

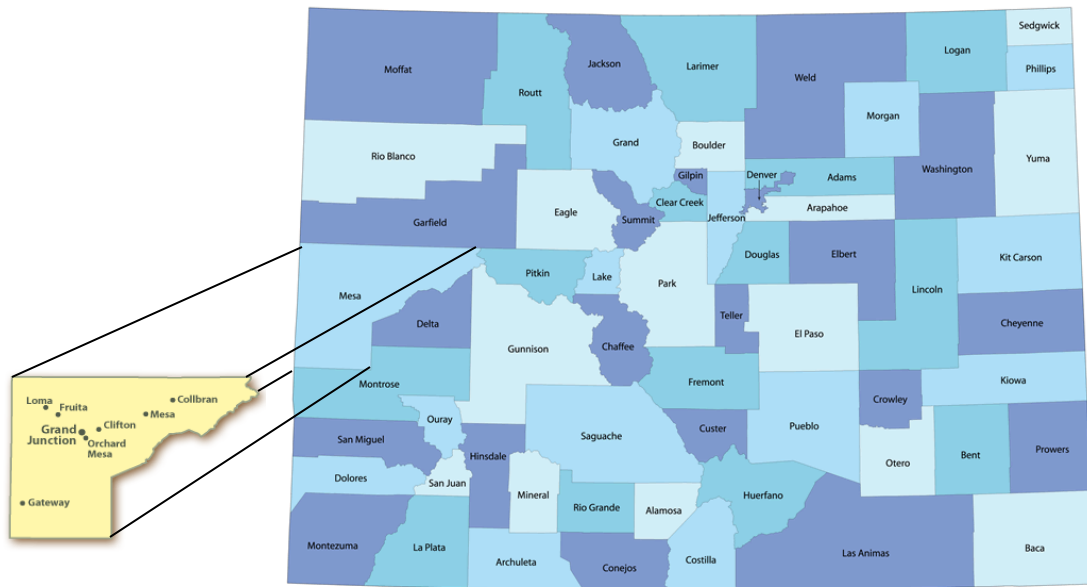
2020 COMPREHENSIVE ANNUAL FINANCIAL REPORT
MESA COUNTY, COLORADO
For Fiscal Year Ended December 31, 2020



Colorado National
Monument

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Mesa County, Colorado



For the fiscal year ended
December 31, 2020
Prepared by the Financial Services Division

On the front cover: Bighorn Sheep at Colorado National Monument
Picture taken by: Stephanie Reecy - Public Relations Manager

Mesa County, Colorado
Comprehensive Annual Financial Report
For the year ended December 31, 2020

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Financial Services Division

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mcfinance@mesacounty.us

June 29, 2021

TO: The Citizens of Mesa County
The Board of County Commissioners
SUBJECT: 2020 Comprehensive Annual Financial Report

We are pleased to present the Comprehensive Annual Financial Report of Mesa County, Colorado for the fiscal year ended December 31, 2020.

Responsibility for both the accuracy of the data, the completeness and fairness of the presentation, including all disclosures, rests with the management of Mesa County. Internal Controls, weighed against the cost and benefits of applying such controls, provide reasonable, rather than absolute, assurances that the financial statements are free of material misstatement.

This report is prepared and reported in a manner designed to present fairly the financial position and results of operations of the various funds of the County in conformity with Generally Accepted Accounting Principles (GAAP). All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

Management's Discussion and Analysis (MD&A) provides a narrative introduction, overview and analysis of the basic financial statements. The MD&A, located on pages 14-23, complements this letter and should be read in conjunction with it.

In May of 2020, the Governmental Accounting Standards Board (GASB) issued Statement 95, which provided temporary relief to governments, in light of the pandemic, and postponed the effective dates of a number of Statements and Implementation Guides for a period of twelve to eighteen months. Additional information for implementation of Statements are located within the Notes to the Financial Statements, beginning on page 36 of this report.

INDEPENDENT AUDIT

State statute (C.R.S. 29-1-603) requires an annual audit by independent certified public accountants. The accounting firm of RubinBrown LLP was selected by the County using a competitive bid process. The goal of an independent audit is to provide reasonable assurance that the financial statements are free of material misstatement. The independent audit involves

statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based on the audit, that there was a reasonable basis for rendering an unmodified opinion that the County's financial statements for the year ended December 31, 2020 are fairly presented in conformity with GAAP. This audit report is presented in the financial section of this report.

In addition to meeting the requirements set forth in State statutes, the audit is also designed to meet the requirements of the Single Audit Act, amended 1996 and Title 2 U.S. Code of Regulations Part 200, Uniform Administrative Requirement, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance). Information related to this single audit, including the expenditures of federal awards, findings and recommendations, and auditors' reports on the internal control structure and compliance with applicable laws and regulation is included in a separate report issued by the County's independent auditors.

PROFILE OF MESA COUNTY

Mesa County has an estimated 2020 population of 155,738 and was incorporated February 11, 1883. The County is located in western Colorado, merely 63 miles east of Utah and approximately 250 miles west of Denver. Mesa County is governed by a three member Board of Commissioners, which exercises the powers granted to the County and serves as the legislative, policy-making and administrative body governing the unincorporated area of Mesa County. Commissioners are elected at large from one of three geographical districts and serve staggered four-year terms. The Board has the exclusive responsibility and power to adopt the annual budget, adopted at fund level with the exception of the General fund, which is further adopted at the level of Elected Officials. The budget encompasses all offices, boards, commissions and other spending agencies funded in whole or in part by County appropriations.

The County encompasses 3,309 square miles, of which approximately 72% is publicly owned and is controlled primarily by the U.S. Forest Service and the Bureau of Land Management. The County seat, the City of Grand Junction, is the largest city in western Colorado.

The landscape of Mesa County has many unique features as it is located in a river valley surrounded by contrasting natural landmarks such as the Colorado National Monument to the west and the Grand Mesa National Forest on the east. These natural wonders provide diverse and abundant year-round recreational activities for all to enjoy. With 245 days of sunshine and numerous outdoor recreational opportunities, Mesa County is a destination area for hikers, skiers, bikers, golfers, artisans and is a paradise for sportsmen with abundant options of big game and fishing.

The Grand Junction area serves as a health care services provider, banking, and retail trade center for a large geographical area in western Colorado and eastern Utah. After a full day of activity, options of the wine country and craft beverage scene await those ready for a restorative break. Family adventures and private getaways are truly enjoyed year round by all ages.



Mesa County provides a full range of services. These include:

- General government functions
- Public protection and safety
- Road and bridge engineering, construction and maintenance
- Public health and welfare
- Human services
- Transportation
- Open space and recreation
- Building inspection, code compliance, planning and zoning
- Solid waste, hazardous waste, composting and recycling management
- Animal services
- Coroner
- Property tax management
- Elections, recording, licensing and motor vehicle registrations

GASB has encouraged governments to demonstrate fiscal and operational accountability by providing additional information to the reader, which enables them to ascertain the overall financial position of the government. This report contains government-wide financial statements including the Statement of Net Position, which provides total net assets including retrospective infrastructure, and the Statement of Activities, which reports the cost of providing services.

This report includes all funds of the County as well as blended component units. Component units are legally separate entities whereby either the primary government are either financially accountable or factors in the relationship between the two governments requires inclusion.

The District Attorney has chosen to include the activities of the 21st Judicial District, which has the same geographic boundaries as the County, in the Mesa County reporting entity. The District Attorney's Office is accounted for in the General Fund. With the passage of Colorado House Bill 19-1295, the financial operations of the Public Trustee is accounted for and included in the General Fund within the Treasurer's department.

The City of Grand Junction/Mesa County, Colorado Sewer System, which serves both County and City residents, was established jointly by the City of Grand Junction and Mesa County. Both entities approve the system's budget and the City provides the system's operational management. Due to the joint control and services to City and County residents, the sewer system is considered to be a joint venture and is reported in Note 8.

In 1992, the Mesa County Public Library District was formed as a separate political subdivision of the State of Colorado with its own taxing authority. The District is managed by a seven-member Board of Trustees as mandated by Colorado Library Law. Although the Library Board is appointed by the Board of County Commissioners, the Commissioners are not involved in operations or management of the Library District nor are the Commissioners fiscally responsible for the Library District. Therefore, the District is a related organization, and is not included in the Mesa County reporting entity.

ECONOMIC CONDITION

Throughout its history, Mesa County has been subject to a “boom/bust” economic cycles and has developed the management practices and culture to negotiate them. This ability to reshape itself during periods of either growth or retraction proved valuable as the news of the pandemic and its creep into Colorado.

Mesa County endured an exceptionally challenging year with the onset of COVID-19 appearing in the community in March thus resulting in emergency measures, which closed many local businesses, public schools and required non-essential personnel to comply with stay at home orders limiting movement within the County. This period of closure practically doubled the unemployment rate to an estimated 6.3% from the rate of 3% experienced in December 2019. Mesa County ended the 2020 year with an unemployment rate of 8.2%, nearly the same level experienced in 2010.

Stay at home orders were updated by the Governor of Colorado throughout March, mask mandates were implemented for those traveling throughout the state when conducting essential shopping or receiving medical care and schools remained closed throughout the academic year.

Immediately following the mandates, Mesa County reviewed revenue projections, staffing levels of essential positions and reserves of fund balance. Administration requested all departments begin a plan to reduce current appropriations by 3%. Some divisions used furloughs, travel plans were halted and the capital plan was evaluated for areas of opportunity to pause, revise or stagger construction plans while the County reinvented itself to provide services to citizens with limited in-person opportunities.

Mesa County was one of the first counties in Colorado to apply for a variance from the Colorado Department of Public Health and Environment (CDPHE) in late April, requesting for move to a model of Safer at Home. Mesa County reported very low case counts of COVID-19 and two weeks of consecutive days of decline of infection, which led the request. Collaborative efforts to implement best standards of physical distancing, taking precautions, wearing masks, and limiting congregate settings was well received by elected leaders, area municipalities, businesses and hospital partners. Monitoring of the pandemic, disease investigation and testing remained a focus

of the County. This Safer at Home public health order remained throughout the summer. Area schools returned to a hybrid option of on line and in person learning mid-August.

In August 2020, Mesa County made headlines as the Pine Gulch Fire surpassed the 2002 Hayman Fire and was deemed the largest wildfire in Colorado State history. This distinction held until the unfortunate news of the Cameron Peak and East Troublesome fires were reported in other areas of Colorado.

Despite the extended mask order in many parts of Colorado, Mesa County received approval to enter the Protect our Neighbors Phase of Reopening locally in early September. Health officials continue to monitor key metrics as the pandemic wanes and waxes each month and this monitoring is expected to continue throughout 2021.

Needless to say, Mesa County ended the 2020 year forever changed.

While the County residents endured restrictions and various levels stay at home orders, sales taxes ended 2021 at 105% of budget. In conjunction with department's budget conscience performance and the acceptance of the Coronavirus Relief Funds Grant (CVRF) of \$5.2M, the County maintained fund balance reserves in the General Fund. Please refer to the MD&A for additional information of the financial performance of the County.

AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Mesa County, Colorado for its comprehensive annual financial report for the fiscal year ended December 31, 2019. Mesa County has received a Certificate of Achievement for the last thirty consecutive years (fiscal years ended 1990-2019). In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

In addition, Mesa County also received the GFOA's Distinguished Budget Presentation Award for its budget document for the period beginning January 1, 2020. Mesa County has received a Distinguished Budget Presentation Award consecutively since 1993. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document was judged proficient in several categories: as a policy document, a financial plan, an operations guide and a communications device.

The preparation of the Comprehensive Annual Financial Report was made possible by the dedicated and conscientious service of the entire staff of the Financial Services Division. We would like to express my appreciation to all elected officials, division directors, department heads, and their staff for their contributions to the excellence of this report.

In closing, we wish to acknowledge the leadership and support of the Board of County Commissioners and Administration who support the policies which provide solid financial planning and a commitment for maintaining the highest standards of professionalism in managing the financial operations of the County in a responsible and progressive manner.

Respectfully submitted,

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

Peter Baier, MPA
County Administrator
Mesa County, Colorado

A handwritten signature in blue ink that reads "Pam Noonan". The signature is written in a cursive, flowing style.

Pam Noonan
Finance Director
Mesa County, Colorado



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Mesa County
Colorado**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

December 31, 2019

Christopher P. Morrell

Executive Director/CEO

Mesa County, Colorado

List of Principal Officials (as of December 31, 2020)

ELECTED OFFICIALS

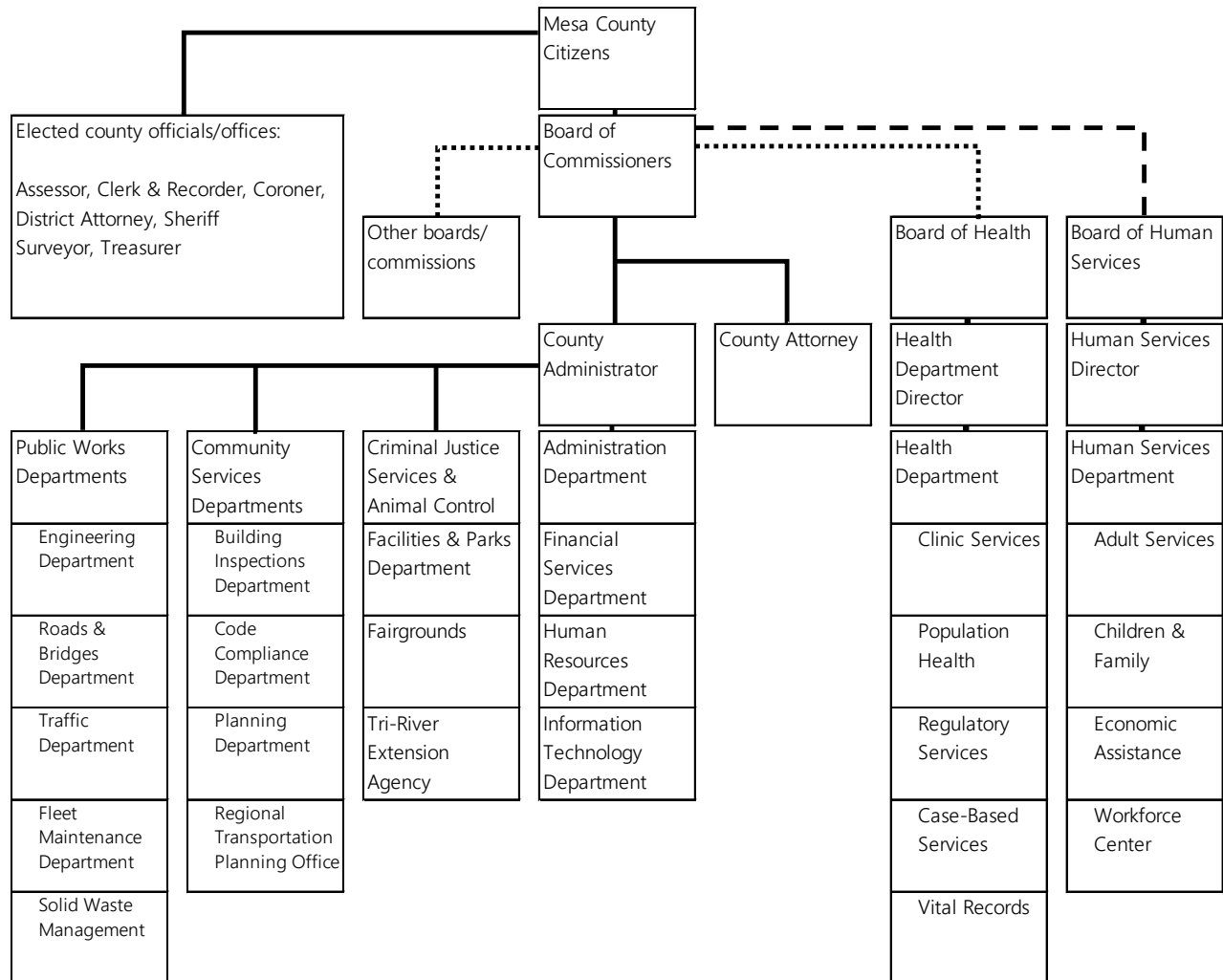
Commissioner, District 1	John Justman
Commissioner, District 2	Scott McInnis
Commissioner, District 3	Rose Pugliese
Assessor	Ken Brownlee
Clerk and Recorder	Tina Peters
Coroner	Victor Yahn
District Attorney	Dan Rubinstein
Sheriff	Matt Lewis
Surveyor	Scott Thompson
Treasurer	Sheila Reiner

APPOINTED OFFICIALS

County Administrator	Peter Baier
County Attorney	Patrick Coleman
Human Services Director	Tracey Garchar
Public Health Director	Jeff Kuhr

DEPARTMENT DIRECTORS

Criminal Justice Services Director	Matt Sullivan
Finance Director	Pam Noonan
Human Resources Director	Brenda Moore



Key:

Solid black line (—) indicates direct reporting relationship.

Dotted line (.....) indicates appointing and budget/general oversight relationship.

Dashed line (- -) indicates that the Board of Commissioners also serves as the Board of Human Services.

Note:

Other boards/commissions refers to various advisory and quasi-judicial boards for the county. It also includes component units of the county for which the Board of Commissioners also serves as the governing board.



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CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS CONSULTANTS

Independent Auditors' Report

Board of County Commissioners
Mesa County
Grand Junction, Colorado

Report On The Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Mesa 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 as listed in the table of contents.

Management's Responsibility For The Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the County as of December 31, 2020 and the respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change In Accounting Principle

The County adopted the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities* (GASB 84). As a result of the implementation of GASB 84, the County has identified fiduciary funds and presents net position and statement of activities of these fiduciary funds under private-purpose trust funds and custodial funds. Our opinion is not modified with respect to the implementation of this standard.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedules and pension schedules on pages 14 through 23 and 75 through 82, respectively, 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, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual fund financial statements and budgetary comparison schedules, the Local Highway Finance Report, the introductory and statistical sections and the schedule of expenditures of federal awards as required by 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* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The combining and individual fund financial statements and budgetary comparison schedules, the Local Highway Finance Report and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and budgetary comparison schedules, the Local Highway Finance Report and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections 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 29, 2021 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

RubinBrown LLP

June 29, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Mesa County, we offer to readers of the Mesa County's financial statements, this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2020. We encourage readers to consider the information presented here in conjunction with the additional information that we have furnished in our letter of transmittal and basic financial statements to better understand the financial position of Mesa County.

Financial Highlights

Overall, the County's government-wide revenue for 2020 is \$162.5 million compared to \$159.9 in 2019, an increase of 1.7%. Combined with the previous year's growth of 9.29% the County remained hopeful the economy had rebounded. This turnaround was sharply halted when the Governor of Colorado issued a State of Emergency on March 10, 2020 with a subsequent closure of non-essential business on March 16, 2020.

On May 1st many non-essential businesses were allowed to re-open within guidelines of service issued by the public health department experts. Mesa County has been instrumental in drafting community-based guidelines, with the support of the State, to further educate and support all local businesses in their reopening efforts. While Mesa County was relieved the impact of the pandemic was less serious than other areas of Colorado COVID cases did hit an all-time high of 576 in November and resulted in approximately 100 deaths.

2020 was the third year whereby the County reported the Public Safety Sales Tax Fund. The voters approved this .037% TABOR exempt tax increase in November 2017. These taxes are for use in funding staff and capital needs of the Sheriff and District Attorney Offices.

Mesa County's 2020 adopted budget was 8.8% higher than the 2019 adopted budget. In 2020, the General Fund ended with a healthy fund balance, which was a result of expending 94.3% of appropriations or \$3.5 million less than budgeted when excluding other financing uses. The Capital Fund was 50% or \$21 million below appropriations when excluding other financing uses. Much of this variance is due to construction delays, interruptions in grantor delivery of contracts, decisions to delay some projects due to the uncertainty of COVID or inclement weather. Mesa County ended 2020 with adequate reserves as well as a multi-year capital improvement plan designed to keep the County's infrastructure sound.

Throughout its history, Mesa County has been subject to boom and bust economic cycles and has developed the management practices and culture to successfully negotiate them. During times of economic growth Mesa County uses conservative budget practices to build fund balance and cash reserves which can be used to make deliberate and disciplined adjustments when the economy slows or contracts.

- Mesa County's total assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$340.5 million or an increase of \$19.3 million at the end of 2020. Of this amount, \$263.8 million represents net investment in capital assets, \$11.6 million is restricted, and \$64.9 million is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors. Collection of sales taxes exceeded expectations and no property tax refund was necessary in 2020.
- As of December 31, 2020 the County's governmental funds reported an increase of \$14.7 million primarily due to fact that the capital program accomplishments were roughly one half of budgeted items.
- The County's General Fund balance was \$26.1 million as of December 31, 2020; of this amount, \$22.8 million is unassigned.
- General Fund revenues, excluding transfers and sale of assets, increased 6.74% from 2019.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the County's basic financial statements consisting of three components:

- Government-wide financial statements
- Notes to the financial statements
- Fund financial statements

This report also contains other supplementary information in addition to the basic financial statements themselves.

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

The *statement of net position* presents information on all of the County's assets and liabilities, with the difference between the two reported as **net position**. Over time, increases or decreases in net position may serve as a useful indicator of where the financial position of the County is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of Mesa County include general government, public safety, public works, health and welfare, culture and recreation and human services. The business-type activities of the County include a solid waste landfill operation and three small public improvement districts providing sewer services.

The government-wide financial statements include the County itself (known as the primary government), and a legally separate pest control district, a community club district, four rural services districts and three sewer districts. These entities have a significant operational or financial relationship with the County and the Board of County Commissioners serve as the Board to each of these operations.

The Mesa County Public Library is a related organization. The Board of County Commissioners appoints the seven member Board of Trustees as mandated by Colorado Library law. The Board of County Commissioners is not involved in operations or management of the District and is not financially accountable for the District. Separate financial statements for the Mesa County Public Library are available at 530 Grand Avenue, Grand Junction, Colorado 81501.

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

Governmental funds - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Mesa County maintains twenty-one individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, Human Services, Road and Bridge and the Capital Projects fund, all of which are considered major funds. Data from the other seventeen funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. The basic governmental fund financial statements can be found on pages 25-27 of this report.

Proprietary funds - Mesa County maintains two different types of proprietary funds; Enterprise and Internal Service.

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements, they provide services to the general public and are operated in a manner similar to a private enterprise, where the costs of providing services are recovered in whole, or in part, through user charges. Mesa County uses enterprise funds to account for its Solid Waste Management activities and three different sewer service districts.

Major Proprietary Funds

The Landfill Fund accounts for all solid waste management activities, including oversight of the Mesa County Landfill and transfer stations, household hazardous waste, implementation of the County's integrated Solid Waste Management Plan and providing for long range planning and regulatory compliance. This is a major proprietary fund for Mesa County.

On November 7, 2006, the citizens of the proposed area voted to establish the Whitewater Public Improvement District. On December 11, 2006 the Whitewater Sewer Services Fund was established by resolution and designated as an enterprise fund. The Whitewater Sewer fund accounts for the operations of the sewer treatment facility, which was constructed in the Whitewater area of Mesa County. User charges cover a portion of the operating costs of the facility. This is a major proprietary fund for Mesa County.

Non-Major Proprietary Funds

The SWMCRS Sewer fund accounts for all activities related to providing sewer to the citizens within the Southwest Mesa County Rural Services Public Improvement District. This district was formed by a majority vote of the citizens in the district in 2003. The treatment plant was constructed during 2004 by a private citizen and became a capital asset in 2005 once ownership had transferred to Mesa County. The treatment plant was fully operational during 2006. It is anticipated to recover operational costs through user fees.

In November 2004, citizens of the Mack area voted to establish a public improvement district for the operations of the sewer treatment facility. The former sanitation district was dissolved and the Mesa County Lower Valley Public Improvement District was formed February 1, 2005. The MCLVPID Sewer fund accounts for the operations of the sewer treatment facility located in the East area of Mesa County. User charges will cover the operating costs of the facility.

Internal Service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the County, or to other governments, on a cost-reimbursement

basis. Each of these services predominantly benefits the internal government and is included within governmental activities in the government-wide financial statements.

The County uses the Internal Services fund to account for telephone and mail.

The Insurance fund accounts for the employee health, dental, long-term disability, accidental death and dismemberment, life and other employee benefits, general and property insurance and worker's compensation.

The Rural Community Services fund accounts for the shared costs for the sewer districts.

The Vehicle Maintenance Fund accounts for the maintenance of all County-owned vehicles.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for Solid Waste Management and Whitewater which are considered to be major funds of Mesa County. Conversely, all internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

Fiduciary funds - Fiduciary funds are used to account for resources held for the benefit of parties outside Mesa County government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Mesa County's programs or activities. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on page 33-34 of this report.

Budgetary Comparisons – Mesa County adopts an annual appropriated budget for all of its funds. A budgetary comparison schedule has been provided for all major funds on pages 74-76 and page 83 of this report. Budget to actual comparisons for other funds are provided on pages 91-107 and 116 of this report.

Notes to the financial statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are located on pages 35-76 of this report.

Other information - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. Required supplementary information can be found on pages 73-81 of this report.

The combining statements referred to earlier in connection with non-major governmental and debt service funds, non-major enterprise and internal service funds are presented in the supplemental information section, pages 84-107, 108-111, and 112-115 respectively. Individual fund statements and schedules can be found on pages 74-76 and page 83 for major governmental funds and pages 91-107 for non-major governmental funds.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Mesa County, total net position at December 31, 2020 was \$340.5 million. By far the largest portion of Mesa County's net position (75%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, and infrastructure) less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Mesa County's investment in its 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.

Mesa County, Colorado
Statement of Net position
December 31, 2019 and December 31, 2020

	Governmental Activities		Business Activities		Total	
	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>
Current Assets	\$91,290,526	\$109,736,551	\$17,803,985	\$20,432,158	\$109,094,511	\$130,168,709
Internal balances	267,177	278,960	(267,177)	(278,960)	-0-	-0-
Capital Assets	<u>258,907,900</u>	<u>260,873,342</u>	<u>14,905,286</u>	<u>14,325,560</u>	<u>273,813,186</u>	<u>275,198,902</u>
Total Assets	350,465,603	370,888,853	32,442,094	34,478,758	382,907,697	405,367,611
Deferred Outflows of Resources	<u>54,758</u>	<u>238,092</u>	<u>-0-</u>	<u>-0-</u>	<u>54,758</u>	<u>238,092</u>
Current Liabilities	18,545,098	15,827,101	404,831	313,300	18,949,929	16,140,401
Non-current Liabilities	<u>16,140,829</u>	<u>16,126,610</u>	<u>7,692,945</u>	<u>8,192,141</u>	<u>23,833,774</u>	<u>24,318,751</u>
Total Liabilities	34,685,927	31,953,711	8,097,776	8,505,441	42,783,703	40,459,152
Deferred Inflows of Resources	<u>18,982,453</u>	<u>24,637,543</u>	<u>-0-</u>	<u>-0-</u>	<u>18,982,453</u>	<u>24,637,543</u>
Net Capital Assets	246,662,188	249,551,277	14,905,286	14,325,560	261,567,474	263,876,837
Restricted	3,602,368	3,500,995	7,411,298	8,134,039	11,013,666	11,635,034
Unrestricted	<u>46,587,425</u>	<u>61,483,419</u>	<u>2,027,734</u>	<u>3,513,718</u>	<u>48,615,159</u>	<u>64,997,137</u>
Total Net position	<u>\$296,851,981</u>	<u>\$314,535,691</u>	<u>\$24,344,318</u>	<u>\$25,973,317</u>	<u>\$321,196,299</u>	<u>\$340,509,008</u>

Changes in Net Position – Governmental and Business-type activities increased the County's total net position by \$19.3 million in 2020. The following table indicates the changes in net position for governmental activities and business-type activities in 2019 and 2020.

Mesa County, Colorado
Changes in Net Position

	Governmental activities		Business-type activities		Total	
REVENUES	2019	2020	2019	2020	2019	2020
Program revenues						
Charges for services	\$15,305,524	\$15,483,738	\$6,388,125	\$6,857,365	\$21,693,649	\$22,341,103
Operating grants & contributions	50,734,917	54,752,023	13,684	-	50,748,601	54,752,023
Capital grants & contributions	4,648,525	3,416,746	6,035	7,585	4,654,560	3,424,331
General revenues						
Property taxes	23,456,493	23,610,113	-	-	23,456,493	23,610,113
Other taxes	50,018,311	51,248,422	-	-	50,018,311	51,248,422
Grants & contributions not restricted to specific programs	7,400,683	5,116,599	-	-	7,400,683	5,116,599
Other	<u>1,669,164</u>	<u>1,852,976</u>	<u>227,220</u>	<u>155,220</u>	<u>1,889,863</u>	<u>2,008,196</u>
Total revenues	\$153,233,617	\$155,480,617	\$6,258,543	\$7,092,170	\$159,862,160	\$162,500,787
EXPENSES						
Government	\$25,126,443	\$24,708,577	\$-	\$-	\$25,022,193	\$24,708,577
Public Safety	41,465,104	43,701,286	-	-	41,191,896	43,701,286
Public Works	18,091,739	20,719,784	-	-	17,903,868	20,719,784
Public Health & Welfare	38,279,614	39,633,617	-	-	38,196,263	39,633,617
Human Services	4,465,337	4,926,948	-	-	4,456,337	4,926,948
Culture & Recreation	2,623,090	3,283,827	-	-	2,615,914	3,283,827
Interest on long term debt	788,355	750,868	-	-	788,355	750,868
MCLVPID Sewer	-	-	10,413	11,310	11,310	11,310
Landfill	-	-	4,341,759	4,940,288	4,940,745	4,940,288
SWMCRS Sewer	-	-	165,094	179,941	179,941	179,941
Whitewater Sewer	-	-	<u>332,050</u>	<u>331,632</u>	<u>332,050</u>	<u>331,632</u>
Total expenses	\$130,839,682	\$137,724,907	\$4,849,316	\$5,463,171	\$135,688,998	\$143,188,078
Excess (deficiency) before transfers	22,393,935	17,755,710	1,779,227	1,556,999	24,173,162	19,312,709
Transfers in (out)	<u>(71,500)</u>	<u>(72,000)</u>	<u>71,500</u>	<u>72,000</u>	=	=
Change in Net position	22,322,435	17,683,710	1,850,727	1,628,999	24,173,162	19,312,709
Beginning Net position	<u>274,529,546</u>	<u>296,851,981</u>	<u>22,493,591</u>	<u>24,344,318</u>	<u>297,023,137</u>	<u>321,196,299</u>
Ending Net position	<u>\$296,851,981</u>	<u>\$314,535,691</u>	<u>\$24,344,318</u>	<u>\$25,973,317</u>	<u>\$321,196,299</u>	<u>\$340,509,008</u>

Governmental Activities – Governmental activities increased Mesa County's net position by \$17.7 million. Sales tax increased by 5.43% and specific ownership decreased 20.5% in 2020. The County's assessed value of \$2,168,120,540 (net of TIF District) was a decrease of 1% from 2019. The local growth factor, which is tied to new construction, was at 1.5% and the Denver/Aurora/Lakewood CPI at 1.9%. In January 2018 the Bureau of Labor Statistics introduced a new geographic area for the CPI. The CPI Mesa County applies changed from Denver/Boulder/Greeley to Denver/Aurora/Lakewood. These growth factors are used in calculating the revenue allowed per the Tax Payer Bill of Rights (TABOR).

Business type activities – The County's business-type activities increased net position by roughly \$1.6 million in 2020. The increase is due to the Landfill Fund. The revenue streams for the sewer divisions, while affordable to the customer, do not sustain operations.

Financial Analysis of the Government's Funds

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

Governmental funds - The focus of Mesa County's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for 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 \$61.2 million, an increase of just under \$14.7 million. Of the combined ending fund balances for all governmental funds, approximately 37.4% of this total amount, or \$22.8 million, constitutes unassigned fund balance, which is available for discretionary spending. The remainder of fund balance is either; non-spendable, restricted, committed or assigned, indicating those balances are not available for new spending as they have already been committed.

The County has four major governmental funds: General, Department of Human Services, Road & Bridge and Capital Expenditures.

- 1) **General Fund.** This is the primary operating fund for Mesa County. It accounts for many core services and ordinary operations such as public safety, personnel and administration. The fund balance ending December 31, 2020 was \$26.1 million. This 2020 fund balance is \$7.6 million more than the previous year. The acceptance of over \$5 million in CARES reimbursement combined with department's commitments to scale back some functions to essential services only were significant one time additions to fund balance. As a measure of a fund's liquidity it may be useful to compare unreserved fund balance to total fund expenditures. Unassigned fund balance represents 36.5% of the total actual 2020 expenditures, excluding transfers. Adjustments between adopted and final budget are due to encumbrances from the previous year and miscellaneous grants not secured at the time of budget adoption.
- 2) **Department of Human Services.** This fund accounts for the local share of Federal and State public welfare programs and is mandated by State Statute. The fund balance ending December 31, 2020 was \$1.4 million, an increase of \$766k from the previous year. Increased transfers from the General Fund in 2020 assisted in the increased fund balance. Changes to the adopted budget include encumbrances from the previous year and miscellaneous grants approved during the year.
- 3) **Road & Bridge.** This fund accounts for the road, bridge and infrastructure maintenance throughout the borders of Mesa County, excluding municipalities and State highways. This is in the second year of reporting it as a major fund. Reporting of this fund as a major fund in subsequent years remains to be determined. The fund balance ending December 31, 2020 was \$8.3 million, an increase of \$676k from the previous year. Due to the Stay at Home order issued in March, highway user taxes, from the sale of gasoline, resulted in decreased revenues. Changes to the adopted budget include encumbrances from the previous year and miscellaneous grants approved during the year.
- 4) **Capital Expenditures.** This fund accounts for one-half, or 1% of the 2% County Sales Tax committed to acquire or construct capital facilities or improvements. The fund balance ending December 31, 2020 was slightly over \$22.1 million. Of this, \$11.1 million is restricted or committed. Overall, the fund balanced increased \$5.6 million from the previous year. Due to interruptions in the supply chain, delays in the execution of contracts and the decision to delay projects in order to redirect capital dollars to address efforts to mitigate COVID transmissions, the budgeted projects were significantly delayed and resulted in an encumbrance equal to roughly twice the three year average for this fund. This unique situation was compounded with the general completion of capital construction for Public Works projects which are often delayed due to weather conditions. Changes to the adopted budget include encumbrances from the previous year, transfers and grants not secured at the time of budget adoption.

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

Mesa County has four enterprise-type proprietary funds, the Solid Waste Management, Whitewater Sewer, SWMCRS Sewer, and MCLVPID Sewer.

Unrestricted net position of the Solid Waste Management fund, at the end of the year was \$3.2 million. Restricted net position is for closure/post closure and replacement needs for the landfill. Total increase in net

position of this fund, at the end of the year, was \$1.9 million before recognizing the consolidation of internal service fund activities related to enterprise funds. Other factors concerning the finances of this fund have already been addressed in the discussion of the County's business-type activities. Tipping fees remain economical to consumers with a minimum load fee of \$10.00, an increase of previous years' \$8.00. Transfer station fees for the surrounding smaller communities remained at \$15.00 per load for the 2020 year.

Unrestricted net position of the Whitewater Sewer Fund, at the end of the year amounted to \$24,007. Operating expenses exceeded operating revenues by \$305,332. While the District's liability to the Capital Expenditures fund was determined to be uncollectible in 2018 and written off, the County remains resolute in recapturing a portion of this debt if the District becomes solvent in subsequent years. The monthly sewer fee increased 3% or \$1.00 per EQU in 2020.

Unrestricted net position of the SWMCRS Sewer Fund, at the end of the year, amounted to (\$410,491). Operating expenses exceeded operating revenues by \$127,524. The District continues to carry a liability to the Capital Expenditures fund. Net position decreased \$67k from 2019. Monthly service fees remained static in 2020.

Unrestricted net position of the MCLVPID Sewer Fund, at the end of the year amounted to \$394,617. Operating revenues exceeded operating expenses by \$35,640. Monthly service fees remained static in 2020.

General Fund Budgetary Highlights

The budget for the General Fund of Mesa County is prepared using all aspects of State of Colorado statutes. On December 9, 2019 the Board of County Commissioners adopted and appropriated \$65,311,240 for General Fund expenditures for the 2020 year.

During the year the budget was amended for grants which were not available at time of the budget adoption, amendments due to encumbrances from 2019 and the appropriation of additional revenue streams for special programs.

2020 General Fund Budget

	<u>Adopted Budget</u>	<u>Amendments</u>	<u>Final Budget</u>
Beginning Fund Balance	\$19,192,977	\$0	\$19,192,977
Sources	64,357,952	4,169,959	68,527,911
Uses	<u>(65,311,240)</u>	<u>(3,498,372)</u>	<u>(68,809,612)</u>
Ending Fund Balance	<u>\$18,239,689</u>	<u>\$ 671,587</u>	<u>\$18,911,276</u>

Actual revenue collections were \$5,135,009 more than the budgetary estimates (excluding other financing sources) and expenditures were \$4,536,366 less than the final budgetary estimates (excluding other financing uses).

Capital Asset and Debt Administration

Capital Assets - Mesa County's investment in capital assets for its governmental and business type activities as of December 31, 2020, amounts to \$275.1 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, building improvements, machinery, equipment, roads, right of way improvements and bridges.

	Capital Assets (net of depreciation)					
	Governmental Activities		Business-type Activities		Total	
	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>
Land	\$9,902,450	\$9,902,450	\$814,417	\$814,417	\$10,716,867	\$10,716,867
Buildings	51,154,023	48,936,899	962,582	923,326	52,116,605	49,860,225
Improvements	33,615,887	33,687,760	10,581,561	10,120,381	44,197,448	43,808,141
Equipment	12,325,058	12,122,243	2,546,726	2,467,436	14,871,784	14,589,679
Infrastructure	143,523,127	146,729,496	-0-	-0-	143,523,127	146,729,496
Construction in Progress	<u>8,387,355</u>	<u>9,494,494</u>	<u>-0-</u>	<u>-0-</u>	<u>8,387,355</u>	<u>9,494,494</u>
Total Assets	<u>\$258,907,900</u>	<u>\$260,873,342</u>	<u>\$14,905,286</u>	<u>\$14,325,560</u>	<u>\$273,813,186</u>	<u>\$275,198,902</u>

Several major capital expenditures during 2020 include:

- Palisade Plunge
- Buzzard Creek Road Improvements
- Storm Water Management
- Overlay program

The County uses the straight-line depreciation method for its capital assets. Additional information on the County's capital assets can be found in Note 5 of the Notes to the Financial Statements.

Long Term Debt – At the end of 2020, Mesa County had total principal debt outstanding of \$9,870,000.

- **Certificates of Participation:** On May 25, 2020, the County issued a total amount of \$18,045,000; funded by 1% Sales Tax, in two series; Taxable Certificates of Participation (Direct Pay Build America Bonds), Series 2010A and Tax-Exempt Certificates of Participation, Series 2010B. These COPs were refunded on November 3, 2020 and a new lease purchase agreement was created for the series 2020 COPs. The 2020 COPS secured an interest rate of 4%. No new projects were undertaken with this refunding.

The County's certificates have been assigned a rating of Aa3 by Moody's. State statutes limit the amount of general obligation debt a government entity may issue to 1.5% of its total assessed valuation. Mesa County had a general obligation debt capacity of \$39,546,102 in 2020. The County has had no general obligation bonded debt. Additional information on Mesa County's long-term debt can be found in Note 7 of the Notes to the Financial Statements.

Economic Factors and the 2021 Budget

The 2021 budget focused on the community and local economy by providing a strong foundation for initiatives for improvements and maintenance of infrastructure. Funding of these projects puts money back into our community, and maintains our infrastructure for tomorrow. Collaborative efforts continue with private local economic development leaders for the benefit of citizens. The County continuously evaluates the impacts of volatile revenues, balances finite resources while preserving services for citizens, and provides a fiscally responsible budget.

Revenues

Total budgeted revenues for 2021 are \$187,779,732, a 5.4% increase from the 2020 Adopted Budget. General fund revenues are budgeted to increase 7.5%, to \$69,182,856. General fund revenues are utilized for most of our general ongoing operating costs for the services we provide, such as public safety, general government including most elected officials, and administration.

Following are some key revenue assumptions:

- Payment in lieu of taxes (PILT) will increase \$100k or 2.9%.
- Property taxes will increase 33.5% from 2020 levels. The 2020 mill levy included a temporary millage reduction to refund approximately \$5 million in excess revenues received in 2018, as required by TABOR and a second temporary millage reduction to keep property tax growth within the year-to-year growth cap that TABOR prescribes.
- Sales and use taxes are projected to be collected at substantially the same rate as they were in 2020. Due to the pandemic, the collections are being monitored closely and the County will adapt to any decreases.

