

Washington County, Colorado
Financial Statements
For the Year Ended December 31, 2020

Table of Contents

	<u>Page</u>
Independent Auditors' Report	1-3
Management's Discussion and Analysis	4-11
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position	14
Statement of Activities	16-17
Fund Financial Statements	
Balance Sheet – Governmental Funds	18-19
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	20
Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds	22-23
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	24
Statement of Fiduciary Net Position	26
Statement of Changes in Fiduciary Net Position	27
Notes to Financial Statements	28-49
Required Supplementary Information	
General Fund – Budgetary Comparison Schedule	52-60
Road and Bridge Fund – Budgetary Comparison Schedule	62-63
Human Services Fund – Budgetary Comparison Schedule	64-65
Solid Waste Disposal Fund – Budgetary Comparison Schedule	66-67
Justice Center Fund – Budgetary Comparison Schedule	68-70
Notes to Required Supplementary Information	71
Other Supplementary Information	
Nonmajor Governmental Funds – Combining Balance Sheet	74-75
Nonmajor Governmental Funds – Combining Statement of Revenues, Expenditures and Changes in Fund Balance	76-77
Television Translator Fund – Budgetary Comparison Schedule	78
Conservation Trust Fund – Budgetary Comparison Schedule	79
Capital Expenditures Fund – Budgetary Comparison Schedule	80
Contingent Fund – Budgetary Comparison Schedule	81
Health Care Fund – Budgetary Comparison Schedule	82-84
Medical Reserve Corp Fund – Budgetary Comparison Schedule	85
Combining Statement of Fiduciary Net Position	86
Combining Statement of Changes in Fiduciary Net Position	87

Table of Contents

	<u>Page</u>
Colorado Department of Highways Local Highway Finance Report	90-91
Single Audit Section	
Schedule of Expenditures of Federal Awards	94-95
Notes to Schedule of Expenditures of Federal Awards	96
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 <i>Government Auditing Standards</i>	97-98
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance Required by The Uniform Guidance	99-100
Schedule of Findings and Questioned Costs	101



Independent Auditors' Report

To the Board of County Commissioners
Washington County, Colorado
Akron, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Washington 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, 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.

Emphasis of Matter

As discussed in Note N to the financial statements, the County adopted the provisions of GASB Statement No. 84, *Fiduciary Activities*. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The other supplementary information and the local highway finance report are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The other supplementary information, the local highway finance report, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information, 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's 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.

Lauer, Szabo & Associates, P.C.

Sterling, Colorado
December 19, 2021

WASHINGTON COUNTY, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Management's Discussion and Analysis for Washington County offers readers a narrative overview and analysis of the County's financial activities for the fiscal year ended December 31, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the financial statements and notes to the financial statements.

FINANCIAL HIGHLIGHTS

- The assets of the County exceeded its liabilities at the close of 2020 by \$33,819,105. Of this amount, \$20,506,169 may be used to meet the County's ongoing obligations to its citizens and creditors.
- The County's total net position increased by \$1,055,777 for the current year.
- As of December 31, 2020, the County's governmental funds reported combined ending fund balances of \$22,760,442, an increase of \$315,039 in comparison with the prior year.
- Unassigned fund balance for the General Fund was \$4,592,244 at December 31, 2020.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to Washington County's Basic Financial Statements. The Basic Financial Statements contain three components: government-wide financial statements, fund financial statements, and notes to the financial statements. In addition, this report contains other Required Supplementary Information and a Supplemental Information section that presents combining statements for non-major governmental funds along with actual and budgetary comparison schedules.

The basic financial statements include two kinds of statements that present different views of the County:

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the County's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the County government, reporting the County's operations in more detail than the government-wide statements.
 - Governmental Fund statements tell how general government services like judicial, public safety, health and welfare, auxiliary services, culture and recreation and public works were financed in the short-term as well as what remains for future spending.
 - The Fiduciary Fund statement provides information about Custodial Fund assets held by the County which is acting solely as a trustee of agent for the benefit of others, to whom the resources belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. In addition to these required components, a section is included with combining and individual fund statements that provide further detail about our non-major governmental funds described as special revenue funds, each of which are added together and presented in single columns in each of the basic financial statements.

GOVERNMENT-WIDE STATEMENTS

The government-wide statements report information about the County as a whole using accounting methods similar to those used by private-sector companies.

The statement of net position includes all of Washington 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 whether the financial position of Washington County is improving or deteriorating.

The statement of activities presents information showing how Washington County'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 reported in this statement for some items will result in cash flows in future fiscal periods.

The government-wide financial statements of the County are divided into one category:

- Governmental activities: Most of the County's basic services are included here, such as general government, judicial, public safety, health and welfare, auxiliary services, culture and recreation and public works. Property taxes and state and federal grants finance most of these activities.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the County's most significant funds, not the County as a whole. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by state law and by bond covenants.
- The County Board of Commissioners establishes other funds to control and manage resources for particular purposes (i.e. TV translator fund, Conservation trust fund) or show that certain taxes and grants are used appropriately (i.e. Special Revenue Funds).

The County has two kinds of funds:

- **Governmental funds:** Most of the County’s basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the County’s programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information is provided on the subsequent page of the governmental funds statement that explains the relationship (or differences) between the two types of statements. Washington County adopts an annual appropriated budget for all funds. A budgetary comparison statement has been provided for all funds to demonstrate compliance with this budget.
- **Fiduciary funds:** The County is the trustee, or fiduciary, for the Treasurer’s Fund and certain accounts of the Sheriff. The Treasurer, by statute, collects and distributes all property tax revenues to other County funds and local governments. The County is responsible for ensuring that the assets reported in this fund are used for their intended purpose. All of the County’s fiduciary activities are reported in a separate statement of fiduciary net position. These balances are excluded from the County’s government-wide financial statements because the County cannot use these assets to finance its operations.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found starting on page 24 of this report.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Net position. As discussed earlier, net position may serve as a useful indicator of a government’s financial position. As of December 31, 2020, the County’s net position was \$33,819,105.

Total net position for the County increased \$1,055,777.

Description of net position is as follows:

○ Net investment in capital assets	\$ 11,808,580
○ Restricted for emergencies	\$ 453,000
○ Restricted for debt service	\$ 865,931
○ Restricted for culture and recreation	\$ 185,425
○ Unrestricted	\$ 20,506,169

TABLE 1**Net Position (in thousands)**

	Governmental Activities		Component Unit Activities		Total	
	2020	2019	2020	2019	2020	2019
Capital assets, net	\$ 11,809	\$ 11,019	\$ 9,209	\$ 9,570	\$ 21,018	\$ 20,589
Other assets	29,418	28,235	4,181	3,441	33,599	31,676
Total assets	\$ 41,227	\$ 39,254	\$ 13,390	\$ 13,011	\$ 54,617	\$ 52,265
Current liabilities	\$ 2,038	\$ 923	\$ 230	\$ 20	\$ 2,268	\$ 943
Long-term liabilities	765	751	11,377	11,410	12,142	12,161
Total liabilities	2,803	1,674	11,607	11,430	14,410	13,104
Deferred inflows of resources	4,605	4,817	-	-	4,605	4,817
Net investment in capital assets	11,809	11,019	16	19	11,825	11,038
Restricted	1,504	1,578	-	-	1,504	1,578
Unrestricted	20,506	20,166	1,767	1,562	22,273	21,728
Total net position	33,819	32,763	1,783	1,581	35,602	34,344
Total liabilities and net position	\$ 41,227	\$ 39,254	\$ 13,390	\$ 13,011	\$ 54,617	\$ 52,265

Investment in capital assets (land, buildings and equipment) is 35% of Washington County's net position. Washington County uses these capital assets to provide services to citizens; consequently these assets are not available for future spending.

In addition, a portion of Washington County's net position (4%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (61%) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of 2020, Washington County is able to report positive balances in all three categories of net position.

Changes in net position

The County's total revenue of \$16,920,407 was more than program expenses of \$15,864,630 for an increase in net position of \$1,055,777.

TABLE 2**Changes in net position (in thousands)**

	Governmental Activities		Component Unit Activities		Total	
	2020	2019	2020	2019	2020	2019
Program revenue						
Charges for services	\$ 3,828	\$ 4,596	\$ 4,288	\$ 3,899	\$ 8,116	\$ 8,495
Operating grants	4,390	4,838	377	21	4,767	4,859
Capital grants	388	103	11	12	399	115
General revenues						
Property taxes	4,814	4,436	-	-	4,814	4,436
Specific ownership taxes	560	643	-	-	560	643
Sales Tax	879	757	-	-	879	757
Other taxes	31	36	-	-	31	36
Unrestricted earnings	291	336	22	22	313	358
Miscellaneous	1,776	446	7	13	1,783	459
Sale of assets	(37)	-	-	-	(37)	-
Total revenues	16,920	16,191	4,705	3,967	21,625	20,158
Program expenses						
General government	3,716	2,328	-	-	3,716	2,328
Judicial and public safety	5,407	4,546	-	-	5,407	4,546
Health and welfare	1,627	1,705	4,503	4,036	6,130	5,741
Auxiliary services	1,264	946	-	-	1,264	946
Culture and recreation	105	91	-	-	105	91
Public works	3,745	4,118	-	-	3,745	4,118
Interest and fiscal charges	-	172	-	-	-	172
Total expenses	15,864	13,906	4,503	4,036	20,367	17,942
Change in net position	1,056	2,285	202	(69)	1,258	2,216
Net position at beginning of year	32,763	30,478	1,581	1,650	34,344	32,128
Net position at end of year	\$ 33,819	\$ 32,763	\$ 1,783	\$ 1,581	\$ 35,602	\$ 34,344

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Governmental funds overview. Washington County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As described earlier, the County's governmental funds provide information on short-term inflows and outflows, as well as what remains for future spending. Such information is useful in assessing the County's financing requirements. For example, 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 2020, Washington County reported a combined fund balance of \$22,760,442. This amount was \$315,039 more than 2019. Of the total combined fund balance, \$4,592,244 consists of unassigned fund balance, the portion of fund balance which serves as a measure of current available financial resources.

The restricted fund balance represents resources not available for spending or those on which legal restrictions have been placed. The County's restricted fund balance makes up \$1,504,356 of the combined total and includes the following:

- Restricted for emergencies \$453,000
- Restricted for debt service \$865,931
- Restricted for culture and recreation \$185,425

General Fund. The General Fund of Washington County accounts for all transactions not accounted for in other funds. As the county's major operating fund, the General Fund accounts for ordinary operating expenditures financed primarily by property and related taxes. The General Fund completed the year with a fund balance of \$5,649,093.

Road & Bridge Fund. The Road and Bridge Fund accounts for monies generated by property taxes, sales tax, highway users tax and other sources and expended for highway and road maintenance and repair. The Road & Bridge completed the year with a fund balance of \$7,727,839.

Social Services Fund. The Social Services Fund accounts for monies received from property taxes and state and federal grants expended for social welfare programs. The Social Services Fund completed the year with a fund balance of \$936,271.

Landfill Fund. The Landfill Fund accounts for costs related to the solid waste management activities of the County, including the operation of the County's only municipal solid waste landfill. The Landfill Fund completed the year with a fund balance of \$2,046,146.

Justice Center Fund. The Justice Center Fund accounts for monies received from state sources to maintain adequate housing and transportation for local detainees. The Justice Center Fund completed the year with a fund balance of \$2,960,581.

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, the Board of County Commissioners did revise the County's budget by doing a supplemental budget for General Fund for \$1,450,042, Contingency Fund for \$50,000, Washington County Justice Center for \$1,681,700, Washington County Nursing Home in operations for \$420,000, Conservation Trust Fund for \$60,000, and Health Care Fund for \$125,000.

Revenue did exceed the budgeted amounts in several funds. The funds receiving the most significant amounts of excess revenue were: the General Fund with earnings on investments being the major source; Road and Bridge with HUTF and Faster being the major source and the Justice Center.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. Washington County's investment in capital assets for its governmental activities as of December 31, 2020, amounts to \$11,808,580 (net of accumulated depreciation). This amount includes a broad range of capital assets, including land, buildings, equipment, improvements and other infrastructure.

Washington County remains committed to the upkeep and maintenance of the County's largest assets. More detailed information about the County's capital assets is presented in table 3 and in Note E to the financial statements.

TABLE 3**Capital assets, net of depreciation (in thousands)**

	Governmental Activities		Component Unit Activities		Total	
	2020	2019	2020	2019	2020	2019
Land and improvements	\$ 256	\$ 256	\$ -	\$ -	\$ 256	\$ 256
Construction in progress	-	-	-	-	-	-
Equipment	13,241	12,736	121	121	13,362	12,857
Buildings	11,849	11,298	10,554	10,554	22,403	21,852
Infrastructure	6,123	5,105	-	-	6,123	5,105
Accumulated depreciation	(19,660)	(18,376)	(1,466)	(1,105)	(21,126)	(19,481)
Total	\$ 11,809	\$ 11,019	\$ 9,209	\$ 9,570	\$ 21,018	\$ 20,589

Long-term debt. The County had \$764,562 in debt outstanding at year-end. More detailed information about the County's long-term debt is presented in Table 4 and Note G to the financial statements.

