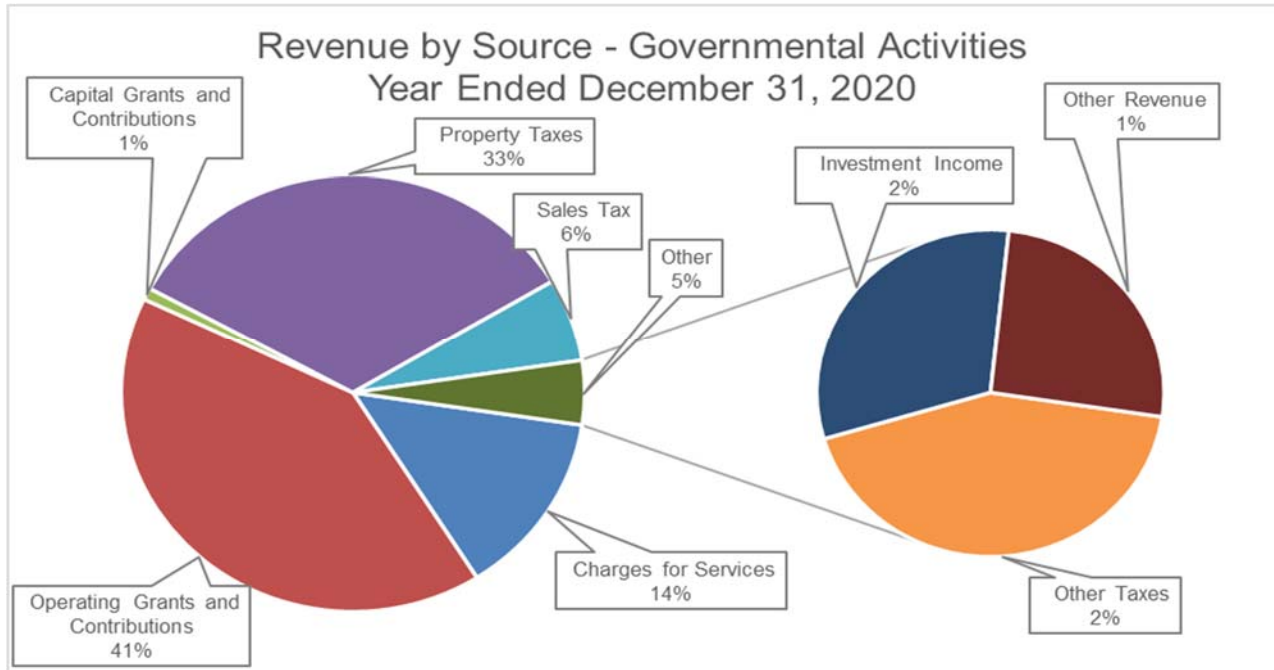
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2020

The changes from fiscal year 2020 to 2019 in the revenue and expense categories in the condensed comparative government-wide Statement of Activities:



MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2020

The comparison of the component sources of revenue used in the condensed comparative government-wide Statement of Activities for 2020 and 2019:



Expenses in the government-wide Statement of Activities for 2020 increased by \$88.7 million (21.5%) from 2019. This is the result of an increase of \$58.7 million in General government expenses from CARES including \$56.5 million pass through of CARES Act funding to 13 local governments and an increase of \$30.3 million in Health & Welfare expenses from projects and disbursements of CARES Act funding.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2020

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental Funds

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

At the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$201.6 million, an increase of \$17.0 million over the prior year's restated fund balance. Of the total balance, \$71.2 million (35.3%) represents unassigned fund balance. \$26.3 million (13.1%) is classified as assigned by the Board of County Commissioners for the purposes of the fund. \$37.8 million (18.7%) is classified as committed by a Board of County Commissioners Resolution. \$65.9 million (32.7%) is classified as restricted by an outside party for a specific purpose. The remaining fund balance, \$0.4 million (0.2%), is classified as non-spendable (inventory and prepaid amounts).

At the end of fiscal year 2020, the County had four major governmental funds: the General Fund, the Social Services Fund, the Grant Fund, and the Open Spaces Sales Tax Fund. These major funds are reported separately in the County's basic financial statements.

General Fund

This fund is the primary operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the general fund was \$72.3 million, while total fund balance was \$88.3 million.

As a measure of the General Fund's liquidity, it is useful to compare the total of the assigned and unassigned fund balance at the end of fiscal year 2020 to the budgeted total program revenues, transfers in, expenditures, and transfers out for the following fiscal year, 2021. The total of the assigned and unassigned fund balance of the General Fund at the end of fiscal year 2020 is \$80.2 million, less the budgeted use of this fund balance in 2021, \$5.4 million, totaling \$74.8 million. This represents 36.4% of the adopted budget for General Fund total program revenues and transfers-in for 2021 of \$205.4 million, or 35.5% of the adopted budget for General Fund total program expenditures, and transfers-out of \$210.9 million. This indicates that an approximate 35.5% combination of budgeted revenue shortfalls and/or expenditures over budget could be sustained during 2021 before the liquidity of the General Fund is compromised.

The County's budget is prepared according to State of Colorado statutes. The most significant budgeted fund for the County is the General Fund. Notable differences between the original budget and the final amended budget are summarized as follows:

- \$20.0 million increase in Transfers In, mainly due to additional funding from the Grant Fund for additional Federal monies (CARES).
- \$2.2 million increase in Salary/Benefit expenditures, mainly from the Families First Coronavirus Response Act covered leave time.
- \$1.1 million increase in Public Safety supplies for additional school and detention center support.
- \$0.7 million increase in General Government for increased expenditures for professional services.

Actual General Fund revenues and other financing sources of \$228.0 million was greater than the General Fund final appropriated revenues and other financing sources of \$222.5 million by \$5.5 million (2.5%). This was primarily due to increased land recording fees and investment earnings.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2020

Actual General Fund expenditures and other financing uses of \$207.1 million was less than the General Fund final appropriated expenditures and other financing uses of \$215.9 million by \$8.8 million (4.1%). This difference was mainly from cost savings on printing expenditures and Clerk and Recorder professional service expenditures.

The total revenue and other financing sources in the General Fund increased by \$23.0 million, from \$204.9 million in fiscal year 2019 to \$228.0 million in fiscal year 2020 (11.2%). This was primarily due to increases in transfers in from the Grant Fund for CARES covered payroll expenditures. The total expenditures and other financing uses in the General Fund increased by \$10.0 million, from \$197.1 million in fiscal year 2019 to \$207.1 million in fiscal year 2020 (5.1%). This increase was a result of higher salaries and benefits, an increase in printing expenditures for the 2020 election cycle, and additional County contributions to community programs.

Social Services Fund

This fund is mandated by the State of Colorado and is used to account for participation by the County in Federal and State public welfare programs. The fund balance increased by \$1.6 million to \$13.4 million for 2020 from \$11.7 million in 2019. Nearly all of the fund balance is assigned.

Revenues (excluding transfers) increased by \$3.9 million (6.0%) from \$65.1 million in 2019 to \$69.0 million in 2020. During 2020, 76.2% of the Social Services fund was funded by State and Federal grant monies, and 21.9% by property and other taxes. The largest portion of the revenue increase, \$3.4 million, came from State and Federal grant monies.

Expenditures (excluding transfers) increased by \$4.1 million (6.5%), from \$63.2 million in 2019 to \$67.3 million in 2020. The primary reason for the increase, \$3.0 million, was from capital expenditures from leasehold improvements.

Open Spaces Sales Tax Fund

This fund was established in 2003 to collect a sales and use tax for the preservation and maintenance of open space areas within the County. The total fund balance increased by \$1.8 million, from \$41.0 million in 2019 to \$42.8 million in 2020. The entire \$42.8 million fund balance is fully restricted for use on Open Space projects and maintenance.

Revenues (excluding transfers) increased by \$0.2 million (0.6%), from \$32.0 million in 2019 to \$32.2 million in 2020. The fund received approximately \$31.5 million in sales and use tax revenue, and \$0.5 million in investment earnings. Venue booth rental from the County Fairgrounds was minimal due to the pandemic.

Expenditures (excluding transfers) decreased by \$3.7 million (12.2%), from \$34.2 million in 2019 to \$30.5 million in 2020, mainly from decreases in general grants awarded and contract labor. There was \$0.8 million more in share-back payments and grants awarded in 2020 compared to 2019. In total, the fund expended \$22.2 million in grants and share-back payments to incorporated municipalities and other governmental entities in 2020, a decrease of \$1.7 million (7.2%) compared to 2019.

Grant Fund

This fund became a major fund for 2020 due to the receipt of CARES funding from the U.S. Treasury Department. This fund was established to record grant activities from Federal, State, and local sources external to the County.

Revenues (excluding transfers) increased by \$115.3 million (1,094.7%), from \$10.5 million in 2019 to \$125.9 million in 2020, primarily from \$114.6 million in CARES funding.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2020

Expenditures (excluding transfers) increased by \$90.6 million (868.6%), from \$10.4 million in 2019 to \$101.0 million in 2020, primarily due to the spending of the CARES funding. Including transfers to other County funds, all \$114.6 million was spent during 2020 on CARES-eligible expenditures in the community.

Non-Major Governmental Funds

The total fund balance of the combined non-major governmental funds decreased by \$7.5 million (11.6%), from \$64.9 million in 2019 to \$57.3 million in 2020. Revenues (excluding transfers) decreased by \$1.2 million, from \$75.1 million in 2019 to \$73.9 million in 2020. This was mainly due to decreases in other inter-governmental funding. Expenditures (excluding transfers) increased by \$18.1 million, from \$78.0 million in 2019 to \$96.1 million in 2020. This was mainly a result of increased capital expenditures for highways and streets.

Proprietary Funds

The net position for the County's internal service funds increased by \$5.7 million (14.3%), from \$40.0 million in 2019 to \$45.8 million in 2020.

Of the \$45.8 million of the total net position of the proprietary funds in 2020, \$41.1 million (89.7%) was the net position of the Central Service Fund. The Central Service Fund is used primarily to allocate the cost of movable assets (furniture and equipment, computers, and vehicles) to the departments of the County to fund the replacement of the assets. It is also used to distribute the costs of central services (postage, fleet maintenance, parts, and fuel charges) to departments of the County. Of the \$41.1 million net position in the Central Services Fund at the end of 2020, \$14.6 million was invested in capital assets net of accumulated depreciation, and approximately \$26.4 million was available to replace expiring movable assets in the future.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The fiduciary funds are not included in the government-wide financial statements because the resources of these funds are not available to support the County's programs or operations. Therefore, they are not discussed in the Management's Discussion & Analysis.

ANALYSIS OF CAPITAL ASSET AND LONG-TERM DEBT ACTIVITY

Capital Assets

Arapahoe County's investment in capital assets (net of accumulated depreciation) for its governmental activities was \$825.7 million as of 2020 and \$823.8 million as of 2019. This investment in capital assets includes land and land improvements, buildings, furniture and equipment, infrastructure, and construction in progress. The County's investment in capital assets (net of accumulated depreciation) increased by \$1.9 million (0.2%) during fiscal year 2020, mainly due to construction in progress projects. A summary of the County's capital assets (net of depreciation) is as follows:

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2020

Arapahoe County Government's Capital Assets		
(Net of Accumulated Depreciation)		
	Governmental Activities	
	2020	2019
Land	\$ 46,157,893	\$ 46,157,932
Easements	4,322,860	4,322,860
Right of Ways	315,260,148	310,042,780
Water Rights	51,616,042	51,616,042
Construction in Progress	14,082,521	5,868,408
Capital Assets Not Being Depreciated:	431,439,464	418,008,022
Land Improvements	22,432,118	20,975,462
Buildings and Improvements	159,957,994	165,557,368
Furniture and Equipment	27,650,070	28,229,250
Infrastructure	184,258,174	191,031,019
Capital Assets Being Depreciated:	394,298,356	405,793,099
Total	<u>\$ 825,737,820</u>	<u>\$ 823,801,121</u>

Construction in progress increased by \$8.2 million (140.0%), from \$5.9 million in 2019 to \$14.1 million in 2020, primarily from building improvement projects started but not yet completed. The \$14.1 million is composed of the following capital project categories:

Capital Project	CIP Amount
Software Development	\$ 1,146,435
Roads	3,411,216
Parks & Trails	3,283,269
Building Improvement	6,241,601
	<u>\$ 14,082,521</u>

Additional information on Arapahoe County capital assets can be found in the Notes to the Financial Statements located on page C-27 and C-39 to C-41 of this annual report.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2020

Outstanding Long-Term Debt

At the end of fiscal year 2020, the County had three bond issues, one long-term note payable, one certificate of participation, and three capital lease purchase agreements outstanding. A summary of the County's long-term liabilities is as follows:

Arapahoe County Government Summary of Outstanding Debt		
	Governmental Activities	
	2020	2019
Bonds	\$ 129,941,621	\$ 133,470,844
Certificates of Participation	4,474,686	8,929,412
Long-term Notes	2,664,894	3,890,885
Lease Purchase Agreements	11,647,046	12,701,497
Total Outstanding Debt	\$ 148,728,247	\$ 158,992,638

The County's total long-term debt decreased by \$10.3 million in 2020 due to normal debt payments and amortization of premiums/discounts.

Additional information about the County's long-term debt can be found in Notes to the Financial Statements on pages C-28 and C-43 to C-51 of this annual report.

ECONOMIC FACTORS AFFECTING THE COUNTY

Property tax is the largest source of revenue for the County. The mill levy of the County was 11.685 mills in 2019 (collected in 2020) and 12.013 mills in 2020 (collected in 2021). Property tax to be collected in 2021 is projected to be \$144.9 million, an increase of \$4.8 million over the 2020 projected number of \$140.1 million due to increases in the assessed valuation. The County base mill levy was maintained at 15.821 mills, with an additional levy of 0.096 mills for refunds and abatements. A temporary tax credit of 3.904 mills was also applied to keep property tax revenue within the limits required by law under the Taxpayer's Bill of Rights (TABOR).

The residential assessment rate, which determines the amount of residential assessed value the mill levy is applied to, remained at 7.15% for the 2020 reassessment period for collection in 2021. It is forecasted to remain steady in 2021 for 2022 tax collection period. The assessment rate will be reviewed in 2021, which is the next residential reassessment period. The impact from any possible decrease due to the pandemic on revenue will be lessened due to temporary tax credits.

The unemployment rate for the County was 7.9% as of December 2020, which is an increase from 2.3% in December 2019. This rate is in line with the Denver metro unemployment rate of 7.5% and the State of Colorado rate of 7.1%. The increase is due to the pandemic but is expected to gradually recover as the economy begins opening back up during 2021 with the wide availability of vaccines.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Arapahoe County's finances for those with an interest in the government's financial activities. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Todd Weaver, Director of Finance, 5334 South Prince Street, Littleton, CO 80120-1136, (303) 795-4620.

Arapahoe County, Colorado
Statement of Net Position
December 31, 2020

	Primary Government	Component Units		
	Governmental Activities	Arapahoe County 911 Authority	Arapahoe County Airport Authority	Arapahoe County Water and Wastewater Authority
Assets				
Cash and investments	\$ 209,010,656	\$ 7,230,544	\$ 8,912,192	\$ 31,910,626
Accounts receivable	20,516,155	765,957	1,489,767	2,464,133
Property tax receivable, net	171,710,682	-	-	-
Accrued interest receivable	1,075,626	-	-	-
Note receivable	-	-	66,179	-
Lease receivable	-	-	3,845,087	-
Due from other governments	6,034,911	-	158,300	-
Inventories	557,366	-	-	-
Prepaid and other items	479,389	128,422	1,018,225	101,731
Restricted cash and investments	50,624,878	-	305,929	6,550,094
Total non-capital assets	460,009,663	8,124,923	15,795,679	41,026,584
Non-depreciable capital assets	431,439,464	-	27,837,043	120,922,531
Depreciable capital assets	394,298,356	318,138	32,858,673	86,283,096
Total capital assets	825,737,820	318,138	60,695,716	207,205,627
Total assets	1,285,747,483	8,443,061	72,646,308	248,232,211
Deferred outflows of resources				
Refunding of bonds	608,428	-	-	1,630,807
Pension outflows	98,263,880	-	-	-
Total deferred outflows of resources	98,872,308	-	-	1,630,807
Liabilities				
Accounts payable and other current liabilities	41,976,154	320,699	949,803	3,117,926
Accrued interest payable	474,703	-	96,066	355,531
Due to other governments	5,054,961	-	-	-
Unearned revenue	4,843,202	-	23,890	-
Noncurrent liabilities:				
Long term debt due within one year	12,223,620	-	750,220	3,844,150
Long term debt due in more than one year	161,309,452	-	5,803,788	111,076,810
Net pension liability due in more than one year	208,374,554	-	-	-
Estimated claims payable greater than one year	1,396,000	-	710,384	-
Total liabilities	435,652,646	320,699	8,334,151	118,394,417
Deferred inflows of resources				
Property tax revenue	171,710,682	-	-	-
Pension inflows	97,888,171	-	-	-
Water charges	-	-	-	38,587
Leases	-	-	3,845,087	-
Total deferred inflows of resources	269,598,853	-	3,845,087	38,587
Net position				
Net investment in capital assets	676,596,791	318,138	53,811,062	94,299,624
Restricted for:				
TABOR reserve	8,204,926	-	-	-
Transportation projects	4,065,838	-	-	-
Debt service and reserves	-	-	-	553,453
Capital projects	-	-	-	552,500
Park development	1,424,536	-	-	-
Parks, recreation and open space	1,804,974	-	-	-
Open space, parks and trails	42,806,079	-	-	-
Law enforcement	7,034,887	-	-	-
Electronic filing technology	606,233	-	-	-
Unrestricted	(63,175,972)	7,804,224	10,501,095	36,024,437
Total net position	\$ 679,368,292	\$ 8,122,362	\$ 64,312,157	\$ 131,430,014

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Statement of Activities
For the Year Ended December 31, 2020

Functions/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
General government	\$ 141,800,450	\$ 31,534,814	\$ 57,524,843	\$ -
Public safety	121,307,621	36,136,992	2,997,179	41,024
Judicial services	16,146,113	-	120,492	-
Health and welfare	146,855,313	658,963	131,985,737	8,166
Highways and streets	37,371,967	1,212,473	16,508,054	3,752,426
Water and wastewater	3,565,580	-	-	-
Culture and recreation	29,575,359	24,721	270,530	702,301
Interest on long-term debt	4,294,706	-	-	-
Total governmental activities	500,917,109	69,567,963	209,406,835	4,503,917
Component Units				
Arapahoe County 911 Authority	3,250,988	4,344,239	74,894	-
Arapahoe County Airport Authority	9,443,561	6,988,140	5,184,551	-
Arapahoe County Water and Wastewater Authority	18,020,347	22,652,408	-	5,256,894
Total component units:	30,714,896	33,984,787	5,259,445	5,256,894
General revenues				
Property taxes				
Sales tax				
Other taxes				
Investment income				
Miscellaneous				
Total general revenue				
Change in net position				
Net position - beginning, restated				
Net position - ending				

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Statement of Activities
For the Year Ended December 31, 2020

Net (Expense) Revenue and Changes in Net Position				
Primary Government Total	Component Units			Functions/Programs
	Arapahoe County 911 Authority	Arapahoe County Airport Authority	Arapahoe County Water and Wastewater Authority	
\$ (52,740,793)	\$ -	\$ -	\$ -	Primary Government
(82,132,426)	-	-	-	General government
(16,025,621)	-	-	-	Public safety
(14,202,447)	-	-	-	Judicial services
(15,899,014)	-	-	-	Health and welfare
(3,565,580)	-	-	-	Highways and streets
(28,577,807)	-	-	-	Water and wastewater
(4,294,706)	-	-	-	Culture and recreation
				Interest on long-term debt
(217,438,394)	-	-	-	Total governmental activities
-	1,168,145	-	-	Component Units
-	-	2,729,130	-	Arapahoe County 911 Authority
-	-	-	9,888,955	Arapahoe County Airport Authority
-	-	-	-	Arapahoe County Water and Wastewater Authority
-	1,168,145	2,729,130	9,888,955	Total component units:
170,583,122	-	-	-	General revenues
31,526,629	-	-	-	Property taxes
10,409,174	-	-	-	Sales tax
7,552,178	102,571	73,204	258,034	Other taxes
6,207,643	131,764	157,164	-	Investment income
				Miscellaneous
226,278,746	234,335	230,368	258,034	Total general revenue
8,840,352	1,402,480	2,959,498	10,146,989	Change in net position
670,527,940	6,719,882	61,352,659	121,283,025	Net position - beginning, restated
\$ 679,368,292	\$ 8,122,362	\$ 64,312,157	\$ 131,430,014	Net position - ending

Arapahoe County, Colorado
Balance Sheet
Governmental Funds
December 31, 2020

	General	Social Services	Grants	Open Spaces Sales Tax
Assets				
Cash and investments	\$ 91,731,406	\$ 13,758,611	\$ 9,224,130	\$ -
Restricted cash and investments	67,369	-	-	50,557,509
Accounts receivable	8,774,669	6,191,214	606,027	5,351,023
Taxes receivable, net	118,127,906	14,627,007	-	-
Due from other funds	887,010	-	-	-
Prepaid items	271,378	6,784	-	-
Inventories	-	-	112,426	-
Total assets	<u>\$ 219,859,738</u>	<u>\$ 34,583,616</u>	<u>\$ 9,942,583</u>	<u>\$ 55,908,532</u>
Liabilities				
Accounts payable	\$ 2,979,267	\$ 908,586	\$ 9,006,984	\$ 12,963,647
Accrued expenditures	5,520,579	2,672,641	69,084	96,251
Due to other governments	4,518,923	60,944	-	-
Due to other funds	-	-	-	-
Unearned revenue - other	212,173	2,928,851	1,046,743	42,555
Total liabilities	<u>13,230,942</u>	<u>6,571,022</u>	<u>10,122,811</u>	<u>13,102,453</u>
Deferred inflows of resources				
Deferred property tax revenue	118,127,906	14,627,007	-	-
Unavailable revenue-delinquent property taxes	14,984	-	-	-
Unavailable revenue-grants	67,022	-	68,002	-
Unavailable revenue-other	95,888	-	-	-
Total deferred inflows of resources	<u>118,305,800</u>	<u>14,627,007</u>	<u>68,002</u>	<u>-</u>
Fund balances (deficits)				
Nonspendable	271,381	6,784	112,428	-
Restricted	7,864,114	-	-	42,806,079
Committed	-	1,042,284	-	-
Assigned	7,911,434	12,336,519	-	-
Unassigned	72,276,067	-	(360,658)	-
Total fund balances (deficits)	<u>88,322,996</u>	<u>13,385,587</u>	<u>(248,230)</u>	<u>42,806,079</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 219,859,738</u>	<u>\$ 34,583,616</u>	<u>\$ 9,942,583</u>	<u>\$ 55,908,532</u>

The notes to the financial statements are an integral part of this statement.

**Arapahoe County, Colorado
Balance Sheet
Governmental Funds
December 31, 2020**

Other Governmental	Total Governmental
\$ 61,480,306	\$ 176,194,453
-	50,624,878
6,689,788	27,612,721
38,955,769	171,710,682
-	887,010
1,227	279,389
-	112,426
<u>\$ 107,127,090</u>	<u>\$ 427,421,559</u>
\$ 5,535,056	\$ 31,393,540
1,194,699	9,553,254
-	4,579,867
887,010	887,010
612,880	4,843,202
<u>8,229,645</u>	<u>51,256,873</u>
38,955,769	171,710,682
-	14,984
2,628,662	2,763,686
-	95,888
<u>41,584,431</u>	<u>174,585,240</u>
1,206	391,799
15,277,280	65,947,473
36,735,016	37,777,300
6,049,546	26,297,499
(750,034)	71,165,375
<u>57,313,014</u>	<u>201,579,446</u>
<u>\$ 107,127,090</u>	<u>\$ 427,421,559</u>

Assets

Cash and investments
Restricted cash and investments
Accounts receivable
Taxes receivable, net
Due from other funds
Prepaid items
Inventories

Total assets

Liabilities

Accounts payable
Accrued expenditures
Due to other governments
Due to other funds
Unearned revenue - other

Total liabilities

Deferred inflows of resources

Deferred property tax revenue
Unavailable revenue-delinquent property taxes
Unavailable revenue-grants
Unavailable revenue-other

Total deferred inflows of resources

Fund balances (deficits)

Nonspendable
Restricted
Committed
Assigned
Unassigned

Total fund balances (deficits)

Total liabilities, deferred inflows of resources
and fund balance

Arapahoe County, Colorado
Reconciliation of the Balance Sheet of Governmental Funds
To the Statement of Net Position
December 31, 2020

Amounts reported for governmental activities in the Statement of Net Position (page C-1) are different because:

Total fund balances - governmental funds (page C-5)	\$ 201,579,446
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	811,108,531
The deferred charge on refunding of bonds is not an available resource and, therefore, is not reported in the funds.	608,428
The deferred pension outflow is not an available resource and, therefore, is not reported in the funds.	98,263,880
The deferred pension inflows are not an available to pay for current period, and therefore, not reported in the funds	(97,888,171)
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	2,874,558
Internal service funds are used by management to charge the cost of insurance and other services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position.	45,764,210
Long-term liabilities, including bonds payable, certificates of participation, notes payable, capital leases, landfill post closure cost payable, compensated absences, net pension liability and accrued interest, are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(382,942,590)</u>
Net position of governmental activities	<u><u>\$ 679,368,292</u></u>

The notes to the financial statements are an integral part of this statement.



Arapahoe County, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2020

	General	Social Services	Grants	Open Spaces Sales Tax
Revenues				
Taxes				
Property taxes	\$ 116,638,491	\$ 14,136,552	\$ -	\$ -
Sales tax	-	-	-	31,526,629
Other taxes	7,693,300	938,191	-	-
Licenses and permits	6,480,877	-	-	-
Intergovernmental	4,615,132	52,536,954	125,636,055	-
Charges for services	57,871,911	22,649	80,322	13,835
Fines and forfeitures	278,026	-	-	-
Investment earnings	6,633,344	-	-	549,796
Interfund revenues and rentals	3,793,707	-	-	-
Developer contributions	-	-	-	-
Miscellaneous	3,981,206	1,330,404	160,839	81,055
Total revenue	<u>207,985,994</u>	<u>68,964,750</u>	<u>125,877,216</u>	<u>32,171,315</u>
Expenditures				
Current				
General government	74,555,982	-	56,493,518	-
Public safety	91,396,492	-	798,092	-
Judicial services	16,059,858	-	-	-
Health and welfare	10,665,614	63,965,676	43,595,269	-
Highways and streets	173,711	-	-	-
Water and wastewater	-	-	-	-
Culture and recreation	-	-	-	27,337,936
Total current	<u>192,851,657</u>	<u>63,965,676</u>	<u>100,886,879</u>	<u>27,337,936</u>
Capital				
General government	670,573	-	-	-
Public safety	606,903	-	-	-
Judicial services	-	-	-	-
Health and welfare	129,245	3,326,752	154,699	-
Highways and streets	-	-	-	-
Culture and recreation	-	-	-	3,120,738
Total capital	<u>1,406,721</u>	<u>3,326,752</u>	<u>154,699</u>	<u>3,120,738</u>
Debt				
Principal	-	-	-	-
Interest	-	-	-	-
Debt administration fees	-	-	-	-
Total debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>194,258,378</u>	<u>67,292,428</u>	<u>101,041,578</u>	<u>30,458,674</u>
Excess (deficiency) of revenues over (under) expenditures	<u>13,727,616</u>	<u>1,672,322</u>	<u>24,835,638</u>	<u>1,712,641</u>
Other financing sources (uses)				
Transfers in	19,990,309	-	-	122,640
Transfers out	(12,811,306)	(25,589)	(24,704,678)	(18,999)
Total other financing sources (uses)	<u>7,179,003</u>	<u>(25,589)</u>	<u>(24,704,678)</u>	<u>103,641</u>
Net change in fund balance	20,906,619	1,646,733	130,960	1,816,282
Fund balance - beginning, restated	67,416,377	11,738,854	(379,190)	40,989,797
Fund balance - ending	<u>\$ 88,322,996</u>	<u>\$ 13,385,587</u>	<u>\$ (248,230)</u>	<u>\$ 42,806,079</u>

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2020

Other Governmental	Total Governmental
\$ 39,802,521	\$ 170,577,564
-	31,526,629
1,777,683	10,409,174
1,212,473	7,693,350
25,426,513	208,214,654
1,673,949	59,662,666
227,945	505,971
369,038	7,552,178
110,374	3,904,081
1,940,073	1,940,073
1,333,003	6,886,507
<u>73,873,572</u>	<u>508,872,847</u>
533,071	131,582,571
11,688,650	103,883,234
-	16,059,858
22,232,392	140,458,951
28,676,249	28,849,960
114,640	114,640
970,334	28,308,270
<u>64,215,336</u>	<u>449,257,484</u>
5,964,854	6,635,427
2,094,098	2,701,001
81,291	81,291
6,739	3,617,435
9,377,254	9,377,254
-	3,120,738
<u>17,524,236</u>	<u>25,533,146</u>
9,300,771	9,300,771
5,081,422	5,081,422
3,450	3,450
<u>14,385,643</u>	<u>14,385,643</u>
<u>96,125,215</u>	<u>489,176,273</u>
(22,251,643)	19,696,574
22,009,222	42,122,171
(7,296,072)	(44,856,644)
<u>14,713,150</u>	<u>(2,734,473)</u>
(7,538,493)	16,962,101
64,851,507	184,617,345
<u>\$ 57,313,014</u>	<u>\$ 201,579,446</u>

Revenues

Taxes
Property taxes
Sales tax
Other taxes
Licenses and permits
Intergovernmental
Charges for services
Fines and forfeitures
Investment earnings
Interfund revenues and rentals
Developer contributions
Miscellaneous

Total revenue

Expenditures

Current

General government
Public safety
Judicial services
Health and welfare
Highways and streets
Water and wastewater
Culture and recreation

Total current

Capital

General government
Public safety
Judicial services
Health and welfare
Highways and streets
Culture and recreation

Total capital

Debt

Principal
Interest
Debt administration fees

Total debt service

Total expenditures

Excess (deficiency) of
revenues over (under)
expenditures

Other financing sources (uses)

Transfers in
Transfers out

Total other financing sources (uses)

Net change in fund balance

Fund balance - beginning, restated

Fund balance - ending

Arapahoe County, Colorado
Reconciliation of the Statement of Revenues
Expenditures, and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For the Year Ended December 31, 2020

Amounts reported for governmental activities in the Statement of Activities (page C-3) are different because:

Net Change in Fund Balances - total governmental funds (page C-9)	\$ 16,962,101
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.	557,068
The net effect of various miscellaneous transactions involving the valuation of donated assets is to increase net position.	34,447
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.	2,874,558
The repayment of the principal of long-term debt consumes the current financial resources of governmental funds, however, there is no effect on net position.	9,300,771
Governmental funds report the effect of premiums, discounts, and deferred loss on refunding when debt is first issued, whereas these amounts are amortized in the Statement of Activities.	808,090
Some revenues reported in the governmental funds have been reported in the Statement of Activities in prior periods.	(734,065)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	(26,697,724)
The internal service funds are used by management to charge the costs of insurance and other services to individual funds. The net expense of certain activities of internal service funds is reported with governmental activities.	<u>5,735,106</u>
Change in net position of governmental activities	<u><u>\$ 8,840,352</u></u>

The notes to the financial statements are an integral part of this statement.



Arapahoe County, Colorado
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			
	Original	Final	Actual	Variance with Final Budget
Revenues				
Taxes				
Property taxes	\$ 116,452,806	\$ 116,452,806	\$ 116,638,491	\$ 185,685
Other taxes	8,750,000	8,750,000	7,693,300	(1,056,700)
Licenses and permits	6,297,115	6,297,115	6,480,877	183,762
Intergovernmental	3,228,318	3,797,015	4,615,132	818,117
Charges for services	53,592,607	54,361,186	57,871,911	3,510,725
Fines and forfeitures	646,236	650,844	278,026	(372,818)
Investment earnings	4,000,000	4,005,000	6,633,344	2,628,344
Interfund revenues and rentals	4,461,196	4,461,196	3,793,707	(667,489)
Miscellaneous	3,649,235	3,687,984	3,958,456	270,472
Total revenue	201,077,513	202,463,146	207,963,244	5,500,098
Expenditures				
Current				
General government				
Administrative services	6,630,527	7,035,974	6,764,436	271,538
Assessor's Office	5,830,281	5,864,792	5,616,576	248,216
Board of County Commissioners	1,183,701	1,183,701	1,108,742	74,959
Clerk and Recorder's Office	13,579,956	14,360,019	13,012,786	1,347,233
Communication Services Department	2,552,180	2,742,989	2,475,254	267,735
County Attorney	2,964,679	2,995,812	2,986,108	9,704
Facilities and Fleet Management	9,689,671	9,890,942	9,550,617	340,325
Finance	3,625,861	3,633,046	3,358,588	274,458
Human Resources	2,478,503	2,560,255	2,390,536	169,719
Information Technology	15,497,453	15,581,422	14,405,781	1,175,641
Office of Performance Management	484,553	496,523	336,961	159,562
Open Spaces & Intergovernmental Relations	44,557	44,557	44,155	402
Public Works and Development	8,984,532	9,774,323	8,913,466	860,857
Treasurer's Office	2,337,987	2,371,444	1,957,827	413,617
Total general government	75,884,441	78,535,799	72,921,833	5,613,966
Public safety	92,443,134	94,382,416	91,321,783	3,060,633
Judicial services	15,944,520	16,065,012	16,059,858	5,154
Health and welfare	11,086,627	11,252,941	10,454,496	798,445
Total current	195,358,722	200,236,168	190,757,970	9,478,198
Capital				
General government	2,400	2,400	668,970	(666,570)
Public safety	46,339	714,571	606,903	107,668
Health and welfare	-	17,397	129,245	(111,848)
Total capital	48,739	734,368	1,405,118	(670,750)
Total expenditures	195,407,461	200,970,536	192,163,088	8,807,448
Excess (deficiency) of				
expenditures	5,670,052	1,492,610	15,800,156	14,307,546
Other financing sources (uses)				
Transfers in	-	19,990,310	19,990,309	(1)
Transfers out	(14,536,900)	(14,897,706)	(14,889,306)	8,400
Total other financing sources (uses)	(14,536,900)	5,092,604	5,101,003	8,399
Net change in fund balance	(8,866,848)	6,585,214	20,901,159	14,315,945
Fund balance - beginning, restated	49,161,801	49,161,801	49,161,801	-
Fund balance - ending	\$ 40,294,953	\$ 55,747,015	\$ 70,062,960	\$ 14,315,945

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Social Services
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Taxes				
Property taxes	\$ 14,124,711	\$ 14,124,711	\$ 14,136,552	\$ 11,841
Other taxes	950,000	950,000	938,191	(11,809)
Intergovernmental	55,181,982	55,181,982	52,536,954	(2,645,028)
Charges for services	85,000	85,000	22,649	(62,351)
Miscellaneous	881,847	881,847	1,330,404	448,557
Total revenue	<u>71,223,540</u>	<u>71,223,540</u>	<u>68,964,750</u>	<u>(2,258,790)</u>
Expenditures				
Current				
Health and welfare	69,164,594	69,226,770	63,965,676	5,261,094
Capital				
Health and welfare	3,418,448	3,605,978	3,326,752	279,226
Total expenditures	<u>72,583,042</u>	<u>72,832,748</u>	<u>67,292,428</u>	<u>5,540,320</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,359,502)</u>	<u>(1,609,208)</u>	<u>1,672,322</u>	<u>3,281,530</u>
Other financing sources (uses)				
Transfers out	(71,300)	(71,300)	(25,589)	45,711
Total other financing sources (uses)	<u>(71,300)</u>	<u>(71,300)</u>	<u>(25,589)</u>	<u>45,711</u>
Net change in fund balance	<u>(1,430,802)</u>	<u>(1,680,508)</u>	<u>1,646,733</u>	<u>3,327,241</u>
Fund balance - beginning	11,738,854	11,738,854	11,738,854	-
Fund balance - ending	<u>\$ 10,308,052</u>	<u>\$ 10,058,346</u>	<u>\$ 13,385,587</u>	<u>\$ 3,327,241</u>

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Grants
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Intergovernmental	\$ 12,308,587	\$ 127,259,684	\$ 125,636,055	\$ (1,623,629)
Charges for services	90,000	90,000	80,322	(9,678)
Miscellaneous	140,000	140,000	160,839	20,839
Total revenue	<u>12,538,587</u>	<u>127,489,684</u>	<u>125,877,216</u>	<u>(1,612,468)</u>
Expenditures				
Current				
General government	-	56,493,519	56,493,518	1
Public safety	675,771	936,461	798,092	138,369
Health and welfare	11,760,516	45,253,725	43,595,269	1,658,456
Capital				
Health and welfare	98,000	98,000	154,699	(56,699)
Total expenditures	<u>12,534,287</u>	<u>102,781,705</u>	<u>101,041,578</u>	<u>1,740,127</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,300</u>	<u>24,707,979</u>	<u>24,835,638</u>	<u>127,659</u>
Other financing sources (uses)				
Transfers out	(4,300)	(24,707,979)	(24,704,678)	3,301
Total other financing sources (uses)	<u>(4,300)</u>	<u>(24,707,979)</u>	<u>(24,704,678)</u>	<u>3,301</u>
Net change in fund balance	-	-	130,960	130,960
Fund balance - beginning	(379,190)	(379,190)	(379,190)	-
Fund balance - ending	<u>\$ (379,190)</u>	<u>\$ (379,190)</u>	<u>\$ (248,230)</u>	<u>\$ 130,960</u>

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Open Spaces Sales Tax
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Sales tax	\$ 27,973,600	\$ 27,973,600	\$ 31,526,629	\$ 3,553,029
Charges for services	450,000	450,000	13,835	(436,165)
Investment earnings	450,000	450,000	549,796	99,796
Miscellaneous	42,300	42,300	81,055	38,755
Total revenue	<u>28,915,900</u>	<u>28,915,900</u>	<u>32,171,315</u>	<u>3,255,415</u>
Expenditures				
Current				
Culture and recreation	28,913,200	66,148,598	27,337,936	38,810,662
Capital				
Culture and recreation	-	3,880,933	3,120,738	760,195
Total expenditures	<u>28,913,200</u>	<u>70,029,531</u>	<u>30,458,674</u>	<u>39,570,857</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,700</u>	<u>(41,113,631)</u>	<u>1,712,641</u>	<u>42,826,272</u>
Other financing sources (uses)				
Transfers in	-	122,640	122,640	-
Transfers out	(2,700)	(21,699)	(18,999)	2,700
Total other financing sources (uses)	<u>(2,700)</u>	<u>100,941</u>	<u>103,641</u>	<u>2,700</u>
Net change in fund balance	-	(41,012,690)	1,816,282	42,828,972
Fund balance - beginning	40,989,797	40,989,797	40,989,797	-
Fund balance - ending	<u>\$ 40,989,797</u>	<u>\$ (22,893)</u>	<u>\$ 42,806,079</u>	<u>\$ 42,828,972</u>

The notes to the financial statements are an integral part of this statement.

