

cPa DIXON, WALLER & CO., INC.

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LAS ANIMAS COUNTY, COLORADO

FINANCIAL STATEMENTS

DECEMBER 31, 2022

**DIXON, WALLER & CO., INC.**

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FINANCIAL STATEMENTS  
DECEMBER 31, 2022

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

The Board of County Commissioners  
Las Animas County  
Trinidad, Colorado 81082

**Opinions**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Las Animas County, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise Las Animas County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Las Animas County, as of December 31, 2022, 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Las Animas 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 Las Animas County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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

### **Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Las Animas County's basic financial statements. The accompanying combining and individual nonmajor fund financial statements, other schedules, and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, other schedules, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated June 28, 2023, on our consideration of Las Animas 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 Las Animas 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 Las Animas County's internal control over financial reporting and compliance.

  
June 28, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS

## LAS ANIMAS COUNTY, COLORADO Management's Discussion and Analysis

Management of Las Animas County offers readers of the county's annual financial report this discussion and analysis of financial activities for the fiscal year ended December 31, 2022. We encourage readers to consider the information presented herein in conjunction with the county's financial statements, which follow this section.

### FINANCIAL HIGHLIGHTS

- The County's total combined net position for government and business-type activities were \$52,965,391 on December 31, 2022.
- During the year, \$35,882,239 was generated by taxes, grants, and other forms of revenue in all government funds, which left a \$2,452,948 increase compared to 2021.
- As of December 31, 2022, The County's governmental funds reported combined ending fund balances of \$24,408,289, an increase of \$4,000,612 compared to the prior year. Of the ending fund balance, \$660,000 is reserved for emergencies and \$2,498,231 for Public Safety.
- As of December 31, 2022, total general fund expenditures were \$8,213,601; alternatively, 53% of the unreserved/unassigned fund balance for the general fund.
- In the general fund, the actual revenues of \$12,350,458 were 5.01% higher than what was budgeted, while actual expenditures of \$8,213,601 were 40% lower than budgeted. Which left the excess of revenues over expenses a total of \$4,136,857.
- County Revenues in other governmental funds increased by \$2,452,948 or 7.3% higher than the previous year, 2021, while expenditures also increased by 1,230,059, or 4% higher than spending for 2021.

### Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to Las Animas County's basic financial statements. The county's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

**Government-wide financial statements** – The government-wide financial statements are designed to provide readers with a broad overview of the county's finances in a manner similar to a private-sector business.

The statement of net position presents information on all of the county's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a valuable indicator of the county's financial viability.

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

Each government-wide financial statement distinguishes the county's functions that are principally supported by taxes and intergovernmental revenues (government activities) from services intended to recover all or a significant

portion of their costs through user fees and charges (business-type activities). The governmental activities of the county include general government, public safety, health & environment, auxiliary services, intergovernmental activities, roads & bridges, and social services.

The government-wide financial statements can be found on pages 3 to 4 of the audit report.

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

**Governmental funds:** Governmental funds account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources and balances of spendable resources available at the end of the fiscal year.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, comparing the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements is helpful. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The county maintains eight governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Road & Bridge Fund, Public Welfare Fund (human services), and other governmental funds, including Capital Expenditures, and Conservation Trust.

The county adopts an annual appropriated budget for its funds. A budgetary comparison statement has been provided for each fund to demonstrate compliance with the budget. Expenditures were within budgeted amounts in all of the funds.

**Proprietary funds:** The County maintains one proprietary fund, which is the Airport Enterprise Fund. Enterprise funds are those in which customers are charged a fee and are used to report the same functions presented as business-type activities in the government-wide financial statements. Proprietary funds provide, in greater detail, the same type of information as government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 9 to 11 of the audit report.

**Fiduciary funds:** The County is the trustee, or *fiduciary*, for certain funds. Some examples of fiduciary funds are School Districts, Cities & Towns, Health Department & District Attorneys, and other Special Districts. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the county's programs.

The basic fiduciary fund financial statements can be found on page 12 of this report.

Notes to the financial statements – The notes provide additional information that is essential to a complete understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 14 to 35 of this report.

### GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position may serve over time as a valuable indicator of a government's financial position. In the case of Las Animas County, assets exceeded liabilities by \$ 52,965,391 as of December 31, 2022.

Of the county's total net position, 55% is reflected in capital assets investments (e.g., land, buildings, roads, bridges, equipment), less any related debt used to acquire assets that are still outstanding. The county uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the county's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

#### LAS ANIMAS COUNTY'S NET POSITION

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
<b>Net Position</b>						
Capital Assets, not depreciated	\$451,433	\$451,433	\$193,904	\$0	\$645,337	\$451,433
Capital Assets, being deprec (net)	\$21,249,569	\$21,122,501	\$7,019,847	\$7,090,112	\$28,269,416	\$28,212,613
<b>Total Capital Assets</b>	<b>\$21,701,002</b>	<b>\$21,573,934</b>	<b>\$7,213,751</b>	<b>\$7,090,112</b>	<b>\$28,914,753</b>	<b>\$28,664,046</b>
Current & Other Assets	\$31,875,444	\$26,095,191	\$198,733	\$158,177	\$32,074,177	\$26,253,368
<b>Total Assets</b>	<b>\$53,576,446</b>	<b>\$47,669,125</b>	<b>\$7,412,484</b>	<b>\$7,248,289</b>	<b>\$60,988,930</b>	<b>\$54,917,414</b>
Long-term Liabilities Outstanding	\$0	\$0	\$0	\$0	\$0	\$0
Other Liabilities	\$4,684,890	\$3,550,725	\$77,054	\$6,631	\$4,761,944	\$3,557,356
<b>Total Liabilities</b>	<b>\$4,684,890</b>	<b>\$3,550,725</b>	<b>\$77,054</b>	<b>\$6,631</b>	<b>\$4,761,944</b>	<b>\$3,557,356</b>
Deferred Inflows of Resources	\$3,261,595	\$2,630,403	\$0	\$0	\$3,261,595	\$2,630,403
<b>Net Position:</b>						
Net Investment in						
Capital Assets	\$21,637,735	\$21,433,764	\$7,213,751	\$7,284,016	\$28,851,486	\$28,717,780
Restricted	\$8,523,177	\$8,216,359	\$0	\$0	\$8,523,177	\$8,216,359
Unrestricted (Deficit)	\$15,469,049	\$11,801,255	\$121,679	\$151,546	\$15,590,728	\$11,952,801
<b>Total Net Position</b>	<b>\$45,629,961</b>	<b>\$41,451,378</b>	<b>\$7,335,430</b>	<b>\$7,435,562</b>	<b>\$52,965,391</b>	<b>\$48,886,940</b>

The increase in net position from 2021 to 2022 is primarily due to capital assets and depreciation expenses. After depreciation, infrastructure accounted for \$13,053,096 of the total net position. A portion of the county's net position represents resources that are subject to an external restriction on how they may be used. The remaining unrestricted net position, \$15,590,728, has increased by 30% from 2021.

In addition, the remaining may be used to meet the government's ongoing obligations to citizens and creditors. As of December 31, 2022, the county can report positive balances in all three categories of total net position, both for the government as a whole and its separate governmental and business-type activities.

**Changes in Net Position** – The County's total revenues are \$36,417,007. Of this total, 35.7% is general revenue, i.e., taxes, intergovernmental revenue, interest income, etc.; 59.62% is from state programs and grants; 4.67% relates to charges for services.

The total cost of all programs and services was \$32,338,556. The two most considerable portions are 52.55% for social services and 16.5% for the various capital projects throughout the county, including roads, bridges, and building construction. The resulting change in net position was an increase of \$4,078,451. This increase includes both governmental activities programs and the Airport Proprietary Fund for 2022.

**Analysis of the County's Operations** – The table below summarizes Las Animas County's operations for 2022. In governmental activities, the net position increased by \$4,178,583. In business-type activities, the net position decreased by \$100,132.

LAS ANIMAS COUNTY'S CHANGES IN NET POSITION

Changes in Net Position	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
<b>Revenues</b>						
Program Revenues						
Charges for Services	\$1,324,378	\$1,110,006	\$377,013	\$261,063	\$1,701,391	\$1,371,069
Operating Grants & Contributions	\$20,043,873	\$20,107,646	\$0	\$31,000	\$20,043,873	\$20,138,646
Capital Grants & Contributions	\$1,508,667	\$1,447,121	\$157,755	\$0	\$1,666,422	\$1,447,121
General Revenues						
Property Taxes	\$5,446,494	\$3,980,354	\$0	\$0	\$5,446,494	\$3,980,354
Specific Ownership Taxes	\$1,183,550	\$613,707	\$0	\$0	\$1,183,550	\$613,707
Sales Taxes	\$5,703,237	\$5,578,107	\$0	\$0	\$5,703,237	\$5,578,107
Sale of Assets	\$0	\$0	\$0	\$0	\$0	\$0
Intergovernmental (Not Specific Restrict)	\$210,592	\$259,691	\$0	\$0	\$210,592	\$259,691
Legal Settlement Jail Renov	\$0	\$0	\$0	\$0	\$0	\$0
Insurance Proceeds	\$86,186	\$63,809	\$0	\$0	\$86,186	\$63,809
Interest Revenue	\$129,073	\$68,279	\$0	\$0	\$129,073	\$68,279
Other Revenues	\$246,189	\$200,571	\$0	\$0	\$246,189	\$200,571
Gain(Loss) Disposition Assets	\$0	\$0	\$0	\$0	\$0	\$0
Transfers In / (Out)	(\$191,177)	(\$400,000)	\$191,177	\$400,000	\$0	\$0
<b>Total Revenues</b>	<b>\$35,691,062</b>	<b>\$33,029,291</b>	<b>\$725,945</b>	<b>\$692,063</b>	<b>\$36,417,007</b>	<b>\$33,721,354</b>
<b>Expenses</b>						
General Government	\$3,965,377	\$3,417,553	\$0	\$0	\$3,965,377	\$3,417,553
Public Safety	\$3,114,274	\$2,765,498	\$0	\$0	\$3,114,274	\$2,765,498
Health & Environment	\$291,338	\$291,338	\$0	\$0	\$291,338	\$291,338
Auxiliary Services	\$273,293	\$186,124	\$0	\$0	\$273,293	\$186,124
Intergovernmental	\$1,505,209	\$2,062,646	\$0	\$0	\$1,505,209	\$2,062,646
Parks and Recreation	\$15,921	\$6,403	\$0	\$0	\$15,921	\$6,403
Road, Bridges & Capital Outlay	\$5,349,247	\$5,298,802	\$0	\$0	\$5,349,247	\$5,298,802
Social Services	\$16,994,634	\$16,447,014	\$0	\$0	\$16,994,634	\$16,447,014
Debt Services	\$3,186	\$150,697	\$0	\$0	\$3,186	\$150,697
Airport	\$0	\$0	\$826,077	\$661,562	\$826,077	\$661,562
<b>Total Expenses</b>	<b>\$31,512,479</b>	<b>\$30,626,075</b>	<b>\$826,077</b>	<b>\$661,562</b>	<b>\$32,338,556</b>	<b>\$31,287,637</b>
10						
Increase / (Decrease) in Net Position	\$4,178,583	\$2,403,216	(\$100,132)	\$30,501	\$4,078,451	\$2,433,717
Net Position -- January 1	\$41,451,378	\$39,048,162	\$7,435,562	\$7,405,061	\$48,886,940	\$46,453,223
Prior Year Adjustment	\$0	\$0	\$0	\$0	\$0	\$0
	\$41,451,378	\$39,048,162	\$7,435,562	\$7,405,061	\$48,886,940	\$46,453,223
Net Position -- December 31	\$45,629,961	\$41,451,378	\$7,335,430	\$7,435,562	\$52,965,391	\$48,886,940

## CAPITAL ASSETS

### CAPITAL ASSETS AT YEAR-END Net of Accumulated Depreciation

Capital Assets Net of Accum Dprec	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Land	\$451,433	\$451,433	\$117,304	\$117,304	\$568,737	\$568,737
Water Rights	\$0	\$0	\$76,600	\$76,600	\$76,600	\$76,600
Construction in Progress	\$0	\$0	\$0	\$0	\$0	\$0
Infrastructure	\$13,053,096	\$14,167,115	\$0	\$0	\$13,053,096	\$14,167,115
Structure & Improvements	\$6,814,940	\$6,169,529	\$6,787,016	\$6,829,865	\$13,601,956	\$12,999,394
Equipment	\$1,381,533	\$785,857	\$232,831	\$260,247	\$1,614,364	\$1,046,104
Total Capital Assets (net)	\$21,701,002	\$21,573,934	\$7,213,751	\$7,284,016	\$28,914,753	\$28,857,950

During the fiscal year 2022, Las Animas County added \$3,580,811; however, \$3,524,008. capital assets, including infrastructure, equipment, buildings, and vehicles, were retired. After depreciation, the total value of all assets is \$28,914,753. The county depreciates capital assets, except land and water rights, using the straight-line depreciation method and a predetermined useful life of the asset.

## LONG-TERM DEBT

### LONG-TERM DEBT AT YEAR-END

Long Term Debt	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Sales Tax revenue Bonds	\$0	\$0	\$0	\$0	\$0	\$0
Notes Payable	\$0	\$0	\$0	\$0	\$0	\$0
Contract Agreement	\$0	\$0	\$0	\$0	\$0	\$0
Capital Lease Obligations	\$63,267	\$140,170	\$0	\$0	\$63,267	\$140,170
Compensated Absences	\$414,446	\$390,063	\$0	\$0	\$414,446	\$390,063
Total Long-Term Debt	\$477,713	\$530,233	\$0	\$0	\$477,713	\$530,233

Total long-term debt obligations of the county decreased by \$52,520 from 2021 to 2022. The amount owed to employees for compensated absences decreased by 6.3% in 2022. Compensated absences include accrued annual leave and sick leave due to general fund employees, road & bridge fund, and the Department of Social (Human) Services fund upon their separation from employment with the county.

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The assessed valuation of taxable properties used for the 2022 budget preparation increased by 64,478,090, or 17.8%.

A Ballot Question (1B) approved by voters of Las Animas County in November 2005, which allowed the county to freeze the mill levy at that year's level of 9.357 mills for a five-year period, expired at the end of 2010. Beginning with the 2011 budget year, Las Animas County was again required to adhere to any revenue restrictions pertaining to the assessment of property taxes. Voters approved the November 2017 Ballot question (1C) of Las Animas County, which allowed the county to retain and spend all revenues in 2020 and each year after without raising the tax rate above the current level of 9.357 mills. General fund spending in 2023 is projected to increase by \$8,463,603 or 51% above what was spent in 2022, and general fund revenue is expected to increase by \$4,326,747 or 26% higher than what was actually realized in 2022. Revenues and expenditures in the general fund and road and bridge fund may fluctuate accordingly with the county's receipt of any capital improvement grants and awards.