TABLE 4**Long-term debt (in thousands)**

	Governmental Activities		Component Unit Activities		Total	
	2020	2019	2020	2019	2020	2019
Landfill closure and postclosure costs	\$ 639	\$ 621	\$ -	\$ -	\$ 639	\$ 621
Notes payable	-	-	11,327	11,340	11,327	11,340
Compensated absences	126	131	50	35	176	166
Total	\$ 765	\$ 752	\$ 11,377	\$ 11,375	\$ 12,142	\$ 12,127

SIGNIFICANT ISSUES

In November 2006, a Referendum was approved by the voters in Washington County to charge a 1½% sale and use tax to be used solely for the operations of the Health Care Fund entities – Ambulance, Medical Clinic and the Nursing Home. This sales and use tax continues to support the Health Care entities. The census at the Washington County Nursing Home was adequate to produce enough revenue to deem itself self-sufficient. New nursing home construction was substantially completed in September of 2018. The projected census for the new facility indicates that this facility will nearly generate enough revenue to be self-sufficient in future years.

In 2020, COVID-19 (a contagious disease caused by severe acute respiratory syndrome coronavirus) spread across the globe creating a world-wide pandemic. By March, the United States Federal Government and State governments mandated business to temporarily close and people were required to social distance, quarantine if sick, or wear masks in order to prevent the spread of the disease. This impacted not only Washington County but families, workers, and businesses. Slowly businesses were allowed to reopen but still under strict guidelines which still continued to cause hardship. The Coronavirus Aid, Relief, and Economic Security Act (CARES) was signed into law March 27, 2020 in response to the economic fallout of the pandemic within the United States. Washington County received \$421,043.00 in funds which \$361,650.08 was distributed to small business owners; \$59,392.92 for personal protection equipment for the county use.

LONG-TERM FINANCIAL PLANNING

Washington County was able to secure an allotment of New Market Tax Credits in 2015 with the help of S.B. Clark Company and was able close the financing package for the construction of a new nursing home. Construction began in July of 2015 with an initial completion date of July 2018. The New Market Tax Credit financing takes place over a seven year period where only interest is paid on the dollars awarded. At the end of seven years the structure is collapsed and Washington County will look at refinancing the remaining dollars into a lease purchase situation. The seven years end in June 2022 so Washington County is working with S.B. Clark with the refinancing of Washington County Nursing Home. Washington County continues to be responsible with all funds and is planning for future needs.

Washington County understands the need and importance the Ambulance Service provides for the entire County because there is no hospital within the County. There is a need for a new ambulance barn and living quarters for the staff to stay while on the clock. The County purchased a building for \$200,000 in September of 2020 to start preparing for the future needs of Washington County.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Washington County is in a good financial position. In preparing the 2021 budget, revenue was anticipated for non-county prisoners in order to defray the cost of maintaining and staffing the Justice Center. The County will continue to be cautious with their spending, while continuing the contract with the State Department of Corrections to house Parole violators.

The effect on the Health Care Fund of receiving the 1 ½% sales and use tax has in turn helped other areas of the County by eliminating Health Care's portion of property taxes. The sales and use tax has enhanced these entities to better serve our community.

Rising health insurance costs continue to be worrisome for Washington County.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County Administrator, 150 Ash Avenue, Akron, Colorado, 80720, or by telephone at (970) 345-2701.

This page intentionally left blank.

Basic Financial Statements

The basic financial statements of the County include the following:

Government-wide financial statements. The government-wide statements display information about the reporting government as a whole, except for its fiduciary activities.

Fund financial statements. The fund financial statements display information about major funds individually and nonmajor funds in the aggregate for governmental funds.

Notes to the financial statements. The notes communicate information essential for fair presentation of the financial statements that is not displayed on the face of the financial statements. As such, the notes are an integral part of the basic financial statements.

WASHINGTON COUNTY, COLORADO
Statement of Net Position
December 31, 2020

	Primary Government	
	Governmental Activities	Component Unit
Assets		
Cash and cash investments	\$ 21,711,348	\$ 1,590,010
Receivables	6,587,376	405,501
Inventories	253,856	
Prepaid items		47,528
Restricted cash and cash investments	865,931	9,938
Notes receivable		2,128,039
Capital assets, net of depreciation	11,808,580	9,208,926
Total assets	\$ 41,227,091	\$ 13,389,942
Liabilities		
Accounts payable	\$ 1,091,446	\$ 238,569
Accrued salaries and benefits	180,328	97,479
Due to component unit	105,916	(105,916)
Unearned revenues	660,349	
Noncurrent liabilities		
Due within one year		35,458
Due in more than one year	764,562	11,341,380
Total liabilities	2,802,601	11,606,970
Deferred inflows of resources		
Deferred property tax revenues	4,605,385	
Total deferred inflows of resources	4,605,385	-
Net position		
Net investment in capital assets	11,808,580	15,968
Restricted for:		
Emergencies	453,000	
Debt service	865,931	
Culture and recreation	185,425	
Unrestricted	20,506,169	1,767,004
Total net position	33,819,105	1,782,972
Total liabilities, deferred inflows of resources and net position	\$ 41,227,091	\$ 13,389,942

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

This page intentionally left blank.

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

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities				
General government	\$ 3,716,178	\$ 514,786	\$ 421,570	\$ 314,247
Public safety and judicial	5,407,207	3,063,497	28,062	
Health and welfare	1,627,125	138,157	806,352	74,071
Auxiliary services	1,263,830			
Culture and recreation	105,607		123,784	
Public works	3,781,704	111,797	3,009,778	
Total governmental activities/ primary government	<u>\$ 15,901,651</u>	<u>\$ 3,828,237</u>	<u>\$ 4,389,546</u>	<u>\$ 388,318</u>
Component unit				
Washington County Nursing Home	<u>\$ 4,503,032</u>	<u>\$ 4,287,603</u>	<u>\$ 376,900</u>	<u>\$ 11,321</u>
		General revenues		
		Taxes		
		Property taxes, levied for general purposes		
		Specific ownership taxes		
		Sales taxes		
		Other taxes		
		Unrestricted earnings on investments		
		Miscellaneous		
		Total general revenues		
		Change in net position		
		Net position at beginning of year		
		Net position at end of year		

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

<u>Primary Government</u>	
<u>Net Governmental Activities</u>	<u>Component Unit</u>
\$ (2,465,575)	
(2,315,648)	
(608,545)	
(1,263,830)	
18,177	
<u>(660,129)</u>	
 (7,295,550)	
	\$ 172,792
 4,814,256	
559,482	
879,133	
31,224	
291,042	21,771
<u>1,776,190</u>	<u>7,292</u>
 8,351,327	 29,063
 1,055,777	 201,855
 <u>32,763,328</u>	 <u>1,581,117</u>
 <u>\$ 33,819,105</u>	 <u>\$ 1,782,972</u>

WASHINGTON COUNTY, COLORADO
Balance Sheet
Governmental Funds
For the Year Ended December 31, 2020

	General Fund	Road and Bridge Fund	Human Services Fund	Solid Waste Disposal Fund
Assets				
Cash and cash investments	\$ 4,721,805	\$ 7,317,688	\$ 1,214,134	\$ 2,022,640
Property taxes receivable	3,644,136	40,206	280,318	240,272
Due from other funds	35,204			14,000
Due from other entities			28,552	
Grants receivable				
Other receivables	831,673	310,667	13,323	14,506
Inventories		223,464		
Restricted cash and cash investments	865,931			
Total assets	\$ 10,098,749	\$ 7,892,025	\$ 1,536,327	\$ 2,291,418
Liabilities				
Accounts payable	\$ 357,844	\$ 65,533	\$ 5,050	\$ 1,986
Accrued salaries and benefits	66,832	57,697		3,014
Client trust accounts			155,692	
Cash held for others				
Due to other funds	63,309	750		
Due to component unit	105,916			
Unearned revenues			158,996	240,272
Unearned grant revenues	211,619			
Total liabilities	805,520	123,980	319,738	245,272
Deferred inflows of resources				
Deferred property tax revenues	3,644,136	40,206	280,318	
Fund balance				
Nonspendable for:				
Inventories		223,464		
Restricted for:				
Emergencies	190,918			
Debt service	865,931			
Culture and recreation				
Committed to:				
Capital projects				
Culture and recreation				
Debt service				
Health and welfare			936,271	
Public safety				
Public works		7,504,375		2,046,146
Unassigned	4,592,244			
Total fund balance	5,649,093	7,727,839	936,271	2,046,146
Total liabilities, deferred inflows of resources and fund balance	\$ 10,098,749	\$ 7,892,025	\$ 1,536,327	\$ 2,291,418

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

Justice Center Fund	Other Governmental Funds	Total Governmental Funds
\$ 3,211,363	\$ 3,223,718	\$ 21,711,348
	640,725	4,845,657
	71,531	120,735
		28,552
	74,071	74,071
271,072	183,211	1,624,452
	30,392	253,856
		865,931
<u>\$ 3,482,435</u>	<u>\$ 4,223,648</u>	<u>\$ 29,524,602</u>
\$ 421,037	\$ 74,304	\$ 925,754
44,141	8,645	180,329
		155,692
	10,000	10,000
56,676		120,735
		105,916
		399,268
	49,462	261,081
<u>521,854</u>	<u>142,411</u>	<u>2,158,775</u>
	640,725	4,605,385
	30,392	253,856
	262,082	453,000
		865,931
	185,425	185,425
	304,575	304,575
	124,018	124,018
	671,633	671,633
	1,862,387	2,798,658
2,960,581		2,960,581
		9,550,521
		4,592,244
<u>2,960,581</u>	<u>3,440,512</u>	<u>22,760,442</u>
<u>\$ 3,482,435</u>	<u>\$ 4,223,648</u>	<u>\$ 29,524,602</u>

WASHINGTON COUNTY, COLORADO
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
December 31, 2020

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

Total fund balance - governmental funds	\$ 22,760,442
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	11,808,580
Certain receivables will be collected in the next fiscal year, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds.	14,645
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.	<u>(764,562)</u>
Net position of the governmental activities	<u><u>\$ 33,819,105</u></u>

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

This page intentionally left blank.

WASHINGTON COUNTY, COLORADO
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2020

	General Fund	Road and Bridge Fund	Human Services Fund	Solid Waste Disposal Fund
Revenues				
Taxes	\$ 3,528,432	\$ 599,334	\$ 279,076	\$ 717,525
Intergovernmental	764,158	3,009,766	752,528	12
Fines and forfeitures	1,056			
Licenses and permits	8,222			
Charges for services	754,108	1,595		110,202
Miscellaneous	1,148,000	7,767		22,514
Total revenues	6,203,976	3,618,462	1,031,604	850,253
Expenditures				
Current				
General government	2,909,096	53,640		22,299
Public safety and judicial	1,409,766			
Health and welfare	70,156		959,152	
Auxiliary services	1,218,053			
Culture and recreation				
Public works		3,578,141		186,383
Miscellaneous	165,262			
Capital outlay		512,078		
Total expenditures	5,772,333	4,143,859	959,152	208,682
Net change in fund balance	431,643	(525,397)	72,452	641,571
Fund balance at beginning of year	5,217,450	8,253,236	863,819	1,404,575
Fund balance at end of year	<u>\$ 5,649,093</u>	<u>\$ 7,727,839</u>	<u>\$ 936,271</u>	<u>\$ 2,046,146</u>

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

Justice Center Fund	Other Governmental Funds	Total Governmental Funds
	\$ 1,158,370	\$ 6,282,737
\$ 28,062	239,396	4,793,922
		1,056
		8,222
2,804,096	185,230	3,855,231
735,749	138,501	2,052,531
3,567,907	1,721,497	16,993,699
20,787	83,620	3,089,442
2,638,570		4,048,336
	464,875	1,494,183
		1,218,053
	130,535	130,535
		3,764,524
		165,262
1,814,715	441,532	2,768,325
4,474,072	1,120,562	16,678,660
(906,165)	600,935	315,039
3,866,746	2,839,577	22,445,403
<u>\$ 2,960,581</u>	<u>\$ 3,440,512</u>	<u>\$ 22,760,442</u>

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

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

Net change in fund balances - governmental funds	\$ 315,039
Because some revenues will not be collected for several months after the fiscal year ends, they are not considered "available" revenues in the governmental funds. They are, however, recorded as revenues in the statement of activities.	(36,272)
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities, those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This is the amount by which capital outlays exceeded depreciation in the current period.	789,530
In the statement of activities, certain operating expenses are measured by the amounts incurred or earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid).	<u>(12,520)</u>
Change in net position of governmental activities	<u><u>\$ 1,055,777</u></u>

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

This page intentionally left blank.