**Arapahoe County Government
Statement of Net Position
Proprietary Funds
December 31, 2020**

	Governmental Activities Internal Service Funds
Assets	
Current assets	
Cash and investments	\$ 32,816,203
Accounts receivable	13,971
Deposit	200,000
Inventory	444,940
Total current assets	<u>33,475,114</u>
Noncurrent assets	
Capital assets	
Buildings and improvements	17,628
Vehicles and equipment	43,038,373
Computer systems	8,516,932
Furniture and office equipment	90,315
Less: accumulated depreciation	<u>(37,033,961)</u>
Total noncurrent assets (net of accum. dep.)	<u>14,629,287</u>
Total assets	<u>48,104,401</u>
Liabilities	
Current liabilities	
Accounts payable	268,191
Estimated claims payable	676,000
Noncurrent claims payable	<u>1,396,000</u>
Total liabilities	<u>2,340,191</u>
Net position	
Net investment in capital assets	14,629,287
Unrestricted	<u>31,134,923</u>
Total net position	<u><u>\$ 45,764,210</u></u>

The notes to the financial statements are an integral part of this statement.

Arapahoe County Government
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2020

	Governmental Activities Internal Service Funds
Operating revenues	
Charges for sales and service	\$ 11,067,596
Total operating revenue	<u>11,067,596</u>
Operating expenses	
Cost of sales and services	4,621,262
Administration	130,878
Depreciation	5,483,755
Total operating expenses	<u>10,235,895</u>
Operating income (loss)	<u>831,701</u>
Nonoperating revenue (expenses)	
Insurance recoveries	58
Gain on sale of assets	391,256
Loss on sale of assets	(288)
Income before contributions and transfers	<u>1,222,727</u>
Contributions other	1,777,906
Transfers in	3,573,561
Transfers out	(839,088)
Change in net position	<u>5,735,106</u>
Total net position - beginning	<u>40,029,104</u>
Total net position - ending	<u><u>\$ 45,764,210</u></u>

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2020

	Governmental Activities Internal Service Funds
Cash flows from operating activities	
Cash received for interfund services provided	\$ 11,192,276
Cash payments for services and supplies	<u>(6,244,359)</u>
Net cash provided by operating activities	<u>4,947,917</u>
Cash flows from noncapital financing activities	
Transfers in from other funds	3,573,561
Transfers out to other funds	<u>(839,088)</u>
Net cash provided by non capital financing activities	<u>2,734,473</u>
Cash flows from capital and related financing activities	
Acquisition of property and equipment	(5,061,387)
Proceeds from sale of capital assets	401,322
Insurance Proceeds	<u>58</u>
Net cash used for capital and related financing activities	<u>(4,660,007)</u>
Net increase in cash and investments	3,022,383
Cash and Investments, January 1, 2020	<u>29,793,820</u>
Cash and Investments, December 31, 2020	<u><u>\$ 32,816,203</u></u>
Reconciliation of operating loss to net cash provided by operating activities:	
Operating income (loss)	\$ 831,701
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation expense	5,483,755
(Increase) decrease in current assets:	
Accounts receivable	124,680
Inventory	(6,306)
Increase (decrease) in current liabilities:	
Accounts payable	(90,913)
Claims payable	<u>(1,395,000)</u>
Total Adjustments	<u>4,116,216</u>
Net cash provided by operating activities	<u><u>\$ 4,947,917</u></u>

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2020

	Arapahoe County Retirement Trust	Custodial Funds
Assets		
Cash and investments	\$ -	\$ 25,606,534
Restricted escrow	-	99,544
Investments:		
Money market funds	5,917,197	-
U.S. Equity securities	100,800,541	-
Real estate investments	69,486,896	-
Fixed income securities	64,895,622	-
Hedge funds	14,587,185	-
International equity	78,260,989	-
Private equity	14,808,365	-
Total cash and investments	<u>348,756,795</u>	<u>25,706,078</u>
Receivables:		
Accounts receivable	-	6,398
Property taxes receivable	-	1,033,339,061
Total receivables	<u>-</u>	<u>1,033,345,459</u>
 Total assets	 <u>348,756,795</u>	 <u>1,059,051,537</u>
 Liabilities		
Accounts payable	153,201	-
Due to other governments and organizations	-	23,800,673
Total liabilities	<u>153,201</u>	<u>23,800,673</u>
 Deferred Inflows of Resources		
Property taxes	-	1,033,339,061
Total deferred inflows of resources	<u>-</u>	<u>1,033,339,061</u>
 Net Position		
Restricted for:		
Pensions	348,603,594	-
Individuals, organizations, and other governments	-	1,911,803
Total net position	<u>\$ 348,603,594</u>	<u>\$ 1,911,803</u>

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended December 31, 2020

	Arapahoe County Retirement Trust	Custodial Funds
Additions		
Contributions:		
Employer	\$ 12,642,439	\$ -
Plan Members	12,628,547	-
Inmate Deposits	-	2,762,240
Total Contributions	<u>25,270,986</u>	<u>2,762,240</u>
Investment earnings:		
Net Appreciation in Fair Value of Investments	30,198,056	-
Interest and Dividends	4,929,171	-
Total Investment Income	<u>35,127,227</u>	<u>-</u>
Investment Expenses	<u>(1,734,283)</u>	<u>-</u>
Net Investment Income	<u>33,392,944</u>	<u>-</u>
Escheat property	-	-
Foreclosure escrow amounts received	-	9,503,573
Collection of taxes and fees for other governments	-	1,322,905,220
Total Additions	<u>58,663,930</u>	<u>1,335,171,033</u>
Deductions		
Benefits to Plan Members	28,439,622	-
Refund of Contributions	2,894,103	-
Administrative Expenses	478,314	-
Foreclosure escrow amounts disbursed	-	9,727,868
Commissary - Sales and Services	-	2,798,016
Payments of Taxes and Fees to Other Governments and Organizations	-	1,322,629,845
Miscellaneous Disbursements	-	546,802
Total Deductions	<u>31,812,039</u>	<u>1,335,702,531</u>
Net Increase (Decrease) in Fiduciary Net Position	26,851,891	(531,498)
Net Position - Beginning **	321,751,703	2,443,301
Net Position - Ending	<u>\$ 348,603,594</u>	<u>\$ 1,911,803</u>

** Restated per GASB Statement 84

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Notes to the Financial Statements
December 31, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Arapahoe County, Colorado (the County) is presented to assist in understanding the County's financial statements. These accounting policies conform to accounting principles generally accepted in the United States of America (US GAAP) as applied to government units; and have been consistently applied in the preparation of the financial statements. The preparation of the financial statements in conformity with US GAAP 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. The following is a summary of the significant accounting policies of the County.

Financial Reporting Entity

Arapahoe County was incorporated under the laws of the State of Colorado in 1902. The County provides a wide range of services to its residents including public safety, highways and streets, parks and open space, conservation, health and social services, public improvements, and general administration. The County is governed by an elected five-member Board of County Commissioners. The Board of County Commissioners serves as the administrative and policy-making body of the County. The primary government of the County includes the activities of six other elected officials – the Assessor, Clerk and Recorder, Coroner, District Attorney, Treasurer, and the Sheriff.

The accompanying financial statements present the financial activities of the County and its component units. The Governmental Accounting Standards Board (GASB) has specified the criteria used in defining the financial reporting entity:

The financial reporting entity consists of the primary government and its component units.

A primary government is any state, general-purpose local or special-purpose government, which meets the following criteria: a) it has a separately elected governing body; b) it is legally separate; and c) it is fiscally independent of other state and local governments. A primary government consists of all the organizations that make up its legal entity. All funds, organizations, institutions, agencies, departments, and offices that are not legally separate are, for financial reporting purposes, part of the primary government.

Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The primary government is financially accountable if it appoints a voting majority of the organization's governing body *and* (1) it is able to impose its will on that organization *or* (2) there is a financial benefit or burden relationship with the primary government. In addition, the primary government may choose to include an organization in the reporting entity that does not meet either of these criteria because the nature and significance of the component unit's relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Blended Component Units

These financial statements present the County (the primary government) and its component units as required by US GAAP. The component units included in the County's reporting entity are reported using the blended and the discretely presented methods as appropriate for each component unit. The blended method reports the financial data of the component unit as part of the primary government. This method is used when any of the following circumstances are met:

- 1) The component unit's governing body is substantively the same as the governing body of the primary government; *and* a) there is a financial benefit or burden relationship between the primary government and the component unit *or* b) management of the primary government has operational responsibility for the component unit.
- 2) The component unit provides services entirely or almost entirely to the primary government.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

3) The component unit's total debt outstanding, including leases, is expected to be repaid entirely or almost entirely with resources of the primary government.

The following entities are included in the financial statements as blended component units based upon meeting the criteria for blending and/or their significant financial and operational relationships to the County:

Arapahoe County Law Enforcement Authority – The Arapahoe County Law Enforcement Authority (ALEA) is a special district that provides law enforcement services in the unincorporated areas of the County. The Board of County Commissioners serves as the Board of the ALEA. The County Sheriff is the Chief Operating Officer. The Arapahoe County Law Enforcement Authority is reported as a Special Revenue Fund.

Arapahoe County Housing Authority – The Arapahoe County Housing Authority (the Authority) supports the improvement of housing conditions and community facilities for low and moderate-income individuals. The Board of County Commissioners serves as the entire board for the Authority. The County has all of the operational responsibilities for the Authority. The Authority is referred to in this Comprehensive Annual Financial Report as the Community Development Fund and is reported as a Special Revenue Fund.

Arapahoe County Recreation District – The Arapahoe County Recreation District (the District) is a special district that provides parks and recreation services in the Southeast part of the urbanized area of the County. The Board of County Commissioners serves as the entire board for the District and therefore makes all decisions controlling the District's activities and finances. The Arapahoe County Recreation District is reported as a Capital Projects Fund.

Arapahoe County Water and Wastewater Public Improvement District - The Arapahoe County Water and Wastewater Public Improvement District (PID) was formed in 2001 to provide capital infrastructure funding for the service district located in the south-central part of the County. In November 2001, the taxpayers within the PID voted to authorize the issuance of \$165,000,000 in General Obligation Bonds to finance water and wastewater projects. The Board of County Commissioners maintains control over operations and fiscal matters since they serve as the *ex officio* Board of Directors for the PID. The Arapahoe County Water and Wastewater Public Improvement District is reported as a Capital Projects Fund.

Arapahoe County Building Finance Corporation – The Arapahoe County Building Finance Corporation (ACBFC) is a not-for-profit corporation that issues certificates of participation for funding the construction of facilities that are leased to the County through a lease purchase agreement. The Board of County Commissioners do not hold positions on the board for the ACBFC; however, the Board of County Commissioners appoints all members of the ACBFC board. The Arapahoe County Building Finance Corporation is reported as a Debt Service Fund.

Arapahoe County Retirement Trust Fund – The Arapahoe County Retirement Trust Fund manages the retirement benefits for County employees. The Arapahoe County Retirement Plan (the Plan) is a single employer defined benefit pension plan established by the County to provide pension benefits for its employees. The Plan is administered by a Retirement Board consisting of five members: the incumbent County Treasurer, two County employees elected by plan members, and two registered electors of the County appointed by the Board of County Commissioners. The five-member Retirement Board reviews information about the County's retirement fund and is responsible for assessing the fund's fiscal health. The Plan is considered part of the County's financial reporting entity and is included as a blended component unit. The Arapahoe County Retirement Trust Fund is reported as a Fiduciary Fund.

Discretely Presented Component Units

Discrete component units are reported in separate columns on the government-wide financial statements to emphasize the legal separation between these organizations and the primary government. The following entities are included in the financial statements as discretely presented component units:

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

Arapahoe County Airport Authority – The Arapahoe County Public Airport Authority (the Authority) is governed pursuant to the provisions of the Colorado Public Airport Authority Act. The Authority was formed for the statutory purposes of acquiring and improving an airport, air navigational facilities, and related facilities and for financing the cost of such acquisitions and improvements. The Authority operates Centennial Airport, which is located in Arapahoe and Douglas Counties.

The Authority is governed by an eight-member board. The board is comprised of three Arapahoe County Commissioners and two additional members who are appointed by the Commissioners. These five members are the full voting board of the Authority. The Authority also includes three non-voting members who are appointed by the Douglas County Board of County Commissioners.

The interrelationship in certain financing arrangements between the County and the Authority has resulted in a financial benefit/burden relationship. The County is legally obligated to assume the responsibility for payment of these financial arrangements in the event of default by the Authority; therefore, the County is financially accountable for the Authority. The Arapahoe County Airport Authority is included as a discrete component unit within the County's financial reporting entity.

Arapahoe County Water and Wastewater Authority – The Arapahoe County Water and Wastewater Authority (ACWWA) is a political subdivision that was created in 1988 pursuant to an intergovernmental agreement between Arapahoe County and the Arapahoe Water and Sanitation District (the District). ACWWA encompasses approximately 5,200 acres and provides water, wastewater, and storm water services to citizens and businesses within the service area to include Arapahoe County and parts of northern Douglas County. Other areas within ACWWA's service area include the Town of Foxfield and a residential subdivision in northwest Elbert County. In addition, ACWWA provides wholesale wastewater treatment services to the Cottonwood Water and Sanitation District in Douglas County.

On February 6, 2002, the County entered into an intergovernmental agreement with the Arapahoe County Water and Wastewater Public Improvement District (PID). The PID was organized in 2001 pursuant to the provisions of the Colorado Revised Statutes Title 30, Article 20, Part 5 for the purpose of constructing certain public improvements to serve customers within and without its jurisdictional boundaries. The Intergovernmental Agreement (IGA) was amended and restated, in part to have the PID replace the District as a party to the IGA. The PID retains ACWWA as its management agency pursuant to this management agreement. In consideration for ACWWA's commitment to provide management service, the PID agreed to issue general obligations bonds, and certify a mill levy on property within the PID at a level sufficient to make the annual debt service payments as identified in the PID's annual capital plan, thus creating a financial benefit/burden relationship between ACWWA and the PID. ACWWA has no statutory authority to levy any taxes to finance the issuance of general obligation debt or for general operations.

A nine-member Board of Directors appointed by the Arapahoe County Board of Commissioners governs ACWWA. Two of the nine members are Board of County Commissioners. These two Board of County Commissioners appoint seven additional members to the Board, creating the nine-member board.

The Arapahoe County Water and Wastewater Authority is presented as a discrete component unit within the County's financial reporting entity. This component unit is separate and distinct from the Arapahoe County Water and Wastewater Public Improvement District (PID).

Arapahoe County 911 Authority – The Arapahoe County 911 Authority Emergency Communications Service Authority was formed in 1987 by an Intergovernmental Agreement (IGA) between Arapahoe County and various cities, towns, and fire protection districts within Arapahoe County. The 911 Authority was formed as a separate legal entity to fund the purchase and maintenance of the 911 network for emergency communication service. The 911 Authority includes all of Arapahoe County, except for the City of Aurora. The 911 Authority covers approximately 712 square miles and serves over 288,000 citizens.

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The 911 Authority is governed by Colorado statutes and the IGA. The Board of Directors for the 911 Authority are appointed to two-year terms by the Arapahoe County Board of County Commissioners pursuant to the IGA. The Board of Directors is comprised of five members: two representatives of the law enforcement community, two representatives from the fire rescue community and one at-large member.

The County provides accounting and treasury services for the 911 Authority although the 911 Authority publishes its own budget. The 911 Authority is included as a discretely presented component unit within the County's financial reporting entity.

Complete financial reports are prepared for these component units with the exception of 911 Authority. All financial information for these entities may be obtained at the following locations.

Arapahoe County Airport Authority
7800 S. Peoria St.
Englewood, CO 80112
www.centennialairport.com

Arapahoe County Water and Wastewater Authority
13031 E. Caley Avenue
Centennial, CO 80111
www.acwwa.org

Arapahoe County 911 Authority
5334 S. Prince St.
Littleton, CO 80120-1136
ace911.colorado.gov

Government-wide and Fund Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the County's finances. These financial statements report information on all of the non-fiduciary activities of the primary government and its component units. The primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The statements included in the government-wide financial statements are:

The **Statement of Net Position** – The Statement of Net Position presents information related to assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the net of all four categories being reported as the County's net position.

The **Statement of Activities** – The Statement of Activities presents information demonstrating the change in net position during the current fiscal year. The Statement of Activities reflects both the direct expenses and net cost of each function of the County's governmental activities. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants, and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each government function is self-financing or draws from the general revenues of the County.

As a rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this rule are taxes and other charges between the functions of the government, which have not been eliminated. Elimination of these charges would distort the direct costs and program revenues reported for the various functions.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
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Separate government-wide and fund financial statements are presented, however, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grant awards and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's internal service funds are charges to the entity for services which include postage, oil and gas, vehicles and insurance, and funding for the replacement of movable capital assets. Operating expenses include administrative expenses, cost of sales and services, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Governmental Funds – Governmental funds are used to account for the County's governmental activities. Governmental fund financial statements are presented using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e., when they are both measurable and available). Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Most grant reimbursements, property taxes, franchise taxes, permits, licenses, and interest associated with the current fiscal year are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal year.

Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, unmatured interest on general long-term debt is recognized when due, and expenditures related to compensated absences and claims and judgments are recognized when the obligations have matured (i.e., expected to be liquidated with expendable available financial resources). Capital asset acquisitions are reported as expenditures in governmental funds.

The County reports the following major governmental funds:

The **General Fund** is the County's primary operating fund. It accounts for all financial resources of the general government, except those that are properly accounted for in another fund.

The **Social Services Fund** is a special revenue fund that administers human services programs under state and federal regulations. This fund accounts for the financial and protective services provided to children, families, and elderly and disabled adults. The Social Services Fund is funded primarily with local property tax as well as funds from other state and federal sources.

The **Grants Fund** is a special revenue fund that is used to account for revenues and expenditures of programs funded by federal, state, and local grant awards.

The **Open Spaces Sales Tax Fund** is a special revenue fund which accounts for the revenues received from the 0.25% sales and use tax originally approved by the voters in 2003 for the acquisition, development, and maintenance of open space, trails, and parks. In 2011, the voters approved the extension of the program to 2023.

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Notes to the Financial Statements (Continued)
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Several grants have been obtained for specific purposes in addition to monies contributed on joint projects by other entities. These monies are restricted by grant documents and contracts to be used solely for these projects.

Additionally, the County reports the following fund types:

The **Internal Service Funds** account for operations that provide services to other departments or agencies of the County on a cost-reimbursement basis. The internal service funds provide services for postage, oil and gas, vehicles, and funding for the replacement of movable capital assets. Self-insurance programs for employee benefits, property, and liability are also accounted for in these funds.

The **Fiduciary Funds** are used to account for resources held for the benefit of outside parties, including other governments. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The fiduciary funds reported by the County include the Retirement Trust Fund and Custodial Funds.

The **Retirement Trust Fund** (the Plan) is a sponsored, single employer defined benefit plan. All permanent, full-time employees of the County are required to become members of the plan.

The **Custodial Funds** are custodial in nature and are used to account for assets that the County holds for others in an fiduciary capacity (e.g., taxes collected by the Clerk and Recorder for the benefit of other governments). The Public Trustee's fund collects fees pertaining to foreclosures and deeds of trust. The Inmate Sentencing Fund holds funds on behalf of inmates.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Net Position or Fund Balances

Cash

All cash within the County reporting entity is deposited with the County Treasurer, except for: cash held for third parties in fiduciary funds, cash held by paying agents in the internal service funds, and cash held by certain discrete and blended component units. For the cash flows statement, cash includes cash-on-hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

The County maintains pooled cash and investments for all funds. Negative cash balances have been reclassified as interfund payables.

Investments

Investments primarily consist of U.S. Treasury and agency obligations, corporate debt securities, and approved money market funds, all recorded at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. Investments for which market quotations are not readily available are valued at their fair values as determined by the custodian under the direction of the plan with the assistance of a valuation service.

Property Taxes

Property taxes are not due and payable until after the assessment year has ended and are not included in the budget or statement of revenues, expenditures, and fund balance of the assessment year. Property taxes are initially recorded as deferred inflows of resources in the year they are levied and measurable. These deferred property tax inflows of resources are recorded as revenue in the year they are collected.

Property taxes are levied on or before December 15th of each year and attach as an enforceable lien on the property on January 1 of the subsequent year. Taxes are payable in full on April 30th or in two installments on February 28th

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and June 17th. The County bills and collects its own property taxes and the taxes for various other entities. Tax collection and distribution to the various taxing entities is done by the 10th of every month following the month of collection by the Treasurer.

Receivables/Payables

All trade and property tax receivables are shown net of an allowance for uncollectible. Property taxes receivable is shown net of an allowance for uncollectible of 1%.

Balances that originate from current lending/borrowing arrangements between funds are referred to as "due to/from other funds." Advances are non-current lending/borrowing between funds. Advances between funds, as reported in the fund financial statements, are shown as nonspendable fund balance in applicable County funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Accounts payable are generally recorded when the obligation is incurred. Debt service and claims and judgments are recorded when they become due.

Inventories and Prepaid Items

Inventories of certain items are valued at cost using a weighted average method for the Grants Fund and Internal Service Funds. The costs of inventories in all other governmental funds are recorded as expenditures when purchased rather than when consumed.

Items recorded as prepaid items in both the government-wide and fund financial statements include certain payments to vendors that reflect costs applicable to future accounting periods.

Capital Assets

Capital assets, which include land, buildings and improvements, furniture and equipment, construction in progress, and infrastructure assets (i.e., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets, other than infrastructure, are defined by the government as assets with an initial individual cost of \$5,000 or more. Such assets are recorded at historical cost. As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. In the case of donations, the government values these capital assets at the acquisition value of the item at the date of its donation.

Capital assets of the primary government, as well as the component units, are depreciated using the straight-line method of depreciation over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>	<u>Assets</u>	<u>Years</u>
Bridges	75	Traffic Signals	30
Storm Drains	75	Land Improvements	25
Roads	40	Leasehold Improvements	20
Buildings and Improvements	40	Furniture and Equipment	20
Wells, Water and Sewer Mains	30	Vehicles	4-5
Treatment Plants	30		

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Notes to the Financial Statements (Continued)
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Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick leave benefits up to certain limits. There is also a policy whereby the County pays the employees, upon termination, for their allowed accumulated leave. Therefore, there is a liability on the government-wide financial statements for this unpaid accumulated leave. When the amount is actually paid upon termination, the expenditure is recorded within the governmental fund. The County also has contractual employment agreements with certain department heads. Some of these contracts contain separation agreements with compensation due at the conclusion of the relationship.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/ expenditure) until then. The County has two items that qualify for reporting in this category. The first item that qualifies is the deferred charge on refunding of bonds reported in the government-wide Statement of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. Deferred pension outflows are the other item that is being presented as a deferred outflow of resources; see Note 14 for the deferred outflows of resources related to pensions.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The County has two types of items that qualify for the reporting in this category. One is for property tax revenue which is considered a deferred inflow of resources in the year the taxes are levied and measurable and are recognized as an inflow of resources in the period they are collected. Deferred pension inflows is the other item that is being presented as a deferred inflow of resources; see Note 14 for the deferred inflows of resources related to pensions.

Some items are considered deferred inflows of resources under the modified accrual basis of accounting and are only reported in the governmental funds. One item that qualifies for reporting in this category is the item *unavailable revenue*. The County reports unavailable revenue from several sources: grants and delinquent property taxes. These amounts are recognized as an inflow of resources in the period the revenue becomes available.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Long-term debt premiums and discounts are amortized over the term of the long-term debt. Long-term debt payable is reported net of the applicable unamortized premiums or discounts. Long-term debt issuance costs are reported as an expense when incurred.

In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs are reported as debt service expenditures.

Fund Balance

In the fund financial statements, governmental funds report fund balance based on the extent to which the County is bound to honor constraints on the specific purpose for which funds can be spent. Fund balance classifications are based on the requirements of GASB Statement No. 54. Classifications are nonspendable, restricted, committed, assigned, and unassigned. Restricted amounts are not available for appropriation because they are legally restricted by an outside party for a specific purpose. Committed funds are funds reserved for a specific

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
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purpose by the Board of County Commissioners; funds cannot be committed or uncommitted without formal action - Board Resolution - by the Board. Assigned funds are assigned by the Board of County Commissioners for a specific purpose. Unassigned is a residual classification within the General Fund. The General Fund should be the only fund that reports a positive unassigned fund balance. For further details on the various fund balance classifications, refer to Note 18.

If both restricted and unrestricted amounts of fund balance are available for use when expenditure is incurred, it is County policy to use restricted amounts first and then unrestricted resources as they are needed. Unrestricted fund balance will be used in the following order: committed, assigned and unassigned.

The Board of County Commissioners has a formal fund balance reserve policy. This policy is adopted through resolution each year for the purpose of maintaining a satisfactory level of unappropriated fund balance reserves in order to insure a continued strong financial position within the County and to conform to the requirements of the Taxpayer's Bill of Rights (TABOR). For this financial report, the amount of the Board reserves that pertains to TABOR has been separated from the total and is considered Restricted as per the definition above. The remaining amount does not meet the GASB Statement No. 54 requirements of a stabilization agreement. Instead, it is considered to be a minimum fund balance policy. Per GASB Statement No. 54, these amounts are required to be reported as part of Unassigned Fund Balance in the General Fund and Assigned Fund Balance in any other funds. The amounts approved by the Board Policy, excluding the TABOR portion, and included in Fund Balance are as follows:

General Fund	\$	22,428,687
Social Services		2,302,481
Arapahoe Law Enforcement Authority		1,539,092
Road & Bridge		2,692,446

Net Position

The County reports restricted net position when constraints placed on resources are (a) externally imposed by creditors, grantors, contributors, laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the government to assess, levy, charge or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation.

Net investment in capital assets is a portion of net position that represents the County's net investment in its capital assets. The portion of net position that is categorized as unrestricted has not been classified as either net investment in capital assets or restricted net position.

Deficit Fund Balance

The following funds had deficit fund balances at December 31, 2020: Community Development Fund (\$43,960), Grants Fund (\$248,230) and the Homeland Security Fund (\$706,074). The revenue to offset a portion of the deficits is currently reported as deferred inflows of resources because it is unavailable but will be recognized as earned revenue as soon as the funds are collected. The remaining balance of any deficits will be covered by other funding sources.

Estimates

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

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Notes to the Financial Statements (Continued)
December 31, 2020

Encumbrance Accounting

The County uses encumbrance accounting as an extension of its budgetary scheme. Encumbrances are recorded when a purchase order or contract is issued. They are reduced when the related expenditure/expense is made. Encumbrances lapse at year-end but may be re-established in the subsequent year if the budget related to the encumbrance is approved by the Board of County Commissioners to be re-appropriated to the subsequent year or if the subsequent year's budget is adequate to cover the amount of the rolled over encumbrance. The County does not restrict any fund balance for encumbrances unless those amounts are restricted for a specific purpose under GASB Statement No. 54 – Fund Balance Reporting and Governmental Fund Type Definitions.

NOTE 2: RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide Statement of Net Position.

The governmental fund Balance Sheet includes a reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide Statement of Net Position. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.” The details of this (\$382,942,590) are as follows:

General Obligation Bonds Payable	\$ (125,760,000)
Less: Net Bond Discount/(Premium)	(4,181,621)
Certificates of Participation Payable	(4,280,000)
Less: Premium on Certificate of Participation	(194,686)
Note Payable	(2,648,383)
Less: Premium on Note Payable	(16,511)
Capital Leases Payable	(11,647,046)
Landfill - Post Closure Costs Payable	(6,515,129)
Compensated Absences	(18,289,694)
Total Long Term Debt	<u>(173,533,070)</u>
Accrued Interest Payable	(474,703)
Net Pension Liability	(208,374,554)
Social Services Advance from State	<u>(560,263)</u>
Net adjustment to reduce fund balance - total governmental funds to arrive at net position - governmental activities	<u><u>\$ (382,942,590)</u></u>

Another element of that reconciliation states, “other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.” The details of this \$2,874,558 are as follows:

Receivables:	
Delinquent Property Taxes	\$ 14,984
Grants	2,763,686
Unavailable Revenue - Other	<u>95,888</u>
Net adjustment to increase total governmental funds to arrive at net position - governmental activities	<u><u>\$ 2,874,558</u></u>

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide Statement of Activities.

The governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances includes a reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide Statement of Activities. One element of that reconciliation explains that "governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this \$557,068 difference are as follows:

Capital Outlay	\$ 25,533,146
Depreciation Expense	(24,976,078)
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	 \$ 557,068

Another element of that reconciliation states that "revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds." The details of this \$2,874,558 difference are as follows:

Earned but Unavailable Revenue:	
Grants	\$ 2,763,686
Delinquent Property Taxes	14,984
Unavailable revenue - other	95,888
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities.	 \$ 2,874,558

Another element of that reconciliation states that "some revenues reported in the governmental funds have been reported in the Statement of Activities in prior periods." The details of this (\$734,065) difference are as follows:

Unavailable Revenue	\$ (734,065)
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities.	 \$ (734,065)

Another element of that reconciliation states that "some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds." The details of this (\$26,697,724) difference are as follows:

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Notes to the Financial Statements (Continued)
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Compensated Absences Expense	\$ (6,020,592)
Pension Expense	(32,698,366)
Employer Contributions	12,642,439
Accrued Interest	(21,378)
Landfill Expense	(599,827)
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities.	<u>\$ (26,697,724)</u>

NOTE 3: LEGAL COMPLIANCE - BUDGETS

Budgets for the General, Special Revenue, Debt Service, and Capital Projects Funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (US GAAP) except for the differences for the General Fund as described in Note 19.

The budgets for the proprietary funds are not adopted on a basis consistent with accounting principles generally accepted in the United States of America (US GAAP), as capital outlay and debt service are budgeted as expenditures and bond proceeds, contributed capital and equity transfers are budgeted as revenues.

Arapahoe County utilizes the encumbrance method of recording commitments related to unperformed contracts for goods and services during the year. Due to the County's integrated accounting and budgetary control system, appropriations are considered to lapse at year-end. Related amounts are re-appropriated in the following year.

On or before August 15th of each year, elected officers, directors and department heads submit revenue estimates and expenditure requests to the Budget Manager, the official charged with organizing an overall County budget for submission to the Board of County Commissioners. On or before August 25th of each year, the County Assessor submits the current total assessed valuations for all taxing entities in the County and the factors needed to compute the statutory property tax revenue limits. The Budget Manager then submits a balanced budget to the Board on or before October 15th.

The Board of County Commissioners posts and publishes notice that the budget has been received and is open for inspection by the public and notice of the date of the scheduled public hearing at which any elector of the County may register an objection to the proposed budget. The budget must be adopted by December 15th of each year.

All property tax mill levies must be certified by the Board of County Commissioners on or before December 22nd of each year. Prior to the beginning of the next fiscal year, the Board of County Commissioners enacts an appropriating resolution to approve the total budget and departmental expenditures. Expenditures for each fund may not legally exceed budgeted expenditures at the individual fund level. By County policy, expenditures in the General Fund cannot exceed the appropriated departmental level. Neither the Board of County Commissioners nor any County officers can expend money for any of the purposes set out in the appropriation resolution in excess of the amount appropriated. The Budget Manager may transfer budget amounts between line items as long as the total budget for the fund or General Fund department is not exceeded. Any revisions to the total appropriation of any fund must be approved by a supplemental appropriation resolution by the Board of County Commissioners. A few supplemental appropriation resolutions were enacted and filed with the Division of Local Government, State of Colorado. Supplemental appropriations for the current year have been approved by the Board of County Commissioners in the following year.

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Notes to the Financial Statements (Continued)
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NOTE 4: CASH, DEPOSITS, INVESTMENTS, AND RESTRICTED ASSETS

A summary of Cash and Investments for the Primary Government and Fiduciary Funds (excluding the Retirement Trust Fund – see Note 14) and discretely presented component units are as follows:

	Primary Government	Discrete Component Units	Fiduciary Funds	Total Reporting Entity
Cash and Investments	\$ 209,010,656	\$ 48,053,362	\$ 25,606,534	\$ 282,670,552
Restricted Cash and Investments	50,624,878	6,855,933	99,544	57,580,355
Total Cash and Investments	\$ 259,635,534	\$ 54,909,295	\$ 25,706,078	\$ 340,250,907
Total Cash Deposits (including CD's)				\$ 87,708,829
Total Investments				252,542,078
Total Cash Deposits and Investments				\$ 340,250,907

Restricted Cash and Investments are recorded for the following purposes:

	Primary Government	Discrete Component Units	Fiduciary Funds	Total Reporting Entity
Debt Reserves	\$ -	\$ 552,500	\$ -	\$ 552,500
Capital Projects	-	5,997,504	-	5,997,504
Legal/Contractual Obligations	50,624,878	305,929	-	50,930,807
Public Trustee Statutory Reserve	-	-	99,544	99,544
Total Restricted Cash and Investments	\$ 50,624,878	\$ 6,855,933	\$ 99,544	\$ 57,580,355

Deposits

Colorado State Statutes, specifically the Public Deposit Protection Act (PDPA) of 1989, require all public monies to be deposited in financial institutions that have been designated as eligible public depositories. Eligible public depositories must pledge eligible collateral for any amounts more than the required Federal Deposit Insurance Corporation (FDIC) amount, as promulgated by the Colorado Division of Banking, having a market value in excess of 102% of the aggregate uninsured public deposits. At December 31, 2020, the County's carrying amount of cash deposits was \$67,789,613. Of the County's bank balances totaling \$109,747,283, \$2,335,239 was covered by FDIC and \$107,412,044 was collateralized under PDPA. The component units' carrying amounts of deposits with banks was \$19,919,216 and the bank balance was \$20,508,834.

Investments

Significant portions of cash in the discretely presented component units and the custodial funds are pooled with primary government cash and then invested in the most advantageous manner to the reporting entity as a whole. It is not possible to determine how much discretely presented component unit cash was invested in a certain way. Therefore, this investment section is presented for the entire reporting entity, including the Custodial Funds.

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Notes to the Financial Statements (Continued)
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Authorized Investments

The County has adopted a formal investment policy that limits the County's investments to investments within the confines of the Colorado Revised Statutes, sections: 30-10-708, 11-10.5-101, 24-75-601, 24-75-603 & 24-75-702. Investments authorized under these statutes include:

- Obligations of the United States and certain U.S. government agency securities and World Bank
- Certain international agency securities
- General obligation and revenue bonds of local government entities
- Bankers' acceptance of certain banks
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts
- Local government investment pools

As of December 31, 2020, the County had the following investments:

Investment Type	Investment Maturities		
	Less than 1 Year	1-5 Years	Total
Primary Government and Custodial Funds:			
U.S. Agency Securities:			
Federal Farm Credit Bank	\$ 10,306,000	\$ 2,128,980	\$ 12,434,980
Federal Home Loan Bank	5,110,900	41,514,970	46,625,870
Federal National Mortgage Association	-	19,283,480	19,283,480
Municipal Agencies (Tennessee Valley Authority)	5,021,400	6,039,330	11,060,730
Local Government Investment Pools	82,374,497	-	82,374,497
Corporate Bonds	-	6,556,560	6,556,560
U.S. Treasury Obligations	6,059,520	33,156,330	39,215,850
U.S. Govt Money Market Funds	32	-	32
Total Primary Government and Custodial Funds	\$ 108,872,349	\$ 108,679,650	\$ 217,551,999
Component Units:			
Local Government Investment Pools	\$ 34,990,079	\$ -	\$ 34,990,079
Total Component Units	\$ 34,990,079	\$ -	\$ 34,990,079
Total Investments	\$ 143,862,428	\$ 108,679,650	\$ 252,542,078

As of December 31, 2020, the County had invested in local government investment pools which include the Colorado Local Government Liquid Asset Trust (COLOTRUST) and the Colorado Surplus Asset Fund Trust (CSAFE). The local government investment pools are investment vehicles which were established for local government entities in Colorado to pool surplus funds. Both pools are like money market funds, with each share valued at \$1.00.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

COLOTRUST offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities, Federal Instrumentality Securities, Agency Securities, Collateralized Bank Deposits, Repurchase Agreements, and Tri-Party Repurchase Agreements. COLOTRUST PLUS+ may also invest in Commercial Paper that, at the time of purchase, is rated in its highest rating category by one or more nationally recognized statistical rating organizations that regularly rate such obligations, and highly rated corporate bonds. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal mechanisms of the pooled funds. The custodian's internal records identify the investments owned by each pool investor. The investment pools are routinely monitored by the Colorado Division of Securities regarding operations and investments. There are no unfunded commitments, the redemption frequency is daily, and there is no redemption notice period. As of December 31, 2020, the County, including component units, had \$34,476,328 invested in COLOTRUST.

