

**MINERAL COUNTY, COLORADO**

**FINANCIAL STATEMENTS**

**December 31, 2021**



Wall,  
Smith,  
Bateman Inc.  
Certified Public Accountants

**MINERAL COUNTY, COLORADO**  
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# INDEPENDENT AUDITORS' REPORT



Wall,  
Smith,  
Bateman Inc.

To the Board of County Commissioners  
Mineral County, Colorado  
Creede, Colorado

## Report on the Audit of the Financial Statements

### *Opinions*

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Mineral County, Colorado (the County), as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County, as of December 31, 2021, 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.

### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### *Responsibilities of Management for the Financial Statements*

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### *Auditors' Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is

**Certified Public Accountants**

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not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### ***Required Supplementary Information***

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinions on the basic financial statements are not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the major fund budgetary comparison information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining fund financial schedules and the Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining fund financial schedules and the Local Highway Finance Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*Wall, Smith, Bateman Inc.*

Wall, Smith, Bateman Inc.  
Alamosa, Colorado

August 24, 2022

**MINERAL COUNTY, COLORADO**  
**BASIC FINANCIAL STATEMENTS**

**MINERAL COUNTY, COLORADO**  
**STATEMENT OF NET POSITION**  
**December 31, 2021**

	Primary Government		TOTAL
	Governmental Activities	Business-Type Activities	
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Investments	\$ 3,842,217	\$ -	\$ 3,842,217
Accounts Receivable	243,108	82,225	325,333
Due from Other Governments	41,161	-	41,161
Internal Balances	39,204	(39,204)	-
Property Taxes Receivable	1,299,497	-	1,299,497
Inventories	373,391	24,231	397,622
Total Current Assets	<u>5,838,578</u>	<u>67,252</u>	<u>5,905,830</u>
<b>Noncurrent Assets</b>			
<b>Capital Assets</b>			
Land	892,492	77,300	969,792
Construction in Progress	205,142	-	205,142
Land Improvements	764,461	-	764,461
Buildings and Improvements	5,873,749	906,878	6,780,627
Equipment	4,385,213	135,006	4,520,219
Infrastructure	420,344	7,550	427,894
Less: Accumulated Depreciation	(6,393,727)	(516,400)	(6,910,127)
Total Noncurrent Assets	<u>6,147,674</u>	<u>610,334</u>	<u>6,758,008</u>
<b>TOTAL ASSETS</b>	<u>11,986,252</u>	<u>677,586</u>	<u>12,663,838</u>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Checks in Excess of Deposits	7,433	51,117	58,550
Accounts Payable	50,254	3,688	53,942
Payroll Taxes Payable	838	-	838
Due to Other Governments	98	-	98
Unearned Revenue	27,475	-	27,475
Lease Purchase Agreements (Current Portion)	24,071	-	24,071
Total Current Liabilities	<u>110,169</u>	<u>54,805</u>	<u>164,974</u>
<b>Noncurrent Liabilities</b>			
Lease Purchase Agreements	182,313	-	182,313
Compensated Absences	129,294	5,440	134,734
Landfill Closure and Postclosure Care Liability	15,000	-	15,000
Total Noncurrent Liabilities	<u>326,607</u>	<u>5,440</u>	<u>332,047</u>
<b>TOTAL LIABILITIES</b>	<u>436,776</u>	<u>60,245</u>	<u>497,021</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable Revenue - Property Tax (Current)	1,299,497	-	1,299,497
<b>NET POSITION</b>			
Net Investment in Capital Assets	5,941,290	610,334	6,551,624
Restricted for			
TABOR	104,325	-	104,325
Forest Reserve Title III	248,583	-	248,583
Endowment - Nonexpendable	66,043	-	66,043
Unrestricted	3,889,738	7,007	3,896,745
<b>TOTAL NET POSITION</b>	<u>\$ 10,249,979</u>	<u>\$ 617,341</u>	<u>\$ 10,867,320</u>

The accompanying notes are an integral part of this financial statement.

**MINERAL COUNTY, COLORADO**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended December 31, 2021**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Primary Government		TOTAL	
					Governmental Activities	Business-Type Activities		
<b>Primary Government:</b>								
<b>Governmental Activities:</b>								
General Government	\$ 1,961,663	\$ 163,839	\$ 145,573	\$ 1,465	\$ (1,650,786)	\$ -	\$ (1,650,786)	
Public Safety	638,650	3,397	124,767	10,318	(500,168)	-	(500,168)	
Health and Welfare	5,400	160,272	276,737	-	431,609	-	431,609	
Highways and Streets	1,307,913	575	767,688	-	(539,650)	-	(539,650)	
Auxiliary Services	69,426	43,900	25,763	-	237	-	237	
Culture and Recreation	188,278	-	7,002	-	(181,276)	-	(181,276)	
Interest on long-term debt	7,044	-	-	-	(7,044)	-	(7,044)	
<b>Total Governmental Activities</b>	<b>4,178,374</b>	<b>371,983</b>	<b>1,347,530</b>	<b>11,783</b>	<b>(2,447,078)</b>	<b>-</b>	<b>(2,447,078)</b>	
<b>Business-Type Activities</b>								
Mining Museum	198,187	198,202	15,811	128,000	-	143,826	143,826	
Dental Clinic	252,732	254,067	50	-	-	1,385	1,385	
<b>Total Business-Type Activities</b>	<b>450,919</b>	<b>452,269</b>	<b>15,861</b>	<b>128,000</b>	<b>-</b>	<b>145,211</b>	<b>145,211</b>	
<b>Total Primary Government</b>	<b>\$ 4,629,293</b>	<b>\$ 824,252</b>	<b>\$ 1,363,391</b>	<b>\$ 139,783</b>	<b>(2,447,078)</b>	<b>145,211</b>	<b>(2,301,867)</b>	
<b>General Revenues:</b>								
Taxes:								
					1,272,671	-	1,272,671	
					574,000	-	574,000	
					287,372	-	287,372	
					148,608	-	148,608	
					1,790	-	1,790	
					51,462	-	51,462	
					20,973	739	21,712	
					(49,883)	49,883	-	
					<b>2,306,993</b>	<b>50,622</b>	<b>2,357,615</b>	
					Change in Net Position	(140,085)	195,833	55,748
					<b>Net Position - Beginning</b>	<b>10,390,064</b>	<b>421,508</b>	<b>10,811,572</b>
					<b>Net Position - Ending</b>	<b>\$ 10,249,979</b>	<b>\$ 617,341</b>	<b>\$ 10,867,320</b>

5 The accompanying notes are an integral part of this financial statement.

**MINERAL COUNTY, COLORADO**  
**GOVERNMENTAL FUNDS**  
**BALANCE SHEET**  
**December 31, 2021**

	<b>GENERAL FUND</b>	<b>ROAD AND BRIDGE FUND</b>	<b>OTHER GOVERNMENTAL FUNDS</b>	<b>TOTAL GOVERNMENTAL FUNDS</b>
<b>ASSETS</b>				
Cash and Investments	\$ 688,486	\$ 2,374,282	\$ 779,449	\$ 3,842,217
Accounts Receivable	117,350	97,920	27,838	243,108
Due from Other Governments	-	38,513	2,648	41,161
Due from Other Funds	39,204	-	-	39,204
Property Taxes Receivable	1,210,379	40,086	49,032	1,299,497
Inventory	2,257	342,600	28,534	373,391
<b>TOTAL ASSETS</b>	<b>\$ 2,057,676</b>	<b>\$ 2,893,401</b>	<b>\$ 887,501</b>	<b>\$ 5,838,578</b>
<b>LIABILITIES AND FUND BALANCE</b>				
<b>LIABILITIES</b>				
Checks in Excess of Deposits	\$ -	\$ -	\$ 7,433	\$ 7,433
Accounts Payable	38,562	4,301	7,391	50,254
Payroll Taxes Payable	821	(20)	37	838
Due to Other Governments	-	-	98	98
Unearned Revenue	23,773	-	3,702	27,475
<b>TOTAL LIABILITIES</b>	<b>63,156</b>	<b>4,281</b>	<b>18,661</b>	<b>86,098</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable Revenue - Property Tax	1,210,379	40,086	49,032	1,299,497
<b>FUND BALANCE</b>				
Nonspendable:				
Inventory	2,257	342,600	28,534	373,391
Permanent Fund - Nonexpendable	-	-	66,043	66,043
Restricted:				
Tabor Amendment Reserve	104,325	-	-	104,325
Forest Service - Title III	-	248,583	-	248,583
Committed:				
Contingencies	117,964	-	-	117,964
Capital Projects	195,000	469,639	-	664,639
Highways and Streets	-	1,788,212	-	1,788,212
Health and Welfare	-	-	583,946	583,946
Culture and Recreation	-	-	147,333	147,333
Search and Rescue	128,590	-	-	128,590
Unassigned	236,005	-	(6,048)	229,957
<b>TOTAL FUND BALANCE</b>	<b>784,141</b>	<b>2,849,034</b>	<b>819,808</b>	<b>4,452,983</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>	<b>\$ 2,057,676</b>	<b>\$ 2,893,401</b>	<b>\$ 887,501</b>	<b>\$ 5,838,578</b>

The accompanying notes are an integral part of this financial statement.