WASHINGTON COUNTY, COLORADO
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2020

	<u>Custodial Funds</u>
Assets	
Cash and cash investments	<u>\$ 320,361</u>
Total assets	<u><u>\$ 320,361</u></u>
Liabilities	
Due to other governments or agencies	<u>\$ 204,363</u>
Total liabilities	204,363
Net position	
Restricted for individuals and other	<u>115,998</u>
Total liabilities and net position	<u><u>\$ 320,361</u></u>

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

WASHINGTON COUNTY, COLORADO
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended December 31, 2020

	<u>Custodial Funds</u>
Additions	
Inmate deposits and other	\$ 484,376
Collections for other governments	<u>13,230,287</u>
Total additions	13,714,663
Deductions	
Commissary sales and services and other	396,208
Disbursements to other governments	<u>13,230,287</u>
Total deductions	<u>13,626,495</u>
Change in net position	88,168
Net position at beginning of year	<u>27,830</u>
Net position at end of year	<u><u>\$ 115,998</u></u>

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

WASHINGTON COUNTY, COLORADO

Notes to Financial Statements

Note A – Summary of significant accounting policies

This summary of Washington County's significant accounting policies is presented to assist the reader in interpreting the financial statements and other data in this report. The policies are considered essential and should be read in conjunction with the accompanying financial statements.

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to local government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The more significant of the County's accounting policies are described below.

A.1 – Reporting entity

The financial reporting entity consists of (1) the primary government, (2) organizations for which the primary government is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The reporting entity's financial statements should present the funds of the primary government (including its blended component units, which are, in substance, part of the primary government) and provide an overview of the discretely presented component units. Blended component units, although legally separate entities, are, in substance, part of the County's operations. Discretely presented component units, if any, are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the County.

The County has examined other entities that could be included as defined in number 2 and 3 above. Based on these criteria, the Washington County Nursing Home is included in the County's basic financial statements using discrete presentation. The Washington County Nursing Home is a 34 bed nursing facility located in Akron, Colorado. The facility became operational under County control on May 11, 1996. It has an uncompensated nine-member board. Separate financial statements are available at the administrative office in Akron, Colorado.

A.2 – Fund accounting

The County uses funds to report its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate “fund types.” The County does not have any proprietary funds.

Governmental funds are used to account for all or most of a government’s general activities, including the collection and disbursement of earmarked funds (special revenue funds), major capital projects (capital projects fund), and the servicing of general long-term debt (debt service fund). The following are the County’s major governmental funds:

General Fund – The General Fund is the operating fund of the County. It is used to account for most of the day-to-day operations of the County which are financed from sales and use taxes, property taxes and other general revenues. Activities financed by the general fund include those of line and staff departments within the County, except for activities of the enterprise funds.

Road and Bridge Fund – This fund records costs related to county road and bridge construction and maintenance. By state law, Colorado counties are required to maintain a Road and Bridge Fund and a portion of road and bridge taxes is allocated to cities and towns for use in their road and street activities.

Human Services Fund – This fund administers social services programs under state and federal regulations. Programs include, but are not limited to, Medicaid, food stamps, foster care programs, senior service programs, job training services, and Temporary Assistance to Needy Families (TANF). Colorado counties are required by law to maintain a Human Services Fund.

Landfill Fund – This fund records the costs related to the solid waste management activities of the County including the operation of the County’s only municipal solid waste landfill.

Justice Center Fund – This fund records costs related to County housing of detainees as well as costs of leasing the building constructed for the County to maintain adequate housing for incarcerated individuals. Operations include housing and transportation for local detainees as well as individuals detained under other jurisdictions that have contracted with the County for housing.

Fiduciary funds focus on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employment benefit) trust funds, investment trust funds, private-purpose trust funds and custodial funds. Trust funds are used to account for assets held by the County under a trust agreement for individuals, private organizations or other governments and are therefore not available to support the County’s own programs. The County has two fiduciary funds.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

Note A.3 – Basis of presentation

Government-wide financial statements – The statement of net position and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government except for fiduciary funds.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include reconciliations with a brief explanation to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the County's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore are clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

Fund financial statements – Fund financial statements report detailed information about the County. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources management focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets, deferred outflows of resources, current liabilities and deferred inflows of resources, and a statement of revenues, expenditures and changes in fund balance, which reports the sources (revenues and other financing sources) and uses (expenditures and other financing uses) of current financial resources.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

Fiduciary funds focus on net position and changes in net position and are reported using accounting principles similar to proprietary funds. The County's fiduciary funds are presented in the fiduciary fund financial statements by type. Since by definition these assets are being held for the benefit of a third party and cannot be used to address the activities or obligations of the County, these funds are not incorporated into the government-wide financial statements.

A.4 – Basis of accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

Revenues – exchange and nonexchange transactions – Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the County, available means expected to be received within sixty days of fiscal year-end.

Nonexchange transactions, in which the County receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenues from property taxes are recognized in the fiscal year for which the taxes are levied. State equalization monies are recognized as revenues during the period in which they are appropriated. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes collected within sixty days after year-end, interest, certain charges for services and certain grants.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

Unearned revenue – Unearned revenues arise when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Unearned revenues also arise when resources are received by the County before it has a legal claim to them, as when grant monies are received prior to meeting eligibility requirements. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for unearned revenue is removed and the revenue is recognized.

Deferred outflows/inflows of resources – In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Expenditures – The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

A.5 – Encumbrances

Encumbrance accounting is utilized by the County to record purchase orders, contracts and other commitments for the expenditure of monies to assure effective budgetary control and accountability. Encumbrances outstanding at year-end are canceled and reappropriated in the ensuing year’s budget.

A.6 – Cash and cash investments

The Washington County Treasurer maintains a cash and investment pool that is available for use by all County funds. Each funds’ portion of this pool is displayed as “cash and cash investments.”

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

A.7 – Short-term interfund receivables/payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as internal balances on the government-wide statement of net position, and are classified as due from other funds or due to other funds on the balance sheet.

A.8 – Receivables

The County has elected the reserve method of accounting for uncollectible accounts receivable. Amounts included in the reserve are based on accounting policies established by the Colorado Department of Human Services. All payments in arrears of social service accounts receivable are included in the allowance for doubtful accounts.

A.9 – Inventories

Inventories in the Road and Bridge and Health Care Funds consist of construction and maintenance supplies as well as health care supplies and are recorded at the lower of cost or market using the first-in, first-out method. Inventories in this fund are offset by a fund balance reserve which indicates that it does not constitute “available spendable resources” even though it is a component of net current assets.

A.10 – Capital assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements.

All capital assets with a unit cost greater than \$5,000 are capitalized at cost (or estimated historical cost, if actual cost is not available) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair value on the date received. Improvements to assets are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not. Infrastructure assets, consisting of certain improvements other than buildings (such as parking facilities, sidewalks, landscaping and lighting systems) are capitalized on a prospective basis beginning in 2004.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

All reported capital assets are depreciated with the exception of land costs. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Buildings	30 years
Equipment	5 years
Vehicles	5 years
Infrastructure	10 years

A.11 – Compensated absences

The County reports compensated absences in accordance with the provisions of GASB Statement No. 16, “Accounting for Compensated Absences.” The County has adopted a personnel policy which provides for annual sick and vacation leave.

Vacation time off with pay is available to eligible employees to provide opportunities for rest, relaxation and personal pursuits. Eligible full-time employees accrue vacation leave at the rate of eight hours per month. The amount of paid vacation leave employees receive each year increases with the length of their employment. Employees may carry over a maximum of 48 hours of earned vacation time benefits for the next succeeding year and those hours must be used by December 31st of the succeeding year. Vacation leave is a vested benefit and is reported as a liability on the statement of net position

Sick leave time off with pay is available to eligible employees who are unable to report to work due to illness or injury to himself or herself or an eligible family member. Eligible employees accrue sick leave benefits at the rate of eight hours per month. Upon voluntary resignation or retirement, an employee will be paid one-fourth of accumulated unused sick leave. This portion is considered to be a vested benefit and is reported as a liability on the statement of net position.

For governmental fund financial statements, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account “accrued compensated absences” in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

The amounts recorded as liabilities for all applicable compensated absences include salary-related payments associated with the payment of compensated absences, using the rates in effect at the balance sheet date.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

A.12 – Accrued liabilities and long-term obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, the noncurrent portion of compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. Capital lease obligations and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements until due.

A.13 – Fund balance

The Governmental Accounting Standards Board (GASB) has issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54). This Statement defines the different type of fund balances that a governmental entity must use for financial reporting purposes.

GASB 54 requires the fund balance amounts to be properly reported within one of the fund balance categories listed below.

Nonspendable, such as fund balance associated with inventories, prepaid expenditures, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed or assigned),

Restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation,

Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Board of County Commissioners (the County's highest level of decision-making authority),

Assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed, and

Unassigned fund balance is the residual classification for the County's general fund and includes all spendable amounts not contained in the other classifications.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

Committed fund balance is established by a formal passage of a resolution. This is typically done through the adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund. Assigned fund balance is established by the Board of County Commissioners through adoption or amendment of the budget as intended for specific purpose (such as purchase of fixed assets, construction, debt service or for other purposes).

When both restricted and unrestricted resources are available in governmental funds, the County applies expenditures against restricted fund balance first, and followed by committed fund balance, assigned fund balance and unassigned fund balance.

A.14 – Net position

Net position represents the difference between assets and liabilities. Net investment in assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position are reported as restricted when there are liabilities imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

A.15 – Interfund transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. In general, the effect of interfund activity has been eliminated from the government-wide financial statements.

A.16 – Extraordinary and special items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the board of county commissioners and that are either unusual in nature or infrequent in occurrence. The County had no items that qualify for reporting as special items.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note B – Cash and investments

Cash and deposits

Colorado State statutes govern the County's deposits of cash. The Public Deposit Protection Acts (PDPA) for banks and savings and loans require state regulators to certify eligible depositories for public deposits. The PDPA require eligible depositories with public deposits in excess of federal insurance levels to create a single institution collateral pool of defined eligible assets. Eligible collateral includes obligations of the United States, obligations of the State of Colorado or Colorado local governments and obligations secured by first lien mortgages on real property located in the state. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group and not held in any individual government's name. The fair value of the assets in the pool must be at least equal to 102% of the aggregate uninsured deposits.

Custodial credit risk – deposits – Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk. At year-end, the County had total deposits of \$8,655,225, of which \$941,009 was insured and \$7,714,216 was collateralized with securities held by the pledging institution's trust department or agent in the County's name. As of year-end, the Nursing Home had total deposits of \$1,564,618 of which \$361,875 was insured, and \$1,202,743 was collateralized with securities held by the pledging institution's trust department or agent in the Nursing Home's name.

Investments

Authorized investments - Investment policies are governed by Colorado State Statutes and the County's own investment policies and procedures. Investments of the County may include:

- Obligations of the U.S. Government such as treasury bills, notes and bonds
- Certain international agency securities
- General obligation and revenue bonds of United States local government entities
- Bankers acceptances of certain banks
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note B – Cash and investments (continued)

During the year, the County invested in ColoTrust (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commission administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper and repurchase agreements collateralized by certain obligations of U.S. government agencies. A designated custodial bank serves as custodian for the Trust’s portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for the Trust’s investment portfolios and provides services as the depository in connection with direct investments and withdrawals. As of December 31, 2020, the County had invested \$4,399,569 in COLOTRUST PLUS+, an SEC Rule 2a7-like investment pool. Investments are valued at the net asset value (NAV) of \$1.00. The investment pools are routinely monitored by the Colorado Division of Securities with regard to operations and investments.

At year-end, the County had the following investments that were not categorized because they are not evidenced by specific securities due to the nature of the investment pools:

<u>Investment type</u>	<u>Fair value</u>	<u>Investment maturities (in years)</u>		
		<u>Less than 1</u>	<u>1-5</u>	<u>6-10</u>
ColoTrust	\$ 4,399,569	\$ 4,399,569	\$ -	\$ -
Federal and US Treasury Money Market Funds	3,000,000	3,000,000	-	-
Annuity contracts	<u>7,510,031</u>	<u>-</u>	<u>7,510,031</u>	<u>-</u>
Total	<u>\$ 14,909,600</u>	<u>\$ 7,399,569</u>	<u>\$ 7,510,031</u>	<u>\$ -</u>

Interest rate risk – The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing rates.