As of December 31, 2020, the County, including component units, had \$70,141,667 invested in the Colorado Surplus Asset Fund Trust (CSAFE Cash). CSAFE is an investment vehicle established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements creating and operating CSAFE. Investments in the external investment pool are shown at amortized cost for financial reporting purposes. CSAFE is rated AAAM by Standard and Poor's. Investments of CSAFE are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by participating governments. There are no unfunded commitments, the redemption frequency is daily, and there is no redemption notice period.

As of December 31, 2020 the County, including component units, had \$12,746,581 invested in the Colorado Surplus Asset Fund Trust Core fund (CSAFE Core). CSAFE Core is an investment vehicle established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements creating and operating CSAFE Core. Investments in the external investment pool are shown at net asset value (NAV) for financial reporting purposes. CSAFE Core is rated AAAF by Fitch. Investments of CSAFE Core are limited to those allowed by State statutes. A designated custodial bank provides the safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by participating governments. There are no unfunded commitments, redemptions are limited to three redemptions per month, and there is a 24 hour notification required for redemption.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. Credit risk is measured by the assignment of a rating by a nationally recognized statistical rating organization including Standard & Poor's (S&P), Moody's Investor Service (Moody's) and Fitch Ratings (Fitch). Currently, the County has no formal credit risk policy. The following table displays the ratings for the County's investments at December 31, 2020:

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

Investment Type	S&P AAA	S&P AAA	S&P AA+	S&P N/A	A	Fitch AAAF	Total
Primary Govt and Custodial Funds:							
U.S. Agency Securities:							
Federal Farm Credit Bank	\$ -	\$ -	\$ 12,434,980	\$ -	\$ -	\$ -	\$ 12,434,980
Federal Home Loan Bank	-	-	46,625,870	-	-	-	46,625,870
Federal National Mortgage Association	-	-	19,283,480	-	-	-	19,283,480
Municipal Agencies (Tennessee Valley Authority)	-	-	11,060,730	-	-	-	11,060,730
Local Government Investment Pools	69,627,915	-	-	-	-	12,746,582	82,374,497
Corporate Bonds	-	5,460,850	-	-	1,095,710	-	6,556,560
U.S. Treasury Obligations	-	-	-	39,215,850	-	-	39,215,850
U.S. Govt Money Market Funds	32	-	-	-	-	-	32
Total Primary Govt and Custodial Funds	\$ 69,627,947	\$ 5,460,850	\$ 89,405,060	\$ 39,215,850	\$ 1,095,710	\$ 12,746,582	\$ 217,551,999
Component Units:							
Local Government Investment Pools	\$ 34,990,079	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 34,990,079
Total Component Units	\$ 34,990,079	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 34,990,079
Total Investments	\$ 104,618,026	\$ 5,460,850	\$ 89,405,060	\$ 39,215,850	\$ 1,095,710	\$ 12,746,582	\$ 252,542,078

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County's safekeeping bank must meet the following requirements under the County's investment policy: the purchase and sale of securities and repurchase agreements shall be settled on a delivery versus payment basis, ownership of all securities shall be perfected in the name of the County Treasurer, and sufficient evidence to title shall be consistent with modern investment, banking, and commercial practices. At December 31, 2020, all of the County's investments are held in the name of the County.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment instrument, the greater the sensitivity of its fair value to changes in market interest rates. The County's investment policy maintains that the portfolio is to remain sufficiently liquid to meet all cash requirements that may be reasonably anticipated. One of the ways the County manages its exposure to interest rate risk is by laddering maturities evenly to provide continuous cash flow and liquidity needed for operations. In accordance with its investment policy, the County's investments are limited to maturities not exceeding five years from the date of trade settlement.

Concentration Risk

Concentration risk is the risk of loss attributed to the magnitude of the County's investments in a single issuer. The County's investment policy states that the County shall diversify its investments to avoid incurring unreasonable risks inherent in over-investment in specific instruments, individual financial institutions, or maturities. The County seeks diversification to reduce overall portfolio risk while attaining market rates of return to enable the County to meet its anticipated cash requirements. Investments in any one issuer (other than mutual funds and external investment pools) that represent 5% or more of the County's total investments are as follows:

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

Investment Type	Fair Value	Percent of Investment Portfolio
Municipal Agencies (Tennessee Valley Authority)	\$ 11,060,730	5%
Federal Farm Credit Bank	12,434,980	6%
Federal National Mortgage Association	19,283,480	9%
Federal Home Loan Bank	46,625,870	21%
Treasury Note	39,215,850	18%

As of December 31, 2020, the component units had no investment in one issuer (other than mutual funds and external investment pools) that represents 5% or more of total investments.

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an Investment. All the County's investments, including its holdings in foreign corporate bonds, are denominated in U.S. currency and, therefore, not subject to foreign currency risk.

Fair Value

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices; Level 3 inputs are significant unobservable inputs. The County has the following fair value measurements as of December 31, 2020:

Investment	12/31/2020	Level 1	Level 2
U.S. Agency Securities	\$ 89,405,060	\$ 11,060,730	\$ 78,344,330
U.S. Treasury Obligations	39,215,850	39,215,850	-
Corporate Bonds	6,556,560	-	6,556,560
	<u>135,177,470</u>	<u>\$ 50,276,580</u>	<u>\$ 84,900,890</u>
Amortized Cost:			
Local Government Investment Pools	69,602,430		
U.S. Govt Money Market Funds	32		
	<u>69,602,462</u>		
Net Asset Value (NAV)			
Local Government Investment Pools	12,772,067		
	<u>\$ 217,551,999</u>		

The Component Unit investments include Local Government Investment Pools that have a fair value measurement of \$34,450,843 at net asset value and \$539,236 at amortized cost.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

NOTE 5: INTERFUND RECEIVABLE AND PAYABLE BALANCES AND TRANSFERS

Interfund receivable and payable balances arise due to short-term cash flow needs in certain non-major governmental funds. At December 31, 2020, the balances are as follows:

	Due To	Due From
General Fund	\$ 887,010	\$ -
Non-Major Governmental Funds	-	887,010
Total	\$ 887,010	\$ 887,010

During 2020, the County transferred monies among various funds with the principal being to support the ongoing operations of the receiving fund. The transfers between funds as of December 31, 2020 are as follows:

	Transfers In	Transfers Out
General Fund	\$ 19,990,309	\$ 12,811,306
Social Services Fund	-	25,589
Open Spaces Sales Tax Fund	122,640	18,999
Grant Fund	-	24,704,678
Internal Service Funds	3,573,561	839,088
Non-Major Governmental Funds	22,009,222	7,296,072
Total	\$ 45,695,732	\$ 45,695,732

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

NOTE 6: CAPITAL ASSETS

Primary Government

The capital asset activity for the Arapahoe County primary government as of December 31, 2020 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Transfers</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:					
Capital Assets Not Being Depreciated:					
Land	\$ 46,157,932	\$ -	\$ -	\$ (39)	\$ 46,157,893
Easements	4,322,860	-	-	-	4,322,860
Right of Ways	310,042,780	5,217,368	-	-	315,260,148
Water Rights	51,616,042	-	-	-	51,616,042
Construction in Progress	5,868,408	13,280,484	(5,066,371)	-	14,082,521
Total Capital Assets Not Being Depreciated	<u>418,008,022</u>	<u>18,497,852</u>	<u>(5,066,371)</u>	<u>(39)</u>	<u>431,439,464</u>
Capital Assets Being Depreciated:					
Land Improvements	29,094,955	573,586	2,449,670	-	32,118,211
Buildings	337,312,480	5,256,645	182,646	-	342,751,771
Furniture and Equipment	81,620,575	6,256,254	2,434,055	(3,015,101)	87,295,783
Infrastructure	360,189,730	1,822,587	-	-	362,012,317
Total Capital Assets Being Depreciated	<u>808,217,740</u>	<u>13,909,072</u>	<u>5,066,371</u>	<u>(3,015,101)</u>	<u>824,178,082</u>
Less Accumulated Depreciation:					
Land Improvements	(8,119,493)	(1,566,600)	-	-	(9,686,093)
Buildings	(171,755,112)	(11,038,665)	-	-	(182,793,777)
Furniture and Equipment	(53,391,325)	(9,259,136)	-	3,004,748	(59,645,713)
Infrastructure	(169,158,711)	(8,595,432)	-	-	(177,754,143)
Total Accumulated Depreciation	<u>(402,424,641)</u>	<u>(30,459,833)</u>	<u>-</u>	<u>3,004,748</u>	<u>(429,879,726)</u>
Total Capital Assets Being Depreciated, Net	<u>405,793,099</u>	<u>(16,550,761)</u>	<u>5,066,371</u>	<u>(10,353)</u>	<u>394,298,356</u>
Total Primary Government Capital Assets, Net	<u>\$823,801,121</u>	<u>\$ 1,947,091</u>	<u>\$ -</u>	<u>\$ (10,392)</u>	<u>\$ 825,737,820</u>

Depreciation expense charged to functions/programs of the primary government during the year ended December 31, 2020 as follows:

Governmental Activities

General Government	\$ 8,915,417
Public Safety	7,026,211
Judicial Services	129,097
Health and Welfare	1,303,602
Highways and Streets	8,123,336
Water and Wastewater	3,449,989
Culture and Recreation	1,512,181
Total Governmental Activities Depreciation Expense	<u>\$ 30,459,833</u>

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

Discretely presented component units

Capital asset activity for the 911 Authority for the year ended December 31, 2020 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets Being Depreciated:				
Furniture and Equipment	\$ 1,520,252	\$ 110,739	\$ -	\$ 1,630,991
Total Capital Assets Being Depreciated	1,520,252	110,739	-	1,630,991
Less Accumulated Depreciation:				
Furniture and Equipment	(1,023,400)	(289,453)	-	(1,312,853)
Total Accumulated Depreciation	(1,023,400)	(289,453)	-	(1,312,853)
Total 911 Authority Capital Assets, Net	<u>\$ 496,852</u>	<u>\$ (178,714)</u>	<u>\$ -</u>	<u>\$ 318,138</u>

Capital asset activity for the Arapahoe County Public Airport Authority for the year ended December 31, 2020 was as follows:

	Beginning Balance	Increases	Transfers	Decreases	Ending Balance
Capital Assets Not Being Depreciated:					
Construction in Progress	\$ 2,802,673	\$ 14,240,114	\$ (11,360,433)	\$ -	\$ 5,682,354
Land	21,154,689	-	-	-	21,154,689
Restrictive covenant on land	1,000,000	-	-	-	1,000,000
Total Capital Assets Not Being Depreciated	<u>24,957,362</u>	<u>14,240,114</u>	<u>(11,360,433)</u>	<u>-</u>	<u>27,837,043</u>
Capital Assets Being Depreciated:					
Site Improvements	1,014,026	1,850	-	-	1,015,876
Buildings and Improvements	18,013,475	16,352	10,657,475	(19,682)	28,667,620
Runways, Taxiways and Ramps	59,701,229	-	147,384	-	59,848,613
Furniture and Equipment	8,902,706	250,993	555,574	(123,771)	9,585,502
Total Capital Assets Being Depreciated	<u>87,631,436</u>	<u>269,195</u>	<u>11,360,433</u>	<u>(143,453)</u>	<u>99,117,611</u>
Less Accumulated Depreciation:					
Site Improvements	(694,164)	(25,462)	-	-	(719,626)
Buildings and Improvements	(15,952,500)	(420,597)	-	17,051	(16,356,046)
Runways, Taxiways and Ramps	(38,198,062)	(3,604,444)	-	-	(41,802,506)
Furniture and Equipment	(6,813,683)	(688,397)	-	121,320	(7,380,760)
Total Accumulated Depreciation	<u>(61,658,409)</u>	<u>(4,738,900)</u>	<u>-</u>	<u>138,371</u>	<u>(66,258,938)</u>
Total Capital Assets Being Depreciated, Net	<u>25,973,027</u>	<u>(4,469,705)</u>	<u>11,360,433</u>	<u>(5,082)</u>	<u>32,858,673</u>
Total Airport Authority Capital Assets, Net	<u>\$ 50,930,389</u>	<u>\$ 9,770,409</u>	<u>\$ -</u>	<u>\$ (5,082)</u>	<u>\$ 60,695,716</u>

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

Capital Asset Activity for the Arapahoe County Water and Wastewater Authority for the year ended December 31, 2020 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets Not Being Depreciated:				
Land	\$ 2,064,250	\$ -	\$ -	\$ 2,064,250
Water rights	89,293,405	-	-	89,293,405
Construction in progress	18,865,883	16,568,310	(5,869,317)	29,564,876
Total Capital Assets Not Being Depreciated	<u>110,223,538</u>	<u>16,568,310</u>	<u>(5,869,317)</u>	<u>120,922,531</u>
Capital Assets Being Depreciated:				
Water system	64,393,356	5,984,810	(17,600)	70,360,566
Sewer system	16,495,831	61,961	(22,083)	16,535,709
Water rights	37,816,585	-	-	37,816,585
Building, equipment and projects	3,924,376	55,712	-	3,980,088
Total Capital Assets Being Depreciated	<u>122,630,148</u>	<u>6,102,483</u>	<u>(39,683)</u>	<u>128,692,948</u>
Less Accumulated Depreciation:				
Site Improvements	(21,167,160)	(2,026,133)	17,600	(23,175,693)
Buildings and Improvements	(12,897,666)	(641,711)	22,083	(13,517,294)
Runways, Taxiways and Ramps	(1,951,414)	(151,266)	-	(2,102,680)
Furniture and Equipment	(3,563,588)	(50,597)	-	(3,614,185)
Total Accumulated Depreciation	<u>(39,579,828)</u>	<u>(2,869,707)</u>	<u>39,683</u>	<u>(42,409,852)</u>
Total Capital Assets Being Depreciated, Net	<u>83,050,320</u>	<u>3,232,776</u>	<u>-</u>	<u>86,283,096</u>
Total Airport Authority Capital Assets, Net	<u>\$ 193,273,858</u>	<u>\$ 19,801,086</u>	<u>\$ (5,869,317)</u>	<u>\$207,205,627</u>

NOTE 7: DEFERRED INFLOWS OF RESOURCES – UNAVAILABLE REVENUE

Under both the accrual and modified accrual basis of accounting, revenue may be recognized only when earned. Therefore, the government-wide Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time.

Under the modified accrual basis of accounting, it is not enough that revenue has been earned if it is to be recognized in the current period. Revenue must also be susceptible to accrual (i.e., measurable and available to finance expenditures of the current period). Governmental funds report deferred inflows of resources in connection with receivables for revenues not considered available to liquidate liabilities of the current period. The County considers revenues available if they are collected within 60 days after year-end. At December 31, 2020, items considered unavailable to finance expenditures of the current fiscal period totaled \$2,874,558.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

NOTE 8: CAPITAL COMMITMENTS

The County has contractual commitments for capital construction projects, capital asset purchase contracts, information technology and communication services, professional services, rent and other services as of December 31, 2020. These encumbrances are re-appropriated against the subsequent year's budget. The amount of these commitments re-appropriated at year end was:

Fund	Amount
General Fund	\$ 2,497,245
Social Services	213,005
Open Spaces Sales Tax	42,726,843
Nonmajor Governmental	36,205,079
Total Governmental Funds	81,642,172
Central Services	4,894,209
Self-Insurance Liability Fund	18,144
Total Internal Service Funds	4,912,353
Grand Total	\$ 86,554,525

Developers contribute funds to the County to help pay for County infrastructure costs related to their developments. The contributions are recorded as revenue in the capital project funds. These infrastructure projects are typically completed after the contributions are received and recorded as revenue. The probability that the County will ultimately fail to complete a project for which a developer has contributed funds is remote and does not justify the recording of a liability in the financial statements. During 2020, \$1,940,073 was contributed to the County by developers and is recorded as revenue for which development improvement projects must be completed by the County in the future.

NOTE 9: DEFERRED COMPENSATION PLANS

The County offers its employees an opportunity to participate voluntarily in a deferred compensation plan. This plan, created in accordance with Internal Revenue Code Section 457, is maintained by a third-party administrator, International City Management Association Retirement Corporation (ICMA-RC). The plan permits employees to defer a portion of their salary until future years. In 2020, employees could voluntarily elect to have amounts withheld from their compensation up to age of 50 to \$19,500 per year and above the age of 50 to \$26,000 per year. The amounts withheld are deposited to each participant's account, according to each participant's investment direction, making the plan funded. The deferred compensation balance is not available to employees until termination, retirement, death, or an unforeseeable emergency.

In accordance with GASB Statement No. 32, Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans, the County established trusts to hold the assets of the plans' and modified the documents to state that the plan is "held in trust for the exclusive benefit of participants and their beneficiaries." As such, the plans' assets are not the property and right of the County, and therefore, are not reflected in the government-wide financial statements of the County.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

NOTE 10: CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the year ended December 31, 2020 is as follows:

Governmental Activities	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
General obligation bonds payable - Direct Borrowings and Direct Placements					
ACWWA PID 2012 Refunding Bonds	\$ 50,270,000	\$ -	\$ 2,065,000	\$ 48,205,000	\$ 2,330,000
ACWWA PID 2015 Refunding Bonds	25,350,000	-	130,000	25,220,000	135,000
ACWWA PID 2019 Refunding Bonds	53,120,000	-	785,000	52,335,000	625,000
2012 Series Premium	884,197	-	107,563	776,634	101,522
2015 Refunding Premium	216,553	-	215,070	1,483	1,483
2019 Refunding Premium	3,630,094	-	226,590	3,403,504	241,452
Total Bonds Payable	133,470,844	-	3,529,223	129,941,621	3,434,457
Notes payable - Direct Borrowings and Direct Placements					
ACWWA PID - 2006	3,859,703	-	1,211,320	2,648,383	1,288,404
Premiums/Discounts	31,182	-	14,671	16,511	10,909
Total Notes Payable	3,890,885	-	1,225,991	2,664,894	1,299,313
Certificates of participation payable - Direct Borrowings and Direct Placements					
2015 Refunding of 2006 COP	8,335,000	-	4,055,000	4,280,000	4,280,000
Premiums/Discounts	594,412	-	399,726	194,686	194,687
Total Certificates of Participation Payable	8,929,412	-	4,454,726	4,474,686	4,474,687
Capital leases:					
Parkland	1,439,162	-	171,600	1,267,562	173,907
Lima Ridge	6,457,311	-	464,251	5,993,060	485,580
Fairgrounds Expansion Project	4,805,024	-	418,600	4,386,424	431,276
Total Capital Leases	12,701,497	-	1,054,451	11,647,046	1,090,763
Landfill - Post closure costs payable	5,915,302	800,552	200,725	6,515,129	220,862
Compensated absences	12,269,102	14,799,465	8,778,871	18,289,696	1,703,538
Total Long-term Liabilities	\$ 177,177,042	\$ 15,600,017	\$ 19,243,987	\$ 173,533,072	\$ 12,223,620

The Arapahoe County Water and Wastewater Public Improvement District (PID) Bonds are paid out of a Capital Projects Fund. All other General Long-Term Debt (except compensated absences) is paid for out of the Debt Service Funds. The County will liquidate compensated absences in the General, Social Services, Arapahoe Law Enforcement Authority District, Arapahoe/Douglas Works, Road & Bridge, Sheriff's Commissary, Housing and Community Development, Grant and Open Spaces Sales Tax Funds, Homeland Security, and Recreational District.

Arapahoe County government has Outstanding General Obligation Bonds, Notes Payable, and Certificates of Participation from direct borrowings and direct placements related to governmental activities totaling \$132,688,383. The primary source of revenues for repayment of direct borrowings and direct placements of debt are the ad valorem taxes levied against property within the County and District.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

Governmental Activities (Direct Borrowings and Direct Placements)								
	Bonds		Notes Payable		Certificates of Participation		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 3,090,000	\$ 4,087,924	\$ 1,288,404	\$ 112,088	\$ 4,280,000	\$ 107,000	\$ 8,658,404	\$ 4,307,012
2022	3,285,000	3,980,025	1,359,979	20,121	-	-	4,644,979	4,000,146
2023	4,840,000	3,867,475	-	-	-	-	4,840,000	3,867,475
2024	5,065,000	3,704,263	-	-	-	-	5,065,000	3,704,263
2025	5,305,000	3,533,175	-	-	-	-	5,305,000	3,533,175
2026-2030	30,390,000	14,793,076	-	-	-	-	30,390,000	14,793,076
2031-2035	35,425,000	9,164,781	-	-	-	-	35,425,000	9,164,781
2036-2039	38,360,000	2,710,650	-	-	-	-	38,360,000	2,710,650
	<u>\$ 125,760,000</u>	<u>\$ 45,841,369</u>	<u>\$ 2,648,383</u>	<u>\$ 132,209</u>	<u>\$ 4,280,000</u>	<u>\$ 107,000</u>	<u>\$ 132,688,383</u>	<u>\$ 46,080,578</u>

Regarding terms specified in debt agreements related to significant (1) events of default with finance-related consequences, (2) termination events with finance-related consequences, and (3) subjective acceleration clauses, the following points are noted for Bonds, Notes Payable, and Certificates of Participation:

- In each Bond, there are no provisions for acceleration of maturity of the principal of the Bonds in the event of a default in the payment of the principal of or interest on the Bonds. Consequently, remedies available to the owners of the Bonds may have to be enforced from year to year. Upon an event of default under the Bond Resolutions are in many respects dependent upon judicial actions which are often subject to discretion and delay under existing constitutional and statutory law and judicial decisions, including specifically the United State Bankruptcy Code. The various legal opinions to be delivered concurrently with the delivery of the Bonds will be qualified as to enforceability of the various legal instruments by limitations imposed by bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights generally and by equitable principles, whether considered at law or in equity (related to direct borrowing/direct placement for governmental activities).
- For Notes Payable, whenever an event of default the Authority shall have the right to take or to direct the Trustee to take any action permitted or required pursuant to the Loan Agreement and to take whatever other action at law or in equity may appear necessary or desirable to collect the amounts then due and thereafter to become due hereunder or to enforce the performance and observance of any duty, covenant, obligation or agreement.
- For Certificates of Participation (COP), if the Lease is not renewed because Event of Non-appropriation has occurred or is terminated because an Event of Default has occurred, the County is required to vacate or surrender possession of the Leased Property (a) by the end of the forty-fifth day of the fiscal year in respect of which an Event of Non-appropriation occurs; or (b) within 30 days after notice by the Trustee, in the case of an Event of Default. The County may also terminate the Lease because of certain events such as damage, destruction and condemnation.

The County has no lines of credit.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

Bonds

Arapahoe County Water and Wastewater Public Improvement District Series 2012 Refunding Bonds

On September 27, 2012, the Arapahoe County Water & Wastewater Public Improvement District issued General Obligation Refunding Bonds in the amount of \$59,020,000 to refund the Arapahoe County Water & Wastewater Public Improvement District 2002 Series A & B Bonds. The fixed interest rates of these bonds range from 2.25% to 4.00%.

The refunding of the Arapahoe County Water & Wastewater Public Improvement District 2002 Series A & B Bonds resulted in a deferred outflow of resources of \$489,431 as of December 31, 2020 and amortized over the life of the new (refunding) debt. Future debt payments are as follows:

Date	Principal	Interest	Total
2021	\$ 2,330,000	\$ 1,388,025	\$ 3,718,025
2022	2,585,000	1,318,125	3,903,125
2023	2,865,000	1,240,575	4,105,575
2024	3,130,000	1,176,113	4,306,113
2025	3,415,000	1,101,775	4,516,775
2026-2030	22,195,000	3,861,150	26,056,150
2031-2032	11,685,000	532,500	12,217,500
Total	<u>\$ 48,205,000</u>	<u>\$ 10,618,263</u>	<u>\$ 58,823,263</u>

Arapahoe County Water and Wastewater Public Improvement District General Obligation Refunding Bonds, Series 2015

On June 23, 2015, the Arapahoe County Water & Wastewater Public Improvement District issued General Obligation Refunding Bonds, Series 2015 in the amount of \$25,930,000 with fixed interest rates ranging from 2% to 5%.

The refunding of the Arapahoe County Water & Wastewater Public Improvement District Series 2005 Bonds resulted in a deferred outflow of resources of \$27,674 as of December 31, 2020 and amortized over the life of the new (refunding) debt. Future debt payments are as follows:

Date	Principal	Interest	Total
2021	\$ 135,000	\$ 999,556	\$ 1,134,556
2022	135,000	992,806	1,127,806
2023	1,380,000	986,056	2,366,056
2024	1,320,000	917,056	2,237,056
2025	1,020,000	851,056	1,871,056
2026-2030	3,110,000	3,720,207	6,830,207
2031-2035	18,120,000	2,731,375	20,851,375
Total	<u>\$ 25,220,000</u>	<u>\$ 11,198,112</u>	<u>\$ 36,418,112</u>

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Notes to the Financial Statements (Continued)
December 31, 2020

Arapahoe County Water and Wastewater Public Improvement District (ACWW PID) General Obligation Refunding Bonds, Series 2019

On December 19, 2019, ACWW PID issued \$53,120,000 of General Obligation Refunding Bonds, Series 2019, with interest rates ranging from 2.125% to 5.00% to refund the outstanding Refunding Bonds, Series 2009 A & B Bonds. As a result, the Series 2009 A & B bonds are defeased, and the related liability for the Series 2009 A & B bonds has been removed from the County's liabilities.

The current refunding of the ACWW PID Series 2009 A & B Bonds resulted in a deferred outflow resources of \$63,838 as of December 31, 2020 that is required by GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, to be amortized over the life of the new debt. Future debt payments are as follows:

Date	Principal	Interest	Total
2021	\$ 625,000	\$ 1,700,343	\$ 2,325,343
2022	565,000	1,669,094	2,234,094
2023	595,000	1,640,844	2,235,844
2024	615,000	1,611,094	2,226,094
2025	870,000	1,580,344	2,450,344
2026-2030	5,085,000	7,211,719	12,296,719
2031-2035	5,620,000	5,900,906	11,520,906
2036-2039	38,360,000	2,710,650	41,070,650
Total	<u>\$ 52,335,000</u>	<u>\$ 24,024,994</u>	<u>\$ 76,359,994</u>

Notes Payable

Arapahoe County Water and Wastewater Public Improvement District 2006 Colorado Water Resources and Power Development Authority Drinking Water Fund Long-term Note Payable

The Arapahoe County Water and Wastewater Public Improvement District entered into a long-term note payable with the Colorado Water Resources and Power Development Authority on November 1, 2006. This long-term note payable financed a joint water purification project being constructed with the Cottonwood Water and Sanitation District, including production wells, a pumping station and transmission pipelines. The note was for \$16,049,975 with an average interest rate of 4.075%. Future debt payments are as follows:

Date	Principal	Interest	Total
2021	\$ 1,288,404	\$ 112,088	\$ 1,400,492
2022	1,359,979	20,121	1,380,100
Total	<u>\$ 2,648,383</u>	<u>\$ 132,209</u>	<u>\$ 2,780,592</u>

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

Certificates of Participation

All Certificates of Participation are paid from a debt service fund.

2015 COP Refunding

On December 9, 2015, the County issued Refunding Certificates of Participation, Series 2015 in the amount of \$23,010,000 with fixed interest rates ranging from 2% to 5%.

The refunding of the Certificate of Participation Series 2006 resulted in a deferred outflow of resources loss of \$27,484 as of December 31, 2020 and amortized over the life of the new (refunding) debt. Future debt payments are as follows:

Date	Principal	Interest	Total
2021	\$ 4,280,000	\$ 107,000	\$ 4,387,000
Total	<u>\$ 4,280,000</u>	<u>\$ 107,000</u>	<u>\$ 4,387,000</u>

Capital Leases

The following leases qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of future minimum lease payments as of the inception date.

Parkland Lease Purchase - Zions First National Bank

The County entered into a lease purchase agreement with Zions First National Bank on November 15, 2007. The lease financed the purchase of park and open space land in the Dove Valley subdivision adjacent to the Arapahoe Community Park.

The gross assets acquired under the lease were \$2,600,000. This is a land purchase and not subject to depreciation.

Payments of \$169,323 including principal and interest accruing at 0.347%, are due semi-annually.

The future minimum lease obligations and the net present value of these minimum lease payments are as follows:

Date	Principal	Interest	Total
2021	\$ 173,907	\$ 4,248	\$ 178,155
2022	176,245	3,643	179,888
2023	178,614	3,029	181,643
2024	181,016	2,407	183,423
2025	183,450	1,777	185,227
2026-2027	374,330	1,629	375,959
Total	<u>\$ 1,267,562</u>	<u>\$ 16,733</u>	<u>\$ 1,284,295</u>

Lima Ridge Lease Purchase

The County entered into a lease agreement with Banc of America Public Capital Corp. on May 19, 2011. The lease financed the purchase of the Lima Ridge Professional Center located at 6924 South Lima Street, Centennial, Colorado.

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Notes to the Financial Statements (Continued)
December 31, 2020

The gross assets purchased with the lease proceeds is \$9,650,000. The accumulated depreciation is \$4,117,366 with a net book value of \$5,532,634. The depreciation expense was \$261,329 for the year ended December 31, 2020.

Payments including principal and interest accrue at 4.5% and are due in monthly installments from May 2011 through December 2030.

The future minimum lease obligations and the net present value of these minimum lease payments are as follows:

Date	Principal	Interest	Total
2021	\$ 485,580	\$ 259,754	\$ 745,334
2022	507,887	237,446	745,333
2023	531,219	214,114	745,332
2024	555,623	189,710	745,333
2025	581,149	164,185	745,334
2026-2030	3,331,602	395,066	3,726,668
Total	<u>\$ 5,993,060</u>	<u>\$1,460,275</u>	<u>\$ 7,453,335</u>

Fairgrounds Expansion Project Lease Purchase

On August 12, 2014, the County entered into a lease agreement with JPMorgan Chase Bank, N.A., to finance the expansion of the west side of the County Fairgrounds exhibition hall and to construct an outdoor horse arena for equestrian and livestock events.

The total lease purchase was \$9,443,393, of which \$2,722,849 was used to refinance the lease for the District Attorney's Office Building. The remaining \$6,720,544 is being used to finance the Fairgrounds Expansion Project.

The gross assets purchased in 2014 with the lease proceeds is \$6,649,786. The accumulated depreciation is \$918,004 with a net book value of \$5,731,782. The depreciation expense was \$229,501 for the year ended December 31, 2020.

Semi-annual payments are due for the period August 2014 through August 2029. The average interest rate is 2.84% per annum.

The future minimum lease obligations and the net present value of these minimum lease payments are as follows:

Date	Principal	Interest	Total
2021	\$ 431,276	\$ 128,624	\$ 559,900
2022	444,336	115,564	559,900
2023	457,792	102,108	559,900
2024	471,655	88,245	559,900
2025	485,937	73,963	559,900
2026-2029	2,095,428	144,173	2,239,601
Total	<u>\$ 4,386,424</u>	<u>\$ 652,677</u>	<u>\$ 5,039,101</u>

Landfill – Post-Closure Costs

The County previously owned and operated a landfill. This landfill was closed in 1987 and is no longer in operation. The County shares remedial action expenses with Waste Management Inc. with the County responsible for 75%. Each year, Waste Management bills the County when actual costs have been determined. The County's cost for 2018 was \$269,377 (paid in 2019) and \$169,021 for 2019 (paid in 2020). When the landfill was closed in 1987, the State

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

Department of Public Health and Environment placed the landfill on a 30-year monitoring program. After 30 years, provided all testing was satisfactory, the County would no longer be liable for ongoing monitoring costs. During 2017, the original 30-year monitoring program ended, and the State Department of Public Health and Environment re-evaluated the landfill and placed the landfill on another 30-year monitoring program. Therefore, the best estimate of liability is \$6,515,129 as of December 31, 2020, with \$220,862 being payable within one year. However, the actual post-closure costs may be higher or lower due to inflation/deflation and changes in technology or in applicable laws and regulations. This amount is recorded as a long-term liability on the government-wide financial statements as of December 31, 2020.

NOTE 11: DISCRETELY PRESENTED COMPONENT UNIT DEBT

Details of the debt for each of the component units can be found in their individual financial statements. Following is a discussion of the debt that is particularly relevant to the relationship between the component unit and the Primary Government.

Arapahoe County Public Airport Authority

Long-term liability activity for the year ended December 31, 2020, is as follows:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Notes Payable	\$ 7,285,930	\$ -	\$ 731,922	\$ 6,554,008	\$ 750,220
Total Long-term Liabilities	<u>\$ 7,285,930</u>	<u>-</u>	<u>\$ 731,922</u>	<u>\$ 6,554,008</u>	<u>\$ 750,220</u>

Note Payable

In 2018, the Authority obtained a loan in the amount of \$8,000,000 in order to finance construction of an aviation community and administrative facility. The loan bears interest at the rate of 2.5% on the unpaid balance, compounded annually. The Authority is making 10 annual installments in the amount of \$914,070. The loan is secured with loan proceeds from financing a building. The outstanding balance as of December 31, 2020 is \$6,554,008.

Commitments and Contingencies - Rental Agreements

The Authority has operating rental agreements with fixed base operators and subleases for rental of land and buildings owned by the Authority. These agreements stipulate that upon termination, title of any leasehold improvements will pass to the Authority. The following is an estimate, by year, of minimum future rental revenue under these agreements:

Year	Amount
2021	\$ 2,404,432
2022	2,384,133
2023	2,409,804
2024	2,436,222
2025	2,463,409
Thereafter	139,136,948
	<u>\$ 151,234,948</u>

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

Revenues under these leases amounted to \$3,110,834 during 2020. Included in this amount are a percentage of revenue fees associated with these leases.

The Authority has entered into lease agreements with the FAA to lease approximately 2,100 square feet of the Authority's tower and approximately 2,300 square feet of the Authority's administrative office building. The tower lease had an expiration date of July 9, 2006. The FAA did not exercise the option to purchase the tower. The lease was renegotiated in 2006 at an amount equivalent to the tower repairs and maintenance and expired September 30, 2015. The lease extension is currently in negotiation. The office space lease expired on September 30, 2020. The Authority entered into a new lease agreement with the FAA to lease approximately 4,050 square foot of the Authority's administrative office building commencing on December 1, 2020. Rental income under these leases amounted to \$151,108 and \$146,725 during 2020 and 2019, respectively. The earning stream from these agreements is included in the amounts disclosed above.

Arapahoe County Water and Wastewater Authority (ACWWA)

ACWWA's long-term liabilities consisted of the following for the year ended December 31, 2020:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Series 2012 Revenue Bonds	\$ 3,385,000	\$ -	\$ 1,105,000	\$ 2,280,000	\$ 1,130,000
Series 2016 Revenue Bonds	14,510,000	-	435,000	14,075,000	450,000
2016 Bond Premium	1,745,592	-	125,433	1,620,159	-
Series 2017 Revenue Bonds	12,540,000	-	130,000	12,410,000	130,000
2017 Bond Premium	1,050,736	-	75,502	975,234	-
Series 2019 Revenue Bonds	71,485,000	-	1,635,000	69,850,000	1,750,000
2019 Bond Premium	11,684,247	-	586,657	11,097,590	-
CWCB note payable	-	2,228,827	-	2,228,827	-
Total Bonds Payable	116,400,575	2,228,827	4,092,592	114,536,810	3,460,000
Compensated Absences	384,344	328,849	329,043	384,150	384,150
Total Long-term Liabilities	<u>\$ 116,784,919</u>	<u>\$ 2,557,676</u>	<u>\$ 4,421,635</u>	<u>\$ 114,920,960</u>	<u>\$ 3,844,150</u>

Series 2012 Revenue Refunding Loan

On October 18, 2012, ACWWA refunded the Series 2009B Revenue Bonds and entered into a loan agreement with Colorado State Bank and Trust, dated October 18, 2012, in the amount of \$5,525,000. Principal and interest payments are due June 1 and December 1 in varying amounts through December 1, 2022, with a fixed interest rate of 2.16%. In accordance with the Trust Indenture, as of December 31, 2020, \$553,453 was held in reserves.

Series 2016 Revenue Refunding Bonds

On October 4, 2016, ACWWA issued \$16,475,000 of Revenue Refunding Bonds, Series 2016, with interest rates ranging from 2.00% to 4.00% to refund the outstanding Refunding Bonds, Series 2006. As a result, the 2006 bonds have been removed from ACWWA's liabilities. The purpose of this refunding was to reduce its total debt service payments over the next six years by \$3,392,816 and to realize an economic gain of \$3,040,287. Principal and interest are due June 1 and December 1 in varying amounts through December 1, 2033.

Series 2017 Revenue Refunding Bonds

On August 22, 2017, ACWWA issued \$12,720,000 of Revenue Refunding Bonds, Series 2017, with interest rates ranging from 2.00% to 4.00% to refund the outstanding Refunding Bonds, Series 2007. As a result, the 2007 refunding bonds are defeased, and the related liabilities for the Series 2007 bonds have been removed from

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

ACWWA's liabilities. The purpose of this refunding was to reduce its total debt service payments over the term of the bonds by \$2,440,100 and to realize an economic gain of \$2,345,844. Principal and interest are due June 1 and December 1 in varying amounts through December 1, 2033.

Series 2019 Revenue Refunding Bonds

On October 22, 2019, ACWWA issued \$71,485,000 of Revenue Refunding Bonds, Series 2019, with interest rates ranging from 4.00% to 5.00% to refund the outstanding Refunding Bonds, Series 2009A. As a result, the 2009A revenue bonds are defeased, and the related liability for the Series 2009A bonds has been removed from ACWWA's liabilities. The purpose of this refunding was to reduce its total debt service payments over the term of the bonds by \$15,451,417 and to realize an economic gain of \$12,497,890. Principal and interest payments are due June 1 and December 1 in varying amounts through December 1, 2039.

Pledged Revenue and Debt Coverage Requirements

Over the years, ACWWA has issued revenue bonds with certain pledged revenues as collateral, certain debt coverage requirements, and various covenants in which ACWWA's management believes that ACWWA is in compliance.