**MINERAL COUNTY, COLORADO**  
**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES**  
**TO THE STATEMENT OF NET POSITION**  
**December 31, 2021**

<b>Total governmental fund balances</b>	<b>\$ 4,452,983</b>
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	6,147,674
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Lease Purchase Agreements	(206,384)
Landfill Closure and Postclosure Care Liability	(15,000)
Compensated Absences	(129,294)
	(450,678)
<b>Net position of governmental activities</b>	<b>\$ 10,249,979</b>

**MINERAL COUNTY, COLORADO**  
**GOVERNMENTAL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**For the Year Ended December 31, 2021**

	<b>GENERAL FUND</b>	<b>ROAD AND BRIDGE FUND</b>	<b>OTHER GOVERNMENTAL FUNDS</b>	<b>TOTAL GOVERNMENTAL FUNDS</b>
<b>REVENUES</b>				
Taxes	\$ 1,874,561	\$ 32,853	\$ 226,629	\$ 2,134,043
Intergovernmental Revenue	384,713	765,780	236,483	1,386,976
Licenses and Permits	23,115	-	-	23,115
Charges for Services	176,834	575	170,469	347,878
Other	109,575	2,802	32,321	144,698
<b>TOTAL REVENUES</b>	<b>2,568,798</b>	<b>802,010</b>	<b>665,902</b>	<b>4,036,710</b>
<b>EXPENDITURES</b>				
Current Expenditures				
General Government	1,643,128	56,517	64,427	1,764,072
Public Safety	544,287	-	-	544,287
Highways and Streets	125,166	648,353	413,116	1,186,635
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	66,428	66,428
Auxiliary Services	74,182	-	-	74,182
Capital Outlay	148,332	180,480	31,655	360,467
Debt Service	-	89,852	-	89,852
<b>TOTAL EXPENDITURES</b>	<b>2,535,095</b>	<b>975,202</b>	<b>575,626</b>	<b>4,085,923</b>
Excess (deficiency) of revenues over expenditures	33,703	(173,192)	90,276	(49,213)
<b>OTHER FINANCING SOURCES (USES)</b>				
Sale of Equipment	-	97,920	-	97,920
Transfers In	-	44,567	3,889	48,456
Transfers Out	(98,339)	-	-	(98,339)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(98,339)</b>	<b>142,487</b>	<b>3,889</b>	<b>48,037</b>
Net Change in Fund Balances	(64,636)	(30,705)	94,165	(1,176)
<b>Fund Balance at beginning of year</b>	<b>848,777</b>	<b>2,879,739</b>	<b>725,643</b>	<b>4,454,159</b>
<b>Fund Balance at end of year</b>	<b>\$ 784,141</b>	<b>\$ 2,849,034</b>	<b>\$ 819,808</b>	<b>\$ 4,452,983</b>

The accompanying notes are an integral part of this financial statement.

**MINERAL 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, 2021**

**Net change in fund balances - total governmental funds** \$ (1,176)

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

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

Capital Asset Additions	\$	358,055	
Capital Asset Deletions Net of Accumulated Depreciation		(46,458)	
Depreciation Expense		<u>(531,420)</u>	
			(219,823)

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the activity in debt in the current period.

Lease Purchase Agreements Principal Payments		82,808	
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated Absences		<u>(1,894)</u>	
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**Change in net position of governmental activities** \$ (140,085)

**MINERAL COUNTY, COLORADO**  
**PROPRIETARY FUNDS**  
**STATEMENT OF NET POSITION**  
**December 31, 2021**

	<b>MINING MUSEUM FUND</b>	<b>DENTAL CLINIC FUND</b>	<b>TOTAL</b>
<b>ASSETS</b>			
<b>Current Assets</b>			
Accounts Receivable	\$ 20,000	\$ 62,225	\$ 82,225
Inventories	16,431	7,800	24,231
Total Current Assets	<u>36,431</u>	<u>70,025</u>	<u>106,456</u>
<b>Noncurrent Assets</b>			
<b>Capital Assets</b>			
Land	77,300	-	77,300
Buildings	876,859	30,019	906,878
Equipment	9,915	125,091	135,006
Infrastructure	7,550	-	7,550
Less: Accumulated Depreciation	(413,800)	(102,600)	(516,400)
Total Noncurrent Assets	<u>557,824</u>	<u>52,510</u>	<u>610,334</u>
<b>TOTAL ASSETS</b>	<u>594,255</u>	<u>122,535</u>	<u>716,790</u>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Checks in Excess of Deposits	39,941	11,176	51,117
Accounts Payable	161	3,527	3,688
Due to Other Funds	-	39,204	39,204
Total Current Liabilities	<u>40,102</u>	<u>53,907</u>	<u>94,009</u>
<b>Noncurrent Liabilities</b>			
Compensated Absences Payable	5,440	-	5,440
Total Noncurrent Liabilities	<u>5,440</u>	<u>-</u>	<u>5,440</u>
<b>TOTAL LIABILITIES</b>	<u>45,542</u>	<u>53,907</u>	<u>99,449</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	557,824	52,510	610,334
Unrestricted	(9,111)	16,118	7,007
<b>TOTAL NET POSITION</b>	<u>\$ 548,713</u>	<u>\$ 68,628</u>	<u>\$ 617,341</u>

The accompanying notes are an integral part of this financial statement.

**MINERAL COUNTY, COLORADO**  
**PROPRIETARY FUNDS**  
**STATEMENT OF REVENUES, EXPENSES, AND**  
**CHANGES IN NET POSITION**  
**For the Year Ended December 31, 2021**

	<b>MINING MUSEUM FUND</b>	<b>DENTAL CLINIC FUND</b>	<b>TOTAL</b>
<b>OPERATING REVENUES</b>			
Charges for Services			
Museum Tour Revenue	\$ 96,397	\$ -	\$ 96,397
Museum Gift Shop Revenue	82,271	-	82,271
Community Center Events	19,534	-	19,534
Dental Clinic Revenue	-	254,067	254,067
	<hr/>	<hr/>	<hr/>
Total Charges for Services	198,202	254,067	452,269
	<hr/>	<hr/>	<hr/>
<b>Total Operating Revenues</b>	<b>198,202</b>	<b>254,067</b>	<b>452,269</b>
<b>OPERATING EXPENSES</b>			
Salaries	68,705	66,383	135,088
Fringe Benefits	21,950	20,290	42,240
Supplies & Equipment	41,323	73,784	115,107
Professional Fees	2,500	73,694	76,194
Utilities	17,696	2,128	19,824
Depreciation Expense	28,275	11,901	40,176
Office Expense	12,466	3,765	16,231
Event Expense	4,090	-	4,090
Miscellaneous	1,182	787	1,969
	<hr/>	<hr/>	<hr/>
<b>Total Operating Expenses</b>	<b>198,187</b>	<b>252,732</b>	<b>450,919</b>
	<hr/>	<hr/>	<hr/>
Operating Income (Loss)	15	1,335	1,350
	<hr/>	<hr/>	<hr/>
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Other			
Intergovernmental Revenue	110,000	-	110,000
Donations	13,811	50	13,861
Miscellaneous	20,169	570	20,739
	<hr/>	<hr/>	<hr/>
<b>Total Nonoperating Revenues (Expenses)</b>	<b>143,980</b>	<b>620</b>	<b>144,600</b>
	<hr/>	<hr/>	<hr/>
<b>OPERATING TRANSFERS</b>			
Transfers In	49,883	-	49,883
	<hr/>	<hr/>	<hr/>
Changes in Net Position	193,878	1,955	195,833
	<hr/>	<hr/>	<hr/>
<b>Net Position Beginning of Year</b>	<b>354,835</b>	<b>66,673</b>	<b>421,508</b>
	<hr/>	<hr/>	<hr/>
<b>Net Position End of Year</b>	<b>\$ 548,713</b>	<b>\$ 68,628</b>	<b>\$ 617,341</b>
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

The accompanying notes are an integral part of this financial statement.

