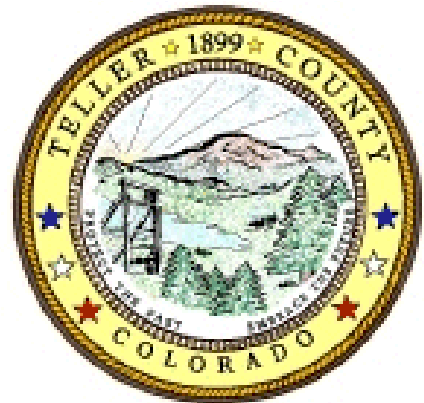




# FINANCIAL STATEMENTS

For The Year Ended

DECEMBER 31, 2021





**TELLER COUNTY, COLORADO**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2021**

**Teller County, Colorado**  
**Annual Financial Report**  
*For The Year Ended December 31, 2021*

**TABLE OF CONTENTS**  
**Financial Section**

<b>Independent Auditors’ Report</b> .....	1 – 4
<b>Management’s Discussion and Analysis</b> .....	i - ix
 <b>Basic Financial Statements</b>	
<b>Government-wide Financial Statements:</b>	
Statement of Net Position.....	5
Statement of Activities .....	6
 <b>Fund Financial Statements:</b>	
<b>Governmental Funds:</b>	
Balance Sheet.....	7
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position.....	8
Statement of Revenues, Expenditures and Changes in Fund Balances .....	9
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities .....	10
 <b>Proprietary Funds:</b>	
Statement of Net Position.....	11
Statement of Revenues, Expenses, and Changes in Fund Net Position.....	12
Statement of Cash Flows .....	13 - 14
 <b>Fiduciary Funds:</b>	
Statement of Fiduciary Net Position.....	15
Statement of Changes in Fiduciary Net Position .....	16
 <b>Notes to the Basic Financial Statements</b> .....	 17 - 36
 <b>Required Supplementary Information</b>	
<i>General Fund</i> - Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual .....	37
<i>Road and Bridge Fund</i> - Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual .....	38
<i>Social Services Fund</i> - Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual .....	39
Modified Approach for County Infrastructure Capital Assets .....	40 – 41
Notes to Required Supplementary Information.....	42

**Teller County, Colorado**  
**Annual Financial Report**  
*For The Year Ended December 31, 2021*

**Supplementary Information**

**Combining and Individual Fund Statements and Schedules:**

**Governmental Funds**

**General Fund:**

Comparative Statement of Revenues, Expenditures and Changes in Fund Balances .....	43
Schedule of Revenues - Budget and Actual .....	44 - 45
Schedule of Expenditures - Budget and Actual.....	46

**Major Special Revenue Funds:**

*Road and Bridge Fund*

Comparative Statement of Revenues, Expenditures and Changes in Fund Balances .....	47
------------------------------------------------------------------------------------	----

*Social Services Fund*

Comparative Statement of Revenues, Expenditures and Changes in Fund Balances .....	48
------------------------------------------------------------------------------------	----

**Major Capital Projects Fund:**

*Capital Projects Fund*

Comparative Statement of Revenues, Expenditures and Changes in Fund Balances .....	49
Schedule of Revenues, Expenditures and Changes in Fund Balances	
Fund Balances - Budget and Actual .....	50

**Nonmajor Special Revenue Funds:**

Combining Balance Sheet .....	51
-------------------------------	----

Combining Statement of Revenues, Expenditures and Changes in Fund Balances .....	52
----------------------------------------------------------------------------------	----

*Conservation Trust Fund*

Schedule of Revenues, Expenditures and Changes in Fund	
Balances - Budget and Actual.....	53

*Contingent Fund*

Schedule of Revenues, Expenditures and Changes in Fund	
Balances - Budget and Actual.....	54

**Proprietary Funds**

**Enterprise Funds**

**Major Enterprise Funds**

*Wastewater Utility Fund*

Comparative Statement of Revenues, Expenses and Changes in	
Fund Net Position .....	55

Schedule of Revenues, Expenses and Changes in	
Fund Net Position – Budget and Actual.....	56

*Jail Fund*

Comparative Statement of Revenues, Expenses and Changes in	
Fund Net Position .....	57

Schedule of Revenues, Expenses and Changes in	
Fund Net Position – Budget and Actual.....	58

*Fleet Management Fund*

Comparative Statement of Revenues, Expenses and Changes in	
Fund Net Position .....	59

Schedule of Revenues, Expenses and Changes in	
Fund Net Position – Budget and Actual.....	60

**Teller County, Colorado**  
***Annual Financial Report***  
***For The Year Ended December 31, 2021***

**Special Reports Section**

Highway Users Tax Fund Schedule ..... 61 - 62

**Federal Financial Award Reports Section**

Independent Auditors' Report On Internal Control Over Financial Reporting And On  
Compliance And Other Matters Based On An Audit Of Financial Statements  
Performed In Accordance With *Government Auditing Standards* ..... 63 - 64

Independent Auditors' Report on Compliance For Each Major Federal Program and  
Report On Internal Control Over Compliance Required By the Uniform Guidance ..... 65 – 68

Schedule of Expenditures of Federal Awards ..... 69

Notes to the Schedule of Expenditures of Federal Awards ..... 70

Schedule of Findings and Questioned Costs ..... 71 - 72



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CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS CONSULTANTS

## Independent Auditors' Report

Board of County Commissioners  
Teller County, Colorado  
Cripple Creek, 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 Teller 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) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 12 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 not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* 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 and *Government Auditing Standards*, 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***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and the modified approach for County infrastructure capital assets on pages i through ix, 37 through 39 and 40 through 41, respectively, 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, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***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 and individual fund statements and schedules, the Highway Users Tax Fund Schedule and the schedule of expenditures of federal awards, as required by the audit requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 information is 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 June 23, 2022 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 County's internal control over financial reporting and compliance.

*RubinBrown LLP*

June 23, 2022



**MANAGEMENT'S DISCUSSION AND ANALYSIS**

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Teller County, Colorado, we offer readers of the Teller County financial statements this narrative overview and analysis of the financial activities of Teller County for the fiscal year ended December 31, 2021. Consistent with the required reporting standards mandated by the Governmental Accounting Standards Board Statement #34 (GASB 34), Teller County is pleased to present our annual financial report in what we hope to be an informative and understandable format. We encourage readers to consider the information presented here while reviewing the financial statements.

### Financial Highlights

- The County's assets and deferred outflows exceeded its liabilities and deferred inflows by \$303,298,606 (net position) for the calendar year reported. At December 31, 2020 net position of \$298,864,952 was reported. This substantial increase in net position is primarily due to an increase in net investment in capital assets and an increase in unrestricted net position.
- Total net position is comprised of the following:
  - (1) Net investment in capital assets of \$277,562,836, comparable to the prior year's balance of \$276,035,622, which includes infrastructure, property and equipment net of accumulated depreciation and reduced for outstanding debt related to the purchase or construction of capital assets. The increase in net asset value is substantially due to an increase in capital assets for the newly expanded Sheriff's Office building.
  - (2) Net position of \$3,512,098 is restricted for various purposes by constraints imposed from outside the County.
  - (3) Unrestricted net position of \$22,223,672 represents the portion available to maintain the County's continuing obligations to citizens and creditors, and includes an increase from net position of \$19,702,016 unrestricted at December 31, 2020.
- In 2020 total assessed value of property that generated the County's 2021 property tax revenues decreased very slightly. The levy on total values resulted in a decrease in 2021 total property tax-related revenues assessed of about \$5,528, following a 2020 increase of about \$1,916,991. County management maintained proactive and conservative budgeting and spending policies through 2021 as much as possible, while maintaining services and continuing to respond to the pandemic.
- The County's governmental funds total ending fund balances are \$22,759,015 as of December 31, 2021, which is an increase of \$2,773,386 from the prior year ending fund balance of \$19,985,629. The largest portion of this increase is in the County's Road & Bridge Fund and is mainly due to an increase in Other Governmental Revenues and Sales Tax. Through the County's extended strategic plan and budgeting process, management will prioritize and identify critical needs and service levels to be addressed with available funds.
- At the end of the reported calendar year, fund balance for the General Fund was \$9,638,474, or 50.1% of total General Fund expenditures, compared to 51.3% at December 31, 2020.
- Overall, the County financial position is still healthy even with all of the challenges related to the pandemic. This is due in part to increased federal funding. The county continues to adhere to budget policies and long-term capital plans, which include maintaining the County's operating abilities and service levels, fund balances and capital reserves.

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

### Overview of the Financial Statements

This Management Discussion and Analysis document introduces the County's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The County also includes in this report additional information to supplement the basic financial statements.

### Government-wide Financial Statements

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

The first of these government-wide statements is the *Statement of Net Position*. This is the government-wide statement of position presenting information that includes all of the County's assets, deferred outflows, liabilities and deferred inflows, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County as a whole is improving or deteriorating. Evaluation of the overall health of the County would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of County infrastructure, in addition to the financial information provided in this report.

Comparative government-wide net position at December 31<sup>st</sup>, for the past three years has been:

2021	\$303,298,606
2020	298,864,952
2019	295,629,958

The second government-wide statement is the *Statement of Activities*, which reports how the County's net position changed during the current calendar year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the County's distinct activities or functions on revenues provided by the County's taxpayers.

Both government-wide financial statements distinguish governmental activities of the County that are principally supported by property taxes, grants and other inter-governmental revenues from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, public safety, public works, health and human services, and culture and recreation. Business-type activities include the wastewater and detentions facilities in Divide.

The government-wide financial statements are presented on pages 5 and 6 of this report.

### Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The County uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the County's most significant funds rather than the County as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. As of December 31, 2021 the Capital Projects Fund no longer meets the minimum criteria to be reported as a major fund but the County has elected to report it as major to better inform financial statement users. Individual fund data for non-major funds is provided in the form of combining statements in a later section of the report.

The County uses three types of funds:

*Governmental funds* are reported in the fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the County's governmental funds. These statements report short-term calendar year accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the differences between these two perspectives.

The basic governmental fund financial statements are presented on pages 7 to 10 of this report.

Individual fund information for non-major governmental funds is found in combining statements in a later section of this report.

*Proprietary funds* are reported in the fund financial statements and generally report services for which the County charges customers a fee. The County has three proprietary funds, two are classified as enterprise funds, and one as an internal service fund. The two enterprise funds essentially encompass the same functions reported as business-type activities in the government-wide statements. Services are provided to customers external to the County organization for the wastewater utility and the jail. The internal service fund is used to track the acquisition, and provide for the replacement and maintenance of the County's fleet of vehicles and road equipment, and is classified as governmental activities in the government-wide statements.

The basic proprietary fund financial statements are presented on pages 11 to 14 of this report.

The *Fiduciary funds* are the County's custodial funds, held by the County for other organizations and entities, as presented on pages 15 and 16 of this report.

#### ***Notes to the Basic Financial Statements***

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 17 of this report.

#### ***Other Supplementary Information***

In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information concerning the County's method of reporting infrastructure assets, and budget presentations. Infrastructure asset information is included in the "required supplementary information" section that begins on page 37. Budgetary comparison statements are also included as "required supplementary information" for the County's major funds: the general, road and bridge, social services and capital projects funds. Budgetary comparison schedules for other governmental funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the County's adopted and final revised budget. As discussed, the County reports major funds in the basic financial statements. Combining and individual statements and schedules for non-major funds are presented in a subsequent section of this report beginning on page 43.

#### **Financial Analysis of the County as a Whole**

As year-to-year financial information is accumulated on a consistent basis, changes in net position may be observed and used to discuss the changing financial position of the County as a whole.

The County's net position at calendar year-end 2021 was \$303,298,606, as compared to \$298,864,952 the previous year. The following table provides a summary of the County's net position:

Summary of Net Assets for the year ended December 31, 2021  
(With comparative amounts for the year ended December 31, 2020)

	2021			2020		
	Governmental Activities	Business-type Activities	Total	Percentage of Total	Total	Percentage of Total
Assets:						
Current assets	\$ 39,793,912	\$ 1,013,913	\$ 40,807,825	13%	\$ 37,700,445	12%
Capital assets	275,319,121	2,243,715	277,562,836	87%	276,731,819	88%
Total assets	315,113,033	3,257,628	318,370,661	100%	314,432,264	100%
Deferred Outflows of Resources:						
Unamortized charge	-	-	-	0%	95,855	100%
Liabilities:						
Current liabilities	3,727,492	237,202	3,964,694	89%	4,331,773	83%
Long-term liabilities	458,039	41,183	499,222	11%	890,431	17%
Total liabilities	4,185,531	278,385	4,463,916	100%	5,222,204	100%
Deferred Inflows of Resources:						
Unearned grant revenue	-	-	-	0%	1,501	0%
Unearned preproperty tax revenue	10,608,139	-	10,608,139	100%	10,432,410	100%
Total liabilities	10,608,139	-	10,608,139	100%	10,433,911	100%
Net position:						
Net investment in capital assets	275,319,121	2,243,715	277,562,836	92%	276,035,622	92%
Restricted	3,512,098	-	3,512,098	1%	3,127,314	1%
Unrestricted	21,488,144	735,528	22,223,672	7%	19,702,016	7%
Total net position	\$ 300,319,363	\$ 2,979,243	\$ 303,298,606	100%	298,864,952	100%

The County continues to maintain an adequate current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities is 2.78 to 1. The business-type activities report a current ratio of 4.18 to 1. For the County overall, the current ratio is 2.80 to 1, as compared to 2.56 to 1 reported at the end of 2020.

The County reports positive balances in net position for the governmental activities as well as for the combination of the wastewater utility fund and the jail fund. Net position increased \$3,675,586 for governmental activities and increased by \$758,068 for business-type activities. The County's overall financial position improved during calendar year 2021.

Note that 92% of the governmental activities' net position results from investment in capital assets as compared to 93% at the end of 2020. The County uses these capital assets to provide services to its citizens. Capital assets in the business-type activities also provide services, but in addition, they generate revenues for these funds. The County's percentage of total net position that is included in capital assets remained the same at 92%.

The following table provides a summary of the County's changes in net position:

**Summary of Changes in Net Assets for the year ended December 31, 2021  
(With comparative amounts for the year ended December 31, 2020)**

	2021			Percentage of Total	2020	
	Governmental Activities	Business-type Activities	Total		Total	Percentage of Total
Revenues:						
Program:						
Charges for services	\$ 2,289,358	\$ 3,663,675	\$ 5,953,033	16%	\$ 4,809,343	14%
Operating grants & contributions	8,968,113	371,154	9,339,267	26%	11,015,423	32%
Capital grants & contributions	-	42,541	42,541	0%	45,000	0%
General:						
Taxes	15,910,694	-	15,910,694	43%	14,827,277	44%
Other	5,050,922	302,575	5,353,497	15%	3,585,157	10%
Total revenues	<u>32,219,087</u>	<u>4,379,945</u>	<u>36,599,032</u>	100%	<u>34,282,200</u>	100%
Program Expenses:						
General government	8,965,484	-	8,965,484	28%	8,401,915	27%
Public safety	10,485,344	-	10,485,344	34%	9,988,023	33%
Public works	4,652,895	-	4,652,895	14%	4,818,958	16%
Health and human services	4,319,894	-	4,319,894	13%	4,100,285	13%
Culture and recreation	119,884	-	119,884	0%	112,293	0%
Wastewater utility	-	157,954	157,954	0%	147,173	0%
Jail	-	3,463,923	3,463,923	11%	3,478,559	11%
Total expenses	<u>28,543,501</u>	<u>3,621,877</u>	<u>32,165,378</u>	100%	<u>31,047,206</u>	100%
Change in net position	3,675,586	758,068	4,433,654		3,234,994	
Net position beginning of year	<u>296,643,777</u>	<u>2,221,175</u>	<u>298,864,952</u>		<u>295,629,958</u>	
Net position end of year	<u>\$ 300,319,363</u>	<u>\$ 2,979,243</u>	<u>\$ 303,298,606</u>		<u>\$ 298,864,952</u>	

**GOVERNMENTAL REVENUES**

The County is heavily reliant on property and sales taxes to support governmental operations and capital. These taxes provided 49% of the County's governmental revenues in 2021 as compared to 47% in 2020. Operating grants and contributions are the second largest revenue source with \$8.97 million in 2021 governmental revenues or 28% of the total, down from 35% in 2020. Note that charges for services and grants and contributions has decreased to 39% of governmental program expenses from 47% in 2020, with public safety and social services assistance making up the majority of program operating revenues. Local sales tax increased 25% from the prior year and gaming tax revenues increased by 74% from the prior year. The gaming tax increase only brings the County back to pre-pandemic levels. The government's taxpayers and the County's other general governmental revenues comprised 65% of the governmental revenues in 2021 as compared to 59% in 2020.

**GOVERNMENTAL FUNCTIONAL EXPENSES**

The public safety and public works functions make up approximately 53% of the total governmental activities expenses for 2021, compared with 54% in 2020. General government totals about 31%, and health and human services about 15% of 2021 governmental expenditures as compared to 31% and 15% in 2020, respectively.

This table presents the total cost of each of the County's programs, as compared to the net costs (i.e., total cost less revenues generated by the activities). The net costs illustrate the financial burden that was placed on the County's taxpayers by each of these functions.

	<b>Governmental Activities</b>			
	<b>2021</b>		<b>2020</b>	
	<b>Total Cost of Services</b>	<b>Net Cost of Services</b>	<b>Total Cost of Services</b>	<b>Net Cost of Services</b>
General government	\$ 8,965,484	\$ 6,995,942	\$ 8,401,915	\$ 6,227,848
Public safety	10,485,344	7,414,112	9,988,023	5,228,490
Public works	4,652,895	2,196,300	4,818,958	2,553,082
Health and human services	4,319,894	751,314	4,100,285	594,328
Culture and recreation	119,884	(71,638)	112,293	(48,851)
<b>Total</b>	<b>\$ 28,543,501</b>	<b>\$ 17,286,030</b>	<b>\$ 27,421,474</b>	<b>\$ 14,554,897</b>

After reducing gross expenses by program revenues, public safety (which includes Community Development Services) totals 43% of the adjusted net cost of services in 2021 as compared to 36% in 2020. Public works shows approximately 13% of the 2021 net cost of services, as compared to 18% in 2020. Approximately 35% of the funding for the operations of the Road and Bridge Fund (in public works) is Highway User Tax Fund money received from the State.