ACWWA's long-term liabilities will mature as follows:

Date	Principal	Interest	Total
2021	\$ 3,460,000	\$ 4,042,048	\$ 7,502,048
2022	4,155,000	3,911,440	8,066,440
2023	3,755,000	3,752,700	7,507,700
2024	3,930,000	3,583,300	7,513,300
2025	4,085,000	3,423,950	7,508,950
2026-2030	23,370,000	14,177,900	37,547,900
2031-2035	28,630,000	8,903,900	37,533,900
2036-2039	27,230,000	2,782,400	30,012,400
Total	<u>\$ 98,615,000</u>	<u>\$ 44,577,638</u>	<u>\$ 143,192,638</u>

Colorado Water Conservation Board Note Payable

In August 2020, ACWWA entered into an agreement with the Colorado Water Conservation Board for a loan in the amount of \$2,525,000 to be used for the Chambers Reservoir Line Rehabilitation project. The loan agreement calls for an interest rate of 1.9% payable over a period of 20 years. A formal amortization schedule will be developed, and the note will begin payments upon project completion, which is expected to occur in 2021. ACWWA has drawn \$2,228,827 of the loan proceeds, which is included in long-term notes payable at December 31, 2020.

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Notes to the Financial Statements (Continued)
December 31, 2020

NOTE 12: OPERATING LEASES

The County leases office facilities under non-cancelable operating leases. The following is a summary of the County's future obligations for operating leases:

City Center Market Place	
2021	189,037
2022	197,256
2023	205,475
2024	213,694
2025	221,913
2026	230,132
	<u>\$ 1,257,507</u>

Rent expense for 2020 was \$177,393.

NOTE 13: SELF-INSURANCE PLANS

Self-Insurance Liability Plan - In 1982, Arapahoe County established a self-insurance plan to provide liability and property coverage for County assets and operations. The plan is administered by the County. When appropriate, the County utilizes third-party consultants and attorneys to handle bodily injury claims and certain other claims. Excess insurance is maintained that limits the County's liability to certain levels depending on the nature of the claim. The Plan is not part of a public entity risk pool. The estimated liability claims were determined by an actuarial analysis of current claims and an estimate of incurred but not reported (IBNR) claims at December 31, 2020. This plan is an internal service fund.

Self-Insurance Worker's Compensation Plan – In 1990, the County established a self-insurance plan to pay losses from worker's compensation claims. The County administers the plan; however, the County utilizes third-party consultants, attorneys and service providers in the administration of the plan. Excess insurance coverage is maintained to limit the loss of any individual claim. The plan assesses other funds for estimates of current claims based on historical claims. The Plan is not part of a public entity risk pool. The estimated claim liability at December 31, 2020 was determined by an actuarial analysis. The actuarial analysis includes estimated costs of known claims and estimates of incurred but not reported (IBNR) claims. This plan is an internal service fund.

Self-Insurance Dental Plan - This fund was originally established on January 1, 1986 and included both medical and dental plans. A decision was made in 1991 to discontinue the County plan for medical insurance effective January 1, 1992. The County continued the self-insured dental plan. The County's Human Resource Department administers the Self-Insurance Dental Plan; however, the County utilizes a third-party consultant to assist with administering the Plan. Dental claims, as well as administrative costs, are paid directly out of this fund, which is funded by contributions made by the County and its employees. All claims are reviewed and approved for payment by Delta Dental, in accordance with their administrative services agreement with the County. The County's plan is fully self-insured with the County assuming all liability risks. The Plan is not part of a public entity risk pool. The estimated claim liability at December 31, 2020 was determined by an actuarial analysis. The actuarial analysis includes estimated costs of known claims and estimates of incurred but not reported (IBNR) claims. This plan is an internal service fund.

The County employs a full-time Risk Manager to oversee all aspects of the County's insurance needs and to assess the County's potential liabilities. The following table displays the change in the balances of the claim's liabilities:

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

	Liability	Worker's Comp	Dental	Total
Unpaid Claims, January 1, 2019	\$ 1,444,000	1,655,000	65,500	\$ 3,164,500
Incurred Claims (including IBNR)	757,130	2,245,372	1,456,785	4,459,287
Claim Payments	(971,130)	(1,730,372)	(1,455,285)	(4,156,787)
Unpaid Claims, December 31, 2019	1,230,000	2,170,000	67,000	3,467,000
Incurred Claims (including IBNR)	(28,178)	163,339	1,329,432	1,464,593
Claim Payments	(601,822)	(933,339)	(1,324,432)	(2,859,593)
Unpaid Claims, December 31, 2020	<u>\$ 600,000</u>	<u>\$ 1,400,000</u>	<u>\$ 72,000</u>	<u>\$ 2,072,000</u>
Claims Expected to be Paid in 2021	\$ 184,000	\$ 420,000	\$ 72,000	\$ 676,000
Claims Expected to be Paid after 2021	416,000	980,000	-	1,396,000
Unpaid Claims, December 31, 2020	<u>\$ 600,000</u>	<u>\$ 1,400,000</u>	<u>\$ 72,000</u>	<u>\$ 2,072,000</u>

Unpaid claim estimates do not include non-incremental claim adjustment expenses. Claims have not exceeded the County's insurance coverage for the previous three years.

NOTE 14: RETIREMENT PLAN

Plan Description

The Arapahoe County Retirement Plan (the Plan) is a single employer-defined benefit pension plan established by the Arapahoe County Board of County Commissioners to provide pension benefits for its employees. The Plan is administered by the Arapahoe County Retirement Board, which consists of five people: the Arapahoe County Treasurer, two Plan members elected by the Plan members, and two Arapahoe County citizens appointed by the Board of County Commissioners.

The Plan provides retirement benefits for employees. Substantially all of the general employees of the County are covered under the Plan. The benefits are determined by the Retirement Plan Board. The Plan has three tiers of benefits, based on when an employee was hired. The minimum age for retirement with full benefits has increased from 52 under Tier 1 to 60 under Tier 3. This minimum age applies if you meet certain age and years of service requirements. Tier 1 employees must meet the Rule of 75, Tier 2 the Rule of 80 and Tier 3 the Rule of 85. The benefit multiplier has decreased from 2.5% per number of years of service in Tier 1 to 2.0% per number of years of service in Tier 3. Beginning January 1, 2014 all employees in all Tiers earn future benefits based on a multiplier of 1.85%. This does not change any benefits previously earned through December 31, 2013.

Plan members in Tiers 1 and 2 who terminate employment receive refunds of contributions to the Plan. Contributions made to the Plan prior to January 1, 2014 are refunded per this schedule.

Completed years of Service	Percent of accumulated contributions at termination or date of application for refund, if later
Fewer than 5	100%
5 - 9	125%
10 - 14	150%
15 or more	200%

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Notes to the Financial Statements (Continued)
December 31, 2020

Any contributions made to the Plan after December 31, 2013 are only refunded at 100% plus interest. Alternatively, members who terminate employment prior to retirement can elect to receive a deferred retirement benefit equal to the vested portion of benefits earned to the date of termination. Vesting is as follows:

Completed years of credited services	Percentage of earned benefits vested
Less than 4	0%
4	60%
5	70%
6	80%
7	90%
8 or more	100%

For elected officials who are not re-elected or re-employed at the end of their term, earned benefits are 100% vested.

Employees who are hired, appointed, or elected on or after July 1, 2010 (Tier 3), who terminate their employment prior to retirement, can elect to receive their contributions and the interest earned on their contributions only. They are not eligible to receive any county contribution or interest earned on county contributions.

Alternatively, members who terminate employment prior to retirement can elect to receive a deferred retirement benefit equal to the vested portion of benefits earned to the date of termination. Vesting is as follows:

Completed years of credited services	Percentage of earned benefits vested
Less than 8	0%
8 or more	100%

Benefit provision changes are made by the Arapahoe County Retirement Board, which was established under the authority of Colorado Revised Statutes 24-54-107.

The Plan issues a complete stand-alone set of financial statements that meet all the reporting requirements of US GAAP. These financial statements are publicly available and may be obtained at: Arapahoe County Retirement Plan, 6984 S. Lima Street, Suite B, Centennial, Colorado 80111 or at the following web address: <http://acgret.org>.

Plan Summary of Significant Accounting Policies

The financial statements of the Plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. The government's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. The Plan's investments are reported at fair value. Securities traded on national or international exchanges are valued at the last reported sales price at current exchange rates. Investments that do not have an established market value are reported at estimated fair value. The fair values of real estate and alternative investments (hedge fund of funds, private equity) are based on independent appraisals of properties owned and valuation of assets in the various investment funds. As a result, unrealized gains and losses are recognized in the financial statements at the time of market fluctuation. Investment income is recognized as earned. Gains and losses on sales and exchanges of securities are recognized on the transaction date.

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Notes to the Financial Statements (Continued)
December 31, 2020

Employees Covered by Benefit Terms

At December 31, 2020, the following employees were covered by the benefit terms:

Retirees and beneficiaries	1,071
Inactive, Nonretired members	289
Active employees	<u>2,121</u>
	<u><u>3,481</u></u>

Contributions

The contribution requirements of plan members are established by the Retirement Board in agreement with the Board of County Commissioners, which established the employer contribution. The employer must at least match the contribution of the employee. Effective January 1, 2020, the contribution rate for employee/employer contributions was 8.75%. Pension liabilities are generally liquidated through the same funds where the payroll expenditures are recorded. Funds with contributions during 2020 were the General Fund, Social Services, Open Spaces Sales Tax, Law Enforcement Authority, Arapahoe/Douglas Works!, Road and Bridge, Sheriff Commissary, Community Development, Grant, Homeland Security Grant, and Arapahoe County Recreation District Funds. During 2020, the County made contributions totaling \$12,642,439.

Net Pension Liability

The County has elected a measurement date for the current year-end as of the prior year-end. Therefore, the net pension liability as of December 31, 2020 was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of January 1, 2020.

Actuarial Assumptions

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, open
Remaining amortization period	20 years
Asset valuation method	5-year smoothed market
Inflation	2.50%
Salary increase	Age-based: 3.40% to 6.75%
Investment rate of return	7.25%
Retirement age	Age-based with consideration for eligibility for Special Early Retirement

Mortality rates use the Combined RP-2014 tables adjusted backward to 2006 with MP-2014 White Collar and Blue-Collar adjustment projected with Scale MP-2016 and the RP-2014 Disabled Mortality Table.

Assumptions shown above are for January 1, 2020 (used to determine 2020 Actuarial Determined Contribution).

Single Discount Rate

A Single discount rate of 7.25% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 4.75% and an inflation rate of 2.50%. The projection of cash flows used to determine this single discount rate assumed that Plan member contributions will be made at the current scheduled contribution rate and employer contributions will be made at rates equal to the difference between actuarially determined contributions rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make future benefit payments.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

Investments

All investment information disclosed in the Plan's financial statements, including investments held at December 31, 2020 and net appreciation in fair value of investments, interest, dividends for the years ended December 31, 2020, was obtained or derived from information supplied to the plan administrator and certified as complete and accurate by U.S. Bank, the trustee of the Plan.

	<u>December 31, 2020</u>
Total Investments	\$ 348,756,796
Net Appreciation (Depreciation) in Fair Value of Investments	28,846,187
Interest and Dividend Income	4,929,171

The Retirement Board of the Plan has sole discretion over the investments of the Plan within the guidelines established by state statutes. The Plan contracts with investment managers to manage substantially all the Plan's investments. U.S Bank holds the Plan's investments under a trust agreement with the Plan.

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Interest rate risk exposure is dictated by each manager's agreement. Each portfolio is managed in accordance with investment guidelines as stated in the Plan's investment policy. As of December 31, 2020, the Plan held the following fixed income investments:

	<u>December 31, 2020</u>
Western Core Plus Asset Management	
Core Plus Bond Fund - IS Shares	
Balance	\$ 35,372,840
Modified Duration (in Years)	7.1
JP Morgan	
Core Bond Fund	
Balance	\$ 31,733,276
Modified Duration (in Years)	7.7

Investments in money market funds in the Operating Account of \$5,917,197 at December 31, 2020 are available for withdrawal daily.

Custodial Credit Risk - Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, the Plan will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Plan has no formal policy for custodial credit risk. Certain externally managed pools participate in security lending transactions, repurchase agreements and over-the-counter transactions. These transactions may indirectly subject the Plan to the risk of loss due to nonperformance by the counterparty to the agreement.

Credit Risk - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation to the Plan. Credit risk exposure is managed in accordance with investment guidelines as stated in the formal investment policy adopted by the plan. As per Section 24-54-112 of the Colorado Revised Statutes (C.R.S.), the Plan assets will be invested using the "Colorado Uniform Prudent Investor Act" found in the provisions of Part 3 of Article 1 of Title 15, C.R.S. The Plan assets shall be invested and managed as a prudent investor would, by considering the purposes, terms, distribution requirements and other circumstances. In satisfying this standard, all fiduciaries shall exercise reasonable care, skill and caution. Investment decisions should be evaluated within the context of the entire portfolio, rather than on an individual investment basis, and as part of an overall investment strategy having risk and return objectives reasonably suited to the Plan's purpose. The Plan does not own any derivative investments.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

The following is a summary of the Plan's fixed income investments at December 31, 2020 with average credit ratings based on Standard & Poor's rating scale:

	<u>December 31, 2020</u>
Western Core Asset Management	
Core Plus Bond Fund - IS Shares	
Fair Value	\$ 35,372,840
Average Rating of Underlying Investments	A-
JP Morgan	
Core Bond Fund	
Fair Value	\$ 31,733,276
Average Rating of Underlying Investments	A+
US Bank Money Market	
Fair Value	\$ 5,917,197
Average Rating of Underlying Investments	not rated

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of the Plan's investment in a single issuer. The Plan does not have a policy that addresses limitations on the amount that can be invested in any one issuer. There is no formal policy for concentration of credit risk for the international equity and real estate investment managers.

The following presents investments that represent five percent or more of the Plan's investments as of December 31, 2020:

	<u>2020</u>
Vanguard Institutional Index	\$ 83,586,932
Western CORE Plus	35,372,840
Vanguard Total International Stock Index Fund	34,896,739
JP Morgan Chase	31,733,276
New Perspective Fund/Euro-Pacific Growth Funds	23,740,037
Dodge & Cox Global Stock Fund	19,624,213

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

Liquidity Risk - Certain investments, such as those in the hedge fund of funds, and real estate funds may have limited transferability and restrictions on when investments may be redeemed.

Off Balance Sheet Risk - Through its holdings in externally managed investment pools, the Plan's money managers have entered into various contracts which contain off balance sheet risk. These include future contracts, short sales, hedging and arbitrage transactions, option contracts, swap options and various swap contracts.

Rates of Returns - Certain investments contractually include specific investment returns to classes of investors which may not approximate the ownership percentages of these investments and may affect the timing and amount of investment returns of the plan.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected return, net of pension plan investment expense and inflation) are developed for each major asset class. These real rates of return are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. For each major asset class that is included in the pension plan's target asset allocation as of January 1, 2021, recent best estimates as supplied by the investment consultant are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Developed Markets Equity	46.50%	5.11%
Private Equity - Real Estate	15.00%	4.18%
Fixed Rate Debt - Investment Grade	15.00%	-0.45%
Private Credit	10.00%	5.55%
Low Volatility Strategies	5.00%	1.18%
Private Equity	5.00%	8.90%
Emerging Markets Equity	3.50%	6.93%
	<u>100.00%</u>	

Sensitivity of Net Pension Liability to the Single Discount Rate Assumption

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

1% Decrease 6.25%	Current Discount 7.25%	1% Increase 8.25%
<u>\$ 271,706,439</u>	<u>\$ 208,374,554</u>	<u>\$ 155,904,318</u>

Pension Plan Fiduciary Net Position

Detailed information about the Plan's fiduciary net position is available in the separately issued Plan financial report discussed above.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

Changes in Net Pension Liability

	Total Pension Liability (a)	Increase (Decrease) Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at December 31, 2019	\$ 618,512,656	\$ 284,048,256	\$ 334,464,400
Changes for the year:			
Service cost	19,176,282	-	19,176,282
Interest on total pension liability	34,299,146	-	34,299,146
Changes on benefit terms	-	-	-
Difference between expected and actual experience of the Total Pension Liability	1,173,265	-	1,173,265
Changes of assumptions	(111,802,963)	-	(111,802,963)
Benefit payments, including refunds of employee contributions	(31,232,129)	(31,232,129)	-
Employer contributions	-	11,669,706	(11,669,706)
Member contributions	-	11,645,850	(11,645,850)
Net investment income	-	46,120,308	(46,120,308)
Administrative expenses	-	(500,288)	500,288
Net changes	(88,386,399)	37,703,447	(126,089,846)
Balances at December 31, 2020	<u>\$ 530,126,257</u>	<u>\$ 321,751,703</u>	<u>\$ 208,374,554</u>

For the year ended December 31, 2020, the County recognized pension expense of \$32,698,366. At December 31, 2020, the County reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 7,782,345	\$ 619,968
Changes in assumptions	77,839,094	91,010,149
Net difference between projected and actual earnings on pension plan investments	-	6,258,054
Contributions made subsequent to measurement date	12,642,439	-
Total	<u>\$ 98,263,878</u>	<u>\$ 97,888,171</u>

The \$12,642,439 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2021. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

Year ended December 31,	Total
2021	\$ 4,418,393
2022	4,151,069
2023	4,943,323
2024	(18,022,888)
2025	(7,756,629)
	<u>\$ (12,266,732)</u>

NOTE 15: CONTINGENCIES

The County is currently named in numerous lawsuits. In the opinion of the County Attorney, none of the current litigation is expected to result in a material liability or have a material impact on the County's financial position. The excess insurance coverage available in the self-insurance liability plan also limits potential liability for the County.

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

NOTE 16: TAX SPENDING AND DEBT LIMITATIONS

The 1992 amendment to Article X, Section 20 of the State Constitution, the Taxpayer's Bill of Rights (TABOR), limits the revenue raising and spending abilities of the State and local governments. It prohibits any increase in the mill levy without a vote of the citizens, requires any revenue collected in excess of the fiscal year spending limit to be refunded in the following year, and requires the establishment of an "emergency reserve" equal to 3% of fiscal year expenditures.

The County's financial activity provides the basis for calculation of the limitations, which is adjusted for allowable increases tied to inflation and local growth of assessed value of new construction.

The Amendment excludes enterprises from its provisions. Enterprises are defined as government-owned businesses that are authorized to issue their own revenue bonds and that receive less than 10% of their annual revenue from all state and local governments combined. The County is of the opinion that the following component units are enterprises and, therefore, qualify for this exclusion: Arapahoe County Water & Wastewater Authority, Arapahoe County Public Airport Authority, and the Arapahoe County 911 Authority.

Additionally, the Employee Flexible Benefit Fund, Self-Insurance Dental Plan, Conservation Trust Fund, Retirement Trust Fund, and the Treasurer's Custodial Fund have been excluded from the compliance calculation. These funds have been excluded from the compliance calculation since these funds exist for the employees' benefit, have been excluded from the calculation by the Amendment, and/or have been excluded by a Colorado Supreme Court decision.

Fiscal year spending is defined by the TABOR Amendment as "all district expenditures and reserve increases except, as to both, those for refunds made in the current or next fiscal year or those from gifts, federal funds, collections for another government, pension contributions by employees, and pension fund earnings, reserve transfers or expenditures, damage awards or property sales." In effect, it has been generally interpreted that fiscal year spending is non-exempt revenue. Calculations have been made that show that the County and the non-exempt component units have not exceeded the fiscal year limits imposed by the Amendment.

The Amendment requires, with certain exceptions, voter approval prior to imposing new taxes, increasing tax rates, increasing a mill levy above that for the prior year, extending an expiring tax, or implementing a tax policy change

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

directly causing a net tax revenue gain to any local government. The County levied 16.973 mills as the base mill levy in 1997, but permanently reduced it to 15.821 mills in 1998. For 2020, the mill levy was 11.685 due to refund/abatement, TABOR refund, and a temporary tax credit.

The Law Enforcement Authority levied 4.982 mills and the Recreation District levied .669 mills in 2020.

Emergency reserves at or in excess of three percent of calculated fiscal year spending have been established and presented as a restriction of fund balance for the County and for the non-exempt component units. The Board of County Commissioners designates another 8.0% of the current year's initial adopted operational budget for emergency purposes. Based upon Arapahoe County's interpretation of the above Amendment, the County believes it falls within the TABOR limits for 2020.

NOTE 17: CONDUIT DEBT

The Colorado County and Municipality Development Revenue Bond Act, Article 3, Title 29 of Colorado Revised Statutes, 1973, authorizes municipalities to finance one or more projects to promote industry, trade or other economic activity to further the economic health of the County. The Act further authorizes the County to enter into financial agreements with others to provide revenue to pay the bonds authorized and issued and to secure the payment of such bonds.

Periodically, under the above Act, the County issues industrial revenue bonds, single-family mortgage revenue bonds, multi-family mortgage revenue bonds, construction loan revenue bonds and special obligation revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of private, 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. The County is not obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2020, the aggregate principal amount payable for the bonds is \$47,043,945.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

NOTE 18: NONSPENDABLE, RESTRICTED, AND UNRESTRICTED FUND BALANCE

Nonspendable, restricted, committed, and assigned fund balances of the governmental funds consist of the following:

	Major Special Revenue Funds					
	General Fund	Social Services	Grants	Open Spaces Sales Tax	Other Governmental	Total
Fund Balances						
Nonspendable:						
Inventory	\$ -	\$ -	\$ 112,428	\$ -	\$ -	\$ 112,428
Prepaid expenditures	271,381	6,784	-	-	1,206	279,371
Total Nonspendable	271,381	6,784	112,428	-	1,206	391,799
Restricted for:						
Emergencies (TABOR)	7,653,789	-	-	-	551,137	8,204,926
Parks, Recreation & Open Space	210,325	-	-	-	1,594,649	1,804,974
Park Development	-	-	-	-	1,424,536	1,424,536
Law Enforcement	-	-	-	-	7,034,887	7,034,887
Electronic Filing Technology	-	-	-	-	606,233	606,233
Transportation Projects	-	-	-	-	4,065,838	4,065,838
Open Space, Parks and Trails	-	-	-	42,806,079	-	42,806,079
Water Projects - Debt Service	-	-	-	-	-	-
Total Restricted	7,864,114	-	-	42,806,079	15,277,280	65,947,473
Committed to:						
Emergencies	-	-	-	-	603,465	603,465
Capital Projects/Replacements	-	-	-	-	6,930,752	6,930,752
Highways & Streets	-	-	-	-	26,251,823	26,251,823
Radio Telecommunication	-	-	-	-	162,870	162,870
Social Services	-	1,042,284	-	-	-	1,042,284
Water Projects	-	-	-	-	2,786,106	2,786,106
Total Committed	-	1,042,284	-	-	36,735,016	37,777,300
Assigned to:						
Contracted Services	456,200	-	-	-	-	456,200
Parks and Recreation	-	-	-	-	1,793,255	1,793,255
Debt Service	-	-	-	-	2,329,222	2,329,222
Facilities and Fleet Maintenance	36,505	-	-	-	-	36,505
Health and Welfare Programs	-	10,509,083	-	-	444,737	10,953,820
Information Technology Projects	7,060	-	-	-	-	7,060
Law Enforcement	1,205,360	-	-	-	1,146,235	2,351,595
Public Works Projects	720,992	-	-	-	-	720,992
Recording	71,127	-	-	-	-	71,127
Subsequent Year Expenditures	5,414,190	1,827,436	-	-	336,097	7,577,723
Total Assigned	7,911,434	12,336,519	-	-	6,049,546	26,297,499
Unassigned	72,276,067	-	(360,658)	-	(750,034)	71,165,375
Total Fund Balance	\$ 88,322,996	\$ 13,385,587	\$ (248,230)	\$ 42,806,079	\$ 57,313,014	\$ 201,579,446

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

NOTE 19: EXPLANATION OF DIFFERENCES BETWEEN REVENUES, EXPENDITURES AND OTHER FINANCING SOURCES (USES) FOR THE GENERAL FUND BUDGETARY COMPARISON SCHEDULE AND THE GENERAL FUND AS REPORTED IN THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

As part of the County's implementation of GASB Statement No. 54 (see Note 1, Fund Equity), certain special revenue funds reported in the years prior to December 31, 2011 no longer qualify as special revenue funds and have been combined with the General Fund for reporting purposes. In accordance with GASB Statement No. 41, Budgetary Comparison Schedules – Perspective Differences, the activity of such funds is not included in the General Fund budgetary comparison schedule. The following is a reconciliation of the General Fund budgetary comparison schedule to the General Fund as reported in the Statement of Revenues, Expenditures and Changes in Fund Balance for the year ended December 31, 2020.

Revenues

Actual amounts "revenues" from the General Fund budgetary comparison schedule \$ 207,963,244

Adjustments:

The County reports revenues of the Building Maintenance Fund as part of the General Fund for reporting purposes, in the Statement of Revenues, Expenditures and Changes in Fund Balance.

22,750

Total General Fund revenues as reported in the Statement of Revenues, Expenditures, and Changes in Fund Balance

\$ 207,985,994

Expenditures

Actual amounts "expenditures" from the General Fund budgetary comparison schedule \$ 192,163,088

Adjustments:

The County reports expenditures of the Building Maintenance Fund as part of the General Fund for reporting purposes, in the Statement of Revenues, Expenditures and Changes in Fund Balance.

2,095,290

Total General Fund expenditures as reported in the Statement of Revenues, Expenditures, and Changes in Fund Balance

\$ 194,258,378

Other financing sources (uses)

Actual amounts "other financing sources (uses)" from the General Fund budgetary comparison schedule

\$ 5,101,003

Adjustments:

The County reports revenues and other financing sources (uses) of the Building Maintenance Fund as part of the General Fund for reporting purposes, in the Statement of Revenues, Expenditures and Changes in Fund Balance.

2,078,000

Total General Fund other financing sources (uses) as reported in the Statement of Revenues, Expenditures, and Changes in Fund Balance

\$ 7,179,003

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

NOTE 20: TAX ABATEMENTS

Arapahoe County enters personal property tax abatements with local businesses with authority under Colorado Revised Statute Sec. 30-11-123. Under the Statute, the County may negotiate an incentive payment or credit with any taxpayer who establishes a new business facility within the County to stimulate economic development. This payment or credit may not exceed the amount of personal property taxes levied by the County and is contingent upon appropriated funding in the annual budget. In the event of default by the taxpayer, the maximum amount recoverable by the County is the amount of incentive payments paid to the taxpayer under the agreement.

For fiscal year ended December 31, 2020, the County abated personal property taxes totaling \$119,684 under this program, including the following agreements that each exceeded 10 percent of the total amount abated:

- Company A, Inc.: A 100 percent rebate of the personal property taxes paid to the County, for 10 years beginning with the 2016 tax year, for an expansion which constitutes a new businesses facility located in Centennial, CO. Also, a 100 percent rebate of the personal property taxes paid to the County, for 10 years beginning with the 2018 tax year, for a new business facility located in Centennial, CO. The only provision for recapturing the abated taxes is in the event of a default. The rebated amount to Company A for both agreements during fiscal year 2020 totaled \$94,506.

NOTE 21: RESTATEMENT DUE TO CHANGE IN ACCOUNTING PRINCIPLE AND CHANGE IN ENTITY

Change in Accounting Principle

During the year ended December 31, 2020, the County adopted GASB Statement No. 84, *Fiduciary Activities*, which is effective for financial statement periods beginning after December 15, 2019. This statement changes the definition of fiduciary activities, providing more refined guidance on how to determine if activity is fiduciary in nature and therefore should be reported as such. The statement defines types of fiduciary funds, eliminating agency funds and replacing them with custodial funds. Under this guidance, all fiduciary funds now report a net position and a statement of changes in that net position. Implementation of this guidance resulted in reclassification of certain activity previously reported as fiduciary activity as part of governmental activities.

Change in Entity

During the year ended December 31, 2020, due to State of Colorado House Bill HB19-1295, *County Treasurer to Serve as Public Trustee*, the Arapahoe County Treasurer became the Arapahoe County Public Trustee as of July 1, 2020. Per GASB Statement No. 69, *Government Combinations and Disposals of Government Operations*, the following amounts were recognized as of January 1, 2020 in the County General Fund:

Current Assets	\$	584,756
Current Liabilities	\$	213,178
Net Position	\$	371,578

Capital assets totaling \$15,239 previously reported on the Public Trustee's financial statements were no longer in use and not included in the merger.

As the implementation of GASB Statement No. 84, *Fiduciary Activities*, and State of Colorado House Bill HB19-1295, *County Treasurer to Serve as Public Trustee*, are both retroactive changes, they resulted in the following restatement prior period fund balance of the General Fund and prior period net position of governmental and fiduciary activities:

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2020

	General Fund
Fund Balance December 31, 2019 as previously stated	\$ 69,303,998
Cumulative impact of implementation of GASB Statement No. 84, Fiduciary Activities	\$ (2,259,199)
Cumulative impact of implementation of HB 19-1295, County Treasurer to Serve as Public Trustee	<u>371,578</u>
Fund Balance December 31, 2019 as restated	\$ 67,416,377
	Governmental Activities
Net Position December 31, 2019 as previously stated	\$ 672,415,561
Cumulative impact of implementation of GASB Statement No. 84, Fiduciary Activities	\$ (2,259,199)
Cumulative impact of implementation of HB 19-1295, County Treasurer to Serve as Public Trustee	<u>371,578</u>
Net Position December 31, 2019 as restated	\$ 670,527,940
	Treasurer's Fund
Net Position December 31, 2019 as previously stated	\$ -
Cumulative impact of implementation of GASB Statement No. 84, Fiduciary Activities	<u>1,699,602</u>
Net Position December 31, 2019 as restated	\$ 1,699,602
	Public Trustee
Net Position December 31, 2019 as previously stated	\$ -
Cumulative impact of implementation of GASB Statement No. 84, Fiduciary Activities	<u>330,237</u>
Net Position December 31, 2019 as restated	\$ 330,237
	Inmate Sentencing
Net Position December 31, 2019 as previously stated	\$ -
Cumulative impact of implementation of GASB Statement No. 84, Fiduciary Activities	<u>413,462</u>
Net Position December 31, 2019 as restated	\$ 413,462



Arapahoe County, Colorado
Schedule of Changes in the Net Pension Liability and Related Ratios
Required Supplementary Information
Fiscal Years 2011 - 2020

Measurement Date	2020 1/1/2020	2019 1/1/2019	2018 1/1/2018	2017 1/1/2017	2016 1/1/2016	2015 1/1/2015	2014	2013	2012	2011
Total pension liability										
Service cost	\$ 19,176,282	\$ 13,374,426	\$ 11,895,316	\$ 11,551,817	\$ 10,966,993	\$ 10,186,256	\$ -	\$ -	\$ -	\$ -
Interest	34,299,146	34,381,543	32,588,637	31,505,044	29,854,357	27,803,874	-	-	-	-
Effect of plan changes	-	-	-	-	-	-	-	-	-	-
Effect of changes of experience	1,173,265	9,440,968	578,291	(2,292,612)	6,279,309	3,758,718	-	-	-	-
Effect of changes of assumptions	(111,802,963)	108,378,573	22,230,845	-	-	8,605,204	-	-	-	-
Benefit payments	(26,890,753)	(25,146,993)	(23,818,183)	(22,421,338)	(21,311,701)	(19,218,734)	-	-	-	-
Refunds	(4,341,376)	(4,060,659)	(3,613,409)	(3,123,281)	(3,911,473)	(2,367,372)	-	-	-	-
Net change in pension liability	(88,386,399)	136,367,858	39,861,497	15,219,630	21,877,485	28,767,946	-	-	-	-
Total pension liability-beginning	618,512,656	482,144,798	442,283,301	427,063,671	405,186,186	376,418,240	-	-	-	-
Total pension liability-ending (a)	<u>\$ 530,126,257</u>	<u>\$ 618,512,656</u>	<u>\$ 482,144,798</u>	<u>\$ 442,283,301</u>	<u>\$ 427,063,671</u>	<u>\$ 405,186,186</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Plan fiduciary net position										
Employer contributions	\$ 11,669,706	\$ 10,442,318	\$ 9,660,642	\$ 9,298,210	\$ 8,749,813	\$ 8,451,497	\$ -	\$ -	\$ -	\$ -
Member contributions	11,645,850	10,436,036	9,670,411	9,288,083	8,738,077	8,444,077	-	-	-	-
Net investment income	46,120,308	(12,287,634)	35,237,379	20,473,577	(2,242,209)	18,236,018	-	-	-	-
Benefit payments	(26,890,753)	(25,146,993)	(23,818,184)	(22,421,338)	(21,311,701)	(19,218,734)	-	-	-	-
Refunds	(4,341,376)	(4,060,659)	(3,613,409)	(3,123,281)	(3,911,473)	(2,367,372)	-	-	-	-
Administrative expense	(500,288)	(393,580)	(373,368)	(396,050)	(334,662)	(493,482)	-	-	-	-
Net change in plan fiduciary net position	37,703,447	(21,010,512)	26,763,471	13,119,201	(10,312,155)	13,052,004	-	-	-	-
Plan fiduciary net position-beginning	284,048,256	305,058,768	278,295,297	265,176,096	275,488,251	262,436,247	-	-	-	-
Plan fiduciary net position-ending (b)	<u>\$ 321,751,703</u>	<u>\$ 284,048,256</u>	<u>\$ 305,058,768</u>	<u>\$ 278,295,297</u>	<u>\$ 265,176,096</u>	<u>\$ 275,488,251</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net pension liability-ending (a)-(b)	<u>\$ 208,374,554</u>	<u>\$ 334,464,400</u>	<u>\$ 177,086,030</u>	<u>\$ 163,988,004</u>	<u>\$ 161,887,575</u>	<u>\$ 129,697,935</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Plan fiduciary net position as a percentage of the total pension liability	60.69%	45.92%	63.27%	62.92%	62.09%	67.99%	-	-	-	-
Covered payroll	\$ 137,010,000	\$ 126,497,406	\$ 121,286,909	\$ 116,636,709	\$ 109,225,963	\$ 105,550,963	-	-	-	-
Net pension liability as a percentage of covered payroll	152.09%	264.40%	146.01%	140.60%	148.21%	-	-	-	-	-

Notes to schedule:

This schedule is intended to show 10 years of information. Additional years will be added as they become available.

Arapahoe County, Colorado
Schedule of Pension Contributions
Required Supplementary Information
2011 - 2020

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Actuarially determined contribution	\$ 18,027,937	\$ 17,545,850	\$ 16,096,665	\$ 13,238,956	\$ 13,283,879	\$ 12,267,139	\$ 10,875,990	\$ 13,572,119	\$ 11,807,180	\$ 10,684,309
Contributions in relation to the actuarially determined contribution	12,642,439	11,669,706	10,442,318	9,660,642	9,298,210	8,749,814	8,451,497	7,723,973	7,430,087	6,890,012
Contribution deficiency (excess)	<u>\$ 5,385,498</u>	<u>\$ 5,876,144</u>	<u>\$ 5,654,347</u>	<u>\$ 3,578,314</u>	<u>\$ 3,985,669</u>	<u>\$ 3,517,325</u>	<u>\$ 2,424,493</u>	<u>\$ 5,848,146</u>	<u>\$ 4,377,093</u>	<u>\$ 3,794,297</u>
Covered payroll	\$ 144,326,251	\$ 137,010,000	\$ 126,497,406	\$ 121,286,909	\$ 116,636,709	\$ 109,225,963	\$ 105,550,963	\$ 102,793,733	\$ 98,907,187	\$ 98,238,914
Contributions as a percentage of covered payroll	8.76%	8.52%	8.25%	7.97%	7.97%	8.01%	8.01%	7.51%	7.51%	7.01%

Notes to schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of January 1.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, open
Remaining amortization period	20 years
Asset valuation method	5-year smoothed market
Inflation	2.50%
Salary increases	Age-based: 3.40% to 6.75%
Investment rate of return	7.25%
Retirement age	Age-based with consideration for eligibility for special early retirement
Mortality	Healthy: 65/35 blend of Combined RP-2014 Tables adjusted backward to 2006 with MP-2014 White Collar and Blue Collar Adjustment; projected with Scale MP-2016 Disabled: RP-2014 Disabled Mortality Table adjusted backward with MP-2014; projected with Scale MP-2016

Arapahoe County, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2020

	Special Revenue	Capital Projects	Debt Service	Total
Assets				
Cash and investments	\$ 18,588,194	\$ 40,562,890	\$ 2,329,222	\$ 61,480,306
Accounts receivable	2,843,072	3,846,716	-	6,689,788
Taxes receivable, net	25,727,817	13,227,952	-	38,955,769
Prepaid items	1,227	-	-	1,227
Total assets	<u>\$ 47,160,310</u>	<u>\$ 57,637,558</u>	<u>\$ 2,329,222</u>	<u>\$ 107,127,090</u>
Liabilities				
Accounts payable	\$ 938,253	\$ 4,596,803	\$ -	\$ 5,535,056
Accrued expenditures	1,162,501	32,198	-	1,194,699
Due to other funds	887,010	-	-	887,010
Unearned revenue - other	612,880	-	-	612,880
Total liabilities	<u>3,600,644</u>	<u>4,629,001</u>	<u>-</u>	<u>8,229,645</u>
Deferred inflows of resources				
Deferred property tax revenue	25,727,817	13,227,952	-	38,955,769
Unavailable revenue-grants	832,839	1,795,823	-	2,628,662
Total deferred inflows of resources	<u>26,560,656</u>	<u>15,023,775</u>	<u>-</u>	<u>41,584,431</u>
Fund balances (deficits)				
Nonspendable	1,206	-	-	1,206
Restricted	14,974,759	302,521	-	15,277,280
Committed	766,335	35,968,681	-	36,735,016
Assigned	2,006,744	1,713,580	2,329,222	6,049,546
Unassigned	(750,034)	-	-	(750,034)
Total fund balances (deficits)	<u>16,999,010</u>	<u>37,984,782</u>	<u>2,329,222</u>	<u>57,313,014</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 47,160,310</u>	<u>\$ 57,637,558</u>	<u>\$ 2,329,222</u>	<u>\$ 107,127,090</u>

Arapahoe County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2020

	Special Revenue	Capital Projects	Debt Service	Total
Revenues				
Taxes				
Property taxes	\$ 25,998,764	\$ 13,803,757	\$ -	\$ 39,802,521
Other taxes	916,381	861,302	-	1,777,683
Licenses and permits	370,578	841,895	-	1,212,473
Intergovernmental	18,824,401	6,602,112	-	25,426,513
Charges for services	1,664,744	9,205	-	1,673,949
Fines and forfeitures	227,945	-	-	227,945
Investment earnings	163,943	147,797	57,298	369,038
Interfund revenues and rentals	110,374	-	-	110,374
Developer contributions	-	1,940,073	-	1,940,073
Miscellaneous	1,333,003	-	-	1,333,003
Total revenue	49,610,133	24,206,141	57,298	73,873,572
Expenditures				
Current				
General government	345,737	187,334	-	533,071
Public safety	11,140,881	547,769	-	11,688,650
Health and welfare	22,232,392	-	-	22,232,392
Highways and streets	15,615,641	13,060,608	-	28,676,249
Water and wastewater	-	114,640	-	114,640
Culture and recreation	27,852	942,482	-	970,334
Total current	49,362,503	14,852,833	-	64,215,336
Capital				
General government	152,000	5,812,854	-	5,964,854
Public safety	-	2,094,098	-	2,094,098
Judicial services	-	81,291	-	81,291
Health and welfare	-	6,739	-	6,739
Highways and streets	-	9,377,254	-	9,377,254
Total capital	152,000	17,372,236	-	17,524,236
Debt				
Principal	-	4,191,319	5,109,452	9,300,771
Interest	-	4,323,139	758,283	5,081,422
Debt administration fees	-	950	2,500	3,450
Total debt service	-	8,515,408	5,870,235	14,385,643
Total expenditures	49,514,503	40,740,477	5,870,235	96,125,215
Excess (deficiency) of revenues over (under) expenditures	95,630	(16,534,336)	(5,812,937)	(22,251,643)
Other financing sources (uses)				
Transfers in	126,582	15,981,777	5,900,863	22,009,222
Transfers out	(1,566,202)	(5,729,870)	-	(7,296,072)
Total other financing sources (uses)	(1,439,620)	10,251,907	5,900,863	14,713,150
Net change in fund balance	(1,343,990)	(6,282,429)	87,926	(7,538,493)
Fund balance - beginning	18,343,000	44,267,211	2,241,296	64,851,501
Fund balance - ending	\$ 16,999,010	\$ 37,984,782	\$ 2,329,222	\$ 57,313,014



NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenue sources that are restricted, committed, or assigned to expenditures for particular purposes. The County's Nonmajor Special Revenue Funds include the following:

Electronic Filing Technology Fund – This fund, which began on September 1, 2002, is used to account for a surcharge on recording fees to be used by the Clerk and Recorder to acquire technology to accept electronic filings.