## **REQUESTS FOR INFORMATION**

This financial report is designed to give our citizens, taxpayers, customers, investors, and creditors a general overview of the county's finances. If you have questions about this report or need additional financial information, please get in touch with the County Finance Director at 200 E. First Street, Trinidad, Colorado 81082, or by calling (719) 845-2564.

BASIC FINANCIAL STATEMENTS

LAS ANIMAS COUNTY, COLORADO  
STATEMENT OF NET POSITION  
December 31, 2022

<u>ASSETS</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Cash	26,285,612	72,631	26,358,243
Receivables (Net, if Applicable, of Allowance for Uncollectibles):			
Accounts	1,336,238	19,913	1,356,151
Lease	121,972	-	121,972
Accrued Interest	31,010	-	31,010
Grants	465,199	56,537	521,736
Property Tax	3,141,339	-	3,141,339
Right to Use Assets	101,683	-	101,683
Accumulated Amortization	(35,934)	-	(35,934)
Interfund Receivable	-	-	-
Due From Other Governments	-	-	-
Inventories	428,325	49,652	477,977
Prepaid Insurance	-	-	-
Fixed Assets (Net)	<u>21,701,002</u>	<u>7,213,751</u>	<u>28,914,753</u>
<u>Total Assets</u>	<u>53,576,446</u>	<u>7,412,484</u>	<u>60,988,930</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	-	-	-
<u>LIABILITIES</u>			
Interfund Payable	-	-	-
Unearned Grant Payments	3,374,169	-	3,374,169
Accounts Payable	491,953	72,857	564,810
Accrued Wages & Benefits Payable	153,265	3,097	156,362
Other Liabilities	44,549	1,100	45,649
Due to Other Governments	75,875	-	75,875
Noncurrent Liabilities:			
Due Within One Year	83,412	-	83,412
Due in More than One Year	47,221	-	47,221
Compensated Absences Payable	<u>414,446</u>	-	<u>414,446</u>
<u>Total Liabilities</u>	<u>4,684,890</u>	<u>77,054</u>	<u>4,761,944</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Property Tax	3,141,339	-	3,141,339
Leases	<u>120,256</u>	-	<u>120,256</u>
<u>Total Deferred Inflows of Resources</u>	<u>3,261,595</u>	-	<u>3,261,595</u>
<u>NET POSITION</u>			
Net Investment in Capital Assets	21,637,735	7,213,751	28,851,486
Restricted for:			
Capital Projects	1,517,139	-	1,517,139
Public Safety	2,770,779	-	2,770,779
Roads and Bridges	3,500,457	-	3,500,457
Parks and Recreation	74,802	-	74,802
Tabor Reserve	660,000	-	660,000
Unrestricted (Deficit)	<u>15,469,049</u>	<u>121,679</u>	<u>15,590,728</u>
<u>Total Net Position</u>	<u>45,629,961</u>	<u>7,335,430</u>	<u>52,965,391</u>

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

LAS ANIMAS COUNTY, COLORADO  
STATEMENT OF ACTIVITIES  
Year Ended December 31, 2022

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities	Business Type Activities	Total
<b>Governmental Activities</b>							
General Government	3,965,377	1,299,362	396,340	-	(2,269,675)	-	(2,269,675)
Public Safety	3,114,274	1,781	-	155,124	(2,957,369)	-	(2,957,369)
Health & Environment	291,338	-	-	-	(291,338)	-	(291,338)
Auxiliary Services	273,293	-	-	-	(273,293)	-	(273,293)
Intergovernmental	1,505,209	-	-	-	(1,505,209)	-	(1,505,209)
Parks and Recreation	15,921	-	68,283	-	52,362	-	52,362
Roads, Bridges and Capital Outlay	5,349,247	23,235	3,340,495	1,353,543	(631,974)	-	(631,974)
Social Services	16,994,634	-	16,238,755	-	(755,879)	-	(755,879)
Debt Service	3,186	-	-	-	(3,186)	-	(3,186)
<b>Total Governmental Activities</b>	<b>31,512,479</b>	<b>1,324,378</b>	<b>20,043,873</b>	<b>1,508,667</b>	<b>(8,635,561)</b>	<b>-</b>	<b>(8,635,561)</b>
<b>Business Type Activities</b>							
Airport	826,077	377,013	-	157,755	-	(291,309)	(291,309)
<b>Total Business Type Activities</b>	<b>826,077</b>	<b>377,013</b>	<b>-</b>	<b>157,755</b>	<b>-</b>	<b>(291,309)</b>	<b>(291,309)</b>
<b>Total Primary Government</b>	<b>32,338,556</b>	<b>1,701,391</b>	<b>20,043,873</b>	<b>1,666,422</b>	<b>(8,635,561)</b>	<b>(291,309)</b>	<b>(8,926,870)</b>
<b>General Revenues:</b>							
Property Taxes					5,446,494	-	5,446,494
Specific Ownership Taxes					1,183,550	-	1,183,550
Sales Taxes					5,703,237	-	5,703,237
Intergovernmental Not Specifically Restricted					210,592	-	210,592
Insurance Proceeds					86,186	-	86,186
Interest Revenue					129,073	-	129,073
Other Revenues					246,189	-	246,189
Transfers In (Out)					(191,177)	191,177	-
<b>Total General Revenues &amp; Transfers</b>					<b>12,814,144</b>	<b>191,177</b>	<b>13,005,321</b>
<b>Change in Net Position</b>					<b>4,178,583</b>	<b>(100,132)</b>	<b>4,078,451</b>
<b>Net Position – Beginning</b>					<b>41,451,378</b>	<b>7,435,562</b>	<b>48,886,940</b>
<b>Net Position – Ending</b>					<b>45,629,961</b>	<b>7,335,430</b>	<b>52,965,391</b>

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

LAS ANIMAS COUNTY, COLORADO  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
December 31, 2022

	Special Revenue				Other Governmental Funds	Total Governmental Funds
	General	Road & Bridge	Public Welfare	Capital Expenditure		
<b>ASSETS:</b>						
Cash and Equivalents	19,224,358	3,384,691	1,486,030	1,303,480	887,053	26,285,612
Receivables (Net, of Allowance where Applicable)						
Accounts	1,051,666	273,155	9,166	2,251	-	1,336,238
Lease Receivable	121,972	-	-	-	-	121,972
Grants Receivable	38,140	-	262,418	9,517	155,124	465,199
Accrued Interest	31,010	-	-	-	-	31,010
Property Taxes	2,180,779	-	-	960,560	-	3,141,339
Inventory	-	428,325	-	-	-	428,325
Due from Other Funds	-	-	-	-	-	-
Due from Other Governments	-	-	-	-	-	-
<u>Total Assets</u>	<u>22,647,925</u>	<u>4,086,171</u>	<u>1,757,614</u>	<u>2,275,808</u>	<u>1,042,177</u>	<u>31,809,695</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:</b>						
<b>Liabilities:</b>						
Accounts Payable	198,948	90,913	94,648	104,615	2,829	491,953
Accrued Salaries Payable	61,267	66,476	25,522	-	-	153,265
Due to Other Funds	-	-	-	-	-	-
Due to Other Governments	-	-	75,875	-	-	75,875
Liabilities Payable from Restricted Assets	-	-	-	-	-	-
Other Payables	15,000	-	29,549	-	-	44,549
Unearned Grant Payments	<u>2,653,769</u>	-	<u>720,400</u>	-	-	<u>3,374,169</u>
<u>Total Liabilities</u>	<u>2,928,984</u>	<u>157,389</u>	<u>945,994</u>	<u>104,615</u>	<u>2,829</u>	<u>4,139,811</u>
<b>Deferred Inflows of Resources</b>						
Property Tax	2,180,779	-	-	960,560	-	3,141,339
Leases	<u>120,256</u>	-	-	-	-	<u>120,256</u>
<u>Total Deferred Inflows     of Resources</u>	<u>2,301,035</u>	-	-	<u>960,560</u>	-	<u>3,261,595</u>
<b>Fund Balances:</b>						
<b>Nonspendable:</b>						
Inventories	-	428,325	-	-	-	428,325
Prepaid Expense	-	-	-	-	-	-
<b>Restricted:</b>						
Emergencies	660,000	-	-	-	-	660,000
Roads & Bridges	-	3,500,457	-	-	-	3,500,457
Capital Outlay	-	-	-	1,210,633	-	1,210,633
Parks and Recreation	-	-	-	-	460,294	460,294
Public Safety	2,498,231	-	-	-	579,054	3,077,285
Social Services	-	-	811,620	-	-	811,620
<b>Committed:</b>						
Unanticipated Obligations	767,632	-	-	-	-	767,632
Social Services	-	-	-	-	-	-
Unassigned:	<u>13,492,043</u>	-	-	-	-	<u>13,492,043</u>
<u>Total Fund Balances</u>	<u>17,417,906</u>	<u>3,928,782</u>	<u>811,620</u>	<u>1,210,633</u>	<u>1,039,348</u>	<u>24,408,289</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<u>22,647,925</u>	<u>4,086,171</u>	<u>1,757,614</u>	<u>2,275,808</u>	<u>1,042,177</u>	<u>31,809,695</u>

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

LAS ANIMAS COUNTY, COLORADO  
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET POSITION  
December 31, 2022

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

<u>Total Fund Balance – Governmental Funds</u>	24,408,289
Capital Assets used in governmental activities are not considered current financial resources and, therefore, not reported in the governmental funds.	132,042,661
Accumulated depreciation is not recognized in the governmental funds because capital assets are expensed at the time of acquisition.	(110,341,659)
Leased assets used in governmental activities are not financial resources and, Therefore, are not reported in the governmental funds.	65,749
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds:	
Compensated Absences	(414,446)
Lease Liabilities	<u>(130,633)</u>
<u>GOVERNMENTAL ACTIVITIES NET POSITION</u>	<u>45,629,961</u>

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

LAS ANIMAS COUNTY, COLORADO  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
Year Ended December 31, 2022

	General	Special Revenue			Other Governmental Funds	Total Governmental Funds
		Road & Bridge	Public Welfare	Capital Expenditure		
<b>REVENUES:</b>						
Taxes	10,058,789	3,908,008	900,647	667,316	-	15,534,760
Licenses & Permits	2,750	23,235	-	-	-	25,985
Intergovernmental Revenues	711,518	769,597	16,375,058	583,947	223,407	18,663,527
Charges for Services	1,255,871	-	-	-	-	1,255,871
Interest Revenues	127,635	-	-	-	-	127,635
Miscellaneous Revenues	193,895	72,266	-	-	8,300	274,461
<u>Total Revenues</u>	<u>12,350,458</u>	<u>4,773,106</u>	<u>17,275,705</u>	<u>1,251,263</u>	<u>231,707</u>	<u>35,882,239</u>
<b>EXPENDITURES</b>						
General Government	3,401,331	-	-	21,189	-	3,422,520
Public Safety	2,749,693	-	-	-	13,257	2,762,950
Health Services	291,338	-	-	-	-	291,338
Auxiliary Services	201,150	-	-	-	-	201,150
Intergovernmental	1,505,209	-	-	-	-	1,505,209
Parks and Recreation	-	-	-	-	15,921	15,921
Roads, Bridges & Capital Outlay	-	5,071,602	-	1,192,850	175,348	6,439,800
Social Services	-	-	16,971,449	-	-	16,971,449
Debt Service	64,880	-	-	15,233	-	80,113
<u>Total Expenditures</u>	<u>8,213,601</u>	<u>5,071,602</u>	<u>16,971,449</u>	<u>1,229,272</u>	<u>204,526</u>	<u>31,690,450</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>						
	<u>4,136,857</u>	<u>(298,496)</u>	<u>304,256</u>	<u>21,991</u>	<u>27,181</u>	<u>4,191,789</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Lease Proceeds	-	-	-	-	-	-
Operating Transfers In (Out)	(1,058,200)	900,000	-	(32,977)	-	(191,177)
<u>Total Other Financing Sources (Uses)</u>	<u>(1,058,200)</u>	<u>900,000</u>	<u>-</u>	<u>(32,977)</u>	<u>-</u>	<u>(191,177)</u>
<b>NET CHANGES IN FUND BALANCES</b>	3,078,657	601,504	304,256	(10,986)	27,181	4,000,612
<b>FUND BALANCES-Beginning</b>	<u>14,339,249</u>	<u>3,327,278</u>	<u>507,364</u>	<u>1,221,619</u>	<u>1,012,167</u>	<u>20,407,677</u>
<b>FUND BALANCES-Ending</b>	<u>17,417,906</u>	<u>3,928,782</u>	<u>811,620</u>	<u>1,210,633</u>	<u>1,039,348</u>	<u>24,408,289</u>

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

LAS ANIMAS COUNTY, COLORADO  
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCES OF GOVERNMENT FUNDS TO THE STATEMENT OF ACTIVITIES  
 Year Ended December 31, 2022

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

Net Change in Fund Balances – Total Governmental Funds 4,000,612

Governmental Funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$5,000 are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.

Capital outlays more than \$5,000	3,278,172		
Depreciation expense	(3,151,104)		
Net effect of leases	<u>(1,617)</u>		125,451

The governmental funds report debt proceeds as another financing source, while repayment of debt principal is reported as an expenditure. The effect of discounts and premiums are recognized when the debt is issued in governmental funds, whereas these amounts are deferred and amortized in the statement of activities. Interest expense is recognized as it accrues in the statement of activities regardless of when it is due. The net effect of these differences follows:

Capital Lease Proceeds			-
Repayment of Debt Principal			76,903

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, the adjustments to these expenses are not reported as expenditures in governmental funds.