**BUSINESS-TYPE ACTIVITIES**  
**Revenues vs. Costs**

The jail enterprise fund showed net operating gain of \$608,756 in 2021, compared to a loss of \$532,175 in 2020. This gain is due to an increase in the ability of the jail to maintain larger prisoner counts in 2021 compared to the extremely limited prisoner counts in 2020 due to the pandemic. The wastewater fund showed a net operating gain of \$1,695 compared to a gain of \$1,551 in 2020.

**Financial Analysis of the County's Funds**

***Governmental Funds***

As discussed, governmental funds are reported in the fund statements with a short-term inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds ending fund balances are \$22,759,015, which is an increase from \$19,985,629 at the end of 2020. The residual amount of unassigned fund balance in the County's general fund, after accounting for all levels of constraint determined according to GASB54, is \$5,529,028 as compared to \$5,377,400 at the end of 2020, indicating most of the increase in total fund balance was limited as to the purpose of it's spending.

***Major Governmental Funds***

The general fund is the County's primary operating fund and the largest source of day-to-day service delivery. Originally budgeted to decrease by about \$3.71 million, actual revenues and expenditures in the general fund resulted in a fund balance increase of \$5,761, as compared to an increase of \$3,032,977 in 2020. Our ongoing budgetary caution resulted in general

fund revenues above the 2021 adjusted budget amounts by \$3.26 million as compared to \$3.09 million above adjusted budget amounts in 2020. Departments continued to hold the line on normal expenditures, resulting in expenses of about \$1.3 million less than budget, as compared to \$2.4 million less in 2020. These large differences between budget and actual are also due, in part, to revenue and expense uncertainties related to the pandemic.

Property taxes distributed to the general fund show a 1.3% decrease from calendar year 2020, resulting from a decrease in assessed values of property in the County. Distribution of sales taxes to the general fund decreased by about 22.9% from the prior year. This is due a shift in the breakdown between funds as total sales tax revenue increased in 2021. General fund revenues from other governmental entities (mainly State and Federal) decreased by 24.3% from those in 2020, mainly due to changes in federal funding related to the pandemic. Revenues from all types of general fund licenses and permits resulted in a total increase of 5.1% from 2020. Charges for general fund services had an increase of 13.6%, after a 5.7% increase in 2020.

The general fund balance is considered adequate, and due to conservative budget and spending practices, it shows the equivalent of 50.1% of annual expenditures in 2021. In the general fund, all areas of expenditures showed increases except public safety. The increased spending was a result of the deliberate implementation of our strategic plan.

Total road and bridge fund revenues increased by about \$3.3 million, mainly due to a shift in the breakdown of sales tax, increased gaming taxes and some federal grant funds. Results in the road and bridge fund show a decrease in expenditures of about \$282,000 and an increase of about \$2.45 million in fund balance from the prior year.

In the social services fund, total revenue increased by about \$127,000 resulting from a shift in property tax breakdown between funds. Total expenditures and transfers out increased about \$114,000 and an increase in fund balance of about \$175,000 from the prior year.

### ***Proprietary Funds***

The proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status. This information was discussed in previous areas of the MD&A.

### **Budgetary Highlights**

We have continued to budget to allocate funds to the capital projects fund in anticipation of accomplishing some long-term capital goals in the near future. The County's fleet replacement program has continued according to plan, taking into consideration increases in the cost of certain fleet equipment. Continuing revenue increases have allowed for more flexibility in meeting some of our strategic plan goals, while maintaining conservative spending practices.

***The General Fund*** – Over the course of the year, the Board of County Commissioners has found it necessary to adopt adjustments and supplemental appropriations to the 2021 general fund budget, for the following reasons:

- Revenues that were not anticipated in the originally adopted budget, that have been obtained to fund specific programs or services (ie: grants approved after adoption of the budget, increased program funding)
- Carryover of designated funds received in 2020 but not expended until 2021

Adjustments to the general fund budget resulted in a net increase of appropriations equaling \$1,660,574.

Actual general fund revenues came in \$3,258,977 higher than the adjusted budget amounts. County departments continued to maintain costs through careful monitoring of expenditures, which came in about 6% lower than the adjusted budget. Comparatively, the County spent about 89% of the authorized general fund budget in 2020. Past revenue trends are taken into account while developing conservative estimates for the budget.

***Other Major Governmental Funds*** – Over the course of the year, the Board of County Commissioners has found it necessary to adopt adjustments and supplemental appropriations to other major governmental funds' 2021 budgets. Substantial amounts were:

- The Road and Bridge fund budget was increased by \$563,808, primarily for unanticipated fund balance carryover from 2020.
- The capital projects fund budget was increased by \$2,807,436, to allow for unanticipated expenditures, for expenses related to the Sheriff's Office expansion and to recognize capital asset donations.

**Capital Assets and Debt Administration**

**Capital Assets**

At December 31, 2021, the County had \$277,562,836 invested in a broad range of capital assets, including land, buildings, park facilities, roads, bridges and sewer lines. This is an increase of \$831,457. In 2006, the County had completed valuation and condition assessments of all infrastructure in our road and trail systems built prior to 2003, and included them under the “modified approach” of reporting as non-depreciable assets under GASB34. This method of reporting, assessing and tracking the County’s infrastructure has shown to be a valuable asset management tool. Due to the successful results of tracking road and trail infrastructure under the modified approach, in 2011 the County reconditioned the Wastewater infrastructure, completed a full assessment of the system, and has added that infrastructure to the assets tracked under the modified approach of reporting. The most recent assessment of all county road and trail infrastructure was performed in the three years ended December 31, 2021, and of the wastewater infrastructure in the three years ended December 31, 2020. The County will continue to perform infrastructure assessments every three years. The County's investment in capital assets, net of accumulated depreciation, for governmental and business-type activities as of December 31, 2021, was \$275,319,121 and \$2,243,715 respectively. The total change in this net investment was an increase of 0.32% for governmental and a 1.93% decrease for business-type activities. See Note 4-D for additional information about changes in capital assets during the calendar year and outstanding at the end of the year. The following table provides a summary of capital asset activity:

	<b>Capital Assets (net of depreciation)</b>						<b>% Change</b>
	<b>Governmental Activities</b>		<b>Business Activities</b>		<b>Total</b>		
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	
Land	\$ 3,225,910	\$ 3,225,910	\$ 101,300	\$ 101,300	\$ 3,327,210	\$ 3,327,210	0.0%
Construction in progress	11,420	6,259,948	205,680	46,680	217,100	6,306,628	-96.6%
Buildings & Improvements	11,322,523	4,162,223	942,953	1,136,611	12,265,476	5,298,834	131.5%
Machinery and equipment	2,784,704	2,821,260	41,070	50,611	2,825,774	2,871,871	-1.6%
Infrastructure	257,974,564	257,974,564	952,712	952,712	258,927,276	258,927,276	0.0%
<b>Total Capital Assets, net</b>	<b>\$ 275,319,121</b>	<b>\$ 274,443,905</b>	<b>\$ 2,243,715</b>	<b>\$ 2,287,914</b>	<b>\$ 277,562,836</b>	<b>\$ 276,731,819</b>	<b>0.3%</b>

**Long-term Debt**

At the end of the calendar year, the County had outstanding debt obligations of \$627,432 for compensated absences. During the year, the County retired \$785,000 in capital leases, or 100% of the beginning outstanding capital lease obligations. In 2021, the County had a net increase in compensated absence balances due, of \$2,267 or 0.4%.

	<b>Outstanding Debt</b>						<b>% Change</b>
	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Totals</b>		
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	
Capital leases	\$ -	\$ -	\$ -	\$ 785,000	\$ -	\$ 785,000	-100.0%
Compensated absences	575,953	570,107	51,479	55,058	627,432	625,165	0.4%
<b>Total</b>	<b>\$ 575,953</b>	<b>\$ 570,107</b>	<b>\$ 51,479</b>	<b>\$ 840,058</b>	<b>\$ 627,432</b>	<b>\$ 1,410,165</b>	<b>-55.5%</b>

See Note 4-G for additional information about the County’s long-term debt. Business-type capital leases include Certificates of Participation held by the Teller County Facilities Corporation which were redeemed (paid in full) as of December, 2021.

***Economic Conditions Affecting the County***

Teller County continues to weather the COVID-19 pandemic better than many other government entities. There were no layoffs, hiring or salary freezes required in 2021. The County expects that economic uncertainties resulting from the COVID-19 pandemic may continue to impact future revenues and expenditures. The related financial impact and duration cannot be fully estimated at this time due to uncertainties in covid variants, related need for additional expenditures and future federal and state grants related to the recovery. The federal American Rescue Plan Act which was passed in March, 2021 allocated \$4,931,321 in funding for the County. Use of this funding must be incurred by 12/31/2024. These funds will recover our revenue losses and help the county to continue to provide quality government services. County leadership is continually monitoring the situation and will make every effort to provide the very best service to our residents as we have done in the past.

Gaming tax revenue increased in 2021 to pre-pandemic levels. Building-related activity decreased slightly. Sales tax showed a significant increase though out the year in 2021. To-date 2022 activity is on par with the first two months of 2021.

Assessed values certified in 2021 for revenue collection in 2022 showed a slight increase. We expect property tax revenues in 2022 to increase slightly over 2021.

The Cripple Creek & Victor Gold Mine, owned by the Newmont Mining Corporation, had significant increases in 2021 production. They continue to be a valuable member of the community. The current mine life permit runs through 2025 so we expect the mine to continue to support future County property tax revenues.

For at least the past six years' County Elected Officials have prioritized funding for salary increases for all county departments with a particular emphasis on law enforcement. In 2022, the County has continued this policy with the particular emphasis being on law enforcement and public works. These increases are putting the County into a more comparable position with regional markets. They continue to reflect the county's financial abilities and other fiscal responsibilities.

In order to maintain services, the County is continuing to pursue all cost-effective sources of funding. County offices and departments continue to sustain services with the funding available. We strive to improve in all areas of responsibility. Community outreach and communications goals remain a County-wide priority.

***Contacting the County's Financial Management***

This financial report is designed to provide a general overview of the County's finances, comply with finance-related laws and regulations, and demonstrate the County's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the County's Director of Finance or the County Administrator at the County's Centennial Building, 112 North "A" Street, Cripple Creek, CO 80813.



**BASIC FINANCIAL STATEMENTS**

**Teller County, Colorado**  
**Statement of Net Position**  
**December 31, 2021**

	<b>Primary Government</b>		
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>Assets</b>			
<b>Current Assets</b>			
Cash and investments (Note 4-A)	\$ 26,907,805	\$ 798,322	\$ 27,706,127
Receivables:			
Accounts	1,764,980	193,452	1,958,432
Property taxes	10,608,139	-	10,608,139
Intergovernmental	211,341	-	211,341
Prepaid expenses	152,918	-	152,918
Inventory	148,729	-	148,729
<b>Other Assets</b>			
Prepaid items	-	22,139	22,139
<b>Capital Assets (Note 4-D)</b>			
Nondepreciable capital assets	261,273,252	1,259,692	262,532,944
Depreciable capital assets, net	14,045,869	984,023	15,029,892
<b>Total Assets</b>	<b>315,113,033</b>	<b>3,257,628</b>	<b>318,370,661</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Accounts payable	3,107,184	226,906	3,334,090
Intergovernmental payable	502,394	-	502,394
Compensated absences payable	117,914	10,296	128,210
<b>Long-Term Liabilities (Note 4-G)</b>			
Compensated absences payable (net of current portion)	458,039	41,183	499,222
<b>Total Liabilities</b>	<b>4,185,531</b>	<b>278,385</b>	<b>4,463,916</b>
<b>Deferred Inflows of Resources</b>			
Unavailable property tax revenue	10,608,139	-	10,608,139
<b>Total Deferred Inflows of Resources</b>	<b>10,608,139</b>	<b>-</b>	<b>10,608,139</b>
<b>Net Position</b>			
Net investment in capital assets (Note 4-I)	275,319,121	2,243,715	277,562,836
Restricted for:			
Emergencies (Note 5-C)	600,000	-	600,000
Parks and open space	1,189,296	-	1,189,296
Social services programs	1,542,185	-	1,542,185
Other	180,617	-	180,617
Unrestricted	21,488,144	735,528	22,223,672
<b>Total Net Position</b>	<b>\$ 300,319,363</b>	<b>\$ 2,979,243</b>	<b>\$ 303,298,606</b>

See the accompanying notes to the basic financial statements.

**Teller County, Colorado**  
**Statement of Activities**  
**For the Year Ended December 31, 2021**

Function/Program	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	
					Governmental Activities	Business-Type Activities
<b>Primary Government</b>						
<b>Governmental Activities</b>						
General government	\$ 8,965,484	\$ 1,335,727	\$ 633,815	\$ -	\$ (6,995,942)	\$ (6,995,942)
Public safety	10,485,344	905,663	2,165,569	-	(7,414,112)	(7,414,112)
Public works	4,652,895	10,577	2,446,018	-	(2,196,300)	(2,196,300)
Health and human services	4,319,894	37,391	3,531,189	-	(751,314)	(751,314)
Culture and recreation	119,884	-	191,522	-	71,638	71,638
<b>Total Governmental Activities</b>	<b>28,543,501</b>	<b>2,289,358</b>	<b>8,968,113</b>	<b>-</b>	<b>(17,286,030)</b>	<b>(17,286,030)</b>
<b>Business-Type Activities:</b>						
Water and sewer	157,954	159,286	-	42,541	43,873	43,873
Jail	3,463,923	3,504,389	371,154	-	411,620	411,620
<b>Total Business-Type Activities</b>	<b>3,621,877</b>	<b>3,663,675</b>	<b>371,154</b>	<b>42,541</b>	<b>455,493</b>	<b>455,493</b>
<b>Total - Primary Government</b>	<b>\$ 32,165,378</b>	<b>\$ 5,953,033</b>	<b>\$ 9,339,267</b>	<b>\$ 42,541</b>	<b>(17,286,030)</b>	<b>(16,830,537)</b>
<b>General Revenues</b>						
Property taxes levied for general government purposes					10,382,138	10,382,138
Sales taxes					5,528,556	5,528,556
Gaming taxes					2,149,433	2,149,433
Specific ownership taxes and other					1,681,966	1,681,966
Unrestricted grants					352,789	352,789
Non capital grants					5,024	5,024
Gam on sale of capital assets					214,160	219,184
Investment earnings					76,035	76,035
Miscellaneous					20,547	20,547
					88,415	853,543
<b>Total General Revenues</b>					<b>20,961,616</b>	<b>21,264,191</b>
<b>Change in Net Position</b>					<b>3,675,586</b>	<b>4,433,654</b>
<b>Net Position Beginning of Year</b>					<b>296,643,777</b>	<b>298,864,952</b>
<b>Net Position End of Year</b>					<b>\$ 300,319,363</b>	<b>\$ 303,298,606</b>

See the accompanying notes to the basic financial statements.

**Teller County, Colorado**  
**Balance Sheet**  
**Governmental Funds**  
**December 31, 2021**

	<u>General</u>	<u>Road and Bridge</u>	<u>Social Services</u>	<u>Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets</b>						
Cash and investments	\$ 11,274,095	\$ 4,303,359	\$ 2,011,027	\$ 3,301,223	\$ 3,291,882	\$ 24,181,586
Receivables:						
Accounts	991,719	526,922	22,226	219,114	-	1,759,981
Property taxes	9,389,106	462,270	756,763	-	-	10,608,139
Intergovernmental	-	-	211,341	-	-	211,341
Prepaid expenses	136,148	1,233	2,239	12,273	1,025	152,918
<b>Total Assets</b>	<u>21,791,068</u>	<u>5,293,784</u>	<u>3,003,596</u>	<u>3,532,610</u>	<u>3,292,907</u>	<u>36,913,965</u>
<b>Liabilities, Deferred Inflows and Fund Balances</b>						
<b>Liabilities</b>						
Accounts payable	2,763,488	72,299	200,015	6,000	2,615	3,044,417
Intergovernmental payable	-	-	502,394	-	-	502,394
<b>Total Liabilities</b>	<u>2,763,488</u>	<u>72,299</u>	<u>702,409</u>	<u>6,000</u>	<u>2,615</u>	<u>3,546,811</u>
<b>Deferred Inflows of Resources</b>						
Unavailable property tax revenue	9,389,106	462,270	756,763	-	-	10,608,139
<b>Total Deferred Inflows of Resources</b>	<u>9,389,106</u>	<u>462,270</u>	<u>756,763</u>	<u>-</u>	<u>-</u>	<u>10,608,139</u>
<b>Fund Balances</b>						
Nonspendable	136,148	1,233	2,239	12,273	1,025	152,918
Restricted	9,447	-	1,542,185	171,170	1,789,296	3,512,098
Committed	-	-	-	-	1,499,432	1,499,432
Assigned	3,963,851	4,757,982	-	3,343,167	539	12,065,539
Unassigned	5,529,028	-	-	-	-	5,529,028
<b>Total Fund Balances</b>	<u>9,638,474</u>	<u>4,759,215</u>	<u>1,544,424</u>	<u>3,526,610</u>	<u>3,290,292</u>	<u>22,759,015</u>
<b>Total Liabilities, Deferred Inflows and Fund Balances</b>	<u>\$ 21,791,068</u>	<u>\$ 5,293,784</u>	<u>\$ 3,003,596</u>	<u>\$ 3,532,610</u>	<u>\$ 3,292,907</u>	<u>\$ 36,913,965</u>

See the accompanying notes to the basic financial statements.

**Teller County, Colorado**  
**Reconciliation of Governmental Funds Balance Sheet to**  
**The Statement of Net Position**  
**December 31, 2021**

<b>Total Governmental Fund Balances</b>		\$	22,759,015
<b>Amounts reported for governmental activities in the statement of net position are different because:</b>			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds (exclusive of internal service funds' capital assets)			
Cost		\$	281,086,082
Less accumulated depreciation			<u>(8,118,703)</u>
			272,967,379
The internal service funds are used by management to charge the costs of the operation and maintenance of the vehicle fleet to individual funds. The assets and liabilities of the internal service funds are included in governmental activities columns in the statement of net position.			
			5,155,305
Liabilities are not due and payable in the current period and therefore are not reported in the fund balance sheets but are reported on the government-wide statement of net position: (exclusive of internal service funds' liabilities)			
Compensated absences			<u>(562,336)</u>
<b>Net Position of Governmental Activities</b>		<b>\$</b>	<b><u>300,319,363</u></b>

See the accompanying notes to the basic financial statements.