Appropriations

The 2021 appropriations reflect our investments in the community. The overall budget is \$194,998,865, a 3.68% increase from the 2020 Adopted Budget. The General Fund, which is where most of our day-to-day operating costs reside, has 2021 appropriations budgeted at \$68,709,742, a 5.2% increase from the 2020 Adopted Budget.

County infrastructure is paid for primarily from the Capital Fund. Capital Fund expenditures are projected to increase by 2% to \$37,421,081. This includes \$1.2 million for the debt payments on the Certificates of Participation that were issued in 2020. Seventy-nine percent of funding for capital costs is derived from sales tax.

Fund Balance

Overall fund balances are budgeted to be 22.6% of appropriations. In the General Fund, the projected fund balance is 26.3% of appropriations. The 2021 Budget estimates an overall \$7.2 million use of reserves, leaving \$44 million in reserves. The use of reserves is mostly for the Capital Fund and the rest of the use is in the Health, Landfill, and Non-major special revenues funds.

Requests for information

This financial report is designed to provide a general overview of Mesa County's finances for all those with an interest in the government's finances. Questions concerning any of the information contained in this report or requests for additional information should be addressed to the Finance Department, Department 5014, Post Office Box 20000, Grand Junction, Colorado 81502-5001.

MESA COUNTY
Statement of Net Position
December 31, 2020

	Primary Government		
	Governmental	Business-type	
	Activities	Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 65,729,309	\$ 19,854,257	\$ 85,583,566
Property tax receivable	24,509,578	-	24,509,578
Receivables (net of uncollectible)	18,987,402	514,981	19,502,383
Receivables from other governments	1,496	-	1,496
Deposits	196,296	-	196,296
Inventories	300,105	-	300,105
Prepays	75,285	-	75,285
Internal balances elimination	(278,960)	278,960	-
Internal fund balances	495,000	(495,000)	-
Total current assets	110,015,511	20,153,198	130,168,709
Noncurrent assets:			
Land	9,902,450	814,417	10,716,867
Buildings	48,936,899	923,326	49,860,225
Improvements	33,687,760	10,120,381	43,808,141
Equipment	12,122,243	2,467,436	14,589,679
Infrastructure	146,729,496	-	146,729,496
Construction in progress	9,494,494	-	9,494,494
Total noncurrent assets	260,873,342	14,325,560	275,198,902
Total assets	370,888,853	34,478,758	405,367,611
DEFERRED OUTFLOWS OF RESOURCES			
Pension deferral	58,047	-	58,047
Deferred amount on refunding	180,045	-	180,045
Total deferred outflows of resources	238,092	-	238,092
Total assets and deferred outflows of resources	371,126,945	34,478,758	405,605,703
LIABILITIES			
Current liabilities:			
Accounts payable and other current liabilities	8,141,709	249,540	8,391,249
Accrued wages	3,059,542	55,686	3,115,228
Unearned revenue	3,334,930	3,022	3,337,952
Accrued interest payable	68,550	-	68,550
Due within one year	1,222,370	5,052	1,227,422
Total current liabilities	15,827,101	313,300	16,140,401
Noncurrent liabilities:			
Due in more than one year	15,859,467	8,192,141	24,051,608
Net Pension Liability	267,143	-	267,143
Total noncurrent liabilities	16,126,610	8,192,141	24,318,751
Total liabilities	31,953,711	8,505,441	40,459,152
DEFERRED INFLOWS OF RESOURCES			
Property tax receivable	24,509,578	-	24,509,578
Pension deferral	127,965	-	127,965
Total deferred inflows of resources	24,637,543	-	24,637,543
Total liabilities and deferred inflows of resources	56,591,254	8,505,441	65,096,695
NET POSITION			
Net investment in capital assets	249,551,277	14,325,560	263,876,837
Restricted for:			
CASP	74,625	-	74,625
Closure/post closure	-	8,134,039	8,134,039
Conservation Trust	367,714	-	367,714
Emergency Reserve	2,607,314	-	2,607,314
Grant Programs	47,669	-	47,669
IGA Revenue sharing agreement	341,135	-	341,135
National Forest	62,538	-	62,538
Unrestricted	61,483,419	3,513,718	64,997,137
Total net position	\$ 314,535,691	\$ 25,973,317	\$ 340,509,008

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

MESA COUNTY
Statement of Activities
For the Year Ended December 31, 2020

Functions/Programs	Expenses	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions		Capital Grants and Contributions	Primary Government		Total
			Governmental Activities	Business-type Activities				
Primary government:								
Governmental activities:								
General government	\$ 24,708,577	\$ 7,142,660	\$ 5,995,334	\$ 19,688	\$ (11,550,895)	\$ -	\$ (11,550,895)	
Public Safety	43,701,286	5,818,698	6,318,407	52,000	(31,512,181)	-	(31,512,181)	
Public works	20,719,784	1,013,616	8,095,626	2,551,992	(9,058,550)	-	(9,058,550)	
Public health and welfare	39,633,617	911,025	31,091,066	-	(7,631,526)	-	(7,631,526)	
Human services	4,926,948	448,217	3,025,953	54,057	(1,398,721)	-	(1,398,721)	
Culture and recreation	3,283,827	149,522	-	739,009	(2,395,296)	-	(2,395,296)	
Debt Service	750,868	-	225,637	-	(525,231)	-	(525,231)	
Total governmental activities	137,724,907	15,483,738	54,752,023	3,416,746	(64,072,400)	-	(64,072,400)	
Business-type activities:								
MCLVPID SEWER	11,310	46,923	-	-	-	35,613	35,613	
MESA COUNTY LANDFILL FUND	4,940,288	6,731,971	-	-	-	1,791,683	1,791,683	
SWMCRCS SEWER	179,941	52,196	-	7,585	-	(120,160)	(120,160)	
WHITEWATER SEWER	331,632	26,275	-	-	-	(305,357)	(305,357)	
Total business-type activities	5,463,171	6,857,365	-	7,585	-	1,401,779	1,401,779	
Total primary government	\$ 143,188,078	\$ 22,341,103	\$ 54,752,023	\$ 3,424,331	(64,072,400)	1,401,779	(62,670,621)	
General revenues:								
Property taxes levied for general purposes					23,610,113	-	23,610,113	
Sales tax					45,231,010	-	45,231,010	
Use Taxes					3,236,945	-	3,236,945	
Specific ownership taxes					2,780,467	-	2,780,467	
Unrestricted Investment earnings					1,204,168	102,340	1,306,508	
Grants and contributions not restricted to specific programs					5,116,599	-	5,116,599	
Gain on sale of assets					56,064	31,550	87,614	
Miscellaneous					592,744	21,330	614,074	
Transfers					(72,000)	72,000	-	
Total general revenues, special items, and transfers					81,756,110	227,220	81,983,330	
Change in net position					17,683,710	1,628,999	19,312,709	
Net position - beginning					296,851,981	24,344,318	321,196,299	
Net position - ending					\$ 314,535,691	\$ 25,973,317	\$ 340,509,008	

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

MESA COUNTY
Balance Sheet
Governmental Funds
December 31, 2020

	GENERAL FUND	DEPARTMENT OF HUMAN SERVICES	ROAD & BRIDGE FUND	CAPITAL EXPENDITURES FUND	TOTAL NON MAJOR FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS						
Cash, Cash equivalents, Investments	\$ 23,967,594	\$ 856,015	\$ 8,193,338	\$ 21,432,617	\$ 3,709,292	\$ 58,158,856
Other cash items	-	5,111	-	-	25	5,136
Accounts receivables	332,211	84,136	-	77,614	73,814	567,775
Inter-governmental	7,041,080	2,766,238	540,966	5,264,778	2,498,105	18,111,167
Accrued interest	146,217	-	-	-	-	146,217
Property taxes receivables	19,685,840	3,509,233	570,304	-	744,201	24,509,578
Pre-paid accounts	10,063	51,286	836	-	13,051	75,236
Advances to other funds	472,000	-	-	495,000	-	967,000
Inventories	-	-	-	-	135,756	135,756
Deposits	6,460	25,078	-	-	-	31,538
Total assets	<u>\$ 51,661,465</u>	<u>\$ 7,297,097</u>	<u>\$ 9,305,444</u>	<u>\$ 27,270,009</u>	<u>\$ 7,174,244</u>	<u>\$ 102,708,259</u>
LIABILITIES						
Accounts payable	\$ 1,689,320	\$ 1,040,936	\$ 136,682	\$ 2,180,932	\$ 301,130	\$ 5,349,000
Property tax refund payable	-	-	-	-	1,531	1,531
Retainage payable	-	-	-	253,282	2,028	255,310
Accrued wages	1,600,640	676,087	188,751	81,873	460,783	3,008,134
Due to other funds	-	-	-	-	472,000	472,000
Due to other governments	91,812	14,988	-	-	42,771	149,571
Unearned revenue	1,319,483	626,970	-	73,479	1,161,179	3,181,111
Deposits	48,695	25,078	91,600	-	1,252	166,625
Total liabilities	<u>4,749,950</u>	<u>2,384,059</u>	<u>417,033</u>	<u>2,589,566</u>	<u>2,442,674</u>	<u>12,583,282</u>
DEFERRED INFLOWS OF RESOURCES						
Property taxes receivable	19,685,840	3,509,233	570,304	-	744,201	24,509,578
Sales and cigarette taxes receivable	1,125,637	-	-	2,480,349	769,034	4,375,020
Contracts receivable	-	-	-	19,718	-	19,718
Total deferred inflow of resources	<u>20,811,477</u>	<u>3,509,233</u>	<u>570,304</u>	<u>2,500,067</u>	<u>1,513,235</u>	<u>28,904,316</u>
Total liabilities and deferred inflows of resources	<u>25,561,427</u>	<u>5,893,292</u>	<u>987,337</u>	<u>5,089,633</u>	<u>3,955,909</u>	<u>41,487,598</u>
FUND BALANCES (DEFICITS)						
Nonspendable	16,523	76,363	836	-	148,807	242,529
Restricted	2,681,357	-	62,538	27,353	783,849	3,555,097
Committed	415,791	-	160,238	11,131,127	173,875	11,881,031
Assigned	89,766	1,327,442	8,094,495	11,021,896	2,111,804	22,645,403
Unassigned	22,896,601	-	-	-	-	22,896,601
Total fund balances (deficits)	<u>\$ 26,100,038</u>	<u>\$ 1,403,805</u>	<u>\$ 8,318,107</u>	<u>\$ 22,180,376</u>	<u>\$ 3,218,335</u>	<u>\$ 61,220,661</u>
Total liabilities and fund balances (deficits)	<u>\$ 51,661,465</u>	<u>\$ 7,297,097</u>	<u>\$ 9,305,444</u>	<u>\$ 27,270,009</u>	<u>\$ 7,174,244</u>	<u>\$ 102,708,259</u>

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

MESA COUNTY
Reconciliation of Balance Sheet
To the Statement of Net Position
December 31, 2020

Fund balances of governmental funds	61,220,661
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	260,873,342
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Various taxes and other receivables will be collected beyond the 60-day period and are not recognized as revenue in the fund financial statements, but are recorded in the deferred inflow of resources. Revenue for this amount is recognized in the government-wide financial statements.

Sales Taxes	4,365,540	
Cigarette Taxes	18,534	4,384,074

Internal service funds are used by management to charge the costs of certain activities, such as fleet management, supplies, insurance and communications, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	5,565,881
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Deferred outflows and inflows of resources related to pensions are applicable to future periods and therefore, are not reported in the governmental funds.

Deferred outflows of resources related to pensions	58,047	
Deferred inflows of resources related to pensions	(127,965)	(69,918)

Inter-fund elimination between the internal service funds and business type activities	(278,960)
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Long term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.

Net pension liability	(267,143)	
Certificates of Participation	(9,870,000)	
Less: discounts (to be amortized over life of debt)	42,935	
Issuance premiums and deferrals, net	(1,495,000)	
Accrued interest	(68,550)	
Compensated absences	(5,501,631)	(17,159,389)

Net position of governmental activities	314,535,691
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The notes to financial statements are an integral part of this statement.

MESA COUNTY
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2020

	GENERAL FUND	DEPARTMENT OF HUMAN SERVICES	ROAD & BRIDGE FUND	CAPITAL EXPENDITURES FUND	Total Nonmajor Funds	Total Governmental Funds
REVENUES						
Taxes	\$ 35,970,688	\$ 3,516,893	\$ 816,310	\$ 25,447,693	\$ 8,862,173	\$ 74,613,757
Licenses and permits	2,381,183	-	42,363	-	93,486	2,517,032
Charges for services	1,450,537	-	-	93,414	1,225,096	2,769,047
Intergovernmental	24,079,256	25,444,156	8,109,712	2,604,151	5,315,918	65,553,193
Fines and forfeitures	259,605	1,779	3,028	-	-	264,412
Fee accounts	5,616,266	-	-	-	196,338	5,812,604
Miscellaneous	969,588	-	1,729	-	45,294	1,016,611
Investment earnings	1,189,518	-	-	-	14,649	1,204,167
Charges for service - internal	978,879	-	1,127	-	7,791	987,797
Other grants	27,000	105,925	-	-	1,551,873	1,684,798
Total revenues	<u>72,922,520</u>	<u>29,068,753</u>	<u>8,974,269</u>	<u>28,145,258</u>	<u>17,312,618</u>	<u>156,423,418</u>
EXPENDITURES						
Current:						
General government	12,586,598	-	-	2,569,308	1,683,706	16,839,612
General government-Elected officials						
Assessor	1,846,918	-	-	-	-	1,846,918
Board of County Commissioners	347,783	-	-	-	-	347,783
Clerk and Recorder	3,020,957	-	-	-	-	3,020,957
Public Trustee	159,497	-	-	-	-	159,497
Treasurer	640,138	-	-	-	-	640,138
District Attorney	3,803,540	-	-	-	-	3,803,540
Surveyor	62,946	-	-	363,490	6,631,707	7,058,143
Public safety	9,293,181	-	-	-	-	9,293,181
Public safety, Elected Officials						-
Sheriff	23,226,350	-	-	-	-	23,226,350
Coroner	577,297	-	-	-	-	577,297
Public works	720,607	-	8,315,890	5,391,898	311,977	14,740,372
Public health and welfare	-	30,419,110	-	96,735	8,564,746	39,080,591
Human services	3,648,976	-	-	-	537,432	4,186,408
Culture and recreation	1,459,644	-	-	4,571	45,926	1,510,141
Debt service:						
Interest	-	-	-	-	746,012	746,012
Principal retirement	-	-	-	-	925,000	925,000
Capital outlay:						
General government	8,899	-	-	546,375	-	555,274
Public safety	1,079,073	-	-	2,264,171	15,356	3,358,600
Public works	-	-	-	8,577,711	-	8,577,711
Public health and welfare	-	-	-	210,138	28,348	238,486
Human services	-	-	-	76,509	-	76,509
Culture and recreation	12,109	-	-	872,141	-	884,250
Total expenditures	<u>62,494,513</u>	<u>30,419,110</u>	<u>8,315,890</u>	<u>20,973,047</u>	<u>19,490,210</u>	<u>141,692,770</u>
Excess (deficiency) of revenues over expenditures	<u>10,428,007</u>	<u>(1,350,357)</u>	<u>658,379</u>	<u>7,172,211</u>	<u>(2,177,592)</u>	<u>14,730,648</u>
OTHER FINANCING SOURCES (USES)						
Refunding proceeds	-	-	-	-	9,870,000	9,870,000
Refunding premium	-	-	-	-	1,675,045	1,675,045
Refunding escrow purchase	-	-	-	-	(11,541,844)	(11,541,844)
Transfers Out	(3,488,359)	-	-	(1,572,792)	(727,000)	(5,788,151)
Transfers In	740,400	2,222,638	-	-	2,818,513	5,781,551
Sale of assets	9,380	-	18,509	28,175	-	56,064
Total other financing sources (uses)	<u>(2,738,579)</u>	<u>2,222,638</u>	<u>18,509</u>	<u>(1,544,617)</u>	<u>2,094,714</u>	<u>52,665</u>
NET CHANGE IN FUND BALANCE	<u>7,689,428</u>	<u>872,281</u>	<u>676,888</u>	<u>5,627,594</u>	<u>(82,878)</u>	<u>14,783,313</u>
Fund balances - beginning	<u>18,410,610</u>	<u>531,524</u>	<u>7,641,219</u>	<u>16,552,782</u>	<u>3,301,213</u>	<u>46,437,348</u>
Fund balances - ending	<u>\$ 26,100,038</u>	<u>\$ 1,403,805</u>	<u>\$ 8,318,107</u>	<u>\$ 22,180,376</u>	<u>\$ 3,218,335</u>	<u>\$ 61,220,661</u>

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

MESA COUNTY
Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances to the Statement of Activities
For the Year Ended December 31, 2020

Net change in fund balances - total governmental funds	\$14,783,313
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Amounts reported for governmental activities in the statement of net position are different because:

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

Capital Outlays	14,235,396	
Depreciation expense	<u>(12,269,955)</u>	1,965,441

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. Likewise, recognition of deferred revenues in the subsequent year create revenue in the funds but not in the statement of activities.

Federal Grant	(1,256,443)	
Sales and Cigarette Taxes	<u>251,707</u>	(1,004,739)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these difference in the treatment long-term debt and related items.

Certificates of Participation	925,000	
Less: amortization of discounts	(1,353)	
Interest recognition	<u>(6,704)</u>	916,943

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.

Pension benefit	80,615	
Compensated absences	<u>(657,309)</u>	(576,694)

Internal service funds are used by management to charge the costs of fleet management, insurance, supplies and communications to individual funds.

1,599,446

Change in net position of governmental activities	<u><u>\$17,683,710</u></u>
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The notes to financial statements are an integral part of this statement.

BUSINESS-TYPE ACTIVITIES

Enterprise (business-type) funds are used to account for operations that are financed and operated in a manner similar to private business enterprises-where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of net income is appropriate for accountability purposes.

Major Enterprise Fund

Solid Waste Fund – accounts for operations of the solid waste facility. The intent of the County Commissioners is that the costs of the landfill operations and future closure costs be recovered primarily through fees for trash disposal.

Whitewater Sewer – accounts for the operations of the sewer treatment facility located in the east area of Mesa County. The intent of the fund is to recover operating costs through user charges.

Non-Major Enterprise Funds

SWMCRS Sewer – accounts for the operations of the sewer treatment facility located in the southwest area of Mesa County. The intent of the fund is to recover operating costs through user charges.

MCLVPID Sewer – accounts for the operations of the sewer treatment facility located in the west area of Mesa County. The intent of the fund is to recover operating costs through user charges.

MESA COUNTY
Statement of Net Position
Proprietary Funds
December 31, 2020

	Business-type Activities				Governmental Activities
	MESA COUNTY LANDFILL FUND	WHITEWATER SEWER	Total Nonmajor Funds	Total Enterprise Funds	Internal Service Funds
ASSETS					
Current assets:					
Cash, Cash equivalents, Investments	\$ 19,356,201	\$ 25,006	\$ 473,050	\$ 19,854,257	\$ 7,565,315
Accounts receivables	504,240	771	9,970	514,981	160,298
Pre-paid accounts	-	-	-	-	50
Due from other governments	-	-	-	-	3,446
Inventories	-	-	-	-	164,352
Deposits	-	-	-	-	164,758
Total current assets	<u>19,860,441</u>	<u>25,777</u>	<u>483,020</u>	<u>20,369,238</u>	<u>8,058,219</u>
Noncurrent assets:					
Capital Assets	5,124,308	7,874,596	1,326,657	14,325,561	-
Total noncurrent assets	<u>5,124,308</u>	<u>7,874,596</u>	<u>1,326,657</u>	<u>14,325,561</u>	<u>-</u>
Total assets	<u>24,984,749</u>	<u>7,900,373</u>	<u>1,809,677</u>	<u>34,694,799</u>	<u>8,058,219</u>
LIABILITIES					
Current liabilities:					
Accounts payable	246,897	990	1,653	249,540	1,408,820
Accrued wages	55,687	-	-	55,687	51,411
Due to other funds	-	-	25,000	25,000	-
Deferred revenue	-	781	2,241	3,022	-
Insurance Claims/Deductions	-	-	-	-	95,401
Current compensated absences	5,052	-	-	5,052	6,248
Total current liabilities	<u>307,636</u>	<u>1,771</u>	<u>28,894</u>	<u>338,301</u>	<u>1,561,880</u>
Noncurrent liabilities:					
Due to other funds	-	-	470,000	470,000	-
Insurance Claims/Deductions	-	-	-	-	858,610
Future compensated absences	58,102	-	-	58,102	71,848
Landfill closure liability	8,134,039	-	-	8,134,039	-
Total noncurrent liabilities	<u>8,192,141</u>	<u>-</u>	<u>470,000</u>	<u>8,662,141</u>	<u>930,458</u>
Total liabilities	<u>8,499,777</u>	<u>1,771</u>	<u>498,894</u>	<u>9,000,442</u>	<u>2,492,338</u>
NET POSITION					
Net investment in capital assets	5,124,308	7,874,595	1,326,657	14,325,560	-
Restricted for:					
Closure/post closure	8,134,039	-	-	8,134,039	-
Unrestricted	3,226,625	24,007	(15,874)	3,234,758	5,565,881
Total net position	<u>\$ 16,484,972</u>	<u>\$ 7,898,602</u>	<u>\$ 1,310,783</u>	<u>25,694,357</u>	<u>\$ 5,565,881</u>
Difference between business-type adjustments to assets and liabilities.				278,960	
Net position of business-type activities				<u>\$ 25,973,317</u>	

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

MESA COUNTY
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2020

	Business-type Activities				Governmental Activities
	MESA COUNTY LANDFILL FUND	WHITEWATER SEWER	Total Nonmajor Funds	Total Enterprise Funds	Internal Service Funds
OPERATING REVENUES					
Charges for services	\$ 6,727,955	\$ 26,275	\$ 99,120	\$ 6,853,350	\$ 34,910
Intergovernmental	-	-	-	-	6,888
Insurance Recovery	-	-	-	-	17,222
Miscellaneous	21,055	25	247	21,327	15,106
Charges for service - internal	4,016	-	-	4,016	17,995,011
Total operating revenues	6,753,026	26,300	99,367	6,878,693	18,069,137
OPERATING EXPENSES					
Supplies	213,759	-	1,992	215,751	1,602,013
Purchased Services	1,824,974	46,121	94,906	1,966,001	2,680,642
Personnel Services	1,446,410	-	-	1,446,410	1,665,524
Travel and Subsistence	-	-	-	-	345
Fixed Charges	110,700	-	647	111,347	5,175
Other Operating	224,099	83	-	224,182	-
Increase in landfill closure	483,572	-	-	483,572	-
Insurance Claims/Deductions	4,063	-	-	4,063	9,827,515
Depreciation	607,970	283,177	88,908	980,055	-
Insurance and Support	32,280	2,250	4,798	39,328	611,294
Total operating expenses	4,947,827	331,631	191,251	5,470,709	16,392,508
Operating income (loss)	1,805,199	(305,331)	(91,884)	1,407,984	1,676,629
NONOPERATING REVENUES (EXPENSES)					
Transfers Out	-	-	-	-	(65,400)
Transfers In	-	20,000	52,000	72,000	-
Loss on disposition of assets	(4,244)	-	-	(4,244)	-
Investment earnings	98,941	181	3,218	102,340	-
Sale of assets	31,550	-	-	31,550	-
Capital contribution	-	-	7,585	7,585	-
Total nonoperating revenues (expenses)	126,247	20,181	62,803	209,231	(65,400)
CHANGE IN NET POSITION	1,931,446	(285,150)	(29,081)	1,617,215	1,611,229
Total net position - beginning	14,553,526	8,183,752	1,339,864	24,077,142	3,954,652
Total net position - ending	\$ 16,484,972	\$ 7,898,602	\$ 1,310,783	\$ 25,694,357	\$ 5,565,881
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds				11,784	
Changes in net position of business-type activities				\$ 1,628,999	

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

MESA COUNTY
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2020

	Business-type Activities - Enterprise Funds				Governmental Activities
	MESA COUNTY LANDFILL FUND	WHITEWATER SEWER	Total Nonmajor Enterprises Funds	Total Enterprise Funds	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash from interfund	\$ 4,016	\$ -	\$ -	\$ 4,016	\$ 18,135,897
Cash from Insurance recovery	-	-	-	-	31,647
Cash receipts from customers	6,814,756	26,982	94,560	6,936,298	43,250
Payments to employees	(1,425,107)	-	-	(1,425,107)	(1,361,338)
Payments to interfund	(811,291)	(17,334)	(70,087)	(898,712)	(15,269)
Payments to suppliers	(1,691,863)	(33,645)	(33,638)	(1,759,146)	(14,642,364)
Net cash provided (used) by operating activities	<u>2,890,511</u>	<u>(23,997)</u>	<u>(9,165)</u>	<u>2,857,349</u>	<u>2,191,823</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers from other funds	-	20,000	52,000	72,000	-
Transfers to other funds	-	-	-	-	(65,400)
Net cash provided (used) by noncapital financing activities	<u>-</u>	<u>20,000</u>	<u>52,000</u>	<u>72,000</u>	<u>(65,400)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Advance from other funds	-	-	(25,000)	(25,000)	-
Capital contributions	-	-	7,585	7,585	-
Proceeds from sale of capital assets	31,550	-	-	31,550	-
Purchases of capital assets	(404,572)	-	-	(404,572)	-
Net cash provided (used) by capital and related financing activities	<u>(373,022)</u>	<u>-</u>	<u>(17,415)</u>	<u>(390,437)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest and dividends received	<u>98,941</u>	<u>181</u>	<u>3,218</u>	<u>102,340</u>	<u>-</u>
Net cash provided (used) by investing activities	<u>98,941</u>	<u>181</u>	<u>3,218</u>	<u>102,340</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	2,616,430	(3,816)	28,638	2,641,252	2,126,423
Balances - beginning of year	16,739,771	28,822	444,412	17,213,005	5,438,892
Balances - end of the year	<u>\$ 19,356,201</u>	<u>\$ 25,006</u>	<u>\$ 473,050</u>	<u>\$ 19,854,257</u>	<u>\$ 7,565,315</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:					
Operating Income (loss)	\$ 1,805,199	\$ (305,331)	\$ (91,884)	\$ 1,407,984	\$ 1,676,629
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation	607,970	283,177	88,908	980,055	-
Changes in assets and liabilities:					
Accounts Payable - Other	483,573	-	62	483,635	240,077
Accounts Payable - Supplier	(95,758)	(2,376)	(1,443)	(99,577)	177,003
Compensated absences	16,982	-	-	16,982	(12,340)
Customer Receivables	65,745	707	(4,808)	61,644	101,113
Interfund receipts	-	(174)	-	(174)	(9,215)
Inventory	-	-	-	-	9,180
Salaries & Benefits Payable	6,800	-	-	6,800	9,376
Net cash provided (used) by operating activities	<u>\$ 2,890,511</u>	<u>\$ (23,997)</u>	<u>\$ (9,165)</u>	<u>\$ 2,857,349</u>	<u>\$ 2,191,823</u>

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

MESA COUNTY
FIDUCIARY FUNDS
Statement of Fiduciary Net Position
December 31, 2020

	Private-Purpose Trust Funds	Custodial Funds
ASSETS		
Cash and cash equivalents	\$ 360,528	\$ 7,125,138
Property taxes receivable for other governments	-	118,063,057
Total assets	<u>360,528</u>	<u>125,188,195</u>
LIABILITIES		
Accounts payable and other liabilities	-	302,679
Due to local governments	-	6,179,315
Total liabilities	<u>-</u>	<u>6,481,994</u>
DEFERRED INFLOWS OF RESOURCES		
Property tax receivable	-	118,063,057
Total deferred inflows of resources	<u>-</u>	<u>118,063,057</u>
NET POSITION		
Restricted for:		
Individual and organizations	360,528	380,484
Other governments	-	262,660
Total net position	<u>\$ 360,528</u>	<u>\$ 643,144</u>

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

MESA COUNTY
FIDUCIARY FUNDS
Statement of Changes in Fiduciary Net Position
For the Year Ended December 31, 2020

	Private-Purpose Trust Funds	Custodial Funds
ADDITIONS		
Trustee deposits	\$ 2,059,944	\$ -
Property tax collections for other governments	-	120,422,511
Sales and Use tax collections for other governments	-	21,360,798
Other tax collections for other governments	-	17,479,339
Fees collected for other governments	-	16,701,206
Foreclosure proceeds	-	3,551,772
Individual contributions	-	1,332,423
Escrow deposits	-	776,848
Miscellaneous	3	350,967
<i>Total additions</i>	<u>2,059,947</u>	<u>181,975,864</u>
DEDUCTIONS		
Payments in accordance with trust arrangements	2,121,885	-
Disbursement of taxes and fees to other governments	-	175,060,258
Payments in accordance with escrow arrangements	-	3,863,495
Distributions to individuals	-	1,794,924
Administrative expenses	-	1,050,667
Refunds of escrow	-	213,236
<i>Total deductions</i>	<u>2,121,885</u>	<u>181,982,580</u>
Net increase (decrease) in fiduciary net position	(61,938)	(6,716)
Net position - beginning	422,466	649,860
Net position - ending	<u>\$ 360,528</u>	<u>\$ 643,144</u>

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

Mesa County, Colorado
NOTES TO FINANCIAL STATEMENTS
December 31, 2020

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Mesa County (County) was formed in 1883 and is a statutory county under Colorado revised statutes. The County's governing body is the three-member Board of County Commissioners. The Commissioners are elected for four-year terms. The County's financial statements include the accounts and operations of all County functions. The County's major operations include public safety, road and bridge construction and maintenance (public works), public health and welfare, human services, culture and recreation and general administrative services.

The financial statements of Mesa County have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

For the year ended December 31, 2020, Mesa County implemented the provisions of GASB:

- *Statement 83 – Certain Asset Retirement Obligations.* In November 2016, the Governmental Accounting Standards Board (GASB) issued statement GASB Statement No. 83 which addresses accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. A government that has legal obligations to perform future asset retirement activities related to its tangible capital assets should recognize a liability based on the guidance in this Statement. The requirements of Statement No. 18 *Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs* remain applicable to obligations that are not covered by the scope of Statement No. 83. The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2018. GASB Statement No. 95 allowed a one year delay to implement this pronouncement. The County has adopted this Statement for the fiscal year ending December 31, 2020. The implementation of this Statement has no impact on the County's financial statements.
- *Statement 84 – Fiduciary Activities.* GASB Statement No. 84 establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2018. GASB Statement No. 95 allowed a one year delay to implement this pronouncement. The County has adopted this Statement for the fiscal year ending December 31, 2020.

The more significant of the County's accounting policies are described below.

1. Financial Reporting Entity

In evaluating how to define the County, for financial reporting purposes, management has considered all aspects of where financial responsibility rests. The financial reporting entity consists of Mesa County, as the primary government; organizations for which Mesa County is financially accountable; and other organizations for which the nature and significance of their relationships with Mesa County are such that exclusion would cause the County's financial statements to be misleading or incomplete. The decision to include or exclude a potential component unit in the reporting entity was made by applying the criteria set forth by GASB in its Statement 61, "*The Financial Reporting Entity: Omnibus and amendment of GASB Statements 14 and 34*". The component units discussed below are included in the County's reporting entity because of significant operational or financial relationships. The Mesa County Board of Commissioners is the governing body for

each of the districts; therefore they exercise complete control over the component unit activities. The management of the activities of the component unit is essentially the same as the primary government. Blended component unit funds are treated just as though they are the funds of the primary government. As a result, the following districts are considered blended component units because Mesa County is fiscally accountable for each.

Blended Component Units

Mesa County is fiscally accountable and exercises operational responsibility for:

- The Upper Grand Valley Pest Control District that benefits a segment of the County's population. The pest control district is a Special Revenue Fund in this report.
- In November, 2001, citizens of Mesa, Colorado voted to establish an 1159 District for the operations of the Mesa Community Center. This district, Mesa Community Center Public Improvement District, is a Special Revenue Fund in this report.
- In November, 2003 the Southwest Mesa County Rural Community Services Public Improvement District (SWMCRS) was established in the Gateway area. This district's general fund is included as a Special Revenue Fund when blended with the primary government. The district was established in 2004 and began collecting property taxes in 2005. An enterprise fund was established in November 2004 for operations of the sewer treatment facility within this district.
- In November 2004, citizens of the Mack area voted to establish an 1159 District for the operations of the Mesa County Lower Valley Public Improvement District. The final dissolution of the former sanitation district and establishment of this public improvement district occurred February 1, 2005. An enterprise fund was established for operations of the sewer treatment facility in 2005.
- In November 2006, citizens of the Whitewater area voted to establish an 1159 District for the operations of the Mesa County Whitewater Public Improvement District. An enterprise fund was established for construction and subsequent operations of the sewer treatment facility in 2007. In July 2008, the District Board formed both an Urban Services Public Improvement District (PID) and a Local Improvement District (LID) within the boundaries of the District.
- On June 28, 2010 the Mesa County Gateway Public Improvement District was created. A Special Revenue Fund has been established for the District. In June 2010, the District Board formed a Local Improvement District (LID) within the boundaries of the District. In November 2010, voters of the District and LID approved initial mill levy and sales tax rates, respectively.

Each Public Improvement District has an advisory board which prepares recommendations to the Board of County Commissioners (BOCC) for daily activities and annual budget. The BOCC governs the districts; there are no separate financial statements.

The 21st Judicial District of the State of Colorado (the District Attorney function) has the same geographic boundaries as Mesa County. The District Attorney has chosen to be included in the Mesa County reporting entity, and the department is accounted for in the County's General Fund. The District Attorney's budget is approved annually by the Board of County Commissioners.

Related Organizations

The Mesa County Public Library District is a related organization, as the Board of County Commissioners appoints the seven members of the Board of Trustees, as mandated by Colorado Library law. The Library District was established January 1, 1992, as a separate political subdivision of the State of Colorado with its own taxing authority. The Commissioners are not involved in operations or management of the District and are not financially accountable for the District. Separate financial statements for the Mesa County Public Library District are available at 530 Grand Avenue, Grand Junction, Colorado 81501.

2. Basis of Presentation and Measurement Focus

Prior to GASB Statement No. 34, Mesa County employed the historical system of accounting and financial reporting using the governmental financial reporting model. Essentially this method demonstrated fiscal accountability and compliance using segregated funds for the numerous activities the County performs. This method required the accounting system to be organized and operated on a fund and account group basis. GASB 34 modified this method to meet the objective of demonstrating operational accountability.

Funds are classified into three categories: governmental, proprietary and fiduciary. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities, deferred inflows, residual equities or balances, and changes therein, which are segregated for the purpose of carrying on a specific activity or attaining certain objectives. The funds in each category use a different basis of accounting and have a different measurement focus. Measurement focus determines what is being measured, while basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

Governmental funds typically are used to account for tax-supported activity using the current financial resources measurement focus and modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Mesa County considers revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Sales taxes are considered to be available if the revenues are collected by the County within 30 days of year end. Recognition of revenues represented by non-current receivables is deferred until they become current receivables. Those revenues susceptible to accrual include: property taxes, interest revenue and charges for services. Fines, permits, fees, entitlements, and shared revenues are not susceptible to accrual because, generally, they are not measurable until received. Grant revenues are recognized as they are earned. Expenditures are recorded when the related fund liability is incurred.

Proprietary funds fall into two categories: Enterprise Funds and Internal Service Funds. These funds are used to account for a government's business-type activities (activities supported, at least in part, by fees or charges) using the economic resources measurement focus and the accrual method basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing or delivering goods in connection with principal operations (i.e., user charges). All revenues and expenses not meeting this definition are reported as non-operating (i.e., interest earnings on deposits). Mesa County's enterprise funds include Solid Waste Management and the sewer operations for the Public Improvement Districts of: Southwest Mesa County Rural Community Services, Mesa County Lower Valley, and Whitewater.

Internal Service funds are used to account for the cost of operations shared by various functions of the County. Mesa County's Internal Service funds include and account for: insurance, fleet management services, telephone, mail and shared utility costs provided to departments of the County, or to other governments, on a cost-reimbursement basis. A combining statement for these funds can be found in the supplementary

information. In the Government-Wide Statements, the information for these Internal Service Funds are allocated and is presented as part of the governmental and business-type activities information.

Fiduciary funds are used to account for resources that are held by the government as a trustee or agent for parties outside the government and cannot be used to support the government's own programs. Fiduciary funds use the accrual method basis of accounting. The fiduciary funds Mesa County reports are Private-purpose Trust Funds and Custodial Funds. See Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position on pages 33 through 34.

GASB 34 financial reporting method "converts" these differences to one consistent basis of accounting and measurement focus to provide consolidated information for all aspects of activity for Mesa County. The readers of this CAFR will see Government-wide financial reporting complementing fund reporting. Mesa County's basic financial statements now consist of government-wide statements, including a statement of net position and a statement of activities, fund-based statements and accompanying notes.

3. Government-wide Financial Statements

The statement of net position and statement of activities illustrate the County's financial position as a whole to demonstrate: operational accountability, sustainability of the County as an entity and the change in aggregate financial position resulting from activities of the period. The only exclusion in government-wide financial statements is the fiduciary funds, since by definition their resources are not available to support the government's own programs.

All activities included within the government-wide financial statements are measured and reported using the economic resources measurement focus and the accrual basis of accounting.

The statement of net position reports all capital assets and long term debt. Both the governmental and business-type activities are presented on a consolidated basis by column.

The statement of activities reflects the balance of how much direct expense of a given function is offset by program revenues. 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, and grants or contributions that are restricted to meeting the operational or capital requirements of the particular program. Taxes and other items not classified as program revenues are reported as general revenues. This balance identifies the extent to which a government function or business segment is self-funded and which draw from general County revenues.

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this rule are charges between Solid Waste Management and/or Sewer functions and other various functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

4. Fund Financial Statements

Separate financial statements are provided for each major and non-major governmental fund, proprietary funds, and fiduciary funds of Mesa County.

Mesa County reports four major governmental funds:

- 1) **General Fund:** The primary operating fund for Mesa County which accounts for the financial resources which are not accounted for in any other fund. Principal sources of revenue are property and sales taxes, licenses, permits, intergovernmental revenues, charges for services, interest on investments and fees. Primary expenditures are for general government, public safety, public works, human services, and culture and recreation.

- 2) **Department of Human Services.** This fund accounts for the local share of Federal and State public welfare programs and is mandated by State Statute. Programs include, but are not limited to: Medicaid, Food Stamps, foster care, senior service, child support, job training programs and Temporary Assistance to Needy Families (TANF).
- 3) **Road & Bridge.** This fund accounts for all expenditures related to the construction and maintenance of bridges and roads. This fund is a conduit in the allocation of monies to municipalities for their use in road and street activities. This is the second year of being presented as a major fund after over a decade of being presented as a non-major special revenue fund.
- 4) **Capital Expenditures.** This fund accounts for one-half of the 2% sales tax collected by Mesa County and is committed to acquire or construct major capital facilities or improvements.

The remaining governmental funds are aggregated and presented as non-major funds. These funds are: Health, Public Safety Sales Tax, Commissary, Upper Grand Valley Pest District, Storm Water ,TV Translator, Developmental Disabilities, Conservation Trust, Fair Board, SWMCRS Public Improvement District, Gateway Public Improvement District, Gateway LID Sales Tax Street Improvement, Clerk & Recorder Technology, Transportation Impact, Mesa Community Center, Whitewater Urban Services and Certificates of Participation.

Mesa County reports the following major proprietary funds:

The Mesa County Landfill Fund accounts for the County's landfill, recycling and educational operations. These activities are funded by site collection fees, sale of recycled materials and interest earnings for deposited funds.

The Whitewater Sewer Fund accounts for the collection of fees and the expenditures related to providing sewer service to citizens within the public improvement district's boundaries.

Non-major proprietary funds include the Southwest Mesa County Rural Community Services Public Improvement District (SWMCRSPID) and the Mesa County Lower Valley Public Improvement District (MCLVPID) both which account for the collection of fees and the expenditures related to providing sewer service to citizens within the districts' boundaries.

Mesa County reports the following non-major proprietary funds:

The Internal Service funds account for insurance, fleet management services, telephone, mail and shared utility costs provided to departments of the County, or to other governments, on a cost-reimbursement basis.

Additionally, Mesa County reports the following fund types:

Fiduciary Funds are used to account for assets held by the County in a fiduciary capacity for individuals, private corporations, and other governments. Fiduciary Funds held by Mesa County include Private-Purpose Trust Funds and Custodial Funds. Private-Purpose Trust Funds include amounts held on behalf of criminal justice residential program participants and children in the custody of the Department of Human Services. Custodial Funds include Law Enforcement Forfeiture, Law Enforcement Seized Currency, School land dedication fees and bond funds for School Districts #51, #50 and #49JT, taxes and fees collected on behalf of and distributed to other governments, and escrow funds held for land developers and parties to foreclosure proceedings.

5. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash, Cash equivalents and Investments

Cash and investments of all funds are pooled in order to maximize investment opportunities. Individual fund's pooled cash are available upon demand and are considered to be "cash equivalents" when preparing these financial statements. The County considers all highly liquid investments purchased with a maturity of three months or less to be cash equivalents. Investments are reported at fair value which is determined by quoted market prices. Net increases or decreases in fair value are reported in the investment revenue accounts of the General Fund.

2. Property Taxes

Property taxes are levied in December and attach as an enforceable lien on January 1, 2020, and are due in full April 30, 2021, or in equal installments February 28, 2021, and June 15, 2021, at the taxpayer's option. Taxes becoming delinquent after those dates are subject to interest charges. Unpaid tax liens are sold at the annual tax sale for delinquent taxes, interest and other costs. The County bills and collects its own property taxes as well as those for all taxing districts in the County. Collections for other districts are accounted for in the agency funds. Property taxes are reported as a receivable and are deferred inflows of resources at December 31. The unearned revenue is reported as revenues in the year collected and available.

3. Receivables (other than Inter-fund)

Receivables as of year-end for Mesa County's individual major funds and non-major and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Human Services</u>	<u>Road and Bridge</u>	<u>Capital Expenditures</u>	<u>Non-Major Funds</u>	<u>Internal Service</u>	<u>Total Receivables</u>
Accounts	\$332,211	\$84,136	\$ -	\$77,614	\$73,814	\$160,298	\$728,073
Interest	146,217	-	-	-	-	-	146,217
Property Taxes-gross	20,506,083	3,655,451	594,066	-	773,969	-	25,529,569
Inter-governmental	<u>7,041,080</u>	<u>2,766,238</u>	<u>540,966</u>	<u>5,264,778</u>	<u>2,498,105</u>	<u>3,446</u>	<u>18,114,613</u>
Gross receivables	\$28,025,591	\$6,505,825	\$1,135,032	\$5,342,392	\$3,345,888	\$163,744	\$44,518,472
Less: Allowance for uncollectible	<u>(820,243)</u>	<u>(146,218)</u>	<u>(23,762)</u>	<u>-</u>	<u>(29,768)</u>	<u>-</u>	<u>(1,019,991)</u>
Net receivables	<u>\$27,205,348</u>	<u>\$6,359,607</u>	<u>\$1,111,270</u>	<u>\$5,342,392</u>	<u>\$3,316,120</u>	<u>\$163,744</u>	<u>\$43,498,481</u>

Governmental funds report unavailable revenues in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period as deferred inflows of resources. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned and are reported as unearned revenue. At the end of the current fiscal year, the various components of unearned and unavailable revenues reported in the governmental funds were as follows:

	<u>Unearned</u>	<u>Unavailable</u>
Property taxes - General fund	\$-	\$19,685,840
Property taxes - Human Services fund	-	3,509,233
Property taxes - Road and Bridge fund	-	570,304
Property taxes - Non-major governmental funds	-	744,201
Sales & Cigarette taxes - General fund	-	1,125,637
Sales taxes - Capital fund	-	2,480,349
Sales taxes - Non-major governmental funds	-	769,034
Other - General fund	1,319,483	-
Other - Human Services fund	626,970	-
Other – Capital	73,479	19,718
Other - Non major governmental funds	<u>1,161,179</u>	<u>-</u>
Total deferred inflow/unearned revenue for governmental funds	<u>\$3,181,111</u>	<u>\$28,904,316</u>

4. *Inter-fund Receivables and Payables*

Inter-fund receivables and payables arise from inter-fund transactions and are recorded by all funds affected in the period in which transactions are executed. At year end, outstanding balances between funds are reported as “due to/from other funds” or “advances to/from other funds”. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”.

5. *Inventories and Prepaid Items*

Inventories are valued at average cost on a first-in, first-out basis. The inventory consists of expendable supplies held for consumption. Expenditures are recorded as the items are used in providing fleet maintenance services and immunizations. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

6. *Capital Assets*

Capital assets, which include property, equipment and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capitalized assets are defined by the County as assets that have a useful life of one or more years, and for which the initial, individual value equals or exceeds the following dollar amounts:

<u>Asset Class</u>	<u>Minimum Dollar Value</u>
Land	No Minimum
Buildings	No Minimum
Building Improvements	\$25,000
Improvements Other Than Buildings	\$25,000
Leasehold Improvements	\$25,000
Furniture and Equipment	\$5,000
Roads and subsystems	\$50,000

All purchased assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets, donated works of art and similar other items, and capital assets received in a service concession arrangement are reported at acquisition value on the date received. The cost of normal maintenance and repairs that does not add to the value of an asset or materially extend asset life is not capitalized.

All capitalized assets, excluding land and work-in-process, are depreciated. Improvements are depreciated over the remaining useful lives of the related capital asset. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

<u>Asset Class</u>	<u>Useful Life</u>
Buildings	40 years
Sewer Assets	30 - 45 years
Building Improvements	15 years
Land Improvements	25 years
Leasehold Improvements	Term of lease or asset life, whichever is shorter
Vehicles	7 years
High Utilization Vehicles	3 years
Heavy Trucks	10 years
Heavy Equipment	10 years
Communication Equipment	10 years
Computer Equipment	3 years
Office Furniture	10 years
All other furniture and equipment	6 years
Roads	60 years
Bridges	30 years
Culverts, curbs, gutters, sidewalks	20 years
Traffic signals	15 years

Public domain assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, and lighting systems are examples of infrastructure assets. Infrastructure assets are distinguished from other capitalized assets as their useful life often extends beyond most other capital assets and are stationary in nature. Mesa County reports infrastructure assets on a network and subsystem basis. Retirements are recorded upon complete replacement, annexation by another government entity, or when significant reconstruction is completed. General infrastructure assets are those associated with or arising from governmental activities.

Prior to GASB 34, governments were not required to report general infrastructure assets. Information relating to these early assets is limited. The required retroactive capitalization period at the time of implementing infrastructure reporting will not extend back earlier than years ending after June 30, 1980. GASB 34 also allows for reporting these assets using an estimated historical cost due to limited, adequate records maintained since 1980. GASB 34 requires the reporting and depreciation of new infrastructure assets to begin when adopting the general provisions of GASB 34. For Mesa County, this began with the implementation year, January 1, 2002.

Assets greater than \$5,000 held and utilized in proprietary fund operations are recorded at cost, or in the case of donations, at their estimated fair market value on the date donated. Depreciation in proprietary fund types is computed using the straight-line method over the assets' estimated useful lives as shown above. Retroactive reporting provisions do not apply to proprietary funds as reporting has always been a requirement for these funds.

7. Deferred outflow of resources or deferred inflow of resources

Deferred outflows of resources represent a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources or expense/expenditure until then. The deferred outflows related to PERA pension is reported in the government wide Statement of Net Position. A deferred outflow related to such pension results from contributions made subsequent to the measurement date and which will be recognized as a reduction of the Net Pension Liability in the following year. Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources, such as revenue, until that time. Property, sales and cigarette taxes are reported as a receivable and are deferred inflows of resources at December 31 in the governmental funds. Only property taxes are reported as such in the government wide financial statements.

8. Compensated Absences

A portion of the liability for accrued vacation and unused sick leave benefits at December 31, 2020 is recorded as long-term liabilities in the government-wide financial statements to recognize the cost of these benefits expected to be liquidated beyond the next year. The remaining current portion of this liability is estimated based on historical trends. Due to the restriction of vacation approvals during 2020, a resolution was approved by the Board to allow for a temporary one time increase of vacation accrual carryover in the amount of 300 hours or 60 hours more than the normal policy allows.

The County's policy permits employees to accumulate a limited amount of earned, but unused, vacation which will be taken after December 31, 2020, or paid upon separation from County service. County policy also permits, at termination, employees to be paid for unused sick leave in excess of nine-hundred sixty hours, one hour paid for every one and one-half hours in excess. This liability is recognized in the future compensated absence liability.

Mesa County has four appointed positions who receive severance benefits. These positions include: County Attorney, County Administrator, Health Department Director and Department of Human Services Director. Contractual benefits for these positions may include up to a six month severance package whereby the County will pay six months of salary, benefits and retirement upon separation from service. Only the liability for accrued sick or vacation leave is recognized in the future compensated absence liability.

Mesa County does not offer voluntary termination benefits (early retirement incentives). Terminated employees may participate in Consolidated Omnibus Budget Reconciliation Act (COBRA) for dental, vision and health insurance for a period of eighteen to thirty six months if qualifying events occur and federal rules are met. The County does not recognize any liability related to COBRA plans.

Accumulated vacation and sick leave is recorded as an expense and liability in proprietary funds as the benefits accrue to employees of those funds. In the governmental funds, an expense is only recorded if they have matured. As an example, when an employee terminates employment the liability is reported in the government-wide statements.

9. Long Term Obligations

Accounting for long-term debt depends on whether the assets are used in governmental or proprietary fund operations and whether they are reported in the government-wide or fund financial statements. All long-term debt, to be repaid from governmental and business-type resources, is reported as a liability in the government-wide statements. Bond premiums, discounts, and losses on bond refinancing are deferred and amortized over the remaining life of the bonds using the straight-line method. Bonds payable are reported net of applicable bond premium or discount. Bond issuance costs are reported as expenditures at the time of debt issuance.

Unlike government-wide financial statements, fund financial statements do not report liabilities for long-term debt. Governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums on debt issuances are reported as other financing sources while discounts are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. The accounting for proprietary funds is the same in the fund statements as it is in the government-wide statements due to the nature of proprietary funds.

10. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded, is to reserve that portion of the applicable appropriation as an extension of formal budgetary integration in the Governmental Funds. Encumbrances can be for completion of construction projects which cross fiscal periods or purchases of capital items which encounter a delay in delivery date. Encumbrances outstanding at year-end are reported as committed fund balance because they do not constitute expenditures or liabilities. Encumbrances are re-appropriated to provide spending authority in the

succeeding year's budget. Encumbrances for each major fund, non-major funds and internal service funds, except for contractual obligations, are as follows:

<u>General</u>	<u>Health</u>	<u>Road & Bridge</u>	<u>Capital Expenditures</u>	<u>Gateway PID</u>	<u>Solid Waste Management</u>	<u>Total Encumbrances</u>
\$415,791	\$12,211	\$160,238	\$11,131,127	\$161,664	\$1,162,487	\$13,043,518

11. Net position

Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. Net investment in capital assets consists of: capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition or construction of improvements on those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, laws or regulations of other governments. Procedurally, the County considers restricted net position to have been depleted before unrestricted net position.

12. Fund Equity

Fund balance reported in governmental funds is classified in accordance with GASB Statement 54, as defined below in order of the relative strength of the spending constraints placed on the funds. The following classifications describe these categories:

- Non-Spendable - resources which cannot be spent because of their form or legally or contractually must be maintained intact such as inventory or pre-paid items
- Restricted - resources subject to externally enforceable limitations
- Committed - resources constrained by limitations the government formally imposes upon itself approved by the Board of County Commissioners (BOCC)
- Assigned - resources that reflect a government's intended uses approved by the BOCC
- Unassigned - resources which reflect residual net resources

Restricted fund balance consists of required TABOR reserves and limitations of use imposed by parties external to Mesa County. These restrictions may include donations which have specific purpose, law or regulations of other governments, debt covenants or local match requirements for grants.

Committed and Assigned fund balances are determined by the BOCC and modifications to these balances must be approved by a majority vote of the Board by passage of a resolution.

Committed fund balances consist of amounts reserved for encumbrances.

Assigned fund balances consist of amounts set aside by Mesa County BOCC to be used for a specific purpose or function and appropriations in excess of revenues for subsequent year budget. Commitments are created through adoption and subsequent amendment of the budget.

When determining categories of fund balance, it is assumed that the type of expenditure determines the primary use of fund balance. Once the restricted, commitment or assignment is satisfied, unassigned resources are used. The current order of resource use for spending unrestricted funds is: committed, assigned and unassigned when the object of the expenditures could be funded by either restricted or unrestricted funds.

Fund Balances	General Fund	Human Services Fund	Road and Bridge Fund	Capital Expenditures Fund	Nonmajor Governmental Funds	Total
<i>Nonspendable:</i>						
Prepaid items	\$10,063	\$51,286	\$836	\$-	\$13,051	\$75,236
Deposits	6,460	25,077	-	-	-	31,537
Inventory	=	=	=	=	<u>135,756</u>	<u>135,756</u>
Total Nonspendable	<u>16,523</u>	<u>76,363</u>	<u>836</u>	=	<u>148,807</u>	<u>242,529</u>
<i>Restricted for:</i>						
TABOR	2,606,732	-	-	-	582	2,607,314
CASP	74,625	-	-	-	-	74,625
Capital Equipment	-	-	-	27,353	-	27,353
Title III	-	-	62,538	-	-	62,538
Conservation Trust	-	-	-	-	367,714	367,714
IGA Sharing agreement	-	-	-	-	341,135	341,135
Debt Service	=	=	=	=	<u>74,418</u>	<u>74,418</u>
Total Restricted	<u>2,681,357</u>	=	<u>62,538</u>	<u>27,353</u>	<u>783,849</u>	<u>3,555,097</u>
<i>Committed:</i>						
Encumbrances	<u>415,791</u>	-	<u>160,238</u>	<u>11,131,127</u>	<u>173,875</u>	<u>11,881,031</u>
Total Committed	<u>415,791</u>	-	<u>160,238</u>	<u>11,131,127</u>	<u>173,875</u>	<u>11,881,031</u>
<i>Assigned:</i>						
Animal Services	22,254	-	-	-	-	22,254
Public Works	-	-	8,094,495	-	313,208	8,407,703
Culture & Recreation	-	-	-	-	32,687	32,687
Health & Welfare/HS	-	1,327,442	-	-	210,165	1,537,607
Law Enforcement	25,267	-	-	-	652,767	678,034
General Government	42,245	-	-	-	902,977	945,222
Capital	-	-	-	11,001,580	-	11,001,580
Septic Elimination	-	-	=	<u>20,316</u>	=	<u>20,316</u>
Total Assigned	<u>89,766</u>	<u>1,327,442</u>	<u>8,094,495</u>	<u>11,021,896</u>	<u>2,111,804</u>	<u>22,645,403</u>
<i>Unassigned</i>	<u>22,896,601</u>	=	=	=	=	<u>22,896,601</u>
Total Fund Balances	<u>\$26,100,038</u>	<u>\$1,403,805</u>	<u>\$8,318,107</u>	<u>\$22,180,376</u>	<u>\$3,218,335</u>	<u>\$61,220,661</u>

13. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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.

NOTE 2 – BUDGET COMPLIANCE

State law requires budgets for the County's governmental and proprietary fund types. The budget must be balanced; expenditures cannot exceed total available revenues and fund balance. No spending agency may expend, or contract to expend, any monies in excess of the amount approved in the appropriation resolution. Mesa County's legal level of appropriation is at the level of the fund with the exception of the General Fund, which is further defined at the level for all elected officials. For the year ending December 31, 2020, the Developmental Disabilities fund expenditures exceeded their appropriations by approximately \$336 and no further action was taken. In addition, the Public Trustee also exceeded their appropriation by approximately \$120,000. The budget was created prior to the Public Trustee having been incorporated into the Treasurer's Office. No further action was taken.

NOTE 3 - CASH AND INVESTMENTS

Cash Balances:

Cash, cash equivalents and investments-Governmental Activities	\$ 65,729,309
Cash, cash equivalents and investments-Business type Activities	<u>19,854,257</u>
Sub-Total	85,583,566
Cash, cash equivalents and investments-Fiduciary Activities	<u>7,485,666</u>
Total	<u>\$93,069,232</u>

Cash on Hand	\$30,745
Cash and Cash Equivalents	15,890,833
Investments	33,383,029
Investment in Governmental Pools	<u>43,764,625</u>
Total cash, cash equivalents, and investments	<u>\$93,069,232</u>

GASB Statement 40 addresses cash disclosures and incorporates information pertaining to risks related to deposits held by others for Mesa County. The intent is to assist the reader in determining how custodial risk could affect Mesa County's ability to recover any or all of its deposits held by financial institutions. Other risk factors, such as foreign market rate risk and concentration of credit risk are included.

Deposit and investment resources often represent significant assets of governmental, proprietary, and fiduciary funds. These resources are necessary for the delivery of governmental services and programs, or to carry out fiduciary responsibilities. Mesa County complies with GASB Statement 40 which is designed to inform financial statement users about deposit and investment risks that could affect a government's ability to provide services and meet its obligations as they become due.

Mesa County maintains a cash and investment pool for all funds except the Criminal Justice and DHS private-purpose trust funds, Law Enforcement Forfeiture Fund, Sheriff's Office Inmate Accounts and the County's employee retirement trust funds. The County Treasurer holds all cash and investments which are displayed on the combined Governmental Fund Balance Sheet as "Cash, Cash equivalents and Investments." On a monthly basis investment earnings, unless otherwise allocated for specific purposes, are credited to the General Fund.

Deposits:

The Colorado Public Deposit Protection Act (PDPA) governs the County's deposits of cash. The statutes specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance on deposits held. Each eligible depository with deposits in excess of the insured levels must pledge a collateral pool of defined eligible assets, to be maintained by another institution or held in trust for all of its local government depositors as a group, with a market value equal to at least 102% of the uninsured deposits. The State Regulatory Commissions for banks and savings and loan associations are required by statute to monitor the naming of eligible depositories and the reporting of uninsured deposits and assets maintained in the collateral pools.

Mesa County's selection of banks as depositories and as providers of general banking services are determined by Board of County Commissioner approved policies. Banks shall be approved by written resolution to provide depository and other banking services for the County. To be eligible for authorization, a bank must be a member of the Federal Deposit Insurance Corporation (FDIC), shall qualify as a depository of public funds in Colorado, as defined in CRS 24-75-603 and must meet the minimum credit criteria of credit analysis provided by a commercially available bank rating service. The analysis shall include a composite rating, and individual ratings of liquidity, asset quality, profitability and capital adequacy. Credit analysis shall be performed at least semi-annually on all approved banks.

At December 31, 2020, Mesa County's cash deposits had a bank balance of \$16,861,465. Of the bank balance, \$544,843 was covered by federal depository insurance. The remainder of the bank balance, \$16,316,622 was collateralized with securities held by the pledging financial institution and covered by eligible collateral as determined by PDPA.

Investments:

An investment is a security or other asset that is purchased or held for the purpose of generating income or profit. Mesa County continually purchases eligible investments to generate future income. Often these investments are held for more than one year and produce returns far greater than local banking institutions can offer. Fair value can be defined as the price two parties are willing conduct business in the sale or transfer of property in a fair market environment. The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. That hierarchy has three levels:

- o Level 1. Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
- o Level 2. Inputs are inputs, other than quoted prices, included within Level 1 that are observable for the item, either directly or indirectly.
- o Level 3. Inputs are unobservable inputs.

The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs.

The County has the following recurring fair value measurements as of December 31, 2020:

- Money Market Mutual Fund \$3.2 million are valued using quoted market prices (Level 1)
- US Treasury securities of \$5.7 million are valued using quoted market prices (Level 1)
- Corporate bond securities of \$1.8 million are valued using third party pricing services (Level 2)
- US Agency securities of \$21 million are valued using third party pricing services (Level 2)
- Municipal bond securities of \$1.6 million are valued using third party pricing services (Level 2)

Colorado statutes define eligible investments for local governments. These include bonds and other interest-bearing obligations of, or guaranteed by, the United States government or its agencies, bonds which are direct obligations of the State of Colorado or any of its political subdivisions, repurchase agreements, commercial paper, guaranteed investment contracts and local government investment pools. Mesa County's investment policy, approved by the Board of County Commissioners, addresses the methods, procedures and practices which must be exercised to ensure effective and judicious fiscal and investment management of the County's funds. The County is authorized to invest in the following types of securities and transactions:

- *US Treasury obligations:* Treasury Bills, Treasury Notes, Treasury Bonds and Treasury Strips with maturities not exceeding five years from date of trade settlement.
- *Government Sponsored Enterprises (GSE):* Securities issued by the Federal Farm Credit Bank (FFCB), the Federal Home Loan Bank (FHLB), the Federal Home Loan Mortgage Corporation (FHLMC), the Federal National Mortgage Association (FNMA) or other GSEs that are authorized by legislation enacted by the United States Congress with maturities no more than five years from the date of trade settlement. Subordinated debt shall not be purchased. For securities authorized in this section, the County shall limit the combined total of investments to no more than 90 percent of the total portfolio and 30 percent per issuer.
- Corporate Securities issued by U.S and non-U.S. corporations and banks denominated in U.S. dollars, that are rated at least AA-, Aa3 or the equivalent by at least two Nationally Recognized Organizations (NRSOs) at the time of purchase. The maximum maturity of such securities shall not exceed three years from the date of trade settlement. Up to 25% of the book value of the investment portfolio may be invested in these securities as long as the aggregate investment in commercial paper, certificate of deposits and corporate debt does

not exceed 25% of the investment portfolio. No more than 15% of the investment portfolio may be invested in the obligations on any one issuer.

- General Obligations and Revenue Obligations of any state of the United States, the District of Columbia, or any territorial possession of the United States or of any political subdivision, institution, department, agency, instrumentality, or authority of any such governmental entities. General obligations must be rated at least AA- or the equivalent at the time of purchase by Standard & Poor's and by Moody's. Revenue obligations must be rated at least AAA or the equivalent at the time of purchase by Standards & Poor's and by Moody's. The maximum maturity of general obligations and revenue obligations shall not exceed three years from the date of trade settlement.
- Municipal bonds with a maturity not exceeding five years from the date of trade settlement, issued by a state or local government with a final maturity no more than five years from the date of trade settlement. Such obligations of Colorado issuers (or any political subdivision, institution, department, agency, instrumentality, or authority of the state) shall be rated at least "A" or the equivalent at the time of purchase by at least two NRSROs. Such obligations of any other governmental entity shall be rated at least "AA" or the equivalent at the time of purchase by at least two NRSROs. For obligations authorized in this section, Mesa County shall limit the combined total of investment to no more than 25% of the County's investment portfolio, and no more than 15% of the County's investment portfolio may be invested in the obligations of any one issuer.
- Repurchase Agreements with a defined termination date of 180 days or less collateralized by U.S. Treasury or Federal Instrumentality securities with a maturity not exceeding 10 years. For the purpose of this section, the term collateral shall mean purchased securities under the terms of approval by the County Commissioners. The purchased securities shall have a fixed coupon rate and a minimum market value including accrued interest of 102% of the dollar value of the transaction. Collateral shall be held in the County's custodial bank as safekeeping agent, and the market value of the collateral securities shall be marked-to-the-market daily.

Repurchase Agreements shall be entered into only with dealers who have executed a Master Repurchase Agreement with the County and who are recognized as Primary Dealers by the Federal Reserve Bank of New York, or with firms that have a primary dealer within their holding company structure. Approved Repurchase Agreement counterparties, if rated shall have a short-term credit rating of at least A-1 or the equivalent and a long-term credit rating of at least A or the equivalent by each NRSRO that rates the firm.

- Commercial Paper with an original maturity of 270 days or less that is rated at the time of purchase at least A-1 or the equivalent by at least two NRSROs, and shall be rated not less by any NRSRO that rates the commercial paper. If the commercial paper issuer has senior debt outstanding, it must be rated at the time of purchase at least A+ or the equivalent by each NRSRO that rates the issuer.
- Eligible Banker's Acceptances with a maturity no more than 180 days from the date of trade settlement, issued by a FDIC insured state or national bank with combined capital and surplus of at least \$250 million and rated at the time of purchase at least A-1 or the equivalent by at least two NRSROs, and shall be rated not less by any NRSRO that rates the instrument. If the issuing bank has senior long-term debt outstanding, it must be rated at the time of purchase at least A or the equivalent by each NRSRO that publishes a rating on the bank.
- Local Government Investment Pools authorized under 24-75-702 that are "no-load" (no commission or fee charged on purchases or sales of shares); have a constant net asset value of \$1.00; limit assets of the fund to those authorized by State Statute; have a maximum

stated maturity and weighted average maturity in accordance with Rule 2a-7 of the Investment Company Act of 1940; and have a rating of AAA or the equivalent by a NRSRO.

- Money Market Mutual Funds registered under the Investment Company Act of 1940 that are "no-load" (no commission or fee charged on purchases or sales of shares); have a constant net asset value of \$1.00; have a maximum stated maturity and weighted average maturity in accordance with Rule 2a-7 of the Investment Company Act of 1940; and have a rating of AAAM or the equivalent by a NRSRO.
- Time Certificates of Deposit with a maturity no more than five years, unless the County Commissioner have approved a maturity date exceeding five years, in any FDIC insured state bank, national bank, or state or federal savings bank located in Colorado that is an eligible public depository as defined in C.R.S. 11-10.5-103. Certificates of deposit that exceed FDIC insurance limits shall be collateralized as required by the Public Deposit Protection Act or the Savings and Loan Association Public Deposit Protection Act.

At December 31, 2020, the County had investments in three local government investment pools: the Colorado Government Liquid Asset Trust (COLOTRUST), the Colorado Surplus Asset Fund Trust (CSAFE) and the State of Colorado Self Insurance Pool. The investment pools are monitored by the Colorado Division of Securities, and offer governmental entities a convenient and efficient means to pool funds to take advantage of short-term investments and maximize net interest earnings. The weighted average maturity of those pool's investments is less than sixty days which indicates Mesa County's ability to withdraw money based on cash flow needs rather than when investments mature.

Participation in the State of Colorado Self Insurance Pool is required under the Colorado Worker's Compensation Act, CRS Title 8, Articles 40 to 47, which govern the issuance of self-insurance permits. These funds are pledged and held for the intended purpose of paying Colorado worker's compensation claims and associated administrative costs in the event of the County's insolvency, bankruptcy or any inability of the County to pay, for any reason, Colorado worker's compensation benefits or other payments under the Act as required by law. The amount of the funds required to meet the obligations of the County are evaluated on an annual basis. Funding requirements are evaluated each year by the State. If balances are inadequate, additional funding is processed to the State and if excess funding is present this balance is returned to Mesa County. Interest earned is applied monthly, any fees required to handle the funds reduces the balance.

Local Government Investment Pools:	<u>Fair Value</u>
Invested with COLOTRUST	\$19,131,418
Invested with State of Colorado	932,471
Invested with CSAFE	<u>23,700,736</u>
Total	<u>\$43,764,625</u>

ColoTrust is valued using the net asset value (NAV) per share (or its equivalents) of the investments. ColoTrust does not have any unfunded commitments, redemption restrictions or redemption notice periods. At December 31, 2020, the County's investments measured at NAV with ColoTrust with a rating of AAAM.

The County had invested in the Colorado Surplus Asset Fund Trust (CSAFE). CSAFE is valued at amortized costs. The investments will conform to its Permitted Investments and will meet Standard & Poor's investment guidelines to achieve a AAAM rating, the highest attainable rating for a Local Government Investment Pool.

The County invested in the Colorado Statewide Investment Program (CSIP), a local investment pool authorized under Colorado Revised Statute. CSIP is valued at amortized costs. The investments meet Standard & Poor's investment guidelines to achieve a AAAM rating.

The County's investments, carried at fair value as of December 31, 2020 are:

<u>Investment Type:</u>	<u>Fair Value</u>	<u>Percentage Of Portfolio</u>	<u>Rating Range</u>
Federal Agency notes	\$21,022,882	63%	AAA
CD	271,348	1	Unrated
Money Market Mutual Funds	3,243,197	10	Unrated
Corporate Bonds	1,567,464	5	AA2 to AA1
Municipal Bonds	1,609,698	5	AA3 to AAA
T-Note	5,668,440	16	AAA
Total Investments	<u>\$33,383,029</u>	<u>100%</u>	

<u>Maturity Distribution</u>	<u>Ending Balance</u>
0-3 months	\$5,247,297
3-6 months	752,709
6-9 months	2,032,430
9-12 months	2,045,970
1-2 years	5,038,645
2-3 years	5,550,937
3-4 years	8,197,216
4-5 years	4,517,825
Total	<u>\$33,383,029</u>

NOTE 4 - INTER-FUND RECEIVABLES, PAYABLES AND TRANSFERS, ADVANCE BALANCES

Inter-fund Advances and **Inter-fund Loans** are amounts provided between funds with a requirement for repayment.

Inter-fund Advances may result from:

- Loans and advances between funds

Long term inter-fund loans are classified as inter-fund advances to distinguish these balances from short-term balances, which are classified as "due to" or "due from" balances.

As of December 31, 2020, the inter-fund Advance is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due within one year</u>
Capital Fund	SWMCRS Sewer	\$520,000	\$-	\$(25,000)	\$495,000	\$25,000

The loan from the SWMCRS sewer has an estimated payback of 21 years. The SWMCRS sewer fund has been making annual payments since 2014 and budgets annually to repay the Capital fund until the advance is satisfied.

Inter-fund Loans may result from:

- Overdraft of a funds' share of internal investment pool

Short-term balances are currently payable or receivable within the year or a reasonable time after that and are classified as "due to" or "due from" balances.

As of December 31, 2020, the inter-fund Loans are as follows:

Receivable Fund	Payable Fund	Beginning Balance	Additions	Reductions	Ending Balance	Due within one year
General	Human Services	\$1,072,121	\$-	\$1,072,121	\$-	\$-
General	Public Safety Tax	<u>436,000</u>	<u>472,000</u>	<u>436,000</u>	<u>472,000</u>	<u>472,000</u>
	Total	<u>\$1,508,121</u>	<u>\$472,000</u>	<u>\$1,508,121</u>	<u>\$472,000</u>	<u>\$472,000</u>

Inter-fund Transfers

Inter-fund Transfers may result from:

- Inter-fund reimbursements
- Inter-fund transfers
- Inter-fund services provided and used

As of December 31, 2020, inter-fund transfers that resulted from various inter-fund transactions are as follows:

<u>TRANSFER OUT</u>	<u>TRANSFERS IN</u>		<u>Business Type</u>	<u>TOTAL</u>
	<u>Major</u>	<u>Non-Major</u>		
General	\$2,222,639	\$1,245,720	\$20,000	\$3,488,359
Non-Major	675,000	-	52,000	727,000
Capital	-	1,572,792	-	1,572,792
Internal Services	<u>65,400</u>	<u>-</u>	<u>-</u>	<u>65,400</u>
TOTAL	<u>\$2,963,039</u>	<u>\$2,818,512</u>	<u>\$137,400</u>	<u>\$5,853,551</u>

Transfers are used for:

- debt service payments due
- capital projects
- fund subsidies

During the 2020 year, the General Fund transferred: \$2,222,639 to the Department of Human Services, \$1,245,720 to the Health Fund and \$20,000 to the Whitewater Sewer fund. Each transfer was for general operations.

The General fund received \$675,000 from the Conservation Trust Fund and \$65,400 from the Insurance Fund. The Capital fund transferred \$1,497,792 to the Certificates of Participation – Debt Service Fund in order to make the debt payment. The Capital fund transferred \$75,000 to the Storm water Fund.

The Southwest Mesa County Rural Community Services Sewer Fund received \$48,000 from the Gateway mill levy fund and \$4,000 from the Southwest Mesa County Rural Community Services mill levy fund for general operations.

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2020 is as follows:

During 2020, Mesa County disposed of GFA depreciable assets resulting in a gain on disposal of assets in the amount of \$56,064.

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

Governmental Activities:	
General Government	\$ 1,510,019
Public Safety	2,247,131
Public Works	6,391,588
Public Health and Welfare	476,586
Human Services	741,950
Culture and Recreation	<u>902,681</u>
Total depreciation expense – Governmental activities	<u>\$12,269,955</u>

	Beginning Balance	Additions	Deductions	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$9,902,450	\$-	\$-	\$9,902,450
Construction in Progress	<u>8,387,355</u>	<u>9,252,406</u>	<u>(8,145,267)</u>	<u>9,494,494</u>
Total capital assets not being depreciated	<u>\$18,289,805</u>	<u>9,252,406</u>	<u>(8,145,267)</u>	<u>\$19,396,944</u>
Capital assets, being depreciated:				
Buildings	88,504,196	-	-	88,504,196
Improvements other than buildings	57,962,699	1,955,751	-	59,918,450
Infrastructure	387,700,337	8,145,267	-	395,845,604
Machinery & equipment	<u>31,864,066</u>	<u>3,027,240</u>	<u>(84,296)</u>	<u>34,807,010</u>
Total capital assets being depreciated	<u>566,031,298</u>	<u>13,128,258</u>	<u>(84,296)</u>	<u>579,075,260</u>
Less accumulated depreciation for:				
Buildings	(37,350,173)	(2,217,124)	-	(39,567,297)
Improvements other than buildings	(24,346,812)	(1,883,878)	-	(26,230,690)
Infrastructure	(244,177,210)	(4,938,898)	-	(249,116,108)
Machinery & equipment	<u>(19,539,008)</u>	<u>(3,230,055)</u>	<u>84,296</u>	<u>(22,684,767)</u>
Total accumulated depreciation	<u>(325,413,203)</u>	<u>(12,269,955)</u>	<u>84,296</u>	<u>(337,598,862)</u>
Total capital assets, being depreciated, net	<u>240,618,095</u>	<u>858,303</u>	-	<u>241,476,398</u>
Governmental activities capital assets, net	<u>\$258,907,900</u>	<u>\$10,110,709</u>	<u>\$(8,145,267)</u>	<u>\$260,873,342</u>

<i>Business-type activities:</i>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:				
Land	\$ 814,417	\$-	\$-	\$814,417
Total capital assets not being depreciated	<u>814,417</u>	<u>-</u>	<u>-</u>	<u>814,417</u>
Capital assets, being depreciated:				
Buildings	1,557,111	-	-	1,557,111
Improvements	14,229,406	-	-	14,229,406
Equipment	<u>7,766,039</u>	<u>404,573</u>	<u>(72,423)</u>	<u>8,098,189</u>
Total capital assets, being depreciated	<u>23,552,556</u>	<u>404,573</u>	<u>(72,423)</u>	<u>23,884,706</u>
Less accumulated depreciation for:				
Buildings	(594,529)	(39,256)	-	(633,785)
Improvements	(3,647,845)	(461,180)	-	(4,109,025)
Equipment	<u>(5,219,313)</u>	<u>(479,619)</u>	<u>68,179</u>	<u>(5,630,753)</u>
Total accumulated depreciation	<u>(9,461,687)</u>	<u>(980,055)</u>	<u>68,179</u>	<u>(10,373,563)</u>
Total capital assets, being depreciated, net	<u>\$14,090,869</u>	<u>\$(575,482)</u>	<u>\$(4,244)</u>	<u>\$13,511,143</u>
Business-type activities capital assets, net	<u>\$14,905,286</u>	<u>\$(575,482)</u>	<u>\$(4,244)</u>	<u>\$14,325,560</u>

NOTE 6 - RETIREMENT PLAN

Colorado Retirement Association

Mesa County, Colorado provides a defined contribution retirement plan for eligible County employees and officials in the Colorado Retirement Association (CRA) a seven-member governing board that makes all necessary rules and is responsible for the administration of the funds in the Retirement Plan. Two Board members are elected by County employees, one from the western half of the State and the other from the eastern half of the State, two members shall be representatives of a municipal or political subdivisions participating employer, a Chair and Vice-Chairman are elected by a majority vote of the Board Members, and the seventh member is the County Treasurer of the most populous member County (Colorado Revised Statute 24-54-108).

Employees participate in the plan without a waiting period. Employees and the County each contribute three-percent of gross wages. Employees may elect to contribute an additional amount of after-tax compensation. The employee becomes 100% vested after completion of the third year of service. Should an employee leave prior to completion of the third year of service, the match made by the County is forfeited. Effective July 1, 2015 CRA transferred record keeping services to Empower Retirement Services.

Employees matched Mesa County's District Attorney (MCDA) 2020 employer contribution of \$112,715 at a rate of three percent. MCDA employees are eligible for up to a two percent 457 match provided by the County, this contribution was \$39,947 for 2020.

Mesa County's 2020 employer contribution of \$1,576,963 is matched by the employees' contributions at a rate of three percent. Mesa County employees are eligible for a one half percent 457 match provided by the County. This contribution was \$85,961 for 2020.

The County's total payroll in fiscal year 2020 was \$60,079,032; wages subject to the retirement plan were \$56,332,811.

CRA is a statewide plan and is not included in the County's financial statements since the County has no fiduciary responsibility for the plan. The County has no liability for pension benefits beyond its contributions. Separate annual audited financial reports for the Colorado Retirement Association can be obtained at <http://www.cra-online.org>.

Deferred Compensation Plans

The deferred compensation plans administered by CRA and ICMA Retirement Corporation were created in accordance with Internal Revenue Code Section 457. The plans permit the County's employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. Participation in the plans is optional.

All amounts of compensation deferred under the plans, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) held in the Retirement Associations' Deferred Compensation Plan Trusts for the exclusive benefit of participants and their beneficiaries. CRA and ICMA are the trustees. Mesa County has no ownership interest in the plans nor is the County liable for losses under the deferred compensation plans; therefore, neither the assets nor the liabilities of the deferred compensation plans are included on the County's balance sheet.

Public Employees Retirement Association - PERA

All employees of PERA employers who work in a position eligible for PERA membership must be covered by PERA, except for employees who are hired into a position that makes them eligible for a choice between enrolling in the PERA Defined Benefit Plan or the PERA Defined Contribution Retirement Plan (PERAChoice). PERAChoice eligibility applies to certain new employees of State agencies and departments, most community colleges and the District Attorney within each Judicial District.

Defined Benefit Pension Plan

Summary of Significant Accounting Policies

Pensions: Mesa County participates in the State Division Trust Fund (SDTF) a cost sharing multiple employer defined benefit pension plan administered by the Public Employees' Retirement Association. The current and past employees in the position of the District Attorney, 21st Judicial District, are eligible for PERA. The Net Pension Liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the SDTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

During the 2019 legislative session, the Colorado General Assembly passed significant pension reform through Senate Bill (SB) 18-200: Concerning Modifications To the Public Employees' Retirement Association Hybrid Defined Benefit Plan Necessary to Eliminate with a High Probability the Unfunded Liability of the Plan Within the Next Thirty Years. Governmental accounting standards require the Net Pension Liability and related amounts of the SDTF for financial reporting purposes be measured using the plan provisions in effect as of the SDTF's measurement date of December 31, 2018. As such, the following disclosures do not include the changes to plan provisions required by SB 18-200 with the exception of the section titled Changes between the measurement date of the Net Pension Liability and December 31, 2020. A full copy of the bill can be found online at www.leg.colorado.gov.

General Information about the Pension Plan

Plan description. The position of the District Attorney, 21st Judicial District is provided with pensions through the State Division Trust Fund (SDTF)—a cost-sharing multiple-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report that can be obtained at www.copera.org/investments/pera-financial-reports.

Benefits provided as of December 31, 2019. PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

The lifetime retirement benefit for all eligible retiring employees under the PERA benefit structure is the greater of the:

- Highest average salary multiplied by 2.5 percent and then multiplied by years of service credit
- The value of the retiring employee's member contribution account plus a 100 percent match on eligible amounts as of the retirement date. This amount is then annuitized into a monthly benefit based on life expectancy and other actuarial factors.

The lifetime retirement benefit for all eligible retiring employees under the Denver Public Schools (DPS) benefit structure is the greater of the:

- Highest average salary multiplied by 2.5 percent and then multiplied by years of service credit
- \$15 times the first 10 years of service credit plus \$20 times service credit over 10 years plus a monthly amount equal to the annuitized member contribution account balance based on life expectancy and other actuarial factors.

In all cases the service retirement benefit is limited to 100 percent of highest average salary and also cannot exceed the maximum benefit allowed by federal Internal Revenue Code.

Members may elect to withdraw their member contribution accounts upon termination of employment with all PERA employers; waiving rights to any lifetime retirement benefits earned. If eligible, the member may receive a match of either 50 percent or 100 percent on eligible amounts depending on when contributions were remitted to PERA, the date employment was terminated, whether 5 years of service credit has been obtained and the benefit structure under which contributions were made.