Credit risk – State law limits investments in commercial paper, corporate bonds, and mutual bond funds to the highest rating from at least one nationally recognized rating agency at the time of purchase. The County has no investment policy that would further limit its investment choices. At year-end, the County’s investment in ColoTrust was rated AAA by Standard and Poor’s.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note B – Cash and investments (continued)

The following table provides a reconciliation of cash and cash investments on the statement of net position:

Cash	\$ 7,109,729
Certificates of deposit	2,478,258
ColoTrust	4,399,569
Federal and US Treasury money market funds	3,000,000
Investments	<u>7,510,031</u>
 Total cash and cash investments	 <u>\$ 24,497,587</u>
 <u>Statement of net position</u>	
Cash and cash investments – primary government	\$ 21,711,348
Cash and cash investments – component unit	1,590,010
Restricted cash and investments – primary government	865,931
Restricted cash and cash investments – component unit	<u>9,938</u>
 Subtotal	 24,177,227
 <u>Statement of fiduciary net position</u>	
Cash and cash investments – custodial funds	<u>320,361</u>
 Total	 <u>\$ 24,497,588</u>

Note C – Receivables

Receivables at year-end consist of the following:

	<u>Governmental Activities</u>	<u>Component Unit</u>	<u>Total Receivables</u>
Property taxes	\$ 4,845,657	\$ -	\$ 4,845,657
Other	1,639,096	-	1,639,096
Accounts	-	331,754	331,754
Grants	74,071	-	74,071
Due from other entities	<u>28,552</u>	<u>73,747</u>	<u>102,299</u>
 Total	 <u>\$ 6,587,376</u>	 <u>\$ 405,501</u>	 <u>\$ 6,992,877</u>

Property taxes are levied on December 15th and attach as a lien on property the following January 1st. They are payable in full by April 30th or are due in two equal installments on February 28th and June 15th. Washington County bills and collects property taxes for all taxing entities within the County. The tax receipts collected by the county are remitted to the County in the subsequent month.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note D – Interfund transactions

The following is a summary of interfund borrowings for the year as presented in the fund financial statements:

<u>Due From</u>	<u>Due To</u>	<u>Amount</u>
General Fund	Road and Bridge Fund	\$ 750
General Fund	Justice Center Fund	34,454
Solid Waste Disposal Fund	General Fund	14,000
Other governmental funds	General Fund	49,309
Other governmental funds	Justice Center Fund	<u>22,222</u>
Totals		<u>\$ 120,735</u>

All balances resulted from the time lag between the dates that (1) interfund reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Note E – Capital assets

Capital asset activity for the year was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions/ Transfers</u>	<u>Ending Balance</u>
Governmental activities				
Land	\$ 256,233	\$ -	\$ -	\$ 256,233
Equipment	12,735,475	984,214	(478,808)	13,240,881
Buildings	11,298,121	550,683	-	11,848,804
Infrastructure	5,105,207	1,017,764	-	6,122,971
Accumulated depreciation	<u>(18,375,985)</u>	<u>(1,726,111)</u>	441,787	<u>(19,660,309)</u>
Net capital assets – governmental activities	<u>\$ 11,019,051</u>	<u>\$ 826,550</u>	<u>\$ (37,021)</u>	<u>\$ 11,808,580</u>

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

Governmental activities	
General government	\$ 41,699
Public safety and judicial	484,366
Health and welfare	138,537
Auxiliary services	45,777
Culture and recreation	36,971
Public works	<u>978,761</u>
Total governmental activities	<u>\$ 1,726,111</u>

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note E – Capital assets (Continued)

Component unit	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions/ Transfers</u>	<u>Ending Balance</u>
Buildings and improvements	\$ 10,554,358	\$ -	\$ -	\$ 10,554,358
Equipment	120,555	-	-	120,555
Accumulated depreciation	<u>(1,104,909)</u>	<u>(361,078)</u>	-	<u>(1,465,987)</u>
Net capital assets – component unit	<u>\$ 9,570,004</u>	<u>\$ (361,078)</u>	<u>\$ -</u>	<u>\$ 9,208,926</u>

Note F – Note receivable

Component Unit

On May 29, 2015, the Nursing Home entered into an agreement with Chase NMTC WCGH Investment Fund, LLC (the Fund) to loan \$2,128,039 to the Fund in order to facilitate financing for the construction of the new facility, which was completed in 2017. The agreement stipulates monthly interest payments for the first seven years, followed by principal and interest payments through loan maturity. The loan bears interest at a rate of 1.00%.

Annual requirements to maturity for the note receivable are as follows:

<u>Year ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ -	\$ 21,576	\$ 21,576
2022	128,655	21,298	149,953
2023	255,234	19,086	274,320
2024	257,786	16,534	274,320
2025	260,459	13,860	274,319
2026-2030	<u>1,225,905</u>	<u>29,180</u>	<u>1,225,085</u>
Total	<u>\$ 2,128,039</u>	<u>\$ 121,534</u>	<u>\$ 2,249,573</u>

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note G – Long-term debt

The following is a summary of the changes in long-term debt for the year:

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Reductions/ Adjustments</u>	<u>Ending Balances</u>	<u>Due within one year</u>
Governmental activities					
Landfill closure and postclosure	621,070	17,918	-	638,988	-
Compensated absences	<u>130,972</u>	-	<u>(5,398)</u>	<u>125,574</u>	-
Total	<u>\$ 752,042</u>	<u>\$ 17,918</u>	<u>\$ (5,398)</u>	<u>\$ 764,562</u>	<u>\$ -</u>

Landfill closure and postclosure liability will be primarily liquidated by the Landfill Fund. The compensated absences attributable to the governmental activities will be liquidated primarily by the major governmental funds. The County believes that the current portion of compensated absences is negligible and is therefore not reported.

Prior year defeasance of debt

In prior years, the County defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. At year-end, \$458,913 of bonds outstanding are considered defeased.

Component Unit

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balances</u>	<u>Due within one year</u>
Nursing Home					
Compensated absences	\$ 44,652	\$ 5,390	\$ -	\$ 50,042	\$ -
Note payable	<u>11,365,106</u>	-	<u>(38,310)</u>	<u>11,326,796</u>	<u>35,458</u>
Totals	<u>\$ 11,409,758</u>	<u>\$ 5,390</u>	<u>\$ (38,310)</u>	<u>\$ 11,376,838</u>	<u>\$ 35,458</u>

The Nursing Home believes that the current portion of compensated absences is negligible and is therefore not reported.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note G – Long-term debt (continued)

Notes payable

The Nursing Home entered into a \$1,275,420 note agreement with the Colorado Division of Housing dated May 15, 2015, due in monthly interest only payments through May 1, 2017, followed by monthly payments of \$3,225 through 2057. The interest rate for the agreement is 1.00%. The agreement provided for the disbursement of funds at the Nursing Home's request to facilitate the construction of the new facility. The Nursing Home's outstanding note with the Colorado Division of Housing in the amount of \$1,178,564 is secured by the new facility, including all fixtures and personal property of the Nursing Home. The outstanding note contains (1) a provision that in an event of default as defined in the note agreement, the Colorado Division of Housing may declare all indebtedness to be immediately due and payable, (2) to file a written notice of election and demand for sale with trustee, and (3) take any other appropriate action.

The Nursing Home entered into a \$550,000 note agreement with the Colorado Health Foundation dated May 26, 2015, due in monthly interest only payments through May 1, 2017, followed by monthly payments of \$1,391 through 2057. The interest rate for the agreement is 1.00%. The agreement provided for the disbursement of funds at the Nursing Home's request to facilitate the construction of the new facility. The Nursing Home's outstanding note with the Colorado Health Foundation in the amount of \$508,232 is secured by the new facility, including all fixtures and personal property of the Nursing Home. The outstanding note contains (1) a provision that in an event of default as defined in the note agreement, the Colorado Health Foundation may declare all indebtedness to be immediately due and payable, (2) to file a written notice of election and demand for sale with trustee, and (3) take any other appropriate action.

Annual debt service requirements to maturity for the notes payable are as follows:

<u>Year ended December 31,</u>	<u>Principal</u>	<u>Interest</u>
2021	\$ 35,458	\$ 15,315
2022	39,054	16,335
2023	39,446	15,942
2024	39,842	15,546
2025	40,242	15,146
2026-2030	207,358	69,583
2031-2035	217,985	58,956
2036-2040	229,157	47,785
2041-2045	240,901	36,041
2046-2050	253,247	23,695
2051-2055	266,226	10,716
2056-2057	<u>77,880</u>	<u>586</u>
Total	<u>\$ 1,686,796</u>	<u>\$ 325,646</u>

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note G – Long-term debt (continued)

Washington County Green House, LLC

As of December 31, 2019, Washington County Green House, LLC had long-term indebtedness of \$9,640,000. In May of 2015, Washington County Green House, LLC received the proceeds of four note payables to two separate CDEs related to new markets tax credit financing. The proceeds of this financing is used to construct, finance and own nursing home facilities in Akron, Colorado. Each CDE has issued two notes to Washington County Green House, LLC. Total proceeds of the four notes were \$9,640,000. No principal payments were made during the year. The notes payable have interest only payments through 2021.

Washington County Green House, LLC has made sinking fund deposits totaling \$100,000.

The four note agreements are secured by the facility, including all improvements and chattels, as well as receivables. The outstanding notes contain (1) a provision that in an event of default as defined in the note agreement, the lender may declare all indebtedness to be immediately due and payable, (2) to file a written notice of election and demand for sale with trustee, and (3) take any other appropriate action.

Annual debt service requirements to maturity for the notes payable are as follows:

<u>Year ended December 31,</u>	<u>Principal</u>	<u>Interest</u>
2021	\$ -	\$ 346,299
2022	4,539,576	263,834
2023	112,874	181,712
2024	116,146	178,442
2025	120,557	174,029
2026-2030	666,914	806,020
2031-2035	791,750	681,184
2036-2040	944,439	528,496
2041-2045	1,133,009	339,927
2046-2050	<u>1,214,735</u>	<u>108,522</u>
Total	<u>\$ 9,640,000</u>	<u>\$ 3,608,465</u>

Landfill closure and postclosure care costs

The Governmental Accounting Standards Board has adopted Statement No. 18, Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs, which provides guidance for the accounting and financial reporting of these closure and postclosure care costs. State and federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note G – Long-term debt (continued)

monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$638,988 reported as landfill closure and postclosure care liability at year-end represents the cumulative amount reported to date based on 38.96 percent usage of the estimated capacity of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$1,001,056 as the remaining estimated capacity is filled. The estimated total current cost of the landfill closure and postclosure cost (\$1,640,044) is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor and maintain the landfill were acquired at year-end. Closure and postclosure costs are estimated to be \$353,540 and \$1,286,504, respectively. The County expects to close the cell in the year 2043. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. The County is required by state and federal laws and regulations to demonstrate financial assurance. The County is in compliance with these requirements through the local government financial test.

Note H – Risk management

Colorado Workers' Compensation Pool

The County is exposed to various risks of loss related to injuries of employees while on the job. The County joined together with other counties in the State of Colorado to form the County Workers' Compensation Pool (CWCP), a public entity risk pool currently operating as a common risk management and insurance program for its workers' compensation insurance coverage. The County's and Nursing Home's financial contributions for the year were \$156,366 and \$56,056, respectively. The intergovernmental agreement of formation of the CWCP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Colorado Counties Casualty and Property Pool

The County is exposed to various risks of loss related to property and casualty losses. The County joined together with other counties in the State of Colorado to form the Colorado Counties Casualty and Property Pool (CAPP), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The County's financial contribution for the year was \$228,333. The intergovernmental agreement of formation of the CAPP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the pool will purchase

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note H – Risk management (continued)

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

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; claims relating to professional liability; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. There has been no significant reduction in insurance coverage from the prior year in any of the major categories of risk.

Note I – Pension plans

The County contributes to the Colorado County Officials and Employees Retirement Plan (the Plan), a defined contribution plan administered by the Colorado County Officials and Employees Retirement Association (CCOERA).

Benefit terms, including contribution requirements, for the Plan are established and may be amended by the Board of County Commissioners. The County's contribution is a minimum of 3% of covered salary, but may be increased beyond this amount. All eligible employees are required to contribute an amount equal to the contribution by the County. For the year employee contributions totaled \$114,468, and the County recognized pension expense of \$114,468.

Employees are immediately vested in their own contributions, County contributions, and earnings on those contributions.

Note J – Deferred compensation plans

The County has a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The plan is administered by an independent plan administrator through an administrative service agreement. The plan is available to all County employees working a minimum of twenty hours per week. Employees defer a portion of their salary until future years. Deferred compensation is not available to employees until termination, retirement, death or financial hardship.

Amendments to the laws governing Section 457 deferred compensation plans substantially became effective January 1, 1997. The County approved plan amendments such that plan assets are held in trust for the exclusive benefit of the plan participants and their beneficiaries. The assets will not be diverted to any other purpose.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note K – Defined contribution plan

The Nursing Home maintains a SIMPLE Plan (the Plan), a defined contribution plan administered by Oppenheimer Funds.