Teller County, Colorado  
*Statement of Revenues, Expenditures and Changes in Fund Balances*  
 Governmental Funds  
 For the Year Ended December 31, 2021

	General	Road and Bridge	Social Services	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>						
Property taxes	\$ 9,169,830	\$ 319,409	\$ 893,325	\$ -	\$ (426)	\$ 10,382,138
Sales taxes	1,603,281	2,432,565	-	1,492,710	-	5,528,556
Intergovernmental	5,604,823	4,174,831	2,751,534	139,378	191,522	12,862,088
Licenses and permits	763,571	22,865	-	-	-	786,436
Charges for services	1,377,582	13,340	-	-	-	1,390,922
Fines and forfeitures	18,032	1,186	-	-	-	19,218
Investment earnings	10,030	2,262	-	3,748	1,418	17,458
Miscellaneous	416,778	31,118	2,049	691,339	-	1,141,284
<b>Total Revenues</b>	<b>18,963,927</b>	<b>6,997,576</b>	<b>3,646,908</b>	<b>2,327,175</b>	<b>192,514</b>	<b>32,128,100</b>
<b>Expenditures</b>						
<b>Current:</b>						
General government	8,386,255	-	-	338,573	-	8,724,828
Public safety	9,627,246	-	-	743,890	-	10,371,136
Highways and streets	-	4,550,700	-	-	-	4,550,700
Health and human services	1,110,979	-	3,216,850	-	-	4,327,829
Culture and recreation	57,920	-	-	-	62,291	120,211
<b>Capital Outlay</b>	<b>41,831</b>	<b>-</b>	<b>-</b>	<b>1,218,179</b>	<b>-</b>	<b>1,260,010</b>
<b>Total Expenditures</b>	<b>19,224,231</b>	<b>4,550,700</b>	<b>3,216,850</b>	<b>2,300,642</b>	<b>62,291</b>	<b>29,354,714</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(260,304)</b>	<b>2,446,876</b>	<b>430,058</b>	<b>26,533</b>	<b>130,223</b>	<b>2,773,386</b>
<b>Other Financing Sources (Uses)</b>						
Transfers in	254,543	-	-	-	-	254,543
Transfers out	-	-	(254,543)	-	-	(254,543)
<b>Total Other Financing Sources (Uses)</b>	<b>254,543</b>	<b>-</b>	<b>(254,543)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>(5,761)</b>	<b>2,446,876</b>	<b>175,515</b>	<b>26,533</b>	<b>130,223</b>	<b>2,773,386</b>
<b>Fund Balances Beginning of Year</b>	<b>9,644,235</b>	<b>2,312,339</b>	<b>1,368,909</b>	<b>3,500,077</b>	<b>3,160,069</b>	<b>19,985,629</b>
<b>Fund Balances End of Year</b>	<b>\$ 9,638,474</b>	<b>\$ 4,759,215</b>	<b>\$ 1,544,424</b>	<b>\$ 3,526,610</b>	<b>\$ 3,290,292</b>	<b>\$ 22,759,015</b>

See the accompanying notes to the basic financial statements.

**Teller 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**

<b>Net Changes In Fund Balances - Total Governmental Funds</b>		<b>\$ 2,773,386</b>
 <b>Amounts reported for governmental activities in the statement of activities are different because:</b>		
 Governmental funds report capital outlay as expenditures.		
However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay and donated capital value exceeded depreciation expense in the current period.		
Depreciation expense	\$ (413,920)	
Capital outlay	1,260,010	
Contributed Asset Additions	6,839	852,929
 Capitalized assets are not reported on the governments fund financial statements, however on the government-wide statements fixed assets and related depreciation have been reported. This is the net value of assets removed.		
Capitalized asset	\$ (5,548)	
Accumulated depreciation	-	(5,548)
 The internal service fund is used by management to charge the the costs of the operation and maintenance of the vehicle fleet to individual funds. The net revenue of certain activities of the internal service fund is reported with governmental activities.		
		70,551
 Compensated absences 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.		
Liability @ 12/31/21	\$ (562,336)	
Liability @ 12/31/20	546,604	(15,732)
 <b>Change in Net Position of Governmental Activities</b>		 <b><u>\$ 3,675,586</u></b>

See the accompanying notes to the basic financial statements.

**Teller County, Colorado**  
**Statement of Net Position**  
**Proprietary Funds**  
**December 31, 2021**

	<b>Business-type Activities - Enterprise Funds</b>			<b>Governmental Activities - Internal Service Fund</b>
	<b>Wastewater Utility</b>	<b>Jail</b>	<b>Total</b>	
<b>Assets</b>				
<b>Current Assets:</b>				
Cash and cash equivalents	\$ 175,401	\$ 622,921	\$ 798,322	\$ 2,726,219
Receivables:				
Accounts	8,072	185,380	193,452	4,999
Inventory	-	-	-	148,729
Prepaid items	-	22,139	22,139	-
<b>Total Current Assets</b>	<u>183,473</u>	<u>830,440</u>	<u>1,013,913</u>	<u>2,879,947</u>
<b>Noncurrent Assets:</b>				
<b>Capital Assets:</b>				
Land	-	101,300	101,300	-
Infrastructure	952,712	-	952,712	-
Other non-depreciable assets	46,680	159,000	205,680	-
Depreciable capital assets, net	-	984,023	984,023	2,351,742
<b>Total Noncurrent Assets</b>	<u>999,392</u>	<u>1,244,323</u>	<u>2,243,715</u>	<u>2,351,742</u>
<b>Total Assets</b>	<u>1,182,865</u>	<u>2,074,763</u>	<u>3,257,628</u>	<u>5,231,689</u>
<b>Liabilities</b>				
<b>Current Liabilities:</b>				
Accounts payable	19,460	207,446	226,906	62,767
Compensated absences payable	-	10,296	10,296	2,723
<b>Total Current Liabilities</b>	<u>19,460</u>	<u>217,742</u>	<u>237,202</u>	<u>65,490</u>
<b>Long-Term Liabilities:</b>				
Compensated absences payable (net of current portion)	-	41,183	41,183	10,894
<b>Total Long-Term Liabilities</b>	<u>-</u>	<u>41,183</u>	<u>41,183</u>	<u>10,894</u>
<b>Total Liabilities</b>	<u>19,460</u>	<u>258,925</u>	<u>278,385</u>	<u>76,384</u>
<b>Net Position</b>				
Net investment in capital assets	999,392	1,244,323	2,243,715	2,351,742
Unrestricted	164,013	571,515	735,528	2,803,563
<b>Total Net Position</b>	<u>\$ 1,163,405</u>	<u>\$ 1,815,838</u>	<u>\$ 2,979,243</u>	<u>\$ 5,155,305</u>

See the accompanying notes to the basic financial statements.

**Teller County, Colorado**  
**Statement of Revenues,**  
**Expenses and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the Year Ended December 31, 2021**

	<b>Business-type Activities - Enterprise Funds</b>			<b>Governmental Activities - Internal Service Funds</b>
	<b>Wastewater Utility</b>	<b>Jail</b>	<b>Total</b>	
<b>Operating Revenues</b>				
Charges for services	\$ 159,036	\$ 3,504,389	\$ 3,663,425	\$ 1,408,647
Intergovernmental	-	371,154	371,154	-
Licenses and permits	250	-	250	-
Miscellaneous	363	88,052	88,415	1,074
<b>Total Operating Revenues</b>	<u>159,649</u>	<u>3,963,595</u>	<u>4,123,244</u>	<u>1,409,721</u>
<b>Operating Expenses</b>				
Administration	12,698	56,803	69,501	-
Operations	145,256	3,094,837	3,240,093	986,501
Depreciation	-	203,199	203,199	436,817
<b>Total Operating Expenses</b>	<u>157,954</u>	<u>3,354,839</u>	<u>3,512,793</u>	<u>1,423,318</u>
<b>Operating Income (Loss)</b>	<u>1,695</u>	<u>608,756</u>	<u>610,451</u>	<u>(13,597)</u>
<b>Non-Operating Revenues (Expenses)</b>				
Non capital grants	-	214,160	214,160	5,024
Gain on sale of capital assets	-	-	-	76,035
Investment earnings	-	-	-	3,089
Interest and fiscal charges	-	(109,084)	(109,084)	-
<b>Total Non-Operating Revenues (Expenses)</b>	<u>-</u>	<u>105,076</u>	<u>105,076</u>	<u>84,148</u>
<b>Net Income Before Capital Contributions</b>	<u>1,695</u>	<u>713,832</u>	<u>715,527</u>	<u>70,551</u>
<b>Capital Contributions</b>	<u>42,541</u>	<u>-</u>	<u>42,541</u>	<u>-</u>
<b>Change in Net Position</b>	<u>44,236</u>	<u>713,832</u>	<u>758,068</u>	<u>70,551</u>
<b>Net Position Beginning of Year</b>	<u>1,119,169</u>	<u>1,102,006</u>	<u>2,221,175</u>	<u>5,084,754</u>
<b>Net Position End of Year</b>	<u>\$ 1,163,405</u>	<u>\$ 1,815,838</u>	<u>\$ 2,979,243</u>	<u>\$ 5,155,305</u>

See the accompanying notes to the basic financial statements.

**Teller County, Colorado**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended December 31, 2021**

	<b>Business-type Activities - Enterprise Funds</b>			<b>Governmental Activities - Internal Service Fund</b>
	<b>Wastewater Utility</b>	<b>Jail</b>	<b>Total</b>	
<b>Cash Flows from Operating Activities</b>				
Cash received from customers	\$ 162,368	\$ 3,824,552	\$ 3,986,920	\$ 1,408,170
Cash payments for goods and services	(148,454)	(1,289,708)	(1,438,162)	(696,585)
Cash payments to employees for services	-	(1,785,974)	(1,785,974)	(317,938)
<b>Net Cash Provided by Operating Activities</b>	<u>13,914</u>	<u>748,870</u>	<u>762,784</u>	<u>393,647</u>
<b>Cash Flows from Capital and Related Financing Activities</b>				
Non capital grants	-	214,160	214,160	5,024
Principal paid on long-term debt	-	(785,000)	(785,000)	-
Interest paid on long-term debt	-	(14,433)	(14,433)	-
Proceeds from sale of capital assets	-	-	-	159,458
Contributions	42,541	-	42,541	-
Payments for capital acquisitions	-	(159,000)	(159,000)	(555,127)
<b>Net Cash Provided (Used) by Capital and Related Financing Activities</b>	<u>42,541</u>	<u>(744,273)</u>	<u>(701,732)</u>	<u>(390,645)</u>
<b>Cash Flows from Investing Activities</b>				
Investment earnings	-	-	-	3,089
<b>Net Increase in Cash and Cash Equivalents</b>	56,455	4,597	61,052	6,091
<b>Cash and Cash Equivalents Beginning of Year</b>	<u>118,946</u>	<u>618,324</u>	<u>737,270</u>	<u>2,720,128</u>
<b>Cash and Cash Equivalents End of Year</b>	<u>\$ 175,401</u>	<u>\$ 622,921</u>	<u>\$ 798,322</u>	<u>\$ 2,726,219</u>

(continued)

See the accompanying notes to the basic financial statements.

**Teller County, Colorado**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended December 31, 2021**

(continued)

	<b>Business-type Activities - Enterprise Funds</b>			<b>Governmental Activities - Internal Service Fund</b>
	<b>Wastewater Utility</b>	<b>Jail</b>	<b>Total</b>	
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</b>				
<b>Operating Income (Loss)</b>	\$ 1,695	\$ 608,756	\$ 610,451	\$ (13,597)
<b>Adjustments:</b>				
Depreciation	-	203,199	203,199	436,817
<b>(Increase) Decrease in Assets:</b>				
Accounts receivable	2,719	(139,043)	(136,324)	(1,551)
Prepaid expenses	-	3,454	3,454	-
Inventory	-	-	-	(20,323)
<b>Increase (Decrease) in Liabilities:</b>				
Accounts payable	9,500	76,083	85,583	2,187
Compensated absences payable	-	(3,579)	(3,579)	(9,886)
<b>Net Cash Provided by Operating Activities</b>	<b>\$ 13,914</b>	<b>\$ 748,870</b>	<b>\$ 762,784</b>	<b>\$ 393,647</b>

See the accompanying notes to the basic financial statements.

**Teller County, Colorado**  
**Statement of Fiduciary Net Position**  
**Custodial Funds**  
**December 31, 2021**

	<b>SWTC Library Custodial Fund</b>	<b>Other Custodial Funds</b>	<b>Total</b>
<b>Assets</b>			
Cash and investments	\$ 464,995	\$ 1,119,231	\$ 1,584,226
<b>Total Assets</b>	<b>464,995</b>	<b>1,119,231</b>	<b>1,584,226</b>
<b>Liabilities</b>			
County warrants outstanding	-	96,659	96,659
Accounts payable	-	272,045	272,045
Due to other entities	-	750,527	750,527
<b>Total Liabilities</b>	<b>-</b>	<b>1,119,231</b>	<b>1,119,231</b>
<b>Net Position</b>			
Restricted For:			
Individuals, organizations and/or other governments	464,995	-	464,995
<b>Total Fiduciary Net Position</b>	<b>\$ 464,995</b>	<b>\$ -</b>	<b>\$ 464,995</b>

Other Custodial Funds do not have Net Position but they are shown here in order to fully disclose all custodial assets and liabilities

**Teller County, Colorado**  
**Statement of Changes in Fiduciary Net Position**  
**Custodial Funds**  
**For the Year Ended December 31, 2021**

	<b>SWTC Library Custodial Fund</b>	<b>Other Custodial Funds</b>	<b>Total</b>
<b>ADDITIONS</b>			
Deposits from inmates	\$ -	\$ 455,513	\$ 455,513
County Clerk & Recorder collections	-	3,819,978	3,819,978
Tax collections for other entities	-	28,469,036	28,469,036
Tax collections for SWTC Library	199,629	-	199,629
Total additions	<u>199,629</u>	<u>32,744,527</u>	<u>32,944,156</u>
<b>DEDUCTIONS</b>			
Payments on behalf of inmates	-	442,015	442,015
CSHP Grant Payments	-	31	31
County Clerk & Recorder payments to other governments	-	3,885,968	3,885,968
Tax distributions to other entities	-	28,376,474	28,376,474
Tax distributions to SWTC Library	160,000	-	160,000
Total deductions	<u>160,000</u>	<u>32,704,488</u>	<u>32,864,488</u>
Change in fiduciary net position	39,629	-	39,629
Net Position Beginning of Year	<u>425,366</u>	<u>-</u>	<u>425,366</u>
Net Position End of Year	<u><u>464,995</u></u>	<u><u>-</u></u>	<u><u>464,995</u></u>

Other Custodial Funds do not have Net Position but they are shown here in order to fully disclose all changes to our custodial funds

See the accompanying independent auditors' report.

*Teller County, Colorado*  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

**Index**

<b>Summary of Significant Accounting Policies .....</b>	<b>1</b>
Reporting Entity .....	1-A
Basis of Presentation .....	1-B
Measurement Focus .....	1-C
Basis of Accounting .....	1-D
Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Fund Equity .....	1-E
Cash, Cash Equivalents and Investments .....	1-E-1
Interfund Balances .....	1-E-2
Consumable Inventories .....	1-E-3
Prepaid Items .....	1-E-4
Capital Assets .....	1-E-5
Deferred outflows/inflows of resources .....	1-E-6
Compensated Absences .....	1-E-7
Accrued Liabilities and Long-term Obligations .....	1-E-8
Fund Equity .....	1-E-9
Operating Revenues and Expenses .....	1-E-10
Contributions of Capital .....	1-E-11
Interfund Activity .....	1-E-12
Estimates .....	1-E-13
Comparative Data .....	1-E-14
 <b>Intergovernmental Agreement .....</b>	 <b>2</b>
 <b>Stewardship, Compliance and Accountability .....</b>	 <b>3</b>
Excess of Expenditures Over Appropriations .....	3-A
 <b>Detailed Notes on All Funds .....</b>	 <b>4</b>
Deposits and Investments .....	4-A
Receivables .....	4-B
Property Taxes .....	4-C
Capital Assets .....	4-D
Interfund Transfers .....	4-E
Other Commitments .....	4-F
Long-Term Debt .....	4-G
Pensions .....	4-H
Fund Equity .....	4-I
 <b>Other Notes .....</b>	 <b>5</b>
Risk Management .....	5-A
Risks and Uncertainties .....	5-B
Subsequent Events .....	5-C
Tax, Spending and Debt Limitations .....	5-D
Welfare Reform .....	5-E

*Teller County, Colorado*  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

***Note 1 - Summary of Significant Accounting Policies***

The financial statements of Teller County (County) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting.

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

***1-A. Reporting Entity***

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the County consists of all funds, departments, boards and agencies that are not legally separate from the County.

Component units are legally separate organizations for which the County is financially accountable. The County is financially accountable for an organization if the County appoints a voting majority of the organization's governing board and (1) the County is able to significantly influence the programs or services performed or provided by the organization; or (2) the County is legally entitled to or can otherwise access the organization's resources; the County is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the County is obligated for the debt of the organization. Component units also may include organizations that are fiscally dependent on the County in that the County approves the budget, levies their taxes or issues their debt.

The reporting entity has been defined to include all County elected officials, including the Treasurer, Public Trustee, Assessor, Clerk & Recorder (including Elections), Sheriff (including Detentions, Animal Control, Equitable Sharing and Search & Rescue), Coroner, Surveyor and Board of County Commissioners. The District Attorney does not meet the criteria of an includable entity; however, the County's contribution to the District Attorney's Office has been included as an expenditure of the general fund. In addition, the following County departments and organizations which report to the Teller County Board of County Commissioners are considered part of the reporting entity:

- Community Development Services (including the Building Department and Planning Department);
- Public Works (including Transportation, Fleet Services, Facilities, Parks and the Wastewater Utility);
- and:
- CSU Extension Office
- Environmental Health
- Human Resources
- Information Technology
- Public Health
- Emergency Management
- Finance & Budget
- Human Services
- Legal Services
- Veterans Office

The County has one component unit that is presented as "blended." When blended, it is reported as if it were a fund of the County throughout the year. It is included at both the government-wide and the fund financial reporting levels.

A brief description of the blended component unit follows:

The County entered into an annually renewable 28-year lease-purchase agreement with the Teller County Facilities Corporation for the Corporation's detentions facility in Divide, Colorado. The Facilities Corporation issued certificates of participation in June 1997 to purchase the jail facility from the Teller County Jail Authority. In 2005, and again in 2016, these certificates of participation were re-financed. At the time of each re-financing, the County entered into an amendment to the annually renewable lease-purchase agreement, in order to recognize both the cost savings and the shortened term gained through the re-finance. As the Corporation is thereby financially dependent upon the County for the lease payments, the financial activities of the Corporation have been blended in this report in the County's Jail Enterprise Fund. This Certificate of Participation was redeemed (paid in full) as of December, 2021.