As of December 31, 2019, benefit recipients who elect to receive a lifetime retirement benefit are generally eligible to receive post-retirement cost-of-living adjustments in certain years, referred to as annual increases in the C.R.S. Thereafter, benefit recipients under the PERA benefit structure who began eligible employment before January 1, 2007 and all benefit recipients of the DPS benefit structure will receive an annual increase, unless PERA has a negative investment year, in which case the annual increase for the next three years is the lesser of 1.5 percent or the average of the Consumer Price Index for Urban Wage Earners and Clerical Workers (CPI-W) for the prior calendar year. Benefit recipients under the PERA benefit structure who began eligible employment after January 1, 2007 will receive the lesser of an annual increase of 1.5 percent or the average CPI-W for the prior calendar year, not to exceed 10 percent of PERA's Annual Increase Reserve (AIR) for the SDTF. The automatic adjustment provision may raise or lower the aforementioned AI for a given year by up to one-quarter of 1 percent based on the parameters specified C.R.S. § 24-51-413. Disability benefits are available for eligible employees once they reach five years of earned service credit and are determined to meet the definition of disability. State Troopers whose disability is caused by an on-the-job injury are immediately eligible to apply for disability benefits and do not have to meet the five years of service credit requirement. The disability benefit amount is based on the lifetime retirement benefit formula(s) shown above considering a minimum 20 years of service credit, if deemed disabled.

Survivor benefits are determined by several factors, which include the amount of earned service credit, highest average salary of the deceased, the benefit structure(s) under which service credit was obtained, and the qualified survivor(s) who will receive the benefits.

Contributions provisions as of 12/31/2019: Eligible employees and Mesa County are required to contribute to the SDTF at a rate set by Colorado statute. The contribution requirements are established under C.R.S. § 24-51-401, *et seq.* Eligible employees with the exception of State The employer contribution requirements for all employees except State Troopers are summarized in the table below:

	January 1, 2019 Through June 30, 2019	July 1, 2019 Through June 30, 2019	Jan 1, 2020 Through June 30, 2020
Employer contribution rate	10.15%	10.40%	13.91%
Amount of employer contribution apportioned to the Health Care Trust Fund as specified in C.R.S. § 24-51-208(1)(f)	(1.02)%	(1.02)%	(1.02)%
Amount apportioned to the SDTF	9.13%	9.38%	9.38%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411	5.00%	5.00%	3.80%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411	5.00%	5.00%	3.80%
Total employer contribution rate to the SDTF	19.13%	19.38%	16.98%

¹ Rates are expressed as a percentage of salary as defined in C.R.S. § 24-51-101(42).

As specified in C.R.S. § 24-51-413, the State is required to contribute \$225 million each year to PERA starting on July 1, 2018. A portion of the direct distribution payment is allocated to the SDTF based on the proportionate amount of annual payroll of the SDTF to the total annual payroll of the SDTF, School Division Trust Fund, Judicial Division Trust Fund, and Denver Public Schools Division Trust Fund. HB 20-1379 suspended the July 1, 2020 \$225 million direct distribution payment from the State to PERA for the 2020-21 State fiscal year. This is a one year suspension and PERA will receive a direct distribution on July 1, 2021. A portion of the direct distribution allocated to the SDTF is considered a non-employer contribution for financial reporting purposes.

Employer contributions are recognized by the SDTF in the period in which the compensation becomes payable to the member and the Mesa County is statutorily committed to pay the contributions to the SDTF. Employer contributions recognized by the SDTF from Mesa County were \$18,893 for the year ended 12/31/2020.

Pension Liabilities, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions:

At December 31, 2020 the County reported a liability of \$267,143 for its proportionate share of the Net Pension Liability. The Net Pension Liability was measured as of December 31, 2019 and the total pension liability used to calculate the Net Pension Liability was determined by an actuarial valuation as of December 31, 2018. Standard update procedures were used to roll forward the total pension liability to December 31, 2019. The County's portion of the Net Pension Liability was based on County contributions to the SDTF for the calendar year 2019 relative to the total contributions of participating employers to the SDTF.

At December 31, 2019 the County's proportion was .0027529646% which was an increase of 0.000290976% from its proportion measured as of December 31, 2018.

For the year ended December 31, 2020 the County recognized pension benefit of \$80,615. At December 31, 2020 the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$9,981	\$0
Changes of assumptions or other inputs	-	76,622
Net differences between projected and actual earnings on pension plan investments	-	28,782
Changes in proportion and differences between contributions recognized and proportionate share of contributions	29,173	22,561
Contributions subsequent to the measurement date	18,893	-
Total	\$58,047	\$127,965

The amount of \$18,893 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the Net Pension Liability in the year ended December 31, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended December 31,</u>	
2021	\$84,441
2022	(6,555)
2023	1,130
2024	<u>9,795</u>
Total	<u>\$88,811</u>

Actuarial assumptions: The total pension liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions and other inputs.

Actuarial cost method	Entry Age
Price inflation	2.40 percent
Real wage growth	1.10 percent
Wage inflation	3.50 percent
Salary increases, including wage inflation	3.50-9.17 percent
Long-term investment Rate of Return, net of pension plan investment expenses, including price inflation	7.25 percent
Discount Rate ¹	7.25 percent
Future post-retirement benefit increases: PERA Benefit Structure hired prior to 1/1/07; and DPS Benefit Structure (automatic)	1.25 percent
PERA Benefit Structure hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve

Healthy mortality assumptions for active members reflect the RP-2014 White Collar Employee Mortality Table, a table specifically developed for actively working people. To allow for an appropriate margin of improved mortality prospectively, the mortality rates incorporate a 70 percent factor applied to male rates and a 55 percent factor applied to female rates.

Healthy, post-retirement mortality assumptions reflect the RP-2014 Healthy Annuitant Mortality Table, adjusted as follows:

- **Males:** Mortality improvement projected to 2018 using the MP-2015 projection scale, a 73 percent factor applied to rates for ages less than 80, a 108 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

- **Females:** Mortality improvement projected to 2020 using the MP-2015 projection scale, a 78 percent factor applied to rates for ages less than 80, a 109 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

For disabled retirees, the mortality assumption was based on 90 percent of the RP-2014 Disabled Retiree Mortality Table.

The actuarial assumptions used in the December 31, 2018, valuations were based on the results of the 2016 experience analysis for the periods January 1, 2012, through December 31, 2015, as well as, the October 28, 2016, actuarial assumptions workshop and were adopted by the PERA Board during the November 18, 2016, Board meeting.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared every four or five years for PERA. Recently, this assumption has been reviewed more frequently. The most recent analyses were outlined in presentations to PERA's Board on October 28, 2016.

Several factors were considered in evaluating the long-term rate of return assumption for the SDTF, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were 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 then adding expected inflation.

As of the most recent adoption of the long-term expected rate of return by the PERA Board, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	30 Year Expected Geometric Real Rate of Return
U.S. Equity – Large Cap	21.20%	4.30%
U.S. Equity – Small Cap	7.42%	4.80%
Non U.S. Equity – Developed	18.55%	5.20%
Non U.S. Equity – Emerging	5.83%	5.40%
Core Fixed Income	19.32%	1.20%
High Yield	1.38%	4.30%
Non U.S. Fixed Income – Developed	1.84%	0.60%
Emerging Market Debt	0.46%	3.90%
Core Real Estate	8.50%	4.90%
Opportunity Fund	6.00%	3.80%
Private Equity	8.50%	6.60%
Cash	1.00%	0.20%
Total	100.00%	

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.25%.

Discount rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.50%.

- Employee contributions were assumed to be made at the current member contribution rate. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date, including current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103%, at which point, the AED and SAED will each drop 0.50% every year until they are zero. Additionally, estimated employer contributions included reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- As specified in law, the State of Colorado, as a non-employer contributing entity, will provide an annual direct distribution of \$225 million (actual dollars), commencing July 1, 2018 and is proportioned between the State, School, Judicial and DPS division Trust Funds based upon the covered payroll of each Division. The annual direct distribution ceases when all Division Trust funds are fully funded. School Division Trust Fund, Judicial Division Trust Fund, and Denver Public Schools Division Trust Fund. HB 20-1379 suspended the July 1, 2020 \$225 million direct distribution payment from the State to PERA for the 2020-21 State fiscal year. This is a one year suspension and PERA will receive a direct distribution on July 1, 2021.
- Employer contributions and the amount of total service costs for future plan members were based upon a process used by the plan to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The AIR balance was excluded from the initial fiduciary net position, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the fiduciary net position and the subsequent AIR benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the Trust Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current members. Therefore, all long-term expected rate of return of 7.25 percent of pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent. There was no change in the discount rate from the prior measurement date.

The following presents the Trust Fund's collective Net Pension Liability calculated using the discount rate of 7.25 percent of the measurement date, as well as if it were calculated using a discount rate that is one percentage point lower (6.25 percent) or one percentage point higher (8.25 percent).

	1% Decrease (6.25%)	Sensitivity of the NPL Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the Net Pension Liability	\$343,670	\$267,143	\$202,381

Pension plan fiduciary net position. Detailed information about the SDTF's fiduciary net position is available in PERA's comprehensive annual financial report which can be obtained at www.copera.org/investments/pera-financial-reports.

Defined Contribution Pension Plans

Voluntary Investment Program

Plan Description – The position of the District Attorney, 21st Judicial District that are also members of the SDTF may voluntarily contribute to the Voluntary Investment Program, an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Title 24, Article 51, Part 14 of the C.R.S., as amended, assigns the authority to establish the Plan provisions to the PERA Board of Trustees. PERA issues a publicly available comprehensive annual financial report which includes additional information on the Voluntary Investment Program. That report can be obtained at www.copera.org/investments/pera-financial-reports.

Funding Policy - The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. In addition, Mesa County does not provide any match employee contributions for this program. Employees are immediately vested in their own contributions, employer contributions and investment earnings.

Other Post-Employment Benefits

Health Care Trust Fund

Plan Description – Mesa County contributes to the Health Care Trust Fund ("HCTF"), a cost-sharing multiple-employer healthcare trust administered by PERA. The HCTF benefit provides a health care premium subsidy and health care programs (known as PERACare) to PERA participating benefit recipients and their eligible beneficiaries. Title 24, Article 51, Part 12 of the C.R.S., as amended, establishes the HCTF and sets forth a framework that grants authority to the PERA Board to contract, self-insure and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including the administration of health care subsidies. PERA issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information for the HCTF. That report can be obtained at www.copera.org/investments/pera-financial-reports.

GASB Statement 75-Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions. The requirements of this Statement will take effect for financial statements starting with the fiscal year that ends June 30, 2019. The implementation of this Statement was evaluated for implementation. The impact and implementation of this statement is considered immaterial, in aggregate, to the County.

Funding Policy – Judicial Divisions are required to contribute at a rate of 1.02 percent of PERA-includable salary for all PERA members as set by statute. No member contributions are required. The contribution requirements are established under Title 24, Article 51, Part 4 of the C.R.S., as amended. The apportionment of the contributions to the HCTF is established under Title 24, Article 51, Section 208(1)(f) of the C.R.S., as amended. For the years ending December 31, 2020 and December 31, 2019, contributions were not assessed for Mesa County.

NOTE 7 - LONG-TERM LIABILITIES

Certificates of Participation

Mesa County issued \$9,870,000 of Certificates of Participation on November 3, 2020. This refunding extinguished the remaining balance of the Certificates of Participation issued on May 25, 2010. In 2010, Mesa County issued \$18,790,000 of Certificates of Participation; \$16,510,000 of Taxable Certificates of Participation (Direct Pay Build American Bonds), Series 2010A and \$2,280,000 of Tax Exempt Certificates of Participation, Series 2010B. The 2010B certificates were satisfied in 2014. The balance of the 2010A certificates at the time of refunding was \$12,290,000. The refunding resulted in an expected \$1,915,045 savings or a net present value cash flow savings to Mesa County of \$1,810,240.

A lease purchase agreement was created November 1, 2020 between Wells Fargo Bank, National Association and Mesa County, Colorado. The agreement is being created primarily for the purpose of refunding the Series 2010A Certificates of Participation which had the purpose of acquiring, constructing and installing various capital improvements throughout the County. The Series 2020 Certificates of Participation do not fund any new projects. Base rental payments are expected to be satisfied from revenues received from Sales Tax collections.

The 2020 Certificates are non-callable; however, they are subject to extraordinary optional redemption upon the occurrence of an extraordinary event. The 2020 Certificates are subject to extraordinary mandatory redemption if the lease is terminated due to an event of non-appropriation, an event of lease default or upon the occurrence of certain other events as provided in the indenture.

Neither the lease nor the 2020 Certificates constitute a general obligation or other indebtedness or multiple fiscal year financial obligation of the County within the meaning of any constitutional or statutory debt limitation. Neither the 2020 Certificates nor the lease will directly or indirectly obligate the County to make any payments other than those which may be appropriated by the County for each fiscal year.

The 2020 certificates are fully registered with an interest rate of 4%. The 2010A certificates had interest rates varying from 5-6%. Principal payments are due December 1 and interest payments are due June 1 and December 1 each year. A schedule of future debt service requirements is as follows:

Certificates of Participation Series 2020

<u>Maturity</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2021	\$800,000	\$425,507	\$1,225,507
2022	860,000	362,800	1,222,800
2023	895,000	328,400	1,223,400
2024	930,000	292,600	1,222,600
2025	965,000	255,400	1,220,400
2026-2030	<u>5,420,000</u>	<u>667,400</u>	<u>6,087,400</u>
Total	<u>\$9,870,000</u>	<u>\$2,332,107</u>	<u>\$12,202,107</u>

Changes in Long-Term Liabilities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities					
2010 Certificates of Participation	\$12,290,000	\$ -	\$(12,290,000)	\$ -	\$ -
Discount on 2010-series A	(44,288)	-	44,288	-	-
2020 Certificates of Participation	-	9,870,000	-	9,870,000	800,000
Issuance Premiums	-	1,675,045	-	1,675,045	-
Discount on 2020 series	-	(42,935)	-	(42,935)	-
Compensated Absences	<u>4,934,757</u>	<u>1,168,014</u>	<u>(523,045)</u>	<u>5,579,727</u>	<u>422,370</u>
Governmental Activities Long Term Liabilities	<u>\$17,180,469</u>	<u>\$12,670,124</u>	<u>\$(12,768,757)</u>	<u>\$17,081,837</u>	<u>\$1,222,370</u>
Business-type Activities					
Compensated Absences	\$46,171	\$18,303	\$(1,320)	\$63,154	\$5,052
Landfill Post Closure	<u>7,650,467</u>	<u>483,572</u>	-	<u>8,134,039</u>	-
Business-type Activities Long Term Liabilities	<u>\$7,696,638</u>	<u>\$501,875</u>	<u>\$(1,320)</u>	<u>\$8,197,193</u>	<u>\$5,052</u>

Internal service funds predominately serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year end, \$78,096 of internal service funds compensated absences are included in the above amounts, with \$6,248 due within one year.

For the governmental activities, compensated absences are generally liquidated by the General, Road and Bridge or Human Services fund.

For Business Type Activities, compensated absences are liquidated by the Solid Waste Management fund.

NOTE 8 - RELATED ENTITY, JOINT SEWER SYSTEM

The City of Grand Junction and Mesa County have agreed to participate in a joint venture arrangement called the City of Grand Junction/Mesa County, Colorado, Joint Sewer System to provide sewer collection and treatment facilities for the Grand Valley metropolitan area. The City contributed its Sewer Fund's assets to the Joint Sewer System. The County issued sewer revenue bonds for construction of a new treatment plant and defeasance of the City of Grand Junction Sewer Refunding Revenue Bonds, Series 1978 A.

Both the County and the City of Grand Junction approve the sewer system's annual appropriation budget. The budget is prepared on the accrual basis modified to include tap fees as budgeted revenues and capital expenditures and debt service principal payments as budgeted expenditures and to exclude depreciation and amortization and adjustments for accrued compensated absences from budget expenditures. The City's utility department manages the sewer system. Upon the dissolution of the joint venture, ownership of the assets of the Joint Sewer System will be determined by mutual agreement.

The Joint Sewer System has no component units using the criteria as set forth in generally accepted accounting principles. The Joint Sewer System is accounted for as an enterprise fund in the joint venture's financial statements.

Condensed financial statements of the sewer system at December 31, 2020, and for the year then ended, are as follows:

<u>Statement of Net Position</u>		
	2020-Unaudited	2019-Audited
Current and other Assets	\$35,442,483	\$28,555,056
Capital assets	<u>96,626,679</u>	<u>96,006,465</u>
Total Assets	<u>132,069,162</u>	<u>124,561,521</u>
Long-term debt outstanding	1,955,339	2,430,109
Other Liabilities	<u>1,003,461</u>	<u>1,965,053</u>
Total Liabilities	<u>2,958,800</u>	<u>4,395,162</u>
Net Position	<u>\$129,110,362</u>	<u>\$120,166,359</u>
<u>Statement of Revenue, Expenses and Change in Net Position</u>		
	2020-Unaudited	2019-Audited
Operating Revenues	\$14,545,535	\$13,776,035
Operating Expenses	<u>11,980,740</u>	<u>11,423,540</u>
Operating Income	2,564,795	2,352,495
Non-Operating revenues (expenses)	<u>1,017,516</u>	<u>589,304</u>
Income before contributions and Transfers	3,582,311	2,941,799
Capital contributions	<u>5,361,692</u>	<u>3,423,180</u>
Change in Net Position	8,944,003	6,364,979
Net Position-beginning	<u>\$120,166,359</u>	<u>\$113,801,380</u>
Net Position-ending	<u>\$129,110,362</u>	<u>\$120,166,359</u>

Because the City operates the Joint Sewer System, all cash balances are included in the City sponsored Cash Pool. The Joint Sewer System is an external participant in that pool. The Joint Sewer System's share of the pool is reported as an Investment Trust Fund in the City's reporting entity. See note 3 of City Of Grand Junction CAFR.

Statement of Cash Flow

	<u>2020-Unaudited</u>	<u>2019-Audited</u>
Cash flows from operating activities	\$5,269,976	\$6,659,955
Cash flows from capital and related financing activities	(24,623)	(6,354,980)
Cash flows from investing activities	<u>593,194</u>	<u>767,398</u>
Net increase (decrease) in cash and cash equivalents	5,838,547	1,072,373
Cash and cash equivalents, January 1	<u>27,095,547</u>	<u>26,023,174</u>
Cash and cash equivalents, December 31	<u>\$32,934,094</u>	<u>\$27,095,547</u>
Reconciliation of Operating Income to Net Cash provided (used) by Operating Activities		
Operating Income	\$2,564,795	\$2,352,495
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization expense	3,929,675	3,785,581
(Increase) decrease in accounts receivable	(1,022,802)	152,197
(Decrease) in accounts payable	(707,779)	(526,376)
(Decrease) in retainage payable	(154,102)	(39,255)
(Increase) in prepaids	(2,030)	-
Increase (decrease) in accrued wages and compensated absences payable	(87,408)	14,068
Increase in accounts payable/retainages due to the purchase of capital assets on account	<u>749,627</u>	<u>921,245</u>
Total adjustments	<u>2,705,181</u>	<u>4,307,460</u>
Net cash provided by operating activities	<u>\$5,269,976</u>	<u>\$6,659,955</u>
Non cash Investing, Capital and Financing Activities		
Purchase of capital assets on account	\$(4,761)	\$744,866
Noncash capital asset contributions	1,404,115	808,666

The audit for the Joint Sewer System is completed in July. Changes, if any, to the 2020 financial information presented above will be updated and incorporated into the 2021 Mesa County CAFR.

In prior years, the Joint Sewer System defeased certain bonds by placing the proceeds of new bonds in irrevocable trusts to provide for all future debt service payments on the old bonds. Accordingly, the trust accounts assets and the liability for the defeased bonds is not included in the financial statements of the Joint Sewer System.

Loans payable as of December 31, 2020, are comprised of the following:

The Joint Sewer System entered into a loan agreement dated April 1, 2002 with the Colorado Water Resources and Power Development Authority to finance the elimination of combined storm and sanitary sewer lines and septic system elimination. The principal amount is \$13,490,000 at a net effective interest rate of 3.62%, payable February 1 and August 1 annually through 2024. The sewer system net revenues are pledged as security for the loan. The loan proceeds are held by a trustee on behalf of the Joint Sewer System with disbursements occurring upon receipt of a requisition executed by the City/County. The unpaid principal payable from business activities at December 31, 2020 was \$2,170,000 over the following term from Business Activities:

Year	Principal	Interest	Total
2021	\$480,000	\$117,802	\$597,802
2022	520,000	82,071	602,071
2023	565,000	55,091	620,091
2024	605,000	15,104	620,104
	<u>\$2,170,000</u>	<u>\$270,068</u>	<u>\$2,440,068</u>

Separate financial statements for the City of Grand Junction/Mesa County, Colorado Joint Sewer System are available at the City of Grand Junction, 250 North Fifth Street, Grand Junction, Colorado 81501-2668.

NOTE 9 - OPERATING LEASES

The County is committed under various operating lease agreements for client housing, storage, land and office space. Lease expenditures for the year ended December 31, 2020 were \$253,410. Payments on operating leases are subject to annual appropriation by the Board of County Commissioners.

The County is the recipient of lease agreements for office and warehouse space. Lease revenues for the year ended December 31, 2020 were \$121,678.

Operating lease arrangements are subject to annual approval by the Board of County Commissioners.

NOTE 10 - LANDFILL CLOSURE COSTS

State and federal laws and regulations require the County to place a final cover on its Mesa County Landfill site within six months of the date it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and post-closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Based on the operator's estimate of landfill air space used in 2020 and on revised cost estimates due to vertical and lateral expansion of the landfill, an expense of \$483,572 is recognized in the financial statements to reflect the increase of closure and post-closure care liability.

The total estimated cost in current dollars to close the landfill at December 31, 2020 and to provide post-closure care is \$20,602,943. A liability for landfill closure and post-closure care costs of \$8,134,039 is recorded on the Mesa County Landfill Fund balance sheet and represents the cumulative amount reported to date based on the use of approximately 39.5% of the estimated capacity of the landfill. The County will recognize the remaining estimated cost of closure and post-closure care of \$12,468,901 as the remaining capacity is used.

The landfill's remaining site life and soil balances are recalculated every year as a function of the Site Sequencing Plan. Approximately 287,804 cubic yards of landfill space was consumed in 2020. Assuming a five percent annual increase in waste volumes each year, the remaining estimated life of the landfill is roughly seventeen years. The County expects to close the landfill in the year 2033. Actual costs may be higher or lower due to inflation, changes in technology, or changes in regulation.

The County is required by state and federal laws and regulations to provide financial assurance to demonstrate that adequate funds will be readily available for the costs of closure and post-closure care. In accordance with the Local Government Financial Test mechanism, the County's financial strength is used to provide this financial assurance. In addition, the County is voluntarily designating certain invested funds for closure and post-closure care costs. At December 31, 2020 the Landfill Fund had, included in its equity in pooled cash and investments, designated investments of \$7,440,956 for future closure and post-closure care costs.

NOTE 11 - NO-COMMITMENT DEBT

The County has sponsored several Industrial Development Revenue, Hospital Revenue and Single Family Revenue Bond issues. The bond issues were undertaken to provide financial assistance to private sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest and for other public purposes.

These issues do not constitute debt of Mesa County and the County assumes no financial obligation for these bond issues; accordingly, the bonds are not reported as liabilities in the accompanying financial statements. Information concerning the County's outstanding conduit debt as of December 31, 2020 is as follows:

	<u>Year of Issue</u>	<u>Amount of Original Issue</u>	<u>Outstanding 12/31/2020</u>
Residential Care Facilities Mortgage Revenue Bonds			
Hilltop Community Resources	2012	\$17,400,000	\$9,906,296
Hilltop Community Resources	2015	\$3,093,354	\$2,189,433
Industrial Development Revenue Bonds			
Enstrom Candies	2002	2,780,000	*
<i>*Bonds were issued as variable rate demand obligations</i>			
Hospital Revenue Bonds			
Sisters of Charity	1994	\$34,220,000	\$4,580,000
Industrial Development Revenue Bonds			
Goodwill Industries	2006	\$8,005,000	\$650,000
Revenue Bonds			
HopeWest**	2015	\$3,455,448	\$1,347,900
<i>**Bonds were refinanced and previously known as Hospice and Palliative Care</i>			

NOTE 12 - RISK MANAGEMENT AND INSURANCE

In 2020, Mesa County paid \$126,589 in insurance premiums for workers' compensation coverage based on the actual 2020 payroll. Funding for payments was provided by charges to the County departments by the Insurance Fund. Mesa County is self-insured for workers compensation. Additionally, the county carries excess insurance for claims that exceed \$750,000 per occurrence for law enforcement and \$500,000 for all other employees.

The County does not insure for unemployment claims but reimburses the Colorado Department of Labor and Employment directly for all claims paid on the County's account. The total paid in 2020 for unemployment claims was \$99,309. Unemployment claim expenditures are budgeted for and paid from the General Fund.

The County carries an all lines aggregate policy which includes general liability, business auto liability, property, errors and omissions and law enforcement liability insurance. Property and Steam Boiler policies continue to be combined into one policy. The Cyber Liability policy from 2017, with a \$2,000,000 liability limit remains unchanged for 2020. Employee fidelity bonds are purchased for certain key positions.

The County continues its practice of utilizing Self-Insured Retention (SIR) in the amount of \$250,000 per occurrence with an annual excess coverage of \$10,000,000 each occurrence and \$20,000,000 annual aggregate. These SIR amounts remain unchanged for the 2020 year. Exceptions to the \$250,000 SIR are an additional policy for the SARC (Search and Rescue) Volunteers who operate a helicopter for the County, the amount of this coverage is \$1,000,000 per occurrence. A Drone policy that covers the use of

Drones by the Sheriff's Office and Public Works is in place and a Pollution Liability policy required due to the County operation of the Landfill. The Pollution Liability policy's coverage is \$5,000,000 aggregate. The County's total cost in 2020 for insurance policies was \$457,792 excluding worker's compensation premiums. The SIR and recoveries are budgeted and accounted for in the General, Road and Bridge, Human Services, Enterprise and Health Funds. The County has had one settlement in excess of insurance coverage during the past five fiscal years.

Mesa County maintains a self-insured medical plan and is responsible for first dollar medical care of all its covered employees and dependents. This allows the County the capability to design a medical plan that better addresses the needs of the employees and the organization. Mesa County is responsible for the first \$175,000 in costs with an individual claim. Additional stop loss coverage is maintained and protects the County from a catastrophic event. The medical plan expenditures include an estimated \$1,072,350 for claims made and incurred in the 2020 year, but not reported or paid until the 2021 year. This estimate may differ from actual expenditures based on eligibility of plan participants, scope of services provided and individual participants meeting annual deductible limits.

Changes in the claims liability amounts in 2020 through 2018 were as follows in the self-insurance funds:

	12/31/2020	12/31/2019	12/31/2018
Estimated liability, beginning of year	\$1,689,529	\$1,956,616	\$957,279
Estimated claims incurred, including changes in estimates	10,181,528	9,199,055	9,698,863
Claim payments	(9,827,515)	(9,466,142)	(8,699,526)
Estimated liability, end of year	<u>\$2,043,542</u>	<u>\$1,689,529</u>	<u>\$1,956,616</u>

NOTE 13 - CONTINGENCIES, COMMITMENTS AND LITIGATION

Other Items

- There are several administrative and court proceedings pending in which the County is involved. The County's Risk Administrator estimates that the potential claims against the County resulting from such litigation, not covered by insurance, would not materially affect the financial position of the County.
- Under the terms of federal and state grants, certain costs may be questioned as not being appropriate expenditures under the terms of the grants which could lead to reimbursement to the grantor agencies. The County believes disallowances, if any, will be immaterial.

Capital Construction Commitments

Mesa County has many active construction projects as of December 31, 2020. In 2020 Mesa County considers a construction commitment over \$50,000 as major. At year end, the major construction commitments with contractors are as follows:

Project	2020 Expenditures	Amount Under Contract	Estimated Completion
Palisade Plunge	\$1,254,519	\$7,687	2021
F.5 – 170B Intersection	2,650,526	326,474	2021
Cameo Rd improvement	190,300	102,345	2021
Mesa 58-M.6 Bridge	57,349	355,525	2024
FRT 18.5-K99A	51,009	1,313,196	2021
E ROAD IMPROVEMENTS	570,054	4,695,260	2023
Mesa 34-F.9 Bridge	88,974	16,612	2021
22 Road	41,939	36,664	2021

Tax, Spending, and Debt Limitations

In November 1992, Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations; including revenue raising, spending abilities and other specific requirements of state and local governments. This amendment is commonly referred to as the Taxpayer's Bill of Rights, or TABOR. Mesa County's financial activity provides the basis for calculation of limitations adjusted for allowable increases tied to inflation and local growth.

TABOR 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 directly causing a net tax revenue gain to any local government.

Fiscal year spending and revenue limits are determined based on prior year spending, adjusted for inflation and local growth. Revenue in excess of the limit must be refunded unless the voters approve retention of such revenue.

Fiscal year spending is generally defined as expenditures plus reserve increases with certain exceptions. In effect, it has been generally interpreted that fiscal year spending approximates non-exempt revenue or receipts. "Spending", as defined by TABOR, excludes spending from certain revenue and financial sources such as federal funds, gifts, property sales, fund transfers, damage awards and fund reserves. Mesa County uses the same basis of accounting for the calculation of fiscal year spending as is used in the preparation of these financial statements.

TABOR excludes Enterprise Funds from its provisions. Enterprise Funds, defined as government-owned businesses authorized to issue revenue bonds and receiving less than 10 percent of their annual revenue in grants from all state and local governments combined, are excluded from the provisions of TABOR. The County is of the opinion that the Mesa County Landfill Fund operations qualify for this exclusion. Additionally, the County has also excluded The City of Grand Junction/Mesa County, Colorado Joint Sewer System, a jointly governed organization, from its compliance calculation.

When the enterprise funds for Gateway, Mack, and Whitewater Public Improvement Districts were established by a majority vote of district residents, each district voted to be exempt from TABOR restrictions.

The County's property tax revenue is limited by a local growth calculation and the Aurora-Denver-Lakewood CPI. Therefore, if assessed valuation in the County increases by more than the allowable growth, the County is required to reduce its mill levy accordingly. Colorado State Statute 39-1-111.5 gives counties the authority to certify a temporary mill levy rate reduction in order to reduce the mill levy. The County is allowed by statute to recover the previous years' tax abatements.

The County's mill levy history for the last ten years is as follows:

Levy Year	Base Levy	Abatement Levy	Temporary Credit	Temporary Mill Levy Rate Reduction	Net Levy
2010	12.162	.070	(0.030)	-	12.202
2011	12.162	.111	-	-	12.273
2012	12.162	.119	-	-	12.281
2013	12.162	.110	-	-	12.272
2014	12.162	.052	-	-	12.214
2015	12.162	.364	-	(.229)	12.297
2016	12.162	.052	-	-	12.214
2017	12.162	.084	-	-	12.246
2018	12.162	.240	(.045)	-	12.357
2019	12.162	.030	(1.299)	(2.339)	8.554
2020	12.162	.086	(.545)	-	11.703

Except for bond refinancing at lower interest rates or adding employees to existing pension plans, TABOR specifically prohibits the creation of multiple-fiscal year debt or other financial obligations without voter approval or irrevocably pledging present cash reserves for all future payments.

TABOR requires that Emergency Reserves be established. These reserves must be maintained at three percent of Fiscal Year Spending (excluding bonded debt service). Emergency reserves as of December 31, 2020, in the amount of \$2,606,732 is presented as restricted fund balance for the General Fund. The County is not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

TABOR is complex and subject to judicial interpretation. The County believes it is in compliance with the requirements of TABOR. However, the County has made certain interpretations in the TABOR's language in order to determine its compliance.

NOTE 14 – TAX ABATEMENT DISCLOSURE

Tax abatements possess three essential characteristics:

- An identifiable agreement whereby the government promises to reduce a specific individual or entity's tax liability in return for a promise of the individual or entity to take certain actions.
- The agreement is intended to promote a public purpose which benefits the government or its citizens.
- The agreement abates taxes, not fees or other revenue sources.

Business Personal Property Tax Incentive Program

Colorado Revised Statute, section 30-11-123 (2), authorizes Counties to negotiate business personal property tax (BPPT) incentives. Mesa County adopted resolutions in 2012 establishing the incentive payment program. Mesa County has entered into agreements with local businesses negotiating the reduction of BPPT to stimulate investment and economic development in Mesa County and create new jobs. These agreements are open to businesses that either establish new facilities; expand existing facilities or who have substantial risk of relocating out of the area. Each business wishing to receive this incentive must enter into an agreement with the County, provide an asset listing for verification, pay the BPPT and annually execute a waiver of rights to seeking a reduction or refund of BPPT for the tax year. Each agreement is limited to a ten year time period.

For the 2020 year, the County abated or refunded a total of \$19,068 of business personal property tax to six participating businesses under the Business Personal Property Tax Incentive Program.

Rural Jump Start Program

Colorado Revised Statute, section 39-30.5-101, established specific tax relief to new businesses and new hires of these businesses that are located or locate in certain economic distressed area of rural Colorado and align with local or regional state higher education institutions in order to promote economic development in these areas. These designated areas are titled Jump-Start Zones. This program is administered by the Colorado Economic Development Commission, the Colorado Department of Revenue and the Colorado Office of Economic Development, in conjunction with other governmental entities. The program offers the following benefits:

- Relief from state income taxes for the new business
- Relief from state sales and use tax for the business
- Relief from county and municipal personal property taxes for the business
- Relief from state incomes taxes for the employee

Mesa County is designated as economically distressed by the Colorado Economic Development Commission. Mesa County adopted resolutions in 2016 offering the following benefits for each program participant:

- Relief from the county sales and use tax
- Relief from the county personal property tax
- Relief from the county real property tax

For the 2020 year, the County abated or refunded a total of \$1,408 of sales & use, personal property or real property tax under the Rural Jump Start Zone Program.

NOTE 15 - DEPARTMENT OF HUMAN SERVICES ELECTRONIC BENEFITS

On February 1, 1997, the Colorado Department of Human Services (CDHS) started the implementation of electronic payment methods from CDHS directly to welfare clients and service providers. These electronic payments replaced the payment method of county warrants and significantly changed the cash flow between counties and CDHS. Typically, a welfare payment is composed of a combination of federal, state, and local money. Previously, the county warrants were reimbursed by CDHS with federal and state funds. Currently, with the Electronic Benefits Transfer (EBT) system, the counties pay their local share of the EBT payment authorizations to CDHS. A schedule of EBT authorizations, warrant expenditures and total expenditures follows:

Schedule of EBT Authorizations, Warrant Expenditures and Total Expenditures
Based on Preliminary Unaudited Income Statement
For the Year Ended December 31, 2020

	A	B	C	D	E
	County EBT/Non- County Paid Authorizations	County Share	County Expenditures by Warrant	Total Authorizations & Expenditures (A + C)	Total Expenditures (B + C)
Other Budgeted					
Miscellaneous	\$-	\$-	\$12,290	\$12,290	\$12,290
Transfers	-	-	-	-	-
Administration Expenditures	273,469	-	5,213,063	5,486,532	5,213,063
Community Programs	-	-	24,359	24,359	24,359
Aid to the Blind	217	-	-	217	-
AND Assistance	561,644	50,140	-	561,644	50,140
OAP Assistance	2,149,679	12,045	-	2,149,679	12,045
OLTC Expenditures	-	-	1,319,936	1,319,936	1,319,936
Home Connections Expenditures	-	-	-	-	-
ARCH Grant Expenditures	-	-	-	-	-
AAA Expenditures	-	-	2,934,634	2,934,634	2,934,634
VA Expenditures	-	-	101,555	101,555	101,555
Adult Protection	-	-	1,050,204	1,050,204	1,050,204
211 Expenditures	-	-	-	-	-
Colorado Works Expenditures	2,529,518	803,389	2,121,249	4,650,767	2,924,638
Child Care Expenditures	3,340,202	381,324	525,391	3,865,593	906,715
Employment First Expenditures	-	-	242,966	242,966	242,966
Child Support Expenditures	-	-	1,717,931	1,717,931	1,717,931
Child Care Quality Grant	-	-	-	-	-
School Readiness Grant	-	-	-	-	-
Child Care Pilot Grant	-	-	-	-	-
Job Service Expenditures	-	-	975,362	975,362	975,362
Workforce Investment Act	-	-	1,882,553	1,882,553	1,882,553
Child Welfare Expenditures	10,977,179	1,856,091	7,835,945	18,813,124	9,692,036
FPP Expenditures	1,275,710	249,104	997,035	2,272,745	1,246,139
Substance Abuse Program	-	-	-	-	-
Title XIX Assistance	-	-	97,240	97,240	97,240
LEAP Expenditures	2,724,136	-	15,304	2,739,440	15,304
CSBG Expenditures	-	-	-	-	-
Food Assistance	39,662,124	-	-	39,662,124	-
	<u>\$63,493,878</u>	<u>\$3,352,093</u>	<u>\$27,067,017</u>	<u>\$90,560,895</u>	<u>\$30,419,110</u>
Other Funding:					
Colorado Works Collections	\$ (31,811)	\$ (6,362)	\$-	\$ (31,811)	\$ (6,362)
Colorado Works/CS Retained	(550,956)	(110,038)	-	(550,956)	(110,038)
	<u>\$(582,767)</u>	<u>\$(116,400)</u>	<u>\$-</u>	<u>\$(582,767)</u>	<u>\$(116,400)</u>

NOTE 16 – SUBSEQUENT EVENTS

As of June 5, 2021, the COVID-19 vaccination rate of eligible County residents is 39%. While Mesa County did not see the impacts of the pandemic as deeply as the Front Range counties of Colorado during 2020, there is currently a variant strain with 125 identified cases in Mesa County. This variant is highly transmissible and is spreading rapidly with most infections being reported in the 10-19 age group. Increased activity of outdoor activities, the performance of general medical procedures which were delayed due to COVID and the impacts of increased community transmission with variant strains, concerns of health care system overload is being discussed.

Late, 2020, the Colorado Department of Local Affairs notified local governments the CARES Act would be extended through 2021. Mesa County is expected to be able to drawdown approximately the remaining \$586,000 in relief funds because of this extension.

Similar to other agencies, Mesa County continues to receive fraudulent unemployment claims for current employees. The County and impacted employees have taken all recommended steps to ensure the claim is reported as fraudulent.

The State of Colorado issued a Small Business Relief grant program in early 2021 aimed to provide tiered assistance for small businesses impacted by the pandemic. Mesa County was able to provide direct payments in the amount of \$280,000. Assistance payments in amounts of \$3,500, \$5,000 or \$7,000 were issued based on a number of criteria and calculated losses borne by the business.

Mesa County is a direct recipient of the American Rescue Plan Act of 2021. Mesa County received the first payment of \$14,976,743 in June 2021. The County is reviewing guidance issued by the US Treasury to ensure applicable projects are being considered and will meet with elected officials to determine prioritization.

Required Supplementary Information

GOVERNMENTAL ACTIVITIES

Governmental funds are used to account for most if not all of a government's tax-supported activities. The accounting and financial reporting are virtually identical for all five types of governmental funds: general fund, special revenue funds, debt service funds, capital projects funds and permanent funds.

MAJOR GOVERNMENTAL FUNDS

General Fund – The General Fund is the general operating fund of the County and accounts for all financial transactions that are not properly accounted for in other funds. Ordinary operations of the County such as public safety, county administration and other activities supported by taxes and general revenues are reflected in this fund.

Department of Human Services – Accounts for the various grants, taxes and general revenues which are restricted to and for public welfare programs administered by the County.

Road and Bridge Fund – Accounts for property, highway user and other vehicle tax revenues and expenditures which are restricted and related to Mesa County road and bridge construction and maintenance. This fund is also utilized for allocation of monies to municipalities for use in their road and street activities.