Compensated Absences			<u>(24,383)</u>
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GOVERNMENTAL ACTIVITIES CHANGE IN NET POSITION 4,178,583

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

LAS ANIMAS COUNTY, COLORADO  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
December 31, 2022

	<u>Business-Type Activities</u> <u>Enterprise Fund</u> <u>Airport Fund</u>
<u>ASSETS</u>	
<u>Current Assets</u>	
Cash and Equivalents	72,631
Accounts Receivable	19,913
Grants Receivable	56,537
Inventories	49,652
Due From Other Funds	-
Prepaid Insurance	-
<u>Total Current Assets</u>	<u>198,733</u>
 <u>CAPITAL ASSETS</u>	
Land	117,304
Infrastructure	10,842,059
Building	278,638
Equipment	749,025
Water Rights	76,600
Less Accumulated Depreciation	<u>(4,849,875)</u>
<u>Total Capital Assets, Net of Accumulated Depreciation</u>	<u>7,213,751</u>
 <u>Total Assets</u>	 <u>7,412,484</u>
 <u>DEFERRED OUTFLOW OF RESOURCES</u>	
<u>-</u>	
 <u>LIABILITIES AND NET POSITION</u>	
<u>Current Liabilities</u>	
Due To Other Funds	-
Accounts Payable	72,857
Accrued Salaries Payable	3,097
Deposits	1,100
Unearned Grant Payments	-
<u>Total Current Liabilities</u>	<u>77,054</u>
 <u>DEFERRED INFLOW OF RESOURCES</u>	
<u>-</u>	
 <u>NET POSITION</u>	
Net Investment in Capital Assets	7,213,751
Unrestricted (Deficit)	<u>121,679</u>
 <u>TOTAL NET POSITION</u>	 <u>7,335,430</u>

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

LAS ANIMAS COUNTY, COLORADO  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
Year Ended December 31, 2022

	<u>Business Type Activities</u>
	<u>Enterprise Funds</u>
	<u>Airport Fund</u>
<u>OPERATING REVENUES</u>	
Operating Revenue	377,013
<u>Total Revenues</u>	<u>377,013</u>
 <u>OPERATING EXPENSES</u>	
Salaries	46,378
Employee Benefits	12,691
Cost of Sales	261,356
Public Utility Service	18,384
Office Expense & Supplies	20,539
Depreciation	372,904
Contractual Agreements & Leases	2,455
Telephone	1,279
Maintenance	54,022
Insurance	36,069
Bad Debt	-
<u>Total Operating Expenses</u>	<u>826,077</u>
 <u>OPERATING INCOME (LOSS) BEFORE OTHER SOURCES</u>	 <u>(449,064)</u>
 <u>NON OPERATING REVENUES (EXPENSES)</u>	
Grants	157,755
Transfers In	191,177
<u>Total Non Operating Revenues (Expenses)</u>	<u>348,932</u>
 <u>INCOME BEFORE CAPITAL CONTRIBUTIONS</u>	 (100,132)
 <u>CAPITAL CONTRIBUTIONS – EQUIPMENT PURCHASE</u>	 <u>-</u>
 <u>CHANGE IN NET POSITION</u>	 (100,132)
 <u>TOTAL NET POSITION, Beginning</u>	 <u>7,435,562</u>
 <u>TOTAL NET POSITION, Ending</u>	 <u>7,335,430</u>

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

LAS ANIMAS COUNTY, COLORADO  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
Year Ended December 31, 2022

	Business Type Activities
	Enterprise Funds
	Airport Fund
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	
Receipts from Customers & Users	360,015
Payments for Salaries and Benefits	(64,695)
Payments to Vendors – Supplies and Services	(323,681)
<u>NET CASH PROVIDED (USED) BY OPERATIONS</u>	<u>(28,361)</u>
<u>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</u>	
Grant Revenue	101,218
Operating Transfers In	191,177
Due To Other Funds	-
<u>NET CASH PROVIDED BY NON-CAPITAL FINANCING ACTIVITIES</u>	<u>292,395</u>
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</u>	
Non-Financed Purchase of Property & Equipment	(302,639)
Capital Grant	-
<u>NET CASH PROVIDED BY (USED FOR) IN CAPITAL AND RELATED FINANCING ACTIVITIES</u>	<u>(302,639)</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>	
Other Revenue	-
<u>NET CASH PROVIDED BY INVESTING ACTIVITIES</u>	<u>-</u>
<u>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</u>	<u>(38,605)</u>
<u>CASH AND CASH EQUIVALENTS – Beginning</u>	<u>111,236</u>
<u>CASH AND CASH EQUIVALENTS – Ending</u>	<u>72,631</u>
<u>RECONCILIATION OF CASH FLOWS FROM OPERATING ACTIVITIES</u>	
Operating Income (Loss)	(449,064)
Non Cash Items in Operations:	
Depreciation	372,904
(Increase) Decrease in Inventory	(5,626)
(Increase) Decrease in Receivables/Accruals	(16,998)
Increase (Decrease) in Payables/Accruals	70,423
<u>NET CASH PROVIDED (USED FOR) OPERATING ACTIVITIES</u>	<u>(28,361)</u>
<u>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES</u>	
Cash Paid for Interest Expense	-
Cash Paid for Income Taxes	-
<u>TOTAL NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES</u>	<u>-</u>

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

LAS ANIMAS COUNTY, COLORADO  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
December 31, 2022

	<u>Custodial Funds</u>			<u>Total Custodial Funds</u>
	<u>County Treasurer</u>	<u>County Clerk &amp; Recorder</u>	<u>Public Trustee</u>	
<u>ASSETS</u>				
Cash and Equivalents	2,595,903	209,567	30,882	2,836,352
Prepaid Expenses	-	-	-	-
Due From Others	-	-	-	-
<u>Total Assets</u>	<u>2,595,903</u>	<u>209,567</u>	<u>30,882</u>	<u>2,836,352</u>
<u>LIABILITIES</u>				
Accounts Payable	-	-	-	-
Due to Other Governments	-	-	<u>18,382</u>	<u>18,382</u>
<u>Total Liabilities</u>	<u>-</u>	<u>-</u>	<u>18,382</u>	<u>18,382</u>
<u>NET POSITION</u>				
Restricted for:				
Individuals, Organizations, and Other Governments	2,595,903	209,567	-	2,805,470
Unrestricted	-	-	<u>12,500</u>	<u>12,500</u>
<u>Total Net Position</u>	<u>2,595,903</u>	<u>209,567</u>	<u>12,500</u>	<u>2,817,970</u>

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

LAS ANIMAS COUNTY, COLORADO  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
December 31, 2022

	<u>Custodial Funds</u>			Total Custodial Funds
	<u>County Treasurer</u>	<u>County Clerk &amp; Recorder</u>	<u>Public Trustee</u>	
<u>ADDITIONS:</u>				
Property Tax Collections for Other Governments	17,747,374	3,638,825	-	21,386,199
Fines and Fees Collected for Other Governments	-	-	935,759	935,759
Investment Earnings	-	-	-	-
Other	-	-	-	-
<u>Total Additions</u>	<u>17,747,374</u>	<u>3,638,825</u>	<u>935,759</u>	<u>22,321,958</u>
<u>DEDUCTIONS:</u>				
Property Tax Distributions for Other Governments	17,542,561	3,660,478	-	21,203,039
Fines and Fees Distributions for Other Governments	-	-	935,959	935,959
Other	-	-	-	-
<u>Total Deductions</u>	<u>17,542,561</u>	<u>3,660,478</u>	<u>935,959</u>	<u>22,138,998</u>
<u>CHANGE IN NET POSITION</u>	204,813	(21,653)	(200)	182,960
<u>NET POSITION – JANUARY 1, 2022</u>	<u>2,391,090</u>	<u>231,220</u>	<u>12,700</u>	<u>2,635,010</u>
<u>NET POSITION - DECEMBER 31, 2022</u>	<u>2,595,903</u>	<u>209,567</u>	<u>12,500</u>	<u>2,817,970</u>

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

NOTES TO FINANCIAL STATEMENTS

LAS ANIMAS COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
For the Fiscal Year Ended December 31, 2022

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NOTE 1      THE FINANCIAL REPORTING ENTITY

Reporting Entity

Las Animas County was created by an act of legislature in 1866, and is governed by applicable Colorado Statutes. The County is managed by three Commissioners and provides the following services: public safety, highways and roads, sanitation, health and social services, culture-recreation, public improvements, planning and zoning, tax and license assessments and collections, and general administrative services.

The Las Animas County is a County governed by an elected three member commission. As required by generally accepted accounting principles, these financial statements present the Las Animas County (the primary government) and its component units. The component units discussed below are included in the County's reporting entity because of the significance of their operational or financial relationships with the County.

The governmental reporting entity consists of the County (Primary Government) and its component units. Component units are legally separate organizations for which the Commission is financially accountable or other organizations whose nature and significant relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and (i) either the County's ability to impose its will on the organization or (ii) there is a potential for the organization to provide a financial benefit or impose a financial burden on the County.

The basic financial statements include blended presented component units. The blended component units, although legally separate entities are, in substance, part of the County's operations and so data from these units are combined with data of the primary government.

For financial reporting purposes, the County's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the County's Commission.

Other Related Entity

Public Trustee

The Public Trustee is a State statutorily mandated position, appointed by the Board of County Commissioners, but whose financial transactions are independent of the County. However, all expenditures and associated funding transactions relating to the operations of the County Office of the Public Trustee are included in the General Fund, except those required to be accounted for in a Custodial Fund.

LAS ANIMAS COUNTY, COLORADO  
 NOTES TO FINANCIAL STATEMENTS  
 For the Fiscal Year Ended December 31, 2022

NOTE 1 THE FINANCIAL REPORTING ENTITY (Continued)

Intergovernmental Agreements

The County has entered into the following intergovernmental agreements:

Huerfano/Las Animas Counties Health Department

The Health Department operates a two county district health department. The counties appoint a seven member board and the board hires the health officer.

The governing board approves the operating budget and presents it to the County Commissioners for their approval. The County Commissioners then approve the amount of contributions each county will make to the Health Department for the ensuing year. In 2022, the allocation of budgeted expenditures was 70% for a total expenditure to the County of \$291,338.

Office of the District Attorney-Third Judicial District

The County is included in a two county judicial district which provides prosecution and other legal services to the counties in the district. In 2022, the total expenditure for the County was \$1,260,948.

Las Animas County E-911

Las Animas County E-911's sole purpose is to provide emergency telephone service to county residents. Initial grants received for the purchase of required equipment are in the name of Las Animas County. The County also appoints a portion of the governing Board of Directors. In 2022, the total expenditure for the County was \$102,375.

Condensed audited financial statement information as of December 31, 2021, is presented for the Health Department, the Third Judicial District and Las Animas County E-911.

Statement of Net Position

	<u>Health Department</u>	<u>Third Judicial District</u>	<u>Las Animas County E-911</u>
<u>ASSETS AND OUTFLOWS</u>	<u>2,296,374</u>	<u>406,769</u>	<u>618,960</u>
<u>LIABILITIES AND INFLOWS</u>	67,185	540,028	93,472
<u>NET POSITION</u>	<u>2,229,189</u>	<u>(133,259)</u>	<u>525,488</u>
<u>TOTAL LIABILITIES &amp; NET POSITION</u>	<u>2,296,374</u>	<u>406,769</u>	<u>618,960</u>

Statement of Activities

<u>REVENUES</u>	2,930,323	1,760,565	522,053
<u>EXPENSES</u>	<u>2,703,813</u>	<u>1,589,400</u>	<u>316,882</u>
<u>CHANGE IN NET POSITION</u>	<u>226,510</u>	<u>171,165</u>	<u>205,171</u>

LAS ANIMAS COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
For the Fiscal Year Ended December 31, 2022

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NOTE 1      THE FINANCIAL REPORTING ENTITY (Continued)

Intergovernmental Agreements (Continued)

The above entities have not incurred any material current or long-term debt as of the balance sheet date.

NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

Government-Wide Financial Statements

The statement of net position and statement of activities display information about the primary government (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental* and *business-type activities* of the County and between the County. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reporting separately from business-type activities, which rely to a significant extent on fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the County and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and; therefore, are clearly identifiable to a particular function. Program revenues include 1) charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

Fund Financial Statements

The fund financial statements provide information about the County's funds, including fiduciary funds and blended component units. Separate statements for each fund category – *governmental, proprietary and fiduciary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are separately aggregated and reported as nonmajor funds.

LAS ANIMAS COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
For the Fiscal Year Ended December 31, 2022

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NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A.    Basis of Presentation (Continued)

Fund Financial Statements (Continued)

Proprietary fund *operating* revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. *Nonoperating* revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

The County reports the following major governmental funds:

- The *General Fund* is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the County that are not accounted for through other funds. For the County, the General Fund includes such activities as public protection, public ways and facilities, health, public assistance, and recreation services.
- *Road and Bridge Fund* is used to account for the operations of the County Road Department. Financing is provided by transfers, state contributions and other miscellaneous revenues.
- *Public Welfare Fund* is used to account for the operations of the County Welfare Department. Financing is provided by state grants and annual property tax levy.
- *The Capital Expenditure Fund* is used to account for capital additions. Financing is provided by Federal and State grants and taxes.

The County reports the following major enterprise fund:

- *Airport Fund* is used to account for the operations of the County Airport. Financing is provided by user fees.

The County reports the following additional fund types:

- *The Special Revenue Funds* are used to account for specific revenues that are legally restricted to expenditure for particular purposes.
- *The Capital Projects Funds* account for financial resources created by the issuance of bonded indebtedness and are used for major capital projects.
- *Custodial Funds* account for assets held by the County in a trustee capacity or as an agent on behalf of others.

Custodial funds are accounted for using the accrual basis of accounting. Those funds are used to account for assets that the county holds for others in an agency capacity. The County's agency funds include the Treasurer's office, Clerk's office and Public Trustee.

LAS ANIMAS COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
For the Fiscal Year Ended December 31, 2022

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NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B.    Basis of Accounting

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting.

Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligible requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Sales taxes, interest, certain state and federal grants and charges for services are accrued when their receipt occurs within sixty days after the end of the accounting period so as to be both measurable and available. Property tax revenues are recognized in the fiscal year for which they were levied, provided they are due and collectible within 60 days after the end of the accounting period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and capital leases are reported as other financing sources.

C.    Non-Current Governmental Assets/Liabilities

GASB Statement No. 34 eliminates the presentation of account groups, but provides for these records to be maintained and incorporates the information into the Governmental Activities column in the government-wide statement of net position.

D.    Cash and Cash Equivalents

For purposes of the accompanying statement of cash flows, the enterprise funds consider all highly liquid investments with a maturity of three months or less when purchased, and their equity in the County Treasurer's investment pool, to be investments.

NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E.    Investments

Statutes authorize the County to invest its surplus cash in the following investment instruments:

- Obligations of the United States and certain U.S. government agency 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

F.    Inventories

Inventories are stated at lower of average cost or market. Recorded inventories mainly consist of fuel, oil and road base.

G.    Property Taxes

Property taxes represent ad valorem taxes levied by the County, which are payable to the County Treasurer, and are recognized as revenue by the County in the year for which they are levied.

Property taxes are levied in December for collection in the subsequent year.

Property taxes attach as an enforceable lien on property as of January 1. Taxes may be paid without penalty in either of two ways: (a) Full payment by April 30, or (b) First half must be paid by last day of February, and second half must be paid by June 15.