During 2021 the County implemented GASB Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements, which improves financial reporting by addressing issues related to these types of arrangements. The statement is effective for periods beginning after June 15, 2022 and allows for early adoption. The County has adopted this

**Teller County, Colorado**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2021**

statement and applied it beginning in the year ended December 31, 2021. This adoption had no impact in the 2021 financial statements.

**1-B. Basis of Presentation**

The County's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

**Government-wide Financial Statements** - The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the County as a whole, excluding fiduciary funds. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and grants and the County's general revenues, from business-type activities, generally financed in whole or in part with user fees charged to external customers.

The statement of net position presents the financial position of the governmental and business-type activities of the County.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities and for each identifiable activity of the business-type activities of the County. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that particular function. The County does not allocate indirect expenses to functions in the statement of activities.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees and other charges to users of the County's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses. For identifying to which function program revenue pertains, the determining factor for *charges for services* is which function *generates* the revenue. For *grants and contributions*, the determining factor is to which function the revenues are *restricted*.

Other revenue sources not classified as program revenues are reported as general revenues of the County. The comparison of direct expenses with program revenues identifies the extent to which each governmental function and each identifiable business activity is self-financing or draws from the general revenues of the County.

**Fund Financial Statements** - During the year, the County segregates transactions related to certain County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. Fund financial statements are provided for governmental, proprietary and fiduciary funds.

Major individual governmental and enterprise funds are reported in separate columns in the fund financial statements.

**Fund Accounting** - The County uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The County uses three categories of funds: governmental, proprietary and fiduciary.

**Governmental Funds** - Government funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The County reports the difference between governmental fund assets and liabilities as fund balance. The following are the County's major governmental funds:

**The General Fund** – The general fund accounts for all financial resources except those required to be accounted for in another fund.

**Road and Bridge Fund** – This fund accounts for revenues that are generated from highway user tax funds, property taxes, various grants and other intergovernmental revenues and fees. Spending is restricted, committed or assigned to all types of construction and maintenance of the County's transportation system.

***Teller County, Colorado***  
***Notes to the Basic Financial Statements***  
***For the Year Ended December 31, 2021***

***Social Services Fund*** – This fund accounts for revenues that are generated from state & federal human services payments, property taxes and other intergovernmental revenues and fees. Spending is restricted to the administration of, and the County’s share of program costs for, public assistance and welfare activities.

***Capital Projects Fund*** – This fund is restricted, committed or assigned to account for general governmental capital building, land and equipment purchases and construction. Although this fund no longer meets the minimum criteria to be reported as a major fund, the County has elected to report it as such to better inform financial statement users.

***Proprietary Funds*** - Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. The proprietary funds are classified as enterprise funds and an internal service fund. The proprietary funds are:

***Wastewater Utility Fund*** – This fund is used to account for the capital assets, liabilities and operations of the Teller County Wastewater Utility in Divide, Colorado. The utility’s costs are intended to be financed or recovered primarily through user charges.

***Jail Fund*** – This fund is used to account for the capital assets, liabilities and operations of the Teller County Detentions Facility in Divide, Colorado. The facility’s costs are intended to be financed or recovered primarily through user charges.

***Fleet Management Internal Service Fund*** – This fund is used to account for the capital assets, liabilities and operational management of the Teller County Fleet. The fleet-related services are provided to other County departments on a cost reimbursement basis.

***Custodial Funds*** – The County’s custodial funds are fiduciary in nature. These funds are used to account for assets that the County holds for others in a fiduciary capacity. Custodial funds are accounted for using the economic resources measurement focus and the accrual basis of accounting.

***1-C. Measurement Focus***

***Government-wide Financial Statements*** - The government-wide financial statements are prepared using the economic resources measurement focus. All assets, deferred outflows, liabilities and deferred inflows associated with the operation of the County are included on the statement of net position. The statement of activities reports revenues and expenses.

***Fund Financial Statements*** - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows, and current liabilities and deferred inflows generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities in the government-wide financial statements are prepared and reported. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus on both financial reporting levels. All assets and all liabilities associated with the operation of these funds are included on the statements of net position. The statements of changes in fund net position present increases (i.e., revenues) and decreases (i.e., expenses) in net total position. The statements of cash flows provide information about how the County finances and meets the cash flow needs of its proprietary activities.

***Teller County, Colorado***  
***Notes to the Basic Financial Statements***  
***For the Year Ended December 31, 2021***

***1-D. 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. At the fund reporting level, the governmental funds use the modified accrual basis of accounting. Proprietary funds use the accrual basis of accounting at both reporting levels. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenues, and in the presentation of expenses versus expenditures. Fiduciary funds use the accrual basis of accounting on the statement of net position.

***Revenues – Exchange Transactions*** - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and 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, the phrase “available for exchange transactions” means expected to be received within 60 days of year-end or 90 days if the revenue source is inter-governmental.

***Revenues - Non-exchange Transactions*** - Non-exchange transactions in which the County receives value without directly giving equal value in return, include sales taxes, property taxes, grants and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the taxable sale takes place. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied. (Note 4-C) Property taxes assessed in 2021 that are due in 2022 are recorded as property taxes receivable and a deferred inflow at December 31, 2021.

Revenues from grants and donations are recognized in the fiscal year in which eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the 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 non-exchange transactions also must be available (i.e., collected within 60 days or 90 days for inter-governmental) before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: property taxes, sales taxes, fees, federal, state and private grants and intergovernmental revenue.

On governmental fund financial statements (i.e., on the modified accrual basis), receivables that will not be collected within the available period have been reported as a deferred inflow (i.e., they are measurable but not available) rather than as revenue.

Grants and entitlements received before the eligibility requirements are met, excluding timing requirements, (e.g., cash advances) are recorded as unearned revenue. Unmet timing requirements are recorded as deferred inflows.

***Expenses/Expenditures*** - On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

During 2021 the County implemented GASB Statement No. 92, Omnibus, which enhances comparability in accounting and financial reporting and improves the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. The statement is effective for periods beginning after June 15, 2021 and allows for early adoption. The County has adopted this statement and applied it beginning in the year ended December 31, 2021. This adoption had no impact in the 2021 financial statements.

During 2021 the County implemented GASB Implementation Guide 2019-1, which provides guidance that clarifies, explains, or elaborates on other GASB Statements. The statement is effective for periods beginning after June 15, 2020. The County has adopted this statement and applied it beginning in the year ended December 31, 2021. This adoption had no impact in the 2021 financial statements.

***Teller County, Colorado***  
***Notes to the Basic Financial Statements***  
***For the Year Ended December 31, 2021***

***1-E. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Fund Equity***

***1-E-1 Cash, Cash Equivalents, and Investments***

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

Time deposits with a maturity date of more than three months but at or less than one year of the date acquired by the County are valued at amortized cost.

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

- Obligations of the United States and certain U.S. government agencies securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. 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

The County's investments consist of external investment pools and U.S. Agency obligations.

During 2021 the County implemented GASB Statement No. 93, Replacement of Interbank Offered Rates, which addresses accounting and financial reporting implications that result from the replacement of LIBOR. The statement is effective for periods beginning after June 15, 2021 and allows for early adoption. The County has adopted this statement and applied it beginning in the year ended December 31, 2021. This adoption had no impact in the 2021 financial statements.

***1-E-2 Interfund Balances***

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/interfund payables." These amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are reclassified and presented as internal balances.

***1-E-3 Consumable Inventories***

On the government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used (i.e., the consumption method).

On the fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as an expenditure in the governmental fund types when consumed. Inventories of the proprietary funds are expensed when consumed.

***1-E-4 Prepaid Items***

Payments made to vendors for services that will benefit periods beyond December 31, 2021, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

**Teller County, Colorado**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2021**

**1-E-5 Capital Assets**

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition value as of the date received. The County maintains a capitalization threshold of five thousand dollars. The County's infrastructure consists of road improvements, trails and our wastewater system. The County has inventoried, valued and added 100% of defined infrastructure to the government-wide statement of net position. The County has adopted the modified approach under *GASB 34*, of tracking infrastructure assets as non-depreciable assets and targeting maintenance of infrastructure at certain condition levels. Improvements to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed. Interest cost incurred before the end of a construction period are not included in the historical cost of a capital asset reported in a business-type activity or enterprise fund.

All reported capital assets are depreciated except for land, infrastructure and construction in progress. 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:

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Buildings and plant	10 - 120 years	30 years
Improvements	25 – 50 years	30 years
Machinery, equipment and vehicles	5 – 30 years	5 – 25 years
Furniture and fixtures	5 – 30 years	5 – 10 years

At the inception of capital leases at the governmental fund reporting level, capital outlay expenditures and an "other financing source" of an equal amount are reported at the net present value of future minimum lease payments.

**1-E-6 Deferred outflows/inflows of resources**

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/ expenditure) until then. The government only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide and the proprietary fund statements of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The government has only one type of item, which arises under both the full (government-wide financial statement) and the modified accrual (fund financial statement) bases of accounting, that qualifies for reporting in this category. Accordingly; *property tax revenue*, is reported in both the statement of net position and in the balance sheet of governmental funds as a deferred inflow of resources. These future revenues are deferred and recognized as an inflow of resources in the period for which they are levied and for the governmental funds when the amounts become available (calendar year 2022).

*Teller County, Colorado*  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

**1-E-7 Compensated Absences**

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits do not vest and therefore are not accrued.

All compensated absence liabilities include salary-related payments, where applicable.

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

**1-E-8 Accrued Liabilities and Long-term Obligations**

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

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

**1-E-9 Fund Equity (See Note 4-I)**

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

**Fund Balance** – Generally, fund balance represents the difference between the assets and deferred outflows of resources, and liabilities and deferred inflows of resources. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances are classified as follows:

- **Nonspendable** – Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form (i.e., items that are not expected to be converted to cash) or (b) legally or contractually required to be maintained intact.
- **Restricted** – Fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or State, or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- **Committed** – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the Teller County Board of County Commissioners through the adoption of a resolution. The Board of County Commissioners also must modify or rescind the commitment through the same action as adopted.
- **Assigned** – Fund balances are reported as assigned when amounts are constrained by the County’s intent to be used for specific purposes, but are neither restricted nor committed. By resolution, the Board of County Commissioners has authorized the County Administrator and the County Director of Finance and Budget as the body which assigns fund balances.
- **Unassigned** – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The County reports positive unassigned fund balance only in the general fund. Negative unassigned fund balances may be reported in all funds.

***Teller County, Colorado***  
***Notes to the Basic Financial Statements***  
***For the Year Ended December 31, 2021***

***Flow Assumptions*** – When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the County’s policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the County’s policy to use fund balance in the following order:

- ***Committed***
- ***Assigned***
- ***Unassigned***

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

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

***1-E-10 Operating Revenues and Expenses***

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for wastewater and prisoner housing. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of each fund. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

***1-E-11 Contributions of Capital***

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets or from grants or outside contributions of resources intended to be used for capital acquisition, construction and maintenance.

***1-E-12 Interfund Activity***

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

Transfers between governmental and business-type activities on the government-wide statement of activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated. Transfers between funds reported in the business-type activities column are eliminated.

Eliminations have been made to minimize the double counting of internal activities. The County’s internal service fund (which provides services primarily to other funds of the County) is presented, in summary form, as part of the proprietary fund financial statements. Since the principal users of the internal services are the County’s governmental activities, financial activities of the internal service fund are presented in the governmental activities column when presented at the government-wide level. The costs of these services are allocated to the appropriate function/program (general government, public safety, public works, health and human services, and culture and recreation) in the statement of activities.

***Teller County, Colorado***  
***Notes to the Basic Financial Statements***  
***For the Year Ended December 31, 2021***

***1-E-13 Estimates***

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

***1-E-14 Comparative Data***

Comparative total data for the prior year have been presented only for individual funds in the fund financial statements in order to provide an understanding of the changes in the financial position and operations of these funds. The basic financial statements include certain prior-year summarized comparative information in total but not at the level of detail required for a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the government's financial statements for the year ended December 31, 2020, from which the summarized information was derived.

***Note 2 – Intergovernmental Agreement***

During the course of 2021, the County was involved in various intergovernmental agreements with local and federal law enforcement for the purpose of establishing federal task forces and special investigation funds, as well as other areas. These agreements are not considered joint ventures. The related revenue and expenses are accounted for within the general fund. The County has no specific claim to any assets of these funds, except as requested to pay for costs over and above normal operations of the County Sheriff's Department as allowed in these agreements and as approved by the entity in charge of the funds.

***Note 3 – Stewardship, Compliance and Accountability***

***3-A. Excess of Expenditures over Appropriations***

No individual funds had expenditures/expenses in excess of approved appropriations.

***Note 4 - Detailed Notes on All Funds***

***4-A. Deposits and Investments***

***Custodial Credit Risk*** - Custodial credit risk for deposits and investments is the risk that, in the event of failure of the custodian, the County may not be able to recover the value of deposits that are in the possession of a third party. The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. Demand deposits and Time and Savings deposits are each insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC). Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The institution is allowed to create a single collateral pool for all public funds held. The pool is 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 102% of the uninsured deposits. The following schedules show the cash balances and amount of insured versus collateralized deposits.

**Teller County, Colorado**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2021**

As of December 31, 2021, the County had the following deposits:

	Insured	Collateralized	Fair Value/ Bank Balance	Carrying Amount	Maturities
Cash On Hand	\$ -	\$ -	\$ -	\$ 48,006	
Deposits	798,625	8,048,873	8,847,498	10,575,369	
CDs	740,000	-	740,000	740,000	7/26/22-8/11/24
Total Deposits and Cash on Hand	<u>\$ 1,538,625</u>	<u>\$ 8,048,873</u>	<u>\$ 9,587,498</u>	<u>\$ 11,363,375</u>	

**Investment Risk Factors** - There are many factors that can affect the value of investments, some of which are custodial credit risk, credit risk and interest rate risk. The County Treasurer has established a cash and investment policy to minimize the County's exposure to these risks. The County follows Colorado state statutes for investing. As such, in 2021 the County investment portfolio includes certificates of deposit with maturity lengths in excess of three months. Because of this, the only exposure the County has is to custodial credit risk. The County's investment policy does not specifically address these risks.

The County has categorized its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs which are recurring measurements; Level 3 inputs are significant unobservable inputs.

Investment in obligations of the U.S government, or those explicitly guaranteed by the U.S. Government, are not subject to custodial credit risk, credit risk or foreign currency risk. The County's government obligations are subject to interest rate risk based on their maturity dates. The County has the intent and ability to hold all investments to maturity. Maturity dates and values are as below:

	Fair Value/ Carrying Amount	Maturities	Rating
Investments			
GNMA	\$ 3,648	11/20/22-2/20/31	AA+
Total	<u>\$ 3,648</u>		

The County's investments in U.S. Agency obligations (GNMA's) are valued at \$3,648 using inputs, other than quoted prices that are observable, such as interest rates and yield curves observable at commonly quoted intervals (Level 2 inputs).

Investments in local government investment pools or in money market funds are not evidenced by securities that exist in physical or book entry form. The County had invested \$17,923,330 in Public Trust Pools, which are investment vehicles established by state statute for local government entities in Colorado to pool surplus funds for investment purposes. The pools, CSAFE Cash and Colotrust, operate similarly to a money market fund and each share is equal in value to \$1.00. The pool, CSAFE CORE, also operates somewhat similar to a money market, but is limited to only 3 withdrawals per month, and is managed to a per share value of \$2.00. The designated custodial bank provides safekeeping and depository services to the pools in connection with the direct investment and withdrawal functions of the pools. All securities owned by the pools 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 pools. Investments of the pools consist of U.S. Treasury bills, notes and note strips and repurchase agreements collateralized by U.S. Treasury Notes. The State securities commission administers and enforces all state statutes governing public trust pools.

**Teller County, Colorado**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2021**

	Amount	Rating
Investments in local government Investment Pools		
Colostrust	\$6,254,418	AAAm
CSAFE Cash	5,547,296	AAAmmf
CSAFE CORE	6,121,616	AAAf
Total	\$17,923,330	

Colostrust and CSAFE CORE are external investment pools valued using the NAV per share (or its equivalent) of the investments. Colostrust and CSAFE CORE do not have any unfunded commitments, redemption restrictions (other than CSAFE CORE’s 24-hour redemption notice and limit of 3 monthly withdrawals) or redemption notice periods. CSAFE CASH is an external investment pool valued at amortized cost, in accordance with GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*.

The external investment pools conform to Colorado Statutes CRS 24-75-601 et. seq. and therefore invest primarily in securities of the United States Treasury, United States Agencies, Primary Dealer Repurchase Agreements, highly rated commercial paper, highly rated corporate bonds, Colorado depositories collateralized at 102% of market value according to the guidelines of the Public Deposit Protection Act. The investments will conform to its Permitted Investments and will meet Standard & Poor’s investment guidelines to achieve a AAAM rating, the highest attainable rating for a Local Government Investment Pool.

Financial statements for Colostrust may be obtained through its website at: [www.colostrust.com](http://www.colostrust.com) . Financial statements for CSAFE may be obtained through its website at: [www.csafe.org](http://www.csafe.org) .

Cash & Investment Reconciliation:

Governmental Funds - Balance Sheet	\$24,181,586
Proprietary Fund Type Statement of Net Position	3,524,541
Statement of Fiduciary Assets, Liabilities & Net Position	1,584,226
Total	\$29,290,353

Note: The County Treasurer was appointed to the CSAFE Board of Trustees in July, 2020 and re-elected in May, 2021.

**4-B. Receivables**

Receivables at December 31, 2021 consisted of taxes, accounts (billings for user charges, including unbilled utility receivables), intergovernmental receivables arising from grants and other intergovernmental revenues.

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

**4-C. Property Taxes**

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on January 1 and payable in two installments on the last day of February and June 15, or in one installment due April 30. The Teller County Treasurer bills and collects property taxes for the County.