MESA COUNTY
GENERAL FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 36,215,184	\$ 36,215,184	\$ 35,970,688	\$ (244,496)
Licenses and Permits	1,830,900	2,133,517	2,381,183	247,666
Charges for services	2,311,694	2,306,655	1,460,724	(845,931)
Intergovernmental	15,688,430	19,007,882	24,079,256	5,071,374
Fines and forfeitures	329,800	329,800	259,605	(70,195)
Fee accounts	4,739,193	5,145,693	5,616,266	470,573
Miscellaneous	979,260	1,010,260	959,401	(50,859)
Investment earnings	500,000	500,000	1,189,518	689,518
Charges for service - internal	1,068,491	1,111,520	978,879	(132,641)
Other Grants	20,000	27,000	27,000	-
Total revenues	<u>63,682,952</u>	<u>67,787,511</u>	<u>72,922,520</u>	<u>5,135,009</u>
EXPENDITURES				
Current:				
General government	12,673,246	12,752,976	12,586,598	166,378
General government-Elected officials				
Assessor	1,926,729	1,960,387	1,846,918	113,469
Board of County Commissioners	380,310	384,456	347,783	36,673
Clerk and Recorder	2,424,958	3,201,647	3,020,957	180,690
Public Trustee	37,799	39,245	159,497	(120,252)
Treasurer	647,488	652,294	640,138	12,156
District Attorney	3,908,739	4,078,470	3,803,540	274,930
Surveyor	63,557	65,069	62,946	2,123
Public Safety	9,949,837	10,123,199	9,293,181	830,018
Public Safety, Elected Officials				
Sheriff	24,540,050	25,996,463	23,226,350	2,770,113
Coroner	576,476	590,572	577,297	13,275
Public works	697,181	798,137	720,607	77,530
Public health and welfare	68,632.00	-	-	-
Human services	3,044,164	3,691,135	3,648,976	42,159
Culture and recreation	1,607,715	1,596,748	1,459,644	137,104
Total current	<u>62,546,881</u>	<u>65,930,798</u>	<u>61,394,432</u>	<u>4,536,366</u>
Capital outlay:				
General government	-	-	8,899	(8,899)
Public Safety	-	120,455	1,079,073	(958,618)
Culture and recreation	-	-	12,109	(12,109)
Total capital outlay	-	120,455	1,100,081	(979,626)
Total expenditures	<u>62,546,881</u>	<u>66,051,253</u>	<u>62,494,513</u>	<u>3,556,740</u>
Excess (deficiency) of revenues over expenditures	<u>1,136,071</u>	<u>1,736,258</u>	<u>10,428,007</u>	<u>8,691,749</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	(2,764,359)	(2,758,359)	(3,488,359)	(730,000)
Transfers In	675,000	740,400	740,400	-
Sale of assets	-	-	9,380	9,380
Total other financing sources (uses)	<u>(2,089,359)</u>	<u>(2,017,959)</u>	<u>(2,738,579)</u>	<u>(720,620)</u>
NET CHANGE IN FUND BALANCES	(953,288)	(281,701)	7,689,428	7,971,129
Fund balances - beginning	19,192,977	19,192,977	18,410,610	(782,367)
Fund balances - ending	<u>\$ 18,239,689</u>	<u>\$ 18,911,276</u>	<u>\$ 26,100,038</u>	<u>\$ 7,188,762</u>

See the accompanying independent auditors' report.

MESA COUNTY
DEPARTMENT OF HUMAN SERVICES
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental	\$ 25,067,506	\$ 25,307,506	\$ 25,444,156	\$ 136,650
Taxes	3,506,628	3,506,628	3,516,893	10,265
Other Grants	151,640	151,640	105,925	(45,715)
Fines and forfeitures	-	-	1,779	1,779
Total revenues	28,725,774	28,965,774	29,068,753	102,979
EXPENDITURES				
Current:				
Public health and welfare	30,931,487	31,171,487	30,419,110	752,377
Total current	30,931,487	31,171,487	30,419,110	752,377
Total expenditures	30,931,487	31,171,487	30,419,110	752,377
Excess (deficiency) of revenues over expenditures	(2,205,713)	(2,205,713)	(1,350,357)	855,356
OTHER FINANCING SOURCES (USES)				
Transfers In	2,222,639	2,222,639	2,222,638	(1)
Total other financing source (uses)	2,222,639	2,222,639	2,222,638	(1)
NET CHANGE IN FUND BALANCE	16,926	16,926	872,281	855,356
Fund balances - beginning	531,524	531,524	531,524	-
Fund balances - ending	\$ 548,450	\$ 548,450	\$ 1,403,805	\$ 855,356

See the accompanying independent auditors' report.

MESA COUNTY
ROAD & BRIDGE FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 570,644	\$ 570,644	\$ 816,310	\$ 245,666
Licenses and Permits	35,750	35,750	42,363	6,613
Intergovernmental	8,576,095	8,576,095	8,109,712	(466,383)
Fines and forfeitures	-	-	3,028	3,028
Miscellaneous	-	-	1,729	1,729
Charges for service - internal	-	-	1,127	1,127
Total revenues	<u>9,182,489</u>	<u>9,182,489</u>	<u>8,974,269</u>	<u>(208,220)</u>
EXPENDITURES				
Current:				
Public works	<u>9,397,739</u>	<u>9,732,186</u>	<u>8,315,890</u>	<u>1,416,296</u>
Total current	<u>9,397,739</u>	<u>9,732,186</u>	<u>8,315,890</u>	<u>1,416,296</u>
Total expenditures	<u>9,397,739</u>	<u>9,732,186</u>	<u>8,315,890</u>	<u>1,416,296</u>
Excess (deficiency) of revenues over expenditures	<u>(215,250)</u>	<u>(549,697)</u>	<u>658,379</u>	<u>1,208,076</u>
OTHER FINANCING SOURCES (USES)				
Sale of assets	<u>-</u>	<u>-</u>	<u>18,509</u>	<u>18,509</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>18,509</u>	<u>18,509</u>
NET CHANGE IN FUND BALANCES	(215,250)	(549,697)	676,888	1,226,585
Fund balances - beginning	<u>7,641,219</u>	<u>7,641,219</u>	<u>7,641,219</u>	<u>-</u>
Fund balances - ending	<u>\$ 7,425,969</u>	<u>\$ 7,091,522</u>	<u>\$ 8,318,107</u>	<u>\$ 1,226,585</u>

See the accompanying independent auditors' report.

21st Judicial District-District Attorney-Public Employees Retirement Association

SCHEDULE OF ACTIVITY - NET PENSION LIABILITY

Schedule of Mesa County's Proportionate Share of the Net pension liability
Last 10 Fiscal Years*

	<u>12/31/2013</u>	<u>12/31/2014</u>	<u>12/31/2015</u>	<u>12/31/2016</u>	<u>12/31/2017</u>	<u>12/31/2018</u>	<u>12/31/2019</u>
County's proportion of Collective							
Net pension liability	.0063007013	.0060246559	.0052981440	.0028422043	.002890036	.0024619886	.0027529646
County's proportionate share of the							
Net pension liability	\$561,265	\$566,710	\$557,949	\$522,060	\$578,527	\$280,142	\$267,143
County's covered Payroll County's	\$162,216	\$162,216	\$162,840	\$162,216	\$162,216	\$162,216	\$186,597
proportionate share of							
Net pension liability as a							
percentage of its Covered							
Payroll	346%	349%	343%	322%	356%	173%	143%
Plan Fiduciary Net Pension as a							
Percentage of the Total							
Pension liability	59.84%	61.08%	56.11%	42.66%	43.20%	55.10%	62.24%

* This schedule is presented to illustrate the requirement to show information for 10 years. Until a full 10-year trend is complete, information will be presented as the data becomes available. Amounts presented were determined as of December 31 based on the measurement date of the plan.

21st Judicial District-District Attorney – Participation in Public Employees Retirement Association

SCHEDULE OF ACTIVITY- EMPLOYER PENSION CONTRIBUTIONS

Schedule of County Contributions Last 10 Fiscal Years*								
	<u>12/31/2013</u>	<u>12/31/2014</u>	<u>12/31/2015</u>	<u>12/31/2016</u>	<u>12/31/2017</u>	<u>12/31/2018</u>	<u>12/31/2019</u>	<u>12/31/2020</u>
Required Employer Contributions	\$26,847	\$28,307	\$25,655	\$13,107	\$14,567	\$16,222	\$16,222	\$18,893
Actual Employer Contributions	\$26,847	\$28,307	\$24,655	\$13,107	\$14,567	\$16,222	\$16,222	\$18,893
Contribution Deficiency (Excess)	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
County's Covered Payroll	\$162,216	\$162,216	\$162,840	\$162,216	\$162,216	\$162,216	\$186,597	\$189,458
Contributions as a percentage of Covered Payroll	16.55%	17.45%	15.75%	8.08%	8.98%	10.00%	10.00%	9.97%

* This schedule is presented to illustrate the requirement to show information for 10 years. Until a full 10-year trend is complete, information will be presented as the data becomes available.

Mesa County, Colorado
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2020

BUDGET INFORMATION

Annual budgets for all governmental and proprietary fund types are adopted on a basis consistent with procedures outlined in the Colorado Revised Statutes (CRS); Title 29; Article 1, Budget and Services; Part 1, Local Government Budget Law of Colorado. The budget must be balanced; expenditures cannot exceed total available revenues and fund balance. No spending agency may expend, or contract to expend, any moneys in excess of the amount appropriated in the appropriation resolution.

Mesa County adopts a legal budget for all funds except fiduciary funds.

Budgets for the governmental funds types are adopted on a basis consistent with GAAP.

Budgets for Proprietary Funds are adopted using the same modified accrual basis of governmental funds. Modifications to budgetary basis may consist of adding capital expenditures and excluding; depreciation, compensated absences, inventory and amortization of expenses from GAAP basis expenses.

The 2020 budget process began with a review of the strategic plan implemented in 2016. The 2020 base budget is the 2019 adopted budget minus one time revenues and expenditures. Departments were asked to explain any increase from their base budget and to explain any decrease in their base revenues.

Once all budget requests were submitted in August, the Finance Department compiled all of the requests and organized them by department and fund. Non-departmental revenues were projected and property tax was calculated using the mill levy and the Tax Payer's Bill of Rights (TABOR) mill levy limitations.

From the time the budget requests were submitted, each department had the opportunity to meet with the County Administrator and the Board of County Commissioners about their budget. After all input had been received, the County Administrator developed his preliminary budget. This budget was communicated to the departments and outside agencies that had submitted requests. A notice of the Proposed Budget was placed in the local newspaper prior to the public hearing. Then the Proposed Budget was presented to the Board of County Commissioners on October 14, 2019 in public hearing and was available to the public.

Once the Proposed Budget was presented, departments again had the opportunity to meet with the Board of County Commissioners to appeal the Proposed Budget. During the next month and a half revenue projections were updated for 2019 and 2020. With input from the Board, the County Administrator revised the Proposed Budget and developed the final recommended budget. On December 9, 2019, the Board of County Commissioners 2020 Budget was adopted in public hearing.

Prior to December 31st, the mill levy is certified, the budget is adopted and appropriations are made by formal resolutions.

Any increase to a fund's adopted budget, such as to expend unanticipated revenues or to transfer appropriations to another fund, requires that a supplemental budget be approved by the Commissioners at a public meeting, with prior published notice of the changes. Department heads and elected officials may make minor modifications or transfers of budget within a department. The County Administrator may also authorize transfers between departments; transfer budgeted and appropriated dollars from one expenditure class to another or from one department to another within one fund. These changes are only permitted as

long as the overall fund appropriations is not increased or decreased. These changes do not require a public hearing and are not presented to the Board of County Commissioners for approval.

Appropriations lapse at year-end for unencumbered funds.

As stated above, the Mesa County 2020 budget and appropriation documents were adopted by resolution of the BOCC on December 9, 2019. The original expenditures and transfers appropriation was \$188,072,077; the original appropriation was augmented during the year by supplemental appropriations in the amount of \$24,980,402, bringing the final budget to \$213,052,479. Supplemental appropriations were adopted to account for unanticipated revenues, inter-fund transfers or for additional appropriation of beginning fund balances. Budgeted amounts included in this report include original and final legally amended budgets for all governmental funds. Supplemental appropriation resolutions during 2020 resulted in revised budgets as follows:

<u>Fund Appropriations</u>	<u>Original</u>	<u>Final</u>
General Fund	\$65,311,240	\$68,809,612
Human Services	30,931,487	31,171,487
Health	8,721,510	8,721,510
Public Safety Tax	7,742,731	8,192,731
Commissary	445,669	463,025
Road & Bridge	9,397,739	9,732,186
Storm Water	-	298,750
Capital	38,140,543	43,880,618
TV Translator	55,054	55,054
Developmental Disabilities	535,796	537,096
Conservation Trust	695,000	695,000
Fair Board	149,528	149,528
Clerk Tech Fund	12,000	15,000
Transportation Impact	150,000	150,000
Certificates of Participation	1,667,156	14,508,279
Internal Services	409,500	409,500
Insurance	13,962,312	14,360,133
Vehicle Maintenance	3,346,904	3,346,904
Rural Community Services	78,980	93,980
Waste Management - Landfill	<u>6,318,928</u>	<u>7,462,086</u>
	<u>\$188,072,077</u>	<u>\$213,052,479</u>

The Upper Grand Valley Pest District, Mesa Community Club, Southwest Mesa County Rural Services PID, Mack and Gateway Sewer (the enterprise funds of the Mesa County Lower Valley PID, Southwest Mesa County Rural Services PID, respectively), and Mesa County WWPID are special districts, therefore are not included in the County's adopted budget. Supplemental appropriation resolutions during 2020 resulted in revised budgets as follows:

<u>Fund Appropriations</u>	<u>Original</u>	<u>Final</u>
Upper Grand Valley Pest	\$18,675	\$18,675
Mesa Community Center	97,530	97,530
Southwest Mesa County Rural Services PID	4,000	4,000
Mesa County Gateway PID	300,000	348,440
Whitewater Urban Services PID	250	250
Mesa County Gateway LID	250	250
Southwest MCRS PID (Gateway Sewer)	190,595	190,595
Mesa County Lower Valley PID (Mack Sewer)	15,072	15,072
Whitewater PID (Whitewater Sewer)	<u>345,200</u>	<u>345,200</u>
	<u>\$971,572</u>	<u>\$1,020,012</u>

21st Judicial District – District Attorney – Participation in Public Employees' Retirement Association (PERA)

During the 2018 legislation session, two bills affecting PERA were introduced, one of which was signed into law. The Board takes positions on legislation affecting PERA based on its fiduciary responsibility to act in the best interest of its membership.

Senate Bill 18-200, this bill is designed to reduce the overall risk profile of the PERA defined benefit retirement plans and improve their funded status. Changes are summarized below. For the details of the changes please review the complete 2018 Comprehensive Annual Financial Report at www.copera.org.

- Current Members
- Current Retirees
- Employers
- Future Members
- State Direct Distribution
- Other Provisions
 - o Automatic Adjustment Provision
 - o Legislative Oversight
 - o Safety Officer Rate and Benefit
 - o

The Governor of the State of Colorado signed the bill into law on June 4, 2018.

House Bill 18-1111, this bill would have eliminated one elected Trustee position from the State Division and three elected Trustee positions from the School Division. These four elected Trustees would have been replaced by Trustees appointed by the Governor and confirmed by the State Senate, bringing the total of appointed Trustees to seven. The bill would have also authorized a Trustee to review all PERA records. The Board voted to oppose the bill and the bill was postponed indefinitely.

Supplementary Information

MESA COUNTY
CAPITAL EXPENDITURES FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 24,250,921	\$ 24,250,921	\$ 25,447,693	\$ 1,196,772
Charges for services	-	-	93,414	93,414
Intergovernmental	5,125,507	5,217,219	2,604,151	(2,613,068)
Total revenues	29,376,428	29,468,140	28,145,258	(1,322,882)
EXPENDITURES				
Current:				
General government	3,620,867	3,761,395	2,569,308	1,192,087
Public safety	197,600	280,346	363,490	(83,144)
Public works	26,506,356	31,549,902	5,391,898	26,158,004
Public health and welfare	-	-	96,735	(96,735)
Culture and recreation	-	-	4,571	(4,571)
Total current	30,324,823	35,591,643	8,426,002	27,165,641
Capital outlay:				
General government	1,651,000	1,930,642	546,375	1,384,267
Public safety	2,862,253	2,835,866	2,264,171	571,695
Public works	-	-	8,577,711	(8,577,711)
Public health and welfare	-	-	210,138	(210,138)
Human services	1,877,467	1,877,467	76,509	1,800,958
Culture and recreation	-	-	872,141	(872,141)
Total capital outlay	6,390,720	6,643,975	12,547,045	(5,903,070)
Total expenditures	36,715,543	42,235,618	20,973,047	21,262,571
Excess (deficiency) of revenues over expenditures	(7,339,115)	(12,767,478)	7,172,211	19,939,689
OTHER FINANCING SOURCES (USES)				
Transfers Out	(1,425,000)	(1,645,000)	(1,572,792)	72,208
Sale of assets	-	-	28,175	28,175
Total other financing sources (uses)	(1,425,000)	(1,645,000)	(1,544,617)	100,383
NET CHANGE IN FUND BALANCES	(8,764,115)	(14,412,478)	5,627,594	20,040,072
Fund balances - beginning	16,552,782	16,552,782	16,552,782	-
Fund balances - ending	\$ 7,788,667	\$ 2,140,304	\$ 22,180,376	\$ 20,040,072

See the accompanying independent auditors' report.

NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - accounts for the accumulation and disbursement of restricted resources.

Health Fund – accounts for activities and programs related to public health in Mesa County. Primary sources of funds are state grants, charges, fees and transfer from the General Fund.

Public Sales Tax Fund - accounts for revenues and expenditures for sales of personal items from Mesa County Activities.

Commissary Fund – accounts for revenues and expenditures for sales of personal items to inmates in the Mesa County Detention facility.

Upper GV Pest Control – accounts for the revenues and expenditures related to pest control activities in the local taxing district.

Storm Water Fund – accounts for revenues and expenditure related to maintain and comply with the Colorado Department of Public Health and Environment permits.

TV Translator – was created by referendum of Mesa County taxpayers in 1979 to provide enhanced television signals to residents of Mesa County. An annual property tax is levied to provide this service.

Developmental Disabilities – accounts for the revenues and expenditures related to programs for the developmentally disabled residents of Mesa County.

Conservation Trust – accounts for revenue received from the State of Colorado to be used for the acquisition, development and maintenance of new and existing parks and recreation sites within Mesa County. The funds are derived primarily from the Colorado State Lottery.

NON-MAJOR GOVERNMENTAL FUNDS (continued)

Mesa County Fair Board – accounts for the revenues and expenditures related to the annual County fair held at Mesa County Fairgrounds.

Southwest Mesa County Rural Community Services – accounts for the revenues and expenditures related to miscellaneous activities in that local taxing district.

Mesa County Gateway Public Improvement District– accounts for the revenues and expenditures related to miscellaneous activities in that local taxing district.

Gateway Local Improvement District Sales Tax Street Improvement – accounts for the revenues and expenditures related to miscellaneous activities in that local taxing district.

Clerk & Recorder Technology – accounts for the revenues and expenditures related to the collection of a surcharge which is to be used solely to defray the costs of implementing and providing electronic filing and recording capabilities.

TIF Fund – accounts for the revenues and expenditures collected from Transportation Impact Fees for infrastructure maintenance.

Mesa Community Center – accounts for the revenues and expenditures related to the community club activities in that local taxing district.

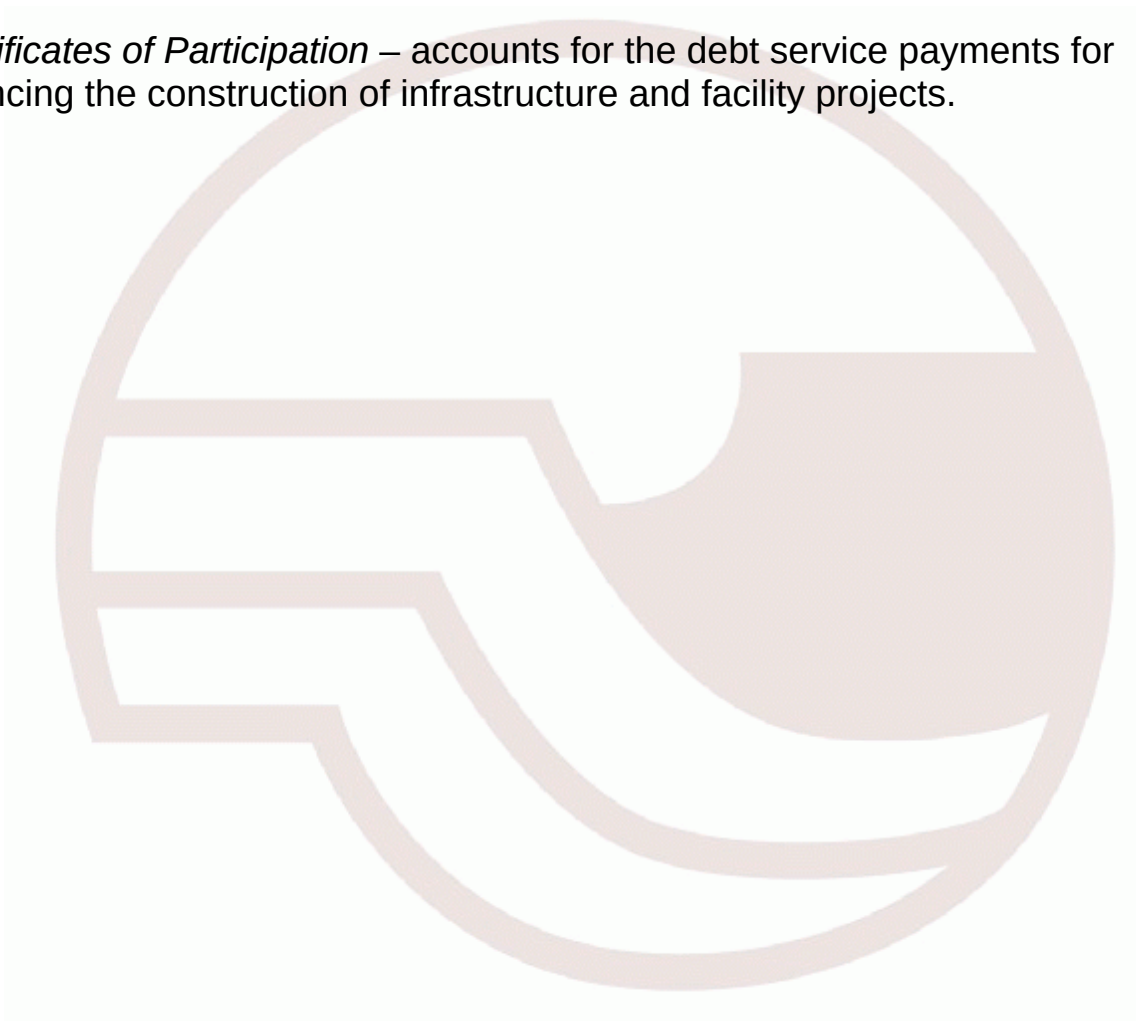
Whitewater Urban Services Public Improvement District – accounts for the revenues and expenditures related to miscellaneous activities in that local taxing district.

NON-MAJOR GOVERNMENTAL ACTIVITIES

Debt Service Fund

Debt service funds are used to account for the accumulation of resources and payment of principal and interest related to the County's general long term debt and special assessment bond principal and interest from special assessment levies when the County is obligated in some manner for payment.

Certificates of Participation – accounts for the debt service payments for financing the construction of infrastructure and facility projects.



MESA COUNTY
Combining Balance Sheet
Nonmajor Special revenue funds
December 31, 2020

Nonmajor Special Revenue Funds

	HEALTH FUND	PUBLIC SAFETY SALES TAX FUND	COMMISSARY FUND	UPPER GRAND VALLEY PEST DISTRICT	STORM WATER DRAINAGE FUND	TV TRANSLATOR FUND	DEVELOPMENTAL DISABILITIES FUND	CONSERVATION TRUST FUND	FAIR BOARD FUND
ASSETS									
Cash, Cash equivalents, Investments	\$ 51,139	\$ 846	\$ 662,323	\$ 98,943	\$ 232,488	\$ 86,884	\$ 18,491	\$ 367,714	\$ 33,012
Other Cash Items	-	-	-	-	-	-	-	-	25
Accounts receivables	73,814	-	-	-	-	-	-	-	-
Inter-governmental	1,070,321	1,420,330	-	-	-	-	-	-	-
Property taxes receivables	-	-	-	16,934	-	58,279	534,919	-	-
Pre-paid accounts	13,051	-	-	-	-	-	-	-	-
Inventories	135,756	-	-	-	-	-	-	-	-
Total assets	<u>\$ 1,344,081</u>	<u>\$ 1,421,176</u>	<u>\$ 662,323</u>	<u>\$ 115,877</u>	<u>\$ 232,488</u>	<u>\$ 145,163</u>	<u>\$ 553,410</u>	<u>\$ 367,714</u>	<u>\$ 33,037</u>
LIABILITIES									
Accounts payable	\$ 258,871	\$ 544	\$ 6,833	\$ 8,525	\$ 210	\$ 633	\$ -	\$ -	\$ -
Property tax refund payable	-	-	-	1,531	-	-	-	-	-
Retainage payable	-	-	-	-	-	-	-	-	-
Accrued wages	272,827	182,342	-	293	5,321	-	-	-	-
Due to other funds	-	472,000	-	-	-	-	-	-	-
Due to other governments	42,771	-	-	-	-	-	-	-	-
Unearned revenue	416,017	-	90,735	-	-	-	-	-	-
Deposits	902	-	-	-	-	-	-	-	350
Total liabilities	<u>991,388</u>	<u>654,886</u>	<u>97,568</u>	<u>10,349</u>	<u>5,531</u>	<u>633</u>	<u>-</u>	<u>-</u>	<u>350</u>
DEFERRED INFLOWS OF RESOURCES									
Property Taxes Receivable	-	-	-	16,934	-	58,279	534,919	-	-
Sales and cigarette taxes receivable	-	766,290	-	-	-	-	-	-	-
Total deferred inflow of resources	<u>-</u>	<u>766,290</u>	<u>-</u>	<u>16,934</u>	<u>-</u>	<u>58,279</u>	<u>534,919</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>991,388</u>	<u>1,421,176</u>	<u>97,568</u>	<u>27,283</u>	<u>5,531</u>	<u>58,912</u>	<u>534,919</u>	<u>-</u>	<u>350</u>
FUND BALANCES (DEFICITS)									
Nonspendable	148,807	-	-	-	-	-	-	-	-
Restricted	-	-	-	582	-	-	-	367,714	-
Committed	12,211	-	-	-	-	-	-	-	-
Assigned	191,675	-	564,755	88,012	226,957	86,251	18,491	-	32,687
Total fund balances (deficits)	<u>352,693</u>	<u>-</u>	<u>564,755</u>	<u>88,594</u>	<u>226,957</u>	<u>86,251</u>	<u>18,491</u>	<u>367,714</u>	<u>32,687</u>
Total liabilities and fund balances (deficits)	<u>\$ 1,344,081</u>	<u>\$ 1,421,176</u>	<u>\$ 662,323</u>	<u>\$ 115,877</u>	<u>\$ 232,488</u>	<u>\$ 145,163</u>	<u>\$ 553,410</u>	<u>\$ 367,714</u>	<u>\$ 33,037</u>

continued

See the accompanying independent auditors' report.

MESA COUNTY
Combining Balance Sheet
Nonmajor Special revenue funds
December 31, 2020

	Nonmajor Special Revenue Funds						Debt Service Funds		
	SWMCRCS PUBLIC IMPROVEMENT DISTRICT	MESA COUNTY GATEWAY PID	MC GATEWAY LID SALES TAX SI FUND	CLERK & RECORDER TECHNOLOGY FUND	TRANSPORTATION IMPACT FUND	MESA COMMUNITY CENTER PID	WHITEWATER URBAN SERVICES PID	COP DEBT SERVICE FUND	Total Nonmajor Special revenue funds
ASSETS									
Cash, Cash equivalents, Investments	\$ 9,598	\$ 516,652	\$ 453,473	\$ 212,094	\$ 654,427	\$ 184,423	\$ 27,865	\$ 98,920	\$ 3,709,292
Other Cash Items	-	-	-	-	-	-	-	-	25
Accounts receivables	-	-	-	-	-	-	-	-	73,814
Inter-governmental	-	-	5,565	-	-	-	1,889	-	2,498,105
Property taxes receivables	1,041	86,366	-	-	-	44,905	1,757	-	744,201
Pre-paid accounts	-	-	-	-	-	-	-	-	13,051
Inventories	-	-	-	-	-	-	-	-	135,756
Total assets	<u>\$ 10,639</u>	<u>\$ 603,018</u>	<u>\$ 459,038</u>	<u>\$ 212,094</u>	<u>\$ 654,427</u>	<u>\$ 229,328</u>	<u>\$ 31,511</u>	<u>\$ 98,920</u>	<u>\$ 7,174,244</u>
LIABILITIES									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,012	\$ -	\$ 24,502	301,130
Property tax refund payable	-	-	-	-	-	-	-	-	1,531
Retainage payable	-	2,028	-	-	-	-	-	-	2,028
Accrued wages	-	-	-	-	-	-	-	-	460,783
Due to other funds	-	-	-	-	-	-	-	-	472,000
Due to other governments	-	-	-	-	-	-	-	-	42,771
Unearned revenue	-	-	-	-	654,427	-	-	-	1,161,179
Deposits	-	-	-	-	-	-	-	-	1,252
Total liabilities	<u>-</u>	<u>2,028</u>	<u>-</u>	<u>-</u>	<u>654,427</u>	<u>1,012</u>	<u>-</u>	<u>24,502</u>	<u>2,442,674</u>
DEFERRED INFLOWS OF RESOURCES									
Property Taxes Receivable	1,041	86,366	-	-	-	44,905	1,757	-	744,201
Sales and cigarette taxes receivable	-	-	1,457	-	-	-	1,287	-	769,034
Total deferred inflow of resources	<u>1,041</u>	<u>86,366</u>	<u>1,457</u>	<u>-</u>	<u>-</u>	<u>44,905</u>	<u>3,044</u>	<u>-</u>	<u>1,513,235</u>
Total liabilities and deferred inflows of resources	<u>1,041</u>	<u>88,394</u>	<u>1,457</u>	<u>-</u>	<u>654,427</u>	<u>45,917</u>	<u>3,044</u>	<u>24,502</u>	<u>3,955,909</u>
FUND BALANCES (DEFICITS)									
Nonspendable	-	-	-	-	-	-	-	-	148,807
Restricted	-	341,135	-	-	-	-	-	74,418	783,849
Committed	-	161,664	-	-	-	-	-	-	173,875
Assigned	9,598	11,825	457,581	212,094	-	183,411	28,467	-	2,111,804
Total fund balances (deficits)	<u>9,598</u>	<u>514,624</u>	<u>457,581</u>	<u>212,094</u>	<u>-</u>	<u>183,411</u>	<u>28,467</u>	<u>74,418</u>	<u>3,218,335</u>
Total liabilities and fund balances (deficits)	<u>\$ 10,639</u>	<u>\$ 603,018</u>	<u>\$ 459,038</u>	<u>\$ 212,094</u>	<u>\$ 654,427</u>	<u>\$ 229,328</u>	<u>\$ 31,511</u>	<u>\$ 98,920</u>	<u>\$ 7,174,244</u>

See the accompanying independent auditors' report.

MESA COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special revenue funds
For the Year Ended December 31, 2020

Nonmajor Special Revenue Funds

	HEALTH FUND	PUBLIC SAFETY SALES TAX FUND	COMMISSARY FUND	UPPER GRAND VALLEY PEST DISTRICT	STORM WATER DRAINAGE FUND	TV TRANSLATOR FUND	DEVELOPMENTAL DISABILITIES FUND	CONSERVATION TRUST FUND	FAIR BOARD FUND
REVENUES									
Taxes	\$ -	\$ 7,998,439	\$ -	\$ 17,699	\$ -	\$ 56,756	\$ 537,281	\$ -	\$ -
Licenses and Permits	71,436	-	-	-	22,050	-	-	-	-
Charges for services	753,315	-	451,531	-	-	-	-	-	20,250
Intergovernmental	4,034,236	-	1,900	2	241,732	73,375	27	739,009	-
Fee accounts	-	-	-	-	-	-	-	-	-
Miscellaneous	40,740	-	-	-	-	279	-	-	4,275
Investment earnings	-	-	-	655	-	-	-	3,275	-
Charges for service - internal	7,791	-	-	-	-	-	-	-	-
Other Grants	1,551,873	-	-	-	-	-	-	-	-
Total revenues	6,459,391	7,998,439	453,431	18,356	263,782	130,410	537,308	742,284	24,525
EXPENDITURES									
Current:									
General government	-	1,600,258	-	-	-	-	-	-	-
Public Safety	-	6,398,181	221,834	11,693	-	-	-	-	-
Public works	-	-	-	-	111,825	50,152	-	-	-
Public health and welfare	8,564,746	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	537,432	-	-
Culture and recreation	-	-	-	-	-	-	-	20,000	25,925
Debt service:									
Interest	-	-	-	-	-	-	-	-	-
Principal retirement	-	-	-	-	-	-	-	-	-
Capital outlay:									
Public Safety	-	-	15,356	-	-	-	-	-	-
Public health and welfare	28,348	-	-	-	-	-	-	-	-
Total expenditures	8,593,094	7,998,439	237,190	11,693	111,825	50,152	537,432	20,000	25,925
Excess (deficiency) of revenues over expenditures	(2,133,703)	-	216,241	6,663	151,957	80,258	(124)	722,284	(1,400)
OTHER FINANCING SOURCES (USES)									
Other Operating	-	-	-	-	-	-	-	-	-
Refunding proceeds	-	-	-	-	-	-	-	-	-
Refunding escrow purchase	-	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	(675,000)	-
Transfers In	1,245,720	-	-	-	75,000	-	-	-	-
Total other financing sources (uses)	1,245,720	-	-	-	75,000	-	-	(675,000)	-
NET CHANGE IN FUND BALANCES	(887,983)	-	216,241	6,663	226,957	80,258	(124)	47,284	(1,400)
Fund balances - beginning	1,240,676	-	348,514	81,931	-	5,993	18,615	320,430	34,087
Fund balances - ending	\$ 352,693	\$ -	\$ 564,755	\$ 88,594	\$ 226,957	\$ 86,251	\$ 18,491	\$ 367,714	\$ 32,687

continued

See the accompanying independent auditors' report.

MESA COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special revenue funds
For the Year Ended December 31, 2020

	Nonmajor Special Revenue Funds							Debt Service Fund	
	SWMCRCS PUBLIC IMPROVEMENT DISTRICT	MESA COUNTY GATEWAY PID	MC GATEWAY LID SALES TAX SI FUND	CLERK & RECORDER TECHNOLOGY FUND	TRANSPORTATION IMPACT FUND	MESA COMMUNITY CENTER PID	WHITEWATER URBAN SERVICES PID	COP DEBT SERVICE FUND	Total Nonmajor Special revenue funds
REVENUES									
Taxes	\$ 1,175	\$ 101,801	\$ 81,046	\$ -	\$ -	\$ 58,354	\$ 9,622	\$ -	\$ 8,862,173
Licenses and Permits	-	-	-	-	-	-	-	-	93,486
Charges for services	-	-	-	-	-	-	-	-	1,225,096
Intergovernmental	-	-	-	-	-	-	-	225,637	5,315,918
Fee accounts	-	-	-	48,287	148,051	-	-	-	196,338
Miscellaneous	-	-	-	-	-	-	-	-	45,294
Investment earnings	95	3,839	2,770	-	1,949	1,212	153	701	14,649
Charges for service - internal	-	-	-	-	-	-	-	-	7,791
Other Grants	-	-	-	-	-	-	-	-	1,551,873
Total revenues	1,270	105,640	83,816	48,287	150,000	59,566	9,775	226,338	17,312,618
EXPENDITURES									
Current:									
General government	-	41,002	-	14,853	-	27,593	-	-	1,683,706
Public Safety	-	-	-	-	-	-	-	-	6,631,708
Public works	-	-	-	-	150,000	-	-	-	311,977
Public health and welfare	-	-	-	-	-	-	-	-	8,564,746
Human services	-	-	-	-	-	-	-	-	537,432
Culture and recreation	-	-	-	-	-	-	-	-	45,925
Debt service:									
Interest	-	-	-	-	-	-	-	746,012	746,012
Principal retirement	-	-	-	-	-	-	-	925,000	925,000
Capital outlay:									
Public Safety	-	-	-	-	-	-	-	-	15,356
Public health and welfare	-	-	-	-	-	-	-	-	28,348
Total expenditures	-	41,002	-	14,853	150,000	27,593	-	1,671,012	19,490,210
Excess (deficiency) of revenues over expenditures	1,270	64,638	83,816	33,434	-	31,973	9,775	(1,444,674)	(2,177,592)
OTHER FINANCING SOURCES (USES)									
Other Operating	-	-	-	-	-	-	-	9,870,000	9,870,000
Refunding proceeds	-	-	-	-	-	-	-	1,675,045	1,675,045
Refunding escrow purchase	-	-	-	-	-	-	-	(11,541,844)	(11,541,844)
Transfers Out	(4,000)	(48,000)	-	-	-	-	-	-	(727,000)
Transfers In	-	-	-	-	-	-	-	1,497,793	2,818,513
Total other financing sources (uses)	(4,000)	(48,000)	-	-	-	-	-	1,500,994	2,094,714
NET CHANGE IN FUND BALANCES	(2,730)	16,638	83,816	33,434	-	31,973	9,775	56,320	(82,878)
Fund balances - beginning	12,328	497,986	373,765	178,660	-	151,438	18,692	18,098	3,301,213
Fund balances - ending	\$ 9,598	\$ 514,624	\$ 457,581	\$ 212,094	\$ -	\$ 183,411	\$ 28,467	\$ 74,418	\$ 3,218,335

See the accompanying independent auditors' report.

MESA COUNTY
HEALTH FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Licenses and Permits	\$ 190,440	\$ 190,440	\$ 71,436	\$ (119,004)
Charges for services	927,200	927,200	753,315	(173,885)
Intergovernmental	4,106,619	4,106,619	4,034,236	(72,383)
Fines and forfeitures	2,550	2,550	-	(2,550)
Miscellaneous	373,744	373,744	40,740	(333,004)
Charges for service - internal	9,500	9,500	7,791	(1,709)
Other Grants	1,934,732	1,934,732	1,551,873	(382,859)
Total revenues	<u>7,544,785</u>	<u>7,544,785</u>	<u>6,459,391</u>	<u>(1,085,394)</u>
EXPENDITURES				
Current:				
Public health and welfare	<u>8,721,510</u>	<u>8,721,510</u>	<u>8,564,746</u>	<u>156,764</u>
Total current	<u>8,721,510</u>	<u>8,721,510</u>	<u>8,564,746</u>	<u>156,764</u>
Capital outlay:				
Public health and welfare	<u>-</u>	<u>-</u>	<u>28,348</u>	<u>(28,348)</u>
Total capital outlay	<u>-</u>	<u>-</u>	<u>28,348</u>	<u>(28,348)</u>
Total expenditures	<u>8,721,510</u>	<u>8,721,510</u>	<u>8,593,094</u>	<u>128,416</u>
Excess (deficiency) of revenues over expenditures	<u>(1,176,725)</u>	<u>(1,176,725)</u>	<u>(2,133,703)</u>	<u>(956,978)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	<u>495,720</u>	<u>495,720</u>	<u>1,245,720</u>	<u>750,000</u>
Total other financing sources (uses)	<u>495,720</u>	<u>495,720</u>	<u>1,245,720</u>	<u>750,000</u>
NET CHANGE IN FUND BALANCES	(681,005)	(681,005)	(887,983)	(206,978)
Fund balances - beginning	<u>1,300,493</u>	<u>1,300,493</u>	<u>1,240,676</u>	<u>(59,817)</u>
Fund balances - ending	<u>\$ 619,488</u>	<u>\$ 619,488</u>	<u>\$ 352,693</u>	<u>\$ (266,795)</u>

See the accompanying independent auditors' report.

MESA COUNTY
PUBLIC SAFETY SALES TAX FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 7,742,733	\$ 8,192,733	\$ 7,998,439	\$ (194,294)
Total revenues	<u>7,742,733</u>	<u>8,192,733</u>	<u>7,998,439</u>	<u>(194,294)</u>
EXPENDITURES				
Current:				
General government	1,562,399	1,652,399	1,600,258	52,141
Public Safety	<u>5,980,332</u>	<u>6,340,332</u>	<u>6,398,181</u>	<u>(57,849)</u>
Total current	<u>7,542,731</u>	<u>7,992,731</u>	<u>7,998,439</u>	<u>(5,708)</u>
Capital outlay:				
Public Safety	<u>200,000</u>	<u>200,000</u>	<u>-</u>	<u>200,000</u>
Total capital outlay	<u>200,000</u>	<u>200,000</u>	<u>-</u>	<u>200,000</u>
Total expenditures	<u>7,742,731</u>	<u>8,192,731</u>	<u>7,998,439</u>	<u>194,292</u>
Excess (deficiency) of revenues over expenditures	<u>2</u>	<u>2</u>	<u>-</u>	<u>(2)</u>
NET CHANGES IN FUND BALANCES	2	2	-	(2)
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u>\$ 2</u>	<u>\$ 2</u>	<u>\$ -</u>	<u>\$ (2)</u>

See the accompanying independent auditors' report.