H.    Capital Assets

Capital assets (including infrastructure) are recorded at historical cost or at estimated historical cost if actual historical cost is not available. Contributed fixed assets are valued at their estimated fair market value on the date contributed. Capital assets include public domain (infrastructure) general fixed assets consisting of certain improvements including roads and bridges. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Capital assets used in operations are depreciated or amortized (assets under capital leases) using the straight-line method over the lesser of the capital lease period or their estimated useful lives in the government-wide statements and proprietary funds.

LAS ANIMAS COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
For the Fiscal Year Ended December 31, 2022

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NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H.    Capital Assets (Continued)

The estimated useful lives are as follows:

Infrastructure	5-50 years
Structures and Improvements	10-75 years
Equipment	3-25 years

The County has one network of infrastructure assets – roads and bridges.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities, if any, is included as part of the capitalized value of the assets constructed. No such interest expense was incurred during the current fiscal year.

I.    Compensated Absences

County Union Employees

Union employees accrue vacation leave at various rates based on length of continuous employment to a maximum of 35 days. Upon separation, employees receive payment for any unused vacation leave. If an employee is not able to use accrued vacation time because of staffing or scheduling problems, the employee may cash any unused vacation time earned during the calendar year in which the employee was prevented from taking vacation time.

Sick leave is accumulated at a rate of one day per month to a maximum of 120 days. Sick leave is not paid out upon employee separation.

County Non-Union Employees

Non-Union employees accrue vacation leave at various rate based on length of continuous employment. Upon separation, employees receive payment for any unused vacation leave. If an employee is not able to use accrued vacation time because of staffing or scheduling problems, the employee may cash out unused time on a day to day basis.

Sick leave is accumulated at a rate of one day per month to a maximum of 120 days. Upon separation, employees receive 50% payment for any unused sick leave earned before June 1, 2001 less any sick leave taken from that date until the employee's date of separation.

LAS ANIMAS COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
For the Fiscal Year Ended December 31, 2022

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NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I.      Compensated Absences (Continued)

At December 31, 2022, the County has a liability for accrued sick leave and vacation payable of \$414,446.

A summary of compensated absences is presented as follows:

General County Government	\$ 240,692
Social Services	<u>\$ 173,754</u>
Total	<u>\$ 414,446</u>

Compensated absences for general county government is payable upon separation.

The Department of Social Services' liability for accrued sick leave is payable up to one-fourth of the unused amount under certain criteria upon separation. Unused annual leave is payable upon separation.

J.      Interfund Transactions

Interfund transactions are reflected as either loans, services provided, reimbursements or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e. the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "due to/from other funds".

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide presentation.

K.      Estimates

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

L.      Budgets and Budgetary Accounting

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

1. Prior to September 1, the Finance Manager submits to the County Commissioners a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to December 31, the budget is legally enacted through passage of an ordinance or resolution.

LAS ANIMAS COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
For the Fiscal Year Ended December 31, 2022

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NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L.      Budgets and Budgetary Accounting (Continued)

4. The County Commissioners approve all budget transfers or revisions.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Capital Projects Fund, and Enterprise Funds.
6. Budgets for the General, Special Revenue, Capital Projects Fund, and Enterprise Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgets are not prepared for the Fiduciary Funds.

M.      Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are prepared in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund, Special Revenue Funds, Capital Projects Fund, and Enterprise Funds. Outstanding encumbrances lapse at the end of the year.

N.      GASB Statement No. 54

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

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

1. Nonspendable such as fund balances associated with inventories, prepaids, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed, or assigned).
2. Restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
3. Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the County Commissioners (the County's highest level of decision-making authority).
4. Assigned fund balance classification is intended to be used by the government for specific purposes that do not meet the criteria to be classified as restricted or committed.
5. Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications.

LAS ANIMAS COUNTY, COLORADO  
 NOTES TO FINANCIAL STATEMENTS  
 For the Fiscal Year Ended December 31, 2022

NOTE 2    SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N.    GASB Statement No. 54 (Continued)

Fund Balance Classification Policies and Procedures

Committed Fund Balance Policy:

The County's Committed Fund Balance is fund balance reporting required by the County Commission, either because of a County Commission Policy in the County Policy Manual, or because of motions that passed at County Commission meetings.

Assigned Fund Balance Policy:

The County's Assigned Fund Balance is fund balance reporting occurring by County Commissioners Administration authority, under the direction of the Chief Business Officer.

Order of Fund Balance Spending Policy

The County's policy is to apply expenditures against non-spendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance at the end of the fiscal year by adjusting journal entries.

First, non-spendable fund balances are determined. Then restricted fund balances for specific purposes are determined (not including non-spendable amounts). Then unrestricted fund balances are determined following the order of committed, assigned, and unassigned.

Fund Balance Classification by Fund:

	<u>General</u>	<u>Special Revenue Funds</u>			<u>Other</u>	<u>Total</u>
		<u>Road &amp;</u>	<u>Public</u>	<u>Capital</u>	<u>Governmental</u>	<u>Governmental</u>
		<u>Bridge</u>	<u>Welfare</u>	<u>Expenditure</u>	<u>Funds</u>	<u>Funds</u>
<u>Nonspendable:</u>						
Inventories	-	428,325	-	-	-	428,325
Prepaid Expenses	-	-	-	-	-	-
<u>Restricted:</u>						
Emergencies	660,000	-	-	-	-	660,000
Road and Bridge	-	3,500,457	-	-	-	3,500,457
Capital Outlay	-	-	-	1,210,633	-	1,210,633
Parks & Recreation	-	-	-	-	460,294	460,294
Public Safety	2,498,231	-	-	-	579,054	3,077,285
Social Services	-	-	-	-	-	-
<u>Committed:</u>						
Unanticipated Obligations	767,632	-	-	-	-	767,632
Social Services	-	-	811,620	-	-	811,620
<u>Assigned:</u>						
Unassigned:	<u>13,492,043</u>	-	-	-	-	<u>13,492,043</u>
<u>Total Fund Balances</u>	<u>17,417,906</u>	<u>3,928,782</u>	<u>811,620</u>	<u>1,210,633</u>	<u>1,039,348</u>	<u>24,408,289</u>

LAS ANIMAS COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
For the Fiscal Year Ended December 31, 2022

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NOTE 2    SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N.    GASB Statement No. 54 (Continued)

Fund Balance Classification Policies and Procedures (Continued)

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

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

O.    GASB 87 - Leases

On January 1, 2022 Las Animas County adopted GASB 87, Leases. The County will comply with GASB 87 on all leases that are individually and aggregately material to the financial statements.

Leases are defined as a contractual agreement that conveys control of the right to use another entity's nonfinancial asset (the underlying asset) as specified in the contract for a period of time in an exchange or exchange-like transaction. The lease term is defined as the period during which a lessee has a noncancelable right to use an underlying asset, plus any applicable periods covered by any renewal options that are reasonably certain to be exercised, or options to terminate that are not reasonably certain to be exercised. Contracts that transfer ownership of the underlying asset are recognized as financed purchases in the financial statements. Leases that have a maximum term of less than 12 months are considered short-term leases. Short-term lease payments are recognized in the period of payment.

As a lessor, the County recognizes a lease receivable and a corresponding deferred inflow of resources. At the commencement of a lease, the lease receivable is recorded at the net present value of the future fixed lease payments, discounted at either the explicit interest rate in the agreement or the County's incremental borrowing rate at lease inception. The account "deferred inflow-leases" is recognized as inflows (revenue) on a straight-line basis over the term of the lease.

As a lessee, the County recognizes a lease payable and an intangible right-to-use lease asset. At the commencement of a lease, the lease payable is recorded at the net present value of the future fixed lease payments, discounted at either the explicit interest rate in the agreement or the County's incremental borrowing rate at lease inception. The right-to-use leased asset is initially recorded at the amount of the lease liability plus any prepayments less lease incentives received prior to lease commencement. The right-to-use leased asset is amortized on a straight-line basis over the term of the lease or the asset's useful life for leases where the County is reasonably certain that the bargain purchase option will be exercised.

LAS ANIMAS COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
For the Fiscal Year Ended December 31, 2022

NOTE 3    RECEIVABLES

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

	<u>General Fund</u>	<u>Road and Bridge Fund</u>	<u>Public Welfare Fund</u>	<u>Capital Expenditure Fund</u>	<u>Nonmajor Fund</u>	<u>Total Governmental Activities</u>
<u>Receivables-</u>						
<u>Governmental Activities</u>						
Accounts Receivables	1,051,666	273,155	-	2,251	-	1,327,072
Accrued Interest	31,010	-	-	-	-	31,010
Accrued Revenue	38,140	-	262,418	9,517	155,124	465,199
Lease Receivable	121,972	-	-	-	-	121,972
Accounts (Social Services)	-	-	2,728,957	-	-	2,728,957
Due From Other Governments	-	-	-	-	-	-
Property Tax	<u>2,180,779</u>	<u>-</u>	<u>-</u>	<u>960,560</u>	<u>-</u>	<u>3,141,339</u>
<u>Gross Receivables</u>	<u>3,423,567</u>	<u>273,155</u>	<u>2,991,375</u>	<u>972,328</u>	<u>155,124</u>	<u>7,815,549</u>
Less: Allowance for Uncollectibles	-	-	(2,719,791)	-	-	(2,719,791)
<u>Deferred Inflows</u>						
Property Tax	<u>(2,180,779)</u>	<u>-</u>	<u>-</u>	<u>(960,560)</u>	<u>-</u>	<u>(3,141,339)</u>
<u>Total Receivables</u>	<u>1,242,788</u>	<u>273,155</u>	<u>271,584</u>	<u>11,768</u>	<u>155,124</u>	<u>1,954,419</u>
<u>Airport Fund</u>						
<u>Receivables-</u>						
<u>Business-Type Activities</u>						
Accounts Receivables		19,913				
Accrued Revenue		56,537				
Other		-				
<u>Gross Receivables</u>		<u>76,450</u>				
Less: Allowance for Uncollectibles		-				
<u>Total Receivables</u>		<u>76,450</u>				

Governmental funds report unearned revenues or deferred inflows in connection with receivables for revenues not considered available to liquidate liabilities of the current period. Governmental and enterprise funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

At December 31, 2022, the various components of unearned revenue or deferred inflows were as follows:

	<u>Unavailable</u>	<u>Unearned</u>
<u>Governmental Activities:</u>		
<u>Major Funds:</u>		
Grant drawdowns prior to meeting all eligibility requirements	-	3,374,169
Property Taxes	3,141,339	-
Leases	120,256	-
<u>Nonmajor Funds:</u>		
Grant drawdowns prior to meeting all eligibility requirements	-	-
<u>Total Governmental Activities</u>	<u>3,261,595</u>	<u>3,374,169</u>
<u>Business-Type Activities:</u>	<u>-</u>	<u>-</u>

LAS ANIMAS COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
For the Fiscal Year Ended December 31, 2022

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NOTE 4      DEFINED CONTRIBUTION PLAN

The County provides pension benefits for substantially all full time employees through a defined contribution plan of the Colorado Retirement Association. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. One year of service is required previous to participation in the Colorado Retirement Association Plan.

Employees contribute 3% of their salary to the plan with an equal amount contributed by the County. Vesting occurs at the rate of 20% per year. County contributions for, and earnings forfeited by, employees who leave employment before fully vesting are returned to the County. Forfeitures were \$21,398 during 2022 and pension expense was \$125,818. The County had no outstanding liability for this plan at year end. The County commissioners authorize the benefit terms and have the authority to amend these terms.

NOTE 5      DEFERRED COMPENSATION PLAN

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all permanent employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

In 2001, the County adopted an amendment to its Deferred Compensation Plan with Colorado Retirement Association. The adoption of the amendment was due to recent changes in the Internal Revenue Code. Specifically the amendment states that all amounts deferred under this plan, all property and rights purchased with such amounts, and all income attributable to such amounts, property or rights shall, until made available to the participant or beneficiary, be held in the Colorado Retirement Association Deferred Compensation Plan Trust for the exclusive benefit of participants and their beneficiaries. Colorado Retirement Association is trustee of the trust.

Eligible voluntary employee contributions were \$56,794 for 2022.

NOTE 6      RISK MANAGEMENT

County Workers' Compensation Pool

The County is exposed to various risks of loss related to injuries of employees while on the job. In 1986, 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 pays an annual contribution to CWCP for its workers' compensation insurance coverage. The intergovernmental agreement of formation of CWCP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year.

LAS ANIMAS COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
For the Fiscal Year Ended December 31, 2022

NOTE 6      RISK MANAGEMENT (Continued)

County Workers' Compensation Pool (Continued)

Summary audited financial information as of December 31, 2022 follows:

Assets	<u>53,672,566</u>
Liabilities	30,186,143
Fund Equity	<u>23,486,423</u>
	<u>53,672,566</u>
Revenues	11,059,698
Expenses	<u>7,809,099</u>
	3,250,599
Net Investment Income	1,008,080
Gain On Commutation	<u>-</u>
Net Income (Loss)	<u>4,258,679</u>

Colorado Counties Casualty and Property Pool

The County is exposed to various risks of loss related to property and casualty losses. During 1986, the County was unable to obtain property and liability insurance at a cost it considered to be economically justifiable. Therefore, the County jointed together with other Counties in the State of Colorado to form the Colorado Counties Casualty and Property Pool (CAPP) for its property and casualty insurance coverage. The intergovernmental agreement of formation of CAPP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year.

Summary audited financial information as of December 31, 2022 follows:

Assets	<u>26,969,688</u>
Liabilities	18,155,009
Fund Equity	<u>8,814,679</u>
	<u>26,969,688</u>
Revenues	12,086,565
Expenses	<u>12,274,918</u>
Net Income (Loss)	<u>(188,353)</u>

County Health Pool

Since 1999, the County has been a member of the County Health Pool (CHP) which is administered by County Technical Services, Inc. The CHP provides medical, dental, vision and life insurance benefits to more than 5,300 employees of 37 local government agencies. CHP is the only county-owned health plan provider in Colorado with benefits, contribution rates, and coverages determined by representatives from member counties. The CHP board meets every other month to discuss the industry, plan changes, coverages and renewal, as well as vote on appeals. In 2022, the county contribution for CHP coverage for each employee was \$651 per month which paid for the employee's medical and life insurance as well as dental and vision coverage for the entire family.