Cash-in-Lieu Fund – This fund is used to account for monies received in lieu of land to be dedicated for parks and other public purposes. Pursuant to Colorado State Statute (Section 30-28-133(4), C.R.S.) and Arapahoe County subdivision regulations, each land subdivider must provide to the County a minimum of 10% of the total gross acreage of the subdivision or a sum of money equal to a minimum of 10% of the current market value of the total zoned (but unimproved) land; or a combination of land or money equal to the total 10% requirement. All funds are limited to use for public improvements.

Law Enforcement Authority Fund – This fund is used to account for the operations of law enforcement services in the unincorporated area of Arapahoe County. Most of the financing is provided by property tax revenue.

Arapahoe/Douglas Works! Fund – This fund is used by the Arapahoe/Douglas Works! Division of the Community Resources Department. The revenue in this fund originates as Federal funds, with the State acting as a pass-through agency. The Federal funds sources include the Workforce Investment Act (WIA), Temporary Assistance to Needy Families program, the Wagner Peyser Act and the Employment First Act. The purpose of this fund is to provide services to adults and youth wishing to enter the labor market. Services include basic and occupational skill assessments, workshops, tuition reimbursement for training, bus passes, career counseling and job placement. Arapahoe/Douglas Works! also partners with community based organizations, educational institutions and the business community to act as a bridge between job seekers and employers.

Road and Bridge Fund – Required by Colorado state law, this fund accounts for the design, construction, and maintenance of transportation infrastructure within the County. Revenues for this fund are primarily from property tax, highway user tax, and specific ownership tax, with use restrictions imposed by state statute.

Conservation Trust Fund – This fund accounts for revenue received from State lottery proceeds to be used for conservation programs, including the acquisition, development, and maintenance of parks and other public recreational facilities within the County. Lottery funds disbursed to counties on a per capita basis.

Contingent Fund – This fund is used to account for the expenditure of monies set aside for emergencies. These funds can be authorized only for (1) an act of God; (2) use against public enemies; or (3) something “which could not have been reasonably foreseen at the time of adoption of the budget”. The expenditure resolution must be adopted by a 2/3 vote of the governing body and must clearly be an “emergency” use of the funds. Colorado counties are authorized by state law (Section 30-25-107 C.R.S.) to maintain a contingency fund.

Communications Network Replacement Fund – This fund was established in 1994 by an intergovernmental agreement with the City of Greenwood Village. The purpose of the fund is to provide funding for a future replacement of the County Radio Communication System.

Sheriff Commissary Fund – This fund includes the Detention Facility's commissary operations, the inmate industries program, and the ADMIT (Arapahoe Diverts the Mentally Ill for Treatment) program. The fund's revenue is generated from commissary sales such as fees for barber services, telephone charges, and inmate industry operations. The fund's expenditures are primarily related to inmate services such as counseling, educational and rehabilitation programs, and library services.

NONMAJOR GOVERNMENTAL FUNDS (continued)

Community Development Fund – This fund is used to account for the Community Development Block Grant. The grant is used to improve housing conditions for low/moderate-income people.

Forfeited Property Fund – This fund is used to account for funds received from drug-related seizures, forfeitures and restitution. State law restricts spending in this fund to law enforcement activities.

Developmental Disabilities Fund – This fund is used to account for revenues derived from a 1.000 mill levy approved by the voters to be used in providing services for residents with developmental disabilities in Arapahoe County.

Homeland Security Grant Fund – This fund is used to account for the receipt and disbursement of grant funds distributed through the State of Colorado.

Fair Fund - This fund is to account for funds collected and disbursed for the operation of the Arapahoe County Fair.

Arapahoe County, Colorado
Combining Balance Sheet
Nonmajor Special Revenue
December 31, 2020

	Nonmajor Special Revenue			
	Electronic Filing	Cash-In-Lieu	Law Enforc. Authority	Arapahoe/Doug. Works!
Assets				
Cash and investments	\$ 676,943	\$ 1,424,536	\$ 7,779,411	\$ -
Accounts receivable	3,312	-	8,034	1,259,328
Taxes receivable, net	-	-	7,991,919	-
Prepaid items	-	-	-	742
Total assets	<u>\$ 680,255</u>	<u>\$ 1,424,536</u>	<u>\$ 15,779,364</u>	<u>\$ 1,260,070</u>
Liabilities				
Accounts payable	\$ 74,022	\$ -	\$ 8,023	\$ 42,543
Accrued expenditures	-	-	385,517	497,093
Due to other funds	-	-	-	185,598
Unearned revenue - other	-	-	-	-
Total liabilities	<u>74,022</u>	<u>-</u>	<u>393,540</u>	<u>725,234</u>
Deferred inflows of resources				
Deferred property tax revenue	-	-	7,991,919	-
Unavailable revenue-grants	-	-	-	89,357
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>7,991,919</u>	<u>89,357</u>
Fund balances (deficits)				
Nonspendable	-	-	-	742
Restricted	606,233	1,424,536	7,182,574	-
Committed	-	-	-	-
Assigned	-	-	211,331	444,737
Unassigned	-	-	-	-
Total fund balances (deficits)	<u>606,233</u>	<u>1,424,536</u>	<u>7,393,905</u>	<u>445,479</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 680,255</u>	<u>\$ 1,424,536</u>	<u>\$ 15,779,364</u>	<u>\$ 1,260,070</u>

Arapahoe County, Colorado
Combining Balance Sheet
Nonmajor Special Revenue (continued)
December 31, 2020

Nonmajor Special Revenue				
Road and Bridge	Conservation Trust	Contingent	Comm. Network Replacement	
\$ 4,355,153	\$ 1,594,649	\$ 603,465	\$ 162,870	Assets
519,987	-	-	-	Cash and investments
5,689,400	-	-	-	Accounts receivable
464	-	-	-	Taxes receivable, net
				Prepaid items
\$ 10,565,004	\$ 1,594,649	\$ 603,465	\$ 162,870	Total assets
\$ 596,384	\$ -	\$ -	\$ -	Liabilities
212,918	-	-	-	Accounts payable
-	-	-	-	Accrued expenditures
-	-	-	-	Due to other funds
				Unearned revenue - other
809,302	-	-	-	Total liabilities
5,689,400	-	-	-	Deferred inflows of resources
-	-	-	-	Deferred property tax revenue
				Unavailable revenue-grants
5,689,400	-	-	-	Total deferred inflows of resources
464	-	-	-	Fund balances (deficits)
4,065,838	1,594,649	-	-	Nonspendable
-	-	603,465	162,870	Restricted
-	-	-	-	Committed
-	-	-	-	Assigned
				Unassigned
4,066,302	1,594,649	603,465	162,870	Total fund balances (deficits)
\$ 10,565,004	\$ 1,594,649	\$ 603,465	\$ 162,870	Total liabilities, deferred inflows of resources and fund balance

Arapahoe County, Colorado
Combining Balance Sheet
Nonmajor Special Revenue (continued)
December 31, 2020

	Nonmajor Special Revenue			
	Sheriff's Commissary	Community Development	Forfeited Property	Developmental Disabilities
Assets				
Cash and investments	\$ 1,253,531	\$ 557,032	\$ 100,929	\$ -
Accounts receivable	87,965	135,201	-	8,724
Taxes receivable, net	-	-	-	12,046,498
Prepaid items	-	-	-	-
Total assets	<u>\$ 1,341,496</u>	<u>\$ 692,233</u>	<u>\$ 100,929</u>	<u>\$ 12,055,222</u>
Liabilities				
Accounts payable	\$ 44,965	\$ 59,663	\$ -	\$ -
Accrued expenditures	25,530	26,864	-	-
Due to other funds	-	-	-	8,724
Unearned revenue - other	-	612,278	-	-
Total liabilities	<u>70,495</u>	<u>698,805</u>	<u>-</u>	<u>8,724</u>
Deferred inflows of resources				
Deferred property tax revenue	-	-	-	12,046,498
Unavailable revenue-grants	-	37,388	-	-
Total deferred inflows of resources	<u>-</u>	<u>37,388</u>	<u>-</u>	<u>12,046,498</u>
Fund balances (deficits)				
Nonspendable	-	-	-	-
Restricted	-	-	100,929	-
Committed	-	-	-	-
Assigned	1,271,001	-	-	-
Unassigned	-	(43,960)	-	-
Total fund balances (deficits)	<u>1,271,001</u>	<u>(43,960)</u>	<u>100,929</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 1,341,496</u>	<u>\$ 692,233</u>	<u>\$ 100,929</u>	<u>\$ 12,055,222</u>

Arapahoe County, Colorado
Combining Balance Sheet
Nonmajor Special Revenue (continued)
December 31, 2020

Nonmajor Special Revenue

Homeland Security Grant	Fair	Total
\$ -	\$ 79,675	\$ 18,588,194
820,521	-	2,843,072
-	-	25,727,817
21	-	1,227
<u>\$ 820,542</u>	<u>\$ 79,675</u>	<u>\$ 47,160,310</u>
\$ 112,653	\$ -	\$ 938,253
14,579	-	1,162,501
692,688	-	887,010
602	-	612,880
<u>820,522</u>	<u>-</u>	<u>3,600,644</u>
-	-	25,727,817
706,094	-	832,839
<u>706,094</u>	<u>-</u>	<u>26,560,656</u>
-	-	1,206
-	-	14,974,759
-	-	766,335
-	79,675	2,006,744
(706,074)	-	(750,034)
<u>(706,074)</u>	<u>79,675</u>	<u>16,999,010</u>
<u>\$ 820,542</u>	<u>\$ 79,675</u>	<u>\$ 47,160,310</u>

Assets

Cash and investments
Accounts receivable
Taxes receivable, net
Prepaid items

Total assets

Liabilities

Accounts payable
Accrued expenditures
Due to other funds
Unearned revenue - other

Total liabilities

Deferred inflows of resources

Deferred property tax revenue
Unavailable revenue-grants

Total deferred inflows of resources

Fund balances (deficits)

Nonspendable
Restricted
Committed
Assigned
Unassigned

Total fund balances (deficits)

Total liabilities, deferred inflows of resources
and fund balance

Arapahoe County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020

	Nonmajor Special Revenue			
	Electronic Filing	Cash-In-Lieu	Law Enforc. Authority	Arapahoe/Doug. Works!
Revenues				
Taxes				
Property taxes	\$ -	\$ -	\$ 8,160,144	\$ -
Other taxes	-	-	532,974	-
Licenses and permits	-	-	-	-
Intergovernmental	-	-	22,182	7,296,359
Charges for services	180,147	285,593	184,999	38,871
Fines and forfeitures	-	-	224,652	-
Investment earnings	-	-	142,597	-
Interfund revenues and rentals	-	-	-	110,374
Miscellaneous	-	-	9,848	796,067
Total revenue	180,147	285,593	9,277,396	8,241,671
Expenditures				
Current				
General government	183,943	90,000	-	-
Public safety	-	-	8,970,838	-
Health and welfare	-	-	-	8,153,187
Highways and streets	-	-	-	-
Culture and recreation	-	-	-	-
Total current	183,943	90,000	8,970,838	8,153,187
Capital				
General government	-	-	-	-
Total capital	-	-	-	-
Total expenditures	183,943	90,000	8,970,838	8,153,187
Excess (deficiency) of revenues over (under) expenditures	(3,796)	195,593	306,558	88,484
Other financing sources (uses)				
Transfers in	-	-	16,837	46
Transfers out	-	-	(141,825)	(19,170)
Total other financing sources (uses)	-	-	(124,988)	(19,124)
Net change in fund balance	(3,796)	195,593	181,570	69,360
Fund balance - beginning	610,029	1,228,943	7,212,335	376,119
Fund balance - ending	\$ 606,233	\$ 1,424,536	\$ 7,393,905	\$ 445,479

Arapahoe County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2020

Nonmajor Special Revenue				
Road and Bridge	Conservation Trust	Contingent	Comm. Network Replacement	
\$ 5,776,819	\$ -	\$ -	\$ -	Revenues
383,407	-	-	-	Taxes
370,578	-	-	-	Property taxes
8,432,302	702,301	-	24,725	Other taxes
-	-	-	-	Licenses and permits
-	-	-	-	Intergovernmental
-	17,890	-	-	Charges for services
-	-	-	-	Fines and forfeitures
39,996	-	-	-	Investment earnings
-	-	-	-	Interfund revenues and rentals
15,003,102	720,191	-	24,725	Miscellaneous
				Total revenue
				Expenditures
-	-	-	56,168	Current
-	-	-	-	General government
-	-	-	-	Public safety
15,615,641	-	-	-	Health and welfare
-	-	-	-	Highways and streets
-	-	-	-	Culture and recreation
15,615,641	-	-	56,168	Total current
-	-	-	152,000	Capital
-	-	-	152,000	General government
				Total capital
15,615,641	-	-	208,168	Total expenditures
(612,539)	720,191	-	(183,443)	Excess (deficiency) of revenues over (under) expenditures
50,375	-	-	27,550	Other financing sources (uses)
(669,707)	(559,900)	-	-	Transfers in
(619,332)	(559,900)	-	27,550	Transfers out
				Total other financing sources (uses)
(1,231,871)	160,291	-	(155,893)	Net change in fund balance
5,298,173	1,434,358	603,465	318,763	Fund balance - beginning
\$ 4,066,302	\$ 1,594,649	\$ 603,465	\$ 162,870	Fund balance - ending

Arapahoe County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2020

	Nonmajor Special Revenue			
	Sheriff's Commissary	Community Development	Forfeited Property	Developmental Disabilities
Revenues				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ 12,061,801
Other taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental	17,790	1,467,460	-	821
Charges for services	969,278	3,864	-	-
Fines and forfeitures	744	-	2,549	-
Investment earnings	-	-	3,456	-
Interfund revenues and rentals	-	-	-	-
Miscellaneous	9,199	477,893	-	-
Total revenue	997,011	1,949,217	6,005	12,062,622
Expenditures				
Current				
General government	-	-	-	-
Public safety	957,993	-	-	-
Health and welfare	-	2,016,583	-	12,062,622
Highways and streets	-	-	-	-
Culture and recreation	-	-	-	-
Total current	957,993	2,016,583	-	12,062,622
Capital				
General government	-	-	-	-
Total capital	-	-	-	-
Total expenditures	957,993	2,016,583	-	12,062,622
Excess (deficiency) of revenues over (under) expenditures	39,018	(67,366)	6,005	-
Other financing sources (uses)				
Transfers in	1,774	30,000	-	-
Transfers out	(600)	-	(175,000)	-
Total other financing sources (uses)	1,174	30,000	(175,000)	-
Net change in fund balance	40,192	(37,366)	(168,995)	-
Fund balance - beginning	1,230,809	(6,594)	269,924	-
Fund balance - ending	\$ 1,271,001	\$ (43,960)	\$ 100,929	\$ -

Arapahoe County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2020

Nonmajor Special Revenue

Homeland Security Grant	Fair	Total
\$ -	\$ -	\$ 25,998,764
-	-	916,381
-	-	370,578
860,461	-	18,824,401
-	1,992	1,664,744
-	-	227,945
-	-	163,943
-	-	110,374
-	-	1,333,003
860,461	1,992	49,610,133
-	15,626	345,737
1,212,050	-	11,140,881
-	-	22,232,392
-	-	15,615,641
-	27,852	27,852
1,212,050	43,478	49,362,503
-	-	152,000
-	-	152,000
1,212,050	43,478	49,514,503
(351,589)	(41,486)	95,630
-	-	126,582
-	-	(1,566,202)
-	-	(1,439,620)
(351,589)	(41,486)	(1,343,990)
(354,485)	121,161	18,343,000
\$ (706,074)	\$ 79,675	\$ 16,999,010

Revenues

Taxes
Property taxes
Other taxes
Licenses and permits
Intergovernmental
Charges for services
Fines and forfeitures
Investment earnings
Interfund revenues and rentals
Miscellaneous

Total revenue

Expenditures

Current

General government
Public safety
Health and welfare
Highways and streets
Culture and recreation

Total current

Capital

General government

Total capital

Total expenditures

Excess (deficiency) of
revenues over (under)
expenditures

Other financing sources (uses)

Transfers in
Transfers out

Total other financing sources (uses)

Net change in fund balance

Fund balance - beginning

Fund balance - ending

NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources collected and used for the acquisition or construction of major capital facilities. The County's Capital Project Funds include the following:

Capital Expenditure Fund – This fund is used to account for the purchase and/or construction of major capital projects. Capital projects include, but are not limited to such items as; major office remodeling, handicap improvements, building rehabilitation, roadway construction, communication systems construction, and the purchase of property. The County entered into a capital lease with JPMorgan Chase Bank, N.A., on August 12, 2014 for the expansion of the County fairgrounds. The lease agreement is in the amount of \$6,720,544 and matures in 2029.

Infrastructure Fund – This fund is used to track construction costs of individual road, highway, and drainage projects. Revenues in this fund include; interest earnings, developer contributions, transportation improvement fees, local, state, and federal matching funds, as well as unmatched County funds. Expenditures for this fund include all county transportation, highway, road, bridges, and drainage infrastructure projects.

Arapahoe County Recreation District Fund – This fund is used to account for recreational facilities within a district located in the Southeast part of the urbanized area of Arapahoe County. These facilities include the Arapahoe County Community Park, the Cheyenne Arapaho Park, Welch Park, Cherry Creek Ecological Park, and various trails within the District. The District is located between I-25 and Smoky Hill Road and between I-225 and the Arapahoe-Douglas County Line. Property taxes paid by property owners that reside within the District and specific ownership tax revenues provide for day-to-day operating and maintenance costs.

Arapahoe County Water and Wastewater Public Improvement District (PID) Fund – The Arapahoe County Water and Wastewater Public Improvement District (PID) was formed in 2001 to construct various water and sewer facilities and to refinance the debt of the Arapahoe Water and Sanitation District. Property tax revenue for the PID is used to pay the scheduled debt service on the outstanding bonds and debt issued by the District.



Arapahoe County, Colorado
Combining Balance Sheet
Nonmajor Capital Projects
December 31, 2020

	Nonmajor Capital Projects			
	Capital Expenditure	Infrastructure	Arap. County Rec. District	Arap. County Water and Wastewater PID
Assets				
Cash and investments	\$ 8,833,904	\$ 26,842,397	\$ 1,838,766	\$ 3,047,823
Accounts receivable	-	3,846,131	585	-
Taxes receivable, net	4,466,001	-	1,030,565	7,731,386
Total assets	<u>\$ 13,299,905</u>	<u>\$ 30,688,528</u>	<u>\$ 2,869,916</u>	<u>\$ 10,779,209</u>
Liabilities				
Accounts payable	\$ 1,903,152	\$ 2,640,882	\$ 52,769	\$ -
Accrued expenditures	-	-	32,198	-
Total liabilities	<u>1,903,152</u>	<u>2,640,882</u>	<u>84,967</u>	<u>-</u>
Deferred inflows of resources				
Deferred property tax revenue	4,466,001	-	1,030,565	7,731,386
Unavailable revenue-grants	-	1,795,823	-	-
Total deferred inflows of resources	<u>4,466,001</u>	<u>1,795,823</u>	<u>1,030,565</u>	<u>7,731,386</u>
Fund balances (deficits)				
Restricted	-	-	40,804	261,717
Committed	6,930,752	26,251,823	-	2,786,106
Assigned	-	-	1,713,580	-
Total fund balances (deficits)	<u>6,930,752</u>	<u>26,251,823</u>	<u>1,754,384</u>	<u>3,047,823</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 13,299,905</u>	<u>\$ 30,688,528</u>	<u>\$ 2,869,916</u>	<u>\$ 10,779,209</u>

Arapahoe County, Colorado
Combining Balance Sheet
Nonmajor Capital Projects (continued)
December 31, 2020

Total	
\$	40,562,890
	3,846,716
	13,227,952
\$	57,637,558
\$	4,596,803
	32,198
	4,629,001
	13,227,952
	1,795,823
	15,023,775
	302,521
	35,968,681
	1,713,580
	37,984,782
\$	57,637,558

Assets

Cash and investments
Accounts receivable
Taxes receivable, net

Total assets

Liabilities

Accounts payable
Accrued expenditures

Total liabilities

Deferred inflows of resources

Deferred property tax revenue
Unavailable revenue-grants

Total deferred inflows of resources

Fund balances (deficits)

Restricted
Committed
Assigned

Total fund balances (deficits)

Total liabilities, deferred inflows of resources
and fund balance

Arapahoe County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Capital Projects
For the Year Ended December 31, 2020

	Nonmajor Capital Projects			
	Capital Expenditure	Infrastructure	Arap. County Rec. District	Arap. County Water and Wastewater PID
Revenues				
Taxes				
Property taxes	\$ 4,539,853	\$ -	\$ 1,032,726	\$ 8,231,178
Other taxes	301,306	-	67,260	492,736
Licenses and permits	-	841,895	-	-
Intergovernmental	-	6,388,282	213,830	-
Charges for services	-	-	9,205	-
Investment earnings	-	120,376	27,421	-
Developer contributions	-	1,940,073	-	-
Total revenue	4,841,159	9,290,626	1,350,442	8,723,914
Expenditures				
Current				
General government	187,334	-	-	-
Public safety	547,769	-	-	-
Highways and streets	-	13,060,608	-	-
Water and wastewater	-	-	-	114,640
Culture and recreation	-	-	942,482	-
Total current	735,103	13,060,608	942,482	114,640
Capital				
General government	5,812,854	-	-	-
Public safety	2,094,098	-	-	-
Judicial services	81,291	-	-	-
Health and welfare	6,739	-	-	-
Highways and streets	1,344,620	8,032,634	-	-
Total capital	9,339,602	8,032,634	-	-
Debt				
Principal	-	-	-	4,191,319
Interest	-	-	-	4,323,139
Debt administration fees	-	-	-	950
Total debt service	-	-	-	8,515,408
Total expenditures	10,074,705	21,093,242	942,482	8,630,048
Excess (deficiency) of revenues over (under) expenditures	(5,233,546)	(11,802,616)	407,960	93,866
Other financing sources (uses)				
Transfers in	10,459,706	5,503,000	19,071	-
Transfers out	(5,503,000)	-	(226,870)	-
Total other financing sources (uses)	4,956,706	5,503,000	(207,799)	-
Net change in fund balance	(276,840)	(6,299,616)	200,161	93,866
Fund balance - beginning	7,207,592	32,551,439	1,554,223	2,953,957
Fund balance - ending	\$ 6,930,752	\$ 26,251,823	\$ 1,754,384	\$ 3,047,823

Arapahoe County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Capital Projects (continued)
For the Year Ended December 31, 2020

Total		
\$	13,803,757	Revenues
	861,302	Taxes
	841,895	Property taxes
	6,602,112	Other taxes
	9,205	Licenses and permits
	147,797	Intergovernmental
	1,940,073	Charges for services
		Investment earnings
		Developer contributions
		Total revenue
	24,206,141	
	187,334	Expenditures
	547,769	Current
13,060,608		General government
114,640		Public safety
942,482		Highways and streets
		Water and wastewater
		Culture and recreation
		Total current
	14,852,833	
	5,812,854	Capital
2,094,098		General government
81,291		Public safety
6,739		Judicial services
9,377,254		Health and welfare
		Highways and streets
		Total capital
	17,372,236	
	4,191,319	Debt
4,323,139		Principal
950		Interest
		Debt administration fees
		Total debt service
	8,515,408	
	40,740,477	Total expenditures
	(16,534,336)	Excess (deficiency) of revenues over (under) expenditures
	15,981,777	Other financing sources (uses)
(5,729,870)		Transfers in
		Transfers out
		Total other financing sources (uses)
	10,251,907	
	(6,282,429)	Net change in fund balance
	44,267,211	Fund balance - beginning
\$	37,984,782	Fund balance - ending

NONMAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUNDS

Debt Service Funds are used for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds. The County's Debt Service Funds include the following:

Equipment Lease Purchase Fund – This fund is used to account for capital lease purchases. In 2020, the following leases were accounted for in this fund:

1. Fairgrounds Expansion Lease purchase agreement through JPMorgan Chase Bank, N.A. in the amount of \$6,720,544 was entered into in 2014 and maturing in 2029.
2. Parkland lease purchase agreement with Zion National Bank in the amount of \$2,600,000 was entered into in November 2007 and matures in 2027.
3. Lima Ridge lease purchase agreement with the Banc of America Public Capital Corp. in the amount of \$9,650,000 entered into in 2011 and matures in 2030.

The Arapahoe County Building Finance Corporation Debt Service Fund – This fund is used to account for the transactions related to the funding of the construction of facilities that are leased to Arapahoe County Government. The Arapahoe County Building Finance Corporation (ACBFC) owns the CentrePoint Plaza Building, the Sheriff/Coroner Administration Building, and the Arapahoe County Justice Center. The ACBFC leases these facilities to the County pursuant to the terms of Certificates of Participation issued by the Corporation.



Arapahoe County, Colorado
Combining Balance Sheet
Nonmajor Debt Service
December 31, 2020

	Nonmajor Debt Service		
	Lease Purchase	Arap. County Building Finance Corp.	Total
Assets			
Cash and investments	\$ 211,874	\$ 2,117,348	\$ 2,329,222
Total assets	<u>\$ 211,874</u>	<u>\$ 2,117,348</u>	<u>\$ 2,329,222</u>
Liabilities			
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances (deficits)			
Assigned	211,874	2,117,348	2,329,222
Total fund balances (deficits)	<u>211,874</u>	<u>2,117,348</u>	<u>2,329,222</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 211,874</u>	<u>\$ 2,117,348</u>	<u>\$ 2,329,222</u>

Arapahoe County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Debt Service
For the Year Ended December 31, 2020

	Nonmajor Debt Service		
	Lease Purchase	Arap. County Building Finance Corp.	Total
Revenues			
Investment earnings	\$ 32	\$ 57,266	\$ 57,298
Total revenue	32	57,266	57,298
Expenditures			
Debt			
Principal	5,109,452	-	5,109,452
Interest	758,283	-	758,283
Debt administration fees	2,500	-	2,500
Total debt service	5,870,235	-	5,870,235
Total expenditures	5,870,235	-	5,870,235
Excess (deficiency) of revenues over (under) expenditures	(5,870,203)	57,266	(5,812,937)
Other financing sources (uses)			
Transfers in	5,900,863	-	5,900,863
Total other financing sources (uses)	5,900,863	-	5,900,863
Net change in fund balance	30,660	57,266	87,926
Fund balance - beginning	181,214	2,060,082	2,241,296
Fund balance - ending	\$ 211,874	\$ 2,117,348	\$ 2,329,222

Arapahoe County, Colorado
Electronic Filing Technology
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Charges for services	\$ 125,000	\$ 125,000	\$ 180,147	\$ 55,147
Total revenue	125,000	125,000	180,147	55,147
Expenditures				
Current				
General government	123,000	733,029	183,943	549,086
Capital				
General government	2,000	2,000	-	2,000
Total expenditures	125,000	735,029	183,943	551,086
Excess (deficiency) of revenues over (under) expenditures	-	(610,029)	(3,796)	606,233
Fund balance - beginning	610,029	610,029	610,029	-
Fund balance - ending	\$ 610,029	\$ -	\$ 606,233	\$ 606,233

Arapahoe County, Colorado
Cash-In-Lieu
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Charges for services	\$ -	\$ 90,000	\$ 285,593	\$ 195,593
Total revenue	-	90,000	285,593	195,593
Expenditures				
Current				
General government	-	1,318,943	90,000	1,228,943
Total expenditures	-	1,318,943	90,000	1,228,943
Excess (deficiency) of revenues over (under) expenditures	-	(1,228,943)	195,593	1,424,536
Fund balance - beginning	1,228,943	1,228,943	1,228,943	-
Fund balance - ending	\$ 1,228,943	\$ -	\$ 1,424,536	\$ 1,424,536

Arapahoe County, Colorado
Law Enforcement Authority District
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Taxes				
Property taxes	\$ 8,127,348	\$ 8,127,348	\$ 8,160,144	\$ 32,796
Other taxes	475,000	475,000	532,974	57,974
Intergovernmental	33,800	33,800	22,182	(11,618)
Charges for services	170,915	170,915	184,999	14,084
Fines and forfeitures	396,500	396,500	224,652	(171,848)
Investment earnings	100,000	100,000	142,597	42,597
Miscellaneous	-	-	9,848	9,848
Total revenue	9,303,563	9,303,563	9,277,396	(26,167)
Expenditures				
Current				
Public safety	9,387,629	9,396,517	8,970,838	425,679
Total expenditures	9,387,629	9,396,517	8,970,838	425,679
Excess (deficiency) of revenues over (under) expenditures	(84,066)	(92,954)	306,558	399,512
Other financing sources (uses)				
Transfers in	-	16,837	16,837	-
Transfers out	(141,825)	(141,825)	(141,825)	-
Total other financing sources (uses)	(141,825)	(124,988)	(124,988)	-
Net change in fund balance	(225,891)	(217,942)	181,570	399,512
Fund balance - beginning	7,212,335	7,212,335	7,212,335	-
Fund balance - ending	\$ 6,986,444	\$ 6,994,393	\$ 7,393,905	\$ 399,512

Arapahoe County, Colorado
Arapahoe / Douglas Works!
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Intergovernmental	\$ 12,157,097	\$ 12,157,097	\$ 7,296,359	\$ (4,860,738)
Charges for services	70,000	70,000	38,871	(31,129)
Interfund revenues and rentals	-	-	110,374	110,374
Miscellaneous	98,095	98,095	796,067	697,972
Total revenue	<u>12,325,192</u>	<u>12,325,192</u>	<u>8,241,671</u>	<u>(4,083,521)</u>
Expenditures				
Current				
Health and welfare	<u>12,315,192</u>	<u>12,315,238</u>	<u>8,153,187</u>	<u>4,162,051</u>
Total expenditures	<u>12,315,192</u>	<u>12,315,238</u>	<u>8,153,187</u>	<u>4,162,051</u>
Excess (deficiency) of revenues over (under) expenditures	<u>10,000</u>	<u>9,954</u>	<u>88,484</u>	<u>78,530</u>
Other financing sources (uses)				
Transfers in	-	46	46	-
Transfers out	<u>(10,000)</u>	<u>(27,397)</u>	<u>(19,170)</u>	<u>8,227</u>
Total other financing sources (uses)	<u>(10,000)</u>	<u>(27,351)</u>	<u>(19,124)</u>	<u>8,227</u>
Net change in fund balance	-	(17,397)	69,360	86,757
Fund balance - beginning	<u>376,119</u>	<u>376,119</u>	<u>376,119</u>	<u>-</u>
Fund balance - ending	<u>\$ 376,119</u>	<u>\$ 358,722</u>	<u>\$ 445,479</u>	<u>\$ 86,757</u>

Arapahoe County, Colorado
Road and Bridge
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Taxes				
Property taxes	\$ 5,768,204	\$ 5,768,204	\$ 5,776,819	\$ 8,615
Other taxes	406,000	406,000	383,407	(22,593)
Licenses and permits	337,000	337,000	370,578	33,578
Intergovernmental	9,176,989	9,176,989	8,432,302	(744,687)
Miscellaneous	50,000	85,507	39,996	(45,511)
Total revenue	15,738,193	15,773,700	15,003,102	(770,598)
Expenditures				
Current				
Highways and streets	16,594,409	17,251,450	15,615,641	1,635,809
Total expenditures	16,594,409	17,251,450	15,615,641	1,635,809
Excess (deficiency) of revenues over (under) expenditures	(856,216)	(1,477,750)	(612,539)	865,211
Other financing sources (uses)				
Transfers in	-	50,375	50,375	-
Transfers out	(664,885)	(669,707)	(669,707)	-
Total other financing sources (uses)	(664,885)	(619,332)	(619,332)	-
Net change in fund balance	(1,521,101)	(2,097,082)	(1,231,871)	865,211
Fund balance - beginning	5,298,173	5,298,173	5,298,173	-
Fund balance - ending	\$ 3,777,072	\$ 3,201,091	\$ 4,066,302	\$ 865,211

**Arapahoe County, Colorado
Conservation Trust
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020**

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Intergovernmental	\$ 675,000	\$ 675,000	\$ 702,301	\$ 27,301
Investment earnings	-	-	17,890	17,890
Total revenue	675,000	675,000	720,191	45,191
Expenditures				
Capital				
Culture and recreation	-	1,434,357	-	1,434,357
Total expenditures	-	1,434,357	-	1,434,357
Excess (deficiency) of revenues over (under) expenditures	675,000	(759,357)	720,191	1,479,548
Other financing sources (uses)				
Transfers out	(559,900)	(559,900)	(559,900)	-
Total other financing sources (uses)	(559,900)	(559,900)	(559,900)	-
Net change in fund balance	115,100	(1,319,257)	160,291	1,479,548
Fund balance - beginning	1,434,358	1,434,358	1,434,358	-
Fund balance - ending	\$ 1,549,458	\$ 115,101	\$ 1,594,649	\$ 1,479,548

Arapahoe County, Colorado
Contingent
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Total revenue	\$ -	\$ -	\$ -	\$ -
Expenditures				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Fund balance - beginning	603,465	603,465	603,465	-
Fund balance - ending	\$ 603,465	\$ 603,465	\$ 603,465	\$ -

Arapahoe County, Colorado
Communications Network Replacement
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Intergovernmental	\$ 34,600	\$ 34,600	\$ 24,725	\$ (9,875)
Total revenue	34,600	34,600	24,725	(9,875)
Expenditures				
Current				
General government	62,150	380,913	56,168	324,745
Capital				
General government	-	-	152,000	(152,000)
Total expenditures	62,150	380,913	208,168	172,745
Excess (deficiency) of revenues over (under) expenditures	(27,550)	(346,313)	(183,443)	162,870
Other financing sources (uses)				
Transfers in	27,550	27,550	27,550	-
Total other financing sources (uses)	27,550	27,550	27,550	-
Net change in fund balance	-	(318,763)	(155,893)	162,870
Fund balance - beginning	318,763	318,763	318,763	-
Fund balance - ending	\$ 318,763	\$ -	\$ 162,870	\$ 162,870

Arapahoe County, Colorado
Sheriff's Commissary
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Intergovernmental	-	-	17,790	17,790
Charges for services	\$ 1,138,984	\$ 1,138,984	\$ 969,278	\$ (169,706)
Fines and forfeitures	16,973	16,973	744	(16,229)
Miscellaneous	-	-	9,199	9,199
Total revenue	<u>1,155,957</u>	<u>1,155,957</u>	<u>997,011</u>	<u>(158,946)</u>
Expenditures				
Current				
Public safety	1,271,674	2,387,940	957,993	1,429,947
Total expenditures	<u>1,271,674</u>	<u>2,387,940</u>	<u>957,993</u>	<u>1,429,947</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(115,717)</u>	<u>(1,231,983)</u>	<u>39,018</u>	<u>1,271,001</u>
Other financing sources (uses)				
Transfers in	-	1,774	1,774	-
Transfers out	(600)	(600)	(600)	-
Total other financing sources (uses)	<u>(600)</u>	<u>1,174</u>	<u>1,174</u>	<u>-</u>
Net change in fund balance	<u>(116,317)</u>	<u>(1,230,809)</u>	<u>40,192</u>	<u>1,271,001</u>
Fund balance - beginning	<u>1,230,809</u>	<u>1,230,809</u>	<u>1,230,809</u>	<u>-</u>
Fund balance - ending	<u>\$ 1,114,492</u>	<u>\$ -</u>	<u>\$ 1,271,001</u>	<u>\$ 1,271,001</u>