MESA COUNTY
COMMISSARY FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Charges for services	\$ 453,641	\$ 453,641	\$ 451,531	\$ (2,110)
Intergovernmental	-	1,900	1,900	-
Total revenues	<u>453,641</u>	<u>455,541</u>	<u>453,431</u>	<u>(2,110)</u>
EXPENDITURES				
Current:				
Unassigned				
Public Safety	370,669	372,569	221,834	150,735
Total current	<u>370,669</u>	<u>372,569</u>	<u>221,834</u>	<u>150,735</u>
Capital outlay:				
Public Safety	75,000	90,456	15,356	75,100
Total capital outlay	<u>75,000</u>	<u>90,456</u>	<u>15,356</u>	<u>75,100</u>
Total expenditures	<u>445,669</u>	<u>463,025</u>	<u>237,190</u>	<u>225,835</u>
Excess (deficiency) of revenues over expenditures	<u>7,972</u>	<u>(7,484)</u>	<u>216,241</u>	<u>223,725</u>
NET CHANGE IN FUND BALANCE	7,972	(7,484)	216,241	223,725
Fund balances - beginning	291,135	291,135	348,514	57,379
Fund balances - ending	<u>\$ 299,107</u>	<u>\$ 283,651</u>	<u>\$ 564,755</u>	<u>\$ 281,104</u>

See the accompanying independent auditors' report.

MESA COUNTY
UPPER GRAND VALLEY PEST DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 18,675	\$ 18,675	\$ 17,699	\$ (976)
Intergovernmental	-	-	2	2
Investment earnings	-	-	655	655
Total revenues	<u>18,675</u>	<u>18,675</u>	<u>18,356</u>	<u>(319)</u>
EXPENDITURES				
Current:				
Public Safety	<u>18,675</u>	<u>18,675</u>	<u>11,693</u>	<u>6,982</u>
Total current	<u>18,675</u>	<u>18,675</u>	<u>11,693</u>	<u>6,982</u>
Total expenditures	<u>18,675</u>	<u>18,675</u>	<u>11,693</u>	<u>6,982</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>6,663</u>	<u>6,663</u>
NET CHANGE IN FUND BALANCES	-	-	6,663	6,663
Fund balances - beginning	<u>81,931</u>	<u>81,931</u>	<u>81,931</u>	-
Fund balances - ending	<u>\$ 81,931</u>	<u>\$ 81,931</u>	<u>\$ 88,594</u>	<u>\$ 6,663</u>

See the accompanying independent auditors' report.

MESA COUNTY
STORM WATER DRAINAGE FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Licenses and Permits	\$ -	\$ -	\$ 22,050	\$ 22,050
Intergovernmental	-	298,750	241,732	(57,018)
Total revenues	-	298,750	263,782	(34,968)
EXPENDITURES				
Current:				
Public works	-	298,750	111,825	186,925
Total current	-	298,750	111,825	186,925
Total expenditures	-	298,750	111,825	186,925
Excess (deficiency) of revenues over expenditures	-	-	151,957	151,957
OTHER FINANCING SOURCES (USES)				
Transfers In	-	75,000	75,000	-
Total other financing sources (uses)	-	75,000	75,000	-
NET CHANGE IN FUND BALANCES	-	75,000	226,957	151,957
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ -	\$ 75,000	\$ 226,957	\$ 151,957

See the accompanying independent auditors' report.

MESA COUNTY
TV TRANSLATOR FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 56,629	\$ 56,629	\$ 56,756	\$ 127
Intergovernmental	-	-	73,375	73,375
Miscellaneous	-	-	279	279
Total revenues	<u>56,629</u>	<u>56,629</u>	<u>130,410</u>	<u>73,781</u>
EXPENDITURES				
Current:				
Public works	55,054	55,054	50,152	4,902
Total current	<u>55,054</u>	<u>55,054</u>	<u>50,152</u>	<u>4,902</u>
Total expenditures	<u>55,054</u>	<u>55,054</u>	<u>50,152</u>	<u>4,902</u>
Excess (deficiency) of revenues over expenditures	<u>1,575</u>	<u>1,575</u>	<u>80,258</u>	<u>78,683</u>
NET CHANGE IN FUND BALANCES	1,575	1,575	80,258	78,683
Fund balances - beginning	4,587	4,587	5,993	1,406
Fund balances - ending	<u>\$ 6,162</u>	<u>\$ 6,162</u>	<u>\$ 86,251</u>	<u>\$ 80,089</u>

See the accompanying independent auditors' report.

MESA COUNTY
DEVELOPMENTAL DISABILITIES FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 535,796	\$ 535,796	\$ 537,281	\$ 1,485
Intergovernmental	-	-	27	27
Total revenues	<u>535,796</u>	<u>535,796</u>	<u>537,308</u>	<u>1,512</u>
EXPENDITURES				
Current:				
Human services	<u>535,796</u>	<u>537,096</u>	<u>537,432</u>	<u>(336)</u>
Total current	<u>535,796</u>	<u>537,096</u>	<u>537,432</u>	<u>(336)</u>
Total expenditures	<u>535,796</u>	<u>537,096</u>	<u>537,432</u>	<u>(336)</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(1,300)</u>	<u>(124)</u>	<u>1,176</u>
NET CHANGE IN FUND BALANCES	-	(1,300)	(124)	1,176
Fund balances - beginning	<u>15,879</u>	<u>15,879</u>	<u>18,615</u>	<u>2,736</u>
Fund balances - ending	<u>\$ 15,879</u>	<u>\$ 14,579</u>	<u>\$ 18,491</u>	<u>\$ 3,912</u>

See the accompanying independent auditors' report.

MESA COUNTY
 CONSERVATION TRUST FUND
 Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
 For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental	\$ 695,000	\$ 695,000	\$ 739,009	\$ 44,009
Investment earnings	-	-	3,275	3,275
Total revenues	695,000	695,000	742,284	47,284
EXPENDITURES				
Current:				
Culture and recreation	20,000	20,000	20,000	-
Total current	20,000	20,000	20,000	-
Total expenditures	20,000	20,000	20,000	-
Excess (deficiency) of revenues over expenditures	675,000	675,000	722,284	47,284
OTHER FINANCING SOURCES (USES)				
Transfers Out	(675,000)	(675,000)	(675,000)	-
Total other financing sources (uses)	(675,000)	(675,000)	(675,000)	-
NET CHANGE IN FUND BALANCES	-	-	47,284	47,284
Fund balances - beginning	200,463	200,463	320,430	119,967
Fund balances - ending	<u>\$ 200,463</u>	<u>\$ 200,463</u>	<u>\$ 367,714</u>	<u>\$ 167,251</u>

See the accompanying independent auditors' report.

MESA COUNTY
FAIR BOARD FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Charges for services	\$ 149,640	\$ 149,640	\$ 20,250	\$ (129,390)
Miscellaneous	100	100	4,275	4,175
Total revenues	<u>149,740</u>	<u>149,740</u>	<u>24,525</u>	<u>(125,215)</u>
EXPENDITURES				
Current:				
Culture and recreation	149,528	149,528	25,925	123,603
Total current	<u>149,528</u>	<u>149,528</u>	<u>25,925</u>	<u>123,603</u>
Total expenditures	<u>149,528</u>	<u>149,528</u>	<u>25,925</u>	<u>123,603</u>
Excess (deficiency) of revenues over expenditures	<u>212</u>	<u>212</u>	<u>(1,400)</u>	<u>(1,612)</u>
NET CHANGE IN FUND BALANCES	212	212	(1,400)	(1,612)
Fund balances - beginning	34,774	34,774	34,087	(687)
Fund balances - ending	<u>\$ 34,986</u>	<u>\$ 34,986</u>	<u>\$ 32,687</u>	<u>\$ (2,299)</u>

See the accompanying independent auditors' report.

MESA COUNTY
SWMCRCS PUBLIC IMPROVEMENT DISTRICT
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 1,345	\$ 1,345	\$ 1,175	\$ (170)
Investment earnings	-	-	95	95
Total revenues	<u>1,345</u>	<u>1,345</u>	<u>1,270</u>	<u>(75)</u>
EXPENDITURES				
Current:				
Total current	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	<u>1,345</u>	<u>1,345</u>	<u>1,270</u>	<u>(75)</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	(4,000)	(4,000)	(4,000)	-
Total other financing sources (uses)	<u>(4,000)</u>	<u>(4,000)</u>	<u>(4,000)</u>	<u>-</u>
NET CHANGE IF FUND BALANCES	(2,655)	(2,655)	(2,730)	(75)
Fund balances - beginning	12,324	12,324	12,328	4
Fund balances - ending	<u>\$ 9,669</u>	<u>\$ 9,669</u>	<u>\$ 9,598</u>	<u>\$ (71)</u>

See the accompanying independent auditors' report.

MESA COUNTY
MESA COUNTY GATEWAY PID
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 98,300	\$ 98,300	\$ 101,801	\$ 3,501
Investment earnings	-	-	3,839	3,839
Total revenues	98,300	98,300	105,640	7,340
EXPENDITURES				
Current:				
General government	300,000	300,440	41,002	259,438
Total current	300,000	300,440	41,002	259,438
Total expenditures	300,000	300,440	41,002	259,438
Excess (deficiency) of revenues over expenditures	(201,700)	(202,140)	64,638	266,778
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	(48,000)	(48,000)	-
Total other financing sources (uses)	-	(48,000)	(48,000)	-
NET CHANGE IN FUND BALANCES	(201,700)	(250,140)	16,638	266,778
Fund balances - beginning	653,229	653,229	497,986	(155,243)
Fund balances - ending	\$ 451,529	\$ 403,089	\$ 514,624	\$ 111,535

See the accompanying independent auditors' report.

MESA COUNTY
MC GATEWAY LID SALES TAX SI FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 45,000	\$ 45,000	\$ 81,046	\$ 36,046
Investment earnings	13	13	2,770	2,757
Total revenues	<u>45,013</u>	<u>45,013</u>	<u>83,816</u>	<u>38,803</u>
EXPENDITURES				
Current:				
General government	250	250	-	250
Total current	<u>250</u>	<u>250</u>	<u>-</u>	<u>250</u>
Total expenditures	<u>250</u>	<u>250</u>	<u>-</u>	<u>250</u>
Excess (deficiency) of revenues over expenditures	<u>44,763</u>	<u>44,763</u>	<u>83,816</u>	<u>39,053</u>
NET CHANGE IN FUND BALANCES	44,763	44,763	83,816	39,053
Fund balances - beginning	365,322	365,322	373,765	8,443
Fund balances - ending	<u>\$ 410,085</u>	<u>\$ 410,085</u>	<u>\$ 457,581</u>	<u>\$ 47,496</u>

See the accompanying independent auditors' report.

MESA COUNTY
CLERK & RECORDER TECHNOLOGY FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Fee accounts	\$ 12,000	\$ 12,000	\$ 48,287	\$ 36,287
Total revenues	12,000	12,000	48,287	36,287
EXPENDITURES				
Current:				
General government	12,000	15,000	14,853	147
Total current	12,000	15,000	14,853	147
Total expenditures	12,000	15,000	14,853	147
Excess (deficiency) of revenues over expenditures	-	(3,000)	33,434	36,434
NET CHANGE IN FUND BALANCES	-	(3,000)	33,434	36,434
Fund balances - beginning	177,967	177,967	178,660	693
Fund balances - ending	\$ 177,967	\$ 174,967	\$ 212,094	\$ 37,127

See the accompanying independent auditors' report.

MESA COUNTY
TRANSPORTATION IMPACT FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Fee Accounts	\$ 255,000	\$ 255,000	\$ 148,051	\$ (106,949)
Investment earnings	-	-	1,949	1,949
Total revenues	<u>255,000</u>	<u>255,000</u>	<u>150,000</u>	<u>(105,000)</u>
EXPENDITURES				
Current:				
Public works	150,000	150,000	150,000	-
Total current	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>	<u>-</u>
Total expenditures	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>105,000</u>	<u>105,000</u>	<u>-</u>	<u>(105,000)</u>
NET CHANGE IN FUND BALANCES	105,000	105,000	-	(105,000)
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u>\$ 105,000</u>	<u>\$ 105,000</u>	<u>\$ -</u>	<u>\$ (105,000)</u>

See the accompanying independent auditors' report.

MESA COUNTY
MESA COMMUNITY CENTER PID
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 51,229	\$ 51,229	\$ 58,354	\$ 7,125
Investment earnings	-	-	1,212	1,212
Total revenues	<u>51,229</u>	<u>51,229</u>	<u>59,566</u>	<u>8,337</u>
EXPENDITURES				
Current:				
General government	<u>97,530</u>	<u>97,530</u>	<u>27,593</u>	<u>69,937</u>
Total current	<u>97,530</u>	<u>97,530</u>	<u>27,593</u>	<u>69,937</u>
Total expenditures	<u>97,530</u>	<u>97,530</u>	<u>27,593</u>	<u>69,937</u>
Excess (deficiency) of revenues over expenditures	<u>(46,301)</u>	<u>(46,301)</u>	<u>31,973</u>	<u>78,274</u>
NET CHANGE IN FUND BALANCES	(46,301)	(46,301)	31,973	78,274
Fund balances - beginning	<u>153,739</u>	<u>153,739</u>	<u>151,438</u>	<u>(2,301)</u>
Fund balances - ending	<u>\$ 107,438</u>	<u>\$ 107,438</u>	<u>\$ 183,411</u>	<u>\$ 75,973</u>

See the accompanying independent auditors' report.

MESA COUNTY
 WHITEWATER URBAN SERVICES PID
 Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
 For the Year Ended December 31, 2020

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 1,916	\$ 1,916	\$ 9,622	\$ 7,706
Investment earnings	-	-	153	153
Total revenues	<u>1,916</u>	<u>1,916</u>	<u>9,775</u>	<u>7,859</u>
EXPENDITURES				
Current:				
General government	250	250	-	250
Total current	<u>250</u>	<u>250</u>	<u>-</u>	<u>250</u>
Total expenditures	<u>250</u>	<u>250</u>	<u>-</u>	<u>250</u>
Excess (deficiency) of revenues over expenditures	<u>1,666</u>	<u>1,666</u>	<u>9,775</u>	<u>8,109</u>
NET CHANGE IN FUND BALANCES	1,666	1,666	9,775	8,109
Fund balances - beginning	16,474	16,474	18,692	2,218
Fund balances - ending	<u>\$ 18,140</u>	<u>\$ 18,140</u>	<u>\$ 28,467</u>	<u>\$ 10,327</u>

See the accompanying independent auditors' report.

MESA COUNTY
COP DEBT SERVICE FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 241,572	\$ 241,572	\$ 225,637	\$ (15,935)
Investment earnings	-	-	701	701
Total revenues	<u>241,572</u>	<u>241,572</u>	<u>226,338</u>	<u>(15,234)</u>
EXPENDITURES				
Debt service:				
Interest	742,156	746,156	746,012	144
Principal retirement	<u>925,000</u>	<u>925,000</u>	<u>925,000</u>	-
Total debt service	<u>1,667,156</u>	<u>1,671,156</u>	<u>1,671,012</u>	<u>144</u>
Total expenditures	<u>1,667,156</u>	<u>1,671,156</u>	<u>1,671,012</u>	<u>144</u>
Excess (deficiency) of revenues over expenditures	<u>(1,425,584)</u>	<u>(1,429,584)</u>	<u>(1,444,674)</u>	<u>(15,090)</u>
OTHER FINANCING SOURCES (USES)				
Refunding proceeds	-	9,635,821	9,870,000	234,179
Refunding premium	-	1,635,302	1,675,045	39,743
Refunding escrow purchase	-	(12,837,123)	(11,541,844)	1,295,279
Transfers In	<u>1,425,584</u>	<u>1,570,000</u>	<u>1,497,793</u>	<u>(72,207)</u>
Total other financing sources (uses)	<u>1,425,584</u>	<u>4,000</u>	<u>1,500,994</u>	<u>1,496,994</u>
NET CHANGE IN FUND BALANCES	-	(1,425,584)	56,320	1,481,904
Fund balances - beginning	<u>14,924</u>	<u>14,924</u>	<u>18,098</u>	<u>3,174</u>
Fund balances - ending	<u>\$ 14,924</u>	<u>\$ (1,410,660)</u>	<u>\$ 74,418</u>	<u>\$ 1,485,078</u>

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

NON-MAJOR BUSINESS-TYPE ACTIVITIES

Enterprise (business-type) funds are used to account for operations that are financed and operated in a manner similar to private business enterprises-where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of net income is appropriate for accountability purposes.

SWMCRS Sewer – accounts for the operations of the sewer treatment facility located in the southwest area of Mesa County. The intent of the fund is to recover operating costs through user charges.

MCLVPID Sewer – accounts for the operations of the sewer treatment facility located in the west area of Mesa County. The intent of the fund is to recover operating costs through user charges.

MESA COUNTY
Combining Statement of Net Position
Nonmajor Enterprise funds
December 31, 2020

	SWMCRCS SEWER	MACK SEWER	Total Nonmajor Enterprise funds
ASSETS			
Current assets:			
Cash, Cash equivalents, Investments	\$ 86,077	\$ 386,973	\$ 473,050
Accounts receivables	876	9,094	9,970
Total current assets	<u>86,953</u>	<u>396,067</u>	<u>483,020</u>
Noncurrent assets:			
Capital Assets	875,516	451,141	1,326,657
Total noncurrent assets	<u>875,516</u>	<u>451,141</u>	<u>1,326,657</u>
Total assets	<u>962,469</u>	<u>847,208</u>	<u>1,809,677</u>
LIABILITIES			
Current liabilities:			
Accounts payable	1,625	28	1,653
Due to other funds	25,000	-	25,000
Deferred revenue	819	1,422	2,241
Total current liabilities	<u>27,444</u>	<u>1,450</u>	<u>28,894</u>
Noncurrent liabilities:			
Due to other funds	470,000	-	470,000
Total noncurrent liabilities	<u>470,000</u>	<u>-</u>	<u>470,000</u>
Total liabilities	<u>497,444</u>	<u>1,450</u>	<u>498,894</u>
NET POSITION			
Net investment in capital assets	875,516	451,141	1,326,657
Unrestricted	(410,491)	394,617	(15,874)
Total net position	<u>\$ 465,025</u>	<u>\$ 845,758</u>	<u>\$ 1,310,783</u>

See the accompanying independent auditors' report.

MESA COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Net Position
Non Major Enterprise funds
For the Year Ended December 31, 2020

	SWMCRCS SEWER	MACK SEWER	Total
OPERATING REVENUES			
Charges for services	\$ 52,197	\$ 46,923	\$ 99,120
Miscellaneous	220	27	247
Total operating revenues	<u>52,417</u>	<u>46,950</u>	<u>99,367</u>
OPERATING EXPENSES			
Supplies	1,871	121	1,992
Purchased Services	84,559	10,347	94,906
Fixed Charges	555	92	647
Depreciation	88,908	-	88,908
Insurance and Support	4,048	750	4,798
Total operating expenses	<u>179,941</u>	<u>11,310</u>	<u>191,251</u>
Operating income (loss)	<u>(127,524)</u>	<u>35,640</u>	<u>(91,884)</u>
NONOPERATING REVENUES (EXPENSES)			
Investment earnings	561	2,657	3,218
Capital contribution	7,585	-	7,585
Total nonoperating revenues (expenses)	<u>8,146</u>	<u>2,657</u>	<u>10,803</u>
Income (loss) before transfers	<u>(119,378)</u>	<u>38,297</u>	<u>(81,081)</u>
TRANSFERS			
Transfers In	52,000	-	52,000
Total transfers	<u>52,000</u>	<u>-</u>	<u>52,000</u>
CHANGE IN NET POSITION	(67,378)	38,297	(29,081)
Total net position - beginning	532,403	807,461	1,339,864
Total net position - ending	<u>\$ 465,025</u>	<u>\$ 845,758</u>	<u>\$ 1,310,783</u>

See the accompanying independent auditors' report.

MESA COUNTY
Statement of Cash Flows
Non Major Enterprise funds
For the Year Ended December 31, 2020

	SWMCRCS SEWER	MACK SEWER	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts from customer	\$ 51,938	\$ 42,622	\$ 94,560
Payments to interfund	(60,670)	(9,417)	(70,087)
Payments to suppliers	(31,632)	(2,006)	(33,638)
Net cash provided (used) by operating activities	(40,364)	31,199	(9,165)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers from other funds	52,000	-	52,000
Net cash provided (used) by noncapital financing activities	52,000	-	52,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Advance from other funds	(25,000)	-	(25,000)
Capital contributions	7,585	-	7,585
Net cash provided (used) by capital and related financing activities	(17,415)	-	(17,415)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends received	561	2,657	3,218
Net cash provided (used) by investing activities	561	2,657	3,218
Net increase (decrease) in cash and cash equivalents	(5,218)	33,856	28,638
Balances - beginning of year	91,295	353,117	444,412
Balances - end of the year	\$ 86,077	\$ 386,973	\$ 473,050
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating Income (Loss)	\$ (127,524)	\$ 35,640	\$ (91,884)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	88,908	-	88,908
Changes in assets and liabilities:			
Accounts Payable - Other	175	(114)	61
Accounts Payable - Supplier	(1,442)	-	(1,442)
Customer Receivables	(481)	(4,327)	(4,808)
Net cash provided (used) by operating activities	\$ (40,364)	\$ 31,199	\$ (9,165)

See the accompanying independent auditors' report.

NON-MAJOR GOVERNMENTAL ACTIVITIES

Internal Service Funds

Internal service funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

Internal Services fund - accounts for telephone charges, mail usage, and supply purchases from inventory.

Insurance fund - accounts for insurance costs provided to the County. This fund also accounts for the employee benefit premiums provided and the costs of administration of the self-insured employee dental plan.

Vehicle Maintenance fund - accounts for repair and maintenance of fleet vehicles and heavy equipment, included purchases of fuel. Costs are allocated based on actual usage of vehicles and equipment.

Rural Community Service fund - accounts for shared costs associated with monitoring, treating, and maintaining sewer treatment facilities. This fund was established in order to provide greater purchasing power for like-kind items. These costs are charged back to the individual special districts based upon percentage of time and/or of actual supplies used.

MESA COUNTY
Combining Statement of Net Position
Internal Service funds
December 31, 2020

	INTERNAL SERVICES	INSURANCE FUND	VEHICLE MAINTENANCE FUND	RURAL COMMUNITY SERVICES	Total Nonmajor Internal service funds
ASSETS					
Current assets:					
Cash, Cash equivalents, Investments	\$ 8,309	\$ 6,788,198	\$ 709,971	\$ 58,837	\$ 7,565,315
Accounts receivables	1,919	149,164	9,215	-	160,298
Pre-paid accounts	-	-	50	-	50
Due from other governments	3,075	-	371	-	3,446
Inventories	-	-	164,352	-	164,352
Deposits	-	164,758	-	-	164,758
Total current assets	<u>13,303</u>	<u>7,102,120</u>	<u>883,959</u>	<u>58,837</u>	<u>8,058,219</u>
Total assets	<u>13,303</u>	<u>7,102,120</u>	<u>883,959</u>	<u>58,837</u>	<u>8,058,219</u>
LIABILITIES					
Current liabilities:					
Accounts payable	4,897	1,273,482	130,441	-	1,408,820
Accrued wages	4,163	9,692	33,953	3,603	51,411
Insurance Claims/Deductions	-	95,401	-	-	95,401
Current compensated absences	-	1,120	5,128	-	6,248
Total current liabilities	<u>9,060</u>	<u>1,379,695</u>	<u>169,522</u>	<u>3,603</u>	<u>1,561,880</u>
Noncurrent liabilities:					
Insurance Claims/Deductions	-	858,610	-	-	858,610
Future compensated absences	-	12,879	58,969	-	71,848
Total noncurrent liabilities	<u>-</u>	<u>871,489</u>	<u>58,969</u>	<u>-</u>	<u>930,458</u>
Total liabilities	<u>9,060</u>	<u>2,251,184</u>	<u>228,491</u>	<u>3,603</u>	<u>2,492,338</u>
NET POSITION					
Unrestricted	4,243	4,850,935	655,469	55,234	5,565,881
Total net position	<u>\$ 4,243</u>	<u>\$ 4,850,935</u>	<u>\$ 655,469</u>	<u>\$ 55,234</u>	<u>\$ 5,565,881</u>

See the accompanying independent auditors' report.

MESA COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Net Position
Internal service funds
For the Year Ended December 31, 2020

	INTERNAL SERVICES	INSURANCE FUND	VEHICLE MAINTENANCE FUND	RURAL COMMUNITY SERVICES	Total Internal service funds
OPERATING REVENUES					
Charges for services	\$ 34,910	\$ -	\$ -	\$ -	\$ 34,910
Intergovernmental	-	-	6,888	-	6,888
Insurance Recovery	-	17,222	-	-	17,222
Miscellaneous	-	14,425	681	-	15,106
Charges for service - internal	348,143	14,821,858	2,738,339	86,671	17,995,011
Total operating revenues	383,053	14,853,505	2,745,908	86,671	18,069,137
OPERATING EXPENSES					
Supplies	-	3,462	1,598,551	-	1,602,013
Purchased Services	282,148	2,172,821	225,253	420	2,680,642
Personnel Services	100,905	600,699	877,820	86,100	1,665,524
Travel and Subsistence	-	-	345	-	345
Fixed Charges	-	4,813	362	-	5,175
Insurance Claims/Deductions	-	9,827,515	-	-	9,827,515
Insurance and Support	-	599,219	11,809	266	611,294
Total operating expenses	383,053	13,208,529	2,714,140	86,786	16,392,508
Operating income (loss)	-	1,644,976	31,768	(115)	1,676,629
NONOPERATING REVENUES (EXPENSES)					
Transfers Out	-	(65,400)	-	-	(65,400)
Total nonoperating revenues (expenses)	-	(65,400)	-	-	(65,400)
CHANGE IN NET POSITION	-	1,579,576	31,768	(115)	1,611,229
Total net position - beginning	4,243	3,271,359	623,701	55,349	3,954,652
Total net position - ending	\$ 4,243	\$ 4,850,935	\$ 655,469	\$ 55,234	\$ 5,565,881

See the accompanying independent auditors' report.

MESA COUNTY
Statement of Cash Flows
Internal service funds
For the Year Ended December 31, 2020

	INTERNAL SERVICES	INSURANCE FUND	VEHICLE MAINTENANCE FUND	RURAL COMMUNITY SERVICES	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash from interfund	\$ 348,143	\$ 14,971,959	\$ 2,729,124	\$ 86,671	\$ 18,135,897
Cash from Insurance recovery	-	31,647	-	-	31,647
Cash receipts from customer	35,049	-	8,201	-	43,250
Payments to employees	(99,989)	(296,044)	(878,842)	(86,463)	(1,361,338)
Payments to interfund	(2,461)	-	(12,542)	(266)	(15,269)
Payments to suppliers	(275,047)	(12,557,106)	(1,809,791)	(420)	(14,642,364)
Net cash provided (used) by operating activities	5,695	2,150,456	36,150	(478)	2,191,823
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers to other funds	-	(65,400)	-	-	(65,400)
Net cash provided (used) by noncapital financing activities	-	(65,400)	-	-	(65,400)
Net increase (decrease) in cash and cash equivalents	5,695	2,085,056	36,150	(478)	2,126,423
Balances - beginning of year	2,614	4,703,142	673,821	59,315	5,438,892
Balances - end of the year	<u>\$ 8,309</u>	<u>\$ 6,788,198</u>	<u>\$ 709,971</u>	<u>\$ 58,837</u>	<u>\$ 7,565,315</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:					
Operating Income (Loss)	\$ -	\$ 1,644,976	\$ 31,768	\$ (115)	\$ 1,676,629
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Changes in assets and liabilities:					
Accounts Payable - Other	-	240,077	-	-	240,077
Accounts Payable - Supplier	4,640	167,556	4,807	-	177,003
Compensated absences	-	(4,010)	(6,870)	(1,460)	(12,340)
Customer Receivables	139	100,342	632	-	101,113
Interfund receipts	-	-	(9,215)	-	(9,215)
Inventory	-	-	9,180	-	9,180
Salaries & Benefits Payable	916	1,515	5,848	1,097	9,376
Net cash provided (used) by operating activities	<u>\$ 5,695</u>	<u>\$ 2,150,456</u>	<u>\$ 36,150</u>	<u>\$ (478)</u>	<u>\$ 2,191,823</u>

See the accompanying independent auditors' report.

Mesa County, Colorado

Schedule of Budgetary Compliance Enterprise and Internal Service Funds For the Year Ended December 31, 2020

	<u>Budgeted Amounts</u>		Expenditures	Adjustments to	Expenditures on	Variance with
	Original	Final	Reported on the Basis of GAAP			
Enterprise Funds:						
Waste Management	\$6,318,928	\$7,462,086	\$4,925,688	\$387,591	\$5,313,278	\$(2,148,808)
SWMCRCS Sewer	190,595	190,595	179,941	-	179,941	(10,654)
MCLVPID Sewer	15,072	15,072	11,310	-	11,310	(3,762)
Whitewater Sewer	345,200	345,200	331,632	-	331,632	(13,568)
Internal Service Funds:						
Internal Services	409,500	409,500	383,053	-	383,053	(26,447)
Insurance	13,962,312	14,360,133	14,000,220	(1,085,521)	12,914,699	(1,445,434)
Vehicle Maintenance	3,346,904	3,346,904	2,714,140	-	2,714,140	(632,764)
Rural Comm. Services	78,980	93,980	86,786	1,460	88,247	(5,733)

The schedule of budgetary compliance is included to show compliance at the legal level of control as established by Mesa County's Adopted Budget Resolution and includes all appropriations not shown elsewhere in this report. Appropriations are reported at the fund level or at the spending agency level if so designated by the resolution.

Adjustments to budgetary basis may consist of adding capital expenditures and excluding; depreciation, compensated absences, inventory and amortization of expenses from GAAP basis expenses.

2020 HIGHWAY USERS TAX FUND REPORT



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

LOCAL HIGHWAY FINANCE REPORT		City or County:
		Mesa
		YEAR ENDING :
This Information From The Records Of County of Mesa		Prepared By:
		Phone:
		Mesa County Finance (970) 244-1800

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)	12,399,505
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	5,876,115
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	1,050,660
2. General fund appropriations		b. Snow and ice removal	
3. Other local imposts (from page 2)	11,345,334	c. Other	66,594
4. Miscellaneous local receipts (from page 2)	181,801	d. Total (a. through c.)	1,117,254
5. Transfers from toll facilities		4. General administration & miscellaneous	1,225,459
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	20,618,332
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	11,527,135	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	9,033,221	2. Notes:	
D. Receipts from Federal Government (from page 2)	734,861	a. Interest	
E. Total receipts (A.7 + B + C + D)	21,295,217	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	20,618,332

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

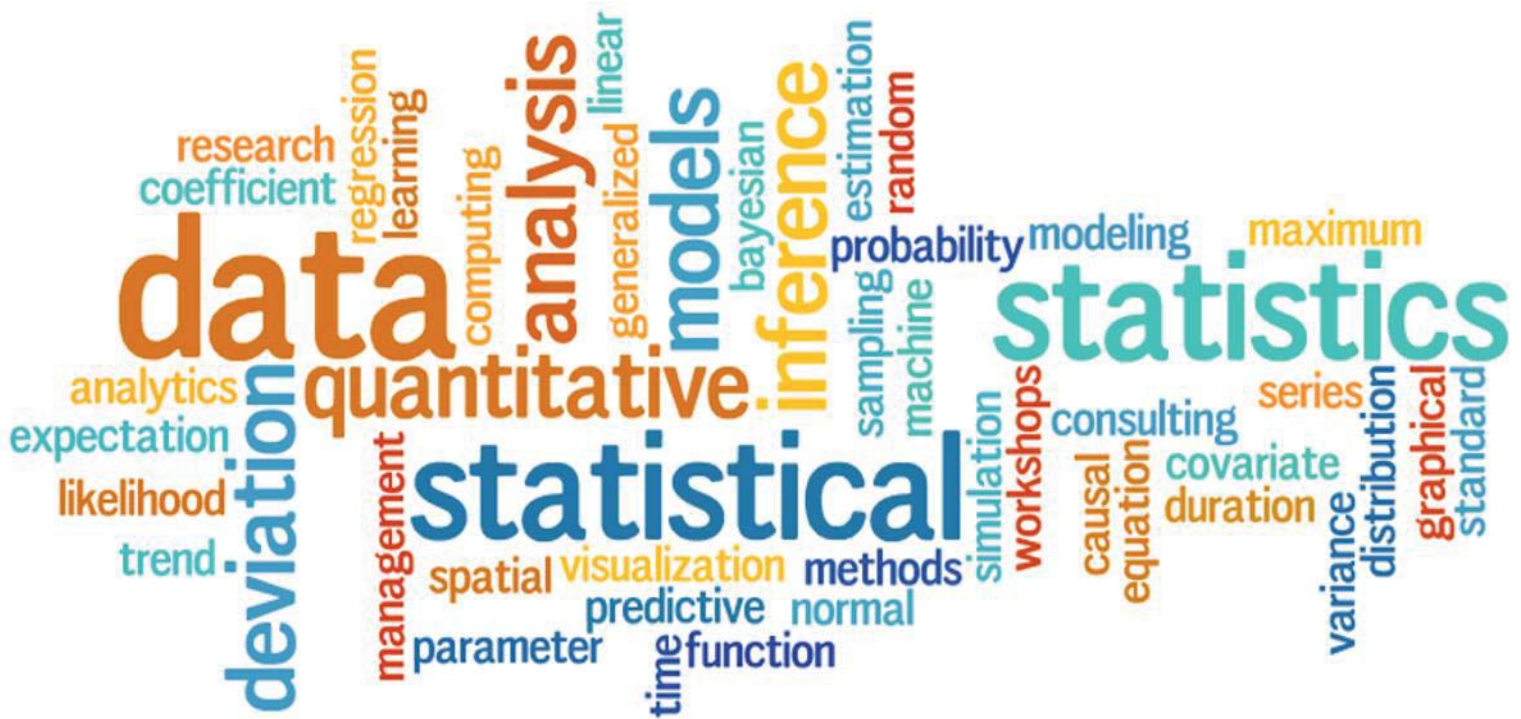
	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds (Refunding Portion)				
B. Notes (Total)				0

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	7,641,219	21,295,217	20,618,332	8,318,104	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado YEAR ENDING (mm/yy): December 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	816,310	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	3,028
1. Sales Taxes	10,529,024	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	42,362
3. Liens		e. Sale of Surplus Property	18,505
4. Licenses		f. Charges for Services	22,762
5. Specific Ownership &/or Other		g. Other Misc. Receipts	95,144
6. Total (1. through 5.)	10,529,024	h. Other	
c. Total (a. + b.)	11,345,334	i. Total (a. through h.)	181,801
	(Carry forward to page 1)		(Carry forward to page 1)
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	7,627,398	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	92,962
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	374,079	d. Federal Transit Admin	641,899
d. Other (Specify) - EIAF Grant	1,031,692	e. U.S. Corps of Engineers	
e. Other (Specify) fund collection	52	f. Other Federal -	
f. Total (a. through e.)	1,405,823	g. Total (a. through f.)	734,861
4. Total (1. + 2. + 3.f)	9,033,221	3. Total (1. + 2.g)	
			(Carry forward to page 1)
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs		220,310	220,310
b. Engineering Costs		1,279,728	1,279,728
c. Construction:			
(1). New Facilities		0	0
(2). Capacity Improvements		4,464,898	4,464,898
(3). System Preservation		5,184,125	5,184,125
(4). System Enhancement & Operation		1,250,444	1,250,444
(5). Total Construction (1) + (2) + (3) + (4)	0	10,899,467	10,899,467
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	12,399,505	12,399,505
			(Carry forward to page 1)
Notes and Comments:			



The information in this Statistical Section of the Comprehensive Annual Financial Report is intended, when possible, to provide information about Mesa County's Economic Condition in the areas of:

- **Financial trends** – information used to understand and assess how a government's financial position has changed over time
- **Revenue capacity** – information used to understand and assess the government's ability to generate own-source revenues
- **Debt capacity** – information used to understand and assess the government's debt burden and its ability to issue additional debt
- **Demographic and economic data** – information used to understand the government's socioeconomic environment and facilitate comparisons of financial statement information of time or among governments
- **Operating information** – information used to understand the government's operations and resources, therefore providing a context for understanding and assessing its economic condition.