LAS ANIMAS COUNTY, COLORADO  
 NOTES TO FINANCIAL STATEMENTS  
 For the Fiscal Year Ended December 31, 2022

NOTE 6      RISK MANAGEMENT (Continued)

County Health Pool (Continued)

Summary audited financial information as of December 31, 2022 follows:

Assets	<u>21,503,364</u>
Liabilities	6,645,900
Net Position	<u>14,857,464</u>
	<u>21,503,364</u>
Revenues	59,686,818
Expenses	<u>59,175,282</u>
Increase (Decrease) in Net Position	<u>511,536</u>

NOTE 7      INTERFUND TRANSACTIONS

Interfund Receivables/Payables

Individual Fund Interfund Receivable and Payable balances at December 31, 2022 were as follows:

	<u>Due From</u>	<u>Due To</u>	<u>Repayment Period</u>	<u>Purpose</u>
<u>Governmental Activities:</u>				
General Fund	-	-		
Public Welfare Fund	-	-		
Capital Expenditure	-	-		
Other Governmental Funds	-	-		
<u>Business Type Activities:</u>				
Airport	<u>-</u>	<u>-</u>		
	<u>-</u>	<u>-</u>		

Transfers

Transfers are indicative of funding for capital projects, lease payments or debt service, subsidies of various County operations and re-allocations of special revenues. The following schedule briefly summarizes the County's transfer activity.

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
<u>Major Funds:</u>		
General	-	1,058,200
Road & Bridge	900,000	-
Public Welfare	-	-
Capital Expenditures	-	32,977
Other Governmental	80,000	80,000
Airport Fund	<u>191,177</u>	<u>-</u>
Total	<u>1,171,177</u>	<u>1,171,177</u>

LAS ANIMAS COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
For the Fiscal Year Ended December 31, 2022

NOTE 8    CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2022 was as follows:

	Balance January 1, 2022	<u>Increases</u>	<u>Decreases</u>	<u>Adjustments</u>	Balance December 31, 2022
<u>GOVERNMENTAL ACTIVITIES:</u>					
<u>Capital Assets, Not Being Depreciated:</u>					
Land	451,433	-	-	-	451,433
<u>Total Capital Assets Not Being Depreciated</u>	<u>451,433</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>451,433</u>
<u>Capital Assets, Being Depreciated:</u>					
Infrastructure	95,965,975	937,627	-	-	96,903,602
Structures & Improvements	17,516,673	1,368,244	-	-	18,884,917
Equipment	14,830,408	972,301	-	-	15,802,709
<u>Total Capital Assets, Being Depreciated</u>	<u>128,313,056</u>	<u>3,278,172</u>	<u>-</u>	<u>-</u>	<u>131,591,228</u>
<u>Less Accumulated Depreciation for:</u>					
Infrastructure	81,798,860	2,051,646	-	-	83,850,506
Structures & Improvements	11,347,144	722,833	-	-	12,069,977
Equipment	14,044,551	376,625	-	-	14,421,176
<u>Total Accumulated Depreciation</u>	<u>107,190,555</u>	<u>3,151,104</u>	<u>-</u>	<u>-</u>	<u>110,341,659</u>
<u>Total Capital Assets, Being Depreciated, Net</u>	<u>21,122,501</u>	<u>127,068</u>	<u>-</u>	<u>-</u>	<u>21,249,569</u>
<u>Governmental Activities Capital Assets, Net</u>	<u>21,573,934</u>	<u>127,068</u>	<u>-</u>	<u>-</u>	<u>21,701,002</u>
 <u>BUSINESS-TYPE ACTIVITIES</u>					
<u>Capital Assets, Not Being Depreciated:</u>					
Land	117,304	-	-	-	117,304
Water Rights	76,600	-	-	-	76,600
Construction in Progress	-	-	-	-	-
<u>Total Capital Assets, Not Being Depreciated</u>	<u>193,904</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>193,904</u>
<u>Capital Assets, Being Depreciated</u>					
Structures & Improvements	10,818,058	302,639	-	-	11,120,697
Equipment	749,025	-	-	-	749,025
<u>Total Capital Assets, Being Depreciated</u>	<u>11,567,083</u>	<u>302,639</u>	<u>-</u>	<u>-</u>	<u>11,869,722</u>
<u>Less Accumulated Depreciation for:</u>					
Structures & Improvements	3,988,193	345,488	-	-	4,333,681
Equipment	488,778	27,416	-	-	516,194
<u>Total Accumulated Depreciation</u>	<u>4,476,971</u>	<u>372,904</u>	<u>-</u>	<u>-</u>	<u>4,849,875</u>
<u>Total Capital Assets, Being Depreciated, Net</u>	<u>7,090,112</u>	<u>(70,265)</u>	<u>-</u>	<u>-</u>	<u>7,019,847</u>
<u>Business-Type Activities Capital Assets, Net</u>	<u>7,284,016</u>	<u>(70,265)</u>	<u>-</u>	<u>-</u>	<u>7,213,751</u>

LAS ANIMAS COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
For the Fiscal Year Ended December 31, 2022

NOTE 8      CAPITAL ASSETS (Continued)

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

Governmental Activities:

General Government	509,050
Public Safety	351,324
Auxiliary Services	72,143
Roads and Bridges	2,206,744
Public Welfare	<u>11,843</u>
<u>Total Depreciation Expense – Governmental Activities</u>	<u>3,151,104</u>

Business-Type Activities

Airport	<u>372,904</u>
<u>Total Depreciation Expense – Business-Type Activities</u>	<u>372,904</u>

NOTE 9      LONG-TERM DEBT

Long-term liabilities at December 31, 2022 consisted of the following:

	<u>Balance</u> <u>01-01-22</u>	<u>Additions</u> <u>Accretions</u>	<u>Retirement</u>	<u>Balance</u> <u>12-31-22</u>	<u>Amounts Due</u> <u>Within One Year</u>
<u>Governmental Activities</u>					
<u>Capital Lease Obligations</u>					
Energy Retrofit	15,209	-	15,209	-	-
Vehicles	124,961	-	61,694	63,267	63,267
Compensated Absences (Note 2)	<u>390,063</u>	<u>43,508</u>	<u>19,125</u>	<u>414,446</u>	<u>-</u>
<u>Total Governmental</u> <u>Activities – Long Term</u> <u>Liabilities</u>	<u>530,233</u>	<u>43,508</u>	<u>96,028</u>	<u>477,713</u>	<u>63,267</u>

Lease Purchases

Terms and transactions of lease agreements are as follows:

The County entered into a lease financing agreement for the following:

<u>Description</u>	<u>Cost</u>	<u>Interest</u> <u>Rate</u>	<u>Annual</u> <u>Payment</u>	<u>Number of</u> <u>Payments</u>	<u>First Payment</u> <u>Date</u>
Vehicles- Sheriff Dept.	\$250,000	2.55%	\$64,880	4	3/13/2020

LAS ANIMAS COUNTY, COLORADO  
 NOTES TO FINANCIAL STATEMENTS  
 For the Fiscal Year Ended December 31, 2022

NOTE 9      LONG-TERM DEBT (Continued)

Annual debt service requirements to maturity for the lease purchase agreement are as follows:

Vehicles – General Fund:

	<u>Year</u>	<u>Annual Payment</u>	<u>Principal</u>	<u>Interest</u>
	2023	<u>64,880</u>	<u>63,267</u>	<u>1,613</u>
		<u>64,880</u>	<u>63,267</u>	<u>1,613</u>
Less Amount Representing Interest		<u>(1,613)</u>		
Present Value of Future Minimum Lease Payments		<u>63,267</u>		

NOTE 10      NET POSITION/FUND BALANCES

The government-wide and business-type activities fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets (net of related debt), restricted and unrestricted.

- *Net Investment In Capital Assets* – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.
- *Restricted Net Position* – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.
- *Unrestricted Net Position* – This category represents net position of the County, not restricted for any project or other purpose.

As of December 31, 2022, restricted fund balance for emergencies is described below:

- *Emergencies* – Cash and investments of approximately \$660,000 are available as Emergency Reserves as required by Article X, Section 20 of the Constitution of the State of Colorado (See Note 11).

NOTE 11    CONTINGENCIES - TAX, SPENDING AND DEBT LIMITATIONS

In November 1992, the voters of Colorado approved Amendment 1, commonly known as the Taxpayer's Bill of Rights (TABOR), which adds a new Section 20 to Article X of the Colorado Constitution. TABOR contains tax, spending, revenue and debt limitations which apply to the State of Colorado and all local governments.

Enterprises, defined as government-owned businesses authorized to issue revenue bonds and receiving less than 10% of annual revenue in grants from all state and local governments combined, are excluded from the provisions of TABOR.

The initial base for local government spending and revenue limits is 1992 Fiscal Year Spending. Future spending and revenue limits are determined based on the prior year's Fiscal Year Spending adjusted for allowable increases based upon inflation and local growth. Fiscal Year Spending is generally defined as expenditures plus reserve increases with certain exceptions. Revenue in excess of the Fiscal Year Spending limit must be refunded unless the voters approve retention of such revenue.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 1% of Fiscal Year Spending (excluding bonded debt service) in 1993, 2% in 1995 and 3% thereafter. Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

TABOR requires, with certain exceptions, voters approval prior to imposing new taxes, increasing a tax rate, increasing a mill levy above that for the prior year, extending an expiring tax, or implementing a tax policy change directly causing a net tax revenue gain to any local government.

On November 1, 2005, the registered voters approved a ballot resolution authorizing Las Animas County to accept, retain, and spend, for use as the board of County Commissioners deem appropriate, the full proceeds and revenues received from any and all grants awarded to Las Animas County, from any source, in the year 2006 and each year thereafter without affecting property tax revenues collected by Las Animas County.

On November 7, 2017, the registered voters approved a ballot resolution authorizing Las Animas County to receive, retain, and spend in the year 2020 and each subsequent year, all revenues, including investment income, it receives from its mill levy, without raising the tax rate above the current level of 9.357 mills, as a voter-approved revenue change without limitation or condition under article X, section 20 of the Colorado Constitution (TABOR) or any other law.

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

The County's management believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of the provisions, including the interpretation of how to calculate Fiscal Year Spending Limits (and qualification as an Enterprise) will require judicial interpretation.

LAS ANIMAS COUNTY, COLORADO  
 NOTES TO FINANCIAL STATEMENTS  
 For the Fiscal Year Ended December 31, 2022

NOTE 12    LITIGATION

As of December 31, 2022, the County was involved in various claims in which no formal lawsuit has been filed. An evaluation as to outcome was not possible as of the audit date.

NOTE 13    COMMITMENTS AND CONTINGENCIES

Grants

The County recognizes as revenue grant monies received as reimbursement for costs incurred in certain Federal and State programs it administers. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the Federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

NOTE 14    CASH AND INVESTMENTS

The County's cash at year-end consisted of deposits in financial institutions and was entirely covered by federal depository insurance or by collateral held by the financial institutions as their agent in the County's name. Collateral is held under provisions of the Public Deposit Protection Act of 1975. This act requires pledged collateral to be clearly identified as security for public deposits and it requires that the pledging financial institution certify to the secured governmental unit that it is secured and indicate the location of the collateral. In the event of default or insolvency on the part of the pledging financial institution, the custodian will surrender the collateral to the state bank commissioner. A breakdown of cash deposits and certificates of deposit follows:

At December 31, 2022, the County's bank balance and corresponding carrying balance were as follows:

	<u>Bank Balance</u>	<u>Carrying Balance</u>
Insured FDIC	750,000	750,000
Uninsured, Collateralized Under the Public Deposit Protection Act of the State of Colorado	28,776,299	28,443,297
Cash on Hand	-	1,298
<u>Total Cash and Deposits</u>	<u>29,526,299</u>	<u>29,194,595</u>
 <u>Recap</u>		
Cash	18,452,209	
Certificates of Deposit	7,906,034	
Cash – Custodial Funds	<u>2,836,352</u>	
<u>Total</u>	<u>29,194,595</u>	

As presented above, deposits with a bank balance of \$28,776,299 and a carrying balance of 28,443,297 as of December 31, 2022 are uninsured, are exposed to custodial risk, and are collateralized with securities held by the pledging financial institution.

LAS ANIMAS COUNTY, COLORADO  
 NOTES TO FINANCIAL STATEMENTS  
 For the Fiscal Year Ended December 31, 2022

NOTE 15 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The governmental funds balance sheet includes a reconciliation between *fund balances – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. Additionally, the governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net change in fund balances – total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide financial statement of activities.

These reconciliations detail items that require adjustment to convert from the current resources measurement and modified accrual basis for governmental fund statements to the economic resources management and full accrual basis used for government-wide statements.

Eliminations:

	<u>Transfers</u>	<u>Transfers</u>
	<u>In</u>	<u>Out</u>
General Fund	-	900,000
Road and Bridge Fund	900,000	-
Jail Facility Fund	-	80,000
Jail Improvement Fund	<u>80,000</u>	<u>-</u>
	<u>980,000</u>	<u>980,000</u>

NOTE 16 LEASES

**Lease Receivables**

The County has two lease receivables at December 31, 2022. The County has a lease with the State of Colorado for office space for the Department of Motor Vehicles. The lease commenced on July 1, 2020 and will expire on June 30, 2025. The monthly rents on the lease started at \$515.10 with a small annual increase each year. There was no stated interest rate within the lease agreement.

The County also has a lease with San Isabel Cellular for cell tower space. The lease commenced on July 24, 2009 with a term of 5 years and can be automatically extended for 4 additional 5 year terms. Rents for the first year of the lease were \$9,000 per year with a 10% increase for each additional 5 year term. There was no stated interest rate within the lease agreement.

Future minimum rental payments to be received under the leases are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	13,839	3,470	17,309
2024	14,260	3,049	17,309
2025	11,514	2,635	14,149
2026	8,636	2,353	10,989
2027	8,899	2,090	10,989
2028-2032	48,725	6,221	54,946
2033-2034	<u>16,099</u>	<u>385</u>	<u>16,484</u>
	<u>121,972</u>	<u>20,203</u>	<u>142,175</u>

LAS ANIMAS COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
For the Fiscal Year Ended December 31, 2022

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NOTE 16    LEASES (Continued)

**Lease Liabilities**

The County has entered into various leases as a lessee for the use of office equipment. These leases vary in the nature, substance, terms and conditions dependent upon the asset being leased. Beginning FY 2022, leases are presented in the financial statements and accompanying footnotes in accordance with GASB 87. GASB 87 requires leases be categorized as either short-term (12 months or less in length, including renewal options) or long-term. In determining future minimum lease payments and receipts, the County includes the right to extend option terms in the non-cancelable lease term. Short-term lease transactions are reflected in the government wide and fund financial statements.

The following is a schedule of future minimum lease payments for lease liabilities as of December 31, 2022.