Arapahoe County, Colorado
Community Development
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 4,147,942	\$ 4,147,942	\$ 1,467,460	\$ (2,680,482)
Charges for services	-	-	3,864	3,864
Miscellaneous	951,693	951,693	477,893	(473,800)
Total revenue	<u>5,099,635</u>	<u>5,099,635</u>	<u>1,949,217</u>	<u>(3,150,418)</u>
Expenditures				
Current				
Health and welfare	<u>5,129,335</u>	<u>5,129,335</u>	<u>2,016,583</u>	<u>3,112,752</u>
Total expenditures	<u>5,129,335</u>	<u>5,129,335</u>	<u>2,016,583</u>	<u>3,112,752</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(29,700)</u>	<u>(29,700)</u>	<u>(67,366)</u>	<u>(37,666)</u>
Other financing sources (uses)				
Transfers in	30,000	30,000	30,000	-
Transfers out	<u>(300)</u>	<u>(300)</u>	<u>-</u>	<u>300</u>
Total other financing sources (uses)	<u>29,700</u>	<u>29,700</u>	<u>30,000</u>	<u>300</u>
Net change in fund balance	-	-	(37,366)	(37,366)
Fund balance - beginning	<u>(6,594)</u>	<u>(6,594)</u>	<u>(6,594)</u>	<u>-</u>
Fund balance - ending	<u>\$ (6,594)</u>	<u>\$ (6,594)</u>	<u>\$ (43,960)</u>	<u>\$ (37,366)</u>

Arapahoe County, Colorado
Forfeited Property
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			
	Original	Final	Actual	Variance with Final Budget
Revenues				
Fines and forfeitures	\$ -	\$ -	\$ 2,549	\$ 2,549
Investment earnings	-	-	3,456	3,456
Total revenue	-	-	6,005	6,005
Expenditures				
Current				
Public safety	-	94,924	-	94,924
Total expenditures	-	94,924	-	94,924
Excess (deficiency) of revenues over (under) expenditures	-	(94,924)	6,005	100,929
Other financing sources (uses)				
Transfers out	-	(175,000)	(175,000)	-
Total other financing sources (uses)	-	(175,000)	(175,000)	-
Net change in fund balance	-	(269,924)	(168,995)	100,929
Fund balance - beginning	269,924	269,924	269,924	-
Fund balance - ending	\$ 269,924	\$ -	\$ 100,929	\$ 100,929

Arapahoe County, Colorado
Developmental Disabilities
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Taxes				
Property taxes	\$ 12,163,878	\$ 12,163,878	\$ 12,061,801	\$ (102,077)
Intergovernmental	-	-	821	821
Total revenue	<u>12,163,878</u>	<u>12,163,878</u>	<u>12,062,622</u>	<u>(101,256)</u>
Expenditures				
Current				
Health and welfare	<u>12,163,878</u>	<u>12,163,878</u>	<u>12,062,622</u>	<u>101,256</u>
Total expenditures	<u>12,163,878</u>	<u>12,163,878</u>	<u>12,062,622</u>	<u>101,256</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - beginning	-	-	-	-
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Arapahoe County, Colorado
Homeland Security Grant
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Intergovernmental	\$ 480,226	\$ 3,537,167	\$ 860,461	\$ (2,676,706)
Total revenue	<u>480,226</u>	<u>3,537,167</u>	<u>860,461</u>	<u>(2,676,706)</u>
Expenditures				
Current				
Public safety	<u>480,226</u>	<u>3,537,167</u>	<u>1,212,050</u>	<u>2,325,117</u>
Total expenditures	<u>480,226</u>	<u>3,537,167</u>	<u>1,212,050</u>	<u>2,325,117</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(351,589)</u>	<u>(351,589)</u>
Fund balance - beginning	<u>(354,485)</u>	<u>(354,485)</u>	<u>(354,485)</u>	<u>-</u>
Fund balance - ending	<u><u>\$ (354,485)</u></u>	<u><u>\$ (354,485)</u></u>	<u><u>\$ (706,074)</u></u>	<u><u>\$ (351,589)</u></u>

Arapahoe County, Colorado
Fair
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Charges for services	\$ 568,700	\$ 560,300	\$ 1,992	\$ (558,308)
Interfund revenues and rentals	8,000	8,000	-	(8,000)
Miscellaneous	7,500	7,500	-	(7,500)
Total revenue	<u>584,200</u>	<u>575,800</u>	<u>1,992</u>	<u>(573,808)</u>
Expenditures				
Current				
General government	25,600	25,600	15,626	9,974
Culture and recreation	558,600	679,887	27,852	652,035
Total expenditures	<u>584,200</u>	<u>705,487</u>	<u>43,478</u>	<u>662,009</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(129,687)</u>	<u>(41,486)</u>	<u>88,201</u>
Other financing sources (uses)				
Transfers in	-	8,400	-	(8,400)
Total other financing sources (uses)	<u>-</u>	<u>8,400</u>	<u>-</u>	<u>(8,400)</u>
Net change in fund balance	-	(121,287)	(41,486)	79,801
Fund balance - beginning	121,161	121,161	121,161	-
Fund balance - ending	<u>\$ 121,161</u>	<u>\$ (126)</u>	<u>\$ 79,675</u>	<u>\$ 79,801</u>

Arapahoe County, Colorado
Capital Expenditure
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Taxes				
Property taxes	\$ 4,533,017	\$ 4,533,017	\$ 4,539,853	\$ 6,836
Other taxes	350,000	350,000	301,306	(48,694)
Total revenue	<u>4,883,017</u>	<u>4,883,017</u>	<u>4,841,159</u>	<u>(41,858)</u>
Expenditures				
Current				
General government	67,995	1,022,855	187,334	835,521
Public safety	-	523,264	547,769	(24,505)
Capital				
General government	300,000	7,542,516	5,812,854	1,729,662
Public safety	2,735,000	5,964,144	2,094,098	3,870,046
Judicial services	1,800,000	238,548	81,291	157,257
Health and welfare	-	16,691	6,739	9,952
Highways and streets	-	1,540,583	1,344,620	195,963
Total expenditures	<u>4,902,995</u>	<u>16,848,601</u>	<u>10,074,705</u>	<u>6,773,896</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(19,978)</u>	<u>(11,965,584)</u>	<u>(5,233,546)</u>	<u>6,732,038</u>
Other financing sources (uses)				
Transfers in	5,524,497	10,459,706	10,459,706	-
Transfers out	(5,503,000)	(5,503,000)	(5,503,000)	-
Total other financing sources (uses)	<u>21,497</u>	<u>4,956,706</u>	<u>4,956,706</u>	<u>-</u>
Net change in fund balance	1,519	(7,008,878)	(276,840)	6,732,038
Fund balance - beginning	7,207,592	7,207,592	7,207,592	-
Fund balance - ending	<u>\$ 7,209,111</u>	<u>\$ 198,714</u>	<u>\$ 6,930,752</u>	<u>\$ 6,732,038</u>

Arapahoe County, Colorado
Infrastructure
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Licenses and permits	\$ -	\$ -	\$ 841,895	\$ 841,895
Intergovernmental	-	32,304,813	6,388,282	(25,916,531)
Investment earnings	-	-	120,376	120,376
Developer contributions	-	1,709,678	1,940,073	230,395
Total revenue	-	34,014,491	9,290,626	(24,723,865)
Expenditures				
Current				
Highways and streets	-	68,750,283	13,060,608	55,689,675
Capital				
Highways and streets	5,503,000	3,055,000	8,032,634	(4,977,634)
Total expenditures	5,503,000	71,805,283	21,093,242	50,712,041
Excess (deficiency) of revenues over (under) expenditures	(5,503,000)	(37,790,792)	(11,802,616)	25,988,176
Other financing sources (uses)				
Transfers in	5,503,000	5,503,000	5,503,000	-
Total other financing sources (uses)	5,503,000	5,503,000	5,503,000	-
Net change in fund balance	-	(32,287,792)	(6,299,616)	25,988,176
Fund balance - beginning	32,551,439	32,551,439	32,551,439	-
Fund balance - ending	\$ 32,551,439	\$ 263,647	\$ 26,251,823	\$ 25,988,176

Arapahoe County, Colorado
Arapahoe County Recreation District
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Taxes				
Property taxes	\$ 1,025,916	\$ 1,025,916	\$ 1,032,726	\$ 6,810
Other taxes	68,254	68,254	67,260	(994)
Intergovernmental	170,000	170,000	213,830	43,830
Charges for services	65,000	65,000	9,205	(55,795)
Investment earnings	24,000	24,000	27,421	3,421
Total revenue	1,353,170	1,353,170	1,350,442	(2,728)
Expenditures				
Current				
Culture and recreation	1,125,043	1,144,114	942,482	201,632
Total expenditures	1,125,043	1,144,114	942,482	201,632
Excess (deficiency) of revenues over (under) expenditures	228,127	209,056	407,960	198,904
Other financing sources (uses)				
Transfers in	-	19,071	19,071	-
Transfers out	(226,870)	(226,870)	(226,870)	-
Total other financing sources (uses)	(226,870)	(207,799)	(207,799)	-
Net change in fund balance	1,257	1,257	200,161	198,904
Fund balance - beginning	1,554,223	1,554,223	1,554,223	-
Fund balance - ending	\$ 1,555,480	\$ 1,555,480	\$ 1,754,384	\$ 198,904

Arapahoe County, Colorado
Arapahoe County Water and Wastewater PID
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Taxes				
Property taxes	\$ 8,117,460	\$ 8,117,460	\$ 8,231,178	\$ 113,718
Other taxes	570,000	570,000	492,736	(77,264)
Total revenue	<u>8,687,460</u>	<u>8,687,460</u>	<u>8,723,914</u>	<u>36,454</u>
Expenditures				
Current				
Water and wastewater	127,882	127,882	114,640	13,242
Debt				
Principal	4,191,319	4,191,319	4,191,319	-
Interest	4,326,272	4,326,272	4,323,139	3,133
Debt administration fees	2,000	2,000	950	1,050
Total expenditures	<u>8,647,473</u>	<u>8,647,473</u>	<u>8,630,048</u>	<u>17,425</u>
Excess (deficiency) of revenues over (under) expenditures	<u>39,987</u>	<u>39,987</u>	<u>93,866</u>	<u>53,879</u>
Net change in fund balance	39,987	39,987	93,866	53,879
Fund balance - beginning	2,953,957	2,953,957	2,953,957	-
Fund balance - ending	<u>\$ 2,993,944</u>	<u>\$ 2,993,944</u>	<u>\$ 3,047,823</u>	<u>\$ 53,879</u>

Arapahoe County, Colorado
Lease Purchase
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Investment earnings	-	-	32	32
Total revenue	\$ -	\$ -	\$ 32	\$ 32
Expenditures				
Current				
Health and welfare	4,500	4,500	2,500	2,000
Debt				
Principal	5,116,004	5,116,004	5,109,452	6,552
Interest	785,575	785,575	758,283	27,292
Total expenditures	5,906,079	5,906,079	5,870,235	35,844
Excess (deficiency) of revenues over (under) expenditures	(5,906,079)	(5,906,079)	(5,870,203)	35,876
Other financing sources (uses)				
Transfers in	5,900,863	5,900,863	5,900,863	-
Total other financing sources (uses)	5,900,863	5,900,863	5,900,863	-
Net change in fund balance	(5,216)	(5,216)	30,660	35,876
Fund balance - beginning	181,214	181,214	181,214	-
Fund balance - ending	\$ 175,998	\$ 175,998	\$ 211,874	\$ 35,876

Arapahoe County, Colorado
Arapahoe County Building Finance Corporation
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Investment earnings	\$ -	\$ -	\$ 57,266	\$ 57,266
Total revenue	-	-	57,266	57,266
Expenditures				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	57,266	57,266
Fund balance - beginning	2,060,082	2,060,082	2,060,082	-
Fund balance - ending	\$ 2,060,082	\$ 2,060,082	\$ 2,117,348	\$ 57,266



PROPRIETARY FUNDS

INTERNAL SERVICE FUNDS

Internal Service Funds are a type of proprietary fund used to account for any activity that provides goods and services to other funds, departments, or agencies of the primary government on a cost-reimbursement basis. The County's Internal Service Funds include:

Central Service Fund – This fund provides an internal service function to departments within the County. Services include: office supplies, materials, gas and oil, equipment and vehicles for an intergovernmental fee.

Self Insurance Liability Fund – This fund is used to account for the County's self-insurance program for property, liability, automobile, and the cost of insurance that is maintained in excess of the deductible limit.

Employee Flex Benefit Fund – This fund accounts for the employees' portion of their pre-tax salaries set aside to be used for reimbursement of qualified health or dependent care expenses. The costs are paid for by interest earnings on deposited and forfeited employee contributions.

Worker's Compensation Fund – This fund is used to account for the self-funded program that collects worker compensation monies from appropriate County funds and pays for the worker's compensation losses in lieu of an outside agency.

Self Insurance Dental Fund – This fund is used to account for the County's self-insured employee dental care plan, which is fully funded by premiums charged to employees and employer matching contributions.

Arapahoe County Government
Combining Statement of Net Position
Proprietary Funds
December 31, 2020

	Governmental Activities - Internal Service Funds			
	Central Service	Self Insurance Liability	Employee Flex Benefit	Worker's Compensation
Assets				
Current assets:				
Cash and investments	\$ 26,060,189	\$ 1,482,913	\$ 499,627	\$ 4,023,288
Accounts receivable	13,880	-	-	91
Deposit	-	-	-	200,000
Inventory	444,940	-	-	-
Total current assets	26,519,009	1,482,913	499,627	4,223,379
Noncurrent assets:				
Capital assets:				
Buildings and improvements	17,628	-	-	-
Vehicles and equipment	43,038,373	-	-	-
Computer systems	8,516,932	-	-	-
Furniture and office equipment	90,315	-	-	-
Less: accumulated depreciation	(37,033,961)	-	-	-
Total noncurrent assets (net of accum. dep.)	14,629,287	-	-	-
Total assets	\$ 41,148,296	\$ 1,482,913	\$ 499,627	\$ 4,223,379
Liabilities				
Current liabilities				
Accounts payable	\$ 78,666	\$ 20,908	\$ -	\$ 121,564
Estimated claims payable	-	184,000	-	420,000
Noncurrent claims payable	-	416,000	-	980,000
Total liabilities	78,666	620,908	-	1,521,564
Net position				
Net investment in capital assets	14,629,287	-	-	-
Unrestricted	26,440,343	862,005	499,627	2,701,815
Total net position	\$ 41,069,630	\$ 862,005	\$ 499,627	\$ 2,701,815

**Arapahoe County Government
Combining Statement of Net Position
Proprietary Funds
December 31, 2020**

Self Insurance Dental	Total
\$ 750,186	\$ 32,816,203
-	13,971
-	200,000
-	444,940
750,186	33,475,114
-	17,628
-	43,038,373
-	8,516,932
-	90,315
-	(37,033,961)
-	14,629,287
\$ 750,186	\$ 48,104,401
\$ 47,053	\$ 268,191
72,000	676,000
-	1,396,000
119,053	2,340,191
-	14,629,287
631,133	31,134,923
\$ 631,133	\$ 45,764,210

Assets

Current assets:

Cash and investments
Accounts receivable
Deposit
Inventory

Total current assets

Noncurrent assets:

Capital assets:

Buildings and improvements
Vehicles and equipment
Computer systems
Furniture and office equipment
Less: accumulated depreciation

Total noncurrent assets
(net of accum. dep.)

Total assets

Liabilities

Current liabilities

Accounts payable
Estimated claims payable
Noncurrent claims payable

Total liabilities

Net position

Net investment in capital assets
Unrestricted

Total net position

Arapahoe County Government
Combining Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2020

	Governmental Activities - Internal Service Funds			
	Central Service	Self Insurance Liability	Employee Flex Benefit	Worker's Compensation
Operating revenues				
Charges for sales and service	\$ 6,449,384	\$ 480,996	\$ 1,014,807	\$ 1,599,594
Total operating revenue	6,449,384	480,996	1,014,807	1,599,594
Operating expenses				
Cost of sales and services	965,313	949,632	932,508	323,709
Administration	-	10,613	-	120,266
Depreciation	5,483,755	-	-	-
Total operating expenses	6,449,068	960,245	932,508	443,975
Operating income (loss)	316	(479,249)	82,299	1,155,619
Nonoperating revenue (expenses)				
Insurance recoveries	-	58	-	-
Gain on sale of assets	391,256	-	-	-
Loss on sale of assets	(288)	-	-	-
Income (loss) before contributions and transfers	391,284	(479,191)	82,299	1,155,619
Contributions other	1,777,906	-	-	-
Transfers in	1,454,707	1,150,000	32,525	735,167
Transfers out	(61,545)	(777,543)	-	-
Change in net position	3,562,352	(106,734)	114,824	1,890,786
Total net position - beginning	37,507,278	968,739	384,803	811,029
Total net position - ending	\$ 41,069,630	\$ 862,005	\$ 499,627	\$ 2,701,815

Arapahoe County Government
Combining Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2020

Self Insurance Dental	Total
\$ 1,522,815	\$ 11,067,596
<u>1,522,815</u>	<u>11,067,596</u>
1,450,099	4,621,261
-	130,879
-	5,483,755
<u>1,450,099</u>	<u>10,235,895</u>
72,716	831,701
-	58
-	391,256
-	(288)
<u>72,716</u>	<u>1,222,727</u>
-	1,777,906
201,162	3,573,561
-	(839,088)
<u>273,878</u>	<u>5,735,106</u>
357,255	40,029,104
<u>\$ 631,133</u>	<u>\$ 45,764,210</u>

Operating revenues

Charges for sales and service

Total operating revenue

Operating expenses

Cost of sales and services

Administration

Depreciation

Total operating expenses

Operating income (loss)

Nonoperating revenue (expenses)

Insurance recoveries

Gain on sale of assets

Loss on sale of assets

Income (loss) before contributions
and transfers

Contributions other

Transfers in

Transfers out

Change in net position

Total net position - beginning

Total net position - ending

Arapahoe County, Colorado
Combining Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2020

	Governmental Activities - Internal Service Funds		
	Central Service	Self Insurance Liability	Employee Flex Benefit
Cash flows from operating activities			
Cash received for interfund services provided	\$ 6,574,071	\$ 480,996	\$ 1,014,807
Cash payments for services and supplies	(1,073,090)	(1,576,293)	(932,508)
Net cash provided by (used for) operating activities	<u>5,500,981</u>	<u>(1,095,297)</u>	<u>82,299</u>
Cash flows from noncapital financing activities			
Transfers in from other funds	1,454,707	1,150,000	32,525
Transfers out to other funds	(61,545)	(777,543)	-
Net cash provided by (used for) non capital financing activities	<u>1,393,162</u>	<u>372,457</u>	<u>32,525</u>
Cash flows from capital and related financing activities			
Acquisition of property and equipment	(5,061,387)	-	-
Proceeds from sale of capital assets	401,322	-	-
Insurance Proceeds	-	58	-
Net cash provided by (used for) by capital and related financing activities	<u>(4,660,065)</u>	<u>58</u>	<u>-</u>
Net increase (decrease) in cash and investments	2,234,078	(722,782)	114,824
Cash and Investments, January 1, 2020	<u>23,826,111</u>	<u>2,205,695</u>	<u>384,803</u>
Cash and Investments, December 31, 2020	<u>\$ 26,060,189</u>	<u>\$ 1,482,913</u>	<u>\$ 499,627</u>
Reconciliation of operating income (loss) to net cash provided by (used for) by operating activities:			
Operating income (loss)	\$ 316	\$ (479,249)	\$ 82,299
Adjustments to reconcile operating income (loss) to net cash provided by (used for) by operating activities:			
Depreciation expense	5,483,755	-	-
(Increase) decrease in current assets:			
Accounts receivable	124,687	-	-
Inventory	(6,306)	-	-
Increase (decrease) in current liabilities:			
Accounts payable	(101,471)	13,952	-
Claims payable	-	(630,000)	-
Total adjustments	<u>5,500,665</u>	<u>(616,048)</u>	<u>-</u>
Net cash provided by (used for) operating activities	<u>\$ 5,500,981</u>	<u>\$ (1,095,297)</u>	<u>\$ 82,299</u>

Arapahoe County, Colorado
Combining Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2020

Governmental Activities - Internal Service Funds

Worker's Compensation	Self Insurance Dental	Total
\$ 1,599,587	\$ 1,522,815	\$ 11,192,276
(1,186,249)	(1,476,219)	(6,244,359)
413,338	46,596	4,947,917
735,167	201,162	3,573,561
-	-	(839,088)
735,167	201,162	2,734,473
-	-	(5,061,387)
-	-	401,322
-	-	58
-	-	(4,660,007)
1,148,505	247,758	3,022,383
2,874,783	502,428	29,793,820
\$ 4,023,288	\$ 750,186	\$ 32,816,203

Cash flows from operating activities

Cash received for interfund services provided
Cash payments for services and supplies
Net cash provided by (used for) operating activities

Cash flows from noncapital financing activities

Transfers in from other funds
Transfers out to other funds
Net cash provided by (used for) non capital
financing activities

Cash flows from capital and related financing activities

Acquisition of property and equipment
Proceeds from sale of capital assets
Insurance Proceeds
Net cash provided by (used for) by capital and
related financing activities

Net increase (decrease) in cash and investments

Cash and Investments, January 1, 2020

Cash and Investments, December 31, 2020

**Reconciliation of operating income (loss) to net cash
provided by (used for) by operating activities:**

Operating income (loss)
Adjustments to reconcile operating income (loss) to
net cash provided by (used for) by operating activities:
Depreciation expense
(Increase) decrease in current assets:
Accounts receivable
Inventory
Increase (decrease) in current liabilities:
Accounts payable
Claims payable
Total adjustments

\$ 1,155,619	\$ 72,716	\$ 831,701
-	-	5,483,755
(7)	-	124,680
-	-	(6,306)
27,726	(31,120)	(90,913)
(770,000)	5,000	(1,395,000)
(742,281)	(26,120)	4,116,216
\$ 413,338	\$ 46,596	\$ 4,947,917

Net cash provided by (used for) operating activities



FIDUCIARY FUNDS

CUSTODIAL FUNDS

Custodial Funds are held by Arapahoe County in a custodial capacity for individuals, governmental entities, and nonpublic organizations, as established by resolution or state statute. The County's custodial funds include:

Treasurer's Fund – This fund is used to account for the receipt and disbursement of all property tax revenues received by the Treasurer for the County and all other taxing entities in the County.

Arapahoe County Public Trustee Fund – This fund is used to account for the fiduciary activities of the Public Trustee including foreclosures and releases of deeds of trust.

Inmate Sentencing Fund – This fund is used to account for the receipt and disbursement of monies held on behalf of prison inmates.

Arapahoe County, Colorado
Combining Statement of Fiduciary Net Position
Custodial Funds
December 31, 2020

	Treasurer's Fund	Arapahoe County Public Trustee Custodial Fund	Inmate Sentencing Fund	Total Custodial Funds
Assets				
Cash and investments	\$ 25,228,848	\$ -	\$ 377,686	\$ 25,606,534
Restricted escrow	-	99,544	-	99,544
Total cash and investments	<u>25,228,848</u>	<u>99,544</u>	<u>377,686</u>	<u>25,706,078</u>
Receivables:				
Accounts receivable	-	6,398	-	6,398
Property taxes receivable	1,033,339,061	-	-	1,033,339,061
Total receivables	<u>1,033,339,061</u>	<u>6,398</u>	<u>-</u>	<u>1,033,345,459</u>
Total assets	<u>1,058,567,909</u>	<u>105,942</u>	<u>377,686</u>	<u>1,059,051,537</u>
Liabilities				
Due to other governments and organizations	23,800,673	-	-	23,800,673
Total liabilities	<u>23,800,673</u>	<u>-</u>	<u>-</u>	<u>23,800,673</u>
Deferred inflows of resources				
Property taxes	1,033,339,061	-	-	1,033,339,061
Total deferred inflows of resources	<u>1,033,339,061</u>	<u>-</u>	<u>-</u>	<u>1,033,339,061</u>
Net position				
Restricted for:				
Individuals, organizations, and other governments	1,428,175	105,942	377,686	1,911,803
Total net position	<u>\$ 1,428,175</u>	<u>\$ 105,942</u>	<u>\$ 377,686</u>	<u>\$ 1,911,803</u>

Arapahoe County, Colorado
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended December 31, 2020

	Treasurer's Fund	Arapahoe County Public Trustee Custodial Fund	Inmate Sentencing Fund	Total Custodial Funds
Additions				
Inmate Deposits	\$ -	\$ -	\$ 2,762,240	\$ 2,762,240
Foreclosure escrow amounts received	-	9,503,573	-	9,503,573
Collection of taxes and fees for other governments	1,322,905,220	-	-	1,322,905,220
Total Additions	<u>1,322,905,220</u>	<u>9,503,573</u>	<u>2,762,240</u>	<u>1,335,171,033</u>
Deductions				
Foreclosure escrow amounts disbursed	-	9,727,868	-	9,727,868
Commissary - Sales and Services	-	-	2,798,016	2,798,016
Payments of Taxes and Fees to Other Governments and Organizations	1,322,629,845	-	-	1,322,629,845
Miscellaneous Disbursements	546,802	-	-	546,802
Total Deductions	<u>1,323,176,647</u>	<u>9,727,868</u>	<u>2,798,016</u>	<u>1,335,702,531</u>
Net Increase (Decrease) in Fiduciary Net Position	(271,427)	(224,295)	(35,776)	(531,498)
Net Position - Beginning **	1,699,602	330,237	413,462	2,443,301
Net Position - Ending	<u>\$ 1,428,175</u>	<u>\$ 105,942</u>	<u>\$ 377,686</u>	<u>\$ 1,911,803</u>

** Restated per GASB Statement 84



Arapahoe County, Colorado
911 Authority - Component Unit
Governmental Funds Balance Sheet/Statement of Net Position
December 31, 2020

	911 Authority Fund	Adjustments	Statement of Net Position
Assets			
Cash	\$ 7,230,544	\$ -	\$ 7,230,544
Accounts receivable	765,957	-	765,957
Prepaid Items	128,422	-	128,422
Total current assets	<u>8,124,923</u>	<u>-</u>	<u>8,124,923</u>
Capital assets, depreciable	-	1,630,991	1,630,991
Less accumulated depreciation	-	<u>(1,312,852)</u>	<u>(1,312,852)</u>
Net capital assets	-	318,138	318,138
Total assets	<u><u>\$ 8,124,923</u></u>	<u><u>\$ 318,138</u></u>	<u><u>\$ 8,443,061</u></u>
Liabilities			
Accounts payable	\$ 320,699	\$ -	\$ 320,699
Total liabilities	<u>320,699</u>	<u>-</u>	<u>320,699</u>
Fund balance			
Assigned	7,804,223	<u>(7,804,223)</u>	<u>-</u>
Total fund balance	<u>7,804,223</u>	<u>(7,804,223)</u>	<u>-</u>
Total liabilities and fund balances	<u><u>\$ 8,124,923</u></u>		
Net position			
Net investment in capital assets		318,138	318,138
Unrestricted		<u>7,804,223</u>	<u>7,804,223</u>
Total net position		<u><u>\$ 8,122,362</u></u>	<u><u>\$ 8,122,362</u></u>

Arapahoe County, Colorado
911 Authority - Component Unit
Statement of Governmental Fund Revenues
Expenditures, and Changes in Fund Balance/
Statement of Activities
For the Year Ended December 31, 2020

	911 Authority Fund	Adjustments	Statement of Activities
Program revenues			
Charges for services	\$ 4,344,239	\$ -	\$ 4,344,239
Operating Grants and Contributions	\$ 74,894	\$ -	\$ 74,894
General revenues			
Investment earnings	102,571	-	102,571
Miscellaneous	131,762	-	131,762
Total revenues	4,653,467	-	4,653,467
Expenditures/expenses			
Governmental activities			
Public safety	2,961,535	-	2,961,535
Capital	110,739	(110,739)	-
Depreciation	-	289,453	289,453
Total expenditures/expenses	3,072,273	178,714	3,250,987
Excess of revenues over expenditures	1,581,194	(1,581,194)	-
Change in net position	-	(1,402,480)	1,402,480
Fund balance/net position - beginning	6,223,030		6,719,882
Fund balance/net position - ending	\$ 7,804,224	\$ -	\$ 8,122,362

Arapahoe County, Colorado
911 Authority - Component Unit
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Charges for services	\$ 4,083,000	\$ 4,083,000	\$ 4,344,239	\$ 261,239
Investment earnings	70,000	70,000	102,571	32,571
Miscellaneous	-	-	206,658	206,657
Total revenues	<u>4,153,000</u>	<u>4,153,000</u>	<u>4,653,468</u>	<u>500,467</u>
Expenditures				
Current				
Public safety	6,557,682	6,557,682	2,961,535	3,596,147
Capital				
Public safety	-	-	110,739	(110,739)
Total expenditures	<u>6,557,682</u>	<u>6,557,682</u>	<u>3,072,274</u>	<u>3,485,408</u>
Excess of revenues over expenditures	(2,404,682)	(2,404,682)	1,581,194	3,985,875
Fund balance - beginning	<u>6,223,030</u>	<u>6,223,030</u>	<u>6,223,030</u>	<u>-</u>
Fund balance - ending	<u>\$ 3,818,348</u>	<u>\$ 3,818,348</u>	<u>\$ 7,804,224</u>	<u>\$ 3,985,875</u>



ARAPAHOE COUNTY, COLORADO
SOCIAL SERVICES FUND
SCHEDULE OF EBT AUTHORIZATIONS, WARRANT EXPENDITURES AND TOTAL EXPENDITURES
FOR YEAR ENDING DECEMBER 31, 2020

	A	B	C	D	E
Program	EBT Authorizations (State Paid)	County Share of EBT Authorizations	Expenditures by Warrant	Total Human Services Expenditures (A + C)	Total County Expenditures (B + C)
Adult Protective Services	\$ -	\$ -	\$ 1,449,587	\$ 1,449,587	\$ 1,449,587
Aid to Blind	(272)	(54)	-	(272)	(54)
Aid to Needy Disabled	730,905	146,181	-	730,905	146,181
Child Support Grants	-	-	3,645	3,645	3,645
Child Support Services	70,062	67,729	7,150,892	7,220,954	7,218,621
Child Welfare	11,055,780	2,239,112	20,212,550	31,268,330	22,451,662
Child Welfare Discretionary Grants	-	-	86,706	86,706	86,706
Child Welfare IV-E Waiver Interventions	-	-	818,910	818,910	818,910
Child Welfare Staffing	-	-	3,905,145	3,905,145	3,905,145
Child Welfare Subsidized Adoption	5,010,540	501,598	2,278	5,012,818	503,876
Colorado Child Care Assistance Program (CCCAP)	15,512,500	1,404,180	1,251,245	16,763,745	2,655,426
Colorado Works (TANF)	9,780,083	2,006,068	6,238,425	16,018,508	8,244,493
Core Services	3,045,091	54,893	1,951,784	4,996,875	2,006,677
County Administration	-	-	14,120,082	14,120,082	14,120,082
County Wide Cost Allocation Plan Pass Thru	-	-	6,912,151	6,912,151	6,912,151
Food Assistance Benefits (SNAP)	106,734,276	-	-	106,734,276	-
Food Assistance Job Search (Employment First)	9,276	4,638	706,039	715,315	710,677
Home Care Allowance	861,793	43,090	-	861,793	43,090
IV-E Independent Living	-	-	112,983	112,983	112,983
Low-Income Energy Assistance	5,071,404	-	37,720	5,109,124	37,720
Non-Allocated Programs	1,008,377	77,130	446,968	1,455,346	524,098
Old Age Pension	7,880,793	-	382,435	8,263,228	382,435
TANF Collections IV-D Retained	(652,662)	(130,532)	-	(652,662)	(130,532)
Title IV-B Sub Part 2 (PSSF)	-	-	220,470	220,470	220,470
Title XX Caseworker Training	-	-	3,500	3,500	3,500
Miscellaneous	(128,242)	(1,449)	2,429,943	2,301,701	2,428,494
GRAND TOTAL	\$ 165,989,705	\$ 6,412,582	\$ 68,443,459	\$ 234,433,164	\$ 74,856,041

DIFFERENCES NOTED:

COUNTY EXPENDITURES NOT RECORDED TO COUNTY FINANCIAL MANAGEMENT SYSTEM (CFMS)	\$ (1,000,949)
COUNTY WIDE COST ALLOCATION PLAN COSTS NOT RECORDED TO FUND 11	(6,912,151)
FUND TO FUND TRANSFERS NOT RECORDED TO CFMS	25,589
ITEMS RECORDED IN EXPENDITURE AND NOT AS OFFSET TO REVENUE	284,839
ITEMS RECORDED IN REVENUE AND NOT AS OFFSET TO EXPENDITURE	206,573
IV-D BALANCE SHEET ITEMS AND REFUNDS	(59,011)
PAYROLL & OTHER EXPENDITURE ACCRUALS	(82,914)
COUNTY HUMAN SERVICES TOTALS	\$ 67,318,017

***** CONTROL TOTALS \$ 234,433,164 \$ 67,318,017**

A. Human Services payments authorized by Arapahoe County, net of any refunds. These authorizations are paid by the Colorado Department of Human Services via electronic benefit cards (EBT) and electronic funds transfers (EFT).

B. The county share of Human Services payments authorized by Arapahoe County. These amounts are settled monthly by a reduction of Colorado Department of Human Services cash advances to the county, net of any refunds.

C. Expenditures made by county warrant or other county payment methods.

D. Represents the total cost of the Human Services programs that are administered by the county.

E. Reflects the county cost to administer Human Services Programs. This figure can also be found on the Social Services - Statement of Revenues, Expenditures and Changes in Fund Balance.

*** Control total for column D taken from the CFMS Expenditure/Revenue-Whole Year Report "total expenditure" column. Control total for column E, was generated using the YTD Actual figure for expenditures found in the County SAP ZFM02 Budget Report. Difference between Grand Total of column E and Control Total of column E is shown in Differences Noted.

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

LOCAL HIGHWAY FINANCE REPORTCity or County:
Arapahoe County
YEAR ENDING :
December 2020This Information From The Records Of (example - City of _ or County of) Prepared By: Rhonda Robinson
Phone: 720-874-6822**I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE**

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES**III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES**

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	28,000,402
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	0
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	165,133
2. General fund appropriations	5,503,000	b. Snow and ice removal	119,093
3. Other local imposts (from page 2)	1,707,557	c. Other	0
4. Miscellaneous local receipts (from page 2)	86,800	d. Total (a. through c.)	284,226
5. Transfers from toll facilities	0	4. General administration & miscellaneous	2,939,783
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	0
a. Bonds - Original Issues	0	6. Total (1 through 5)	31,224,411
b. Bonds - Refunding Issues	0	B. Debt service on local obligations:	
c. Notes	0	1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	0
7. Total (1 through 6)	7,297,357	b. Redemption	0
B. Private Contributions	1,940,073	c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	11,139,871	2. Notes:	
D. Receipts from Federal Government (from page 2)	3,916,427	a. Interest	0
E. Total receipts (A.7 + B + C + D)	24,293,728	b. Redemption	0
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	31,224,411

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE

P	F1+	G1+		
A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
37,849,612	24,293,728	31,224,411	30,918,929	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado YEAR ENDING (mm/yy): 12/2020	
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	1,324,150	a. Interest on investments	0
b. Other local imposts:		b. Traffic Fines & Penalties	0
1. Sales Taxes	0	c. Parking Garage Fees	0
2. Infrastructure & Impact Fees	0	d. Parking Meter Fees	0
3. Liens	0	e. Sale of Surplus Property	0
4. Licenses	0	f. Charges for Services	0
5. Specific Ownership &/or Other	383,407	g. Other Misc. Receipts	46,804
6. Total (1. through 5.)	383,407	h. Other	39,996
c. Total (a. + b.)	1,707,557	i. Total (a. through h.)	86,800
	(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	8,344,243	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	2,471,855	c. HUD	
c. Motor Vehicle Registration	323,773	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant	0	e. U.S. Corps of Engineers	
e. Other (Specify)	0	f. Other Federal	3,916,427
f. Total (a. through e.)	323,773	g. Total (a. through f.)	3,916,427
4. Total (1. + 2. + 3.f)	11,139,871	3. Total (1. + 2.g)	3,916,427
			(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	2,710,689	5,217,367	7,928,056
b. Engineering Costs	0	7,066,483	7,066,483
c. Construction:			
(1). New Facilities	0	0	0
(2). Capacity Improvements	0	0	0
(3). System Preservation	0	0	0
(4). System Enhancement & Operation	0	13,005,863	13,005,863
(5). Total Construction (1) + (2) + (3) + (4)	0	13,005,863	13,005,863
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	2,710,689	25,289,713	28,000,402
			(Carry forward to page 1)
Notes and Comments:			

Arapahoe County, Colorado
Building Maintenance Administration
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Miscellaneous	-	-	22,750	22,750
Total revenue	-	-	22,750	22,750
Expenditures				
Current				
General government	2,138,269	2,619,397	1,634,149	985,248
Public safety	-	150,000	74,709	75,291
Health and welfare	-	259,847	211,118	48,729
Highways and streets	-	180,000	173,711	6,289
Capital				
General government	-	1,603	1,603	-
Total expenditures	2,138,269	3,210,847	2,095,290	1,115,557
Excess (deficiency) of revenues over (under) expenditures	(2,138,269)	(3,210,847)	(2,072,540)	1,138,307
Other financing sources (uses)				
Transfers in	2,078,000	2,078,000	2,078,000	-
Total other financing sources (uses)	2,078,000	2,078,000	2,078,000	-
Net change in fund balance	(60,269)	(1,132,847)	5,460	1,138,307
Fund balance - beginning	1,333,296	1,333,296	1,333,296	-
Fund balance - ending	\$ 1,273,027	\$ 200,449	\$ 1,338,756	\$ 1,138,307

Arapahoe County, Colorado
Board Designated
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance
	Original	Final	Actual	with Final Budget
Revenues				
Total revenue	\$ -	\$ -	\$ -	\$ -
Expenditures				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Fund balance - beginning	16,921,280	16,921,280	16,921,280	-
Fund balance - ending	\$ 16,921,280	\$ 16,921,280	\$ 16,921,280	\$ -



Arapahoe County, Colorado

Statistical Section Index

(Unaudited)

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

Financial Trends

These schedules contain trend information to assist the reader in understanding how the County's financial position has changed over time.