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

Mesa County, Colorado
Net Position by Component
Last Ten Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Government Activities										
Invested in Capital Activities	\$249,551,277	\$ 246,662,188	\$ 241,848,318	\$ 244,352,227	\$ 235,081,027	\$ 228,322,703	\$ 221,317,793	\$ 204,884,422	\$ 194,761,088	\$ 191,560,122
Restricted	3,500,995	3,602,368	4,108,582	4,634,111	4,634,489	4,587,298	4,205,056	4,973,216	4,949,290	10,925,066
Unrestricted	61,483,419	46,587,425	28,572,646	27,596,323	25,644,299	26,659,245	26,756,472	32,459,700	36,407,952	29,278,179
Total Governmental Net Position	\$314,535,691	296,851,981	274,529,546	276,582,661	265,359,815	259,569,246	252,279,321	242,317,338	236,118,330	231,763,367
Business-Type Activities										
Invested in Capital Activities	\$14,325,560	14,905,286	15,446,798	14,583,538	14,853,198	15,211,217	15,847,903	14,160,475	14,733,586	14,515,396
Restricted	8,134,039	7,411,298	7,374,341	7,344,506	7,318,460	7,309,671	7,295,986	7,281,675	7,250,191	6,743,475
Unrestricted	3,513,718	2,027,734	(327,548)	(3,710,938)	(5,502,787)	(10,515,231)	(10,100,033)	(9,024,402)	(8,895,068)	(8,662,962)
Total Business-Type Net Position	\$25,973,317	24,344,318	22,493,591	18,217,106	16,668,871	12,005,657	13,043,856	12,417,748	13,088,709	12,595,909
Primary Government										
Invested in Capital Activities	263,876,837	261,567,474	257,295,116	258,935,765	249,934,225	243,533,920	237,165,696	219,044,897	209,494,674	206,075,518
Restricted	11,635,034	11,013,666	11,482,923	11,978,617	11,952,949	11,896,969	11,501,042	12,254,891	12,199,481	17,668,541
Unrestricted	64,997,137	48,615,159	28,245,098	23,885,385	20,141,512	16,144,014	16,656,439	23,435,298	27,512,884	20,615,217
Total Primary Government Net Position	\$340,509,008	\$ 321,196,299	\$ 297,023,137	\$ 294,799,767	\$ 282,028,686	\$ 271,574,903	\$ 265,323,177	\$ 254,735,086	\$ 249,207,039	\$ 244,359,276

Source: Mesa County Financial Services (CAFR)
Statement of Net Position includes GASB 34 Adjustments

Mesa County, Colorado
FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Fund Balances										
Non-spendable	\$ 16,523	\$ 75,940	\$ 48,422	\$ 7,989	\$ 10,997	\$ 13,386	\$ 4,940	\$ 2,713	\$ 561	\$ 6,797
Restricted	2,681,357	2,858,096	3,273,402	2,976,476	2,912,849	2,844,212	2,746,573	2,723,297	2,650,933	1,863,043
Committed	415,791	221,441	365,945	69,127	11,250	108,570	185,364	2,986,151	1,934,076	1,843,561
Assigned	89,766	46,458	53,904	77,402	2,982,822	1,710,112	2,741,685	33,925	30,281	9,001
Unassigned	22,896,601	15,208,675	10,776,958	10,527,703	7,758,883	9,134,034	7,566,473	8,663,167	9,468,912	11,138,578
Total General Fund Balances	\$ 26,100,038	\$18,410,610	\$14,518,631	\$13,658,697	\$13,676,801	\$13,810,314	\$13,245,035	\$14,409,253	\$14,084,763	\$14,860,980
Other Governmental Fund Balances										
Non-spendable	\$ 226,006	\$ 440,566	\$ 188,091	\$ 148,220	\$ 171,812	\$ 194,687	\$ 260,836	\$ 496,723	\$ 666,248	\$ 356,512
Restricted	873,740	742,054	814,864	1,657,635	1,731,640	1,743,086	1,461,954	1,548,668	1,578,356	1,448,714
Committed	11,465,240	5,962,368	5,725,719	5,490,080	9,800,776	5,178,162	7,476,766	14,224,348	19,362,304	12,213,424
Assigned	22,555,637	20,881,750	9,322,066	9,333,978	4,845,049	9,727,289	7,952,254	3,522,881	3,305,413	8,834,190
Unassigned	-	-	-	-	(1,604,453)	-	-	(268,331)	(155,729)	-
Total Other Govt Fund Balances	\$ 35,120,623	\$28,026,738	\$16,050,740	\$16,629,913	\$14,944,824	\$16,843,224	\$17,151,810	\$19,524,289	\$24,756,592	\$22,852,840
Total Governmental Fund Balances	\$ 61,220,661	\$46,437,348	\$30,569,371	\$30,288,610	\$28,621,625	\$30,653,538	\$30,396,845	\$33,933,542	\$38,841,355	\$37,713,820

Source: Mesa County Financial Services (CAFR)
Mesa County Balance Sheet Governmental Funds includes GASB 34 Adjustments

**MESA COUNTY, COLORADO
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS**

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Expenses										
Governmental Activities										
General Government	\$24,708,577	\$ 25,126,443	\$ 23,519,616	\$ 21,994,304	\$ 24,569,456	\$ 23,191,408	\$ 24,043,713	\$ 23,767,027	\$ 21,383,037	\$ 42,673,595
Public Safety	43,701,286	41,465,104	41,126,396	35,227,228	33,733,852	32,219,413	31,910,631	38,917,886	31,485,328	31,828,170
Public Works	20,719,784	18,091,739	31,135,766	17,710,836	19,232,315	19,608,638	20,575,894	20,922,240	18,980,650	15,850,686
Health and Welfare	39,633,617	38,279,614	35,147,959	34,072,008	33,158,561	31,816,310	28,396,507	23,395,591	27,959,720	28,888,962
Human Services	4,926,948	4,465,337	3,893,430	3,284,763	3,518,116	3,823,389	3,018,204	3,692,007	2,940,772	2,876,744
Culture and Recreation	3,283,827	2,623,090	2,579,554	2,757,088	2,775,451	2,116,767	2,195,435	815,817	2,608,876	2,371,246
Interest on Long Term Debt	750,868	788,355	831,521	870,456	904,806	935,290	1,398,873	984,890	999,549	1,074,990
Total Governmental Activities Expenses	<u>\$137,724,907</u>	<u>\$130,839,682</u>	<u>\$138,234,242</u>	<u>\$115,916,683</u>	<u>\$117,892,557</u>	<u>\$113,711,215</u>	<u>\$111,539,257</u>	<u>\$112,495,458</u>	<u>\$106,357,932</u>	<u>\$125,564,393</u>
Business Type Activities										
Solid Waste	4,940,288	4,341,759	4,289,834	3,844,347	3,669,258	4,586,047	4,463,185	4,324,649	4,124,700	4,121,343
Sewer Districts	522,883	507,557	512,693	506,978	494,129	498,237	479,910	456,570	624,088	236,552
Building Inspections	-	-	-	-	-	-	-	-	-	(71,940)
Total Business-Type Activities Expenses	<u>5,463,171</u>	<u>4,849,316</u>	<u>4,802,527</u>	<u>4,351,325</u>	<u>4,163,387</u>	<u>5,084,284</u>	<u>4,943,095</u>	<u>4,781,219</u>	<u>4,748,788</u>	<u>4,285,955</u>
Total Primary Government Expense:	<u><u>\$ 143,188,078</u></u>	<u><u>\$ 135,688,998</u></u>	<u><u>\$ 143,036,769</u></u>	<u><u>\$ 120,268,008</u></u>	<u><u>\$ 122,055,944</u></u>	<u><u>\$ 118,795,499</u></u>	<u><u>\$ 116,482,352</u></u>	<u><u>\$ 117,276,677</u></u>	<u><u>\$ 111,106,720</u></u>	<u><u>\$ 129,850,348</u></u>
Program Revenues										
Governmental Activities										
Charges for Services	\$15,483,738	\$ 15,305,524	\$ 14,667,743	\$ 13,003,248	\$ 12,810,340	\$ 13,351,948	\$ 12,740,940	\$ 12,396,782	\$ 12,959,753	\$ 11,411,720
Operating Grants	54,752,023	50,734,917	47,402,784	43,607,403	43,602,460	41,191,758	37,848,503	36,836,028	35,714,546	35,304,725
Capital Grants	3,416,746	4,648,525	7,081,879	5,797,912	4,530,846	3,740,173	7,507,044	4,603,342	794,690	5,510,111
Total Governmental Revenues	<u>73,652,507</u>	<u>70,688,966</u>	<u>69,152,406</u>	<u>62,408,563</u>	<u>60,943,646</u>	<u>58,283,879</u>	<u>58,096,487</u>	<u>53,836,152</u>	<u>49,468,989</u>	<u>52,226,556</u>
Business Type Activities										
Charges for Services	6,857,365	6,388,125	6,009,870	5,544,596	4,169,836	3,931,826	3,857,303	3,941,812	4,017,918	3,831,016
Operating Grants	-	13,684	28,993	38,626	-	-	-	15,547	-	-
Capital Grants	7,585	6,035	9,478	-	-	18,176	1,617,671	45,706	235,476	446,671
Total Business-Type Revenues	<u>6,864,950</u>	<u>6,407,844</u>	<u>6,048,341</u>	<u>5,583,222</u>	<u>4,169,836</u>	<u>3,950,002</u>	<u>5,474,974</u>	<u>4,003,065</u>	<u>4,253,394</u>	<u>4,277,687</u>
Total Primary Government Revenue:	<u><u>\$80,517,457</u></u>	<u><u>\$ 77,096,810</u></u>	<u><u>\$ 75,200,747</u></u>	<u><u>\$ 67,991,785</u></u>	<u><u>\$ 65,113,482</u></u>	<u><u>\$ 62,233,881</u></u>	<u><u>\$ 63,571,461</u></u>	<u><u>\$ 57,839,217</u></u>	<u><u>\$ 53,722,383</u></u>	<u><u>\$ 56,504,243</u></u>
Net Revenue/(Expense)										
Governmental Activities	(64,072,400)	(60,150,716)	(69,081,836)	(53,508,120)	(56,948,911)	(55,427,336)	(53,442,770)	(58,659,306)	(56,888,943)	(73,337,837)
Business-Type Activities	1,401,779	1,558,528	1,245,814	1,231,897	6,449	(1,134,282)	531,879	(778,154)	(495,394)	(8,268)
Total Primary Government Net Revenue/(Expense)	<u>(62,670,621)</u>	<u>(58,592,188)</u>	<u>(67,836,022)</u>	<u>(52,276,223)</u>	<u>(56,942,462)</u>	<u>(56,561,618)</u>	<u>(52,910,891)</u>	<u>(59,437,460)</u>	<u>(57,384,337)</u>	<u>(73,346,105)</u>
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property Tax	23,610,113	23,456,493	17,543,790	22,145,820	22,959,540	21,820,053	21,581,309	24,526,809	24,286,023	27,649,692
Sales Tax	45,231,010	43,047,658	40,067,809	30,536,154	27,967,660	28,748,986	27,797,137	26,912,567	26,710,564	26,115,985
Other Tax	6,017,412	6,970,653	6,686,756	6,627,869	5,772,448	6,418,226	6,100,890	6,014,726	5,912,102	5,836,740
Unrestricted Investment Earnings	1,204,168	1,177,526	839,660	340,851	228,427	97,911	142,265	109,823	147,370	172,388
Grants and Contributions not restricted to specific programs	5,116,599	7,400,683	4,909,434	4,436,966	4,519,886	5,753,737	5,783,430	5,161,120	3,328,404	4,055,031
Miscellaneous Revenues (incl transfers)	576,808	420,138	(2,003,878)	633,306	1,301,519	412,961	1,999,722	2,316,867	859,443	1,569,820
Total Governmental Activities	<u>81,756,110</u>	<u>82,473,151</u>	<u>68,043,571</u>	<u>64,720,966</u>	<u>62,749,480</u>	<u>63,251,874</u>	<u>63,404,753</u>	<u>65,041,912</u>	<u>61,243,906</u>	<u>65,399,656</u>
Business Type Activities										
Investment Earnings	102,340	133,649	104,687	66,679	24,075	19,007	18,320	37,540	31,659	27,166
Miscellaneous Revenues (incl transfers)	124,880	158,550	2,925,984	249,659	4,632,690	77,076	75,909	69,653	51,870	121,473
Total Business-Type Activities	<u>227,220</u>	<u>292,199</u>	<u>3,030,671</u>	<u>316,338</u>	<u>4,656,765</u>	<u>96,083</u>	<u>94,229</u>	<u>107,193</u>	<u>83,529</u>	<u>148,639</u>
Total Primary Government:	<u><u>81,983,330</u></u>	<u><u>\$ 82,765,350</u></u>	<u><u>\$ 71,074,242</u></u>	<u><u>\$ 65,037,304</u></u>	<u><u>\$ 67,406,245</u></u>	<u><u>\$ 63,347,957</u></u>	<u><u>\$ 63,498,982</u></u>	<u><u>\$ 65,149,105</u></u>	<u><u>\$ 61,327,435</u></u>	<u><u>\$ 65,548,295</u></u>
Change in Net Position										
Governmental Activities	\$ 17,683,710	\$ 22,322,435	\$ (1,038,265)	\$ 11,212,846	\$ 5,800,569	\$ 7,824,538	\$ 9,961,983	\$ 6,382,606	\$ 4,354,963	\$ (7,938,181)
Adjustment to beginning net position	-	-	-	-	-	(534,613)	-	(183,598)	-	-
Business-Type Activities	1,628,999	1,850,727	4,276,485	1,548,235	4,663,214	(1,038,199)	626,108	(670,961)	(411,865)	140,371
Adjustment to beginning net position	-	-	-	-	-	-	-	-	904,665	(59,814)
Total Primary Government:	<u><u>\$19,312,709</u></u>	<u><u>\$ 24,173,162</u></u>	<u><u>\$ 3,238,220</u></u>	<u><u>\$ 12,761,081</u></u>	<u><u>\$ 10,463,783</u></u>	<u><u>\$ 6,251,726</u></u>	<u><u>\$ 10,588,091</u></u>	<u><u>\$ 5,528,047</u></u>	<u><u>\$ 4,847,763</u></u>	<u><u>\$ (7,857,624)</u></u>

Source: Mesa County CAFR
Statement of Activities includes GASB 34 Adjustments

From Exhibit B-2 page 11308/11309 Volume II

Mesa County, Colorado
Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
Last Ten Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Revenues										
Taxes	\$ 74,613,757	\$ 73,142,559	\$68,550,255	\$59,090,544	\$56,736,712	\$57,130,462	\$ 55,233,625	\$ 57,402,074	\$ 57,163,448	\$ 59,647,184
TABOR refund estimate	-	-	(5,093,716)	(86,134)	-	-	-	(544)	-	(155)
Licenses and Permits	2,517,032	2,378,595	2,234,291	1,648,457	1,291,844	1,237,174	1,325,392	1,279,404	1,308,098	1,042,648
Charges for Services - External	2,769,047	3,917,729	3,894,724	3,492,811	3,318,624	3,764,087	3,257,448	3,958,676	3,532,229	4,167,396
Intergovernmental	65,553,193	61,672,950	59,507,485	53,747,373	53,295,271	51,405,013	52,009,636	48,372,171	43,958,860	47,051,057
Fines and Forfeitures	264,412	316,185	270,557	328,973	418,771	411,299	504,840	393,854	392,825	412,749
Fee Accounts	5,812,604	5,324,735	5,050,493	4,270,393	4,393,703	4,193,793	3,909,895	4,031,446	4,131,476	172,388
Miscellaneous	1,016,611	901,995	1,200,788	1,186,274	636,951	855,969	486,759	672,138	903,083	4,010,479
Investment Earnings	1,204,167	1,177,526	839,661	340,851	228,426	97,911	142,268	109,823	147,370	-
Charges for Services - Internal	987,797	1,044,166	985,448	935,735	898,827	957,040	1,025,848	617,071	459,328	1,077,162
Other Grants	1,684,798	1,759,227	1,650,332	1,922,148	1,387,657	1,608,651	1,376,358	-	-	-
Total Revenues	<u>156,423,418</u>	<u>151,635,667</u>	<u>139,090,318</u>	<u>126,877,425</u>	<u>122,606,786</u>	<u>121,661,399</u>	<u>119,272,069</u>	<u>116,836,113</u>	<u>111,996,717</u>	<u>117,580,908</u>
Expenditures										
General Government	33,716,588	24,368,852	21,670,514	20,843,101	21,139,144	19,383,248	19,263,349	20,003,750	19,965,267	20,513,199
Public Safety	33,096,828	40,390,751	36,663,233	33,026,747	32,496,951	31,528,430	30,688,689	30,919,200	30,436,407	30,066,715
Public Works	14,740,372	11,596,876	11,422,080	11,705,137	14,627,594	9,445,267	12,126,598	10,501,712	8,635,396	8,609,227
Public Health and Welfare	39,080,591	37,719,135	35,254,729	33,591,980	33,117,063	31,713,172	28,102,465	28,662,426	27,643,028	28,740,282
Human Services	4,186,408	3,631,909	3,225,980	2,687,237	2,948,469	2,734,308	2,947,412	2,604,783	2,685,688	2,525,082
Culture and Recreation	1,510,141	1,586,702	1,576,540	1,466,114	1,748,307	1,697,178	1,885,459	1,832,873	1,779,995	1,819,096
Capital Projects	13,690,830	14,793,047	23,619,407	20,082,255	13,501,138	23,204,095	26,385,718	27,150,614	17,947,987	31,258,179
Debt Service						-				
Principal	925,000	895,000	865,000	840,000	820,000	800,000	775,000	760,000	745,000	3,090,000
Interest	746,012	787,918	830,847	869,420	903,385	933,553	956,803	972,003	986,774	1,064,153
Total Expenditures	<u>141,692,770</u>	<u>135,770,190</u>	<u>135,128,330</u>	<u>125,111,991</u>	<u>121,302,051</u>	<u>121,439,251</u>	<u>123,131,493</u>	<u>123,407,361</u>	<u>110,825,542</u>	<u>127,685,933</u>
Excess of revenues over/(under) expenditures	<u>\$ 14,730,648</u>	<u>\$ 15,865,477</u>	<u>\$ 3,961,988</u>	<u>\$ 1,765,434</u>	<u>\$ 1,304,735</u>	<u>\$ 222,148</u>	<u>\$ (3,859,424)</u>	<u>\$ (6,571,248)</u>	<u>\$ 1,171,175</u>	<u>\$ (10,105,025)</u>
Other Financing Sources (Uses)										
Transfers In	5,781,551	3,257,520	2,499,090	2,936,300	2,623,662	3,186,917	1,115,255	3,416,545	2,920,419	5,181,479
Transfers Out	(5,788,151)	(3,329,020)	(5,374,590)	(3,132,660)	(7,185,982)	(3,240,277)	(2,467,615)	(2,658,894)	(2,971,219)	(5,126,762)
Insurance Recovery	-	-	-	9,048	-	-	-	-	-	-
Bond Refunding, net	3,201									
Other	56,064	74,000	209,123	88,863	1,225,672	87,905	1,675,087	1,089,926	7,160	637,900
Total Other Financing Sources (Uses)	<u>52,665</u>	<u>2,500</u>	<u>(2,666,377)</u>	<u>(98,449)</u>	<u>(3,336,648)</u>	<u>34,545</u>	<u>322,727</u>	<u>1,847,577</u>	<u>(43,640)</u>	<u>692,617</u>
Net Change in Fund Balance	<u>\$ 14,783,313</u>	<u>\$ 15,867,977</u>	<u>\$ 1,295,611</u>	<u>\$ 1,666,985</u>	<u>\$ (2,031,913)</u>	<u>\$ 256,693</u>	<u>\$ (3,536,697)</u>	<u>\$ (4,723,671)</u>	<u>\$ 1,127,535</u>	<u>\$ (9,412,408)</u>
Debt Service as a percentage of Non-Capital Expenditures	A 1.31%	1.39%	1.52%	1.63%	1.60%	1.76%	1.79%	1.80%	1.86%	4.31%

A Formula = (Debt Service Principal+Debt Service Interest)/(Total Expenditures - Capital Outlays)

Source: Mesa County Financial Services
Revenue, Expenditure, and Change in Fund Balance-does not include GASB 34 adjustments

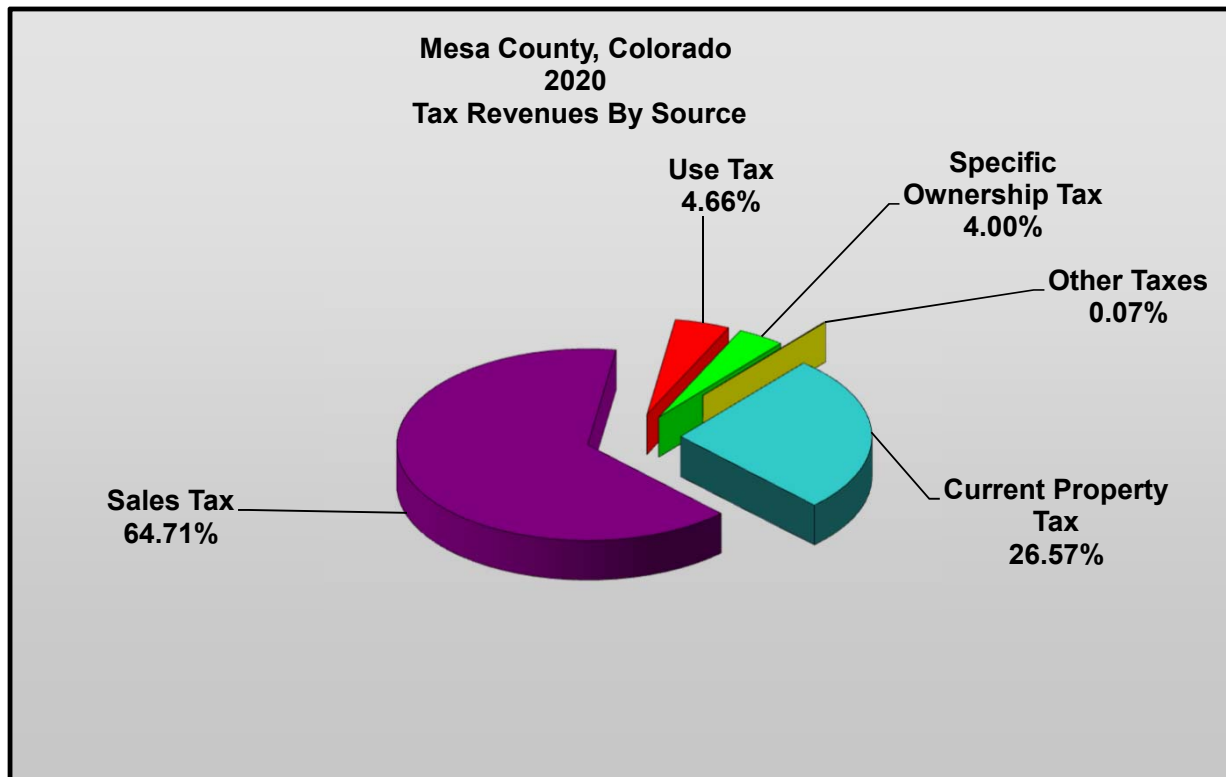
**Mesa County, Colorado
TAX REVENUES BY SOURCE (1)
Last Ten Fiscal Years**

Fiscal Year	Current Property Tax	Sales Tax	Use Tax	Specific Ownership Tax	Other Taxes	Total
2011	\$27,649,564	\$25,954,371	\$2,797,035	\$3,039,705	\$206,355	\$59,647,030
2012	24,286,023	26,826,490	2,878,672	3,033,430	138,833	57,163,448
2013	24,404,265	26,859,451	3,007,610	3,007,116	123,084	57,401,526
2014	21,473,211	27,551,430	3,116,906	2,983,984	108,094	55,233,625
2015	21,711,568	28,892,182	3,338,213	3,080,013	170,906	57,192,882
2016	22,912,685	28,004,724	2,798,766	2,973,682	46,855	56,736,711
2017	22,100,943	30,230,723	3,143,529	3,484,340	44,875	59,004,410
2018	17,417,438	39,225,992	3,325,456	3,361,300	126,353	63,456,539
2019	23,223,331	42,715,413	3,482,101	3,488,552	233,162	73,143,047
2020	23,561,355	44,986,232	3,236,945	2,780,467	48,758	69,521,083
	(1), (3)	(2), (5)				

Source: Mesa County Financial Services Division (CAFR)

Does not include GASB #34 adjustments

- (1) The TABOR (Article X Section 20) amendment to the Colorado State Constitution limits revenue increases and has other specific requirements.
- (2) Sales tax is collected by the vendor on most classes of goods and is remitted to the State of Colorado. The state distributes Mesa County's percentage, which is set by statute, of that remittance to the County on a monthly basis.
- (3) Full reappraisals of all Mesa County properties are completed on a bi-yearly basis.
- (4) Data includes tax revenue from the blended component units.
- (5) Includes Public Safety Improvement Tax

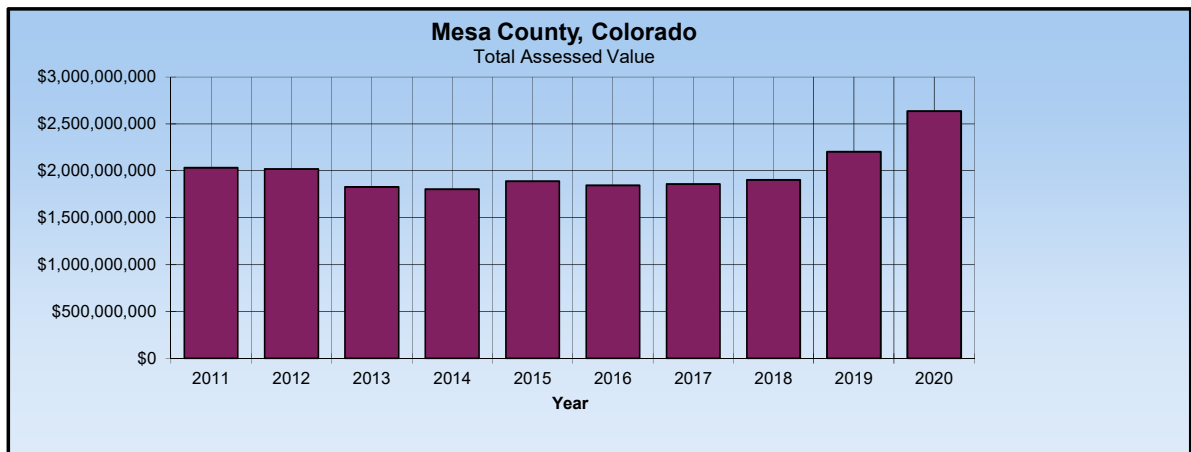


Mesa County, Colorado
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years

Assessed Value					Actual Value			
Levy Year	Real Property	Personal Property	State Assessed and Other Property	Total Assessed Value	Estimated Actual Value	Direct Tax Rate	Ratio of Assesed Value to Estimated Actual Value	Base Year for Valuation
2011	\$ 1,705,262,200	\$ 211,454,870	\$ 115,344,000	\$ 2,032,061,070	\$ 16,360,598,370	12.273	12.42%	2010
2012	1,706,661,240	190,486,880	120,084,700	2,017,232,820	16,344,598,384	12.281	12.34%	2011
2013	1,495,080,780	201,907,370	129,189,900	1,826,178,050	15,175,843,298	12.272	12.03%	2012
2014	1,484,677,660	187,469,330	132,869,300	1,805,016,290	15,095,853,466	12.214	11.96%	2013
2015	1,561,698,240	188,935,410	138,124,400	1,888,758,050	15,779,370,238	12.297	11.97%	2014
2016	1,514,958,450	192,840,880	137,677,000	1,845,476,330	15,468,112,350	12.214	11.93%	2015
2017	1,520,360,800	196,156,310	140,212,300	1,856,729,410	15,593,837,666	12.246	11.91%	2016
2018	1,565,562,020	200,541,350	137,267,900	1,903,371,270	15,865,800,398	12.357	12.00%	2017
2019	1,824,115,500	235,765,470	141,511,700	2,201,392,670	18,030,545,374	8.554	12.21%	2018
2020	2,137,589,634	343,281,056	155,536,100	2,636,406,790	21,335,376,102	11.703	12.36%	2019

Source: Mesa County Assessor's Office, Abstract of Assessment and Summary of Taxes (Valued as of final certification).

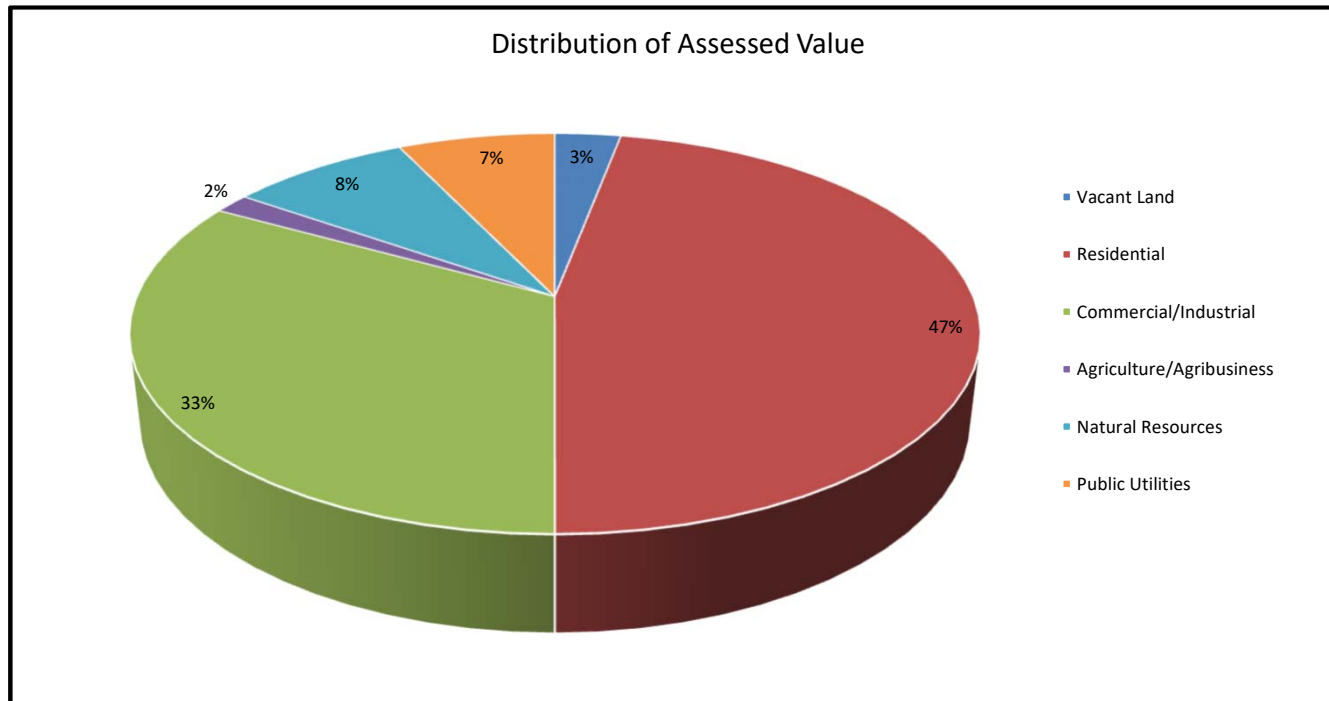
Note: The County Assessor determines market value by collecting physical information regarding a given property, analyzing that information using statistical methods and comparing the resulting information to actual sales. The assessed value is a percentage set by the Colorado Division of Property Taxation and the State Legislature via Constitutional Amendment.



Mesa County, Colorado
ASSESSED VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years

Year	Vacant Land	Residential	Commercial	Industrial	Agriculture/ Agribusiness	Natural Resources	Public Utilities	Total Taxable Assessed Value
2011	\$ 128,723,780	\$ 846,491,630	\$ 558,982,580	\$ 110,280,930	\$ 25,467,880	\$ 246,770,270	\$ 115,344,000	\$ 2,032,061,070
2012	123,965,730	853,052,530	558,382,360	110,991,940	25,680,910	225,074,650	120,084,700	2,017,232,820
2013	91,795,990	734,716,840	572,390,990	102,461,740	27,249,000	168,373,590	129,189,900	1,826,178,050
2014	88,008,020	744,510,470	535,279,830	103,422,430	27,839,710	173,086,530	132,869,300	1,805,016,290
2015	87,817,340	838,018,250	506,047,990	99,267,270	32,936,330	186,546,470	138,124,400	1,888,758,050
2016	81,529,680	849,295,690	509,001,720	97,889,130	33,401,450	136,681,660	137,677,000	1,845,476,330
2017	70,566,500	850,360,870	518,002,140	103,987,840	36,397,010	137,202,750	140,212,300	1,856,729,410
2018	66,987,150	864,390,840	521,748,510	119,175,360	36,655,800	157,145,710	137,267,900	1,903,371,270
2019	68,136,400	1,004,807,290	584,841,950	139,582,890	35,264,880	227,247,560	141,511,700	2,201,392,670
2020	65,372,110	1,023,809,700	586,743,700	133,085,040	35,262,590	178,786,560	155,536,100	2,178,595,800

Source: Mesa County Assessor Summary of Levies



Mesa County, Colorado
PRINCIPAL TAXPAYERS
December 31, 2010 and December 31, 2020

Taxpayer	Type of Business	2010 Assessed Valuation	Percentage of Total Assessed Valuation	2020 Assessed Valuation	Percentage of Total Assessed Valuation
Laramie Energy, LLC	Oil & Gas	\$ **	**	\$ 97,110,870	34.11%
Public Service Company of Colorado (Xcel)	Utility	40,069,700	16.98%	74,745,000	26.25%
Union Pacific Railroad Company (prev Southern Pacific)	Railroad	14,226,400	6.03%	28,223,900	9.91%
Spectrum Pacific West, LLC	Utility	**	**	16,086,890	5.65%
Collbran Valley Gass Gathering, LLC	Oil & Gas	16,571,750	7.02%	16,030,120	5.63%
Grand Valley Rural Power Lines Inc	Utility	**	**	14,244,100	5.00%
Enterprise Gas Processing, LLC	Oil & Gas	13,324,870	5.65%	11,643,980	4.09%
Qwest Corporation (prev US West)	Utility	18,737,700	7.94%	10,500,700	3.69%
SG Interests I, LTD	Oil & Gas	**	**	8,531,800	3.00%
SM Mesa Mall, LLC	Shopping Mall	11,055,160	4.69%	7,574,280	2.66%
OXY USA, Inc.	Oil & Gas	48,888,220	20.72%	*	*
Helmerich & Payne International Drilling	Oil & Gas	25,286,690	10.72%	*	*
Delta Petroleum Corporation	Oil & Gas	25,078,430	10.63%	*	*
Nabors Drilling USA, LLC	Oil & Gas	22,727,600	9.63%	*	*
Totals		<u>\$ 235,966,520</u>	<u>100.00%</u>	<u>\$ 284,691,640</u>	<u>100.00%</u>

Source: Mesa County Assessor's Office
Based on a 2010 certified assessed valuation of
Based on a 2020 certified assessed valuation of
* Not in the top 10 in 2020
** Not in the top 10 in 2010

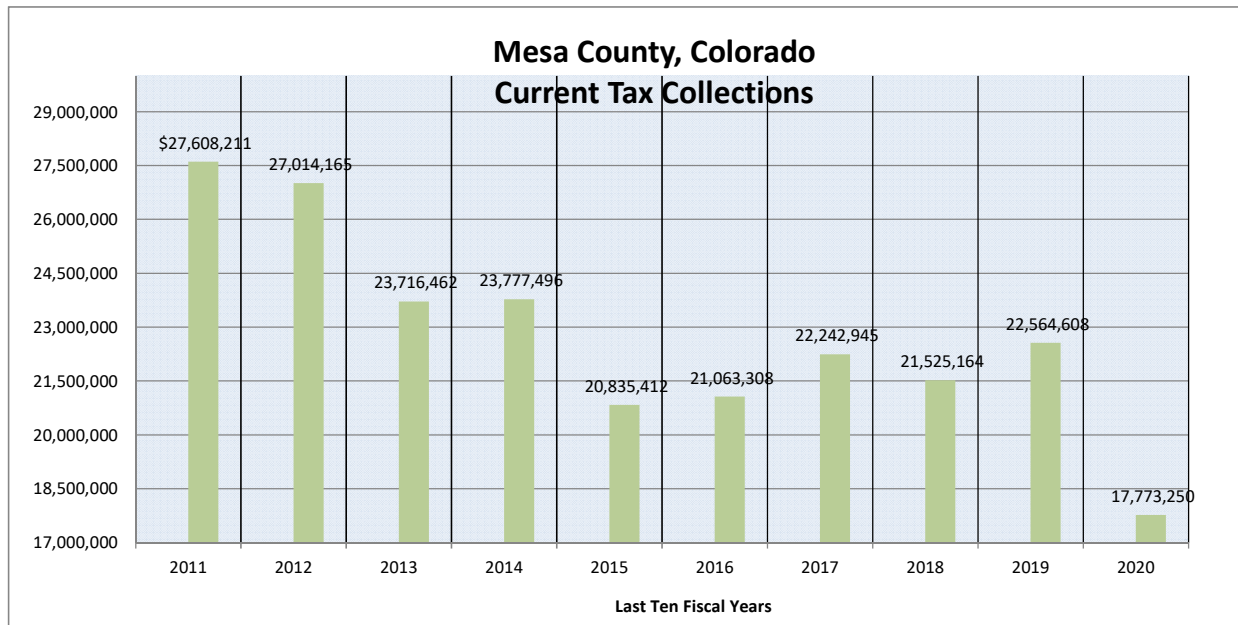
\$2,314,433,540
\$2,178,595,800

Mesa County, Colorado
COUNTY PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years

Year of Collection	Total Tax Levy (1)	Current Tax Collection	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Ratio of Total Collections to Tax Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Tax Levy
2011	\$ 27,900,366	\$ 27,608,211	98.95%	\$ 104,210	\$ 27,712,421	99.33%	\$ 164,553	0.59%
2012	24,939,486	27,014,165	108.32%	75,310	27,089,475	108.62%	142,803	0.57%
2013	24,646,254	23,716,462	96.23%	59,873	23,776,335	96.47%	28,732	0.12%
2014	22,278,626	23,777,496	106.73%	52,011	23,829,507	106.96%	114,799	0.52%
2015	21,922,757	20,835,412	95.04%	60,905	20,896,318	95.32%	85,484	0.39%
2016	23,531,954	21,063,308	91.18%	6,060	21,069,368	89.54%	106,903	0.45%
2017	22,420,609	22,242,945	99.21%	7,521	22,250,466	99.24%	165,250	0.74%
2018	22,617,251	21,525,164	96.01%	81,825	21,606,989	95.53%	166,679	0.74%
2019	23,486,816	22,564,608	96.07%	139,698	22,704,306	96.67%	73,648	0.31%
2020	18,735,790	17,773,250	94.86%	12,449	17,785,699	94.93%	376,641	2.01%

(1) As certified by the Board of County Commissioners, does not include Temporary Tax Credit if applicable.

Sources: Mesa County Financial Services Division
Mesa County Treasurer's Office
Mesa County Assessor's Office



Mesa County, Colorado
GENERAL GOVERNMENT REVENUES BY SOURCE (1)
Last Ten Fiscal Years

Fiscal Year	Taxes	Licenses and Permits	Inter-governmental	Charges for Services	Fines and Forfeitures	Miscellaneous	TABOR Refund	Other Grants	Interest Earnings	Fee Accounts	Total
2010	\$ 58,590,039	\$ 481,103	\$ 49,634,165	\$ 4,226,943	\$ 453,338	\$ 1,214,203	\$ (68,847)	\$ -	\$ 280,782	\$ 4,000,776	\$118,812,502
2011	59,647,184	1,042,648	47,051,057	4,167,396	412,749	1,077,162	(155)	-	172,388	4,010,479	117,580,908
2012	57,163,448	1,308,098	43,958,860	3,991,557	392,825	903,083	-	-	147,370	4,131,476	111,996,717
2013	57,402,074	1,279,404	48,372,171	4,575,747	393,854	672,138	(544)	-	109,823	4,031,446	116,836,113
2014	55,233,625	1,325,392	52,009,636	4,283,296	504,840	486,759	-	1,376,358	142,268	3,909,895	119,272,069
2015	57,130,462	1,237,174	51,405,013	4,721,127	411,299	855,969	-	1,608,651	97,911	4,193,793	121,661,399
2016	56,736,712	1,291,844	53,295,271	4,217,451	418,771	636,951	-	1,387,657	228,426	4,393,703	122,606,786
2017	59,090,544	1,648,457	53,747,373	4,365,546	328,973	1,195,322	(86,134)	1,922,148	340,851	4,270,393	126,823,473
2018	68,550,255	2,234,291	59,507,485	4,880,172	270,557	1,200,788	(5,093,716)	1,650,332	839,661	5,050,493	139,090,318
2019	73,142,559	2,378,595	61,672,950	4,961,895	316,485	901,995	-	1,759,227	1,177,526	5,324,735	151,635,967
2020	74,613,757	2,517,032	65,553,193	3,756,844	264,412	1,016,611	-	1,684,798	1,204,167	5,812,604	156,423,418

(1) Includes the General, Special Revenue, Debt Service, and Capital Projects Funds.

Source: Mesa County Financial Services Division (CAFR)

Revenue, Expenditure, and Change in Fund Balance-does not include GASB 34 adjustments



Mesa County, Colorado
REVENUE BOND COVERAGE
MESA COUNTY SALES TAX REVENUE BONDS
Last Ten Fiscal Years

Fiscal Year	(1) Sales Tax Revenues	Interest Earnings from Investments	Net Revenue Available for Debt Service	Debt Service Requirements (2)				
				Principal	Interest	Principal/Interest Ratio	Total Principal and Interest	Coverage
2011	\$ 17,899,566	\$ -	\$ 17,899,566	\$ 3,090,000	\$ 77,250	4000.00%	\$ 3,167,250	5.65
2012	18,501,026	-	18,501,026	-	-	-	-	-
2013	18,507,230	-	18,507,230	-	-	-	-	-
2014	18,966,496	-	18,966,496	-	-	-	-	-
2015	19,892,348	-	19,892,348	-	-	-	-	-
2016	19,269,268	-	19,269,268	-	-	-	-	-
2017	20,795,338	-	20,795,338	-	-	-	-	-
2018	22,612,646	-	22,612,646	-	-	-	-	-
2019	24,137,819	-	24,137,819	-	-	-	-	-
2020	25,447,693	-	25,447,693	-	-	-	-	-

(1) Sales tax pledged for debt service is one-half of the 2% Mesa County sales tax - See Capital Fund Sales Tax

(2) Debt service includes regularly scheduled principal and interest payments. Transactions related to bond refundings, early call of subordinate bonds, or interest accretion of capital appreciation bonds are not included in this table.

Note: In 2012 all Sales Tax Bonds were paid in full and no Sales Tax Bond obligations remained for Mesa County Sales Tax.

Source: Mesa County Financial Statements (CAFR)

MESA COUNTY COLORADO
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS



	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
County Direct Rates:										
General Fund	10.003	9.786	9.313	9.267	9.141	9.271	9.379	9.455	9.577	9.963
Human Services	1.686	1.610	2.360	2.243	2.331	2.268	2.084	2.060	1.962	1.605
Road & Bridge	0.274	0.524	0.443	0.443	0.443	0.443	0.443	0.443	0.443	0.443
Translator TV	0.028	0.026	0.002	0.002	0.005	0.027	0.017	0.210	0.025	0.016
Developmental Disabilities	0.257	0.246	0.284	0.291	0.294	0.288	0.291	0.303	0.274	0.246
Temporary Tax Credit	(0.545)	(3.638)	(0.045)	-	-	(0.229)	-	-	-	-
Total County	11.703	8.554	12.357	12.246	12.214	12.068	12.214	12.471	12.281	12.273
Cities and Towns										
Collbran	7.050	6.675	7.384	7.384	7.384	7.384	7.384	7.384	7.384	7.385
DeBeque	9.018	9.018	9.018	9.018	9.018	9.018	9.018	9.018	9.018	9.018
Fruita	10.146	9.235	10.146	10.146	10.146	10.146	10.146	10.146	10.146	10.146
Grand Junction	8.000	8.000	8.000	8.000	8.000	8.000	8.000	8.000	8.000	8.000
Palisade	17.500	17.500	17.500	17.500	17.500	17.500	17.500	17.500	17.500	17.500
Total Cities and Towns	51.714	50.428	52.048	52.048	52.048	52.048	52.048	52.048	52.048	52.049
School Districts										
No. JT49 DeBeque	7.954	7.565	8.210	9.111	8.767	7.551	4.108	4.026	3.9840	4.4910
No. J50 Delta	27.647	22.671	28.777	28.263	27.765	27.386	27.542	27.383	27.550	27.550
No. 50 Plateau Valley	15.837	11.476	19.018	17.492	17.728	15.910	16.287	16.326	14.694	13.204
No. 51 Mesa County	41.985	24.326	43.768	43.784	36.079	36.845	36.572	36.693	36.094	34.823
Total School Districts	93.423	66.038	99.773	98.650	90.339	87.692	84.509	84.428	82.322	80.068
Overlapping Districts										
Colorado River Water	0.502	0.235	0.256	0.254	0.253	0.243	0.253	0.254	0.2420	0.2280
Mesa County Library	3.023	3.007	3.059	3.021	3.013	3.081	3.017	3.027	3.000	3.000
Cemetery Districts	.260-.485	.199-.485	.332-.530	.469-.530	.473-.530	.276-.556	.288-.582	.280-.582	.1390-.5820	.0760-.5820
Fire Protection Districts	3.246-11.552	3.606-11.552	3.453-11.552	3.267-10.000	3.267-10.000	3.846-9.377	3.267-9.704	0.376-9.549	3.2670-7.7200	3.2670-7.4990
Hospital Districts	8.000-10.907	8.000-9.235	8.000-9.364	8.000-9.776	5.597-8.000	5.597-8.000	5.597-8.000	5.597-8.000	5.5970-8.000	5.5970-8.000
Sanitation Districts	-	-	-	-	-	0.998	1.036	.110-50.367	.1110-50.3670	.1110-50.3670
Water Conservancy Districts	.000-.362	.000-.313	.005-.565	.006-.592	.006-.592	.005-.592	.005-.592	.006-.592	.0050-.3790	.0050-.3230
Water Districts	0.000-8.000	8.0000	8.0000	8.0000	-	-	.0050-2.354	.500-2.446	.500-2.4680	.500-2.3210

Source: Mesa County Assessor
From 2011 - 2020 Summary of Levies

Mesa County, Colorado
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT ¹
December 31, 2020

Jurisdiction	Net Debt Outstanding	Percentage Applicable to Mesa County	Amount Applicable to Mesa County
Direct:			
Mesa County Certificates of Participation*	\$ 11,322,065	100.00%	\$ 11,322,065
Overlapping:			
City of Grand Junction ²	97,138,728	100.00%	97,138,728
Mesa County Valley School District No. 51 ³	173,945,000	100.00%	173,945,000
Total Overlapping Debt	<u>\$ 271,083,728</u>		<u>\$ 271,083,728</u>
Total Direct and Overlapping Debt	<u>\$ 282,405,793</u>		<u>\$ 282,405,793</u>

Notes:

¹ Computation of overlapping debt includes major government units and excludes several special districts that partially overlap with Mesa County.