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	20,145	2,306	22,451
2024	16,912	1,557	18,469
2025	14,313	952	15,265
2026	11,839	400	12,239
2027	<u>4,157</u>	<u>50</u>	<u>4,207</u>
	<u>67,366</u>	<u>5,265</u>	<u>72,631</u>

The County did not restate beginning balances related to the GASB 87 lease activity. Leases were recorded at their current balances as of the date of transition.

REQUIRED SUPPLEMENTARY INFORMATION

General Fund – Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual

Road and Bridge – Special Revenue Fund – Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual

Public Welfare – Special Revenue Fund – Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual

Capital Expenditures – Special Revenue Fund – Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual

LAS ANIMAS COUNTY, COLORADO  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended December 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance-
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<u>REVENUES</u>				
Taxes	7,034,974	7,034,974	10,058,789	3,023,815
Licenses and Permits	4,000	4,000	2,750	(1,250)
Intergovernmental Revenue	2,838,522	2,838,522	711,518	(2,127,004)
Charges for Services	1,057,900	1,057,900	1,255,871	197,971
Interest Revenues	110,000	110,000	127,635	17,635
Miscellaneous Revenue	<u>686,000</u>	<u>686,000</u>	<u>193,895</u>	<u>(492,105)</u>
<u>TOTAL REVENUE</u>	<u>11,731,396</u>	<u>11,731,396</u>	<u>12,350,458</u>	<u>619,062</u>
<u>EXPENDITURES</u>				
General Government	6,118,602	6,118,602	3,401,331	2,717,271
Public Safety	4,328,637	4,328,637	2,749,693	1,578,944
Health Services	291,338	291,338	291,338	-
Auxiliary Services	233,010	233,010	201,150	31,860
Intergovernmental	246,000	246,000	1,505,209	(1,259,209)
Debt Service	-	-	64,880	(64,880)
Contingency	<u>250,000</u>	<u>250,000</u>	<u>-</u>	<u>250,000</u>
<u>TOTAL EXPENDITURES</u>	<u>11,467,587</u>	<u>11,467,587</u>	<u>8,213,601</u>	<u>3,253,986</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	<u>263,809</u>	<u>263,809</u>	<u>4,136,857</u>	
<u>OTHER FINANCING SOURCES (USES)</u>				
Lease Purchase Proceeds	-	-	-	-
Operating Transfers In (Out)	<u>(850,000)</u>	<u>(850,000)</u>	<u>(1,058,200)</u>	<u>(208,200)</u>
<u>Total Other Financing Sources (Uses)</u>	<u>(850,000)</u>	<u>(850,000)</u>	<u>(1,058,200)</u>	<u>(208,200)</u>
<u>TOTAL REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</u>	<u>(586,191)</u>	<u>(586,191)</u>	<u>3,078,657</u>	
<u>FUND BALANCE, Beginning</u>	<u>11,107,106</u>	<u>11,107,106</u>	<u>14,339,249</u>	
<u>FUND BALANCE, Ending</u>	<u>10,520,915</u>	<u>10,520,915</u>	<u>17,417,906</u>	

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

LAS ANIMAS COUNTY, COLORADO  
SPECIAL REVENUE FUND - ROAD AND BRIDGE FUND  
SCHEDULE OF REVENUE, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended December 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>REVENUE</u>				
Property Tax Revenue				
Delinquent Property Taxes	-	-	-	-
Total Property Tax Revenue	-	-	-	-
Intergovernmental Revenue				
Highway Users Tax	2,621,296	2,621,296	2,887,567	266,271
Energy Impact Grant	1,350,000	1,350,000	400,000	(950,000)
Mineral Lease Rights	95,000	95,000	246,328	151,328
CDOT	-	-	155,600	155,600
M.V. Registration	25,000	25,000	23,235	(1,765)
Noxious Weed	-	-	-	-
HUTF Faster (SB 09-108)	600,000	600,000	452,928	(147,072)
Taylor Grazing Act & Bankhead Jones	300	300	143	(157)
Severance Tax	4,800	4,800	567,513	562,713
Total Intergovernmental Revenue	<u>4,696,396</u>	<u>4,696,396</u>	<u>4,733,314</u>	<u>36,918</u>
Miscellaneous Revenue				
Miscellaneous	1,657,002	1,657,002	39,792	(1,617,210)
Total Miscellaneous Revenue	<u>1,657,002</u>	<u>1,657,002</u>	<u>39,792</u>	<u>(1,617,210)</u>
<u>TOTAL REVENUES</u>	<u>6,353,398</u>	<u>6,353,398</u>	<u>4,773,106</u>	<u>(1,580,292)</u>
<u>EXPENDITURES</u>				
Salaries	1,779,436	1,779,436	1,352,526	426,910
Retirement & Fringe Benefits	510,062	510,062	325,148	184,914
Office Supplies	68,000	68,000	20,773	47,227
Operating Supplies	867,500	867,500	764,959	102,541
Repairs & Maintenance Road Equipment	348,000	348,000	351,115	(3,115)
Insurance and Bonds	121,000	121,000	125,576	(4,576)
Public Utility Service	95,100	95,100	75,903	19,197
Capital Outlay	640,000	640,000	784,939	(144,939)
Road Construction	2,779,300	2,779,300	1,232,504	1,546,796
Weed Expense	15,000	15,000	-	15,000
Radio/Communication	10,000	10,000	2,234	7,766
Telephone & Postage	8,000	8,000	24,014	(16,014)
Lease Purchase Principal	-	-	-	-
Lease Purchase Interest	-	-	-	-
Miscellaneous	12,000	12,000	11,911	89
<u>TOTAL EXPENDITURES</u>	<u>7,253,398</u>	<u>7,253,398</u>	<u>5,071,602</u>	<u>2,181,796</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	<u>(900,000)</u>	<u>(900,000)</u>	<u>(298,496)</u>	
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers In	900,000	900,000	900,000	-
<u>TOTAL REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</u>	-	-	601,504	
<u>FUND BALANCE, Beginning</u>	-	-	3,327,278	
<u>FUND BALANCE, Ending</u>	-	-	<u>3,928,782</u>	

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

LAS ANIMAS COUNTY, COLORADO  
SPECIAL REVENUE FUND - PUBLIC WELFARE FUND  
SCHEDULE OF REVENUE, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended December 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance-
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<u>REVENUES</u>				
<u>Intergovernmental Revenue</u>				
Taxes Allocated From County	-	-	900,647	-
County Portion of Social Programs	-	-	(741,217)	-
Aid to the Needy	-	-	114,227	-
Child Care	-	-	297,396	-
Child Support	-	-	386,986	-
State and Federal Incentives	-	-	147,426	-
Colorado Works	-	-	611,726	-
Child Welfare Services	-	-	1,797,889	-
Core Services	-	-	264,092	-
CMP	-	-	27,000	-
Food Assistance Program	-	-	10,416,573	-
HCA	-	-	6,108	-
L.E.A.P.	-	-	1,102,917	-
Medicaid Transportation	-	-	-	-
Old Age Pension	-	-	387,306	-
County Administration	-	-	800,768	-
Adult Protection	-	-	160,525	-
Single Entry Point	-	-	595,336	-
<u>TOTAL REVENUES</u>	<u>24,767,726</u>	<u>24,767,726</u>	<u>17,275,705</u>	<u>(7,492,021)</u>
<u>EXPENDITURES</u>				
Aid to the Needy	180,000	180,000	114,227	65,773
Child Care	417,423	417,423	297,396	120,027
Child Support	359,538	359,538	386,986	(27,448)
State and Federal Incentives	-	-	2,600	(2,600)
Colorado Works	795,479	795,479	611,726	183,753
Child Welfare Services	1,717,125	1,717,125	1,797,889	(80,764)
Core Services	329,617	329,617	264,092	65,525
Food Assistance Program	17,527,329	17,527,329	10,416,573	7,110,756
HCA	19,410	19,410	6,108	13,302
L.E.A.P.	728,493	728,493	1,102,917	(374,424)
Medicaid Transportation	-	-	-	-
Old Age Pension	641,542	641,542	387,306	254,236
County Administration	1,037,346	1,037,346	800,768	236,578
Adult Protection	296,659	296,659	160,525	136,134
Single Entry Point	670,000	670,000	595,336	74,664
CMP	-	-	27,000	(27,000)
Other	47,765	47,765	-	47,765
<u>TOTAL EXPENDITURES</u>	<u>24,767,726</u>	<u>24,767,726</u>	<u>16,971,449</u>	<u>7,796,277</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	-	-	304,256	
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer In (Out)	-	-	-	-
<u>TOTAL REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</u>	-	-	304,256	
FUND BALANCE, Beginning	-	-	507,364	
FUND BALANCE, Ending	-	-	<u>811,620</u>	

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

LAS ANIMAS COUNTY, COLORADO  
SPECIAL REVENUE FUND  
CAPITAL EXPENDITURE FUND  
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended December 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Taxes	571,330	571,330	667,316	95,986
Intergovernmental	1,148,000	1,148,000	583,947	(564,053)
Other Revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Total Revenues</u>	<u>1,719,330</u>	<u>1,719,330</u>	<u>1,251,263</u>	<u>(468,067)</u>
<u>EXPENDITURES</u>				
General Government	-	-	21,189	(21,189)
Capital Outlay	2,123,983	2,123,983	1,192,850	931,133
Debt Service	<u>-</u>	<u>-</u>	<u>15,233</u>	<u>(15,233)</u>
<u>Total Expenditures</u>	<u>2,123,983</u>	<u>2,123,983</u>	<u>1,229,272</u>	<u>894,711</u>
<u>REVENUE OVER (UNDER) EXPENDITURES</u>	<u>(404,653)</u>	<u>(404,653)</u>	<u>21,991</u>	
<u>OTHER FINANCING SOURCES (USES)</u>				
Contract Proceeds	-	-	-	-
Transfer In (Out)	<u>(31,918)</u>	<u>(31,918)</u>	<u>(32,977)</u>	<u>(1,059)</u>
<u>Total Other Financing Sources (Uses)</u>	<u>(31,918)</u>	<u>(31,918)</u>	<u>(32,977)</u>	<u>(1,059)</u>
<u>TOTAL REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</u>	<u>(436,571)</u>	<u>(436,571)</u>	<u>(10,986)</u>	
<u>FUND BALANCE, Beginning</u>	<u>1,314,076</u>	<u>1,314,076</u>	<u>1,221,619</u>	
<u>FUND BALANCE, Ending</u>	<u>877,505</u>	<u>877,505</u>	<u>1,210,633</u>	

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

### Proprietary Fund – Business Type Activities

Enterprise Funds – used to account for operations that are financed and operated in a manner similar to private business enterprise, where the intent is that the costs (including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. Enterprise funds are considered major funds because of community interests in the activities and sources of funding supporting these operations.

Airport Fund – this fund accounts for all financial activities associated with the County's airport.

### NON MAJOR GOVERNMENTAL FUNDS

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

Jail Facility Fund – to account for sales taxes assessed for specific purposes.

Conservation Trust Fund – to account for the operations of a conservation trust fund financed by the state. Contributions are to be used for the improvement of park and recreation facilities.

LEAF and DUI – to account for the operations of the County LEAP program. Financing is provided by DUI fees.

Capital Projects Fund – account for financial resources created by the issuance of bonded indebtedness and to be used for major capital projects.

Jail Capital Projects Fund – this fund accounts for expenditures from sales tax proceeds for a major capital project. The revenues and expenditures of this fund are controlled by State Statute and the debt ordinance.

LAS ANIMAS COUNTY, COLORADO  
 AIRPORT – PROPRIETARY FUND  
 SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
 BUDGET (GAAP BASIS) AND ACTUAL  
 Year Ended December 31, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>OPERATING REVENUES</u>				
Fuel Sales	205,000	205,000	305,284	100,284
Hangar Rental	22,000	22,000	21,143	(857)
Other Revenues	<u>25,650</u>	<u>25,650</u>	<u>50,586</u>	<u>24,936</u>
<u>Total Operating Revenues</u>	<u>252,650</u>	<u>252,650</u>	<u>377,013</u>	<u>124,363</u>
<u>OPERATING EXPENSES</u>				
Salaries	44,680	44,680	46,378	(1,698)
Employee Benefits	12,704	12,704	12,691	13
Cost of Sales	180,000	180,000	261,356	(81,356)
Public Utility Service	13,000	13,000	18,384	(5,384)
Office Expense & Supplies	6,300	6,300	20,539	(14,239)
Depreciation	320,000	320,000	372,904	(52,904)
Contractual Agreements & Leases	2,700	2,700	2,455	245
Telephone	800	800	1,279	(479)
Maintenance	19,600	19,600	54,022	(34,422)
Insurance	36,068	36,068	36,069	(1)
Other	<u>341,567</u>	<u>341,567</u>	<u>-</u>	<u>341,567</u>
<u>Total Operating Expenses</u>	<u>977,419</u>	<u>977,419</u>	<u>826,077</u>	<u>151,342</u>
<u>OPERATING INCOME (LOSS) BEFORE OTHER SOURCES</u>				
	<u>(724,769)</u>	<u>(724,769)</u>	<u>(449,064)</u>	
<u>NON OPERATING REVENUES (EXPENSES)</u>				
Grants Revenue	156,449	156,449	157,755	(1,306)
Transfers In	<u>181,918</u>	<u>181,918</u>	<u>191,177</u>	<u>(9,259)</u>
<u>Total Non Operating Revenues (Expenses)</u>	<u>338,367</u>	<u>338,367</u>	<u>348,932</u>	<u>(10,565)</u>
<u>CHANGES IN NET POSITION</u>				
	<u>(386,402)</u>	<u>(386,402)</u>	<u>(100,132)</u>	
<u>NET POSITION, Beginning</u>				
	<u>5,434,908</u>	<u>5,434,908</u>	<u>7,435,562</u>	
<u>NET POSITION, Ending</u>				
	<u>5,048,506</u>	<u>5,048,506</u>	<u>7,335,430</u>	