**MINERAL COUNTY, COLORADO**  
**PROPRIETARY FUNDS**  
**STATEMENT OF CASH FLOWS**  
**For the Year Ended December 31, 2021**

	<b>MINING MUSEUM FUND</b>	<b>DENTAL CLINIC FUND</b>	<b>TOTAL</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Cash received from customers	\$ 198,202	\$ 240,443	\$ 438,645
Cash payments to suppliers for goods and services	(36,653)	(151,304)	(187,957)
Cash payments to employees for services	(90,532)	(86,673)	(177,205)
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>71,017</b>	<b>2,466</b>	<b>73,483</b>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:</b>			
Cash received (payments) from other activities	33,980	620	34,600
Cash received on interfund borrowing	49,883	-	49,883
<b>NET CASH PROVIDED (USED) BY NON-CAPITAL FINANCING ACTIVITIES</b>	<b>83,863</b>	<b>620</b>	<b>84,483</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>			
Purchase of fixed assets	(244,880)	(3,086)	(247,966)
Cash received from grantors	90,000	-	90,000
<b>NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES</b>	<b>(154,880)</b>	<b>(3,086)</b>	<b>(157,966)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
	-	-	-
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash and Cash Equivalents, Beginning of Year</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash and Cash Equivalents, End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Operating Income (Loss)</b>	<b>\$ 15</b>	<b>\$ 1,335</b>	<b>\$ 1,350</b>
<b>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</b>			
Depreciation Expense	28,275	11,901	40,176
(Increase) Decrease in Accounts Receivable	-	(13,624)	(13,624)
(Increase) Decrease in Inventory	5,602	7,141	12,743
Increase (Decrease) in Checks in Excess of Deposits	36,841	(7,831)	29,010
Increase (Decrease) in Accounts Payable	161	3,544	3,705
Increase (Decrease) in Compensated Absences Payable	123	-	123
<b>Total Adjustments</b>	<b>71,002</b>	<b>1,131</b>	<b>72,133</b>
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ 71,017</b>	<b>\$ 2,466</b>	<b>\$ 73,483</b>

The accompanying notes are an integral part of this financial statement.

**MINERAL COUNTY, COLORADO**  
**FIDUCIARY FUNDS**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**December 31, 2021**

	<b>AGENCY FUND</b>
<b>ASSETS</b>	
Cash and Investments	
Cash with County Treasurer	\$ 57,646
Cash with County Clerk	28,845
Investments	846,075
<b>TOTAL ASSETS</b>	<b>\$ 932,566</b>
<b>LIABILITIES</b>	
Funds Held For Others	932,566
<b>TOTAL LIABILITIES</b>	<b>\$ 932,566</b>

The accompanying notes are an integral part of this financial statement.

**MINERAL COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting and reporting policies of the County reflected in the accompanying financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Accounting principles generally accepted in the United States of America for local governments are those promulgated by the Governmental Accounting Standards Board (GASB) in *Governmental Accounting and Financial Reporting Standards*.

**REPORTING ENTITY**

***Primary Government***

Mineral County was created as a quasi-municipal corporation by the legislature for the purpose of exercising a part of the political power of the State of Colorado. The County provides the following services: general administration, property tax collection and distribution, public safety (sheriff), land use planning and regulations, highways and streets, health and welfare, and culture and recreation.

The accounting policies of Mineral County conform to U.S. generally accepted accounting principles as applicable to governments. The following is a summary of the more significant accounting policies:

***Component Units***

The County's combined financial statements include the accounts of all County operations. The criteria for including organizations as component units within the County's reporting entity, as set forth in Section 2100 of GASB's *Codification of Governmental Accounting and Financial Reporting Standards*, include whether:

- The organization is legally separate (can sue and be sued in their own name)
- The County holds the corporate powers of the organization
- The County appoints a voting majority of the organization's board
- The County is able to impose its will on the organization
- The organization has the potential to impose a financial benefit/burden on the County
- There is fiscal dependency by the organization on the County
- The organization is financially accountable to the County
- The organization receives or holds funds that are for the benefit of the County; and the County has access to a majority of the funds held; and the funds that are accessible are also significant to the County

Based on the aforementioned criteria, the County does not have any component units.

**GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

The government-wide financial statements include the statement of net position and the statement of activities. Government-wide statements report information on all of the activities of the County and its component units, except for the County fiduciary activity. The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected in the fund statements. Mainly taxes and intergovernmental revenues support governmental activities.

The statement of activities reflects the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable within a specific function. Program revenues include:

**MINERAL COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2021**

- Charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and
- Grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included in program revenues are reported as general revenues.

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

**MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION**

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Sales and use taxes, other taxes, charges for services, intergovernmental revenues, and interest are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County.

The County reports the following major governmental funds:

- The **General Fund** is the general operating fund of the County. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The **Road and Bridge Fund** is used to account for the maintenance and improvements of streets and highways. The sources of funds include property taxes, highway users fees, and other revenue sources.

Proprietary fund financial statements are used to account for activities, which are similar to those often found in the private sector. The measurement focus is based upon determination of net income, financial position, and cash flows. The County's proprietary funds are the Mining Museum Fund and Dental Clinic Fund. The revenue for the Mining Museum Fund comes from admission to the museum, gift shop sales, community room rental fees, and liquor sales. The revenue for the Dental Clinic Fund comes from charges for dentistry work. Expenses incurred are for the purchase of supplies, salaries, benefits, and office expenses.

The Proprietary Funds are accounted for using the accrual basis of accounting as follows:

- Revenues are recognized when earned, and expenses are recognized when the liabilities are incurred.

**MINERAL COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2021**

- Current-year contributions, administrative expenses, and premium payments, which are not received or paid until the subsequent year, are accrued.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary fund financial statements consist of the Agency Fund established to record transactions relating to assets held by the County as an agent for individuals, governmental entities, and non-public organizations. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances in the statement of net position have been eliminated.

**ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION / FUND BALANCE**

***Cash***

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

***Investments***

All investments, if any, are recorded at fair market value.

***Property Taxes***

Property taxes attach as an enforceable lien on property as of January 1 each year. The taxes are payable in two installments on February 28 and June 15 or in full on April 30. The County Treasurer bills and collects all property taxes for the County. Property tax revenue is recognized by the County to the extent it results in a current receivable. The 2021 property tax levy due January 1, 2022, has been recorded in the financial statements as a receivable and a corresponding deferred inflows of resources.

***Receivables/Payables From Other County Funds***

Balances that originate from current lending/borrowing arrangements between funds are referred to as "Due To/From Other Funds."

***Inventories and Prepaid Items***

Inventory in the Road and Bridge Fund and Dental Clinic Fund is stated at cost and consists of expendable supplies held for use. Inventory in the Mining Museum Fund is stated at cost and consists of expendable supplies held for resale. The cost value of all other inventories has been recorded as an expenditure at the time the individual inventory items were purchased. Inventory policy on government-wide statements is consistent with the fund statements.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

**MINERAL COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2021**

***Capital Assets***

Capital Assets, which include land, construction in progress, buildings and improvements, equipment, and infrastructure (e.g. roads, bridges, sidewalks, underground pipe, traffic signals, and similar items), are reported in the applicable governmental and business-type activities columns in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$5,000. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The Mining Museum has received numerous donations of historical mining objects to be used for display. It has been determined that there is no objective measurable basis for determining a fair value for these items. Therefore no value for these items has been recorded in the financial statements.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land Improvements	20
Buildings	10-60
Equipment	3-30
Infrastructure	15-20

***Long-Term Obligations***

Long-term debt and other long-term obligations are recorded as liabilities in the government-wide financial statements. In the fund financial statements for governmental fund types, debt proceeds are reported as another financing source and debt payments are reported as debt service expenditures.

***Compensated Absences***

County employees may earn and accumulate unused vacation and sick leave benefits. All vacation and sick leave pay is accrued when incurred in the government-wide financial statements. A liability is reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements. Accrued vacation and sick leave is paid upon separation.

***Unearned Revenue***

Revenue from grants that are restricted by the grant document for specific purposes, are recognized as revenue only after eligible grant costs have been incurred. Grant funds received in excess of grant expenditures are recorded as unearned revenues.

***Deferred Inflows of Resources***

In addition to liabilities, the statement of net position and governmental funds balance sheet report a separate section of deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time.

**MINERAL COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2021**

***Encumbrances***

The County does not record purchase orders in the accounting system until invoices are ready for payment. Unfulfilled purchase commitments outstanding at the end of the budget year are rebudgeted in the succeeding year. End of the year fund balance intended to be used in the succeeding year is reported as assigned fund balance.