Source:

² City of Grand Junction Finance Department

³ Mesa County Valley School District No. 51 Finance Department

*Reported net of related discounts and issuance premiums

Mesa County, Colorado
COMPUTATION OF LEGAL DEBT MARGIN
GENERAL OBLIGATION DEBT
LAST TEN FISCAL YEARS

	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015	December 31, 2014	December 31, 2013	December 31, 2012	December 31, 2011
Computation of legal debt limit:										
Taxable assessed valuation	\$ 2,178,595,800	\$ 2,201,392,670	\$ 1,903,371,270	\$ 1,856,729,410	\$ 1,845,476,330	\$ 1,888,758,050	\$ 1,805,016,290	\$ 1,826,178,050	\$ 2,017,232,820	\$ 2,032,061,070
Plus exempt property	<u>457,810,990</u>	<u>451,591,130</u>	<u>405,432,970</u>	<u>395,583,340</u>	<u>451,552,500</u>	<u>452,929,650</u>	<u>449,483,850</u>	<u>381,085,680</u>	<u>473,074,220</u>	<u>462,550,440</u>
Total assessed value	\$ 2,636,406,790	\$ 2,652,983,800	\$ 2,308,804,240	\$ 2,252,312,750	\$ 2,297,028,830	\$ 2,341,687,700	\$ 2,254,500,140	\$ 2,207,263,730	\$ 2,490,307,040	\$ 2,494,611,510
Legal debt limit percentage	<u>1.5%</u>	<u>1.5%</u>	<u>1.5%</u>	<u>1.5%</u>	<u>1.5%</u>	<u>1.5%</u>	<u>1.5%</u>	<u>1.5%</u>	<u>1.5%</u>	<u>1.5%</u>
	\$ 39,546,102	\$ 39,794,757	\$ 34,632,064	\$ 33,784,691	\$ 34,455,432	\$ 35,125,316	\$ 33,817,502	\$ 33,108,956	\$ 37,354,606	\$ 37,419,173
Amount of debt applicable to debt limit:										
Total long-term borrowings	\$ 9,870,000	\$ 12,290,000	\$ 13,185,000	\$ 14,050,000	\$ 14,890,000	\$ 15,710,000	\$ 16,510,000	\$ 17,285,000	\$ 18,045,000	\$ 18,790,000
Less: Lease purchase certificates	<u>9,870,000</u>	<u>12,290,000</u>	<u>13,185,000</u>	<u>14,050,000</u>	<u>14,890,000</u>	<u>15,710,000</u>	<u>16,510,000</u>	<u>17,285,000</u>	<u>18,045,000</u>	<u>18,790,000</u>
Net borrowings applicable to the debt limit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal debt margin	<u>\$ 39,546,102</u>	<u>\$ 39,794,757</u>	<u>\$ 34,632,064</u>	<u>\$ 33,784,691</u>	<u>\$ 34,455,432</u>	<u>\$ 35,125,316</u>	<u>\$ 33,817,502</u>	<u>\$ 33,108,956</u>	<u>\$ 37,354,606</u>	<u>\$ 37,419,173</u>

Source: Colorado Revised Statute 30-26-301.
Mesa County Financial Services (CAFR)

Note: Mesa County has had no general obligation bonded debt in the last ten years.
Therefore, the historical table "Ratios of Outstanding Debt by Type" and
"Ratios of General Bonded Debt" are not included.

Mesa County, Colorado
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Year	Certificates of Participation *	Total Primary Government	Total Estimated Population of Mesa County	Debt Per Capita	Per Capita Income	Percentage of Personal Income
2011	\$ 18,726,437	\$ 18,726,437	148,108	0.79%	\$ 34,879	0.19%
2012	17,979,592	17,979,592	148,291	0.82%	36,235	0.20%
2013	17,217,747	17,217,747	148,232	0.86%	36,545	0.21%
2014	17,217,747	17,217,747	148,250	0.86%	38,627	0.22%
2015	15,648,708	15,648,708	149,023	0.95%	39,272	0.25%
2016	14,832,959	14,832,959	150,731	1.02%	39,118	0.26%
2017	13,997,210	13,997,210	152,003	1.09%	41,503	0.30%
2018	13,136,461	13,136,461	151,900	1.16%	44,935	0.34%
2019	12,245,712	12,245,712	153,600	1.25%	46,719	0.38%
2020	11,322,065	11,322,065	155,574	1.37% ^A	Data not available	

Source: Mesa County Comprehensive Annual Financial Report

Source: <https://bea.gov>

Source: <https://demography.dola.colorado.gov/population/population-totals-counties/#population-totals-for-colorado-c>

^A The Bureau of Economic Analysis does not have the 2019 Per Capita Income data available as of 6/30/20

* Reported net of related discounts and issuance premiums

Mesa County, Colorado
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years

Fiscal Year	(1) Population	(2) School Enrollment (K-12)	(3) Total Labor Force	(3) Unemployment Rate	(4) Foreclosures	(5) Total Personal Income (millions)	(5) Per Capita Personal Income
2011	148,061	22,203	77,246	9.0%	1,217	\$ 5,133,281	\$ 34,832
2012	148,286	22,012	81,089	8.6%	1,272	5,343,611	36,174
2013	148,293	21,986	77,347	6.9%	781	5,385,777	36,470
2014	148,348	21,902	75,871	4.7%	539	5,682,452	38,424
2015	150,232	21,746	72,716	5.4%	479	5,771,664	38,863
2016	152,357	21,904	72,623	4.5%	549	5,870,880	39,118
2017	152,003	22,105	73,887	4.0%	396	6,292,523	41,503
2018	151,900	22,084	77,364	3.3%	261	6,884,366	44,935
2019	153,600	21,098	76,614	3.4%	211	7,204,611	46,719
2020	154,933	20,299	76,273	6.8%	93	not available	not available

Data Sources:

- (1) Colorado DOLA State Demography Office
- (2) School District #51
- (3) Colorado Department of Labor & Employment
- (4) Mesa County Public Trustee
- (5) Bureau of Economic Analysis



Mesa County, Colorado
PRINCIPAL EMPLOYERS
December 31, 2010 and December 31, 2019 ***

Employer	Type of Business	Number of Employees 2010	Rank	Percentage of Total 2010	Number of Employees 2019	Rank	Percentage of Total 2019
School District #51	Education	3,000	1	22.55%	2,851	1	21.76%
St. Mary's Hospital	Healthcare	2,068	2	15.55%	2,341	2	17.87%
Mesa County	Government	980	4	7.37%	1,131	3	8.63%
Community Hospital	Healthcare	555	11	4.17%	932	4	7.11%
Colorado Mesa University	Education	699	7	5.26%	808	5	6.17%
City of Grand Junction	Government	672	8	5.05%	754	6	5.75%
VA Medical Center	Healthcare	*	*	*	750	7	5.72%
Family Health West	Healthcare	447	13	3.36%	591	8	4.51%
Hilltop Community Resources	Healthcare	526	12	3.95%	536	9	4.09%
West Star Aviation	Aviation	*	*	*	488	10	3.72%
Mind Springs Health	Healthcare	*	*	*	414	11	3.16%
Hope West	Healthcare	*	*	*	397	12	3.03%
Capco	Manufacturing	*	*	*	384	13	2.93%
United Companies	Manufacturing	*	*	*	376	14	2.87%
Primary Care Partners	Healthcare	*	*	*	350	15	2.67%
STRIVE	Nonprofit	300	15	2.26%	**	**	**
Walmart/Sam's	Retail	859	5	6.46%	**	**	**
Rocky Mountain Health Plans	Healthcare	335	14	2.52%	**	**	**
State of Colorado	Government	995	3	7.48%	**	**	**
Halliburton Energy	Gas and Oil	700	6	5.26%	**	**	**
City Markets, Inc.	Retail	565	10	4.25%	**	**	**
Star Tek	Services	600	9	4.51%	**	**	**
		13,301		100.00%	13,103		100.00%

Source: Grand Junction Economic Partnership

* This employer was not in the top 15 employers of 2010

** This employer was not in the top 15 employers of 2019

*** 2020 data was not available at the time of publishing



MESA COUNTY, COLORADO
FULL TIME EQUIVALENT POSITIONS BY DEPARTMENT

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Government										
Administration	6.50	7.00	6.00	5.00	6.00	6.00	6.00	6.00	6.00	8.00
Assessor	24.50	24.50	24.50	25.50	25.50	25.50	25.50	25.50	25.50	25.50
Board of Commissioners	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
County Attorney	14.00	14.00	14.00	14.00	14.00	15.00	16.00	16.00	17.00	16.96
Code Enforcement**	0.00	3.00	3.00	4.00	4.00	3.00	3.00	3.00	3.00	3.00
Clerk and Recorder	31.00	34.00	34.00	34.00	34.00	34.00	30.00	32.00	32.00	32.00
District Attorney	45.50	45.50	45.50	46.50	46.50	47.00	53.00	60.00	62.00	66.00
Facilities	18.00	18.00	18.00	17.00	17.00	16.00	16.00	16.00	16.00	17.00
Finance and Budget	7.00	7.00	7.00	5.00	6.00	6.00	6.00	7.00	7.00	6.00
Fleet	13.00	13.00	13.00	13.00	12.00	12.00	12.00	12.00	12.00	14.00
Internal Services-Mail	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Information Management	28.00	29.00	29.00	29.00	27.00	26.00	23.50	21.00	21.00	20.00
Human Resources	6.00	6.00	6.00	4.00	4.00	4.00	4.00	5.00	5.00	5.00
Planning	21.50	11.00	11.00	9.00	9.00	9.00	9.00	9.00	10.00	10.00
Purchasing	4.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Risk	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Surveyor	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Treasurer	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00
Tri-River Agricultural	3.00	3.00	4.00	2.00	2.00	2.00	2.00	0.00	0.00	0.00
Weed and Pest Control	1.00	1.00	0.00	0.00	0.00	1.00	1.00	1.00	1.00	1.00
Total General Government	237.00	231.00	230.00	223.00	222.00	221.50	222.00	228.50	232.50	239.46
Culture and Recreation										
Fairgrounds	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Total Culture and Recreation	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Human Services										
Public Transportation	5.00	4.00	5.00	3.00	4.00	4.00	4.00	4.00	5.00	5.00
Total Human Services	5.00	4.00	5.00	3.00	4.00	4.00	4.00	4.00	5.00	5.00
Health and Welfare										
Health Department	85.75	84.75	81.55	77.30	77.30	84.10	84.05	84.05	84.05	84.10
Dept of Human Services	220.83	238.83	244.03	249.25	253.25	257.25	256.75	261.75	273.00	282.50
Total Health and Welfare	306.58	323.58	325.58	326.55	330.55	341.35	340.80	345.80	357.05	366.60
Public Safety										
Animal Control	15.00	15.00	15.00	15.00	13.75	13.75	13.75	13.75	13.75	13.80
Building Inspection*	9.00	8.00	8.00	8.00	8.00	9.00	9.00	12.00	15.00	16.00
Coroner	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	4.00	4.00
Criminal Justice Services	84.00	84.00	84.00	84.00	84.00	87.00	87.00	87.00	87.00	84.00
Emergency Management	0.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Detention	81.00	95.00	95.00	95.00	95.00	95.00	91.00	98.00	98.00	98.00
Sheriff	137.00	129.00	129.00	128.00	128.00	128.00	132.00	144.00	144.00	148.00
Total Public Safety	329.00	336.00	336.00	335.00	333.75	337.75	337.75	359.75	363.75	365.80
Public Works										
Engineering	14.00	16.00	16.00	19.00	19.00	20.00	20.00	19.00	18.00	18.00
PW Administration	4.00	4.00	4.00	4.00	4.00	3.00	3.00	3.00	3.00	3.00
Road and Bridge	52.00	52.00	52.00	51.00	51.00	51.00	51.00	51.00	51.00	51.00
Traffic	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00
Total Public Works	78.00	80.00	80.00	82.00	82.00	82.00	82.00	81.00	80.00	80.00
Business-Type Activities										
Building Inspection*	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Rural Community	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Solid Waste Management	7.00	7.00	7.00	7.00	7.00	22.60	22.60	22.60	22.60	21.60
Total Business-Type Activities	8.00	8.00	8.00	8.00	8.00	23.60	23.60	23.60	23.60	22.60
Total Budgeted Employees	967.58	986.58	988.58	981.55	984.30	1014.20	1014.15	1046.65	1065.90	1083.46

* Building Inspection was an Enterprise Fund from 2007 to 2010

** in 2012 Code Enforcement was split out from Planning

Source: Mesa County published Budget for the various years



**MESA COUNTY COLORADO
CAPITAL ASSETS BY FUNCTION/PROGRAM
LAST TEN YEARS**

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Government										
Buildings	5	5	5	5	5	6	6	6	6	5
Public Safety										
Buildings	13	13	13	13	13	13	12	12	12	12
Patrol Cars	62	60	56	48	44	43	40	40	57	56
Public Works										
Buildings	28	28	28	28	28	27	26	26	26	25
Infrastructure - Road Miles	1,439.39	1,439.39	1,440.55	1,438.71	1,363.48	1,361.53	1,330.29	1,360.88	1,360.90	1,329.31
Road Maintenance Equipment	284	287	284	287	291	288	287	284	285	282
Public Health and Welfare										
Buildings	2	2	2	2	2	2	2	1	1	1
Human Services										
Buildings	3	3	3	3	3	3	2	2	2	1
Buses	29	29	30	38	34	35	29	29	28	28
Culture and Recreation										
Buildings	10	10	10	10	10	10	10	10	10	10
Business-Type Activities										
Buildings	2	2	2	2	2	2	2	2	2	2
Waste Compaction/Movement/Compost	41	41	43	41	39	39	35	33	33	30

Source: Mesa County Fixed Asset System



Mesa County, Colorado
Operating Indicators by Function/Program
LAST TEN FISCAL YEARS

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Government										
Number of Employees	239.46	230.50	226.50	220.00	219.50	220.00	221.00	228.00	229.00	235.00
Building(s) Sq. Footage	159,125	159,125	147,243	162,184	162,184	162,184	155,729	149,389	149,389	134,757
Tax Notices/Certificates	84,009	83,335	82,307	81,594	81,479	81,290	81,183	81,296	81,409	80,945
Documents Recorded a.)	349,601	125,178	186,311	247,017	237,763	223,905	217,840	223,471	225,504	222,032
Number of Voters Served	114,535	109,960	120,263	116,514	92,984	82,863	81,295	41,966	73,982	100,303
Parcels Assessed	84,277	83,589	82,717	81,821	81,480	81,292	83,486	83,383	83,962	84,592
Development applications	46	258	376	461	278	228	233	212	207	301
Public Safety										
Number of Employees	365.80	363.75	359.75	337.75	337.75	333.75	335.00	336.00	336.00	329.00
Building(s) Sq. Footage	370,103	370,103	371,004	368,979	368,979	368,979	357,427	356,195	356,195	357,274
Calls for Law Enforcement Service	36,879	41,966	42,770	39,927	42,294	43,634	37,907	38,865	35,664	39,738
Jail Bookings	3,275	6,247	6,653	6,465	5,992	5,850	5,814	5,648	5,465	5,302
Average Criminal Justice Clients	1,965	2,219	2,419	2,286	1,900	2,144	2,092	2,143	2,309	2,128
Public Works and Internal Services										
Number of Employees	80.00	80.00	81.00	82.00	82.00	82.00	83.00	81.00	80.00	78.00
Building(s) Sq. Footage	83,792	83,792	86,185	77,931	77,931	77,931	86,185	79,468	79,468	69,892
Miles of Road Maintained	1,437	1,439	1,440	1,439	1,363	1,362	1,330	1,330	1,330	1,329
Public Health and Welfare										
Number of Employees	366.60	357.05	345.80	340.80	341.35	330.55	326.55	325.58	323.58	306.58
Building(s) Sq. Footage	119,810	119,810	124,029	123,686	123,686	123,686	123,342	105,809	105,809	117,937
Immunizations b.)	4,922	6,411	6,643	7,189	9,268	8,661	9,216	10,081	10,545	13,222
Birth/Death Certificates c.)	25,259	19,347	17,928	17,133	17,025	17,513	17,932	16,919	17,881	17,450
Human Services Caseload	65,070	56,510	58,304	58,845	65,770	66,788	55,981	47,876	49,266	48,470
Human Services										
Number of Employees	5.00	5.00	4.00	4.00	4.00	4.00	3.00	5.00	4.00	5.00
Building(s) Sq. Footage	10,172	10,172	7,326	7,326	7,326	7,326	7,326	7,326	7,326	475
Bus Ridership	459,687	760,788	777,384	793,218	793,008	831,435	923,888	991,478	1,028,465	1,045,898
Culture and Recreation										
Number of Employees	4.00	4.00	4.00	4.00	4.00	4.00	7.00	4.00	4.00	4.00
Building(s) Sq. Footage	172,624	172,624	172,624	152,851	152,851	152,851	152,851	140,282	140,282	164,042
Fairground Service Days d.)	135	285	268	230	285	269	298	288	271	295
Covid Testing Site Days f.)	201	-	-	-	-	-	-	-	-	-
Pine Gulch Fire Days f.)	38	-	-	-	-	-	-	-	-	-
County Fair Attendance g.)	9,300	46,386	64,378	44,058	51,297	57,122	51,129	53,202	63,423	53,135
Business -Type Activities										
Number of Employees	22.60	23.60	23.60	23.60	23.60	8.00	8.00	8.00	8.00	8.00
Building(s) Sq. Footage	4,110	4,110	8,307	8,307	8,307	8,307	8,307	9,374	9,374	1,240
Building Inspections	61,190	38,474	38,278	31,526	25,917	23,469	22,964	21,840	19,470	19,188
Building Permits Issued	4,933	4,691	4,664	3,924	3,667	3,116	2,247	2,100	2,040	1,899
Cubic Yards of Landfill Space Consumed	287,804	256,323	237,673	234,118	245,652	286,679	240,800	241,300	239,000	272,000
Additional Sq Footage not Assigned e.)										
Community Centers	23,760	23,760	23,760	23,760	23,760	23,760	23,760	23,760	23,760	Information not
Vacant Properties	4,882	4,882	3,650	10,259	10,259	10,259	31,140	57,876	57,876	available prior to
Miscellaneous - Leased	8,160	8,160	12,609	6,000	6,000	6,000	7,097	7,695	7,695	2011

Source: Mesa County departments and documents

a.) Includes recorded documents and vehicle registrations. A new State system was implemented in 2018 and some reporting categories are not comparable to prior years.

b.) 2010 -Number of immunizations decreased due to lowered demand of the Flu and H1N1 vaccination following the 2009 H1N1 panic which almost doubled demand.

c.) These numbers come from COVIS and represent all birth and death certificates issued including duplicates.

d.) After 2010 use has been up, while service days have been down - ie, more events/activities held in less days.

e.) Prior to 2012, Facilities did not have the breakdown of square footage not assigned.

f.) Covid and Pine Gulch Fire were unusual situations that are not typical of normal Fairground Service Days. For the fiscal year of 2020.

Compliance Section

**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
Mesa County, Colorado
Grand Junction, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Mesa 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 29, 2021.

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.

RubinBrown LLP

June 29, 2021

**Independent Auditors' Report On Compliance
For Each Major Federal Program, Report
On Internal Control Over Compliance And
Report On The Schedule Of Expenditures
Of Federal Awards Required By The Uniform Guidance**

Board of County Commissioners
Mesa County, Colorado
Grand Junction, Colorado

Report On Compliance For Each Major Federal Program

We have audited Mesa County, Colorado's (the County) compliance with the types of compliance requirements described in the Office of Management and Budget's *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, Costs Principles, and Audit Requirements for Federal Awards* (the 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.

RubinBrown LLP

June 29, 2021

MESA COUNTY, COLORADO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS For The Year Ended December 31, 2020

Federal Agency/Cluster/Program	Pass-through Entity	Federal CFDA Number	Pass-through Entity Identifying Number	2020 Amount of Award Expended	Passed through to Subrecipients
U.S. DEPARTMENT OF AGRICULTURE					
Supplemental Nutrition Assistance Program	Colorado Department of Human Services	10.551	none provided	27,308	
State Administrative Matching Grants for Food Stamp Program	Colorado Department of Human Services	10.561	none provided	1,320,308	181,348
Special Supplemental Nutrition Program for Women, Infants, and Children - Administrative Grant	Colorado Department of Public Health and Environment	10.557	20 FHLA 140879 / 21*2581 OL #2	496,596	
Special Supplemental Nutrition Program for Women, Infants, and Children - Cash value of food distributed to clients	Colorado Department of Public Health and Environment	10.557	none provided	1,651,778	
Special Supplemental Nutrition Program for Women, Infants, and Children - Peer Counselor	Colorado Department of Public Health and Environment	10.557	20 FHLA 140830 / 2021*2069 A #1	19,397	
Subtotal CFDA 10.557				2,167,771	
Child and Adult Care Food Program	Colorado Department of Public Health and Environment	10.558	20 FHLA 0010696	164,040	
Total U.S. Department of Agriculture				3,679,427	181,348
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT					
Community Development Block Grants/State's Program	Colorado Department of Local Affairs	14.228	18-613	295,800	295,800
Community Development Block Grants/State's Program	Colorado Department of Local Affairs	14.228	HOCDB20011	334,828	334,828
Subtotal CFDA 14.228				630,628	
Total U.S. Department of Housing and Urban Development				630,628	630,628
U.S. DEPARTMENT OF THE INTERIOR					
BLM Fuels Management and Community Fire Assistance Program		15.228		35,600	
Total U.S. Department of the Interior				35,600	-
U.S. DEPARTMENT OF JUSTICE					
Coronavirus Emergency Supplemental Funding Program - COVID-19	Colorado Division of Criminal Justice	16.034	2020-VD-20-21-41	42,196	
Coronavirus Emergency Supplemental Funding Program - COVID-19	Colorado Division of Criminal Justice	16.034	2020-VD-20-21-38	37,290	
Coronavirus Emergency Supplemental Funding Program - COVID-19	Colorado Division of Criminal Justice	16.034		21,884	
Subtotal CFDA 16.034				101,370	
Crime Victim Assistance Program	Colorado Department of Public Safety	16.575	2018-VA-19-149-21	46,670	
Crime Victim Assistance Program	Colorado Department of Public Safety	16.575	2018-VA-19-135-21	45,355	
Subtotal CFDA 16.575				92,025	
State Criminal Alien Assistance Program		16.606		1,900	
Public Safety Partnership and Community Policing Grants		16.710		44,714	
Edwards Byrne Memorial Justice Assistance Grant Program		16.738		23,323	
Edwards Byrne Memorial Justice Assistance Grant Program	Colorado Department of Public Safety	16.738	2019-DJ-19-01-29-1	30,875	
Subtotal CFDA 16.738				54,198	
Equitable Sharing Program		16.922		581,053	
Total U.S. Department of Justice				875,260	-
U.S. DEPARTMENT OF LABOR					
Employment Service/Wagner-Peyser Funded Activities	Colorado Department of Labor and Employment	17.207	20-105082	448,150	
Subtotal Employment Service Cluster				448,150	
WIOA Adult Program	Colorado Department of Labor and Employment	17.258	20-105082	817,872	817,872
WIOA - Youth Program	Colorado Department of Labor and Employment	17.259	20-105082	700,657	700,657
WIOA National Dislocated Worker - COVID-19 COResponds	El Paso County, Colorado	17.277	none provided	9,010	
WIOA Dislocated Workers	Colorado Department of Labor and Employment	17.278	20-105082	300,711	286,306
Subtotal WIOA Cluster				1,828,250	
Unemployment Insurance	Colorado Department of Labor and Employment	17.225	20-105082	33,568	
Trade Adjustment Assistance	Colorado Department of Labor and Employment	17.245	20-105082	13,740	
Temporary Labor Certification for Foreign Workers	Colorado Department of Labor and Employment	17.273	20-105082	8,959	
Apprenticeship USA Grants	Colorado Department of Labor and Employment	17.285	20-105082	17,230	
Total U.S. Department of Labor				2,349,897	1,804,835
U.S. DEPARTMENT OF TRANSPORTATION					
Highway Planning and Construction - RPC	Colorado Department of Transportation	20.205	none provided	10,500	
Highway Planning and Construction - CPG	Colorado Department of Transportation	20.205	none provided	322,561	
Highway Planning and Construction - Bridge	Colorado Department of Transportation	20.205	17-HA3-XC-0009	641,899	
Subtotal CFDA 20.205				974,960	
5307 Federal Transit Formula Grant		20.507		1,038,243	
5307 Federal Transit Formula Grant - COVID 19		20.507		1,930,635	
Subtotal Federal Transit Cluster				2,968,878	
5310 Enhanced Mobility of Seniors and Individuals with Disabilities	Colorado Department of Transportation	20.513	17-HTR-ZL-00045	57,075	
Total U.S. Department of Transportation				4,000,913	-
U.S. DEPARTMENT OF THE TREASURY					
CARES Act - Coronavirus Relief Fund Program	Colorado Department of Local Affairs	21.019	none provided	5,213,585	
CARES Act - Coronavirus Relief Fund Program	Colorado Department of Human Services	21.019	none provided	280,974	
CARES Act - Coronavirus Relief Fund Program Advance Payment	Colorado Department of Public Health and Environment	21.019	FHJA 202000013577	161,019	
CARES Act - Immunizations	Colorado Department of Public Health and Environment	21.019	FHJA 202100002071	23,120	
Subtotal CFDA 21.019				5,678,698	
Total U.S. Department of the Treasury				5,678,698	-
Election Assistance Commission					
HAVA Election Security Grants - COVID-19	Colorado Department of State	90.404	163583	4,847	
HAVA Election Security Grants - COVID-19	Colorado Department of State	90.404	163188	9,157	
HAVA Election Security Grants - COVID-19	Colorado Department of State	90.404	164531	75,663	
HAVA Election Security Grants - COVID-19	Colorado Department of State	90.404	166202	15,517	
Subtotal CFDA 90.404				105,184	
Total Election Assistance Commission				105,184	-

MESA COUNTY, COLORADO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS *(Continued)* For The Year Ended December 31, 2020

Federal Agency/Cluster/Program	Pass-through Entity	Federal CFDA Number	Pass-through Entity Identifying Number	2020 Amount of Award Expended	Passed through to Subrecipients
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Grants for Supportive Services and Senior Centers	Associated Governments of Northwest Colorado	93.044	20 IHEA 148033	373,236	306,040
COVID-19 Cares Act Part B	Associated Governments of Northwest Colorado	93.044	20 IHEA 148033	135,135	135,135
<i>Subtotal CFDA 93.044</i>				508,371	
Special Programs for the Aging - Title III, Part C - Nutrition Services	Associated Governments of Northwest Colorado	93.045	20 IHEA 148033	497,736	497,736
COVID-19 Cares Act C-1 and C-2	Associated Governments of Northwest Colorado	93.045	20 IHEA 148033	305,020	305,020
COVID-19 Family First C-1 and C-2	Associated Governments of Northwest Colorado	93.045	20 IHEA 148033	194,704	194,704
<i>Subtotal CFDA 93.045</i>				997,460	
Nutrition Services Incentive Program	Associated Governments of Northwest Colorado	93.053	20 IHEA 148033	132,930	132,930
<i>Subtotal Aging Cluster</i>				1,638,761	
Special Programs for the Aging - Title VII, Chapter 3 - Prevention of Elder Abuse, Neglect and Exploitation	Associated Governments of Northwest Colorado	93.041	20 IHEA 148033	3,822	3,822
Special Programs for the Aging - Title VII, Chapter 2 - Long-term Care Ombudsman Services for Older Individuals	Associated Governments of Northwest Colorado	93.042	20 IHEA 148033	22,207	22,207
COVID-19 Cares Act Part OMB	Associated Governments of Northwest Colorado	93.042	none provided	14,607	14,607
<i>Subtotal CFDA 93.042</i>				36,814	
Special Programs for the Aging - Title III, Part D - Disease Prevention and Health Promotion Services	Associated Governments of Northwest Colorado	93.043	20 IHEA 148033	15,263	15,263
Special Programs for the Aging, Title IV, and Title II, Discretionary Projects	Associated Governments of Northwest Colorado	93.048	PO IHEA 2021 00002753	15,541	15,541
Special Programs for the Aging - Title III, Part B - National Family Caregiver Support, Title III, Part E	Associated Governments of Northwest Colorado	93.052	20 IHEA 148033	101,961	101,961
COVID-19 Cares Act Part E	Associated Governments of Northwest Colorado	93.052	20 IHEA 148033	75,207	75,207
<i>Subtotal CFDA 93.052</i>				177,168	
Public Health Emergency Preparedness	Colorado Department of Public Health and Environment	93.069	CT2020*258	610,330	
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	Colorado Department of Public Health and Environment	93.069	CT 2020*463 / 2021*02302	54,782	
<i>Subtotal CFDA 93.069</i>				665,112	
IV-E Guardianship	Colorado Department of Human Services	93.090	none provided	33,199	
Food and Drug Administration - Voluntary Standards	Colorado Department of Public Health and Environment	93.103	1U18FD005591-01	28,846	
Injury Prevention and Control - Colorado Overdose Data to Action	Colorado Department of Public Health and Environment	93.136	2020*3582	71,023	
Injury Prevention and Control - Essentials for Childhood	Colorado Department of Public Health and Environment	93.136	FAAA 2020*49956 / FHLA 202000010433 / 2021*0190	52,742	
<i>Subtotal CFDA 93.136</i>				123,765	
Family Planning - Services	Colorado Department of Public Health and Environment	93.217	2021*0280/2018*3657/19 FHLA 127619	117,506	
Substance Abuse and Mental Health Services_Projects of Regional and National Significance	Colorado Department of Public Health and Environment	93.243	1H79SP081712-02/ 1H79SP081712-01 19FHHA	181,278	
Immunization Grants	Colorado Department of Public Health and Environment	93.268	127076/2020*093/2020*3330/2020*3414	69,609	
Immunization Grants OEPR-COVID, A2	Colorado Department of Public Health and Environment	93.268	FHJA, 202100006267	12,236	
<i>Subtotal CFDA 93.268</i>				81,845	
State Health Insurance Assistance Program	Associated Governments of Northwest Colorado	93.324	SFAA 201900002774	8,750	8,750
Public Health Emergency Response: Cooperative Agreement for Emergency Response		93.354		70,944	
Public Health Emergency Response: Cooperative Agreement for Emergency Response COVID		93.354		155,542	
Every Student Succeeds Act/ Preschool Development Grants		93.354		66,132	
<i>Subtotal CFDA 93.354</i>				292,618	
Family Preservation and Support Services	Colorado Department of Human Services	93.556	none provided	159,215	
Temporary Assistance for Needy Families	Colorado Department of Human Services	93.558		4,403,435	793,085
Temporary Assistance for Needy Families	Colorado Department of Human Services	93.558	IHBA2020*5202	92,689	
<i>Subtotal CFDA 93.558</i>				4,496,124	
Child Support Enforcement	Colorado Department of Human Services	93.563	none provided	1,021,971	
Low-Income Home Energy Assistance	Colorado Department of Human Services	93.568	none provided	15,123	
Community Services Block Grant	Colorado Department of Local Affairs	93.569	L18CSBG28	157,751	73,533
Child Care and Development Block Grant	Colorado Department of Human Services	93.575	none provided	2,136,030	
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	Colorado Department of Human Services	93.596	none provided	501,138	
<i>Subtotal CCDF Cluster</i>				2,637,168	

MESA COUNTY, COLORADO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS *(Continued)* For The Year Ended December 31, 2020

Federal Agency/Cluster/Program	Pass-through Entity	Federal CFDA Number	Pass-through Entity Identifying Number	2020 Amount of Award Expended	Passed through to Subrecipients
Community Based Child Abuse Prevention	Colorado Department of Human Services	93.590	20 IHIA 141159	19,664	
Early Learning Ventures Head Start Program	Colorado Department of Human Services	93.600	none provided	40,758	
Child Welfare Services - State Grants	Colorado Department of Human Services	93.645	none provided	232,116	
Accountable Health Communities	Rocky Mountain HMO dba Rocky Mountain Health Plans	93.650	none provided	9,394	
Foster Care - Title IV-E	Colorado Department of Human Services	93.658	none provided	2,746,620	
Adoption Assistance	Colorado Department of Human Services	93.659	none provided	1,899,629	
Social Services Block Grant	Colorado Department of Human Services	93.667	none provided	621,765	
Chafee Foster Care Independence Program	Colorado Department of Human Services	93.674	none provided	82,790	
Children's Health Insurance Program	Colorado Department of Health Care Policy and Financing	93.767	201600...0017A3 & 4	5,921	3,857
Medical Assistance Program	Colorado Department of Health Care Policy and Financing	93.778	201600...0017A3 & 4	20,312	13,232
Medical Assistance Program	Colorado Department of Health Care Policy and Financing	93.778	none provided	1,609,282	
Medical Assistance Program	Colorado Department of Health Care Policy and Financing	93.778	19-110357	653,034	
	<i>Subtotal CFDA 93.778</i>			2,282,628	
Opioid STR	Colorado Department of Human Services	93.788	20 IHJA 140509	214,340	
Money Follows the Person Rebalancing Demonstration	Colorado Department of Health Care Policy and Financing	93.791	20-139148	42,184	42,184
Preventive Health and Health Services Block Grant	Colorado Department of Public Health and Environment	93.991	none provided	25,543	
Maternal and Child Health Services Block Grant to the States	Colorado Department of Public Health and Environment	93.994	2019*4032 OL 1	105,551	
	<i>Total U.S. Department of Health and Human Services</i>			20,236,543	2,754,813
EXECUTIVE OFFICE OF THE PRESIDENT					
High Intensity Drug Trafficking Areas Program		95.001		292,208	
	<i>Total Executive Office of the President</i>			292,208	-
FEDERAL EMERGENCY MANAGEMENT ADMINISTRATION					
Emergency Management Performance Grants	Colorado Department of Public Safety	97.042	20EM-21-34	47,000	
	<i>Total Department of Homeland Security</i>			47,000	-
	<i>Total Expenditures of Federal Awards</i>			37,931,358	5,371,624

MESA COUNTY, COLORADO

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS For The Year Ended December 31, 2020

1. Organization

The accompanying schedule of expenditures of federal awards presents the activity of all federal award programs of Mesa County, Colorado (the County), for the year ended December 31, 2020. All federal awards received directly from federal agencies, as well as federal awards passed through other governmental agencies, are included on the schedule.

2. Basis Of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the County and is presented on the modified accrual basis of accounting. The information in the accompanying schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards* (the Uniform Guidance). Therefore, some amounts presented in the schedule may differ from the amounts presented in, or used in, the preparation of the basic financial statements.

3. Indirect Costs

The County has not elected to use the 10% de minimis indirect cost rate as allowed in the Uniform Guidance, Section 414.

MESA COUNTY, COLORADO

SCHEDULE OF FINDINGS AND QUESTIONED COSTS For The Year Ended December 31, 2020

Section I - Summary Of Auditors' Results

Financial Statements

Type of report the auditor issued on whether
the financial statements audited were
prepared in accordance with accounting
principles generally accepted in the United
States of America:

Unmodified

Internal control over financial reporting:

Material weakness(es) identified? _____ yes

☒ no

Significant deficiency(ies) identified? _____ yes

☒ none reported

Noncompliance material to financial
statements noted? _____ yes

☒ no

Federal Awards

Internal control over major federal programs:

Material weakness(es) identified? _____ yes

☒ no

Significant deficiency(ies) identified? _____ yes

☒ none reported

Type of auditors' report issued on compliance
for major federal programs:

Unmodified

Any audit findings disclosed that are
required to be reported in accordance with
2 CFR 200.516(a)? _____ yes

☒ no

Identification of major federal programs:

CFDA No.

Name Of Federal Program Or Cluster

10.557	Special Supplemental Nutrition Program For Women, Infants, And Children (WIC)
21.019	CoronaVirus Relief Fund
20.205	Highway Planning and Construction Cluster
93,044, 93.045, 93.053	Aging Cluster
93.563	Child Support Enforcement
93.658	Foster Care - Title IV-E
93.659	Adoption Assistance - Title IV-E
93.778	Medicaid Cluster

Dollar threshold used to distinguish between
Type A and Type B programs:

\$1,137,941

Auditee qualified as low-risk auditee? _____ yes

☒ no

MESA COUNTY, COLORADO

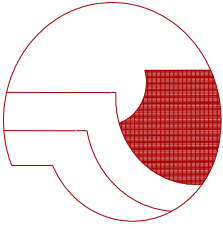
SCHEDULE OF FINDINGS AND QUESTIONED COSTS *(Continued)*
For The Year Ended December 31, 2020

Section II - Financial Statement Findings

None

Section III - Federal Award Findings And Questioned Costs

None



**MESA COUNTY ADMINISTRATIVE SUPPORT
FINANCE DIVISION**

**P.O. Box 20,000 · 544 Rood Avenue
Grand Junction, Colorado 81502-5014
(970) 244-1675 · Fax (970) 255-7181**

**SECTION IV - SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For The Year Ended December 31, 2020**

Finding 2019-001

Material Weakness, Internal Control over Reporting

Summary of Prior Audit Finding: The County had certain situations in which account balances in the ERP System did not agree to the supporting documentation or to balances in the other County systems.

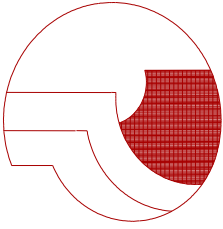
Status: Corrective Action Taken

Finding 2019-002

Material Weakness, Internal Control over Reporting

Summary of Prior Audit Finding: Journal entries posted by finance personnel may or may not be subjected to a secondary review process by an individual separate from the preparer.

Status: Corrective Action Taken



**MESA COUNTY ADMINISTRATIVE SUPPORT
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**SECTION IV - SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
(CONTINUED)**

For The Year Ended December 31, 2020

Finding 2019-003

Reporting

Material Weakness, Internal Control over Compliance

CFDA 97.039: Hazard Mitigation Grant

Federal Agency: U.S. Department of Homeland Security

Pass-Through Entity: Colorado Department of Public Safety

Summary of Prior Audit Finding: The County had not established documented controls to provide reasonable assurance of the accuracy of the required submitted reports or compliance with the reporting requirements. While there was a documented review of the federal reporting forms, the financial results did not accurately include the current grant activity. It was noted that the quarterly SF-425 reports were not reconciled with the general ledger expenditures.

Status: Corrective Action Taken

Finding 2019-004

Eligibility

Material Weakness, Internal Control over Compliance

CFDA 93.659: Adoption Assistance

Federal Agency: U.S. Department Of Health And Human Services

Pass-Through Entity: Colorado Department of Human Services

Summary of Prior Audit Finding: In accordance with State Plan, Section 7.306.41 E-12, the County is required to review the adoption agreement every three years from the date of the initial agreement. During testing, there was one instance where the required three-year review was not performed.

Status: Corrective Action Taken