Benefit terms, including contribution requirements, for the Plan are established and may be amended by the Nursing Home board of directors. The Nursing Home's contribution is 3% of covered salary. All eligible employees are allowed to contribute the lesser of 6% of covered salary or \$6,000. For the year, employee contributions totaled \$33,636, and the Nursing Home recognized pension expense of \$6,864.

Employees are immediately vested in their own contributions, Nursing Home contributions, and earnings on those contributions.

Note L – Joint venture

The County participates in the County Technical Services, Inc. Insurance Pool (the Pool). This joint venture does not meet the criteria for inclusion within the reporting entity because the Pool:

- is financially independent and responsible for its own financing deficits and entitled to its own surpluses,
- has a separate governing board from that of the County,
- has a separate management which is responsible for day to day operations and is accountable to the separate governing board,
- governing board and management have the ability to significantly influence operations by approving budgetary requests and adjustments, signing contracts, hiring personnel, exercising control over facilities and determining the outcome or disposition of matters affecting the recipients of services provided, and
- has absolute authority over all funds and fiscal responsibility including budgetary responsibility and reporting to state agencies and controls fiscal management.

The County has one member on the board. This board has final authority for all budgeting and financing of the joint venture.

Separate financial statements of the County Technical Services, Inc. Insurance Pool are available by contacting their administrative office in Denver, Colorado.

Note M – Commitments and contingencies

Federal and state funding

The County receives revenues from various federal and state grant programs which are subject to final review and approval by the grantor agencies. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note M – Commitments and contingencies (continued)

TABOR Amendment

In November 1992, Colorado voters passed an amendment, commonly known as the Taxpayer's Bill of Rights (TABOR), to the State Constitution (Article X, Section 20) which limits the revenue raising and spending abilities of state and local governments. The limits on property taxes, revenue, and "fiscal year spending" include allowable annual increases tied to inflation and local growth. Fiscal year spending as defined by the amendment excludes spending from certain revenue and financing sources such as federal funds, gifts, property sales, fund transfers, damage awards, and fund reserves (balances). The amendment requires voter approval for any increase in mill levy or tax rates, new taxes, or creation of multi-year debt. Revenue earned in excess of the "spending limit" must be refunded or approved to be retained by the County under specified voting requirements by the entire electorate. In 1996, the voters of the County approved a ballot initiative permitting the County to retain, appropriate, and utilize, by retention for reserve, carryover fund balance, or expenditure, the full proceeds and revenues received from every source whatsoever, without limitation, in this fiscal year and all subsequent fiscal years notwithstanding any limitation of Article X, Section 20 of the Colorado Constitution. 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 of TABOR's language in order to determine its compliance. The County has restricted funds in the amount of \$453,000 in the General Fund and Contingent Fund in satisfaction of this requirement.

The Washington County Nursing Home considers itself to be an enterprise as defined by TABOR, thus being exempt from the provisions of the Amendment.

In addition, Washington County's electorate approved a ballot issue in May of 1996 that would allow the Washington County Nursing Home (if it should be determined that the Washington County Nursing Home does not qualify as an enterprise) to retain, appropriate, and utilize any and all revenues generated in 1993, 1994 and 1995 in excess of the limits imposed by Article X, Section 20 of the Colorado Constitution, and be authorized to retain, appropriate, collect and utilize, by retention for reserve, carryover fund balance, or expenditure, the full proceeds and revenues received from every source whatsoever, without limitation, in 1996 and all subsequent years.

Local government investment laws

The County Treasurer has invested funds in an annuity contract with a fair value at year-end of \$1,080,573 with a maturity date of four years from the date of purchase. Colorado Revised Statutes limit the maturity date for annuity contracts to no more than three years from the date of purchase. This may be a violation of local government investment laws.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note M – Commitments and contingencies (continued)

Colorado local government budget laws

Expenses in the Television Translator Fund exceeded appropriations by \$26,521, which may be a violation of local government budget laws.

Contingent liabilities

The County is a defendant in various threatened or pending lawsuits that have arisen in the normal course of business. The ultimate liability that might result from the financial resolution of these matters is not presently determinable. Adequate insurance is carried to cover actual damages in most cases. Management and legal counsel are of the opinion that the final outcome of the claims will not have a material adverse effect on the County's financial statements.

Note N – Change in Accounting Principle

Effective for calendar year 2020, the Government Accounting Standards Board issued Statement No. 84, *Fiduciary Activities*, which improved guidance on identifying and reporting fiduciary activities. As a result, the County now reports a Statement of Changes in Fiduciary Net Position in addition to the previously reported Statement of Fiduciary Net Position.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note O - Noncash program activity

Schedule of EBT Authorizations, Warrant Expenditures and Total Expenditures

Program	A County EBT Authorizations	B County Share of Authorizations	C Expenditures by County Warrant	D County EBT Authorizations plus Expenditures by County Warrant (Col. A + Col. C)	E Total Expenditures (Col. B + Col. C)
Colorado works	66,275	15,857	46,079	112,354	61,936
Child care	91,920	8,193	27,212	119,132	35,405
Child welfare	150,840	26,736	419,339	570,179	446,075
County administration	10,181	-	199,766	209,947	199,766
Core services	(2,854)	(2,540)	10,617	7,763	8,077
Adult protective services	-	-	62,707	62,707	62,707
Child support	-	-	54,229	54,229	54,229
Low-income home energy assistance	177,999	-	13,935	191,934	13,935
Aid to needy disabled	21,786	4,357	-	21,786	4,357
Old age pension	54,600	-	5,371	59,971	5,371
Food assistance job search	-	-	1,058	1,058	1,058
Parental fee	-	-	3,238	3,238	3,238
PSSF grant	-	-	28,069	28,069	28,069
Miscellaneous	-	-	34,929	34,929	34,929
Subtotal	570,747	52,603	906,549	1,477,296	959,152
Food assistance	1,033,273	-	-	1,033,273	-
Grand total	1,604,020	52,603	906,549	2,510,569	959,152

- A. Welfare payments authorized by the Washington County Department of Human Services. These debit cards or by electronic funds transfer (EFT).
- B. County share of EBT authorizations. These amounts are settled monthly by a reduction of State cash advances to the county.
- C. Expenditures made by county warrants or other county payment methods.
- D. This represents the total cost of the welfare programs that are administered by Washington County.
- E. This total matches the expenditures on the Human Services Fund - Budgetary Comparison Schedule.

Required Supplementary Information

Required supplementary information includes financial information and disclosures that are required by the Governmental Accounting Standards Board but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedule – General Fund
- Budgetary Comparison Schedule – Road and Bridge Fund
- Budgetary Comparison Schedule – Human Services Fund
- Budgetary Comparison Schedule – Solid Waste Disposal Fund
- Budgetary Comparison Schedule – Justice Center Fund
- Notes to the Required Supplementary Information

WASHINGTON COUNTY, COLORADO
General Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
General property	\$ 3,503,115	\$ 3,503,115	\$ 3,500,790	\$ (2,325)
Delinquent taxes and interest	230	230	7,714	7,484
Tax advertising	4,800	4,800	20	(4,780)
Tax sale	2,000	2,000		(2,000)
Severance tax			19,908	19,908
Total taxes	3,510,145	3,510,145	3,528,432	18,287
Intergovernmental				
Federal and state grants	32,700	32,700	748,100	715,400
Cigarette taxes	320	320	1,358	1,038
State veterans affairs	6,000	6,000	14,700	8,700
Total intergovernmental	39,020	39,020	764,158	725,138
Fines and forfeitures	2,600	2,600	1,056	(1,544)
Licenses and permits	9,500	9,500	8,222	(1,278)
Charges for services				
Public trustee's fees			7,381	7,381
County clerk's fees	200,000	200,000	195,860	(4,140)
County treasurer's fees	300,000	300,000	274,699	(25,301)
Sheriff's fees	21,300	21,300	17,970	(3,330)
Rents	17,000	17,000	16,767	(233)
Law enforcement contracts	240,000	240,000	241,431	1,431
Total charges for services	778,300	778,300	754,108	(24,192)
Miscellaneous				
County fair	284,040	284,040	237,315	(46,725)
Earnings on investments	530,000	530,000	268,297	(261,703)
Insurance proceeds			614,705	614,705
Other revenues	52,795	52,795	27,683	(25,112)
Total miscellaneous	866,835	866,835	1,148,000	281,165
Total revenues	5,206,400	5,206,400	6,203,976	997,576

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Expenditures				
General government				
Commissioners				
Salaries	182,596	182,596	182,596	-
Employee benefits	50,600	50,600	47,070	3,530
Workman's compensation	400	400	377	23
Telephone	1,200	1,200	707	493
Postage and supplies	2,000	2,000	1,513	487
Mileage and expenses	7,500	7,500	4,984	2,516
Dues and meetings	21,000	21,000	13,054	7,946
Total commissioners	265,296	265,296	250,301	14,995
Attorney				
Services contract	80,000	80,000	85,999	
Professional services			122	(122)
Total attorney	80,000	80,000	86,121	(122)
Planning and zoning				
Building inspector fees	1,350	1,350	375	975
Postage	30	30	31	(1)
Mileage and expenses	4,000	4,000	3,068	932
Operating supplies	500	500	67	433
Total planning and zoning	5,880	5,880	3,541	2,339
Auditor - contract services				
Contract services	26,000	26,000	23,490	2,510
Total auditor	26,000	26,000	23,490	2,510
Administration				
Salaries	112,581	112,581	120,386	(7,805)
Employee benefits	40,529	40,529	48,655	(8,126)
Unemployment insurance			3,740	(3,740)
Bonds			6,326	(6,326)
Workman's compensation	300	300	113	187
Insurance	69,000	69,000	79,283	(10,283)

(continued)

WASHINGTON COUNTY, COLORADO
General Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

(continued)

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Copier expense	3,500	3,500	3,743	(243)
Telephone	5,500	5,500	3,510	1,990
Advertising and legal notices	7,000	7,000	8,732	(1,732)
Mileage and expenses	1,000	1,000	411	589
Dues and meetings	3,500	3,500	100	3,400
Office supplies	10,000	10,000	10,645	(645)
Bulk paper account	200	200	202	(2)
Computer lease	36,992	36,992	27,557	9,435
Casualty property & repair		1,450,042	164,430	1,285,612
Employee review committee	4,000	4,000	102	3,898
DOLA Cares Fund Act grant			361,650	(361,650)
Total administration	294,102	1,744,144	839,585	904,559
Clerk and recorder				
Salaries	167,730	167,730	160,719	7,011
Employee benefits	55,529	55,529	50,328	5,201
Workman's compensation	300	300	300	-
Professional services	2,000	2,000	1,260	740
Maintenance contracts	14,000	14,000	1,427	12,573
Copier expense	600	600	667	(67)
Telephone	2,500	2,500	2,765	(265)
Postage	6,000	6,000	4,780	1,220
Advertising	1,800	1,800	218	1,582
Dues and meetings	6,000	6,000	1,674	4,326
Office supplies	8,000	8,000	12,137	(4,137)
Clerk technology			259,247	(259,247)
Miscellaneous			1,140	(1,140)
Total clerk and recorder	264,459	264,459	496,662	(232,203)
Elections				
Election judge fees	23,000	23,000	15,172	7,828
Professional services	22,000	22,000	21,387	613
Maintenance contracts	10,000	10,000		10,000
Copier expense	200	200	15	185
Telephone			216	(216)
Postage	3,000	3,000	1,919	1,081
Advertising and legal notices	2,500	2,500	1,941	559
Dues and meetings	500	500	133	367

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Office supplies	1,000	1,000	3,018	(2,018)
Capital lease	19,000	19,000	18,841	159
Total elections	81,200	81,200	62,642	18,558
Drivers license				
Salaries	45,000	45,000	32,328	12,672
Employee benefits	21,506	21,506	16,225	5,281
Copier expense	400	400	23	377
Telephone	900	900	1,391	(491)
Postage	200	200		200
Advertising and legal notices	500	500	544	(44)
Dues and meetings	4,000	4,000	131	3,869
Office supplies	1,000	1,000	878	122
Total drivers license	73,506	73,506	51,520	21,986
Public trustee				
Salaries	10,850	10,850	5,900	4,950
Employee benefits	900	900	276	624
Telephone	800	800	216	584
Dues and meetings	1,400	1,400	291	1,109
Office supplies	750	750	60	690
Total public trustee	14,700	14,700	6,743	7,957
Treasurer				
Salaries	155,916	155,916	149,742	6,174
Employee benefits	41,820	41,820	31,140	10,680
Workman's compensation	350	350	174	176
Copier expense	1,000	1,000	144	856
Telephone	3,800	3,800	2,257	1,543
Postage	7,000	7,000	5,082	1,918
Advertising and legal notices	6,000	6,000	5,576	424
Dues and meetings	4,200	4,200	591	3,609
Office supplies	6,000	6,000	5,174	826
Computer lease	50,300	50,300	37,896	12,404
Total treasurer	276,386	276,386	237,776	38,610