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

LAS ANIMAS COUNTY, COLORADO  
 COMBINING BALANCE SHEET  
 NON MAJOR GOVERNMENTAL FUNDS  
 December 31, 2022

	<u>Special Revenue Funds</u>			<u>Capital Projects Fund</u>	Total Non-Major Governmental Funds
	<u>Jail Facility</u>	<u>Conservation Trust</u>	<u>LEAF &amp; DUI</u>	<u>Jail Improvement</u>	
<u>ASSETS</u>					
Cash and Equivalents	267,327	460,294	5,221	154,211	887,053
Grant Receivable	-	-	-	155,124	155,124
Due From Other Funds	-	-	-	-	-
<u>TOTAL ASSETS</u>	<u>267,327</u>	<u>460,294</u>	<u>5,221</u>	<u>309,335</u>	<u>1,042,177</u>
<u>LIABILITIES AND FUND EQUITY</u>					
<u>Liabilities</u>					
Accounts Payable	-	-	-	2,829	2,829
<u>Total Liabilities</u>	-	-	-	<u>2,829</u>	<u>2,829</u>
<u>Fund Balances:</u>					
Nonspendable:					
Inventories	-	-	-	-	-
Prepaid Expense	-	-	-	-	-
Restricted:					
Emergencies	-	-	-	-	-
Roads and Bridges	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Parks and Recreation	-	460,294	-	-	460,294
Public Safety	267,327	-	5,221	306,506	579,054
Committed:					
Unanticipated Obligations	-	-	-	-	-
Assigned:					
Roads and Bridges	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Public Works	-	-	-	-	-
Unassigned:					
<u>Total Fund Balances</u>	<u>267,327</u>	<u>460,294</u>	<u>5,221</u>	<u>306,506</u>	<u>1,039,348</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>267,327</u>	<u>460,294</u>	<u>5,221</u>	<u>309,335</u>	<u>1,042,177</u>

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

LAS ANIMAS COUNTY, COLORADO  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 NON MAJOR GOVERNMENTAL FUNDS  
 Year Ended December 31, 2022

	<u>Special Revenue Fund</u>			<u>Capital Projects Fund</u>	<u>Total Non-Major Governmental Funds</u>
	<u>Jail Facility</u>	<u>Conservation Trust</u>	<u>LEAF &amp; DUI</u>	<u>Jail Improvement</u>	
<u>REVENUES</u>					
Taxes	-	-	-	-	-
Intergovernmental Revenues	-	68,283	-	155,124	223,407
Other Revenues	-	6,519	1,781	-	8,300
<u>Total Revenues</u>	<u>-</u>	<u>74,802</u>	<u>1,781</u>	<u>155,124</u>	<u>231,707</u>
<u>EXPENDITURES</u>					
Capital Outlay	-	10,783	-	175,348	186,131
Social Services	-	-	-	-	-
Public Safety	-	-	-	13,257	13,257
Debt Service	-	-	-	-	-
Other	-	5,138	-	-	5,138
<u>Total Expenditures</u>	<u>-</u>	<u>15,921</u>	<u>-</u>	<u>188,605</u>	<u>204,526</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	<u>-</u>	<u>58,881</u>	<u>1,781</u>	<u>(33,481)</u>	<u>27,181</u>
<u>OTHER FINANCING SOURCES (USES)</u>					
Capital Lease Proceeds	-	-	-	-	-
Operating Transfers In (Out)	(80,000)	-	-	80,000	-
<u>Total Other Financing Sources (Uses)</u>	<u>(80,000)</u>	<u>-</u>	<u>-</u>	<u>80,000</u>	<u>-</u>
<u>TOTAL REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</u>	<u>(80,000)</u>	<u>58,881</u>	<u>1,781</u>	<u>46,519</u>	<u>27,181</u>
<u>FUND BALANCE, Beginning</u>	<u>347,327</u>	<u>401,413</u>	<u>3,440</u>	<u>259,987</u>	<u>1,012,167</u>
<u>FUND BALANCE, Ending</u>	<u>267,327</u>	<u>460,294</u>	<u>5,221</u>	<u>306,506</u>	<u>1,039,348</u>

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

LAS ANIMAS COUNTY, COLORADO  
SPECIAL REVENUE FUND  
JAIL FACILITY FUND  
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended December 31, 2022

	<u>Budgeted Amounts</u> <u>Original &amp; Final</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)
<u>REVENUE</u>			
State Tax Revenue	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
<u>Total Revenues</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>EXPENDITURES</u>			
Other	<u>-</u>	<u>-</u>	<u>-</u>
<u>Total Expenditures</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	-	-	
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers (Out)	<u>(100,000)</u>	<u>(80,000)</u>	<u>20,000</u>
<u>REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</u>	<u>(100,000)</u>	<u>(80,000)</u>	
<u>FUND BALANCE, Beginning</u>	<u>347,327</u>	<u>347,327</u>	
<u>FUND BALANCE, Ending</u>	<u>247,327</u>	<u>267,327</u>	

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

LAS ANIMAS COUNTY, COLORADO  
SPECIAL REVENUE FUND  
CONSERVATION TRUST FUND  
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended December 31, 2022

	<u>Budgeted Amounts</u> <u>Original &amp; Final</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)
<u>REVENUE</u>			
Intergovernmental - Lottery	59,000	68,283	9,283
Other Revenue	<u>2,200</u>	<u>6,519</u>	<u>4,319</u>
<u>Total Revenues</u>	<u>61,200</u>	<u>74,802</u>	<u>13,602</u>
<u>EXPENDITURES</u>			
Capital Outlay	311,200	10,783	300,417
Other	<u>-</u>	<u>5,138</u>	<u>(5,138)</u>
<u>Total Expenditures</u>	<u>311,200</u>	<u>15,921</u>	<u>295,279</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	(250,000)	58,881	
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers (Out)	<u>-</u>	<u>-</u>	<u>-</u>
<u>REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</u>	(250,000)	58,881	
<u>FUND BALANCE, Beginning</u>	<u>389,398</u>	<u>401,413</u>	
<u>FUND BALANCE, Ending</u>	<u>139,398</u>	<u>460,294</u>	

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

LAS ANIMAS COUNTY, COLORADO  
SPECIAL REVENUE FUND  
LEAF AND DUI FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
Year Ended December 31, 2022

	<u>Budgeted Amounts</u> <u>Original &amp; Final</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
<u>REVENUE</u>			
DUI Fees	1,200	1,781	581
<u>Total Revenues</u>	<u>1,200</u>	<u>1,781</u>	<u>581</u>
 <u>EXPENDITURES</u>			
Miscellaneous	4,200	-	4,200
<u>Total Expenditures</u>	<u>4,200</u>	<u>-</u>	<u>4,200</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES</u>	 (3,000)	 1,781	
 <u>FUND BALANCE, Beginning</u>	 3,241	 3,440	
 <u>FUND BALANCE, Ending</u>	 <u>241</u>	 <u>5,221</u>	

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

LAS ANIMAS COUNTY, COLORADO  
 JAIL - CAPITAL PROJECTS FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 Year Ended December 31, 2022

	<u>Budgeted Amounts</u> <u>Original &amp; Final</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)
<u>Revenue</u>			
Intergovernmental Revenues	-	155,124	155,124
<u>Total Revenues</u>	-	155,124	155,124
<u>Expenditures</u>			
Capital Outlay	356,212	175,348	180,864
Maintenance & Repairs	-	13,257	(13,257)
<u>Total Expenditures</u>	356,212	188,605	167,607
<u>Revenues Over (Under) Expenditures</u>	(356,212)	(33,481)	
<u>Other Financing Sources (Uses)</u>			
Transfers In (Out)	100,000	80,000	(20,000)
<u>Total Other Financing Sources (Uses)</u>	100,000	80,000	(20,000)
<u>Net Change in Fund Balance</u>	(256,212)	46,519	
<u>Fund Balance, Beginning</u>	256,212	259,987	
<u>Fund Balance, Ending</u>	-	306,506	

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

OTHER SCHEDULES

LOCAL HIGHWAY FINANCE REPORT

STATE:  
COLORADO  
YEAR ENDING (mm/yy):  
12/22

This Information From The Records Of:  
LAS ANIMAS COUNTY

Prepared By:  
KRISTEE COBERLY - 719-845-2564

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. EXPENDITURES FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
<b>A. Receipts from local sources:</b>		<b>A. Local highway expenditures:</b>	
1. Local highway-user taxes		1. Capital outlay (from page 2)	\$ 1,936,688.00
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	\$ 1,968,939.00
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	
2. General fund appropriations		b. Snow and ice removal	\$ 492,235.00
3. Other local imposts (from page 2)	\$ -	c. Other	
4. Miscellaneous local receipts (from page 2)	\$ 972,266.00	d. Total (a. through c.)	\$ 492,235.00
5. Transfers from toll facilities		4. General administration & miscellaneous	\$ 673,741.00
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	\$ 5,071,603.00
b. Bonds - Refunding Issues		<b>B. Debt service on local obligations:</b>	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	\$ -	a. Interest	
7. Total (1 through 6)	\$ 972,266.00	b. Redemption	
<b>B. Private Contributions</b>		c. Total (a. + b.)	\$ -
<b>C. Receipts from State government (from page 2)</b>	\$ 4,700,697.00	2. Notes:	
<b>D. Receipts from Federal Government (from page 2)</b>	\$ 143.00	a. Interest	
<b>E. Total receipts (A.7 + B + C + D)</b>	\$ 5,673,106.00	b. Redemption	
		c. Total (a. + b.)	\$ -
		3. Total (1.c + 2.c)	\$ -
		<b>C. Payments to State for highways</b>	
		<b>D. Payments to toll facilities</b>	
		<b>E. Total expenditures (A.6 + B.3 + C + D)</b>	\$ 5,071,603.00

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
<b>A. Bonds (Total)</b>				\$ -
1. Bonds (Refunding Portion)				\$ -
<b>B. Notes (Total)</b>				\$ -

V. LOCAL ROAD AND STREET FUND BALANCE (RECEIPTS AND DISBURSEMENTS ONLY)

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	\$ 3,327,279.00	\$ 5,673,106.00	\$ 5,071,603.00	\$ 3,928,782.00	\$ -

LOCAL HIGHWAY FINANCE REPORT

STATE:  
COLORADO  
YEAR ENDING (mm/yy):  
12/22

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 Assesments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other		g. Other Misc. Receipts	\$ 72,266.00
6. Total (1. through 5.)	\$ -	h. Other Transfer from PILT	\$ 900,000.00
c. Total (a. + b.)	\$ -	i. Total (a. through h.)	\$ 972,266.00
<i>(Carry forward to page 1)</i>		<i>(Carry forward to page 1)</i>	

ITEM	AMOUNT	ITEM	AMOUNT
<b>C. Receipts from State Government</b>		<b>D. Receipts from Federal Government</b>	
1. Highway-user taxes (from Item I.C.5.)	\$ 3,340,495.00	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	\$ 23,235.00	d. Federal Transit Administration	
d. DOLA Grant	\$ 400,000.00	e. U.S. Corps of Engineers	
e. Other-CDOT & St. Mineral/Serveran	\$ 936,967.00	f. Other Federal Taylor Gra	\$ 143.00
f. Total (a. through e.)	\$ 1,360,202.00	g. Total (a. through f.)	\$ 143.00
4. Total (1. + 2. + 3.f)	\$ 4,700,697.00	3. Total (1. + 2.g)	\$ 143.00
<i>(Carry forward to page 1)</i>		<i>(Carry forward to page 1)</i>	

III. EXPENDITURES 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			\$ -
b. Engineering Costs			\$ -
c. Construction:			
(1). New Facilities			\$ -
(2). Capacity Improvements			\$ -
(3). System Preservation			\$ -
(4). System Enhancement And Operation		\$ 1,936,688.00	\$ 1,936,688.00
(5). Total Construction (1)+(2)+(3)+(4)	\$ -	\$ 1,936,688.00	\$ 1,936,688.00
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.4)	\$ -	\$ 1,936,688.00	\$ 1,936,688.00
<i>(Carry forward to page 1)</i>			

Notes and Comments:

LAS ANIMAS COUNTY DEPARTMENT OF HUMAN SERVICES  
REQUIRED SUPPLEMENTAL INFORMATION (RSI)  
December, 2022

CATEGORY	A COUNTY EBT AUTHORIZATIONS	B COUNTY SHARE OF AUTHORIZATIONS	C WARRANT ISSUED BY COUNTY DEPT	A + C = D TOTAL COUNTY WARRANT ISSUE & AUTHORIZATIONS	B + C = E TOTAL COUNTY DEPT EXPENDITURES
<b>Colorado Works</b>					
Administration			\$ 205,647.09	\$ 205,647.09	\$ 205,647.09
Non-ADM - Client Payment				\$ -	\$ -
EBT (Non ADM)	\$ 406,078.82			\$ 406,078.82	\$ -
<b>Total Colorado Works</b>	\$ 406,078.82	\$ -	\$ 205,647.09	\$ 611,725.91	\$ 205,647.09
<b>Child Care</b>					
EBT / MOE	\$ 256,941.79			\$ 256,941.79	\$ -
Administration			\$ 40,454.37	\$ 40,454.37	\$ 40,454.37
TANF Transfer				\$ -	\$ -
<b>Total Child Care</b>	\$ 256,941.79	\$ -	\$ 40,454.37	\$ 297,396.16	\$ 40,454.37
<b>Child Welfare</b>					
Administration 100%			\$ 120,207.35	\$ 120,207.35	\$ 120,207.35
Administration 80/20%			\$ 559,549.12	\$ 559,549.12	\$ 559,549.12
TANF Transfer				\$ -	\$ -
Res Mental Health	\$ 42,832.91			\$ 42,832.91	\$ -
Foster Care OOH	\$ 583,033.05			\$ 583,033.05	\$ -
Related Child Care	\$ 23,774.18			\$ 23,774.18	\$ -
SubAdopt	\$ 431,313.49			\$ 431,313.49	\$ -
Relative Guardianship	\$ -			\$ -	\$ -
Case Services	\$ 63,955.94			\$ 63,955.94	\$ -
<b>Total Child Welfare</b>	\$ 1,144,909.57	\$ -	\$ 679,756.47	\$ 1,824,666.04	\$ 679,756.47
<b>Total County Administration</b>			\$ 800,767.52	\$ 800,767.52	\$ 800,767.52
<b>Core Services</b>				\$ -	\$ -
Mental Health			\$ 25,295.00	\$ 25,295.00	\$ 25,295.00
ADAD				\$ -	\$ -
Special Economic Asst	\$ -			\$ -	\$ -
Core Other EBT/EFT	\$ -		\$ 3,069.32	\$ 3,069.32	\$ 3,069.32
Core Other - 100%			\$ 134,003.49	\$ 134,003.49	\$ 134,003.49
Core 80/20%			\$ 101,724.49	\$ 101,724.49	\$ 101,724.49
<b>Total Core Services</b>	\$ -	\$ -	\$ 264,092.30	\$ 264,092.30	\$ 264,092.30
<b>Total Child Support Enforce</b>			\$ 386,985.77	\$ 386,985.77	\$ 386,985.77
<b>Total LEAP</b>	\$ 1,102,567.47			\$ 1,102,917.22	\$ -
<b>Total Aid to Needy Disabled</b>	\$ 114,227.10			\$ 114,227.10	\$ -
<b>Total A.N.D. HCA</b>				\$ -	\$ -
<b>Total O.A.P HCA</b>	\$ 2,960.00			\$ 2,960.00	\$ -
<b>Total SSI - HCA</b>	\$ 3,147.70			\$ 3,147.70	\$ -
<b>Total Old Age Pension</b>	\$ 387,305.80			\$ 387,305.80	\$ -
<b>Total Food Assist Fraud</b>	\$ 2,600.00			\$ 2,600.00	\$ -
<b>Total FA Benefits &amp; Collect</b>	\$ 10,416,573.07			\$ 10,416,573.07	\$ -
<b>FA Job Search</b>				\$ -	\$ -
<b>Total Chaffee Indep Living</b>				\$ -	\$ -