**Teller County, Colorado**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2021**

**4-D. Capital Assets**

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

	Balance 01/1/2021	Additions	Deductions	Balance 12/31/2021
Governmental activities, (including internal service fund):				
Capital assets not being depreciated:				
Land	\$ 2,594,155	\$ -	\$ -	\$ 2,594,155
Land - right of ways	631,755	-	-	631,755
Infrastructure - Roads	257,811,571	-	-	257,811,571
Infrastructure - Trails	162,993	-	-	162,993
Construction in progress	6,259,948	2,888	6,251,416	11,420
Vehicles not in service	199,184	61,358	199,184	61,358
<b>Total capital assets not being depreciated</b>	<b>267,659,606</b>	<b>64,246</b>	<b>6,450,600</b>	<b>261,273,252</b>
Other capital assets:				
Buildings	8,406,997	7,466,707	-	15,873,704
Vehicles and road equipment	11,906,976	727,717	359,800	12,274,893
Furniture and fixtures	1,763,085	13,906	-	1,776,991
Software	536,392	-	12,600	523,792
Other improvements	1,277,271	-	-	1,277,271
<b>Total depreciable capital assets</b>	<b>23,890,721</b>	<b>8,208,330</b>	<b>372,400</b>	<b>31,726,651</b>
<b>Total cost of capital assets</b>	<b>291,550,327</b>	<b>8,272,576</b>	<b>6,823,000</b>	<b>292,999,903</b>
Accumulated depreciation:				
Buildings	5,063,960	266,353	-	5,330,313
Vehicles and road equipment	9,563,082	480,307	276,377	9,767,012
Furniture and fixtures	1,484,903	64,023	-	1,548,926
Software	536,392	-	-	536,392
Other improvements	458,085	40,054	-	498,139
<b>Total accumulated depreciation</b>	<b>17,106,422</b>	<b>850,737</b>	<b>276,377</b>	<b>17,680,782</b>
<b>Governmental activities capital assets, net</b>	<b>\$ 274,443,905</b>	<b>\$ 7,421,839</b>	<b>\$ 6,546,623</b>	<b>\$ 275,319,121</b>

Additions include \$6,251,416 in asset value that was previously included as capital items in progress, which was not current year capital outlay. On the government-wide statement of net position and the schedule above, the internal service assets are included as governmental activities.

Governmental activities depreciation expense

General government	\$ 245,183
Public safety	82,344
Highways and streets	83,563
Health and welfare	2,830
Capital assets held by the government's internal service fund are charged to the various functions based on their usage of the assets	436,817
<b>Total governmental activities depreciation expense</b>	<b>\$ 850,737</b>

**Teller County, Colorado**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2021**

	Balance 01/1/2021	Additions	Deductions	Balance 12/31/2021
Business-type activities				
Capital assets not being depreciated:				
Land	\$ 101,300	\$ -	\$ -	\$ 101,300
Infrastructure - wastewater system	952,712	-	-	952,712
Construction in Progress	46,680	159,000	-	205,680
Total non-depreciable capital assets	1,100,692	159,000	-	1,259,692
Depreciable capital assets:				
Building/plant	5,407,281	-	-	5,407,281
Other improvements	405,100	-	-	405,100
Equipment	162,115	-	-	162,115
Furniture & fixtures	-	-	-	-
Total depreciable capital assets	5,974,496	-	-	5,974,496
Total cost of capital assets	7,075,188	159,000	-	7,234,188
Accumulated depreciation:				
Building/plant	4,343,218	180,152	-	4,523,370
Other improvements	332,554	13,504	-	346,058
Equipment	111,502	9,543	-	121,045
Furniture & fixtures	-	-	-	-
Total accumulated depreciation	4,787,274	203,199	-	4,990,473
Business-type activities capital assets, net	<u>\$ 2,287,914</u>	<u>\$ (44,199)</u>	<u>\$ -</u>	<u>\$ 2,243,715</u>

**4-E. Interfund Transfers**

Interfund transfers for the year ended December 31, 2021 consisted of the following:

Transfers to:	Transfers From:	
	Social Services Fund	Total
General Fund	\$ 254,543	\$ 254,543
	<u>\$ 254,543</u>	<u>\$ 254,543</u>

Transfers are used to report revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to segregate money for anticipated capital projects; to provide additional resources for current operations or debt service; and to return money to the fund from which it was originally provided once a project is completed. All County transfers either occur on a regular basis or are consistent with the purpose of the fund making the transfer.

**Teller County, Colorado**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2021**

**4-F. Other Commitments**

**Operating Leases** – On October 25, 2007, the County entered into a lease agreement with PK Enterprises, Inc. for the property located at 11115 Highlands Center Building in Divide that houses the Teller County Public Health Department. The lease expired November 30, 2018. A new lease agreement with PK Enterprises, Inc. was entered into on December 1<sup>st</sup>, 2018. This is a one-year lease with nine (9) one-year options to extend the lease. The initial monthly rent amount was \$3,258 plus triple net (NNN) charges. The rent will increase for each exercised renewal term by the trailing twelve-month percentage change of WSJ Prime Rate, with a minimum increase of 0.5% and maximum of 3%. The annual rent increase was paused for 2021 due to the COVID-19 pandemic. Total rent for this lease for 2021 was \$39,322 and total NNN charges were \$6,951.

In March 2014, the County entered into a lease agreement with Tamarac Business Park, LLC for property located at 800 Research Drive, Suite 100 in Woodland Park, which replaced the County offices in the Manor Court and Cobblestone buildings previously leased from the State Land Board. In ensuing years’ the County has amended the agreement to include suites 200, 220, 230, and 250. This lease commenced on August 1, 2014 and may be extended annually through June 30, 2024. Gross rent at December 31, 2021 was \$17,695 per month, increased 3% annually upon each extension, plus janitorial costs of \$1,422 per month.

Monthly payments are made through the General Fund and the Social Services Fund reimburses the General Fund for a portion of the rent. The amount of rent paid in 2021 was \$224,770 of which \$127,737 was reimbursed from Social Services. 2021 janitorial cost payments in the amount of \$18,486 were made through the General Fund, of which \$11,093 was reimbursed from Social Services.

On January 4<sup>th</sup>, 2019, the County entered into a lease agreement with Woodland Professional Building, LLC for property located at 400 West Midland Ave, Unit 275 in Woodland Park for a Probations Office. The initial term was for a one-year lease with a monthly rent amount of \$800. A new lease agreement was entered into on January 30<sup>th</sup>, 2020 extending the lease an additional 3 years with a 3% increase for each annual term. Total rent for this lease for 2021 was \$10,188.

**4-G. Long-Term Debt**

**Other Agreements** – The County had a lease-purchase agreement with the Teller County Facilities Corporation for the County detentions facility in Divide. The agreement was for the County to make all payments under the Corporation’s Certificate of Participation agreement. Neither the Certificates nor the Lease constituted a mandatory payment obligation in any fiscal year beyond a fiscal year for which the County had appropriated or otherwise made available amounts to make payments under the Lease. The County could also elect to purchase the Project by payment of the Purchase Option Price. This Certificate of Participation was redeemed (paid in full) as of December, 2021.

**Changes in Long-term Debt** - Changes in the County’s long-term obligations consisted of the following for the year ended December 31, 2021:

	Outstanding 1/1/2021	Additions	Reductions	Outstanding 12/31/2021	Amounts Due in One Year
Governmental Activities					
Compensated absences*	\$ 570,107	\$ 801,662	\$ 795,816	\$ 575,953	\$ 117,914
Total Governmental Activities	<u>\$ 570,107</u>	<u>\$ 801,662</u>	<u>\$ 795,816</u>	<u>\$ 575,953</u>	<u>\$ 117,914</u>
Business-Type Activities					
Certificates of Participation	\$ 785,000	\$ -	\$ 785,000	\$ -	\$ -
Compensated absences	55,058	111,068	114,647	51,479	10,296
Total Business-Type Activities	<u>\$ 840,058</u>	<u>\$ 111,068</u>	<u>\$ 899,647</u>	<u>\$ 51,479</u>	<u>\$ 10,296</u>

\* Includes the internal service fund liability.

In 2021, government-wide interest costs and interest charged to expense were \$109,084.

*Teller County, Colorado*  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

The compensated absences liability will be paid from the fund from which the employees' salaries are paid.

The County currently has no unused lines of credit.

**4-H. Pensions**

The County is a member of the Colorado Retirement Association, which operates a defined contribution retirement plan. Substantially all County employees are required to participate after one year of continuous service. Total payroll for 2021 was \$13,388,332 and covered payroll totaled \$10,754,935. Contributions by the County (employer) are 4% of the eligible employee's annual compensation. Employees must contribute a matching amount, but can increase their contribution up to ten percent on a non-deductible basis. Contributions made by the employer for 2021 were \$438,769 which represents 3.3% of total payroll and 4.1% of covered payroll and contributions made by employees for 2021 were \$430,197 each, which represents 3.2% of total payroll and 4% of covered payroll. Normally, the employer contributions are 4% but in 2021 the County made additional contributions for two employees who were not enrolled timely to compensate for lost contributions in prior years and restoration of profits. The plan is funded through the various funds that pay for the employment of County personnel to cover the County's (employer) share. The County maintains no control over the plan, other than being a member of the Association. As of January 1, 1997, the plan was changed to pre-tax status (414H). No fixed benefits are paid or payable upon retirement; therefore, the County has no unfunded liability under the plan. Financial statements for CRA may be obtained through its website at: [www.cra-online.org](http://www.cra-online.org).

During 2021 the County implemented GASB Statement No. 97, Certain Component Unit Criteria and Accounting and Financial Reporting for IRC Section 457 Deferred Compensation Plans. The primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units; (2) mitigate costs associated with the reporting of certain defined contribution pension plans; (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for IRC Section 457 deferred compensation plans that meet the definition of a pension plan and for benefits provided through those plans. The statement is effective for periods beginning after June 15, 2021 and allows for early adoption. The County has adopted this statement and applied it beginning in the year ended December 31, 2021. This adoption had no impact in the 2021 financial statements.

*Teller County, Colorado*  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

**4-I. Fund Equity (Note 1-E-9)**

**Fund Balances:**

The components of fund balances are made up of:

	<u>General Fund</u>	<u>Road &amp; Bridge Fund</u>	<u>Social Services Fund</u>	<u>Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total</u>
<b>Fund balances:</b>						
<b>Nonspendable:</b>						
Prepaid expenses	\$ 136,148	\$ 1,233	\$ 2,239	\$ 12,273	\$ 1,025	\$ 152,918
<b>Restricted for:</b>						
Local declared emergency disaster	-	-	-	-	600,000	600,000
Parks & open space	-	-	-	-	1,189,296	1,189,296
Social services programs	-	-	1,542,185	-	-	1,542,185
Clerk & Recorder expenditures	-	-	-	171,170	-	171,170
Certified VIN fees	9,447	-	-	-	-	9,447
<b>Total restricted:</b>	<u>9,447</u>	<u>-</u>	<u>1,542,185</u>	<u>171,170</u>	<u>1,789,296</u>	<u>3,512,098</u>
<b>Committed to:</b>						
Local declared emergency disaster-wildfires	-	-	-	-	1,499,432	1,499,432
<b>Total committed to:</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,499,432</u>	<u>1,499,432</u>
<b>Assigned to:</b>						
County parks	101,244	-	-	-	-	101,244
Facilities projects	21,515	-	-	-	-	21,515
Divide Master Plan	-	-	-	27,112	-	27,112
Slash/mulch program	9,106	-	-	-	-	9,106
Sheriff's Annuity funds	4,755	-	-	-	-	4,755
P/H Nurse Practitioner Donation	6,049	-	-	-	-	6,049
Earned revenue not spent - Public Health	14,023	-	-	-	-	14,023
Ensuing year's budget	3,805,266	1,593,797	-	-	-	5,399,063
County transportation system	-	3,164,185	-	-	-	3,164,185
Local declared emergency disaster	-	-	-	-	539	539
Capital purchases & projects	-	-	-	3,316,055	-	3,316,055
Other purposes	1,893	-	-	-	-	1,893
<b>Total assigned:</b>	<u>3,963,851</u>	<u>4,757,982</u>	<u>-</u>	<u>3,343,167</u>	<u>539</u>	<u>12,065,539</u>
<b>Unassigned:</b>	<u>5,529,028</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,529,028</u>
<b>Total fund balances</b>	<u>\$ 9,638,474</u>	<u>\$ 4,759,215</u>	<u>\$ 1,544,424</u>	<u>\$ 3,526,610</u>	<u>\$ 3,290,292</u>	<u>\$ 22,759,015</u>

**Net Position:**

Net investment in capital assets reported on the government-wide statement of net position as of December 31, 2021 is as follows:

	<u>Governmental Activities</u>	<u>Business Type Activities</u>
Cost of capital assets	\$ 292,999,903	\$ 7,234,188
Less accumulated depreciation	17,680,782	4,990,473
Net investment in capital assets	<u>\$ 275,319,121</u>	<u>\$ 2,243,715</u>

**Teller County, Colorado**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2021**

**Note 5 - Other Notes**

**5-A. Risk Management**

**Employee Benefits-** The County has changed its health and dental insurance carrier contracts to Cigna and continues to offer two health plan choices, as well as one dental plan. The County maintained a self-insurance arrangement with Cigna for compensation of a flat administrative fee and reimbursement for claims paid. Cigna offered substantial savings from the start, larger discounts on contract costs, RX rebates back to Teller County, a guarantee rate renewal % for 2022 and a “carrot” of \$120k savings at the start of 2021 which was less than our arrangement with Humana. There was a significant decrease in dental premiums with Cigna as well as a 3-year rate guarantee. The County maintains an interest-bearing account, from which claims are paid. In order to maintain a reasonable level of funds in this account, including an additional amount for potential outstanding claims upon termination of the contracts, the County examines the balance on a regular basis and, when appropriate, adjusts the required monthly liability deposits.

The Cigna health agreement includes a \$70,000 individual stop-loss and a 125% aggregate stop-loss carry-forward. The County requires employee contributions based on the type of plan chosen, and the number of dependents covered, under an \$125 "Premium Only" plan.

For ease of tracking, the County records the related assets and liabilities of these agreements in an employee benefits fund, and expenses the monthly premiums to each fund and department with employee benefits, based on types of coverages. Cash is transferred from the various funds charged, to the employee benefits fund, and payments for claims and fees are made from that fund. Interest earned on the bank account is recognized as revenue in the employee benefits fund.

For reporting purposes, in compliance with GASB Statement #10 - "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues," the Employee Benefits Fund assets, liabilities, interest revenue and fund balance have been combined into the General Fund. The estimated claims liability is included as accounts payable in the financial statements.

Activity and balances related to these agreements for the past two years are as follows:

	<u>2021</u>	<u>2020</u>
Estimated Claims liability at January 1	\$ 806,158	\$ 909,493
Deposits	2,557,228	3,275,885
Less:		
Fixed Administrative Costs	557,737	805,017
HSA Fees	4,075	0
Claims Paid	1,980,335	2,574,203
PPACA Fees	<u>990</u>	<u>0</u>
Estimated Claims liability at December 31	<u>\$ 820,249</u>	<u>\$ 806,158</u>

The County also provides, at a minimum cost to the County, vision coverage, a minimal Employee Term Life Insurance Plan and a 24 hour telemedicine benefit, none of which are self-funded, and none of which require an employee contribution.

**Insurance Pools -** The County is exposed to various risks of loss related to injuries of employees while on the job. In 1985, 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 member counties.

The County also is exposed to various risks of loss related to property and casualty losses. In 1986, 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 each of these pools, respectively, for its workers' compensation and casualty and property insurance coverages. The intergovernmental agreement of formation of each pool 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 year. County claims to either of these pools have not exceeded coverage in the last three years.

***Teller County, Colorado***  
***Notes to the Basic Financial Statements***  
***For the Year Ended December 31, 2021***

***5-B. Risks and Uncertainties***

***COVID-19 Pandemic*** – In March 2020, the World Health Organization characterized COVID-19 as a pandemic, and the President declared the COVID-19 outbreaks in the United States as a national emergency. This prompted many national, regional, and local governments to implement preventative or protective measures, such as travel and business restrictions, temporary store closures, and wide-sweeping quarantines and stay-at-home orders. As a result, COVID-19 and the related restrictive measures have had a significant adverse impact upon many sectors of the economy.

The pandemic remains a rapidly evolving situation. The extent of the impact of COVID-19 on the County will depend on future developments, including the duration and spread of the outbreak within the County and the United States and the related need for additional expenditures to respond to the outbreak and future federal and state grants related to the recovery.

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

The County continues to be involved in a number of litigation matters including but not limited to property assessments, bankruptcies and code enforcement which, in the opinion of County management, will not have a material effect on the financial position of the County.

***5-C. Subsequent Events***

The federal American Rescue Plan Act which was passed in March, 2021 allocated \$4,931,321 in funding for the County. Use of this funding must be incurred by 12/31/2024. In May, 2021 the County received 50% of this allocation (\$2,465,660.50). The remaining 50% is scheduled to be distributed in 2022. County leadership will continue to monitor the rules related to this funding and the needs of the county as a whole in order to continue providing the very best service to our residents.

***5-D. Tax, Spending and Debt Limitations***

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, (TABOR) 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.

In November 1997, the County asked for and received voter approval to collect, retain and expend all revenues beyond the limitations of TABOR and any other law, to be expended for road improvements and law enforcement. In accordance with legal counsel, the County believes it is in compliance with the requirements of the applicable law, with this voter-approved exemption.

In accordance with Article X, Section 20 of the Colorado Constitution, the County has reserved all fund balances for future expenditures. Included in these reserves is 3% for Emergency Reserves, estimated to be \$600,000 at December 31, 2021.