***Net Position***

Net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net position should be displayed in following three components:

- *Net investment in capital assets* – consists of capital assets, net accumulated depreciation, reduced by the outstanding balances of any borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt should be included in this component of net position.
- *Restricted* – consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Restricted assets consist of assets that have limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.
- *Unrestricted* – consists of the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

***Fund Balance***

Fund balances are reported based on the extent to which the County is bound to honor constraints for the specific purpose on which amounts in the fund can be spent. Fund balances are classified in one of the following five categories:

- *Nonspendable Fund Balance* – are amounts that cannot be spent because they are not in spendable form-such as inventory, prepaid expenditures, or are legally or contractually required to be maintained intact.
- *Restricted Fund Balance* – are restricted when constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.
- *Committed Fund Balance* – are amounts that can only be used for specific purposes as a result of constraints imposed by the Board of County Commissioners, the highest level of decision making authority, through resolution or ordinance. Committed amounts cannot be used for any other purpose unless the Board removes those constraints by taking the same type of action. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- *Assigned Fund Balance* – are amounts a government intends to use for a specific purpose; intent can be expressed by the Board of County Commissioners or by an official or body to which the governing body delegates the authority.

**MINERAL COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2021**

- *Unassigned Fund Balance* – are amounts that are available for any purpose; these amounts are reported only in the General Fund.

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

***Use of Estimates***

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

**NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

***Budgets and Budgetary Accounting***

Mineral County follows the procedures set forth in the Colorado Local Government Budget Law when preparing the annual budget for each fund. Budget procedures include:

- Preparation of budget documents by administrative staff, which shall be submitted to the Board no later than October 15 of each year.
- Publication of a notice stating that the budget is available for public inspection.
- Discussion of the budget in a meeting open to the public.
- Adoption of the budget in a public meeting by appropriate resolution, no later than December 15.

Formal budgetary integration is employed as a management control device for all funds of the County. All budgets are adopted on a basis consistent with U.S. generally accepted accounting principles (GAAP), with the exception of the Mining Museum Fund and Dental Clinic Fund.

The total expenditures for each fund cannot exceed the budgeted amount unless a supplemental appropriation is adopted. The Board of County Commissioners adopted supplemental appropriations during 2021. All budget amounts presented in the accompanying supplementary information reflect the original budget and the final amended budget.

***Stewardship***

The County budgeted a negative fund balance in the General Fund of \$235,309 as of December 31, 2021.

The County has a negative unassigned fund balance of \$6,048 in the Airport Fund as of December 31, 2021.

**MINERAL COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2021**

**NOTE 3 CASH, DEPOSITS, AND INVESTMENTS**

A summary of Cash and Investments for the County are as follows:

Cash on hand	\$ 201
Cash deposited with banks	923,470
Investments- Whitney Newton Trust	846,077
Investments- COLOTrust	<u>2,946,485</u>
Total cash, deposits, and investments: (book balance)	4,716,233
Less: amounts related to Agency Funds	<u>(932,566)</u>
Total cash, deposits, and investments	<u>\$ 3,783,667</u>
Cash and cash equivalents on the Statement of Net Position	\$ 3,842,217
Less: Checks in excess of deposits on the Statement of Net Position	<u>(58,550)</u>
Total cash, deposits, and investments	<u>\$ 3,783,667</u>

***Cash and Deposits***

Colorado State Statutes govern the County's deposits of cash. The statutes specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance (FDIC) on deposits held.

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized in accordance with the PDPA. PDPA allows the institution to create a single collateral pool for all public funds to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to the aggregate uninsured deposits. All deposits made by the County Treasurer in 2021 were done so in eligible public depositories, as defined by the Public Deposit Protection Act of 1989.

***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 December 31, 2021, \$216,420 as exposed to custodial credit risk. Deposits exposed to credit risk are collateralized with securities held by the pledging financial institutions through PDPA.

***Restricted Cash***

Cash and investments of \$86,479 in the General Fund are restricted for the closure and post-closure liability related to the Mineral County Landfill.

***Investments***

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. They include:

- Obligations of the United States and certain U.S. Government agency securities
- Certain international agency securities

**MINERAL COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2021**

- General obligation and revenue bonds of U.S. local government entities
- Bankers' acceptances of certain banks
- Commercial paper
- Local government investment pools
- Repurchase agreements
- Money market funds
- Guaranteed investment contracts
- Corporate or bank debt issued by eligible corporations or banks

***Custodial Credit Risk – Investments***

The County does not have a formal investment policy, they refer to Colorado State Statutes for investment guidance, which calls for diversification within the portfolio to avoid unreasonable risks inherent in over investing in specific instruments, individual financial institutions, or maturities. As of December 31, 2021, the local government investment pools (ColoTrust) in which the County had invested were rated AAAM.

The Whitney Newton Trust funds are invested in cash funds with an investment company. At December 31, 2021, \$596,075 was exposed to custodial credit risk. The limit of Securities Investor Protection Corporation (SIPC) is \$500,000, which includes a \$250,000 limit for cash.

***Interest Rate Risk***

Colorado Revised Statutes limit investment maturities to five years or less from the date of purchase. This limit on investment maturities is a means of limiting exposure to fair values arising from increasing interest rates.

***Fair Value***

Fair value investments classified at Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Fair value investments classified as Level 2 of the fair value hierarchy are valued using the active market rates for the underlying securities. Fair value investments classified as Level 3 of the fair value hierarchy are valued using non-observable inputs.

Colorado Government Liquid Asset Trust (ColoTrust) is an investment vehicle established for local government entities in Colorado pursuant to Part 7 of Article 75 of Title 24 of the Colorado Revised Statutes, to pool surplus funds for investment purposes. ColoTrust operates similarly to a money market fund and each share is equal in value to \$1.00. The fair value of the position in the pool is the same as the value of the pool shares. The designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned by the pool are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the pool. Investments of the pools consist of U.S. Treasury bills, notes and note strips, and repurchase agreements collateralized by U.S. Treasury Notes. ColoTrust is rated AAAM by Standard and Poor's.

**MINERAL COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2021**

**NOTE 4 PROPERTY TAXES RECEIVABLE**

At December 31, 2021, the County had an estimated property tax receivable as follows:

General Fund	\$ 1,210,379
Road and Bridge Fund	40,086
Public Welfare Fund	49,032
	<u>\$ 1,299,497</u>

**NOTE 5 ACCOUNTS RECEIVABLE**

Accounts receivable at December 31, 2021, consisted of the following:

***Governmental Activities***

General Fund	\$ 117,350
Road & Bridge Fund	97,920
Ambulance Fund (net of allowance for doubtful accounts of \$50,974)	24,953
Conservation Trust Fund	1,500
Dental Clinic Fund	62,225
Mining Museum Fund	20,000
Airport Fund	1,385
	<u>\$ 325,333</u>
Total Accounts Receivable, Net	

**NOTE 6 SOCIAL SERVICES**

The Mineral County Department of Social Services is operated by the Rio Grande County Department of Social Services. Therefore, the State Department of Social Service remits the Mineral County Funds directly to Rio Grande County. Rio Grande County bills Mineral County for the applicable program liabilities and management fees.

**NOTE 7 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

***Interfund Receivables/Payables***

The County reports interfund balances between many of its funds. The balances result from the time lapse between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are reported in the accounting system, and (3) payments between funds are made. Interfund balances are generally expected to be repaid within one year of the financial statement date.

Receivable Fund	Payable Fund	Amount
General Fund	Dental Clinic Fund	\$ 39,204
		<u>\$ 39,204</u>

**MINERAL COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2021**

***Interfund Transfers***

Transfers from the General Fund were made to subsidize the Mining Museum Fund and Airport Fund. Transfer from the General Fund to the Road and Bridge Fund was to distribute federal grant money received.