(continued)

WASHINGTON COUNTY, COLORADO
General Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

(continued)

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Favorable (Unfavorable)
Assessor				
Salaries	184,816	184,816	145,922	38,894
Employee benefits	59,341	59,341	39,808	19,533
Workman's compensation	2,600	2,600	2,086	514
Professional services	26,000	26,000	21,500	4,500
Maintenance contracts	5,800	5,800	4,200	1,600
Copier expense	800	800	159	641
Telephone	3,000	3,000	3,511	(511)
Postage	4,000	4,000	197	3,803
Advertising and legal notices	375	375		375
Dues and meetings	4,000	4,000	1,371	2,629
Vehicle fuel and maintenance	700	700	39	661
Office supplies	2,900	2,900	2,764	136
Computer lease	44,000	44,000	30,859	13,141
Total assessor	338,332	338,332	252,416	85,916
Maintenance				
Salaries	215,287	215,287	227,949	(12,662)
Employee benefits	96,074	96,074	85,719	10,355
Unemployment insurance	7,000	7,000	1,518	5,482
Workman's compensation	10,000	10,000	10,000	-
Courthouse repairs	22,000	22,000	152,476	(130,476)
Small tools	4,000	4,000	5,592	(1,592)
Utilities	27,000	27,000	22,270	4,730
Telephone			44	(44)
Vehicle fuel and maintenance	2,850	2,850	2,346	504
Janitorial tools and supplies	2,500	2,500	3,721	(1,221)
Total maintenance	386,711	386,711	511,635	(124,924)
Information Technology				
Salaries	58,985	58,985	62,746	(3,761)
Employee benefits	14,709	14,709	13,323	1,386
Workman's compensation	600	600	134	466
Professional services	10,000	10,000	4,371	5,629
Telephone	400	400	672	(272)
Dues and meetings	3,000	3,000	1,797	1,203

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Vehicle maintenance	750	750	228	522
Office supplies	2,000	2,000	3,393	(1,393)
Total information technology	90,444	90,444	86,664	3,780
Total general government	2,197,016	3,647,058	2,909,096	743,961
Judicial and public safety				
District attorney				
Annual fees	110,207	110,207	110,207	-
Total district attorney	110,207	110,207	110,207	-
Sheriff				
Salaries	609,220	609,220	489,833	119,387
Employee benefits	202,310	202,310	154,774	47,536
Workman's compensation	13,500	13,500	9,616	3,884
Insurance	10,000	10,000	10,000	-
IT independent contract			8,570	(8,570)
Equipment repairs	10,500	10,500	14,298	(3,798)
Copier expense	4,500	4,500	3,456	1,044
Communications			8,203	(8,203)
Telephone	15,000	15,000	13,839	1,161
Postage	500	500	661	(161)
Advertising	1,000	1,000	381	619
Supplies and uniforms	12,500	12,500	6,599	5,901
Lodging	600	600		600
Dues and meetings	10,000	10,000	8,853	1,147
Training	15,000	15,000	7,789	7,211
Shooting supplies	3,000	3,000	2,165	835
Vehicle maintenance	45,000	45,000	62,676	(17,676)
Office supplies	6,000	6,000	5,550	450
Drug testing	1,000	1,000	69	931
Dog pound supplies	1,000	1,000	223	777
Investigations line	3,000	3,000	3,024	(24)
Miscellaneous	1,380	1,380	2,217	(837)
Computer upgrade	7,500	7,500	5,614	1,886
Records archiving	6,000	6,000		6,000
Total sheriff	978,510	978,510	818,410	160,100

(continued)

WASHINGTON COUNTY, COLORADO
General Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

(continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Jail				
Court maintenance	43,640	43,640	43,640	-
City inmate lodging	287,275	287,275	287,275	-
Total jail	330,915	330,915	330,915	-
Coroner				
Salaries	34,656	34,656	34,793	(137)
Employee benefits	18,141	18,141	18,611	(470)
Workman's compensation	250	250	182	68
Coroner's fees	500	500		500
Autopsies/toxicology	17,000	17,000	18,207	(1,207)
Mileage and cell phone	3,500	3,500	2,254	1,246
Dues and meetings	5,500	5,500	1,724	3,776
Office supplies	500	500	92	408
Coroner's supplies	3,500	3,500	2,139	1,361
Total coroner	83,547	83,547	78,002	5,545
Emergency preparedness				
Salaries	40,982	40,982	41,841	(859)
Employee benefits	4,422	4,422	15,007	(10,585)
Workman's compensation	140	140	117	23
Vehicle repairs	500	500	1,110	(610)
Rent	6,400	6,400	6,400	-
Utilities	1,920	1,920	2,002	(82)
Telephone	800	800	1,587	(787)
Fuel	3,000	3,000	1,196	1,804
Dues and meetings	1,750	1,750	2,065	(315)
Office supplies and equipment	1,500	1,500	907	593
Hazmat response	3,000	3,000		3,000
Total emergency preparedness	64,414	64,414	72,232	(7,818)
Total judicial and public safety	1,567,593	1,567,593	1,409,766	157,827
Health and welfare				
Allocations to other agencies	69,156	69,156	70,156	(1,000)
Total health and welfare	69,156	69,156	70,156	(1,000)

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Auxiliary services				
Extension service				
Salaries	73,232	73,232	66,133	7,099
Employee benefits	22,650	22,650	22,026	624
Workman's compensation	110	110	75	35
Fees to CSU	157,446	157,446	143,305	14,141
Repairs and maintenance	2,500	2,500	4,127	(1,627)
Copier expense	3,000	3,000		3,000
Telephone	3,780	3,780	6,474	(2,694)
Postage	1,490	1,490	1,106	384
Mileage and expenses	5,750	5,750	3,437	2,313
Office supplies	3,550	3,550	3,297	253
Computer training	700	700	27	673
Total extension services	274,208	274,208	250,007	24,201
County fair				
Eastern Colorado roundup	109,200	109,200	66,802	42,398
County carnival	15,700	15,700	6,748	8,952
Fairgrounds complex	56,310	56,310	451,587	(395,277)
Junior livestock sale	203,000	203,000	186,861	16,139
Royalty expenses	5,100	5,100	2,234	2,866
Total county fair	389,310	389,310	714,232	(324,922)
Bookmobile	11,270	11,270	11,270	-
Veterans office				
Salaries	14,700	14,700	14,700	-
Employee benefits	1,132	1,132	1,125	7
Telephone	400	400	995	(595)
Postage	125	125	55	70
Mileage and expenses	1,800	1,800	505	1,295
Office supplies	900	900	164	736
Total veterans office	19,057	19,057	17,544	1,513

(continued)

WASHINGTON COUNTY, COLORADO
General Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

(continued)

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Economic development				
SBDC fee	600	600		600
Advertising	1,000	1,000		1,000
Mileage and expenses	500	500		500
Economic development	5,000	5,000		5,000
Total economic development	7,100	7,100	-	7,100
W-Y communication center	225,000	225,000	225,000	-
Total auxiliary services	925,945	925,945	1,218,053	(292,108)
Miscellaneous				
Treasurer's fees and other			110,262	(110,262)
GOCO Arickaree School			55,000	(55,000)
Total miscellaneous	-	-	165,262	(165,262)
Total expenditures	4,759,710	6,209,752	5,772,333	443,418
Net change in fund balance	\$ 446,690	\$ (1,003,352)	431,643	\$ 1,434,995
Fund balance at beginning of year			5,217,450	
Fund balance at end of year			\$ 5,649,093	

This page intentionally left blank.

WASHINGTON COUNTY, COLORADO
Road and Bridge Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
General property	\$ 39,808	\$ 39,808	\$ 39,734	\$ (74)
Specific ownership	520,000	520,000	559,482	39,482
Delinquent taxes and interest	36	36	118	82
Total taxes	559,844	559,844	599,334	39,490
Intergovernmental				
Highway users tax	3,850,000	3,850,000	2,979,142	(870,858)
Motor vehicle fees	25,500	25,500	27,099	1,599
Mineral lease	5,000	5,000	3,515	(1,485)
Impact assistance	9	9	10	1
Total intergovernmental	3,880,509	3,880,509	3,009,766	(870,743)
Licenses and permits	1,000	1,000		(1,000)
Charges for services				
Easements and fees	500	500	1,595	1,095
Miscellaneous				
Other revenues	500	500	7,767	7,267
Total revenues	4,442,353	4,442,353	3,618,462	(823,891)
Expenditures				
General government				
Treasurer's fees			20,021	(20,021)
Remittance to municipalities			2,591	(2,591)
Other			31,028	31,028
Total general government	-	-	53,640	8,416
Public works				
Construction	1,759,800	1,759,800	1,079,929	679,871

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Maintenance of condition				
Salaries	1,194,528	1,194,528	1,115,918	78,610
Employee benefits	389,579	389,579	365,111	24,468
Fuel	403,400	403,400	256,438	146,962
Operating supplies	421,000	421,000	380,902	40,098
Total maintenance of condition	2,408,507	2,408,507	2,118,369	290,138
Supervisors				
Salaries	141,615	141,615	143,967	(2,352)
Employee benefits	42,881	42,881	48,210	(5,329)
Workman's compensation	84,000	84,000	80,836	3,164
Insurance	63,500	63,500	63,500	-
Utilities and telephone	30,500	30,500	24,437	6,063
Operating supplies	4,700	4,700	157	4,543
Equipment warranties	44,000	44,000		44,000
Total supervisors	411,196	411,196	361,107	50,089
Administrative				
Salaries	11,341	11,341	12,985	(1,644)
Employee benefits	3,516	3,516	5,751	(2,235)
Total administrative	14,857	14,857	18,736	(3,879)
Total public works	4,594,360	4,594,360	3,578,141	1,016,219
Capital outlay	495,000	495,000	512,078	(17,078)
Total expenditures	5,089,360	5,089,360	4,143,859	1,007,557
Net change in fund balance	\$ (647,007)	\$ (647,007)	(525,397)	\$ 121,610
Fund balance at beginning of year			8,253,236	
Fund balance at end of year			\$ 7,727,839	

WASHINGTON COUNTY, COLORADO
Human Services Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
General property	\$ 278,657	\$ 278,657	\$ 279,025	\$ 368
Delinquent taxes and interest	100	100	51	(49)
Total taxes	278,757	278,757	279,076	319
Intergovernmental				
Colorado works	80,280	80,280	45,528	(34,752)
Child care	27,773	27,773	27,212	(561)
Child welfare	292,518	292,518	344,124	51,606
County administration	127,083	127,083	149,983	22,900
Core services	36,015	36,015	11,137	(24,878)
Child support	19,800	19,800	31,928	12,128
Low-income home energy assistance	13,400	13,400	13,935	535
Old age pension	6,000	6,000	5,370	(630)
Food assistance job search	3,643	3,643	1,510	(2,133)
Adult protective services	29,078	29,078	43,730	14,652
Federal and state incentives	6,000	6,000	1,514	(4,486)
Senate Bill 80	500	500		(500)
Parental fee	1,500	1,500	3,238	1,738
Enhanced funding	2,000	2,000	43	(1,957)
PSSF grant	40,000	40,000	28,069	(11,931)
Intervention SB19-258			19,736	19,736
Miscellaneous	3,200	3,200	25,471	22,271
Total intergovernmental	688,790	688,790	752,528	63,738
Total revenues	967,547	967,547	1,031,604	64,057

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Favorable (Unfavorable)
Expenditures				
Health and welfare				
Colorado works	88,500	88,500	61,936	26,564
Child care	45,000	45,000	35,405	9,595
Child welfare	456,303	456,303	446,075	10,228
County administration	215,400	215,400	199,766	15,634
Core services	35,108	35,108	8,077	27,031
Child support	30,000	30,000	54,229	(24,229)
Low-income home energy assistance	13,400	13,400	13,935	(535)
Old age pension	6,000	6,000	5,371	629
Food assistance job search	12,100	12,100	1,058	11,042
Adult protective services	92,000	92,000	62,707	29,293
Senate Bill 80	500	500		500
Parental fee	1,500	1,500	3,238	(1,738)
Aide to the needy disabled	4,400	4,400	4,357	43
PSSF grant	40,000	40,000	28,069	11,931
Intervention SB19-258			19,736	(19,736)
Miscellaneous	18,750	18,750	15,193	3,557
Total expenditures	1,058,961	1,058,961	959,152	99,809
Net change in fund balance	\$ (91,414)	\$ (91,414)	72,452	\$ 163,866
Fund balance at beginning of year			863,819	
Fund balance at end of year			\$ 936,271	