***5-E. Welfare Reform***

Conversion to the Colorado Electronic Benefit Transfer System (EBTS) occurred on August 1, 1997 pursuant to C.R.S. 26-1-122 (2) (a) and 26-2-104. The method of payment to recipients and service providers changed from a paper warrant system to an electronic debit card system or direct deposits. The electronic payments are processed by a State contractor, Fidelity Information Services. EBTS reduces or eliminates the amount of expenditures and revenues for the TANF/Colorado Works, AND, OAP, HCA, FA, LEAP, Child Care, Child Welfare & CORE programs reflected in the County General Ledger. The full amount of the EBTS are shown as expenditures at the state level and only the County share is shown on the County General Ledger. The State of Colorado assumes much of the internal control responsibility for these programs. The following is the Schedule of EBT Authorizations, Warrant Expenditures and Total Expenditures for the year ended December 31, 2021:

*Teller County, Colorado*  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

PROGRAM	STATE PD FOR TELLER COUNTY	COUNTY SHARE OF STATE PAID	EXPENDITURES BY COUNTY WARRANT	STATE PD + EXPEND. BY COUNTY WARRANT	TOTAL EXPEND & TRFRS OUT
Temporary Assistance for Needy Families (TANF)	122,997	82,474	253,830	376,827	336,304
CHATS/Child Care	354,718	38,297	60,812	415,530	99,109
Child Welfare	1,296,056	226,795	1,127,428	2,423,484	1,354,223
Regular Administration	3,839	3,239	833,986	837,825	837,225
Core Services	210,637	12,089	283,234	493,871	295,323
IV-D Administration	4,488	4,260	219,526	224,014	223,786
Low-Income Energy Assistance (LEAP)	398,752	0	28,001	426,753	28,001
Adult Protective Services	0		173,934	173,934	173,934
Aid to the Needy Disabled (AND)	56,372	9,384	0	56,372	9,384
Old Age Pension (OAP)	241,357	680	28,410	269,767	29,090
Food Assistance	7,360,092	0	-2	7,360,090	-2
Food Assist Fraud	0	0	0	0	0
IV-E Waiver Intervention	0	0	0	0	0
Title XX Training	0	0	0	0	0
FosterCare/Adoption Grant	0	0	1,497	1,497	1,497
Child Welfare Discr Grant	0	0	0	0	0
CO Comm Response Grant	0	0	0	0	0
PSSF grant (title IV-B pt 2)	0	0	0	0	0
1) Subtotal	10,049,308	377,218	3,010,656	13,059,964	3,387,874
Use of IV-E Waiver Savings		0	0	0	0
Use of Parental Fees	0	0	8,223	8,223	8,223
Use of HB1451 incentives	0		32,202	32,202	32,202
Medicaid Transportation	0	0	0	0	0
Workfare	0	0	0	0	0
RMS bkd to state not county	0	0	-30,907	-30,907	-30,907
County Only	0	0	47,953	47,953	47,953
Acctg Basis Differences	0	0	26,048	26,048	26,048
2) Subtotal	0	0	83,519	83,519	83,519
Grand Total	10,049,308	377,218	3,094,175	13,143,483	3,471,393

1) Programs Settled in CFMS

2) Programs Not Settled in CFMS



**REQUIRED**

**SUPPLEMENTARY INFORMATION**

**Teller County, Colorado**  
**General Fund**  
*Schedule of Revenues, Expenditures and*  
**Changes in Fund Balances - Budget and Actual**  
*For the Year Ended December 31, 2021*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>Revenues</b>				
Property taxes	\$ 9,174,287	\$ 9,174,287	\$ 9,169,830	\$ (4,457)
Sales taxes	1,109,067	1,199,192	1,603,281	404,089
Intergovernmental	2,686,583	3,327,231	5,604,823	2,277,592
Licenses and permits	645,000	645,000	763,571	118,571
Charges for services	937,600	961,509	1,377,582	416,073
Fines and forfeitures	15,250	15,250	18,032	2,782
Investment earnings	119,000	119,550	10,030	(109,520)
Miscellaneous	253,700	262,931	416,778	153,847
<b>Total Revenues</b>	<b>14,940,487</b>	<b>15,704,950</b>	<b>18,963,927</b>	<b>3,258,977</b>
<b>Expenditures</b>				
<b>Current:</b>				
General government	8,844,581	9,197,110	8,386,255	810,855
Public safety	9,107,029	10,021,668	9,627,246	394,422
Health and human services	854,156	1,241,994	1,110,979	131,015
Culture and recreation	59,538	65,106	57,920	7,186
<b>Capital Outlay</b>	<b>18,000</b>	<b>18,000</b>	<b>41,831</b>	<b>(23,831)</b>
<b>Total Expenditures</b>	<b>18,883,304</b>	<b>20,543,878</b>	<b>19,224,231</b>	<b>1,319,647</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(3,942,817)</b>	<b>(4,838,928)</b>	<b>(260,304)</b>	<b>4,578,624</b>
<b>Other Financing Sources</b>				
Transfers in	233,250	233,250	254,543	21,293
<b>Total Other Financing Sources</b>	<b>233,250</b>	<b>233,250</b>	<b>254,543</b>	<b>21,293</b>
<b>Net Change in Fund Balances</b>	<b>(3,709,567)</b>	<b>(4,605,678)</b>	<b>(5,761)</b>	<b>4,599,917</b>
<b>Reserve for Abatements</b>	<b>(15,000)</b>	<b>(15,000)</b>	<b>-</b>	<b>15,000</b>
<b>Fund Balances Beginning of Year</b>	<b>6,743,832</b>	<b>7,639,943</b>	<b>9,644,235</b>	<b>2,004,292</b>
<b>Fund Balances End of Year</b>	<b>\$ 3,019,265</b>	<b>\$ 3,019,265</b>	<b>\$ 9,638,474</b>	<b>\$ 6,619,209</b>

Note: The basis of budgeting is the same as GAAP. This schedule is presented on a GAAP basis.

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**Road and Bridge Fund**  
*Schedule of Revenues, Expenditures and*  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended December 31, 2021**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>Revenues</b>				
Property taxes	\$ 320,823	\$ 320,823	\$ 319,409	\$ (1,414)
Sales taxes	1,709,486	1,709,486	2,432,565	723,079
Intergovernmental	2,990,044	3,018,515	4,174,831	1,156,316
Licenses and permits	16,500	16,500	22,865	6,365
Charges for services	13,340	13,340	13,340	-
Fines and forfeitures	1,000	1,000	1,186	186
Investment earnings	28,400	28,400	2,262	(26,138)
Miscellaneous	18,500	18,500	31,118	12,618
<b>Total Revenues</b>	<b>5,098,093</b>	<b>5,126,564</b>	<b>6,997,576</b>	<b>1,871,012</b>
<b>Expenditures</b>				
<b>Current:</b>				
Highways and streets	5,772,167	6,335,975	4,550,700	1,785,275
<b>Total Expenditures</b>	<b>5,772,167</b>	<b>6,335,975</b>	<b>4,550,700</b>	<b>1,785,275</b>
<b>Net Change in Fund Balances</b>	(674,074)	(1,209,411)	2,446,876	3,656,287
<b>Reserve for Abatements</b>	(2,000)	(2,000)	-	2,000
<b>Fund Balances Beginning of Year</b>	1,610,775	2,146,112	2,312,339	166,227
<b>Fund Balances End of Year</b>	<b>\$ 934,701</b>	<b>\$ 934,701</b>	<b>\$ 4,759,215</b>	<b>\$ 3,824,514</b>

Note: The basis of budgeting is the same as GAAP. This schedule is presented on a GAAP basis.

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**Social Services Fund**  
*Schedule of Revenues, Expenditures and*  
*Changes in Fund Balances - Budget and Actual*  
*For the Year Ended December 31, 2021*

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues</b>				
Property taxes	\$ 898,081	\$ 898,081	\$ 893,325	\$ (4,756)
Intergovernmental	2,606,000	2,689,410	2,751,534	62,124
Miscellaneous	-	-	2,049	2,049
<b>Total Revenues</b>	<u>3,504,081</u>	<u>3,587,491</u>	<u>3,646,908</u>	<u>59,417</u>
<b>Expenditures</b>				
<b>Current:</b>				
Health and human services	3,746,044	3,833,348	3,216,850	616,498
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(241,963)</u>	<u>(245,857)</u>	<u>430,058</u>	<u>675,915</u>
<b>Other Financing Uses</b>				
Transfers out	(233,250)	(231,990)	(254,543)	(22,553)
<b>Total Other Financing Uses</b>	<u>(233,250)</u>	<u>(231,990)</u>	<u>(254,543)</u>	<u>(22,553)</u>
<b>Net Change in Fund Balances</b>	(475,213)	(477,847)	175,515	653,362
<b>Reserve for Abatements</b>	(3,000)	(3,000)	-	3,000
<b>Fund Balances Beginning of Year</b>	<u>1,110,619</u>	<u>1,113,253</u>	<u>1,368,909</u>	<u>255,656</u>
<b>Fund Balances End of Year</b>	<u>\$ 632,406</u>	<u>\$ 632,406</u>	<u>\$ 1,544,424</u>	<u>\$ 912,018</u>

Note: The basis of budgeting is the same as GAAP. This schedule is presented on a GAAP basis.

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**Required Supplementary Information**  
**Modified Approach for County Infrastructure Capital Assets**  
**For the Year Ended December 31, 2021**

In accordance with GASB Statement No. 34, the County is required to account for and report infrastructure capital assets. The County has several major infrastructure systems including the road system, trail system and the wastewater system. Each major infrastructure system can be divided into subsystems. For example, the road system can be divided into paved, unpaved (both including culverts/drainage & cattle guard improvements, original striping), bridges, traffic control devices (including signage, traffic lights, streetlights), guardrails and land (right-of-way). Subsystem detail is not presented in these basic financial statements; however, the County maintains detailed information on the subsystems.

In 2006, the County elected to use the “Modified Approach” as defined by GASB Statement No. 34 for infrastructure reporting for its road and trail systems. As of 2011 the County additionally elected to use the “Modified Approach” for reporting of the wastewater infrastructure system. Under GASB Statement No. 34, eligible infrastructure capital assets are not required to be depreciated, with the following requirements:

- ❖ The County manages the eligible infrastructure capital assets using an asset management system with characteristics of (1) an up-to-date inventory; (2) perform condition assessments and summarize the results using a measurement scale; and (3) estimate annual amounts to maintain and preserve at the established condition assessment levels.
- ❖ The County documents that the eligible infrastructure capital assets are being preserved approximately at or above the established and disclosed condition assessment levels. The Teller County Public Works Department completes condition assessment surveys of all infrastructure systems every three years in accordance with the County’s Asset Management Program.
  - Road and trail improvements: The County uses the HUTF criteria administered by the State of Colorado to rate the condition of our infrastructure systems, with the exception of our bridges and tunnel.
  - Bridge and tunnel improvements: The County uses the AASHTO standards in compliance with CDOT and FHWA to rate bridges and the tunnel in our infrastructure systems. An engineering firm contracted by the State of Colorado performs condition assessments biannually on County bridges and the tunnel, with supplemental ratings performed by the County Engineer, as necessary to comply with the 3-year assessment cycle requirement. The state engineer’s sufficiency rating is converted to the County’s rating system.
  - Wastewater improvements: The Teller County Public Works department has developed criteria to measure the condition of the wastewater system, which are documented in the County infrastructure records.
  - County’s rating system for all eligible infrastructure capital assets:
 

<u>Condition</u>	<u>Rating</u>
Good	40
Fair	25
Poor	10

County management believes that compliance with these requirements facilitates constructive planning and tracking tools for the County’s development, repair and maintenance of our infrastructure networks.

Road and trail infrastructure systems:

The County policy is to maintain at least 60% of these infrastructure systems at a rating of 40, with an additional 25% at least at a rating of 25. These levels allow for normal wear and tear and Colorado weather events. The most recent 3-year assessment cycle was completed as of December 31, 2021.

The past four assessments rated the County’s road and trail infrastructure as follows:

	Condition Distribution			
	2012	2015	2018	2021
As of 3 years ended:				
Good	93%	88%	90%	91%
Fair	4%	9%	8%	7%
Poor	3%	3%	2%	2%

The County’s next full 3-year assessment cycle will be completed as of December 31, 2024.

See the accompanying independent auditors’ report.

**Teller County, Colorado**  
**Required Supplementary Information**  
**Modified Approach for County Infrastructure Capital Assets**  
**For the Year Ended December 31, 2021**

The County's road and trail infrastructure is constantly deteriorating from the following factors: 1) usage, 2) weather and 3) utility installation and private road cuts. The County is continuously taking action to mediate the effects of deterioration through maintenance and improvement activities as annually defined in our Road Maintenance and Improvement Plan.

A schedule of the estimated annual cost to maintain and preserve roads at the targeted levels compared to actual expenditures for the road maintenance for the last five years is presented below.

<u>Year</u>	<u>Maintenance Estimate</u>	<u>Actual Expenditures</u>
2021	\$ 6,335,975	\$ 4,550,700
2020	6,149,131	4,832,504
2019	5,379,714	4,889,770
2018	4,747,598	4,319,357
2017	3,491,206	4,023,463

The County's goal will always be to maintain our roads in a passable condition.

Minimal amounts have been spent on maintaining County trails, as the system is relatively small and includes no hard surface improvements.

Wastewater infrastructure system:

The County policy is to maintain at least 70% of this infrastructure system in good condition, with the remaining 30% in fair condition, since any poor condition would cause an unacceptable failure in the wastewater treatment.

The past two assessments rated the County's wastewater infrastructure as follows:

Condition Distribution		
As of 3 years ended:	2017	2020
Good	97%	97%
Fair	3%	3%
Poor	0%	0%

The County's next full 3-year assessment cycle will be completed as of December 31, 2023.

A schedule of the estimated annual costs to maintain and preserve the wastewater infrastructure at the targeted levels compared to actual expenditures for maintenance for the last five years is presented below.

<u>Year</u>	<u>Maintenance Estimate</u>	<u>Actual Expenditures</u>
2021	\$ 8,568	\$ 11,027
2020	2,568	5,725
2019	9,568	5,769
2018	2,568	1,132
2017	7,000	2,654

A substantial recondition of the system was performed in 2011.

Best Management Practices (BMP's) that have been implemented (Infiltration program, pollution prevention program) and the enhanced performance of the plant since reconditioning have decreased operating costs in the past however the plant did have increased maintenance costs in 2021.

See the accompanying independent auditors' report.

*Teller County, Colorado*  
*Notes to Required Supplementary Information*  
*For the Year Ended December 31, 2021*

**Budgetary Information** – The County adopts an annual operating budget for all County funds. All budgets are adopted on a basis consistent with GAAP.

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget generally is the individual fund level; however additional restrictions on the use of personnel, fleet and other departmental budget amounts are established at the time of adoption by resolution. Any change in total to a fund appropriation or to the additionally restricted amounts requires approval of the County Commissioners through the adoption of a resolution, subsequent to legal publication.

Department heads and elected officials may transfer appropriations within each department from one line item to another, except that personnel services appropriations may not be used for operations or capital outlay and vice-versa, and certain fleet expense appropriations cannot be used for other line items.

All unexpended annual appropriations lapse at year-end.

The 2021 adopted budget was amended upward from \$36,858,086 to \$42,567,150.



**SUPPLEMENTARY INFORMATION**



**COMBINING AND INDIVIDUAL  
FUND STATEMENTS AND SCHEDULES**

**Teller County, Colorado**  
**General Fund**  
*Comparative Statement of Revenues, Expenditures and*  
*Changes in Fund Balances*  
*For the Years Ended December 31, 2021 and 2020*

	<u>2021</u>	<u>2020</u>
<b>Revenues</b>		
Property taxes	\$ 9,169,830	\$ 9,295,550
Sales taxes	1,603,281	2,079,354
Intergovernmental	5,604,823	7,401,406
Licenses and permits	763,571	726,455
Charges for services	1,377,582	1,212,386
Fines and forfeitures	18,032	24,697
Investment earnings	10,030	72,158
Miscellaneous	416,778	785,109
<b>Total Revenues</b>	<u>18,963,927</u>	<u>21,597,115</u>
<b>Expenditures</b>		
<b>Current:</b>		
General government	8,386,255	8,066,399
Public safety	9,627,246	9,687,738
Health and human services	1,110,979	962,573
Culture and recreation	57,920	54,689
<b>Capital Outlay</b>	<u>41,831</u>	<u>17,567</u>
<b>Total Expenditures</b>	<u>19,224,231</u>	<u>18,788,966</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(260,304)</u>	<u>2,808,149</u>
<b>Other Financing Sources (Uses)</b>		
Transfers in	254,543	232,685
Transfers out	<u>-</u>	<u>(7,857)</u>
<b>Total Other Financing Sources (Uses)</b>	<u>254,543</u>	<u>224,828</u>
<b>Net Change in Fund Balances</b>	(5,761)	3,032,977
<b>Fund Balances Beginning of Year</b>	<u>9,644,235</u>	<u>6,611,258</u>
<b>Fund Balances End of Year</b>	<u>\$ 9,638,474</u>	<u>\$ 9,644,235</u>

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**General Fund**  
**Schedule of Revenues - Budget and Actual**  
**For the Year Ended December 31, 2021**  
*(With Comparative Actual Amounts for the Year Ended December 31, 2020)*

	<b>2021</b>			<b>2020</b>	
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>	<b>Actual</b>
<b>Revenues</b>					
<b>Taxes</b>					
Property taxes	\$ 9,174,287	\$ 9,174,287	\$ 9,179,586	\$ 5,299	\$ 9,304,886
Delinquent property taxes	-	-	(19,334)	(19,334)	(18,142)
Interest and penalties	-	-	9,578	9,578	8,806
Sales taxes	1,109,067	1,199,192	1,603,281	404,089	2,079,354
<b>Total Taxes</b>	<b>10,283,354</b>	<b>10,373,479</b>	<b>10,773,111</b>	<b>399,632</b>	<b>11,374,904</b>
<b>Intergovernmental</b>					
Election fees	10,000	15,831	42,950	27,119	100,398
Specific ownership	850,000	850,000	1,021,567	171,567	1,001,216
Payment in lieu of taxes	250,000	250,000	350,755	100,755	295,271
Gaming taxes	582,618	582,618	881,268	298,650	716,619
Gaming impact grants	200,000	354,039	487,377	133,338	1,466,436
Cigarette taxes	7,500	7,500	14,195	6,695	12,923
Veterans office	22,050	22,050	5,978	(16,072)	13,475
Public health contracts	486,215	573,376	842,727	269,351	773,683
Law enforcement contracts	-	82,491	398,737	316,246	473,210
Federal mineral lease distribution	125,000	125,000	148,198	23,198	76,861
Sanitarian contract	20,000	20,000	20,000	-	20,000
LEAF	1,700	1,700	2,346	646	1,907
EMA	-	-	42,000	42,000	42,000
EMS subsidy	-	43,734	43,734	-	20,000
State impact assistance	700	700	710	10	704
State payment in lieu taxes	1,300	1,300	1,324	24	1,307
Other governmental grants	4,500	100,923	116,334	15,411	179,786
Other	125,000	295,969	1,184,623	888,654	2,205,610
<b>Total Intergovernmental</b>	<b>2,686,583</b>	<b>3,327,231</b>	<b>5,604,823</b>	<b>2,277,592</b>	<b>7,401,406</b>
<b>Licenses and Permits</b>					
Building permits	500,000	500,000	559,262	59,262	589,207
Planning and zoning fees	14,000	14,000	18,739	4,739	9,206
Elevator permits	3,000	3,000	50	(2,950)	1,120
Sanitation permits	32,000	32,000	53,392	21,392	32,095
Contractor licenses	70,000	70,000	76,600	6,600	75,350
Liquor licenses	1,000	1,000	4,023	3,023	1,850
Health licenses	25,000	25,000	51,505	26,505	17,627
<b>Total Licenses and Permits</b>	<b>\$ 645,000</b>	<b>\$ 645,000</b>	<b>\$ 763,571</b>	<b>\$ 118,571</b>	<b>\$ 726,455</b>