Transfers In	Transfers Out	Amount
Road and Bridge Fund	General Fund	\$ 44,567
Airport Fund	General Fund	3,889
Mining Museum Fund	General Fund	49,883
		\$ 98,339

**NOTE 8 CAPITAL ASSETS**

Capital asset activity for the year ended December 31, 2021, was as follows:

	Balance 12/31/2020	Additions	Deletions	Balance 12/31/2021
<b><i>Governmental Activities</i></b>				
Capital assets not being depreciated				
Land	\$ 892,492	\$ -	\$ -	\$ 892,492
Construction in Progress	205,142	-	-	205,142
Total capital assets not being depreciated	1,097,634	-	-	1,097,634
Capital assets being depreciated				
Land Improvements	764,461	-	-	764,461
Buildings and Improvements	5,859,819	13,930	-	5,873,749
Equipment	4,273,378	344,125	(232,290)	4,385,213
Infrastructure	420,344	-	-	420,344
Total capital assets being depreciated	11,318,002	358,055	(232,290)	11,443,767
Less: accumulated depreciation for:				
Land Improvements	732,231	3,223	-	735,454
Buildings and Improvements	2,104,396	177,241	-	2,281,637
Equipment	3,088,783	329,939	(185,832)	3,232,890
Infrastructure	122,729	21,017	-	143,746
Total accumulated depreciation	6,048,139	531,420	(185,832)	6,393,727
Total capital assets being depreciated, net	5,269,863	(173,365)	(46,458)	5,050,040
Governmental Activities Capital Assets, net	\$ 6,367,497	\$ (173,365)	\$ (46,458)	\$ 6,147,674

**MINERAL COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2021**

	Balance 12/31/2020	Additions	Deletions	Balance 12/31/2021
<b><i>Business-type Activities</i></b>				
Capital assets not being depreciated				
Land	\$ 77,300	\$ -	\$ -	77,300
Total capital assets not being depreciated	<u>77,300</u>	<u>-</u>	<u>-</u>	<u>77,300</u>
Capital assets being depreciated				
Buildings and Improvements	665,137	241,741	-	906,878
Equipment	128,781	6,225	-	135,006
Infrastructure	7,550	-	-	7,550
Total capital assets being depreciated	<u>801,468</u>	<u>247,966</u>	<u>-</u>	<u>1,049,434</u>
Less: accumulated depreciation	<u>476,224</u>	<u>40,176</u>	<u>-</u>	<u>516,400</u>
Total capital assets being depreciated, net	<u>325,244</u>	<u>207,790</u>	<u>-</u>	<u>533,034</u>
Business-type Activities Capital Assets, net	<u>\$ 402,544</u>	<u>\$ 207,790</u>	<u>\$ -</u>	<u>\$ 610,334</u>

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

***Governmental activities:***

General Government	\$ 202,164
Public Safety	89,750
Highways and Streets	120,629
Culture and Recreation	5,400
Health and Welfare	113,477
	<u>\$ 531,420</u>

***Business-type activities:***

Mining Museum	\$ 28,275
Dental Clinic	11,901
	<u>\$ 40,176</u>

**MINERAL COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2021**

**NOTE 9 LONG-TERM LIABILITIES**

***Changes in Long-term Liabilities***

Long-term liability activity for the year ended December 31, 2021, was as follows:

	Balance 12/31/2020	Additions	Deletions	Balance 12/31/2021	Due Within One Year
<b><i>Governmental Activities:</i></b>					
Lease Purchase Agreements	\$ 289,192	\$ -	\$ 82,808	\$ 206,384	\$ 24,071
Landfill Closure and Postclosure	15,000	-	-	15,000	-
Compensated Absences	127,400	1,894	-	129,294	-
Total Governmental Activities	<u>\$ 431,592</u>	<u>\$ 1,894</u>	<u>\$ 82,808</u>	<u>\$ 350,678</u>	<u>\$ 24,071</u>
<b><i>Business-Type Activities:</i></b>					
Compensated Absences	\$ 5,317	\$ 123	\$ -	\$ 5,440	\$ -
Total Business-Type Activities	<u>\$ 5,317</u>	<u>\$ 123</u>	<u>\$ -</u>	<u>\$ 5,440</u>	<u>\$ -</u>

***Governmental Activities***

***Lease Purchase Agreements***

A Lease-Purchase Agreement, dated February 10, 2016, was entered into with Caterpillar Financial Services Corporation (the "Lessor") and Mineral County, Colorado (the "Lessee") in the amount of \$149,800 for the purchase of a 938M Caterpillar Wheel Loader. Payments are due in annual installments of \$23,699, which include interest at a rate of 3.20%. Final payment was due in February 2021. Principal balance at December 31, 2021 was \$0. The loader is included in capital assets at a cost of \$215,500 with accumulated depreciation of \$86,200.

A Lease-Purchase Agreement, dated November 4, 2015, was initiated with Caterpillar Financial Services Corporation (the "Lessor") and Mineral County, Colorado (the "Lessee") in the amount of \$195,250 for the purchase of a 140M3AWD Caterpillar Motor Grader. On December 10, 2021 the County chose to renew this lease agreement for the remaining balance of \$137,680. Payments are due in annual installments of \$14,291, which include interest at a rate of 2.906%. Final payment is due December 9, 2025. Principal balance at December 31, 2021 was \$137,925. The grader is included in capital assets at a cost of \$329,950 with accumulated depreciation of \$131,980.

A Lease-Purchase Agreement, dated February 26, 2019, was initiated with Dominion Voting Systems, Inc (the "Lessor") and Mineral County, Colorado (the "Lessee") in the amount of \$109,534 for the purchase of an Election System. Payments are due in annual installments of \$13,691, which include interest at a rate of 0.00%. Final payment is due in January 2026. Principal balance at December 31, 2021 was \$68,459. The software and equipment is included in capital assets at a cost of \$109,543 with accumulated depreciation of \$109,543 at December 31, 2021.

**MINERAL COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2021**

The annual debt service for the leases, are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 24,071	\$ 3,912	\$ 27,983
2023	24,274	3,709	27,983
2024	24,581	3,402	27,983
2025	119,521	3,155	122,676
2026	13,937	-	13,937
	<u>\$ 206,384</u>	<u>\$ 14,178</u>	<u>\$ 220,562</u>

***Landfill Closure and Postclosure Care Accrual***

In November 2020 the County purchased 68 acres which included the area under special use permit from the Forest Service for the operation and maintenance of the existing Solid Waste Disposal Site. Currently, approximately only one acre is being used for solid waste disposal. State and federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site after closure. Small landfill waivers have been granted for various closure and postclosure monitoring requirements. The recognition of the liability for closure and postclosure care costs is based on landfill capacity used to date. Management estimates that 89% of the landfill has been used to date. The total estimated costs of closure and postclosure are \$15,000. The County has restricted cash of \$86,479 in the General Fund to cover these costs. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. Should additional costs arise, they will be provided for by the General and Contingency Funds.

**NOTE 10 OPERATING LEASES**

The County has entered into several operating lease arrangements for procurement of software and computer services, gym lease, copy machines, and a postage machine. Rental expense for all operating leases for the year ended December 31, 2021 was approximately \$46,918.

**NOTE 11 DEFINED CONTRIBUTION PLAN**

All eligible employees, participate in the Colorado County Officials and Employees Retirement Association (CCOERA) (the Plan), a defined contribution plan, authorized by state statute. The Plan is a tax qualified plan under Section 401(a) of the Internal Revenue Code and all contributions by or on behalf of employees are tax deferred until time of withdrawal.

Employees are eligible immediately upon their employment with the County and participation is mandatory. Employee contributions are always 100% vested, and the employer match follows a five year vesting schedule. Employees are fully vested after a five year participation period, or at the age of 55, whichever is earlier. Elected officials are 100% vested immediately upon participation.

The County must contribute a minimum of 3% and a maximum of 6% of the compensation of each employee. For 2021, the contribution rate was 4%. Each participant contributes a minimum amount equal to the County's contribution, and are permitted to make additional contributions up to applicable Internal Revenue Code Limits. For the year ended December 31, 2021, employee contributions totaled \$54,787 and the County recognized pension expense of \$54,787. The County recognized \$0 of forfeitures in retirement expense during 2021.

**MINERAL COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2021**

Plan benefits depend solely on amounts contributed to the plan plus investment earnings, less administrative expenses. The Plan may be amended by resolution of the Board of County Commissioners but it may not be amended beyond the limits established by state statute.

**NOTE 12 DEFERRED COMPENSATION PLAN**

The County also offers its employees an additional voluntary deferred compensation plan created in accordance with Internal Revenue Code 457(f), administered by Colorado County Officials and Employees Retirement Association (CCOERA) (the Plan).

The Plan permits the employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergencies. The County has no other liability other than to make the required monthly contribution.

**NOTE 13 TABOR AMENDMENT RESERVE**

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. The amendment is complex and subject to judicial interpretation. The County believes it is in compliance with the requirements of the amendment.

Fiscal year spending and revenue limits are determined based on the prior years' spending adjusted for inflation and local growth. Revenue in excess of the limit must be refunded unless the voters approve retention of such revenue. The County passed a ballot issue on November 7, 1995, allowing the County to retain revenue from all sources not excluded from fiscal year spending, including sales tax, fees for services, state grants, local grants, and miscellaneous income. If such revenue exceeds the limits in dollars for each succeeding fiscal year, as such limits are defined in Article X, Section 20, Paragraph (7), spending limits, Colorado Constitution, and the Authority to expend such excess revenues for the purposes of providing for the health, safety, and welfare of the people of Mineral County, provided that no county tax shall be created without further voter approval.