Table 1	Net Position by Component	E-2
Table 2	Changes in Net Position.....	E-3
Table 3	Fund Balances - Governmental Funds.....	E-4
Table 4	Changes in Fund Balances, Governmental Funds.....	E-6

Revenue Capacity

These schedules contain information to assist the reader in assessing the County's most significant sources of revenue.

Table 5	Assessed Value and Actual Value of Taxable Property	E-8
Table 6	Direct and Overlapping Property Tax Rates.....	E-9
Table 7	Principal Property Taxpayers	E-10
Table 8	Property Tax Levies and Collections.....	E-11

Debt Capacity

These schedules present information to assist the reader in analyzing the County's current level of debt and the County's ability to issue debt in the future.

Table 9	Ratios of Outstanding Debt by Type	E-12
Table 10	Ratios of Outstanding Bonded Debt by Type	E-13
Table 11	Computation of Direct and Overlapping Debt.....	E-14
Table 12	Legal Debt Margin Information	E-16

Demographic and Economic Information

These schedules offer demographic and economic indicators to assist the reader in understanding the environment in which the County's financial activities take place.

Table 13	Demographic and Economic Statistics.....	E-17
Table 14	Principal Employers	E-18

Operating Information

These schedules contain service and infrastructure indicators to assist the reader in ascertaining how the information in the County's financial statements relate to the services the County provides and the activities it performs.

Table 15	Full-time Equivalent County Government Employees by Function/Program.....	E-19
Table 16	Operating Indicators by Function/Program.....	E-20
Table 17	Capital Assets Statistics by Function/Program.....	E-21

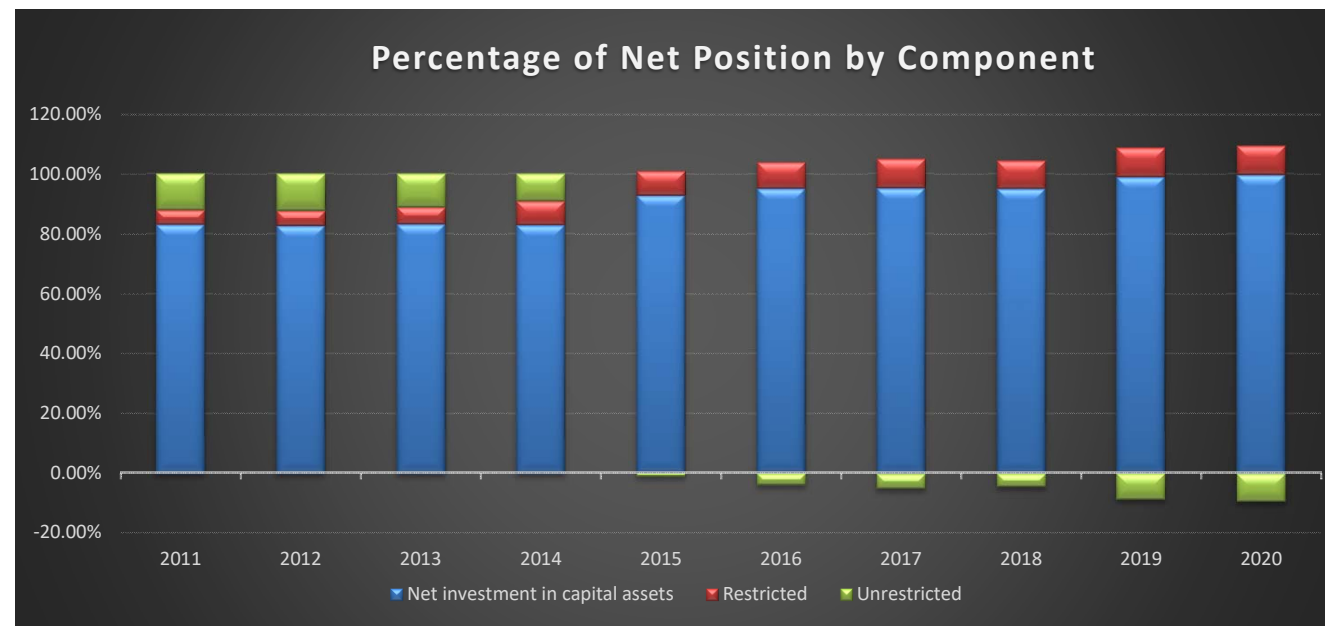
Data Source:

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

ARAPAHOE COUNTY, COLORADO
Net Position by Component
Last Ten Fiscal Years
December 31, 2020

Table 1

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Governmental Activities										
Net investment in capital assets	\$ 642,290,143	\$ 638,601,615	\$ 644,821,342	\$ 645,575,320	\$ 659,544,853	\$ 661,699,298	\$ 661,399,167	\$ 662,881,767	\$ 665,383,529	\$ 676,596,791
Restricted	37,691,869	38,816,576	43,700,491	62,204,672	58,164,427	61,025,576	67,832,163	65,523,120	65,514,966	65,947,473
Unrestricted	93,968,505	95,650,011	86,712,911	71,421,463	(7,440,134)	(27,017,353)	(34,147,538)	(30,739,972)	(58,482,934)	(63,175,972)
Total governmental activities net position	\$ 773,950,517	\$ 773,068,202	\$ 775,234,744	\$ 779,201,455	\$ 710,269,146	\$ 695,707,521	\$ 695,083,792	\$ 697,664,915	\$ 672,415,561	\$ 679,368,292



Data Source:
Applicable years' Comprehensive Annual Financial Report

Table 2

ARAPAHOE COUNTY, COLORADO
Changes in Net Position
Last Ten Fiscal Years
December 31, 2020

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Expenses Governmental Activities										
General Government	\$ 66,121,995	\$ 63,495,280	\$ 64,146,957	\$ 64,507,824	\$ 62,981,999	\$ 67,198,166	\$ 75,487,675	\$ 69,320,281	\$ 83,051,860	\$ 141,800,450
Public Safety	76,142,197	77,703,126	80,106,733	82,886,786	86,598,340	93,906,901	92,591,674	99,859,375	124,944,437	121,307,621
Judicial Services	12,223,389	12,364,714	12,389,454	12,474,361	13,392,562	14,435,062	14,879,697	15,143,028	15,888,842	16,146,113
Health & Welfare	83,747,155	82,520,568	82,262,092	84,017,656	89,673,316	96,670,273	98,713,590	106,223,692	116,509,490	146,855,313
Highways & Streets	27,133,757	24,707,635	21,739,230	23,309,365	28,620,234	32,878,027	27,985,852	28,882,804	27,870,648	37,371,967
Water & Wastewater	3,517,485	3,610,897	3,450,708	3,525,230	3,567,857	3,565,064	3,565,414	3,559,558	3,562,136	3,565,580
Airport	365,938	6,282	1,563	8,268	-	1,585,550	591	-	-	-
Culture & Recreation	14,261,422	18,017,062	18,398,769	20,022,505	20,602,042	25,427,434	24,625,180	27,661,147	33,265,464	29,575,359
Interest on long-term debt	11,495,570	10,648,886	9,397,859	9,114,034	8,542,246	7,606,467	7,508,707	7,045,569	7,139,524	4,294,706
Total expenses	<u>\$ 295,008,908</u>	<u>\$ 293,074,450</u>	<u>\$ 291,893,365</u>	<u>\$ 299,866,029</u>	<u>\$ 313,978,596</u>	<u>\$ 343,272,944</u>	<u>\$ 345,358,380</u>	<u>\$ 357,695,454</u>	<u>\$ 412,232,401</u>	<u>\$ 500,917,109</u>
Program Revenues Governmental Activities										
Charges for Services										
General Government	\$ 15,600,113	\$ 19,259,850	\$ 20,250,845	\$ 22,196,883	\$ 23,989,832	\$ 24,764,618	\$ 25,740,484	\$ 29,533,354	\$ 28,279,158	\$ 31,534,814
Public Safety	25,957,155	26,071,312	25,860,963	26,375,646	27,738,753	29,725,654	29,943,245	31,738,589	35,800,426	36,136,992
Health & Welfare	338,422	220,022	445,771	634,870	755,207	628,911	647,231	565,584	623,005	658,963
Highways & Streets	361,674	542,081	713,619	758,650	927,621	860,617	893,530	939,266	1,163,994	1,212,473
Airport	-	-	-	-	571,911	-	-	-	-	-
Culture & Recreation	368,133	363,075	712,210	575,644	-	942,446	924,663	1,049,356	1,205,946	24,721
Operating Grants and Contributions										
General Government	532,320	587,711	198,373	130,532	116,151	142,214	1,175,081	332,855	392,675	57,524,843
Public Safety	4,335,027	4,012,225	3,470,396	3,282,826	2,577,121	2,200,898	2,433,452	1,893,598	1,920,058	2,997,179
Judicial Services									291,080	120,492
Health & Welfare	58,958,731	56,549,617	55,446,824	54,827,686	59,144,977	64,420,988	64,723,939	130,023	71,616,324	131,985,737
Highways & Streets	8,680,840	10,085,021	9,110,175	9,210,239	9,421,948	10,092,021	14,217,769	72,177,853	17,347,267	16,508,054
Water & Wastewater	-	-	-	-	-	-	-	11,113,339	-	-
Culture & Recreation	164,769	142,056	221,769	163,276	154,106	150,694	275,193	595,963	414,048	270,530
Capital grants and Contributions										
General Government	127,990	-	8,411	-	-	-	-	-	-	-
Public Safety	-	-	62,207	23,650	-	137,985	35,612	431,223	20,915	41,024
Health & Welfare	4,029	5,877	5,461	6,816	6,951	8,460	7,469	8,938	7,058	8,166
Highways & Streets	582,094	115,729	279,095	1,990,573	512,927	578,392	1,758,232	1,841,745	2,530,471	3,752,426
Culture & Recreation	495,200	610,905	667,655	606,114	610,925	720,904	675,487	684,236	773,048	702,301
Total program revenues	<u>\$ 116,506,497</u>	<u>\$ 118,565,481</u>	<u>\$ 117,453,774</u>	<u>\$ 120,783,405</u>	<u>\$ 126,528,430</u>	<u>\$ 135,374,802</u>	<u>\$ 143,451,387</u>	<u>\$ 153,035,922</u>	<u>\$ 162,385,473</u>	<u>\$ 283,478,715</u>
Net (Expense)/Revenue Governmental Activities										
Total primary government net expense	\$ (178,502,411)	\$ (174,508,969)	\$ (174,439,591)	\$ (179,082,624)	\$ (187,450,166)	\$ (208,273,142)	\$ (201,906,993)	\$ (204,659,532)	\$ (249,846,928)	\$ (217,438,394)
General Revenues Governmental Activities										
Property taxes	\$ 134,792,665	\$ 137,159,101	\$ 137,284,487	\$ 140,623,343	\$ 140,088,056	\$ 146,327,277	\$ 150,346,537	\$ 156,874,600	\$ 164,054,460	\$ 170,583,122
Sales taxes	17,568,252	19,424,283	21,058,410	22,557,783	24,593,215	25,647,538	26,557,828	27,911,710	30,334,481	31,526,629
Other taxes	7,819,588	8,650,925	9,140,147	9,778,605	10,149,831	10,735,626	12,163,187	10,811,204	13,170,907	10,409,174
Investment income	2,337,311	1,340,297	533,928	1,559,611	2,198,875	1,950,443	2,794,250	4,704,611	10,372,294	7,552,178
Build America Bonds Credit	1,158,381	1,158,381	1,057,602	1,074,398	1,076,715	1,079,032	1,080,190	1,084,245	1,088,299	-
Miscellaneous	8,741,330	8,792,643	7,531,559	7,455,595	7,700,202	7,971,601	8,341,272	5,854,285	5,577,133	6,207,643
Total general revenues	<u>\$ 172,417,527</u>	<u>\$ 176,525,630</u>	<u>\$ 176,606,133</u>	<u>\$ 183,049,335</u>	<u>\$ 185,806,894</u>	<u>\$ 193,711,517</u>	<u>\$ 201,283,264</u>	<u>\$ 207,240,655</u>	<u>\$ 224,597,574</u>	<u>\$ 226,278,746</u>
Change in Net Position										
Governmental activities	\$ (6,084,884)	\$ 2,016,661	\$ 2,166,542	\$ 3,966,711	\$ (1,643,272)	\$ (14,561,625)	\$ (623,729)	\$ 2,581,123	\$ (25,249,354)	\$ 8,840,352

Data Source:

Applicable years' Comprehensive Annual Financial Report

Table 3

ARAPAHOE COUNTY, COLORADO
Fund Balances Governmental Funds
Last Ten Fiscal Years
December 31, 2020

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Fund										
Nonspendable	\$ 28,289	\$ 15,594	\$ 14,497	\$ 29,126	\$ 21,446	\$ 89,763	\$ 6,944	\$ 7,215	\$ 18,109	\$ 271,381
Restricted	5,533,967	5,683,857	5,721,746	5,880,269	6,237,852	6,525,720	6,870,489	7,258,016	8,352,668	7,864,114
Assigned	5,375,023	7,271,891	6,715,072	3,187,951	8,943,657	8,011,437	11,731,823	9,137,938	11,511,037	7,911,434
Unassigned	30,723,073	34,078,126	38,051,806	36,372,605	33,670,399	36,996,292	37,222,085	45,059,519	49,422,184	72,276,067
Total General Fund	\$ 41,660,352	\$ 47,049,468	\$ 50,503,121	\$ 45,469,951	\$ 48,873,354	\$ 51,623,212	\$ 55,831,341	\$ 61,462,688	\$ 69,303,998	\$ 88,322,996
All Other Governmental Funds										
Nonspendable	\$ 169,131	\$ 165,021	\$ 151,614	\$ 159,433	\$ 91,153	\$ 85,940	\$ 92,636	\$ 94,435	\$ 78,085	\$ 120,418
Restricted	33,780,233	35,457,760	40,297,435	65,837,389	56,231,919	56,029,200	61,203,487	58,265,103	57,162,298	58,083,359
Committed	36,424,167	42,603,723	32,769,338	42,156,672	29,309,109	24,348,429	26,474,074	33,517,748	43,331,425	37,777,300
Assigned	26,478,072	25,789,116	29,311,879	12,928,127	16,790,588	14,510,748	14,690,081	18,069,776	17,439,522	18,386,065
Unassigned	(759,365)	(1,645,415)	(463,024)	(889,882)	(856,529)	(540,719)	(1,069,249)	(855,742)	(810,362)	(1,110,692)
Total all other governmental fur	96,092,238	102,370,205	102,067,242	120,191,739	101,566,240	94,433,598	101,391,029	109,091,320	117,200,968	113,256,450
Total General and all other governmental funds	\$ 137,752,590	\$ 149,419,673	\$ 152,570,363	\$ 165,661,690	\$ 150,439,594	\$ 146,056,810	\$ 157,222,370	\$ 170,554,008	\$ 186,504,966	\$ 201,579,446

Data Source:
Applicable years' Comprehensive Annual Financial Report



Table 4

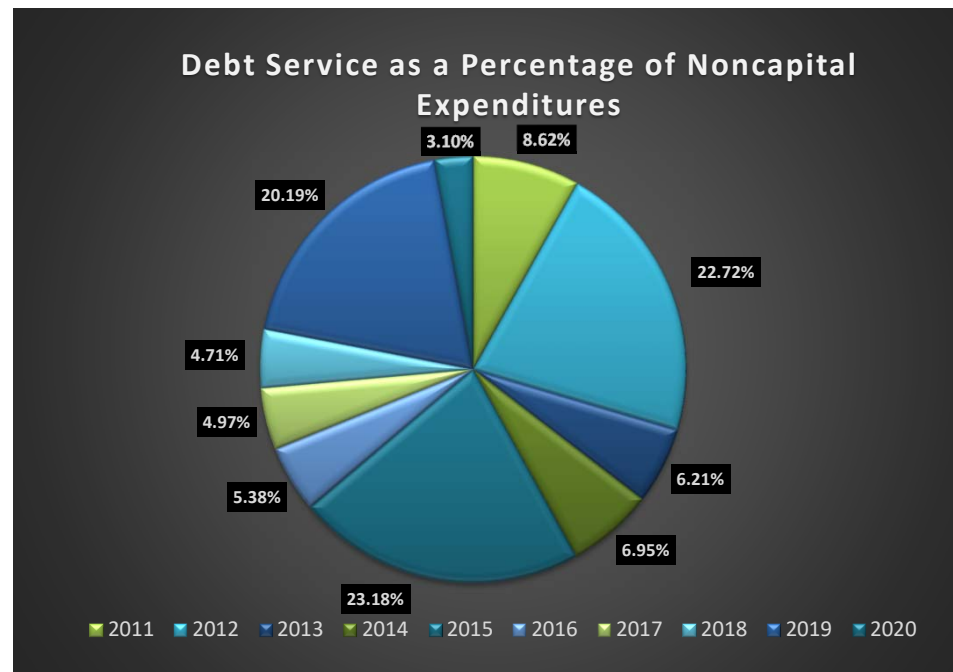
ARAPAHOE COUNTY COLORADO
Changes in Fund Balances Governmental Funds
Last Ten Fiscal Years
December 31, 2020

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues										
Taxes	\$ 160,180,505	\$ 165,234,310	\$ 167,427,334	\$ 172,983,923	\$ 174,843,027	\$ 182,717,914	\$ 189,064,942	\$ 195,592,692	\$ 207,569,973	\$ 212,513,367
Licenses and Permits	4,626,342	5,770,321	6,291,499	7,071,899	7,679,491	6,862,319	6,938,686	8,265,521	8,139,175	7,693,350
Intergovernmental	73,914,329	72,511,100	70,868,970	67,743,648	71,714,313	77,683,616	82,377,314	88,157,459	92,613,456	208,214,654
Charges for Services	39,927,613	42,344,679	42,460,957	43,049,570	45,554,064	48,754,388	48,098,474	52,059,969	55,883,731	59,662,666
Fines	2,187,374	2,276,220	1,672,267	1,582,379	1,472,027	1,333,331	1,116,890	959,499	796,019	505,971
Investment Earnings	2,337,311	1,340,297	533,928	1,559,611	2,198,875	1,950,442	2,794,250	4,704,611	10,372,294	7,552,178
Interfund Revenues and Rentals	3,381,894	3,871,456	4,024,310	3,812,158	3,885,296	4,175,841	4,015,236	4,165,304	4,286,950	3,904,081
Interest on Loan to Component Unit	1,617,384	1,584,577	1,591,390	1,596,342	1,594,761	1,632,137	-	-	-	-
Developer Contributions	306,191	101,521	242,452	150,421	488,890	305,860	516,303	882,710	606,560	1,940,073
Build America Bonds credit	1,158,381	1,158,381	1,057,602	1,074,398	1,076,715	1,079,032	1,080,190	1,084,245	1,088,299	-
Miscellaneous	3,089,955	2,642,425	2,263,215	3,457,709	4,467,072	4,499,116	4,966,928	5,703,655	5,974,047	6,886,507
Total Revenues	292,727,279	298,835,287	298,433,924	304,082,058	314,974,531	330,993,996	340,969,213	361,575,665	387,330,504	508,872,847
Expenditures										
General Government	59,409,082	57,788,954	57,720,320	61,033,179	60,935,571	62,611,284	63,141,881	64,884,087	68,438,168	131,582,571
Public Safety	72,257,100	73,438,472	74,622,220	77,598,486	79,051,015	82,748,708	83,150,402	89,267,881	98,955,247	103,883,234
Judicial Services	12,099,113	12,234,857	12,319,363	12,417,783	13,269,108	14,313,223	14,784,134	14,979,860	15,699,764	16,059,858
Health and Welfare	85,820,777	84,074,191	83,417,958	83,174,922	86,631,696	93,767,618	94,276,722	102,785,922	105,015,413	140,458,951
Highways and Streets	19,904,997	15,900,164	14,754,234	16,077,366	21,008,487	24,938,875	20,127,897	20,709,299	18,913,639	28,849,960
Water and Wastewater	101,224	113,441	115,122	113,935	117,138	114,024	114,375	108,518	111,096	114,640
Airport	850	6,282	1,563	8,268	-	550	591	-	-	-
Culture and Recreation	15,074,698	17,521,272	17,875,463	19,377,236	19,802,789	24,410,962	23,185,225	26,464,210	31,677,103	28,308,270
Capital Outlay	22,953,275	10,144,267	16,461,656	9,542,868	29,224,035	14,024,761	13,430,781	13,538,293	14,520,498	25,533,146
Debt Service										
Principal	13,449,250	65,774,205	7,780,421	10,988,043	8,605,357	9,069,781	7,731,226	8,193,408	8,043,776	9,300,771
Interest	11,506,597	11,361,697	9,486,734	9,154,339	8,703,895	8,144,791	7,903,906	7,586,761	7,298,167	5,081,422
Debt Issuance/Admin Costs	48,121	1,263,735	6,080	56,373	500,519	3,558	3,550	3,550	499,386	3,450
Total Expenditures	312,625,084	349,621,537	294,561,134	299,542,798	327,849,610	334,148,135	327,850,690	348,521,789	369,172,257	489,176,273
Excess of revenues over (under) expenditures	(19,897,805)	(50,786,250)	3,872,790	4,539,260	(12,875,079)	(3,154,139)	13,118,523	13,053,876	18,158,247	19,696,574

Table 4 (continued)

ARAPAHOE COUNTY COLORADO
Changes in Fund Balances Governmental Funds
Last Ten Fiscal Years
December 31, 2018

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Other Financing Sources (Uses)										
Transfers In	49,478,206	21,451,484	16,374,015	22,221,040	8,611,624	24,256,236	20,179,682	24,167,219	17,778,109	42,122,171
Transfers Out	(50,234,438)	(20,767,035)	(17,096,115)	(23,112,366)	(11,365,506)	(25,484,881)	(22,132,645)	(25,867,360)	(20,491,881)	(44,856,644)
Debt issued	9,650,000	59,020,000	-	-	48,940,000	-	-	-	-	-
Capital Leases	-	-	-	9,443,393	-	-	-	-	-	-
Refunding Bonds Issued	-	-	-	-	-	-	-	-	53,120,000	-
Payment to Bond Agent	-	-	-	-	(51,909,890)	-	-	-	(56,251,695)	-
Premium (discount) on Bonds	-	1,767,720	-	-	3,376,755	-	-	-	3,638,178	-
Total other financing sources (uses)	8,893,768	61,472,169	(722,100)	8,552,067	(2,347,017)	(1,228,645)	(1,952,963)	(1,700,141)	(2,207,289)	(2,734,473)
Net Change in Fund Balances	\$ (11,004,037)	\$ 10,685,919	\$ 3,150,690	\$ 13,091,327	\$ (15,222,096)	\$ (4,382,784)	\$ 11,165,560	\$ 11,353,735	\$ 15,950,958	\$ 16,962,101
Debt service as a percentage of noncapital expenditures	8.62%	22.72%	6.21%	6.95%	23.18%	5.38%	4.97%	4.71%	20.19%	3.10%

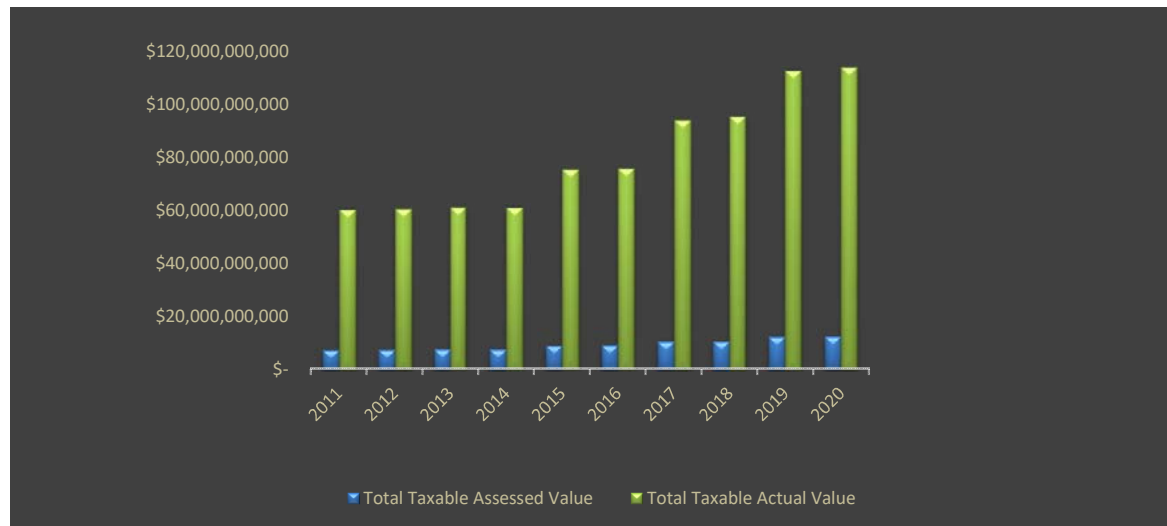


Data Source:
 Applicable years' comprehensive annual financial report

Table 5

ARAPAHOE COUNTY, COLORADO
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years
December 31, 2020

Fiscal Year	Residential Property	Commercial Property	Industrial Property	Vacant	Agricultural	Other Natural Resources	State Assessed	Tax-Exempt Property	Total Taxable Assessed Value	Total Taxable Actual Value	Total Direct Tax rate
2011	3,775,269,790	2,995,807,840	31,667,580	219,167,970	12,033,580	6,624,610	387,517,800	1,293,261,390	7,428,089,170	60,010,542,511	27.279
2012	3,794,466,240	2,984,226,260	32,561,730	204,179,330	11,863,490	17,992,250	417,530,100	1,312,493,880	7,462,819,400	60,300,053,871	27.035
2013	3,780,177,620	3,123,945,090	33,512,670	190,477,390	13,825,160	22,654,840	455,088,000	1,243,090,240	7,619,680,770	60,703,146,667	26.973
2014	3,812,812,264	3,087,727,246	36,395,645	175,558,234	14,168,482	33,769,837	457,192,000	1,299,479,589	7,617,623,708	60,972,155,045	26.726
2015	4,829,416,614	3,478,983,884	37,246,901	193,926,306	16,462,494	85,556,481	428,740,800	1,619,809,644	9,070,333,480	75,144,878,222	25.754
2016	4,874,504,552	3,519,405,327	36,968,269	178,409,908	16,338,886	76,794,298	426,031,500	1,628,023,002	9,128,452,740	75,777,157,324	25.947
2017	5,542,587,113	4,193,565,204	42,237,673	206,691,992	17,941,704	45,801,576	427,051,400	1,653,183,167	10,475,876,662	93,818,242,423	24.652
2018	5,629,267,276	4,235,219,289	44,208,693	200,504,857	18,482,733	58,597,252	417,134,600	1,671,911,738	10,603,414,700	95,250,716,882	25.128
2019	6,688,464,329	4,740,323,835	50,508,442	276,572,334	19,055,250	129,775,815	425,204,900	1,770,981,924	12,329,904,905	112,735,076,633	23.466
2020	6,780,444,221	4,730,124,131	49,565,596	238,381,645	19,115,437	141,085,531	441,521,800	1,772,991,707	12,400,238,361	113,922,629,991	23.805



Data Source:
Arapahoe County Assessor's Office

Table 6

ARAPAHOE COUNTY, COLORADO
Direct and Overlapping Property Tax Rates
(rate per \$1,000 of assessed value)
Last Ten Fiscal Years
December 31, 2020

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
County Direct Rates										
General	13.270	13.127	13.134	12.976	11.310	11.477	10.521	10.963	9.649	9.945
Special Revenue	4.046	4.023	3.996	3.974	3.546	3.562	3.296	3.338	3.036	3.068
L.E.A.D. & Library	9.963	9.885	9.843	9.776	10.898	10.908	10.835	10.827	10.781	10.792
Total direct rate	27.279	27.035	26.973	26.726	25.754	25.947	24.652	25.128	23.466	23.805
City & Town Rates										
Aurora	10.653	10.290	10.290	8.886	8.569	8.605	8.605	8.605	8.605	8.076
Bennett	11.950	11.950	11.950	11.950	11.950	11.950	11.950	11.950	11.950	11.950
Bow-Mar	16.956	17.486	18.879	25.389	24.280	25.185	25.373	26.142	25.112	26.021
Centennial	5.120	5.129	5.073	5.015	5.030	5.026	5.006	5.003	5.002	5.033
Cherry Hills	13.295	13.304	13.374	13.360	13.557	13.559	13.559	13.813	14.722	14.722
Columbine	9.352	9.336	9.316	9.316	7.891	8.172	8.133	7.751	6.567	7.949
Deer Trail	17.104	17.104	17.104	17.104	14.597	15.821	14.585	15.050	13.453	14.088
Englewood	7.621	7.794	8.124	8.124	7.804	11.613	10.745	10.710	9.438	9.576
Foxfield	23.238	20.400	20.400	20.400	20.400	20.400	4.982	4.982	4.982	4.982
Glendale	18.670	18.670	18.670	18.670	18.670	18.670	18.670	18.670	18.670	18.670
Greenwood Village	2.932	2.932	2.932	2.932	2.932	2.932	2.932	2.932	2.932	2.932
Littleton	6.662	6.662	6.662	6.662	6.662	6.662	6.662	6.662	2.000	2.000
Sheridan	8.078	8.253	8.366	8.131	23.363	26.196	24.109	23.844	20.310	20.640
School Districts										
Aurora	54.159	63.830	67.323	67.635	66.648	69.685	69.006	82.014	81.275	82.034
Bennett	33.427	33.508	33.399	32.950	32.387	32.594	32.303	32.296	24.882	22.494
Byers	33.148	31.407	30.726	30.695	32.812	33.096	26.230	26.261	26.121	27.338
Cherry Creek	54.367	58.037	57.492	56.702	49.703	53.232	49.687	49.995	46.997	49.724
Deer Trail	27.293	27.309	27.221	27.237	27.204	27.243	42.826	41.817	38.851	38.936
Englewood	45.858	46.719	46.874	47.018	44.268	54.561	52.372	52.373	49.852	49.854
Littleton	57.530	56.935	56.985	56.601	53.424	53.030	51.166	56.945	59.266	64.744
Sheridan	38.764	41.998	42.823	40.854	38.308	38.744	35.259	50.798	46.502	44.903
Strasburg	42.494	41.135	39.952	39.655	38.646	38.725	38.315	38.373	37.656	46.684
Special Districts	.030-90.0	.030-90.0	.027-90.0	.027-90.0	.027-90.0	.027-90.0	.021-98.9	.010-100.3	.010-102.1	.010-123.2

Data Source:
Arapahoe County Assessor's Office

Table 7

ARAPAHOE COUNTY, COLORADO
Principal Property Taxpayers
Current Year and Nine Years Ago
December 31, 2020

	2020			2011		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
<u>Taxpayer</u>						
Public Svc Co (Xcel Energy)	\$ 182,510,060	1	1.29%	\$ 97,489,640	1	1.31%
Verizon Wireless	52,117,500	2	0.37%	60,822,430	3	0.82%
CenturyLink (Qwest Corp.)	52,030,200	3	0.37%	93,210,200	2	1.25%
Columbia HealthOne LLC	42,535,975	4	0.30%	43,500,010	4	0.59%
Granite Place LLC	36,830,000	5	0.26%	-		-
Greenwood Property Corp	32,948,060	6	0.23%	28,420,000	5	0.38%
Denver CB Center 2 LLC (6340 Fiddlers Green Circle LP)	28,502,940	7	0.20%	-		-
GPI Plaza Tower LP	25,370,940	8	0.18%	-		-
DCS Owner LLC	21,460,000	9	0.15%	-		-
CEGM Centennial LLC	19,115,930	10	0.13%	-		-
Property Colorado OBJLW	-		-	18,415,000	6	0.25%
National Digital Television	-		-	14,572,100	7	0.20%
Palazzo Verdi LLC	-		-	11,507,470	8	0.15%
Weingarten/Miller Aurora II	-		-	11,388,310	9	0.15%
5251 DTC Parkway LLC	-		-	11,223,000	10	0.15%
Total	<u>\$ 493,421,605</u>		<u>3.48%</u>	<u>\$ 390,548,160</u>		<u>5.26%</u>

Data Source:
Arapahoe County Assessor's Office

Table 8

ARAPAHOE COUNTY, COLORADO
Property Tax Levies and Collections
Last Ten Fiscal Years
December 31, 2020

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal year of the Levy		Collections in Subsequent Years (1)	Total Collections to Date	
		Amount	Percentage of Levy		Total Taxes Collected	Percentage of Levy
2010	\$125,349,303	\$ 124,973,255	99.7%	\$ 300,000	\$ 125,273,255	99.9%
2011	126,563,649	126,310,522	99.8%	180,000	126,490,522	99.9%
2012	125,727,462	125,476,007	99.8%	150,000	125,626,007	99.9%
2013	128,155,159	127,952,802	99.8%	100,000	128,052,802	99.9%
2014	126,816,707	124,374,319	98.1%	700,000	125,074,319	98.6%
2015	132,443,530	128,808,551	97.3%	980,000	129,788,551	98.0%
2016	134,720,914	133,450,038	99.1%	128,000	133,578,038	99.2%
2017	142,256,121	141,159,227	99.2%	385,613	141,544,840	99.5%
2018	148,899,511	148,042,148	99.4%	295,000	148,337,148	99.6%
2019	153,648,531	152,572,991	99.3%	250,000	152,822,991	99.5%
2020	158,558,190	-	-	-	-	-



Data Sources:

Arapahoe County Treasurer's Office

Arapahoe County Annual Budget

(1) Estimated calculation

Note: The difference between the total taxes collected shown on this schedule and the property taxes recorded on the Government-wide Statement of Activities is that the Statement of Activities line item for property taxes includes interest on current tax and property taxes collected on three blended component units not included above (Arapahoe Law Enforcement Authority, Arapahoe County Recreation District and the Arapahoe County Water and Wastewater Public Improvement District.)

Table 9

ARAPAHOE COUNTY, COLORADO
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
December 31, 2020

Fiscal Year	Total Bonds Payable¹	Total Notes Payable¹	Total Certificates of Participation Payable¹	Total Capital Leases¹	Total Primary Government¹	Percentage of Personal Income²	Percentage of Actual Value of Taxable Property³	Total Outstanding Debt Per Capita
2011	114,445,945	39,872,693	43,876,948	17,371,307	215,566,893	0.78%	0.36%	368.68
2012	116,735,398	38,793,793	39,649,009	16,119,193	211,297,393	0.73%	0.35%	355.97
2013	115,868,284	37,701,231	36,540,975	14,617,381	204,727,871	0.66%	0.34%	338.73
2014	114,832,794	36,589,875	31,706,254	19,768,364	202,897,287	0.71%	0.33%	334.22
2015	140,581,034	8,582,389	26,792,005	18,327,181	194,282,609	0.56%	0.26%	314.20
2016	138,905,723	7,446,310	21,256,405	16,844,104	184,452,542	0.51%	0.24%	289.45
2017	137,059,731	6,281,757	17,307,225	15,317,619	175,966,332	0.50%	0.19%	272.09
2018	135,007,822	5,098,429	13,198,045	13,720,977	167,025,273	0.45%	0.18%	257.08
2019	133,470,844	3,890,885	8,929,412	12,701,498	158,992,639	0.40%	0.14%	241.61
2020	129,941,621	2,664,894	4,474,686	11,647,046	148,728,247	0.36%	0.13%	226.44

Note: Details regarding the County's outstanding debt can be found in Notes to the Financial Statements.