(continued)

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**General Fund**  
**Schedule of Revenues - Budget and Actual**  
**For the Year Ended December 31, 2021**  
*(With Comparative Actual Amounts for the Year Ended December 31, 2020)*

(continued)

	2021			2020	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Revenues</b>					
<b>Charges For Services</b>					
Fees of County Offices					
Assessor	\$ 1,000	\$ 1,000	\$ 2,515	\$ 1,515	\$ 3,003
Sheriff	57,000	26,011	118,601	92,590	92,226
Clerk	500,000	513,000	773,220	260,220	644,945
Treasurer	320,000	320,000	414,903	94,903	392,084
Public health	14,000	14,000	10,577	(3,423)	34,408
Public trustee	15,000	15,000	45,752	30,752	37,011
Other services	30,600	72,498	12,014	(60,484)	8,709
<b>Total Charges For Services</b>	937,600	961,509	1,377,582	416,073	1,212,386
<b>Fines and Forfeitures</b>					
Model traffic code fines	15,000	15,000	11,982	(3,018)	20,197
Code and enforcement	250	250	5,030	4,780	50
Animal control	-	-	1,020	1,020	450
Other fines	-	-	-	-	4,000
<b>Total Fines and Forfeitures</b>	15,250	15,250	18,032	2,782	24,697
<b>Investment Earnings</b>	119,000	119,550	10,030	(109,520)	72,158
<b>Miscellaneous</b>					
Other	253,700	262,931	416,778	153,847	785,109
<b>Total Miscellaneous</b>	253,700	262,931	416,778	153,847	785,109
<b>Total Revenues</b>	\$ 14,940,487	\$ 15,704,950	\$ 18,963,927	\$ 3,258,977	\$ 21,597,115

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**General Fund**  
**Schedule of Expenditures - Budget and Actual**  
**For the Year Ended December 31, 2021**  
*(With Comparative Actual Amounts for the Year Ended December 31, 2020)*

	2021			2020	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
<b>Expenditures</b>					
<b>General Government</b>					
Office of the Board	\$ 718,006	\$ 674,421	\$ 626,657	\$ 47,764	\$ 629,422
Finance	648,458	647,023	616,185	30,838	562,069
Legal services	1,075,000	1,095,000	1,079,550	15,450	753,413
Human resources	255,511	276,183	255,123	21,060	228,914
Central utilities	210,585	220,585	207,790	12,795	171,813
Public works administration	352,867	418,337	413,410	4,927	348,357
Central support	1,067,787	872,959	848,639	24,320	1,242,527
Information technology	1,058,540	1,109,275	1,048,258	61,017	1,013,273
Assessor	1,047,644	977,790	945,948	31,842	907,414
Clerk and recorder	803,286	822,712	804,740	17,972	849,977
Elections	43,701	49,532	42,650	6,882	147,714
Treasurer	448,024	401,559	394,045	7,514	418,103
Public trustee	133,283	114,406	102,291	12,115	112,818
County surveyor	35,300	23,525	21,637	1,888	28,270
Facilities	946,589	1,015,785	978,971	36,814	645,626
Personnel contingency	-	477,468	-	477,468	-
Employee benefits	-	550	361	189	6,689
<b>Total General Government</b>	<b>8,844,581</b>	<b>9,197,110</b>	<b>8,386,255</b>	<b>810,855</b>	<b>8,066,399</b>
<b>Public Safety</b>					
Law Enforcement					
Sheriff	4,865,276	5,188,683	5,013,680	175,003	4,860,077
Sheriff Equitable Sharing	-	31,050	30,912	138	3,836
Detentions	2,500,000	3,025,000	2,970,240	54,760	2,049,344
Animal control	160,596	155,694	150,718	4,976	160,009
Search and rescue	13,130	25,251	23,853	1,398	37,286
Coronor	192,747	194,605	153,724	40,881	144,721
CSDS - administration	253,427	249,956	235,836	14,120	241,106
CSDS - operations	638,116	656,100	631,954	24,146	596,939
Environmental health	113,945	84,631	79,553	5,078	91,988
Emergency management	295,682	292,854	288,556	4,298	1,416,711
Fire and EMS support	68,000	111,734	47,563	64,171	82,923
Hazmat	6,110	6,110	657	5,453	2,798
<b>Total Public Safety</b>	<b>9,107,029</b>	<b>10,021,668</b>	<b>9,627,246</b>	<b>394,422</b>	<b>9,687,738</b>
<b>Health and Human Services</b>					
Public health	773,523	1,189,623	1,060,244	129,379	939,589
Veterans office	80,633	52,371	50,735	1,636	22,984
<b>Total Health and Human Services</b>	<b>854,156</b>	<b>1,241,994</b>	<b>1,110,979</b>	<b>131,015</b>	<b>962,573</b>
<b>Culture and Recreation</b>					
County parks	5,679	8,679	5,862	2,817	5,244
Extension office	53,859	56,427	52,058	4,369	49,445
<b>Total Culture and Recreation</b>	<b>59,538</b>	<b>65,106</b>	<b>57,920</b>	<b>7,186</b>	<b>54,689</b>
<b>Capital Outlay</b>	<b>18,000</b>	<b>18,000</b>	<b>41,831</b>	<b>(23,831)</b>	<b>17,567</b>
<b>Total Expenditures</b>	<b>\$ 18,883,304</b>	<b>\$ 20,543,878</b>	<b>\$ 19,224,231</b>	<b>\$ 1,319,647</b>	<b>\$ 18,788,966</b>

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**Road and Bridge Fund**  
*Comparative Statement of Revenues, Expenditures and*  
*Changes in Fund Balances*  
**For the Years Ended December 31, 2021 and 2020**

	<u>2021</u>	<u>2020</u>
<b>Revenues</b>		
Property taxes	\$ 319,409	\$ 319,807
Sales taxes	2,432,565	663,624
Intergovernmental	4,174,831	2,601,642
Charges for services	13,340	13,340
Licenses and permits	22,865	22,069
Fines and forfeitures	1,186	2,156
Earnings on investments	2,262	37,253
Miscellaneous	31,118	23,319
<b>Total Revenues</b>	<u>6,997,576</u>	<u>3,683,210</u>
<b>Expenditures</b>		
<b>Current:</b>		
Highways and streets	<u>4,550,700</u>	<u>4,832,504</u>
<b>Total Expenditures</b>	<u>4,550,700</u>	<u>4,832,504</u>
<b>Net Change in Fund Balances</b>	2,446,876	(1,149,294)
<b>Fund Balances Beginning of Year</b>	<u>2,312,339</u>	<u>3,461,633</u>
<b>Fund Balances End of Year</b>	<u>\$ 4,759,215</u>	<u>\$ 2,312,339</u>

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**Social Services Fund**  
*Comparative Statement of Revenues, Expenditures and*  
*Changes in Fund Balances*  
*For the Years Ended December 31, 2021 and 2020*

	<u>2021</u>	<u>2020</u>
<b>Revenues</b>		
Property taxes	\$ 893,325	\$ 788,533
Intergovernmental	2,751,534	2,729,118
Miscellaneous	2,049	2,206
<b>Total Revenues</b>	<u>3,646,908</u>	<u>3,519,857</u>
<b>Expenditures</b>		
<b>Current:</b>		
Health and human services	3,216,850	3,125,424
<b>Excess of Revenues Over Expenditures</b>	<u>430,058</u>	<u>394,433</u>
<b>Other Financing Uses</b>		
Transfers out	(254,543)	(232,685)
<b>Total Other Financing Uses</b>	<u>(254,543)</u>	<u>(232,685)</u>
<b>Net Change in Fund Balances</b>	175,515	161,748
<b>Fund Balances Beginning of Year</b>	<u>1,368,909</u>	<u>1,207,161</u>
<b>Fund Balances End of Year</b>	<u>\$ 1,544,424</u>	<u>\$ 1,368,909</u>

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**Capital Projects Fund**  
**Comparative Statement of Revenues, Expenditures and**  
**Changes in Fund Balances**  
**For the Years Ended December 31, 2021 and 2020**

	<u>2021</u>	<u>2020</u>
<b>Revenues</b>		
Sales taxes	\$ 1,492,710	\$ 1,681,180
Intergovernmental	139,378	348,552
Investment earnings	3,748	54,763
Miscellaneous	691,339	87,930
<b>Total Revenues</b>	<u>2,327,175</u>	<u>2,172,425</u>
<b>Expenditures</b>		
<b>Current:</b>		
General government	338,573	34,766
Public safety	743,890	206,114
<b>Capital Outlay</b>	<u>1,218,179</u>	<u>5,598,984</u>
<b>Total Expenditures</b>	<u>2,300,642</u>	<u>5,839,864</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>26,533</u>	<u>(3,667,439)</u>
<b>Other Financing Uses</b>		
Transfers out	<u>-</u>	<u>(40,000)</u>
<b>Total Other Financing Uses</b>	<u>-</u>	<u>(40,000)</u>
<b>Net Change in Fund Balances</b>	26,533	(3,707,439)
<b>Fund Balances Beginning of Year</b>	<u>3,500,077</u>	<u>7,207,516</u>
<b>Fund Balances End of Year</b>	<u>\$ 3,526,610</u>	<u>\$ 3,500,077</u>

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**Capital Projects Fund**  
*Schedule of Revenues, Expenditures and*  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended December 31, 2021**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance Positive (Negative)</b>
<b>Revenues</b>				
Sales taxes	\$ 1,032,176	\$ 1,218,326	\$ 1,492,710	\$ 274,384
Intergovernmental	58,888	93,888	139,378	45,490
Investment earnings	46,900	46,900	3,748	(43,152)
Miscellaneous	88,000	581,557	691,339	109,782
<b>Total Revenues</b>	<u>1,225,964</u>	<u>1,940,671</u>	<u>2,327,175</u>	<u>386,504</u>
<b>Expenditures</b>				
<b>Current:</b>				
General government	-	43,472	338,573	(295,101)
Public safety	138,375	964,194	743,890	220,304
<b>Capital Outlay</b>	<u>54,690</u>	<u>1,992,835</u>	<u>1,218,179</u>	<u>774,656</u>
<b>Total Expenditures</b>	<u>193,065</u>	<u>3,000,501</u>	<u>2,300,642</u>	<u>699,859</u>
<b>Net Change in Fund Balances</b>	1,032,899	(1,059,830)	26,533	1,086,363
<b>Fund Balances Beginning of Year</b>	<u>2,590,763</u>	<u>4,683,492</u>	<u>3,500,077</u>	<u>(1,183,415)</u>
<b>Fund Balances End of Year</b>	<u><u>\$ 3,623,662</u></u>	<u><u>\$ 3,623,662</u></u>	<u><u>\$ 3,526,610</u></u>	<u><u>\$ (97,052)</u></u>

Note: The basis of budgeting is the same as GAAP. This schedule is presented on a GAAP basis.

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**Combining Balance Sheet**  
**Nonmajor Special Revenue Funds**  
**December 31, 2021**

	<b>Conservation Trust</b>	<b>Contingent</b>	<b>Total Nonmajor Special Revenue Funds</b>
<b>Assets</b>			
Cash and investments	\$ 1,191,911	\$ 2,099,971	\$ 3,291,882
Prepaid expenses	1,025	-	1,025
<b>Total Assets</b>	<u>1,192,936</u>	<u>2,099,971</u>	<u>3,292,907</u>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts payable	2,615	-	2,615
<b>Total Liabilities</b>	<u>2,615</u>	<u>-</u>	<u>2,615</u>
<b>Fund Balances</b>			
Nonspendable	1,025	-	1,025
Restricted	1,189,296	600,000	1,789,296
Committed	-	1,499,432	1,499,432
Assigned	-	539	539
<b>Total Fund Balances</b>	<u>1,190,321</u>	<u>2,099,971</u>	<u>3,290,292</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 1,192,936</u>	<u>\$ 2,099,971</u>	<u>\$ 3,292,907</u>

See the accompanying independent auditors' report.

**Teller County, Colorado**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds*  
*For the Year Ended December 31, 2021*

	<u>Conservation Trust</u>	<u>Contingent</u>	<u>Total Nonmajor Special Revenue Funds</u>
<b>Revenues</b>			
Property taxes	\$ -	\$ (426)	\$ (426)
Intergovernmental	191,522	-	191,522
Investment earnings	1,418	-	1,418
<b>Total Revenues</b>	<u>192,940</u>	<u>(426)</u>	<u>192,514</u>
<b>Expenditures</b>			
<b>Current:</b>			
Culture and recreation	<u>62,291</u>	<u>-</u>	<u>62,291</u>
<b>Total Expenditures</b>	<u>62,291</u>	<u>-</u>	<u>62,291</u>
<b>Net Change in Fund Balances</b>	130,649	(426)	130,223
<b>Fund Balances Beginning of Year</b>	<u>1,059,672</u>	<u>2,100,397</u>	<u>3,160,069</u>
<b>Fund Balances End of Year</b>	<u>\$ 1,190,321</u>	<u>\$ 2,099,971</u>	<u>\$ 3,290,292</u>

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**Conservation Trust Fund**  
*Schedule of Revenues, Expenditures and*  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended December 31, 2021**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>Revenues</b>				
Intergovernmental	\$ 145,000	\$ 145,000	\$ 191,522	\$ 46,522
Investment earnings	17,400	17,400	1,418	(15,982)
<b>Total Revenues</b>	<u>162,400</u>	<u>162,400</u>	<u>192,940</u>	<u>30,540</u>
<b>Expenditures</b>				
<b>Current:</b>				
Culture and recreation	131,885	131,885	62,291	69,594
<b>Total Expenditures</b>	<u>131,885</u>	<u>131,885</u>	<u>62,291</u>	<u>69,594</u>
<b>Net Change in Fund Balances</b>	30,515	30,515	130,649	100,134
<b>Fund Balances Beginning of Year</b>	<u>972,295</u>	<u>972,295</u>	<u>1,059,672</u>	<u>87,377</u>
<b>Fund Balances End of Year</b>	<u><u>\$ 1,002,810</u></u>	<u><u>\$ 1,002,810</u></u>	<u><u>\$ 1,190,321</u></u>	<u><u>\$ 187,511</u></u>

Note: The basis of budgeting is the same as GAAP. This schedule is presented on a GAAP basis.

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**Contingent Fund**  
*Schedule of Revenues, Expenditures and*  
*Changes in Fund Balances - Budget and Actual*  
*For the Year Ended December 31, 2021*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>Revenues</b>				
Property taxes	\$ -	\$ -	\$ (426)	\$ (426)
<b>Total Revenues</b>	-	-	(426)	(426)
<b>Expenditures</b>	-	-	-	-
<b>Deficiency of Revenues Over Expenditures</b>	-	-	(426)	(426)
<b>Other Financing Uses</b>				
Transfers out	(2,100,596)	(2,100,596)	-	2,100,596
<b>Total Other Financing Uses</b>	(2,100,596)	(2,100,596)	-	2,100,596
<b>Net Change in Fund Balances</b>	(2,100,596)	(2,100,596)	(426)	2,100,170
<b>Fund Balances Beginning of Year</b>	2,101,369	2,101,369	2,100,397	(972)
<b>Fund Balances End of Year</b>	<u>\$ 773</u>	<u>\$ 773</u>	<u>\$ 2,099,971</u>	<u>\$ 2,099,198</u>

Note: The basis of budgeting is the same as GAAP. This schedule is presented on a GAAP basis.

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**Wastewater Utility Fund**  
**Comparative Statement of Revenues,**  
**Expenses and Changes in Fund Net Position**  
**For the Year Ended December 31, 2021**  
*(With Comparative Actual Amounts for the Year Ended December 31, 2020)*

	<u>2021</u>	<u>2020</u>
<b>Operating Revenues</b>		
Charges for services	\$ 159,036	\$ 147,713
Licenses and permits	250	150
Miscellaneous	363	861
<b>Total Operating Revenues</b>	<u>159,649</u>	<u>148,724</u>
<b>Operating Expenses</b>		
Administration	12,698	9,450
Operations	145,256	137,723
<b>Total Operating Expenses</b>	<u>157,954</u>	<u>147,173</u>
<b>Gain before Capital Contributions</b>	1,695	1,551
<b>Capital Contributions</b>	<u>42,541</u>	<u>45,000</u>
<b>Change in Net Position</b>	44,236	46,551
<b>Net Position Beginning of Year</b>	<u>1,119,169</u>	<u>1,072,618</u>
<b>Net Position End of Year</b>	<u>\$ 1,163,405</u>	<u>\$ 1,119,169</u>

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**Wastewater Utility Fund**  
*Schedule of Revenues, Expenses and*  
**Changes in Fund Net Position - Budget and Actual**  
**For the Year Ended December 31, 2021**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>Operating Revenues</b>				
Charges for services	\$ 147,000	\$ 155,000	\$ 159,036	\$ 4,036
Licenses and permits	-	-	250	250
Miscellaneous	-	-	363	363
<b>Total Operating Revenues</b>	<u>147,000</u>	<u>155,000</u>	<u>159,649</u>	<u>4,649</u>
<b>Operating Expenses</b>				
Administration	12,629	54,378	12,698	41,680
Operations	156,665	164,665	145,256	19,409
<b>Total Operating Expenses</b>	<u>169,294</u>	<u>219,043</u>	<u>157,954</u>	<u>61,089</u>
<b>Gain (Loss) before Capital Contributions</b>	(22,294)	(64,043)	1,695	65,738
<b>Capital Contributions</b>	-	-	42,541	42,541
<b>Change in Net Position</b>	(22,294)	(64,043)	44,236	108,279
<b>Net Position Beginning of Year</b>	<u>1,061,431</u>	<u>1,103,180</u>	<u>1,119,169</u>	<u>15,989</u>
<b>Net Position End of Year</b>	<u>\$ 1,039,137</u>	<u>\$ 1,039,137</u>	<u>\$ 1,163,405</u>	<u>\$ 124,268</u>

Note: The basis of budgeting is the same as GAAP. This schedule is presented on a GAAP basis.