The amendment also requires that Emergency Reserves be established. These reserves must be at least 3 percent of fiscal year spending in 1995 and thereafter. This Emergency Reserve has been presented as a restricted net position/fund balance in the financial statements. The County is not allowed to use the Emergency Reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

The Mining Museum state and local support exceeds the TABOR enterprise designation requirements, therefore an emergency reserve has been established for the Mining Museum Fund and included in the County General Fund.

**NOTE 14 COLORADO CONTRABAND FORFEITURE ACT**

We have reviewed financial activity in the Sheriff's Department for compliance with the Colorado Revised Statute 16-13-506. There were no sales of contraband during the year ended December 31, 2021.

**MINERAL COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2021**

**NOTE 15 RISK MANAGEMENT**

***Colorado Counties Casualty and Property Pool (CAPP)***

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 pays an annual contribution to CAPP for its property and casualty insurance coverage. The inter-governmental agreement of formation of CAPP 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 that is determined each policy year. There have been no significant reductions in insurance coverage. Settled claims from these risks have not exceeded insurance coverage for the current year or the three prior years.

At December 31, 2021, CAPP had assets of \$24,459,481 liabilities of \$13,771,973 (including \$11,331,661 reserved for losses and claims), and members' equity of \$10,687,508. The liability amount includes no long-term debt. Total revenues for the year ended December 31, 2021, amounted to \$9,383,724 and total expenses were \$8,897,447 resulting in net income before return of surplus of \$486,277.

***Colorado Workers' Compensation Pool (CWCP)***

The County is exposed to various risks of loss related to injuries of employees while on the job. The County has joined together with other counties in the State of Colorado to form the Colorado Workers' Compensation Pool (CWCP), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The County pays an annual contribution to CWCP for its workers' compensation insurance coverage. The intergovernmental agreement of formation of 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 that is determined each policy year. There have been no significant reductions in insurance coverage. Settled claims from these risks have not exceeded insurance coverage for the current year or the three prior years.

At December 31, 2021, CWCP had assets of \$50,946,504 liabilities of \$28,674,442 (including \$26,396,800 reserved for losses and claims) and members' equity of \$22,272,062. The liability amount includes no long-term debt. Total revenues for the year ended December 31, 2021, amounted to \$12,296,380 total expenses were \$8,728,999 resulting in net loss before return of surplus of \$3,567,381.

**NOTE 16 COMMITMENTS AND CONTINGENCIES**

The County participates in a number of federal and state grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The amount of expenditures, if any, which may be disallowed by the granting agencies cannot be determined at this time although the County expects any such amounts to be immaterial.

***Litigation***

The County is a party to various legal actions normally associated with governmental activities, the aggregate effect of which, in management's and legal counsel's opinion, would not be material to its financial statements.

**MINERAL COUNTY, COLORADO**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**December 31, 2021**

***Insurance Pools***

The County is a member of the Colorado Counties Casualty and Property Pool (CAPP) and the Colorado Workers' Compensation Pool (CWCP). CAPP and CWCP have a legal obligation for claims against its members to the extent that funds are available in their annually established loss funds and amounts are available from insurance providers under excess specific and aggregate insurance contracts. Losses incurred in excess of lost funds are direct liabilities of the participating members. CAPP and CWCP have indicated that the amount of any excess losses would be billed to members in proportion to their contributions in the year such excess occurs. The ultimate liability to the County resulting from claims not covered by CAPP and CWCP is not presently determinable.

***COVID-19***

In March of 2020, the COVID-19 virus was declared a global pandemic. Business continuity could be severely impacted for months or more, as significant and unprecedented measures to mitigate the consequences of the pandemic are undertaken. The County has a significant amount of assets held in investments which may experience significant losses during this pandemic. No adjustments have been made to these financial statements as the potential impact is unknown at this time.

**NOTE 17 SUBSEQUENT EVENTS**

***Sale of Dental Clinic***

On May 13, 2022 the County sold the Dental Clinic and related assets to Creede Dental Works for \$20,000 (\$15,000 payable upon receipt and \$5,000 holdback due at 120 days post-closing). On May 13, 2022 the County and Creede Dental Works entered into a lease agreement for a five year term from May 13, 2022 ending December 31, 2026. During the first two years monthly rental is \$800 with an accelerator of 2% after the first two years.

***Runway Reconstruction Project***

The County is in the process of reconstructing the Memorial Airport runway. In March 2022 the County received a Colorado Department of Transportation (CDOT) Aviation Grant for \$3,000,000 which requires a 10% cash and in-kind match. The County has spent \$205,142 funded by a prior CDOT Aviation Grant as of December 31, 2021 towards the project and is expecting to finish in 2023 with a total cost of about \$3,500,000.

## **MINERAL COUNTY, COLORADO**

### **REQUIRED SUPPLEMENTARY INFORMATION**

In addition to the basic financial statements, a budgetary comparison schedule is required for the General Fund and, if applicable, each of the County's major special revenue funds.

**MINERAL COUNTY, COLORADO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**For the Year Ended December 31, 2021**

	<b>BUDGETED AMOUNTS</b>		<b>ACTUAL</b>	<b>VARIANCE WITH</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>
				<b>POSITIVE</b>
				<b>(NEGATIVE)</b>
<b>REVENUES</b>				
Taxes	\$ 1,676,997	\$ 1,676,997	\$ 1,874,561	\$ 197,564
Intergovernmental Revenue	342,275	342,275	384,713	42,438
Licenses and Permits	20,100	20,100	23,115	3,015
Charges for Services	170,290	170,290	176,834	6,544
Other	38,500	38,500	109,575	71,075
<b>TOTAL REVENUES</b>	<b>2,248,162</b>	<b>2,248,162</b>	<b>2,568,798</b>	<b>320,636</b>
<b>EXPENDITURES</b>				
Current Expenditures				
General Government	1,633,630	1,633,630	1,643,128	(9,498)
Public Safety	614,640	642,025	544,287	97,738
Health and Welfare	184,130	184,130	125,166	58,964
Auxiliary Services	63,954	63,954	74,182	(10,228)
Capital Outlay	118,415	118,415	148,332	(29,917)
Debt Service	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>2,614,769</b>	<b>2,642,154</b>	<b>2,535,095</b>	<b>107,059</b>
Excess (deficiency) of revenues over expenditures	(366,607)	(393,992)	33,703	427,695
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	(64,200)	(64,200)	(98,339)	(34,139)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(64,200)</b>	<b>(64,200)</b>	<b>(98,339)</b>	<b>(34,139)</b>
Net Change in Fund Balance	(430,807)	(458,192)	(64,636)	393,556
<b>Fund Balance at beginning of year</b>	<b>222,883</b>	<b>222,883</b>	<b>848,777</b>	<b>625,894</b>
<b>Fund Balance at end of year</b>	<b>\$ (207,924)</b>	<b>\$ (235,309)</b>	<b>\$ 784,141</b>	<b>\$ 1,019,450</b>

**Notes to Required Supplementary Information**

The basis of budgeting is the same as GAAP.

The schedule is presented on the GAAP basis.

**MINERAL COUNTY, COLORADO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE - BUDGET AND ACTUAL**  
**ROAD AND BRIDGE FUND**  
**For the Year Ended December 31, 2021**

	<b>BUDGETED AMOUNTS</b>		<b>ACTUAL</b>	<b>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		
<b>REVENUES</b>				
Taxes	\$ 38,731	\$ 38,731	\$ 32,853	\$ (5,878)
Intergovernmental Revenue	722,635	722,635	765,780	43,145
Charges for Service	5,000	5,000	575	(4,425)
Other	16,500	16,500	2,802	(13,698)
<b>TOTAL REVENUES</b>	<b>782,866</b>	<b>782,866</b>	<b>802,010</b>	<b>19,144</b>
<b>EXPENDITURES</b>				
General Government	82,500	82,500	56,517	25,983
Highways and Streets	692,812	702,812	648,353	54,459
Capital Outlay	1,500	148,954	180,480	(31,526)
Debt Service	45,734	45,734	89,852	(44,118)
<b>TOTAL EXPENDITURES</b>	<b>822,546</b>	<b>980,000</b>	<b>975,202</b>	<b>4,798</b>
Excess (deficiency) of revenues over expenditures	(39,680)	(197,134)	(173,192)	23,942
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	44,567	44,567
Sale of Equipment	5,000	5,000	97,920	92,920
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>5,000</b>	<b>5,000</b>	<b>142,487</b>	<b>137,487</b>
Net Change in Fund Balance	(34,680)	(192,134)	(30,705)	161,429
<b>Fund Balance at beginning of year</b>	<b>2,751,452</b>	<b>2,751,452</b>	<b>2,879,739</b>	<b>128,287</b>
<b>Fund Balance at end of year</b>	<b>\$ 2,716,772</b>	<b>\$ 2,559,318</b>	<b>\$ 2,849,034</b>	<b>\$ 289,716</b>

**Notes to Required Supplementary Information**

The basis of budgeting is the same as GAAP.