WASHINGTON COUNTY, COLORADO
Solid Waste Disposal Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
General property	\$ 716,546	\$ 716,546	\$ 716,071	\$ (475)
Delinquent taxes and interest	10	10	1,454	1,444
Total taxes	716,556	716,556	717,525	969
Intergovernmental				
Impact assistance	12	12	12	-
Charges for services				
Landfill charges	77,000	77,000	110,202	33,202
Miscellaneous				
Earnings on investment	15,000	15,000	22,514	7,514
Total revenues	808,568	808,568	850,253	41,685
Expenditures				
General government				
Treasurer's fees			22,299	(22,299)
Public works				
Salaries	67,000	67,000	67,200	(200)
Employee benefits	20,100	20,100	6,882	13,218
Workman's compensation	4,500	4,500	4,500	-
Insurance	3,000	3,000	3,000	-
Utilities	1,800	1,800	1,233	567
Telephone	1,500	1,500	1,204	296
Dues and meetings	4,000	4,000		4,000
Fuel	9,600	9,600	9,100	500
Vehicle maintenance	1,500	1,500	737	763

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Office supplies	500	500	208	292
Operating supplies	90,000	90,000	92,319	(2,319)
Import cover dirt	26,250	26,250		26,250
Pit liner construction	477,000	477,000		477,000
Total public works	706,750	706,750	186,383	520,367
Total expenditures	706,750	706,750	208,682	498,068
Net change in fund balance	\$ 101,818	\$ 101,818	641,571	\$ 539,753
Fund balance at beginning of year			1,404,575	
Fund balance at end of year			\$ 2,046,146	

WASHINGTON COUNTY, COLORADO
Justice Center Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Charges for services				
Inmate housing and related revenues	\$ 3,734,414	\$ 3,734,414	\$ 2,804,096	\$ (930,318)
Intergovernmental				
Grant revenues			28,062	28,062
Miscellaneous				
Insurance proceeds			732,239	732,239
Other revenues			3,510	3,510
Total miscellaneous	-	-	735,749	735,749
Total revenues	3,734,414	3,734,414	3,567,907	(166,507)
Expenditures				
General government				
Treasurer's fees			20,787	(20,787)
Public safety				
Detention and medical operations				
Salaries	858,785	858,785	631,384	227,401
Employee benefits	220,568	220,568	157,813	62,755
Unemployment insurance	10,000	10,000	1,272	8,728
Workman's compensation	46,000	46,000	42,406	3,594
Insurance	35,000	35,000	35,000	-
Repairs and maintenance	62,000	62,000	58,409	3,591
Copier usage	4,500	4,500	4,099	401
Utilities	135,000	135,000	124,735	10,265
Telephone	12,000	12,000	15,322	(3,322)
Postage	500	500	47	453
Uniforms	4,500	4,500	2,676	1,824
Dues and meetings	8,000	8,000	8,240	(240)
Training	3,500	3,500	1,862	1,638
Office supplies	6,000	6,000	6,998	(998)
Medical management	520,000	520,000	522,221	(2,221)
Kitchen equipment and supplies	5,000	5,000	3,244	1,756
Inmate meal expenses	344,020	344,020	309,840	34,180
Inmate supplies	15,000	15,000	17,324	(2,324)

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Favorable (Unfavorable)
Janitorial supplies	6,000	6,000	4,183	1,817
Laundry	6,000	6,000	2,185	3,815
Random drug testing	2,500	2,500	751	1,749
JBBS grant			5,048	(5,048)
Miscellaneous	5,000	5,000	7,475	(2,475)
Community outreach programs	1,500	1,500	50	1,450
Computer upgrade	11,000	11,000	12,814	(1,814)
Total detention and medical operations	2,322,373	2,322,373	1,975,398	346,975
Detention transportation				
Salaries	152,300	152,300	135,489	16,811
Employee benefits	37,575	37,575	25,483	12,092
Telephone	1,500	1,500	1,867	(367)
Uniforms	2,000	2,000		2,000
Dues and meetings	250	250		250
Training	4,000	4,000		4,000
Vehicle fuel and maintenance	21,000	21,000	15,015	5,985
Operating supplies			420	(420)
Inmate transportation	1,500	1,500	2,477	(977)
Total detention transportation	220,125	220,125	180,751	39,374
Administration				
Salaries	321,428	321,428	307,960	13,468
Employee benefits	112,500	112,500	121,011	(8,511)
Telephone	1,000	1,000	1,583	(583)
IT independent contractor	16,875	16,875	21,019	(4,144)
Advertising and legal notices	600	600	375	225
Uniforms	750	750	610	140
Dues and meetings	1,000	1,000		1,000
State treatment	100,000	100,000	29,694	70,306
Training	3,500	3,500	139	3,361
Office supplies	1,000	1,000	30	970
Total administration	558,653	558,653	482,421	76,232
Total public safety	3,101,151	3,101,151	2,638,570	462,581

(continued)

WASHINGTON COUNTY, COLORADO
Justice Center Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

(continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Capital outlay	435,000	2,116,700	1,814,715	301,985
Debt service Principal	100,000	100,000		100,000
Total expenditures	3,636,151	5,317,851	4,474,072	843,779
Net change in fund balance	<u>\$ 98,263</u>	<u>\$ (1,583,437)</u>	(906,165)	<u>\$ 677,272</u>
Fund balance at beginning of year			3,866,746	
Fund balance at end of year			<u>\$ 2,960,581</u>	

WASHINGTON COUNTY, COLORADO
Notes to Required Supplementary Information

Note A – Budgetary data

Annual budgets are established for all funds of the County. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles.

An appropriated budget for the entity as a whole is prepared on a detailed basis. Revenues are budgeted by source. Expenditures are budgeted by department and the major divisions thereof and by each independent office and agency and by the principal objects of expenditure. The legal level of control is considered to be at the individual fund level and expenditures may not exceed appropriations at this level. All budget revisions at this level are subject to final review and approval by the Board of County Commissioners. Within these control levels, management may transfer appropriations without the Board of County Commissioners approval. Revisions to the budget were made throughout the year.

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

- Prior to October 15th, the budget officer submits to the Board of County Commissioners a proposed operating budget for the fiscal year commencing the following January 1st for all funds, except custodial funds.
- The budget is prepared using the modified accrual basis of accounting.
- Public hearings are conducted to obtain taxpayer comments.
- Prior to December 31st, the budget is legally adopted through passage of adoption and appropriation resolutions.

This page is intentionally left blank.

Other Supplementary Information

Other supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Combining Statements and Budgetary Comparison Schedules – Nonmajor Governmental Funds

WASHINGTON COUNTY, COLORADO
Nonmajor Governmental Funds
Combining Balance Sheet
For the Year Ended December 31, 2020

	Special Revenue Funds			
	Television Translator Fund	Conservation Trust Fund	Capital Expenditures Fund	Contingent Fund
Assets				
Cash and cash investments	\$ 116,258	\$ 185,418	\$ 248,007	\$ 192,934
Property taxes receivable	40,045		440,499	160,181
Due from other funds		7	22,222	41,529
Grants receivable				
Other receivables	8,340			27,619
Inventories				
Total assets	\$ 164,643	\$ 185,425	\$ 710,728	\$ 422,263
Liabilities				
Accounts payable	\$ 580		\$ 6,758	
Accrued salaries and benefits				
Cash held for others				
Unearned grant revenues				
Total liabilities	580	\$ -	6,758	\$ -
Deferred inflows of resources				
Deferred property tax revenues	40,045		440,499	160,181
Total deferred inflows of resources	40,045	-	440,499	160,181
Fund balance				
Nonspendable for:				
Inventories				
Restricted for:				
Emergencies				262,082
Culture and recreation		185,425		
Committed to:				
Capital projects			263,471	
Culture and recreation	124,018			
Debt service				
Health and welfare				
Total fund balance	124,018	185,425	263,471	262,082
Total liabilities, deferred inflows of resources and fund balance	\$ 164,643	\$ 185,425	\$ 710,728	\$ 422,263

Special Revenue Funds

Health Care Fund	Medical Reserve Corp Fund	Total Nonmajor Governmental Funds
\$ 2,477,910	\$ 3,191	\$ 3,223,718
		640,725
7,773		71,531
74,071		74,071
147,252		183,211
30,392		30,392
<u>\$ 2,737,398</u>	<u>\$ 3,191</u>	<u>\$ 4,223,648</u>
\$ 66,966		\$ 74,304
8,645		8,645
10,000		10,000
49,462		49,462
135,073	\$ -	142,411
		640,725
-	-	640,725
30,392		30,392
		262,082
		185,425
41,104		304,575
		124,018
671,633		671,633
1,859,196	3,191	1,862,387
<u>2,602,325</u>	<u>3,191</u>	<u>3,440,512</u>
<u>\$ 2,737,398</u>	<u>\$ 3,191</u>	<u>\$ 4,223,648</u>

WASHINGTON COUNTY, COLORADO
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended December 31, 2020

	Special Revenue Funds			
	Television Translator Fund	Conservation Trust Fund	Capital Expenditures Fund	Contingent Fund
Revenues				
Taxes	\$ 39,872		\$ 239,360	\$ 5
Intergovernmental	97,192	\$ 26,592	12	41,529
Charges for services				
Miscellaneous	3,899	230		27,619
Total revenues	140,963	26,822	239,372	69,153
Expenditures				
Current				
General government	1,232		7,179	73,826
Culture and recreation	38,636	91,899		
Health and welfare				
Capital outlay	34,003		263,214	
Total expenditures	73,871	91,899	270,393	73,826
Net change in fund balances	67,092	(65,077)	(31,021)	(4,673)
Fund balance at beginning of year	56,926	250,502	294,492	266,755
Fund balance at end of year	\$ 124,018	\$ 185,425	\$ 263,471	\$ 262,082

Special Revenue Funds

Health Care Fund	Medical Reserve Corp Fund	Total Nonmajor Governmental Funds
\$ 879,133		\$ 1,158,370
74,071		239,396
185,230		185,230
106,753		138,501
1,245,187	\$ -	1,721,497
1,383		83,620
		130,535
457,653	7,222	464,875
144,315		441,532
603,351	7,222	1,120,562
641,836	(7,222)	600,935
1,960,489	10,413	2,839,577
\$ 2,602,325	\$ 3,191	\$ 3,440,512

WASHINGTON COUNTY, COLORADO
Television Translator Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
General property	\$ 39,808	\$ 39,808	\$ 39,782	\$ (26)
Delinquent taxes and interest			90	90
Total taxes	39,808	39,808	39,872	64
Intergovernmental				
Impact assistance			2	2
TV reimbursement			97,190	97,190
Total intergovernmental	-	-	97,192	97,192
Miscellaneous				
Other revenues	3,600	3,600	3,899	299
Total revenues	43,408	43,408	140,963	97,555
Expenditures				
General government				
Treasurer's fees			1,232	(1,232)
Culture and recreation				
Insurance	1,850	1,850	2,430	(580)
Repairs and maintenance	25,500	25,500	18,611	6,889
Utilities	18,000	18,000	15,595	2,405
Tower lease	2,000	2,000	2,000	-
Total culture and recreation	47,350	47,350	38,636	8,714
Capital outlay			34,003	(34,003)
Total expenditures	47,350	47,350	73,871	(26,521)
Net change in fund balance	\$ (3,942)	\$ (3,942)	67,092	\$ 71,034
Fund balance at beginning of year			56,926	
Fund balance at end of year			\$ 124,018	

WASHINGTON COUNTY, COLORADO
Conservation Trust Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental				
Lottery funds	\$ 33,000	\$ 33,000	\$ 26,592	\$ (6,408)
Miscellaneous				
Earnings on investments	60	60	230	170
Total revenues	33,060	33,060	26,822	(6,238)
Expenditures				
Culture and recreation				
Improvements	55,000	115,000	91,899	23,101
Net change in fund balance	<u>\$ (21,940)</u>	<u>\$ (81,940)</u>	(65,077)	<u>\$ 16,863</u>
Fund balance at beginning of year			250,502	
Fund balance at end of year			<u>\$ 185,425</u>	

WASHINGTON COUNTY, COLORADO
Capital Expenditures Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
General property	\$ 239,008	\$ 239,008	\$ 238,849	\$ (159)
Delinquent taxes and interest	100	100	511	411
Total taxes	239,108	239,108	239,360	252
Intergovernmental				
Impact assistance			12	12
Total revenues	239,108	239,108	239,372	264
Expenditures				
General government				
Treasurer's fees			7,179	(7,179)
Capital outlay	460,700	460,700	263,214	197,486
Total expenditures	460,700	460,700	270,393	190,307
Net change in fund balance	\$ (221,592)	\$ (221,592)	(31,021)	\$ 190,571
Fund balance at beginning of year			294,492	
Fund balance at end of year			\$ 263,471	