LAS ANIMAS COUNTY DEPARTMENT OF HUMAN SERVICES  
 REQUIRED SUPPLEMENTAL INFORMATION (RSI)  
 December, 2022

CATEGORY	A COUNTY EBT AUTHORIZATIONS	B COUNTY SHARE OF AUTHORIZATIONS	C WARRANT ISSUED BY COUNTY DEPT	A + C = D TOTAL COUNTY WARRANT ISSUE & AUTHORIZATIONS	B + C = E TOTAL COUNTY DEPT EXPENDITURES
Total Co Wide Cost Alloc				\$ -	\$ -
Medicaid Transportation				\$ -	\$ -
Single Entry Point			\$ 595,336.46	\$ 595,336.46	\$ 595,336.46
Other Local Sources				\$ -	\$ -
General Assistance				\$ -	\$ -
Commodities				\$ -	\$ -
Total Other Sources				\$ -	\$ -
IV-E Revenue SB-80 Non-ADM - Client Payment				\$ -	\$ -
Parental Fees SB-94 Non-ADM - Client Pay			\$ 223.10	\$ 223.10	\$ 223.10
Inter Care Mgmt Grant				\$ -	\$ -
Workload Study				\$ -	\$ -
IV-E Waiver Kinship Support				\$ -	\$ -
Foster Care / Adoption Recr				\$ -	\$ -
Adult Protection			\$ 160,524.97	\$ 160,524.97	\$ 160,524.97

\$ 16,971,449.12

SINGLE AUDIT SECTION

164 E. MAIN  
TRINIDAD, COLORADO 81082  
(719) 846-9241 FAX (719) 846-3352

**INDEPENDENT AUDITOR'S 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***

The Board of County Commissioners  
Las Animas County  
Trinidad, Colorado 81082

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 Las Animas County as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise Las Animas County's basic financial statements, and have issued our report thereon dated June 28, 2023.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Las Animas County's internal control over financial reporting (internal control) to determine the 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 Las Animas County's internal control. Accordingly, we do not express an opinion on the effectiveness of the Las Animas County's internal control.

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

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

## Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Las Animas 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### Purpose of this Report

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



June 28, 2023

164 E. MAIN  
TRINIDAD, COLORADO 81082  
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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL  
OVER COMPLIANCE REQUIRED BY UNIFORM GUIDANCE**

The Board of County Commissioners  
Las Animas County  
Trinidad, Colorado 81082

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Las Animas County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Las Animas County's major federal programs for the year ended December 31, 2022. Las Animas County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Las Animas County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2022.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the audit requirements of title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Las Animas 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 each major federal program. Our audit does not provide a legal determination of Las Animas 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 Las Animas County's federal programs.

**Auditor's 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 Las Animas 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 generally accepted auditing standards, *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 Las Animas County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *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 Las Animas 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 Las Animas 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 Las Animas 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.

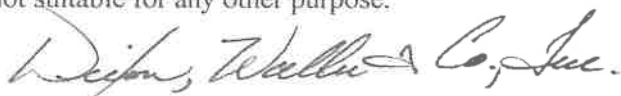
### **Report on Internal Control Over Compliance**

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 Auditor's 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.



June 28, 2023

LAS ANIMAS COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended December 31, 2022

---

**SUMMARY OF AUDITOR'S RESULTS:**

**Report**

An unmodified report has been issued on the financial statements of Las Animas County.

**Internal Control – Financial Statements**

No conditions were disclosed by the audit that are considered to be a material weakness. No significant deficiencies not considered a material weakness were identified.

**Noncompliance – Financial Statements**

No instances of noncompliance in amounts material to the financial statements of Las Animas County were disclosed by the audit.

**Internal Control – Federal Awards**

No conditions were disclosed by the audit that are considered to be a material weakness. No significant deficiencies not considered a material weakness were identified.

**Report on Compliance – Major Programs**

An unmodified report has been issued on Las Animas County compliance for major programs.

**Audit Findings**

No audit findings requiring disclosure in accordance with 2 CFR Section 200.516(a) were disclosed by the audit.

**Major Programs**

Epidemiology and Laboratory Capacity for Infectious Diseases (ALN 93.323)  
Temporary Assistance for Needy Families (ALN 93.558)  
Airport Improvement Program CARES CRF (ALN 20.106)

**Dollar Threshold to Distinguish Type A and Type B Programs**

\$750,000

**Qualification as low-risk auditee**

Las Animas County qualified as a low risk auditee for 2022.

LAS ANIMAS COUNTY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended December 31, 2022

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**SUMMARY OF AUDITOR'S RESULTS: (continued)**

**Findings – GAGAS**

None.

**Findings – Federal Awards**

None

LAS ANIMAS COUNTY, COLORADO  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
Year Ended December 31, 2022

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NONE

**LAS ANIMAS COUNTY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ended December 31, 2022**

<i>Federal Grantor/Program or Cluster Title</i>	<i>ALN</i>	<i>Pass-through Grantor</i>	<i>Passed-through to Subrecipients</i>	<i>Federal Expenditures</i>
<b>477 Cluster-Cluster</b>				
Department of Health and Human Services Temporary Assistance for Needy Families (477 Cluster)		COLORADO DEPARTMENT OF HUMAN RESOURCES		522,401
Temporary Assistance for Needy Families (477 Cluster)	93.558		0	522,401
Total Temporary Assistance for Needy Families (477 Cluster)				522,401
<i>Total Department of Health and Human Services</i>				522,401
<b>CCDF Cluster-Cluster</b>				
Department of Health and Human Services Child Care and Development Block Grant		COLORADO DEPARTMENT OF HUMAN RESOURCES		124,478
Child Care and Development Block Grant	93.575		0	124,478
Total Child Care and Development Block Grant				124,478
Child Care Mandatory and Matching Funds of the Child Care and Development Fund		COLORADO DEPARTMENT OF HUMAN RESOURCES		85,064
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596		0	85,064
Total Child Care Mandatory and Matching Funds of the Child Care and Development Fund				209,542
<i>Total Department of Health and Human Services</i>				209,542
<b>Total CCDF Cluster-Cluster</b>				
<b>Disability Insurance/SSI Cluster-Cluster</b>				
Social Security Administration Supplemental Security Income				400
Supplemental Security Income	96.006		0	400
Total Supplemental Security Income				400
<i>Total Social Security Administration</i>				400
<b>Total Disability Insurance/SSI Cluster-Cluster</b>				
<b>Highway Safety Cluster-Cluster</b>				
Department of Transportation National Priority Safety Programs		COLORADO DEPARTMENT OF TRANSPORTATION		12,562
National Priority Safety Programs	20.616		0	12,562
Total National Priority Safety Programs				12,562
<i>Total Department of Transportation</i>				12,562
<b>Total Highway Safety Cluster-Cluster</b>				
<b>Medicaid Cluster-Cluster</b>				
Department of Health and Human Services Medical Assistance Program		COLORADO DEPARTMENT OF HUMAN SERVICES STATE DEPARTMENT OF HEALTHCARE POLICY AND FINANCE		334,847
Medical Assistance Program	93.778		0	297,668
Medical Assistance Program	93.778		86,469	632,515
Total Medical Assistance Program				632,515
<i>Total Department of Health and Human Services</i>				632,515
<b>Total Medicaid Cluster-Cluster</b>				
<b>SNAP Cluster-Cluster</b>				
United States Department of Agriculture Supplemental Nutrition Assistance Program		COLORADO DEPARTMENT OF HUMAN RESOURCES		1,234
Supplemental Nutrition Assistance Program	10.551		0	1,234
Total Supplemental Nutrition Assistance Program				1,234
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program		COLORADO DEPARTMENT OF HUMAN RESOURCES		226,791
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561		0	226,791
Total State Administrative Matching Grants for the Supplemental Nutrition Assistance Program				228,025
<i>Total United States Department of Agriculture</i>				228,025
<b>Total SNAP Cluster-Cluster</b>				
<b>Other Programs</b>				

**LAS ANIMAS COUNTY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ended December 31, 2022**

<i>Federal Grantor/Program or Cluster Title</i>	<i>ALN</i>	<i>Pass-through Grantor</i>	<i>Passed-through to Subrecipients</i>	<i>Federal Expenditures</i>
Department of Homeland Security				
Emergency Management Performance Grants				19,568
Emergency Management Performance Grants	97.042		0	19,568
Total Emergency Management Performance Grants				
BRIC: Building Resilient Infrastructure and Communities				36,724
BRIC: Building Resilient Infrastructure and Communities	97.047		0	36,724
Total BRIC: Building Resilient Infrastructure and Communities				
Homeland Security Grant Program				27,195
Homeland Security Grant Program	97.067		0	27,195
Total Homeland Security Grant Program				83,487
<i>Total Department of Homeland Security</i>				
United States Department of Justice				
Public Safety Partnership and Community Policing Grants				436
Public Safety Partnership and Community Policing Grants	16.710		0	436
Total Public Safety Partnership and Community Policing Grants				
Edward Byrne Memorial Justice Assistance Grant Program				21,780
Edward Byrne Memorial Justice Assistance Grant Program	16.738		0	21,780
Total Edward Byrne Memorial Justice Assistance Grant Program				22,216
<i>Total United States Department of Justice</i>				
Department of Transportation				
Airport Improvement Program CARES CRF				127,835
Airport Improvement Program CARES CRF	20.106		0	127,835
Total Airport Improvement Program CARES CRF				127,835
<i>Total Department of Transportation</i>				
Department of Health and Human Services				
Guardianship Assistance				
Guardianship Assistance	93.090	COLORADO DEPARTMENT OF HUMAN RESOURCES	0	14,226
Total Guardianship Assistance				14,226
Injury Prevention and Control Research and State and Community Based Programs				1,129
Injury Prevention and Control Research and State and Community Based Programs	93.136		0	1,129
Total Injury Prevention and Control Research and State and Community Based Programs				1,129
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)				
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323		0	155,124
Total Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)				155,124
Child Support Enforcement				
Child Support Enforcement	93.563	COLORADO DEPARTMENT OF HUMAN RESOURCES	0	259,126
Total Child Support Enforcement				259,126
Low-Income Home Energy Assistance				
Low-Income Home Energy Assistance	93.568	COLORADO DEPARTMENT OF HUMAN RESOURCES	0	506,553
Total Low-Income Home Energy Assistance				506,553
Stephanie Tubbs Jones Child Welfare Services Program				
Stephanie Tubbs Jones Child Welfare Services Program	93.645	COLORADO DEPARTMENT OF HUMAN RESOURCES	0	21,157
Total Stephanie Tubbs Jones Child Welfare Services Program				21,157
Foster Care Title IV-E				
Foster Care Title IV-E	93.658	COLORADO DEPARTMENT OF HUMAN RESOURCES	0	358,430
Total Foster Care Title IV-E				358,430
Adoption Assistance				
Adoption Assistance	93.659	COLORADO DEPARTMENT OF HUMAN RESOURCES	0	232,845
Total Adoption Assistance				232,845
Social Services Block Grant				

**LAS ANIMAS COUNTY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ended December 31, 2022**

<i>Federal Grantor/Program or Cluster Title</i>	<i>ALN</i>	<i>Pass-through Grantor</i>	<i>Passed-through to Subrecipients</i>	<i>Federal Expenditures</i>
Social Services Block Grant	93.667	COLORADO DEPARTMENT OF HUMAN RESOURCES		53,002
Total Social Services Block Grant			0	53,002
Elder Abuse Prevention Interventions Program				4,028
Elder Abuse Prevention Interventions Program	93.747			4,028
Total Elder Abuse Prevention Interventions Program			0	4,028
<i>Total Department of Health and Human Services</i>				
<i>Department of the Treasury</i>				
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS				
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	Direct		1,217
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	COLORADO DEPARTMENT OF HUMAN SERVICES		18,301
Total CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS			0	19,518
<i>Total Department of the Treasury</i>				
<i>Total Other Programs</i>				
<i>Total Expenditures of Federal Awards</i>			<u>\$ 86,469</u>	<u>\$ 3,464,121</u>

LAS ANIMAS COUNTY, COLORADO  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended December 31, 2022

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NOTE 1    BASIS OF PRESENTATION

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

NOTE 2    NON-CASH ASSISTANCE

Electronic Benefits Transfer

The County has implemented the Electronic Benefits Transfer Program (EBT) and the following federal awards were received under this program:

1. Low-Income Energy Assistance Program (LEAP),
2. Child Welfare Eligibility and Tracking System (CWEST),
3. Child Care Automated Tracking Systems (CHATS),
4. Colorado Automated Food Stamp System (CAFSS),
5. Temporary Assistance to Needy Families (TANF),
6. Aid to Needy Disabled (AND).

Under this program, Counties authorize welfare payments to clients and/or vendors and subsequently the State bills the County for the County's local share. Non-monetary assistance provided for these programs has been either reported in the schedule at amounts provided by the Colorado Department of Human Services or on the modified accrual basis of accounting.

NOTE 3    SINGLE ENTRY POINT PROGRAM

\$86,469 of Single Entry Point federal monies were passed through to Huerfano County during 2022. The cash basis of accounting was used to recognize the pass through of these program monies.

NOTE 4    FOOD ASSISTANCE – SNAP

A county must NOT report expenditures for SNAP benefits in its SEFA or its SF-SAC. This is because SNAP benefits are provided exclusively by electronic benefits transfer (EBT). In an EBT environment, there is no pass-through of Federal funds for SNAP benefits as these funds do not pass through the hands of county agencies. Rather, benefits are processed and expenditures determined by State-level EBT systems. With respect to counties, therefore, SNAP benefits do not meet the definitions of “Federal Award” and “Federal Financial Assistance”.

NOTE 5    INDIRECT COSTS

The County has elected not to use the 10 percent de minimis indirect cost rate.