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**Jail Fund**  
**Comparative Statement of Revenues,**  
**Expenses and Changes in Fund Net Position**  
**For the Year Ended December 31, 2021**  
*(With Comparative Actual Amounts for the Year Ended December 31, 2020)*

	<u>2021</u>	<u>2020</u>
<b>Operating Revenues</b>		
Charges for services	\$ 3,504,389	\$ 2,572,447
Intergovernmental	371,154	237,879
Miscellaneous	88,052	67,193
<b>Total Operating Revenues</b>	<u>3,963,595</u>	<u>2,877,519</u>
<b>Operating Expenses</b>		
Administration	56,803	46,692
Operations	3,094,837	3,159,803
Depreciation	203,199	203,199
<b>Total Operating Expenses</b>	<u>3,354,839</u>	<u>3,409,694</u>
<b>Operating Income</b>	<u>608,756</u>	<u>(532,175)</u>
<b>Non-Operating Revenues (Expenses)</b>		
Non Capital Grants	214,160	3,160
Interest	(109,084)	(68,865)
<b>Total Non-Operating Revenues (Expenses)</b>	<u>105,076</u>	<u>(65,705)</u>
<b>Change in Net Position</b>	713,832	(597,880)
<b>Net Position Beginning of Year</b>	<u>1,102,006</u>	<u>1,699,886</u>
<b>Net Position End of Year</b>	<u>\$ 1,815,838</u>	<u>\$ 1,102,006</u>

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**Jail Fund**  
*Schedule of Revenues, Expenses and*  
**Changes in Fund Net Position - Budget and Actual**  
**For the Year Ended December 31, 2021**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>Operating Revenues</b>				
Intergovernmental	\$ -	\$ 412,844	\$ 371,154	\$ (41,690)
Charges for services	3,018,000	3,080,295	3,504,389	424,094
Miscellaneous	68,000	68,000	88,052	20,052
<b>Total Operating Revenues</b>	<b>3,086,000</b>	<b>3,561,139</b>	<b>3,963,595</b>	<b>402,456</b>
<b>Operating Expenses</b>				
Administration	45,396	52,708	56,803	(4,095)
Operations	3,443,738	3,875,205	3,094,837	780,368
Depreciation	203,200	206,200	203,199	3,001
<b>Total Operating Expenses</b>	<b>3,692,334</b>	<b>4,134,113</b>	<b>3,354,839</b>	<b>779,274</b>
<b>Operating Income</b>	<b>(606,334)</b>	<b>(572,974)</b>	<b>608,756</b>	<b>1,181,730</b>
<b>Non-Operating Revenue (Expenses)</b>				
Non capital grants	-	-	214,160	214,160
Interest	(61,800)	(109,095)	(109,084)	11
<b>Total Non-Operating Revenue (Expenses)</b>	<b>(61,800)</b>	<b>(109,095)</b>	<b>105,076</b>	<b>214,171</b>
<b>Change in Net Position</b>	<b>(668,134)</b>	<b>(682,069)</b>	<b>713,832</b>	<b>1,395,901</b>
<b>Net Position Beginning of Year</b>	<b>1,173,533</b>	<b>1,187,468</b>	<b>1,102,006</b>	<b>(85,462)</b>
<b>Net Position End of Year</b>	<b>\$ 505,399</b>	<b>\$ 505,399</b>	<b>\$ 1,815,838</b>	<b>\$ 1,310,439</b>

Note: The basis of budgeting is the same as GAAP. This schedule is presented on a GAAP basis.

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**Fleet Management Fund**  
**Comparative Statement of Revenues,**  
**Expenses and Changes in Fund Net Position**  
**For the Year Ended December 31, 2021**  
*(With Comparative Actual Amounts for the Year Ended December 31, 2020)*

	<u>2021</u>	<u>2020</u>
<b>Operating Revenues</b>		
Charges for services	\$ 1,408,647	\$ 1,439,891
Miscellaneous	1,074	66
<b>Total Operating Revenues</b>	<u>1,409,721</u>	<u>1,439,957</u>
<b>Operating Expenses</b>		
Operations	986,501	914,163
Depreciation	436,817	395,919
<b>Total Operating Expenses</b>	<u>1,423,318</u>	<u>1,310,082</u>
<b>Operating Income</b>	<u>(13,597)</u>	<u>129,875</u>
<b>Non-Operating Revenues</b>		
Non Capital Grants	5,024	-
Transfers in	-	47,857
Gain on sale of capital assets	76,035	32,152
Investment earnings	3,089	30,442
<b>Total Non-Operating Revenues</b>	<u>84,148</u>	<u>110,451</u>
<b>Change in Net Position</b>	70,551	240,326
<b>Net Position Beginning of Year</b>	<u>5,084,754</u>	<u>4,844,428</u>
<b>Net Position End of Year</b>	<u>\$ 5,155,305</u>	<u>\$ 5,084,754</u>

See the accompanying independent auditors' report.

**Teller County, Colorado**  
**Fleet Management Fund**  
*Schedule of Revenues, Expenses and*  
**Changes in Fund Net Position - Budget and Actual**  
**For the Year Ended December 31, 2021**

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>Operating Revenues</b>				
Charges for services	\$ 1,857,321	\$ 1,902,821	\$ 1,408,647	\$ (494,174)
Miscellaneous	-	-	1,074	1,074
<b>Total Operating Revenues</b>	<u>1,857,321</u>	<u>1,902,821</u>	<u>1,409,721</u>	<u>(493,100)</u>
<b>Operating Expenses</b>				
Operations	1,139,465	1,191,844	986,501	205,343
Depreciation	734,882	734,882	436,817	298,065
<b>Total Operating Expenses</b>	<u>1,874,347</u>	<u>1,926,726</u>	<u>1,423,318</u>	<u>503,408</u>
<b>Operating Loss</b>	<u>(17,026)</u>	<u>(23,905)</u>	<u>(13,597)</u>	<u>10,308</u>
<b>Non-Operating Revenue</b>				
Non capital grants	-	5,024	5,024	-
Gain on sale of capital assets	10,000	10,000	76,035	66,035
Investment earnings	38,300	38,300	3,089	(35,211)
<b>Total Non-Operating Revenue</b>	<u>48,300</u>	<u>53,324</u>	<u>84,148</u>	<u>30,824</u>
<b>Change in Net Position</b>	31,274	29,419	70,551	41,132
<b>Net Position Beginning of Year</b>	<u>4,390,884</u>	<u>4,392,739</u>	<u>5,084,754</u>	<u>692,015</u>
<b>Net Position End of Year</b>	<u>\$ 4,422,158</u>	<u>\$ 4,422,158</u>	<u>\$ 5,155,305</u>	<u>\$ 733,147</u>

Note: The basis of budgeting is the same as GAAP. This schedule is presented on a GAAP basis.

See the accompanying independent auditors' report.



**SPECIAL REPORTS**

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

<b>LOCAL HIGHWAY FINANCE REPORT</b>	City or County:
	YEAR ENDING : December 2021

This Information From The Records Of (example - City of _ or County of _)	Prepared By: Phone:
---------------------------------------------------------------------------	------------------------

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)	937,080
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	1,885,678
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	146,623
2. General fund appropriations		b. Snow and ice removal	1,239,670
3. Other local imposts (from page 2)	2,810,409	c. Other	263,134
4. Miscellaneous local receipts (from page 2)	47,906	d. Total (a. through c.)	1,649,427
5. Transfers from toll facilities		4. General administration & miscellaneous	78,516
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	4,550,700
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)	2,858,315	b. Redemption	
<b>B. Private Contributions</b>		c. Total (a. + b.)	0
<b>C. Receipts from State government</b> (from page 2)	3,721,385	2. Notes:	
<b>D. Receipts from Federal Government</b> (from page 2)	417,876	a. Interest	
<b>E. Total receipts (A.7 + B + C + D)</b>	6,997,576	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		<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>	4,550,700

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>				0

V. LOCAL ROAD AND STREET FUND BALANCE					
	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	2,312,339	6,997,576	4,550,700	4,759,215	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	319,409	a. Interest on investments	2,262
<b>b. Other local imposts:</b>		b. Traffic Fines & Penalties	1,186
1. Sales Taxes	2,432,565	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses	22,865	f. Charges for Services	13,340
5. Specific Ownership &/or Other	35,570	g. Other Misc. Receipts	31,118
6. Total (1. through 5.)	2,490,999	h. Other	
c. Total (a. + b.)	2,810,409	i. Total (a. through h.)	47,906
	(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	2,446,018	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	15,580
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	93,179	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant	1,182,188	e. U.S. Corps of Engineers	
e. Other (Specify)	0	f. Other Federal	402,296
f. Total (a. through e.)	1,275,367	g. Total (a. through f.)	417,876
4. Total (1. + 2. + 3.f)	3,721,385	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
<b>c. Construction:</b>			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation	937,080		937,080
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	937,080	0	937,080
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	937,080	0	937,080
			(Carry forward to page 1)

Notes and Comments:

**Independent Auditors' Report On  
Internal Control Over Financial Reporting  
And On Compliance And Other Matters  
Based On An Audit Of Financial Statements  
Performed In Accordance With  
*Government Auditing Standards***

Board of County Commissioners  
Teller County, Colorado  
Cripple Creek, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Teller 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, and have issued our report thereon dated June 23, 2022.

**Report On 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 County's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

### **Report On Compliance And Other Matters**

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

### **Purpose Of This Report**

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

*RubinBrown LLP*

June 23, 2022

**Independent Auditors' Report On Compliance  
For The Major Federal Program And  
Report On Internal Control Over Compliance  
Required By The Uniform Guidance**

Board of County Commissioners  
Teller County, Colorado  
Cripple Creek, Colorado

**Report On Compliance For The Major Federal Program**

***Opinion On The Major Federal Program***

We have audited Teller County, Colorado's (the County) compliance with the types of compliance requirements identified as subject to audit in the Office of Management and Budget's *OMB Compliance Supplement* that could have a direct and material effect on the County's major federal program for the year ended December 31, 2021. The County's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2021.

***Basis For Opinion On The Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); 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* (the Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities For The Audit Of Compliance section of our report.

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for the major federal program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

### ***Responsibilities Of Management For Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the County's federal programs.

### ***Auditors' Responsibilities For The Audit Of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards* and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of the major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards* and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Report On 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 Auditors' Responsibilities For The Audit Of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

*RubinBrown LLP*

June 23, 2022



**FEDERAL FINANCIAL**

**AWARD REPORTS**

TELLER COUNTY, COLORADO  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE YEAR ENDED DECEMBER 31, 2021

Federal Agency/Program Title	Direct/Pass Through	Pass Through Entity	Pass-through Entity			
			ALN #	Identifying Number		
<b>U.S. DEPARTMENT OF AGRICULTURE</b>						
Food Assistance Admin Cluster	Pass Through	CO Dept of Human Services	10.551	*	\$976	\$0
Food Assistance Admin Cluster	Pass Through	CO Dept of Human Services	10.561	*	234,777	0
Sub-Total SNAP Cluster					235,753	0
Women, Infant & Children	Pass Through	CO Dept of Health and Environment	10.557	2021-2595-OL2/2022-2369-OL4	83,393	0
WIC Food Vouchers	Pass Through	CO Dept of Health and Environment	10.557	*	137,506	0
Sub-Total ALN #10.557					220,899	0
Title I - Schools and Roads Cluster	Direct		10.666		15,580	0
<b>Total U.S. Dept of Agriculture</b>					<b>472,232</b>	<b>0</b>
<b>U.S. DEPARTMENT OF HOMELAND SECURITY</b>						
Covid-19 180672 Surge Hospital FEMA Public Assistance	Pass Through	CO Dept of Public Safety	97.036	11-D4498-0078 PW-92 RFR#1	212,694	0 ###
Covid-19 333666 Emerg Response Activities FEMA Public Assist	Pass Through	CO Dept of Public Safety	97.036	11-D4498-0078 RFR#1 PW-93	206,003	0 ###
Sub-Total ALN #97.036					418,697	0
Hazard Mitigation Program	Pass Through	CO Dept of Public Safety	97.039	19-DR-5155-TEL	33,424	0
Emergency Mgmt Program	Pass Through	CO Dept of Public Safety	97.042	21EM-22-52	42,000	0
<b>Total U.S. Dept of Homeland Security</b>					<b>494,121</b>	<b>0</b>
<b>U.S. DEPARTMENT OF JUSTICE</b>						
Equitable Sharing Program	Direct		16.922		30,912	0
Bulletproof Vest Partnership Program	Direct		16.607		5,441	0
<b>Total U.S. Dept of Justice</b>					<b>36,353</b>	<b>0</b>
<b>U.S. DEPARTMENT OF TREASURY</b>						
Covid-19 ARPA State & Local Fiscal Recovery Funds	Direct		21.027		1,125,394	0
Covid-19 ARPA P/H CORE Grant	Pass Through	CO Dept of Health and Environment	21.027	FAAA 2022*6821	51,328	0
Sub-Total ALN #21.027					1,176,722	0
Covid-19 CRF Child Care	Pass Through	CO Dept of Human Services	21.019	*	4,576	0
Covid-19 Coronavirus Relief Fund Reserve Program	Pass Through	CO Dept of Local Affairs	21.019	CVRF-RF-186	20,000	0
Sub-Total ALN #21.019					24,576	0
<b>Total U.S. Dept of Treasury</b>					<b>1,201,298</b>	<b>0</b>
<b>U.S. DEPARTMENT OF HEALTH &amp; HUMAN SERVICES</b>						
Emergency Prep and Response CORE	Pass Through	CO Dept of Health and Environment	93.069	CT2020*281 Am2	21,837	0
Family Planning Project	Pass Through	CO Dept of Health and Environment	93.217	2021*0291	25,942	0
Immunization Programs	Pass Through	CO Dept of Health and Environment	93.268	2021*3655 Am4	15,954	0
Covid-19 Immunization Program #2	Pass Through	CO Dept of Health and Environment	93.268	PO FHJA 2021*6312	19,726	0
Sub-Total ALN #93.268					35,680	0
Womens Wellness Connection Cancer Prev & Early Detection	Pass Through	CO Dept of Health and Environment	93.752	17 FHJA 96112	2,970	0
Womens Wellness Connection Cancer Prev & Early Detection	Pass Through	CO Dept of Health and Environment	93.898	CT-2018*1762 AM#3	3,290	0
Maternal & Child Health	Pass Through	CO Dept of Health and Environment	93.994	2019*0768 Am#4	13,589	0
OPHP LPHA PBG Project	Pass Through	CO Dept of Health and Environment	93.991	FAAA 2022-7073	11,000	0
Covid-19 Epidemiology & Lab Capacity (Round 1)	Pass Through	CO Dept of Health and Environment	93.323	PO FHJA 2020*13652	228,880	0
Covid-19 Epidemiology & Lab Capacity (Round 2)	Pass Through	CO Dept of Health and Environment	93.323	PO FHJA 2021*10539	50,829	0
Sub-Total ALN #93.323					279,709	0
Covid-19 E/M Prep	Pass Through	CO Dept of Health and Environment	93.354	PO FHJA 2020-10714	1,061	0
IV-E Guardianship Assistance	Pass Through	CO Dept of Human Services	93.090	*	2,650	0
TANF	Pass Through	CO Dept of Human Services	93.558	*	360,015	0
Covid-19 TANF	Pass Through	CO Dept of Human Services	93.558	Pandemic Emergency Assistance (PEAF)	29,550	0
Sub-Total TANF					389,565	0
Title IV-D Admin	Pass Through	CO Dept of Human Services	93.563	*	219,673	0
LEAP	Pass Through	CO Dept of Human Services	93.568	*	28,001	0
CCDF - Discretionary Cluster	Pass Through	CO Dept of Human Services	93.575	*	87,307	0
Covid-19 CCDF - Discretionary Cluster	Pass Through	CO Dept of Human Services	93.575	CRSSA Act	14,752	0
Covid-19 CCDF - Discretionary Cluster	Pass Through	CO Dept of Human Services	93.575	*	12,776	0
Sub-Total ALN #93.575					114,835	0
CCDF - Mandatory & Match Cluster	Pass Through	CO Dept of Human Services	93.596	*	176,010	0
Sub-Total CCDF Cluster					290,845	0
Title IV-B Child Welfare	Pass Through	CO Dept of Human Services	93.645	*	50,598	0
Title IV-E FC	Pass Through	CO Dept of Human Services	93.658	*	348,486	0
Title IV-E Adoption	Pass Through	CO Dept of Human Services	93.659	*	130,774	0
Title XX Block Grant	Pass Through	CO Dept of Human Services	93.667	*	105,192	0
Covid-19 Elder Abuse Prevention Interventions Program	Pass Through	CO Dept of Human Services	93.747	*	9,547	0
Title XIX Medicaid Cluster	Pass Through	CO Dept of Health Care Policy & Fin	93.778	*	281,357	0
<b>Total U.S. Dept of Health &amp; Human Services</b>					<b>\$2,251,766</b>	<b>\$0</b>
<b>TOTAL FEDERAL AWARDS</b>					<b>\$4,455,770</b>	<b>\$0</b>

\* Unavailable

### Note: These expenditures were incurred in Fiscal Year 2020.

See the note to the schedule of expenditures of federal awards

***Teller County, Colorado***  
***Notes to Schedule of Expenditures of Federal Awards***  
***For the Year Ended December 31, 2021***

**Basis of Presentation**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Teller County, Colorado, and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the 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). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the Teller County, Colorado, financial statements for the year ended December 31, 2021.

**Indirect Cost Rate**

The County has not elected to use the de Minimis Indirect Cost Rate of 10% for federal grants and funds.

**Donated Personal Protective Equipment (PPE)**

The County did not receive any donated PPE that was originally purchased with federal funding.

**TELLER COUNTY, COLORADO**

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**SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For The Year Ended December 31, 2021**

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**Section I - Summary Of Auditors' Results**

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**Financial Statements**

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

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified?                     yes                     no
- Significant deficiency(ies) identified?                 yes                     none reported
- Noncompliance material to financial statements noted?                     yes                     no

**Federal Awards**

Internal control over the major federal program:

- Material weakness(es) identified?                     yes                     no
- Significant deficiency(ies) identified?                 yes                     none reported

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

Unmodified

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

yes                     no

**Identification Of Major Programs**

**CFDA No.                    Name Of Federal Program Or Cluster**

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21.027                    COVID-19 ARPA State And Local Fiscal Recovery Funds

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

\$750,000

Auditee qualified as low-risk auditee?

yes                     no

**TELLER COUNTY, COLORADO**

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**SCHEDULE OF FINDINGS AND QUESTIONED COSTS *(Continued)***  
**For The Year Ended December 31, 2021**

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**Section II - Financial Statement Findings**

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None

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**Section III - Federal Award Findings And Questioned Costs**

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None