The schedule is presented on the GAAP basis.

## **MINERAL COUNTY, COLORADO**

### **SUPPLEMENTARY INFORMATION**

The combining financial statements represent the second level of financial reporting for the County. These financial statements present more detailed information for the individual funds in a format that segregates information by fund type.

**MINERAL COUNTY, COLORADO**  
**COMBINING SCHEDULE - BALANCE SHEET**  
**GENERAL FUND**  
**December 31, 2021**

	<b>GENERAL FUND</b>	<b>CONTINGENCY FUND</b>	<b>SEARCH AND RESCUE FUND</b>	<b>ELIMINATIONS</b>	<b>TOTAL</b>
<b>ASSETS</b>					
Cash and Investments	\$ 342,250	\$ 222,289	\$ 123,947	\$ -	\$ 688,486
Accounts Receivable	117,350	-	-	-	117,350
Due from Other Funds	39,204	-	5,000	(5,000)	39,204
Property Taxes Receivable	1,210,379	-	-	-	1,210,379
Inventory	2,257	-	-	-	2,257
<b>TOTAL ASSETS</b>	<b>\$ 1,711,440</b>	<b>\$ 222,289</b>	<b>\$ 128,947</b>	<b>\$ (5,000)</b>	<b>\$ 2,057,676</b>
<b>LIABILITIES AND FUND BALANCE</b>					
<b>LIABILITIES</b>					
Accounts Payable	\$ 38,205	\$ -	\$ 357	\$ -	\$ 38,562
Payroll Taxes Payable	821	-	-	-	821
Due to Other Funds	5,000	-	-	(5,000)	-
Unearned Revenue	23,773	-	-	-	23,773
<b>TOTAL LIABILITIES</b>	<b>67,799</b>	<b>-</b>	<b>357</b>	<b>(5,000)</b>	<b>63,156</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable Revenue - Property Tax	1,210,379	-	-	-	1,210,379
<b>FUND BALANCE</b>					
Nonspendable	2,257	-	-	-	2,257
Restricted	-	104,325	-	-	104,325
Committed	195,000	117,964	128,590	-	441,554
Unassigned	236,005	-	-	-	236,005
<b>TOTAL FUND BALANCE</b>	<b>433,262</b>	<b>222,289</b>	<b>128,590</b>	<b>-</b>	<b>784,141</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>	<b>\$ 1,711,440</b>	<b>\$ 222,289</b>	<b>\$ 128,947</b>	<b>\$ -</b>	<b>\$ 2,057,676</b>

**MINERAL COUNTY, COLORADO**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**GENERAL FUND**  
**For the Year Ended December 31, 2021**

	<b>GENERAL FUND</b>	<b>CONTINGENCY FUND</b>	<b>SEARCH AND RESCUE FUND</b>	<b>ELIMINATIONS</b>	<b>TOTAL</b>
<b>REVENUES</b>					
Taxes	\$ 1,874,561	\$ -	\$ -	\$ -	\$ 1,874,561
Intergovernmental Revenue	374,395	-	10,318	-	384,713
Licenses and Permits	23,115	-	-	-	23,115
Charges for Services	174,150	-	2,684	-	176,834
Interest on Investments	786	108	-	-	894
Other	39,246	-	69,435	-	108,681
<b>TOTAL REVENUES</b>	<b>2,486,253</b>	<b>108</b>	<b>82,437</b>	<b>-</b>	<b>2,568,798</b>
<b>EXPENDITURES</b>					
Current Expenditures					
General Government	1,643,128	-	-	-	1,643,128
Public Safety	537,335	-	6,952	-	544,287
Health and Welfare	125,166	-	-	-	125,166
Auxiliary Services	74,182	-	-	-	74,182
Capital Outlay	91,047	-	57,285	-	148,332
Debt Service	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>2,470,858</b>	<b>-</b>	<b>64,237</b>	<b>-</b>	<b>2,535,095</b>
Excess (deficiency) of revenues over expenditures	15,395	108	18,200	-	33,703
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In	-	-	5,000	(5,000)	-
Transfers Out	(103,339)	-	-	5,000	(98,339)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(103,339)</b>	<b>-</b>	<b>5,000</b>	<b>-</b>	<b>(98,339)</b>
Net Change in Fund Balances	(87,944)	108	23,200	-	(64,636)
<b>Fund Balance at beginning of year</b>	<b>521,206</b>	<b>222,181</b>	<b>105,390</b>	<b>-</b>	<b>848,777</b>
<b>Fund Balance at end of year</b>	<b>\$ 433,262</b>	<b>\$ 222,289</b>	<b>\$ 128,590</b>	<b>\$ -</b>	<b>\$ 784,141</b>

**MINERAL COUNTY, COLORADO  
NONMAJOR GOVERNMENTAL FUNDS**

**SPECIAL REVENUE FUNDS**

Special Revenue Funds are used to account for specific revenues that are legally restricted to be expended for particular purposes.

***Public Welfare Fund*** – This fund is used to account for social services provided for County citizens.

***Conservation Trust Fund*** – This fund is used to account for the County share of the state lottery program. The monies may be expended only for the acquisition, development, and maintenance of parks, and other public recreational facilities.

***Tourism Fund*** – This fund is used to account for the County share of the lodging tax collected on each hotel/motel that is rented in Mineral County. The monies may be expended to promote Mineral County to tourists.

***Ambulance Fund*** – This fund is used to collect payments and provide ambulance services to citizens of the County.

***Airport Fund*** – This fund is used for improvements and to account for airport operations.

**PERMANENT FUNDS**

Permanent Funds are used to account for resources that are legally restricted to the extent that only earnings, and not principal, may be used for the purposes that support the County's programs.

***Health Clinic and EMT Facility Endowment Fund*** – This fund is used to account for all donations collected by the County for the future use of the Mineral County Health Clinic and EMT Facility.

**MINERAL COUNTY, COLORADO**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**  
**December 31, 2021**

	NONMAJOR SPECIAL REVENUE FUNDS					NONMAJOR PERMANENT FUND	TOTAL NONMAJOR GOVERNMENTAL
	PUBLIC WELFARE FUND	CONSER- VATION TRUST FUND	TOURISM FUND	AMBULANCE FUND	AIRPORT FUND	CLINIC ENDOWMENT FUND	
<b>ASSETS</b>							
Cash and Investments	\$ 98,856	\$ 31,588	\$ 115,745	\$ 467,217	\$ -	\$ 66,043	\$ 779,449
Accounts Receivable	-	1,500	-	24,953	1,385	-	27,838
Due from Other Governments	2,648	-	-	-	-	-	2,648
Property Taxes Receivable	49,032	-	-	-	-	-	49,032
Inventory	-	-	-	-	28,534	-	28,534
<b>TOTAL ASSETS</b>	<b>\$ 150,536</b>	<b>\$ 33,088</b>	<b>\$ 115,745</b>	<b>\$ 492,170</b>	<b>\$ 29,919</b>	<b>\$ 66,043</b>	<b>\$ 887,501</b>
<b>LIABILITIES</b>							
Checks in Excess of Deposits	\$ -	\$ -	\$ -	\$ -	\$ 7,433	\$ -	\$ 7,433
Accounts Payable	3,843	1,500	-	2,048	-	-	7,391
Payroll Taxes Payable	-	-	-	37	-	-	37
Due to Other Governments	98	-	-	-	-	-	98
Unearned Revenue	3,702	-	-	-	-	-	3,702
<b>TOTAL LIABILITIES</b>	<b>7,643</b>	<b>1,500</b>	<b>-</b>	<b>2,085</b>	<b>7,433</b>	<b>-</b>	<b>18,661</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Unavailable Revenue - Property Tax	49,032	-	-	-	-	-	49,032
<b>FUND BALANCE</b>							
Nonspendable:							
Inventory	-	-	-	-	28,534	-	28,534
Permanent Fund - nonexpendable	-	-	-	-	-	66,043	66,043
Committed:							
Health and Welfare	93,861	-	-	490,085	-	-	583,946
Culture and Recreation	-	31,588	115,745	-	-	-	147,333
Unassigned	-	-	-	-	(6,048)	-	(6,048)
<b>TOTAL FUND BALANCE</b>	<b>93,861</b>	<b>31,588</b>	<b>115,745</b>	<b>490,085</b>	<b>22,486</b>	<b>66,043</b>	<b>819,808</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>	<b>\$ 150,536</b>	<b>\$ 33,088</b>	<b>\$ 115,745</b>	<b>\$ 492,170</b>	<b>\$ 29,919</b>	<b>\$ 66,043</b>	<b>\$ 887,501</b>