Data Sources:

- (1) Applicable years' Comprehensive Annual Financial Report
- (2) Estimates obtained from the state of Colorado Department of Local Affairs
- (3) Arapahoe County Assessor's Office

ARAPAHOE COUNTY, COLORADO
Ratios of Outstanding Bonded Debt by Type
Last Ten Fiscal Years
December 31, 2020

Table 10

Fiscal Year	Total Bonds Payable¹	Total Notes Payable¹	Total Certificates of Participation Payable¹	Total Capital Leases¹	Less: Amounts Available in Restricted Resources	Net Bonded Debt²	Net Bonded Debt as Percent of Estimated Actual Taxable Value of Property³	Total Bonded Debt Per Capita
2011	\$ 114,445,945	\$ 39,872,693	\$ 43,876,948	\$ 17,371,307	\$ 1,200,000	\$ 113,245,945	0.19%	\$ 193.68
2012	116,735,398	38,793,793	39,649,009	16,119,193	1,200,000	115,535,398	0.19%	194.64
2013	115,868,284	37,701,231	36,540,975	14,617,381	1,200,000	114,668,284	0.19%	189.72
2014	114,832,794	36,589,875	31,706,254	19,768,364	1,200,000	113,632,794	0.19%	187.18
2015	140,581,034	8,582,389	26,792,005	18,327,181	1,200,000	139,381,034	0.19%	225.41
2016	138,905,723	7,446,310	21,256,405	16,844,104	1,200,000	137,705,723	0.18%	216.09
2017	137,059,731	6,281,757	17,307,225	15,317,619	1,200,000	135,859,731	0.14%	210.07
2018	135,007,822	5,098,429	13,198,045	13,720,977	1,200,000	133,807,822	0.14%	205.95
2019	133,470,844	3,890,885	8,929,412	12,701,498	-	133,470,844	0.12%	202.82
2020	129,941,621	2,664,894	4,474,686	11,647,046	-	129,941,621	0.11%	197.83

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

Data Sources:

- (1) Applicable years' comprehensive annual financial report
- (2) Net bonded debt equals: General Obligation bonds, Notes, Certificates of Participation, and Capital Leases (net of related premiums, discounts and adjustments), less restricted resources.
- (3) Arapahoe County Assessor's Office

Table 11

ARAPAHOE COUNTY, COLORADO
Computation of Direct and Overlapping Debt
December 31, 2020

<u>Governmental Unit</u>	<u>General Obligation Debt Outstanding</u>	<u>Percentage Applicable to County</u>	<u>Direct and Overlapping Debt</u>
Cities & Towns:			
City of Englewood	\$ 41,529,611	100%	\$ 41,529,611
City of Sheridan	27,830,000	100%	27,830,000
Total Cities & Towns			\$ 69,359,611
School Districts:			
Aurora	\$ 424,396,099	64%	\$ 271,613,503
Bennett	3,900,000	50%	1,950,000
Cherry Creek	560,170,000	100%	560,170,000
Deer Trail	6,275,000	95%	5,961,250
Englewood	150,482,992	100%	150,482,992
Littleton	416,751,195	100%	416,751,195
Sheridan	16,818,883	100%	16,818,883
Strasburg	4,696,574	30%	1,408,972
Total School Districts			\$ 1,425,156,796
Special Districts:			
3rd & Havanna Metro District	\$ 25,000,000	100%	\$ 25,000,000
Adonea Metropolitan District #2	21,996,000	100%	21,996,000
Antelope Water System GID	2,000,000	100%	2,000,000
Arapahoe Lake Public Park District	480,600	100%	480,600
Arapahoe Park and Recreational District	2,650,000	100%	2,650,000
Arapahoe Water and Wastewater PID	132,148,383	92%	120,915,770
Aspen Grove Business Improvement	4,485,000	100%	4,485,000
Aurora Centretex Metropolitan District	9,385,000	100%	9,385,000
Aurora Crossroads Metro District #2	45,000,000	100%	45,000,000
Beacon Point Metropolitan District	19,770,000	100%	19,770,000
Bellevue Place Metro District	3,177,000	100%	3,177,000
Bijou Creek Metropolitan District	2,154,000	100%	2,154,000
Bristol Metropolitan District	1,797,000	100%	1,797,000
Centennial Downs Metropolitan District	4,830,000	100%	4,830,000
Charlou Park 3rd Flg GID	580,300	100%	580,300
Cherry Creek Racquet Club GID	400,000	100%	400,000
Cherry Creek Vista Park and Recreational District A	6,541,000	100%	6,541,000
Cherry Creek Vista Park and Recreational District B	6,686,000	100%	6,686,000
Cherry Hills City Metropolitan District	3,002,000	100%	3,002,000
Citadel on Colfax BID	12,530,000	100%	12,530,000
Cobblewood GID	306,000	100%	306,000
Commons at East Creek Metro	1,495,000	100%	1,495,000
Conservatory Metropolitan District	19,410,000	100%	19,410,000
Copperleaf Metropolitan District #2	29,400,000	100%	29,400,000
Copperleaf Metropolitan District #3	11,938,000	100%	11,938,000
Copperleaf Metropolitan District #4	24,410,000	100%	24,410,000
Copperleaf Metropolitan District #6	13,410,000	100%	13,410,000
Cornerstar Metro District Bonds	35,520,000	100%	35,520,000
Country Homes Metropolitan District P-A and P-B	82,000	100%	82,000
Cross Creek Metropolitan District #2	10,555,000	100%	10,555,000
Dove Valley Metropolitan District	39,300,000	100%	39,300,000
Eagle Bend Metropolitan District	25,640,000	100%	25,640,000
Eagle's Nest Metropolitan District	1,321,000	100%	1,321,000
East Creek Metropolitan District #1	4,594,000	100%	4,594,000
East Smoky Hill Metropolitan District #1	2,950,000	100%	2,950,000
East Smoky Hill Metropolitan District #2	4,355,000	100%	4,355,000
East Valley Metropolitan District	256,410	100%	256,410
Estancia Metropolitan District	4,110,000	100%	4,110,000
Fiddlers Business IM District	55,470,000	100%	55,470,000
Fitzsimons Village Metropolitan District #1	7,487,000	100%	7,487,000
Forest Trace Metropolitan District #3	13,410,000	100%	13,410,000
Foxridge General Improvement District	1,955,000	100%	1,955,000
Galleria Metropolitan District Bonds	2,887,421	100%	2,887,421
Gardens at East Iliff Metropolitan District	2,745,000	100%	2,745,000
Heather Gardens Metropolitan District	8,465,000	100%	8,465,000
Heather Ridge Metropolitan District #1	5,773,874	100%	5,773,874
Heritage Greens Metropolitan District	2,380,000	100%	2,380,000
High Plains Metropolitan District	27,205,000	100%	27,205,000

Table 11 (continued)

ARAPAHOE COUNTY, COLORADO
Computation of Direct and Overlapping Debt
December 31, 2020

Special Districts	General Obligation Debt Outstanding	Percentage Applicable to County	Direct and Overlapping Debt
Highline Crossing Metropolitan District	1,916,000	100%	1,916,000
Hills At Cherry Creek Metro District	1,345,000	100%	1,345,000
Iliff Commons Metropolitan District #2	4,278,000	100%	4,278,000
Iliff Commons Metropolitan District #3	1,845,000	100%	1,845,000
Inverness Metropolitan Improvement District	1,245,000	65%	809,250
Inverness Water and Sanitation District	6,445,788	65%	4,189,762
Iron Works Village Metropolitan District	3,589,000	100%	3,589,000
Kent Place Metropolitan District #2	1,820,000	100%	1,820,000
Littleton Village Metropolitan District #2	17,924,643	100%	17,924,643
Liverpool Metropolitan District	1,750,000	100%	1,750,000
Marvella Metropolitan District	4,899,000	100%	4,899,000
Meadow Hills County Club GID	320,000	100%	320,000
Murphy Creek Metropolitan District #3	33,177,383	100%	33,177,383
Orchard Valley Metropolitan District	5,415,000	100%	5,415,000
Panorama Metropolitan District	2,230,000	100%	2,230,000
Parker Jordan Metropolitan Bonds	4,260,000	100%	4,260,000
Parkside at City Centre BID	13,990,000	100%	13,990,000
Peoria Park GID	247,000	100%	247,000
Pier Point 7 GID	1,700,000	100%	1,700,000
Piney Creek Village Metropolitan District	4,960,000	100%	4,960,000
Pioneer Hills Metropolitan District	3,600,248	100%	3,600,248
Polo Reserve Metropolitan District	240,000	100%	240,000
Powhatan RD Metropolitan District #2	10,925,000	100%	10,925,000
Sable Altura Fire Protection District	958,028	65%	622,718
Saddle Rock Metropolitan District	6,875,000	100%	6,875,000
Saddle Rock South Metropolitan District #4	12,230,000	100%	12,230,000
Serenity Ridge Metropolitan District #2	16,608,401	100%	16,608,401
Sorrel Ranch Metropolitan District	12,835,000	100%	12,835,000
Southglenn Metropolitan District	66,240,000	100%	66,240,000
South Suburban Park and Recreation	39,235,000	76%	29,818,600
Southlands Metropolitan District #1 Bonds	43,815,000	100%	43,815,000
Southlands Metropolitan District #1	47,130,000	100%	47,130,000
Southlands Metropolitan District #2	4,988,000	100%	4,988,000
Southshore Metropolitan District #2	33,514,000	100%	33,514,000
Sterling Hills Metropolitan District	10,455,000	100%	10,455,000
Tall Grass Metropolitan District	14,870,000	100%	14,870,000
Tallyn's Reach Metropolitan District #3	30,390,000	100%	30,390,000
The Point Metropolitan District	9,113,648	100%	9,113,648
Tollgate Crossing Metropolitan District #2	10,872,000	100%	10,872,000
Traditions Metropolitan District	13,460,000	100%	13,460,000
Valley Club Point Metropolitan District	2,250,000	100%	2,250,000
Waterstone Metro District #1	15,680,000	100%	15,680,000
Wheatland's Metropolitan District	24,185,000	100%	24,185,000
Whispering Pines Metropolitan District #1	30,000,000	100%	30,000,000
Wild Plum Metropolitan District	8,064,000	100%	8,064,000
Willo Creek GID 1	4,340,000	100%	4,340,000
Willow Trace Metropolitan District	7,590,000	100%	7,590,000
Total special districts			\$ 1,231,587,029
Subtotal, overlapping debt			\$ 2,726,103,435
Arapahoe County direct debt			\$ 148,728,247
Total direct and overlapping debt			\$ 2,874,831,682

Source: Arapahoe County Finance Department

Note: Overlapping Debt is the proportionate share of the debts of local jurisdictions located wholly or in part within the limits of Arapahoe County. The amount of debt applicable to Arapahoe County is computed by:

- (a) percentage of the total assessed value of the overlapping jurisdiction lies within the limits of Arapahoe County, and
- (b) applying this percentage to the total general obligation debt of the overlapping jurisdiction.

Table 12

ARAPAHOE COUNTY, COLORADO
Legal Debt Margin Information
Last Ten Fiscal Years
December 31, 2020

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Assessed Value of Property	\$ 7,428,001,820	\$ 8,827,821,580	\$ 8,915,915,574	\$ 8,923,182,030	\$ 10,687,069,284	\$ 10,758,800,771	\$ 12,092,601,948	\$ 10,612,904,397	\$ 12,325,788,150	\$ 14,173,230,068
Statutory Debt Limit 3% ¹	222,840,055	264,834,647	267,477,467	267,695,461	320,612,079	322,764,023	362,778,058	318,387,132	369,773,645	425,196,902
Amount of Debt Applicable to Debt Limit	-	-	-	-	-	-	-	-	-	-
General Obligation Bonds	-	-	-	-	-	-	-	-	-	-
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal Debt Margin	<u>\$ 222,840,055</u>	<u>\$ 264,834,647</u>	<u>\$ 267,477,467</u>	<u>\$ 267,695,461</u>	<u>\$ 320,612,079</u>	<u>\$ 322,764,023</u>	<u>\$ 362,778,058</u>	<u>\$ 318,387,132</u>	<u>\$ 369,773,645</u>	<u>\$ 425,196,902</u>
Total net debt as percentage of debt limit	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%

Data Sources:

Arapahoe County Assessor's Office Abstract of Assessments and Levies

(1) Colorado Revised Statute 30-26-301.3

Table 13

ARAPAHOE COUNTY, COLORADO
Demographic and Economic Statistics
Last Ten Fiscal Years
December 31, 2020

Year	Population ¹		Households ¹		
	Arapahoe County	Seven County Denver Metro	Total	Average Size	
2011	584,703	2,830,173	239,870	2.53	
2012	593,589	2,884,336	232,959	2.53	
2013	604,398	2,943,426	238,012	2.54	
2014	607,070	2,953,038	237,618	2.53	
2015	618,341	2,445,137	252,608	2.53	
2016	637,254	2,491,003	248,211	2.55	
2017	646,725	3,166,971	252,593	2.53	
2018	649,703	3,196,705	253,318	2.55	
2019	658,060	3,238,252	255,165	2.56	
2020	656,822	3,236,481	*	*	

Year	Per Capita Income ²	Total Personal Income ² (in thousands)	Median Age ¹	School Enrollment ⁴	Unemployment Rate ³
2011	46,782	27,412,896	36.0	121,503	7.9%
2012	48,429	28,887,845	36.2	122,432	7.5%
2013	49,668	30,221,603	36.4	124,064	6.4%
2014	53,215	32,941,719	36.7	126,537	4.9%
2015	54,455	34,360,320	36.7	127,713	4.1%
2016	55,207	35,274,663	36.1	125,646	3.1%
2017	57,116	36,810,160	36.3	127,099	2.9%
2018	61,906	40,350,053	36.4	126,447	3.8%
2019	64,477	42,334,967	36.5	124,962	2.3%
2020	*	*	36.6	123,298	8.8%

Data Sources:

¹Figures for 2011-2020 from the State of Colorado Department of Local Affairs

²U.S. Bureau of Economic Analysis

³U.S. Bureau of Labor Statistics

⁴Colorado Department of Education - Public & Non-Public School Enrollment

*2020 data not available at the time this report went to print

Table 14

ARAPAHOE COUNTY, COLORADO
Principal Employers
Current Year and Nine Years Ago
December 31, 2020

<u>Employer</u>	<u>2020</u>			<u>2011</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
Cherry Creek School District No. 5	7,900	1	2.59%	7,800	1	2.81%
Aurora Public Schools	5,200	2	1.70%	5,500	2	1.98%
City of Aurora	3,500	3	1.15%	3,500	3	1.26%
Empower Retirement	2,700	4	0.88%	-	0	0.00%
Raytheon Company	2,600	5	0.85%	2,200	5	0.79%
Arapahoe County	2,400	6	0.79%	2,000	7	0.72%
Littleton School District #6	2,200	7	0.72%	2,300	4	0.83%
Columbia HCA Swedish	1,900	8	0.62%	1,700	8	0.61%
Centura Health	1,700	9	0.56%	-	-	0.00%
Columbia HCA Medical Center of Aurora	1,600	10	0.52%	-	-	0.00%
Qwest Corporation	-	-	0.00%	2,100	6	0.76%
Echosphere	-	-	0.00%	1,500	9	0.54%
Jeppsen Sanderson	-	-	0.00%	1,400	10	0.50%
Total Principal Employers	<u>31,700</u>		<u>10.38%</u>	<u>30,000</u>		<u>10.79%</u>
Total Arapahoe County Workforce	<u>305,400</u>			<u>278,000</u>		

Data Source:
Colorado Department of Labor & Employment

Table 15

ARAPAHOE COUNTY, COLORADO
Full-time Equivalent County Employees by Function/Program
Last Ten Fiscal Years
December 31, 2020

Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Culture and Recreation	10.50	12.50	13.50	15.50	17.00	24.00	25.00	29.50	30.50	35.50
Highways and Streets	61.00	61.00	59.00	59.00	56.00	60.00	60.00	61.00	58.00	58.00
Health and Welfare	640.50	640.00	632.75	637.75	644.25	705.50	744.75	767.75	794.75	795.75
Judicial Services	21.50	21.00	24.25	24.25	24.25	26.50	21.50	23.00	24.00	24.00
Public Safety	699.50	702.50	702.50	714.00	728.00	778.75	805.75	845.75	884.75	899.75
General Government	541.93	541.00	531.40	531.90	541.40	475.40	473.40	477.40	481.40	484.27
Total	1,974.93	1,978.00	1,963.40	1,982.40	2,010.90	2,070.15	2,130.40	2,204.40	2,273.40	2,297.27

Data Source:

Arapahoe County Finance Department

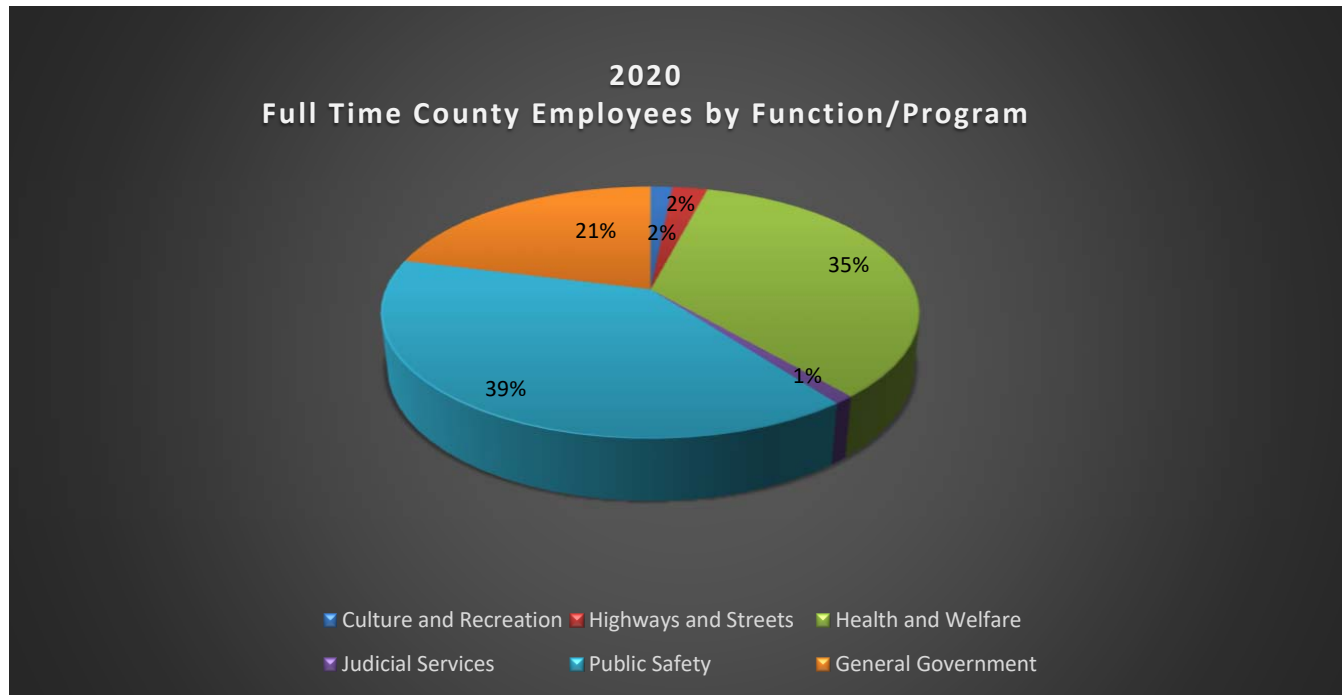


Table 16

ARAPAHOE COUNTY, COLORADO
Operating indicators by Function/Program
December 31, 2020

Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Government										
Motor vehicle renewals	409,597	411,301	420,117	421,435	432,772	445,387	456,709	590,701	602,777	551,575
Registered voters (active & inactive)	353,274	385,097	379,941	387,212	387,384	420,997	350,942	423,146	424,299	450,981
Voter turnout	235,042	288,033	140,438	228,212	116,279	311,745	92,349	275,233	163,594	354,259
Public Safety										
Adult-Juvenile arrests	6,356	5,688	5,326	5,758	5,810	6,217	5,214	4,376	3,157	2,458
DUI arrests	478	384	432	485	513	538	350	239	263	248
Traffic stops	48,364	44,466	44,570	44,478	42,579	40,765	29,990	20,910	15,771	11,833
Number of 911 calls	74,042	71,465	69,342	73,622	79,763	74,145	75,695	78,084	82,719	85,247
Judicial Services										
Felony cases closed	1,675	1,585	1,518	2,672	2,105	2,197	2,652	2,744	1,596	3,188
Misdemeanor cases closed	4,309	4,140	3,424	3,050	4,508	4,705	5,681	5,876	3,418	3,136
Health and Welfare										
Annual cases of Food Assistance	259,346	251,406	258,993	262,853	245,289	236,601	228,902	227,575	235,180	280,824
Highways and Streets										
Sweeping pass miles	4,173	1,651	1,550	2,391	2,143	1,372	1,949	1,876	1,330	2,845
Finished concrete curb & gutter (linear feet)	3,365	3,469	1,167	1,043	1,639	5,080	3,701	6,194	2,348	1,954
Tons of asphalt applied	8,191	15,719	19,333	29,791	30,420	39,811	35,431	42,682	29,866	39,922
Culture & Recreation										
Building permits issued	2,003	3,207	2,996	6,630	6,622	3,419	3,564	5,895	5,272	4,758

Data Source:
Various Arapahoe County Departments

ARAPAHOE COUNTY, COLORADO
Capital Asset Statistics by Function/Program
Last Nine Fiscal Years
December 31, 2020

Table 17

Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Government										
Square footage of buildings ³	582,529	298,544	328,629	328,629	328,629	329,432	333,845	343,335	353,091	350,610
Voting machines ¹	1,364	406	375	375	225	-	-	-	-	-
Voting booths	-	-	-	-	-	135	135	255	137	137
Public Safety										
Square footage of detention center ³	293,108	293,108	293,108	293,108	293,108	293,108	293,108	293,108	293,108	293,108
Square footage of other buildings ³	173,481	175,406	134,183	134,183	134,183	151,297	151,297	148,162	143,751	144,160
Patrol vehicles	151	155	156	155	159	169	161	186	201	175
Judicial Services										
Square footage of buildings ³	253,573	242,773	163,735	163,735	163,735	181,073	180,909	184,044	192,103	192,103
Health and Welfare										
Square footage of buildings ³	222,023	229,284	208,174	208,174	208,174	202,234	203,133	201,681	214,916	215,181
Highways and Streets²										
Total centerline miles of county roads	542.9	542.8	543.5	542.5	542.5	541.9	546.5	539.1	553.0	553.0
Paved lane miles	1,095.8	1,111.4	1,112.2	1,102.5	1,102.5	1,099.9	1,131.2	1,117.2	1,162.0	1,131.0
Unpaved lane miles	478.7	459.1	459.1	459.1	459.1	458.0	445.1	439.8	439.8	438.0
Culture and Recreation										
Number of parks	10	10	10	16	16	16	18	19	21	21
Total Open Space and Parks Acreage	4,394	4,394	4,394	4,430	4,430	4,430	5,370	5,378	5,390	5,390

Notes:

¹958 Advantage machines disposed of in 2012. Remaining 225 voting machines disposed of in 2016.

²These reports are published on July 1st of each year and reflect changes reported by Colorado Dept. of Transportation through December 31st of the previous year.

³2013 recalculated measurements using standard measurements by BOMA

Data Sources:

Various Arapahoe County Departments
Colorado Department of Transportation





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

Board of County Commissioners
Arapahoe County

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Arapahoe County, Colorado (the County), as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 15, 2021. Our report includes a reference to other auditors who audited the financial statements of Arapahoe County Public Airport Authority and Arapahoe County Water and Wastewater Authority, both of which are discretely presented component units, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of Arapahoe County Water and Wastewater Authority were not audited in accordance with *Government Auditing Standards*.

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) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. 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.

Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Greenwood Village, Colorado
June 15, 2021

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

Board of County Commissioners
Arapahoe County, Colorado

Report on Compliance for Each Major Federal Program

We have audited Arapahoe County, Colorado's (the County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2020. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

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

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

Opinion on Each Major Federal 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 for the year ended December 31, 2020.

Report on Internal Control Over Compliance

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be 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. Accordingly, this report is not suitable for any other purpose.



CliftonLarsonAllen LLP

Greenwood Village, Colorado
June 15, 2021

ARAPAHOE COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2020

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass Through Grantor's Number	Cluster	Passed Through to Subrecipients	Total By CFDA and Agency
U.S. DEPARTMENT OF AGRICULTURE:					
Passed Through Colorado Dept. of Human Services					
SNAP - Administration (Note 2)	10.561	183CO401S2514 183CO401S8036 183CO431Q7503	SNAP Cluster	4,942,366	4,529,492
SNAP	10.551	183CO421S2519 183CO421S2522 183CO421S252043	SNAP Cluster	\$ 103,082	\$ 103,082
Passed Through Douglas County Human Services		183CO401S8026			
Employment First	10.561	3660	SNAP Cluster	72,044	72,044
TOTAL U.S. DEPARTMENT OF AGRICULTURE			SNAP Cluster Total	\$ 5,117,492	\$ 4,704,618
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:					
Passed Through Colorado Department of Local Affairs					
Block Grant	93.569	L15CSBG03	CSBG Cluster	\$ 546,219	\$ 546,219
Total-Passed Through Colorado Dept. of Local Affairs			CSBG Cluster Total	\$ 546,219	\$ 546,219
Passed Through Colorado Dept. of Human Services					
Child Welfare Services Title IV-B	93.645	1801COCWSS			393,940
COVID-19 Child Welfare Services Title IV-B	93.645	1801COCWSS			32,500
Social Services Block Grant Title XX	93.667	1801COSOSR 1701COSOSR		\$ 44,184	1,884,027
Child Support Enforcement Title IV-D	93.563	1804COCSES 1804COCSES			5,399,494
IV-E Rel Guard Asst.	93.090	1801COGARD			55,026
Independent Living / Title IV-E	93.674	1801COCLP 1701COCLP			112,983
PSSF - Promoting Safe And Stable Families	93.556	1801COFPSS 1711COFPDV 1701COFPSS		121,823	180,021
Foster Care (Title IV-E)	93.658	1801COFOST			6,509,918
Child Care Development Block Grant	93.575	G1801COCODF G1701COCODF			7,798,376
COVID-19 Child Care Development Block Grant	93.575	G1801COCODF G1701COCODF	CCDF Cluster	\$ 9,365,556	1,567,181
Child Care Development Funds	93.596	G1801COCODF G1701COCODF	CCDF Cluster	1,841,802	1,841,802
Adoption Assistance - Title IV-E	93.659	1801COADPT	CCDF Cluster Total	\$ 11,207,358	2,334,488
Temp. Assist. Needy Fam. Title IV	93.558	1801COTANF 1701COTANF	TANF Cluster	\$ 15,416,903	15,416,903
LEAP - Low Income Energy Assistance Program (Note 2)	93.568	1881COLIEA		839,972	37,720
Jail Medication Assist Treatment - JMAT - Opioid STR	93.788				78,045
Jail Based Behavioral Services - JBBS	93.788				398,183
Total-Passed Through Colorado Dept. of Human Services				1,204,356	44,040,606
Passed Through Department of Health Care Policy and Financing (HCPF)					
Medicaid - Title XIX	93.778				5,000,311
Total-Passed Through Department of Health Care Policy and Financing					5,000,311
Passed Through Douglas County Human Services					
TANF DCHS	93.558		TANF Cluster	96,519	96,519
Total-Passed Through Douglas County Human Services			TANF Cluster Total	\$ 15,513,422	96,519
Passed Through Colorado Energy Office					
Low Income Home Energy Assistance - Weatherization (Note 2)	93.568				932,062
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				\$ 1,204,356	\$ 50,615,717
U.S. DEPARTMENT OF ENERGY					
Passed Through Colorado Energy Office					
Weatherization Assistance for Low Income Persons - DOE	81.042	CTGG1 EFAA 2017-0095; CTGG1 EFAA 2017-1735; CTGG1 EFAA 2018-521; CTGG1 EFAA 2018-1019			\$ 819,421
TOTAL U.S. DEPARTMENT OF ENERGY					\$ 819,421
U.S. DEPARTMENT OF JUSTICE					
Passed Through Colorado Division of Criminal Justice					
JAG Grants	16.738	2016-DJ-BX-0923, 2017 DJ-BX-0538			\$ 23,855
ICAC Internet Crimes Against Children	16.543	2015-MC-FX-K030			980
COVID-19 CESF-CoronaVirus	16.034				78,787
TOTAL U.S. DEPARTMENT OF JUSTICE					\$ 103,622
U.S. DEPARTMENT OF HOMELAND SECURITY					
Passed Through Colorado Department of Public Safety					
Colorado Emergency Management Program	97.042	18EM-19-02			\$ 89,260
State Homeland Security Program 2017	97.067	17SHS18NCR			537,776
State Homeland Security Program 2018	97.067	18SHS19NCR			522,853
State Homeland Security Program 2019	97.067	19SHS20NCR			127,510
State Homeland Security Program 2020	97.067	20SHS21NCR			23,912
Total-Passed Through Colorado Department of Public Safety	TOTAL CFDA # 97.067				1,301,310
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY				\$ -	\$ 1,301,310
U.S. DEPARTMENT OF LABOR					
Passed Through Colorado Department of Labor					
Employment Services/Wagner-Peyser	17.207	FY2018 WP Disability Employment 4Z08/4Z18	ESC Cluster	172,640	172,640
Employment Services/Wagner-Peyser	17.207	PY2019 WP 10% GSJH 2558	ESC Cluster	41,000	41,000
Employment Services/Wagner-Peyser	17.207	Wagner Peyser 070118	ESC Cluster	6,986	6,986
Employment Services/Wagner-Peyser	17.207	Wagner Peyser 070119	ESC Cluster	870,198	870,198
Employment Services/Wagner-Peyser	17.207	Wagner Peyser 070120	ESC Cluster	165,433	165,433
TOTAL CFDA # 17.207			ESC Cluster Sub Total	\$ 1,256,258	1,256,258
Unemployment Insurance					
Reemployment Services and Assessment (RESEA) Program	17.225	FY2019 RESEA 29C9			41,629
	17.225	FY2020 RESEA 28C0			22,933
TOTAL CFDA # 17.225					64,562
Trade Adjustment Assistance	17.245	FY2018 Trade Adjustment Act Case Mgmt 17C6			165,195
	17.245	FY2019 Trade Adjustment Act Case Mgmt 17C9			126,400
TOTAL CFDA # 17.245					291,594
Worker & Statewide Activities	17.258	PY2018/FY2019 WIA Adult 4A68/4A88/4A8A/4A8A9	WIA Cluster	\$ 95,434	95,434
Worker & Statewide Activities	17.258	PY2019/FY2020 WIA Adult 4A69/4A89	WIA Cluster	647,647	647,647
Worker & Statewide Activities	17.258	WIOA DW	WIA Cluster	24,624	24,624
TOTAL CFDA #17.258		PY2020/FY2021 WIA Adult 4A69/4A90	WIA Cluster Sub Total	\$ 767,704	767,704
Workforce Investment Act Youth	17.259	PY2018 WIOA Youth 4Y68/4Y78/4Y88	WIA Cluster	\$ 178,016	178,016
Workforce Investment Act Youth	17.259	PY2019 WIOA Youth 4Y69/4Y79/4Y8	WIA Cluster	399,679	399,679
Workforce Investment Act Youth	17.259	PY2020 WIOA Youth 4Y60/4Y70/4Y8	WIA Cluster	15,865	15,865
TOTAL CFDA #17.259			WIA Cluster Sub Total	\$ 593,562	593,561
Workforce Investment Act Dislocated Worker	17.274	PY18 WIOA YTH 10% LWDP 4WY8	WIA Cluster	42,500	42,500
TOTAL CFDA #17.274			WIA Cluster Sub Total	\$ 42,500	42,500
Workforce Investment Act Dislocated Worker	17.278	PY2018/FY2019 WIOA DW 4D68/4D88/4D8D/4D8D8	WIA Cluster	\$ 4,269	4,269
Workforce Investment Act Dislocated Worker	17.278	PY2017/FY2018 WIOA DW 4D67/4D87/4D6D/4D8D7	WIA Cluster	10,728	10,728
Workforce Investment Act Dislocated Worker	17.278	WIOA DW	WIA Cluster	708,057	708,057
Workforce Investment Act Dislocated Worker	17.278	FY19 WIOA CWDC 10%DW PIF	WIA Cluster	35,533	35,533
Workforce Investment Act Dislocated Worker	17.278	FY18 SAE Apprenticeship 11012019 4SA7	WIA Cluster	148,591	148,591
Workforce Investment Act Dislocated Worker	17.278	FY19 WIOA CWDC 10% AD 4WA8	WIA Cluster	76,380	76,380
Workforce Investment Act Dislocated Worker	17.278	FY20 WIOA CWDC-10% DW Council - 4WD9	WIA Cluster	10,000	10,000
TOTAL CFDA #17.278			WIA Cluster Sub Total	\$ 993,558	993,558
			WIA Cluster Total	\$ 2,397,323	
Apprenticeship USA Grants	17.285	FY 2017 Apprenticeship USA 4FF6			25,958
	17.285	PY17 SAE 4FZ7.4FX7			85,953
	17.285	ASE Local Admin/Program 4FH9/4F9			43,573
TOTAL CFDA #17.285					155,485
Disabled Veterans Outreach Program	17.801	FY2020 Jobs for Veterans State Grant DVOP 2D20	ESC Cluster	\$ 26,089	26,089
TOTAL CFDA #17.801			ESC Cluster Sub Total	\$ 26,089	26,089
Local Veteran's Employment Rep Program	17.804	FY2020 Jobs for Veterans State Grant LVER 2L20	ESC Cluster	\$ 8,696	8,696
TOTAL CFDA #17.804			ESC Cluster Sub Total	\$ 8,696	8,696
			ESC Cluster Total	\$ 1,291,042	
Total-Passed Through Colorado Department of Labor					4,200,006

ARAPAHOE COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2020

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass Through Grantor's Number	Cluster		Passed Through to Subrecipients	Total By CFDA and Agency
TOTAL U.S. DEPARTMENT OF LABOR						\$ 4,200,005.50
U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT						
Centennial Community Block Grant 2016	14.218	B-16-UC-08-0002	CDBG Cluster	\$ 28,314	\$ 28,314	28,314
Centennial Community Block Grant 2017	14.218	B-17-UC-08-0002	CDBG Cluster	24,571	24,571	24,571
Centennial Community Block Grant 2018	14.218	B-18-UC-08-0002	CDBG Cluster	2,634	2,634	2,634
Centennial Community Block Grant 2019	14.218	B-19-UC-08-0002	CDBG Cluster	163,131	163,131	163,131
Community Development Block Grant 2016	14.218	B-16-UC-08-0002	CDBG Cluster	83,991	83,991	83,991
Community Development Block Grant 2017	14.218	B-17-UC-08-0002	CDBG Cluster	187,437	187,437	187,437
Community Development Block Grant 2018	14.218	B-18-UC-08-0002	CDBG Cluster	305,687	305,687	305,687
Community Development Block Grant 2019	14.218	B-19-UC-08-0002	CDBG Cluster	419,495	419,495	419,495
COVID- 19 Community Development Block Grant 2020	14.218	B-20-UC-08-0002	CDBG Cluster	59,175	59,175	59,175
	TOTAL CFDA #14.218		CDBG Cluster Total	\$ 1,274,434	1,274,434	1,274,434
HOME 2015	14.239	M-15-DC-08-0221			44,380	44,380
HOME 2017	14.239	M-17-DC-08-0221			66,580	66,580
HOME 2018	14.239	M-18-DC-08-0221			126,156	126,156
	TOTAL CFDA #14.239				237,116	237,116
TOTAL U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT						\$ 1,511,550
U. S. DEPARTMENT OF TRANSPORTATION						
Passed Through Colorado Department of Transportation						
Highway Planning and Construction	20.205					5,603,896
Occupant Protection - Click It or Ticket	20.600	PO#411016548	Highway Safety Cluster	\$ 5,636		5,636
High Visibility Enforcement	20.600	PO#411017109	Highway Safety Cluster	10,465		10,465
TOTAL U. S. DEPARTMENT OF TRANSPORTATION			Highway Safety Cluster Total	\$ 16,101		\$ 5,619,997
U. S. DEPARTMENT OF TREASURY						
COVID-19 Corona Virus Relief Funds	21.019				62,495,268	\$ 114,569,892
Passed Through Colorado Department of Human Services						
COVID-19 Corona Virus Relief Funds - County Admin	21.019					412,874
COVID-19 Corona Virus Relief Funds - Adult Protective Services	21.019					24,367
COVID-19 Corona Virus Relief Funds - TANF	21.019					119,621
COVID-19 Corona Virus Relief Funds - Child Care	21.019					581,008
Total Passed through Colorado Department of Human Services						\$ 1,137,870
TOTAL U. S. DEPARTMENT OF TREASURY					62,495,268	115,707,762
ELECTION ASSISTANCE COMMISSION						
COVID-19 2020 CARES Act HAVA dropbox	90.404					8,947
COVID-19 2020 CARES Act Election Safety - HAVA	90.404					81,528
COVID-19 2020 CARES Act Election Judge - HAVA	90.404					109,000
COVID-19 2020 CARES Act Primary Election Mailing - HAVA	90.404					102,543
HB19-1278 drop box	90.404					67,022
ELECTION ASSISTANCE COMMISSION						369,040
TOTAL FEDERAL FINANCIAL ASSISTANCE						65,211,175
See accompanying notes to Schedule of Expenditures of Federal Awards						184,953,043

ARAPAHOE COUNTY, COLORADO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2020

Note 1 - General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the Arapahoe County, Colorado primary government (the County). The County's reporting entity is defined in Note 1 to the County's basic financial statements. All federal financial assistance received by the primary government directly from federal agencies, as well as federal financial assistance passed through other government agencies, including the State of Colorado, is included on the schedule.

Governmental funds account for the County's federal grant activity. Amounts reported in the schedule of expenditures of federal awards are recognized on the modified accrual basis when they become a demand on current available federal resources and eligibility requirements are met, or on an accrual basis at the time liabilities are incurred and all eligibility requirements are met, except in the following programs, which are reported in the schedule of expenditures of federal awards on the cash basis:

Program Title	CFDA
SNAP Cluster	10.561
SNAP Cluster	10.551
Guardianship Assistance	93.090
Promoting Safe and Stable Families	93.556
Temporary Assistance for Needy Families	93.558
Child Support Enforcement	93.563
Low-Income Home Energy Assistance	93.568
CCDF Cluster	93.575, 93.596
Child Welfare Services – State Grants	93.645
Foster Care – Title IV-E	93.658
Adoption Assistance	93.659
Social Services Block Grant	93.667
Chafee Foster Care Independence Program	93.674
Medicaid	93.778

The County has elected not to use the 10-percent De Minimis indirect cost rate.

Note 2

The SNAP – Administration allocation of financial assistance between federal monies passed through the State and Douglas County Human Services and state monies derived from and provided by the Colorado Department of Human Services for the year ended December 31, 2020 is \$4,942,366, \$103,082, and \$72,044.

LEAP passed through the Colorado Department of Human Services and the Colorado Energy Office for the year ended December 31, 2020 is \$969,781.

**ARAPAHOE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2020**

Section I – Summary of Auditors' Results

Financial Statements

1. Type of auditors' report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? _____ yes x none reported
3. Noncompliance material to financial statements noted? _____ yes x no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? _____ yes x none reported
2. Type of auditors' report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ yes x no

Identification of Major Federal Programs

CFDA Number(s)	Name of Federal Program or Cluster
93.575 & 93.596	Child Care Development Block Grant
21.019	Coronavirus Relief Fund
20.205	Highway Planning and Construction

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 3,000,000

Auditee qualified as low-risk auditee?

 x yes _____ no

**ARAPAHOE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2020**

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Findings and Questioned Costs – Major Federal Programs

Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).

**ARAPAHOE COUNTY, COLORADO
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended December 31, 2020**

Arapahoe County, Colorado respectfully submits the following summary schedule of prior audit findings for the year ended December 31, 2020.

Audit period: Year Ended December 31, 2019

FINDINGS—FINANCIAL STATEMENT AUDIT

There were no financial statement findings in the prior year.

FINDINGS— FEDERAL AWARD PROGRAMS AUDIT

There were no federal award program audit findings in the prior year.





ARAPAHOE COUNTY