WASHINGTON COUNTY, COLORADO
Contingent Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
Delinquent taxes and interest	\$ 1	\$ 1	\$ 5	\$ 4
Intergovernmental				
DOLA Cares Act Funding			41,529	41,529
Miscellaneous				
Reimbursements			27,619	(27,619)
Total revenues	1	1	69,153	13,914
Expenditures				
General government				
Contingency reserve	40,000	90,000	73,826	16,174
Total expenditures	40,000	90,000	73,826	16,174
Net change in fund balance	<u>\$ (39,999)</u>	<u>\$ (89,999)</u>	(4,673)	<u>\$ 85,326</u>
Fund balance at beginning of year			266,755	
Fund balance at end of year			<u>\$ 262,082</u>	

WASHINGTON COUNTY, COLORADO
Health Care Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
Sales tax	\$ 620,000	\$ 620,000	\$ 879,133	\$ 259,133
Total taxes	620,000	620,000	879,133	259,133
Intergovernmental				
Grant revenues			74,071	74,071
Charges for services				
Ambulance services	183,000	183,000	174,429	(8,571)
Rents	9,600	9,600	10,801	1,201
Total charges for services	192,600	192,600	185,230	(7,370)
Miscellaneous				
Administrative reimbursement	83,575	83,575	85,857	2,282
Nursing home request	2,500	2,500		(2,500)
Interest			4,998	4,998
Donations			4,170	4,170
Miscellaneous	4,000	4,000	11,728	7,728
Total miscellaneous	90,075	90,075	106,753	16,678
Total revenues	902,675	902,675	1,245,187	342,512
Expenditures				
General government				
Treasurer's fees			1,383	(1,383)
Health and welfare				
Administrative				
Scholarship recruitment	4,000	4,000	10,423	(6,423)
Total administrative	4,000	4,000	10,423	(6,423)
Ambulance				
Salaries	84,164	84,164	90,298	(6,134)
EMT stipend	130,000	130,000	141,262	(11,262)

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Favorable (Unfavorable)
Employee benefits	33,414	33,414	37,472	(4,058)
Workman's compensation	5,500	5,500	5,326	174
Insurance	3,800	3,800	4,160	(360)
Repairs and maintenance	11,500	11,500	5,613	5,887
Copier usage	700	700	558	142
Utilities	2,000	2,000	1,396	604
Telephone	2,200	2,200	4,145	(1,945)
Postage	10	10	49	(39)
Advertising and legal notices	500	500	47	453
Mileage and expenses	1,500	1,500	1,173	327
Injury prevention promotion	1,300	1,300	1,962	(662)
Dues and meetings	11,000	11,000	3,019	7,981
Fuel	8,500	8,500	6,001	2,499
Supplies	22,500	22,500	21,514	986
Ambulance (south Y-W)	20,000	20,000	15,904	4,096
Total ambulance	338,588	338,588	339,899	(1,311)
Clinic				
Workman's compensation			85	(85)
Insurance	3,000	3,000	3,000	-
Repairs and maintenance	5,000	5,000	7,358	(2,358)
Utilities and telephone	3,000	3,000	5,819	(2,819)
Total clinic	11,000	11,000	16,262	(5,262)
Nursing home				
Salaries	69,500	69,500	72,980	(3,480)
Employee benefits	14,565	14,565	14,444	121
Repairs and maintenance		92,859		92,859
Operating supplies			3,645	(3,645)
Operating subsidy	50,000	50,000		50,000
Total nursing home	134,065	226,924	91,069	135,855
Total health and welfare	487,653	580,512	457,653	122,859

(continued)

WASHINGTON COUNTY, COLORADO
Health Care Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

(continued)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Capital outlay	35,000	67,141	144,315	(77,174)
Total expenditures	522,653	647,653	603,351	44,302
Net change in fund balance	<u>\$ 380,022</u>	<u>\$ 255,022</u>	641,836	<u>\$ 386,814</u>
Fund balance at beginning of year			<u>1,960,489</u>	
Fund balance at end of year			<u>\$ 2,602,325</u>	

WASHINGTON COUNTY, COLORADO
Medical Reserve Corp Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental				
Grant revenues	\$ -	\$ -	\$ -	\$ -
Expenditures				
Health and welfare				
Operating expenditures	7,913	7,913	7,222	691
Net change in fund balance	<u>\$ (7,913)</u>	<u>\$ (7,913)</u>	(7,222)	<u>\$ 691</u>
Fund balance at beginning of year			10,413	
Fund balance at end of year			<u>\$ 3,191</u>	

WASHINGTON COUNTY, COLORADO
Fiduciary Funds
Combining Statement of Fiduciary Net Position
For the Year Ended December 31, 2020

	<u>Custodial Funds</u>		
	<u>County Sheriff</u>	<u>County Treasurer</u>	<u>Total</u>
Assets			
Cash and cash investments	\$ 115,998	\$ 204,363	\$ 320,361
Total assets	<u>\$ 115,998</u>	<u>\$ 204,363</u>	<u>\$ 320,361</u>
Liabilities			
Due to other governments		\$ 204,363	\$ 204,363
Total liabilities	\$ -	204,363	204,363
Net position			
Restricted for individuals and other	115,998	-	115,998
Total liabilities and net position	<u>\$ 115,998</u>	<u>\$ 204,363</u>	<u>\$ 320,361</u>

WASHINGTON COUNTY, COLORADO
Fiduciary Funds
Combining Statement of Changes in Fiduciary Net Position
For the Year Ended December 31, 2020

	Custodial Funds		
	County Sheriff	County Treasurer	Total
Additions			
Inmate deposits and other	\$ 484,376		\$ 484,376
Collections for other governments		\$ 13,230,287	13,230,287
Total additions	484,376	13,230,287	13,714,663
Deductions			
Commissary sales and services and other	396,208		396,208
Disbursements to other governments		13,230,287	13,230,287
Total deductions	396,208	13,230,287	13,626,495
Change in net position	88,168	-	88,168
Net position at beginning of year	27,830	-	27,830
Net position at end of year	<u>\$ 115,998</u>	<u>\$ -</u>	<u>\$ 115,998</u>

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

This page is intentionally left blank.

**Colorado Department of Highways
Local Highway Finance Report**

This calendar-year report of receipts and expenditures is required by the Colorado Department of Highways to maintain Statewide accountability for moneys used for highway and street purposes. To ensure data accuracy, House Bill 1008 mandates that this report be included in the County's financial statements.

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

LOCAL HIGHWAY FINANCE REPORT

City or County:
Washington County
YEAR ENDING :
December 2020
Prepared By: Misty Petereson
Phone: 970-345-2701

This Information From The Records Of (example - City of _ or County of _)
County of Washington

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)	1,586,244
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	2,118,370
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	
2. General fund appropriations		b. Snow and ice removal	
3. Other local imposts (from page 2)	626,432	c. Other	53,639
4. Miscellaneous local receipts (from page 2)	9,362	d. Total (a. through c.)	53,639
5. Transfers from toll facilities		4. General administration & miscellaneous	385,605
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	4,143,858
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)	635,794	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	2,979,142	2. Notes:	
D. Receipts from Federal Government (from page 2)	3,525	a. Interest	
E. Total receipts (A.7 + B + C + D)	3,618,461	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)	4,143,858

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
	8,253,236	3,618,461	4,143,858	7,727,839	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	39,851	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	27,099	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	519
4. Licenses		f. Charges for Services	4,800
5. Specific Ownership &/or Other	559,482	g. Other Misc. Receipts	3,120
6. Total (1. through 5.)	586,581	h. Other	923
c. Total (a. + b.)	626,432	i. Total (a. through h.)	9,362
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	2,409,493	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations		d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant	569,649	e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	3,525
f. Total (a. through e.)	569,649	g. Total (a. through f.)	3,525
4. Total (1. + 2. + 3.f)	2,979,142	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		512,078	512,078
(4). System Enhancement & Operation		1,074,166	1,074,166
(5). Total Construction (1) + (2) + (3) + (4)	0	1,586,244	1,586,244
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	1,586,244	1,586,244
			(Carry forward to page 1)

Notes and Comments:

This page intentionally left blank.

Single Audit Section

The Single Audit Section contains the following:

- Schedule of Expenditures of Federal Awards
- Notes to Schedule of Expenditures of Federal Awards
- 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*
- Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance
- Schedule of Findings and Questioned Costs

WASHINGTON COUNTY, COLORADO
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Agriculture			
<u>SNAP Cluster</u>			
Pass through program from Colorado Department of Human Services:			
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	*	\$ 43,420
Total SNAP Cluster/U.S Department of Agriculture			43,420
U.S. Department of Health and Human Services:			
Pass through program from Colorado Department of Human Services:			
Guardianship Assistance	93.090	*	824
MaryLee Allen Promoting Safe and Stable Families Program	93.556	*	28,069
Child Support Enforcement	93.563	*	51,155
Low-Income Home Energy Assistance	93.568	*	123,000
COVID-19 Low-Income Home Energy Assistance	93.568	*	29,215
Total CFDA No. 93.658			152,215
Stephanie Tubbs Jones Child Welfare Services Program	93.645	*	7,186
COVID-19 Stephanie Tubbs Jones Child Welfare Services Program	93.645	*	430
Total CFDA No. 93.645			7,616
Foster Care Title IV-E	93.658	*	80,306
Adoption Assistance	93.659	*	13,638
Social Services Block Grant	93.667	*	40,554
John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	*	1,815
<u>TANF Cluster</u>			
Pass through program from Colorado Department of Human Services:			
Temporary Assistance for Needy Families (TANF) State Programs	93.558	*	116,620
Total TANF Cluster			116,620
<u>CCDF Cluster</u>			
Pass through program from Colorado Department of Human Services:			
Child Care and Development Block Grant	93.575	*	56,332
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	*	20,379
Total CCDF Cluster			76,711

See accompanying Notes to Schedule of Expenditures of Federal Awards

	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Medicaid Cluster			
Pass through program from Department of Health Care Policy and Financing:			
Medical Assistance Program	93.778	*	<u>53,731</u>
Total Medicaid Cluster			<u>53,731</u>
Total U.S. Department of Health and Human Services			623,254
U.S. Department of Homeland Security:			
Pass through program from Colorado Office of Emergency Management:			
Emergency Management Performance Grants	97.042	*	<u>27,000</u>
Total U.S. Department of Homeland Security			27,000
U.S. Department of the Treasury			
Pass-through program from Department of Local Affairs:			
Coronavirus Relief Funds	21.019	CVRF-CM-107	421,043
Coronavirus Relief Funds	21.019	CVRF-RF-082	57,409
Pass through program from Colorado Department of Human Services:			
Coronavirus Relief Funds	21.019	*	<u>15,285</u>
Total U.S. Department of the Treasury			<u>493,737</u>
Total Expenditures of Federal Awards			<u><u>\$ 1,187,411</u></u>

* Number not readily available

WASHINGTON COUNTY, COLORADO
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2020

Note A – Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Washington County, Colorado under programs of the federal government for the year ended December 31, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Washington County, Colorado, it is not intended to and does not present the financial position, changes in net position, or cash flows of Washington County, Colorado.

Note B – Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual or full accrual basis of accounting, as appropriate. Therefore, some amounts presented in this Schedule may differ from amounts presented in, or used in the preparation of, the financial statement(s) of the federal program. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note C – Indirect Cost Rate

Washington County, Colorado has elected not to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

Note D – Subrecipients

Washington County, Colorado did not pass through any federal grants to subrecipients.

**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***

To the Board of County Commissioners
Washington County, Colorado
Akron, Colorado

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Washington 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 December 19, 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 of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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.

Lauer, Szabo & Associates, P.C.

Sterling, Colorado
December 19, 2021

Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance

To the Board of County Commissioners
Washington County, Colorado
Akron, Colorado

Report on Compliance of Each Major Federal Program

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

Management's Responsibility

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

Auditors' Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2020.

Report on Internal Control Over Compliance

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

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

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

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

Lauer, Szabo & Associates, P.C.

Sterling, Colorado
December 19, 2021

WASHINGTON COUNTY, COLORADO
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2020

Summary of auditors' results

1. The auditors' report expresses an unmodified opinion on the financial statements of Washington County, Colorado (the County).
2. No significant deficiencies relating to the audit of the basic financial statements are reported in the 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*.
3. No instances of noncompliance material to the financial statements of the County were disclosed during the audit.
4. No significant deficiencies relating to the audit of the major federal award programs are reported in the Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance.
5. The auditors' report on compliance for the major federal award programs of the County expresses an unmodified opinion on all major federal award programs.
6. The audit did not disclose any findings relative to the major federal award programs of the County.
7. The program tested as major programs included:

Coronavirus Relief Fund	CFDA No. 20.019
-------------------------	-----------------
8. The threshold for distinguishing Types A and B programs was \$750,000.
9. The County did not qualify as a low-risk auditee.

Findings – financial statement audit

We noted no findings that are required to be reported under *Government Auditing Standards*.

Findings and questioned costs – major federal award programs audit

We noted no findings or questioned costs that are required to be reported in accordance with the Uniform Guidance.