**MINERAL COUNTY, COLORADO**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**For the Year Ended December 31, 2021**

	<b>NONMAJOR SPECIAL REVENUE FUNDS</b>					<b>NONMAJOR PERMANENT FUND</b>	<b>TOTAL NONMAJOR GOVERNMENTAL</b>
	<b>PUBLIC WELFARE FUND</b>	<b>CONSER- VATION TRUST FUND</b>	<b>TOURISM FUND</b>	<b>AMBULANCE FUND</b>	<b>AIRPORT FUND</b>	<b>CLINIC ENDOWMENT FUND</b>	
<b>REVENUES</b>							
Taxes	\$ 59,871	\$ -	\$ 105,955	\$ 60,803	\$ -	\$ -	\$ 226,629
Intergovernmental Revenue	214,516	5,502	-	15,000	1,465	-	236,483
Charges for Services	-	-	-	110,660	59,809	-	170,469
Other	-	1,508	-	26,438	4,344	31	32,321
<b>TOTAL REVENUES</b>	<b>274,387</b>	<b>7,010</b>	<b>105,955</b>	<b>212,901</b>	<b>65,618</b>	<b>31</b>	<b>665,902</b>
<b>EXPENDITURES</b>							
Current Expenditures							
General Government	-	-	-	-	64,427	-	64,427
Health and Welfare	241,794	-	-	171,322	-	-	413,116
Culture and Recreation	-	1,500	64,928	-	-	-	66,428
Capital Outlay	-	-	-	31,655	-	-	31,655
<b>TOTAL EXPENDITURES</b>	<b>241,794</b>	<b>1,500</b>	<b>64,928</b>	<b>202,977</b>	<b>64,427</b>	<b>-</b>	<b>575,626</b>
Excess (deficiency) of revenues over expenditures	32,593	5,510	41,027	9,924	1,191	31	90,276
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers In	-	-	-	-	3,889	-	3,889
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,889</b>	<b>-</b>	<b>3,889</b>
Net Change in Fund Balances	32,593	5,510	41,027	9,924	5,080	31	94,165
<b>Fund Balance at beginning of year</b>	<b>61,268</b>	<b>26,078</b>	<b>74,718</b>	<b>480,161</b>	<b>17,406</b>	<b>66,012</b>	<b>725,643</b>
<b>Fund Balance at end of year</b>	<b>\$ 93,861</b>	<b>\$ 31,588</b>	<b>\$ 115,745</b>	<b>\$ 490,085</b>	<b>\$ 22,486</b>	<b>\$ 66,043</b>	<b>\$ 819,808</b>

**MINERAL COUNTY, COLORADO**  
**MAJOR CAPITAL PROJECTS FUND, ALL NON-MAJOR GOVERNMENTAL FUNDS AND ALL PROPRIETARY FUNDS**  
**SCHEDULE OF EXPENDITURES/EXPENSES AND TRANSFERS OUT**  
**BUDGET AND ACTUAL**  
**For the Year Ended December 31, 2021**

39

	<b>BUDGETED AMOUNTS</b>		<b>EXPENDITURES</b>	<b>ADJUSTMENTS</b>	<b>EXPENDITURES</b>	<b>VARIANCE WITH</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>REPORTED ON</b>	<b>TO BUDGETARY</b>	<b>ON THE</b>	<b>FINAL BUDGET</b>
			<b>THE GAAP</b>	<b>BASIS</b>	<b>BUDGETARY</b>	<b>POSITIVE</b>
			<b>BASIS</b>	<b>BASIS</b>	<b>BASIS</b>	<b>(NEGATIVE)</b>
<b>Governmental Funds</b>						
Non-major Governmental Funds						
Special Revenue Funds						
Public Welfare Fund	\$ 271,865	\$ 471,865	\$ 241,794	\$ -	\$ -	\$ 230,071
Conservation Trust Fund	-	1,500	1,500	-	-	-
Tourism Fund	55,000	65,000	64,928	-	-	72
Ambulance Fund	196,813	205,000	202,977	-	-	2,023
Airport Fund	86,540	86,540	64,427	-	-	22,113
Total Special Revenue Funds	610,218	829,905	575,626	-	-	254,279
Total Major Capital Projects & Special Revenue Governmental Funds	\$ 610,218	\$ 829,905	\$ 575,626	\$ -	\$ -	\$ 254,279
<b>Proprietary Funds</b>						
Mining Museum Fund	\$ 385,096	\$ 420,000	\$ 198,187	\$ 213,466	\$ 411,653	\$ 8,347
Dental Clinic Fund	220,983	255,000	252,732	(11,901)	240,831	14,169
Total Proprietary Funds	\$ 606,079	\$ 675,000	\$ 450,919	\$ 201,565	\$ 652,484	\$ 22,516

Adjustments to budgetary basis include principal reductions on long-term debt, costs of capitalized assets, and depreciation expense.

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

<b>LOCAL HIGHWAY FINANCE REPORT</b>		City or County: Mineral County
		YEAR ENDING : December 2021
This Information From The Records Of (example - City of _ or County) Mineral County	Prepared By: Phone:	J. Kukuk 719-658-2360

**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
<b>A. Receipts from local sources:</b>		<b>A. Local highway disbursements:</b>	
1. Local highway-user taxes		1. Capital outlay (from page 2)	180,480
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	489,770
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	368
2. General fund appropriations		b. Snow and ice removal	73,567
3. Other local imposts (from page 2)	32,853	c. Other	
4. Miscellaneous local receipts (from page 2)	101,297	d. Total (a. through c.)	73,935
5. Transfers from toll facilities		4. General administration & miscellaneous	108,369
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	32,796
a. Bonds - Original Issues		6. Total (1 through 5)	885,350
b. Bonds - Refunding Issues		<b>B. Debt service on local obligations:</b>	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	134,150	b. Redemption	
<b>B. Private Contributions</b>		c. Total (a. + b.)	0
<b>C. Receipts from State government (from page 2)</b>	638,057	2. Notes:	
<b>D. Receipts from Federal Government (from page 2)</b>	172,290	a. Interest	7,044
<b>E. Total receipts (A.7 + B + C + D)</b>	944,497	b. Redemption	82,808
		c. Total (a. + b.)	89,852
		3. Total (1.c + 2.c)	89,852
		<b>C. Payments to State for highways</b>	
		<b>D. Payments to toll facilities</b>	
		<b>E. Total disbursements (A.6 + B.3 + C + D)</b>	975,202

**IV. LOCAL HIGHWAY DEBT STATUS**

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
<b>A. Bonds (Total)</b>				0
1. Bonds (Refunding Portion)				
<b>B. Notes (Total)</b>	220,733		82,808	137,925

**V. LOCAL ROAD AND STREET FUND BALANCE**

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	2,879,739	944,497	975,202	2,849,034	0

Notes and Comments:

**LOCAL HIGHWAY FINANCE REPORT**

STATE:  
Colorado  
YEAR ENDING (mm/yy):  
December 2021

**II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL**

ITEM	AMOUNT	ITEM	AMOUNT
<b>A.3. Other local imposts:</b>		<b>A.4. Miscellaneous local receipts:</b>	
a. Property Taxes and Assessments	29,111	a. Interest on investments	755
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	97,920
5. Specific Ownership &/or Other	3,742	g. Other Misc. Receipts	575
6. Total (1. through 5.)	3,742	h. Other	2,047
c. Total (a. + b.)	32,853	i. Total (a. through h.)	101,297
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
<b>C. Receipts from State Government</b>		<b>D. Receipts from Federal Government</b>	
1. Highway-user taxes	635,628	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	127,723
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	2,429	d. Federal Transit Admin	
d. Other (Specify)		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	44,567
f. Total (a. through e.)	2,429	g. Total (a. through f.)	172,290
4. Total (1. + 2. + 3.f)	638,057	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)
<b>A.1. Capital outlay:</b>			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		180,480	180,480
(4). System Enhancement & Operation	0	0	0
(5). Total Construction (1) + (2) + (3) + (4)	0	180,480	180,480
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	180,480	180,480
			(Carry forward to page 1)

Notes and Comments: