

DOLORES COUNTY, COLORADO

Accountants' Reports
and
Basic Financial Statements

December 31, 2024

DOLORES COUNTY, COLORADO

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INDEPENDENT AUDITOR'S REPORT

To the Board of County Commissioners
Dolores County, Colorado
Dove Creek, Colorado 81324

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Dolores County, Colorado, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise Dolores County, Colorado'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 Dolores County, Colorado, as of December 31, 2024, 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Dolores County, Colorado 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 Dolores County, Colorado'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 opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Dolores County Colorado'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 Dolores County, Colorado'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

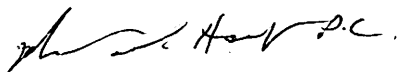
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3–13 and 40–45 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Dolores County, Colorado's basic financial statements. The accompanying combining and individual nonmajor fund financial statements, budgetary comparison schedules, local highway finance report 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, budgetary comparison schedules, local highway finance report and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 12, 2025 on our consideration of Dolores County Colorado'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 Dolores County, Colorado'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 Dolores County, Colorado's internal control over financial reporting and compliance.



Majors and Haley P.C.
August 12, 2025

DOLORES COUNTY, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended December 31, 2024

FINANCIAL HIGHLIGHTS

Key financial highlights for the County in 2024 are as follows:

- In total, net position increased by \$401,882. Net position of governmental activities increased by \$414,860, which represents a 1.5 percent increase from 2023. Net position of business type activities decreased \$12,978 or 1.2 percent from 2023.
- General revenues accounted for \$5,312,728 in revenue or 48 percent of all revenues. Program specific revenues in the form of charges for services, grants and contributions accounted for \$5,790,568 million or 52 percent of total revenues of \$11,103,296.
- Governmental activities total assets decreased by \$275,113. Total liabilities decreased by \$446,811. Deferred inflows of resources decreased by \$243,162.
- The County incurred \$10,491,190 million in expenses related to governmental activities. \$5,716,713 of these expenses were offset by program specific charges for services, grants and contributions. General revenues (primarily property taxes and mineral leasing funds) of \$5,193,170 were adequate to cover the balance of the costs of these programs.
- Among the major funds, the General Fund had \$5,058,769 in revenues and \$4,499,972 in expenditures including transfers. It's fund balance increased by \$558,797 from \$9,800,937 to \$10,359,734.
- Net position of the Enterprise Fund decreased from \$1,076,081 to \$1,063,103.

DOLORES COUNTY, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended December 31, 2024

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts: management's discussion and analysis, the basic financial statements, required supplementary information, and other supplementary information. The basic financial statements include two kinds of statements that present different views of the County.

- The first two statements are County-wide financial statements that provide both short-term and long-term information about the County's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the County, reporting the County's operations in more detail than the County-wide statements.
- The governmental funds statements tell how basic services such as general government were financed in the short-term as well as what remains for future spending.
- Proprietary funds statements offer short-term and long-term financial information about the activities the County operates like businesses, such as weed control services.
- Fiduciary funds statements provide information about the financial relationships in which the County acts solely as a trustee or agent for the benefit of others.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplemental information that further explains and supports the financial statements with a comparison of the County's budget for the year.

County-wide Statements

The County-wide statements report information about the County as a whole using accounting methods similar to those used by private companies. The statement of net position includes all of the County's assets, deferred outflows of

DOLORES COUNTY, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended December 31, 2024

resources, liabilities and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two County-wide statements report the County's net position and how it has changed. Net position (the difference between the County's assets, deferred inflows of resources, and liabilities and deferred outflows of resources) is one way to measure the County's financial position.

- Over time, increases or decreases in the County's net position are an indicator of whether its financial position is improving or deteriorating.
- To assess the County's overall health, you need to consider additional non-financial factors such as changes in the County's property tax base and the condition of county facilities.

In the County-wide financial statements, the County's activities are divided into two categories:

- **Governmental activities-** Most of the County's basic services are included here, such as general government, public works, public safety, public health and culture and recreation. These activities are financed mainly through property taxes and operating grants.
- **Business-type activities-** The County charges fees to help cover the costs of certain services it provides. The County's weed control operation is included here.

Fund Financial Statements

The fund financial statements provide more detailed information about the County's funds, focusing on its most significant or "major" funds, not the County as a whole. Funds are accounting devices the County uses to keep track of specific sources of funding and spending on particular programs. Some funds are required to be established by state law. However, the County establishes many other funds to help it manage and control its finances to achieve certain results.

The County uses three types of funds:

DOLORES COUNTY, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended December 31, 2024

- **Governmental funds-** Most of the County's basic services are included in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the County's general operations and the services it provides. Governmental fund information helps one determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. Because this information does not encompass the additional long-term focus of the County-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.
- **Proprietary funds-** Services for which the County charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the County-wide financial statements. The County's enterprise funds (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information such as cash flow analysis.
- **Fiduciary funds-** The County is the agent, or fiduciary, for assets that belong to others, such as the Agency Fund. The County is responsible for ensuring that the assets reported in this fund are used only for their intended purposes and by those to whom the assets belong. The County excludes these activities from the County-wide financial statements because it cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Total assets decreased by \$303,101. Total liabilities decreased by \$447,243. Deferred inflows of resources decreased by \$257,740.

The County's combined net position was larger on December 31, 2024 than it was at December 31, 2023, increasing by 1.4 percent to \$29,651,783. All of the increase came from its governmental activities, the net position of which increased \$414,860 to \$28,588,680. The net position of the County's business type activities decreased \$12,978 to \$1,063,103.

DOLORES COUNTY, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended December 31, 2024

Table 1 provides a summary of the County's net position for 2024 compared to 2023:

Table 1
Condensed Statement of Net Position
(In millions)

	Governmental Activities		Business-type Activities		Total County	
	2024	2023	2024	2023	2024	2023
Assets						
Current assets	\$ 19.970	\$ 19.768	\$ 1.060	\$ 1.068	\$ 21.030	\$ 20.836
Capital assets	13.570	14.047	0.104	0.123	13.674	14.170
Total assets	33.540	33.815	1.164	1.191	34.704	35.006
Liabilities						
Current liabilities	2.156	1.651	0.002	0.002	2.158	1.653
Noncurrent liabilities	0.408	1.360			0.408	1.360
Deferred inflows of resources	2.387	2.630	0.099	0.113	2.486	2.743
Net Position						
Net investment capital assets	11.312	11.592	0.104	0.123	11.416	11.715
Nonspendable-Inventories	0.458	0.462			0.458	0.462
Restricted	6.859	6.719			6.859	6.719
Unrestricted	9.960	9.401	0.959	0.953	10.919	10.354
Total net position	\$ 28.589	\$ 28.174	\$ 1.063	\$ 1.076	\$ 29.652	\$ 29.250

DOLORES COUNTY, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended December 31, 2024

Table 2 shows the changes in net position for fiscal year 2024 compared to 2023.

Table 2
Changes in Net Position
(In millions)

	Governmental Activities		Business-type Activities		Total County	
	2024	2023	2024	2023	2024	2023
Revenues						
Program revenues						
Charges for services	\$ 0.896	\$ 0.664	\$ 0.074	\$ 0.040	\$ 0.970	\$ 0.704
Operating grants	4.821	5.595			4.821	5.595
Capital grants	-	0.063			-	0.063
General revenues						
Property taxes	2.951	2.521	0.113	0.090	3.064	2.611
Mineral leasing	0.513	0.283			0.513	0.283
Other	1.729	1.547	0.006	0.007	1.735	1.554
Total revenues	10.910	10.673	0.193	0.137	11.103	10.810
Expenses						
General government	2.655	2.391			2.655	2.391
Public safety	1.554	1.346			1.554	1.346
Public works	3.094	2.985	0.206	0.192	3.300	3.177
Public health and welfare	2.937	3.214			2.937	3.214
Culture and recreation	0.222	0.213			0.222	0.213
Depreciation-unallocated	0.029	0.028			0.029	0.028
Total expenses	10.491	10.177	0.206	0.192	10.697	10.369
Change in supply inventory	(0.004)	0.125			(0.004)	0.125
Increase (decrease) in net position	\$ 0.415	\$ 0.621	\$ (0.013)	\$ (0.055)	\$ 0.402	\$ 0.566

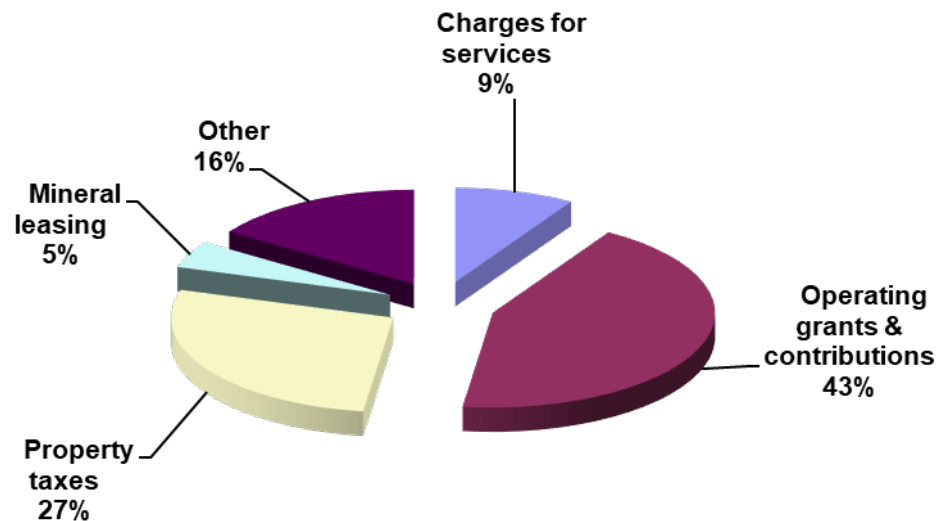
DOLORES COUNTY, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended December 31, 2024

Operating grants and property taxes accounted for most of the County's total revenue, with each contributing 43 percent and 27 percent respectively (See Table 3). Another 9 percent came from charges for services and the remainder from mineral leasing and other sources.

The County's expenses are predominately related to public works, (30.8 percent), general government (24.8 percent) and public health and welfare (27.5 percent) (See Table 4).

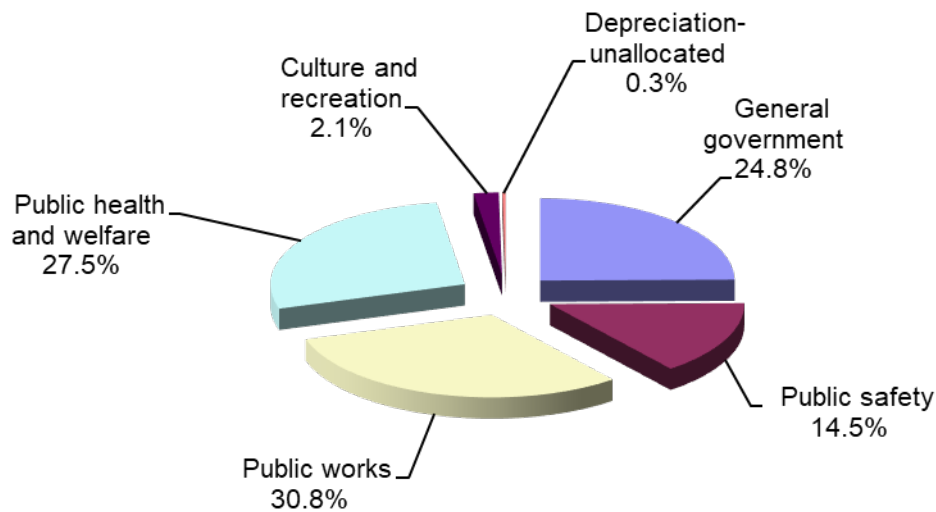
Table 3
Sources of Revenue for Fiscal Year 2024



DOLORES COUNTY, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended December 31, 2024

Table 4
Expenses for Fiscal Year 2024



Governmental Activities

The primary sources of operating revenue for the County come from operating grants and general property taxes. The County receives approximately 70 percent of this funding from these sources while the remaining amounts come from charges for services and other general revenues.

The statement of activities shows the cost of program services and the charges for services and grants offsetting those service costs. Table 5 shows, for governmental activities, the total cost of services and net cost of services. That is, it identifies the cost of these services supported by general revenues including general property taxes.

DOLORES COUNTY, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended December 31, 2024

Table 5
Government Activities
(In millions)

	Total Cost of Services		Net Cost of Services	
	2024	2023	2024	2023
General government	\$ 2.655	\$ 2.391	\$ 2.382	\$ 1.392
Public safety	1.554	1.346	1.078	1.100
Public works	3.095	2.985	0.677	0.804
Public health and welfare	2.936	3.214	0.449	0.380
Culture and recreation	0.222	0.213	0.160	0.151
Depreciation-unallocated	0.029	0.028	0.029	0.028
Total	<u>\$ 10.491</u>	<u>\$ 10.177</u>	<u>\$ 4.775</u>	<u>\$ 3.855</u>

- The cost of all governmental activities during the year was \$10.491 million.
- Some of the cost was financed by the users of the County's programs (\$.896million)
- Federal and state government subsidized certain programs with grants and contributions (\$4.821 million).
- However, \$5.194 million was financed by state and county taxpayers. This portion of governmental activities was financed with \$2.951 million in property taxes, \$.514 million in mineral leasing and \$1.729 in other general revenues.

DOLORES COUNTY, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended December 31, 2024

Business-type Activities

Business-type activities are made up of the Mandatory Pest Control District. This program had revenues of \$193,413 and expenses of \$206,391. Business-type activities received \$119,413 in property and specific ownership taxes.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Information about the County's major funds starts on page 16. These funds are accounted for using the modified accrual basis of accounting. All governmental funds have total revenues and other financing sources of \$11.022 million and expenditures and other financing uses of \$10.323 million.

General Fund Budgetary Highlights

The County's budget is prepared according to Colorado law and is based on accounting for certain transactions on a basis of cash receipts and disbursements. The most significant budgeted fund is the General Fund.

Over the course of the year, the County made no revisions to the annual operating budget.

- Actual revenues were \$140,209 less than budget, primarily because the County budgeted for certain grant revenue that was not received.
- Actual expenditures were \$430,736 less than budget primarily for the fact that the County budgeted conservatively on expenditures.

CAPITAL ASSET ADMINISTRATION

By the end of 2024, the County has invested \$21.848 million in land, buildings, and equipment (including vehicles), of this total, \$21.449 million was from governmental activities.

Table 6 shows capital assets for 2024 compared to 2023:

DOLORES COUNTY, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) For the Year Ended December 31, 2024

Table 6
Capital Assets at December 31
(In millions)

	Governmental Activities		Business-Type Activities		Total County	
	2024	2023	2024	2023	2024	2023
Land	\$ 0.223	\$ 0.223			\$ 0.223	\$ 0.223
Buildings	12.446	12.386			12.446	12.386
Equipment	8.780	8.599	\$ 0.399	\$ 0.399	9.179	8.998
Total	<u>\$ 21.449</u>	<u>\$ 21.208</u>	<u>\$ 0.399</u>	<u>\$ 0.399</u>	<u>\$ 21.848</u>	<u>\$ 21.607</u>

Additional information on the County's capital assets can be found in the Notes to the Financial Statements on page 33 of this report.

FACTORS BEARING ON THE COUNTY'S FUTURE

At the time these financial statements were prepared and audited, the County is not aware of any existing circumstances that could significantly affect its financial health in the future.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide the County's citizens, taxpayers, and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Dolores County Administration Office, P.O. Box 608 Dove Creek, Colorado 81324.

DOLORES COUNTY, COLORADO
Statement of Net Position

December 31, 2024

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	
Assets				
Cash	\$ 17,034,609	\$ 851,881	\$ 17,886,490	\$ 304,073
Property taxes receivable	2,386,935	98,591	2,485,526	117,485
Other receivables	19,280		19,280	
Due from other governments	68,636		68,636	970
Inventory	458,561	109,097	567,658	
Investment in water tap	2,350		2,350	
Capital assets	21,448,750	399,041	21,847,791	
Accumulated depreciation	(7,878,853)	(295,104)	(8,173,957)	
Total capital assets, net of depreciation	13,569,897	103,937	13,673,834	
Total Assets	33,540,268	1,163,506	34,703,774	422,528
Liabilities				
Accounts payable	232,464	1,812	234,276	
Payments in arrears	19,280		19,280	
Unearned grant revenue	54,629		54,629	
Long term liabilities				
Due in less than one year	1,850,165		1,850,165	
Due in more than one year	408,115		408,115	
Total Liabilities	2,564,653	1,812	2,566,465	-
Deferred Inflows of Resources				
Unearned property tax revenue	2,386,935	98,591	2,485,526	117,485
Net Position				
Invested in capital assets, net of related debt	11,311,617	103,937	11,415,554	
Nonspendable				
Inventories	458,561		458,561	
Restricted				
Cancer treatments	20,658		20,658	
TABOR	400,000		400,000	8,000
Public health and welfare	1,715,027		1,715,027	
Public works	3,081,631		3,081,631	
Parks and recreation	40,791		40,791	
Contingencies	1,600,661		1,600,661	
Unrestricted	9,959,734	959,166	10,918,900	297,043
Total Net Position	\$ 28,588,680	\$ 1,063,103	\$ 29,651,783	\$ 305,043

The accompanying notes are an integral part of this statement.

DOLORES COUNTY, COLORADO
Statement of Activities

For the Year Ended December 31, 2024

	Program Revenues				Net (Expenses) Revenue And Changes in Net Position			
					Primary Government			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business- type Activities	Total	Component Unit
Governmental Activities								
General government	\$ 2,655,137	\$ 259,811	\$ 13,262		\$ (2,382,064)		\$ (2,382,064)	
Public safety	1,554,018	106,983	368,968		(1,078,067)		(1,078,067)	
Public works	3,094,439	308,619	2,108,865		(676,955)		(676,955)	
Public health and welfare	2,936,441	177,962	2,309,773		(448,706)		(448,706)	
Culture and recreation	222,005	42,556	19,914		(159,535)		(159,535)	
Depreciation-unallocated	29,150				(29,150)		(29,150)	
Total Governmental Activities	10,491,190	895,931	4,820,782	-	(4,774,477)		(4,774,477)	
Business-Type Activities								
Mandatory Pest Control District	206,391	73,855				\$ (132,536)	(132,536)	
Total Business-Type Activities	206,391	73,855	-			(132,536)	(132,536)	
Total Primary Government	\$ 10,697,581	\$ 969,786	\$ 4,820,782	\$ -	(4,774,477)	(132,536)	(4,907,013)	
Component Unit								
Library	\$ 143,940							\$ (143,940)
Total Component Units	\$ 143,940	\$ -	\$ -	\$ -				(143,940)
General Revenues								
Property tax for general purposes					2,682,395	113,250	2,795,645	112,212
Property tax for Quality of Life					268,891		268,891	
Specific Ownership tax for general purposes					147,137	6,163	153,300	5,993
Specific Ownership tax for Quality of Life					14,383		14,383	
Lodgers Tax					125,631		125,631	
Severance Tax					45,928		45,928	
Delinquent tax and interest					3,854	66	3,920	
Delinquent tax and interest Quality of Life					417		417	
Intergovernmental								
Motor Vehicle License Fees					8,302		8,302	
Mineral Leasing					513,627		513,627	
Payment in Lieu of Taxes					199,991		199,991	
Impact Assistance					4,167	79	4,246	
Earnings on investments					896,155		896,155	10,953
Reimbursements					219,024		219,024	
Miscellaneous					63,268		63,268	423
Total General Revenues					5,193,170	119,558	5,312,728	129,581
Changes in Net Position					418,693	(12,978)	405,715	(14,359)
Net Position Beginning of the Year					28,173,820	1,076,081	29,249,901	319,402
Increase (decrease) in inventories					(3,833)		(3,833)	
Net Position End of the Year					\$ 28,588,680	\$ 1,063,103	\$ 29,651,783	\$ 305,043

The accompanying notes are an integral part of this statement.

DOLORES COUNTY, COLORADO

Balance Sheet Governmental Funds

December 31, 2024

	General Fund	Road and Bridge Fund	Social Services Fund	Other Governmental Funds	Total Governmental Funds
Assets					
Cash	\$ 10,459,458	\$ 3,194,528	\$ 1,269,244	\$ 2,111,379	\$ 17,034,609
Property taxes receivable	1,681,867	400,039	185,018	120,011	2,386,935
Other receivables			19,280		19,280
Due from other governments			35,743	32,893	68,636
Inventory		458,561			458,561
Investment in water tap	2,350				2,350
Total Assets	\$ 12,143,675	\$ 4,053,128	\$ 1,509,285	\$ 2,264,283	\$ 19,970,371
Liabilities					
Accounts payable	\$ 102,074	\$ 112,897		\$ 17,493	\$ 232,464
Unearned grant revenue			\$ 54,629		54,629
Payments in arrears			19,280		19,280
Total Liabilities	102,074	112,897	73,909	17,493	306,373
Deferred Inflows of Resources					
Unearned property tax revenue	1,681,867	400,039	185,018	120,011	2,386,935
Fund Balances					
Nonspendable					
Inventories		458,561			458,561
Restricted					
Cancer treatments				20,658	20,658
TABOR	400,000				400,000
Public health and welfare			1,250,358	464,669	1,715,027
Public works		3,081,631			3,081,631
Parks and recreation				40,791	40,791
Contingencies				1,600,661	1,600,661
Unrestricted					
Assigned for future year's expenditures	9,908,118				9,908,118
Unassigned	51,616				51,616
Total Fund Balances	10,359,734	3,540,192	1,250,358	2,126,779	17,277,063
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 12,143,675	\$ 4,053,128	\$ 1,509,285	\$ 2,264,283	\$ 19,970,371

Reconciliation of the Governmental Funds Balance Sheet with the Statement of Net Position

Total Fund Balance Governmental Funds \$ 17,277,063

Amounts reported for governmental activities in the Statement of Net Assets are different because

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.

Capital assets	\$ 21,448,750	
Accumulated depreciation	(7,878,853)	
		13,569,897

Long term liabilities are not due and payable in the current period and therefore, they are not reported in the governmental funds balance sheet.

Due within one year	(1,850,165)	
Due in more than one year	(408,115)	
		(2,258,280)

Total Net Position Governmental Activities \$ 28,588,680

The accompanying notes are an integral part of this statement.

DOLORES COUNTY, COLORADO
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds

For the Year Ended December 31, 2024

	General Fund	Road and Bridge Fund	Social Services Fund	Other Governmental Funds	Total Governmental Funds
Revenues					
Taxes	\$ 2,406,572	\$ 460,117	\$ 212,977	\$ 209,070	\$ 3,288,736
Intergovernmental revenues	1,099,055	2,117,167	1,507,188	803,406	5,526,816
Charges for services	183,845	308,619		177,962	670,426
Interest	894,073			1,980	896,053
Fee accounts	193,805				193,805
Other	281,419	27,454	19,192	5,982	334,047
Total Revenues	5,058,769	2,913,357	1,739,357	1,198,400	10,909,883
Expenditures					
General government	2,681,553			3,270	2,684,823
Public safety	1,491,811				1,491,811
Public works		2,962,029			2,962,029
Public health and welfare			1,702,806	1,154,385	2,857,191
Culture and recreation	214,959				214,959
Total Expenditures	4,388,323	2,962,029	1,702,806	1,157,655	10,210,813
Excess revenues over (under) expenditures	670,446	(48,672)	36,551	40,745	699,070
Other Financing Sources (Uses)					
Transfers in			500	111,149	111,649
Transfers out	(111,649)				(111,649)
Total Other Financing Sources (Uses)	(111,649)	-	500	111,149	-
Net Change in Fund Balances	558,797	(48,672)	37,051	151,894	699,070
Fund Balances beginning of the year	9,800,937	3,592,697	1,213,307	1,974,885	16,581,826
Net increase (decrease) in inventory		(3,833)			(3,833)
Fund Balances end of the year	\$ 10,359,734	\$ 3,540,192	\$ 1,250,358	\$ 2,126,779	\$ 17,277,063

The accompanying notes are an integral part of this statement.

DOLORES COUNTY, COLORADO

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of
Governmental Funds to the Statement of Activities

For the Year Ended December 31, 2024

Net Change in Fund Balances Governmental Funds \$ 699,070

Amounts reported for governmental activities in the Statement of Activities are different because

Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period.

Capital asset purchases capitalized	\$ 240,363	
Depreciation expense	<u>(717,398)</u>	
		(477,035)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Principal payments on long-term debt	171,568	
Decrease in accrued compensated absences	<u>25,090</u>	
		196,658

Change in Net Position of Governmental Activities	<u>\$ 418,693</u>
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The accompanying notes are an integral part of this statement.

DOLORES COUNTY, COLORADO

Statement of Net Position
Proprietary Fund
Enterprise Fund

December 31, 2024

	<u>Business-type Activities</u> <u>Mandatory Pest Control District</u>	
Assets		
Current Assets		
Cash	\$	851,881
Property tax receivable		98,591
Inventory		109,097
Total Current Assets		<u>1,059,569</u>
Noncurrent Assets		
Capital assets	\$	399,041
Accumulated depreciation		(295,104)
Total Noncurrent Assets		<u>103,937</u>
Total Assets		<u><u>1,163,506</u></u>
Liabilities		
Current Liabilities		
Accounts payable		1,812
Total Current Liabilities		<u>1,812</u>
Deferred inflows of resources		
Deferred property tax revenue		<u>98,591</u>
Net Position		
Net investment in capital assets	103,937	
Unrestricted	959,166	
Total Net Position		<u><u>\$ 1,063,103</u></u>

The accompanying notes are an integral part of this statement.

DOLORES COUNTY, COLORADO

Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Fund
Enterprise Fund
For the Year Ended December 31, 2024

		Business-type Activities Mandatory Pest Control District
Operating Revenues		
Weed control revenue		\$ 73,855
Total Operating Revenues		<u>73,855</u>
Operating Expenses		
Weed control operations		
Chemicals	\$ 23,364	
Salaries and benefits	127,456	
Supplies	6,185	
Professional fees	1,150	
Telephone and utilities	6,183	
Travel	2,777	
Office	389	
Dues and meetings	103	
Repairs and maintenance	10,011	
Treasurer's fees	6,126	
Miscellaneous	3,536	
Depreciation	19,111	
Total Operating Expenses		<u>(206,391)</u>
Operating income (loss)		<u>(132,536)</u>
Non-Operating Revenue		
Property tax	113,250	
Specific ownership tax	6,163	
Delinquent tax and interest	66	
Impact aid	79	
Total Non-Operating Revenue		<u>119,558</u>
Change in net position		<u>(12,978)</u>
Net position beginning of the year		1,076,081
Net position end of the year		<u><u>\$ 1,063,103</u></u>

The accompanying notes are an integral part of this statement.

DOLORES COUNTY, COLORADO

Statement of Cash Flows
Proprietary Fund
Enterprise Fund

For the Year Ended December 31, 2024

		Business-type Activities Mandatory Pest Control District
Cash Flows from Operating Activities		
Cash received from customers	\$	73,855
Cash payments to employees for services		(127,456)
Cash payments to suppliers for goods and services		(77,190)
Net Cash Flows provided (used) by Operating Activities		<u>(130,791)</u>
Cash Flows from Capital and Related Financing Activities		
Purchase of equipment		
Cash Flows from Noncapital Financing Activities		
Property tax	\$	113,250
Specific ownership tax		6,163
Delinquent tax and interest		66
Impact aid		79
Net Cash Flows provided (used) by Noncapital Financing Activities		<u>119,558</u>
Net increase (decrease) in cash and cash equivalents		<u>(11,233)</u>
Cash and cash equivalents beginning of the year		863,114
Cash and cash equivalents end of the year		<u><u>\$ 851,881</u></u>
Reconciliation of operating income (loss) to Net Cash provided (used) by Operating Activities		
Operating income (loss)	\$	(132,536)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities		
Depreciation	\$	19,111
(Increase) or decrease in Inventory		(16,934)
Increase or (decrease) in Accounts payable		(432)
Total adjustments		<u>1,745</u>
Net Cash Flows provided (used) by Operating Activities		<u><u>\$ (130,791)</u></u>

The accompanying notes are an integral part of this statement.

DOLORES COUNTY, COLORADO

Statement of Fiduciary Net Position

As of December 31, 2024

	Custodial Fund
Assets	
Cash	\$ 106,368
Total Assets	<u>106,368</u>
Liabilities	
Due to other governments	106,368
Total Liabilities	<u>106,368</u>
Net Position	<u><u>\$ -</u></u>

The accompanying notes are an integral part of this statement.

DOLORES COUNTY, COLORADO

Statement of Changes in Fiduciary Net Position

For the Year Ended December 31, 2024

	Custodial Fund
Additions	
Taxes collected for other governments	\$ 6,166,519
Total additions	<u>6,166,519</u>
Deductions	
Payment of taxes to other governments	6,166,519
Total deductions	<u>6,166,519</u>
Net increase (decrease) in fiduciary net position	-
Net position beginning	-
Net position ending	<u><u>\$ -</u></u>

The accompanying notes are an integral part of this statement.

DOLORES COUNTY, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

Summary of Significant Accounting Policies - Dolores County, Colorado's (the County) financial statements are prepared in accordance with U.S. generally accepted accounting principals (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements of Interpretations).

The following significant accounting policies were applied to the preparation of the accompanying financial statements.

Reporting Entity – Dolores County, Colorado is a statutory (non-home-rule) county and serves as an administrative unit of the State of Colorado.

The County's financial reporting entity comprises the following:

Primary Government:	Dolores County, Colorado
Blended Component Unit:	Dove Creek Mandatory Pest Control District
Discretely Presented Component Unit:	Dolores County Library District

In determining the financial reporting entity, the County complies with the provisions of GASB Statement No. 14, "The Financial Reporting Entity," and includes all component units of which the County appointed a voting majority of the unit's board; the County is either able to impose its will on the unit or a financial benefit or burden relationship exists.

Blended Component Unit- The Dove Creek Mandatory Pest Control District serves a portion of Dolores County and is governed by a Board of Trustees appointed by the County Commissioners. The Commissioners approve all expenditures of the District. The District is included as an enterprise fund of the County.

Discretely Presented Component Unit- The Dolores County Library District operates the County Library. The commissioners appoint the governing board of the District and approve its' budget.

Fund Accounting – The accounts of the County are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resource, fund equity, revenues and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and in the means by which spending activities are controlled. The various funds are grouped into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types".

DOLORES COUNTY, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

Governmental Funds – are used to account for all or most of a government’s general activities, including the collection and disbursement of earmarked funds (special revenue funds). The following are the County’s major governmental funds.

General Fund – is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund. Major revenue sources include local property taxes, specific ownership taxes and state and federal grants.

Special Revenue Funds-

Road and Bridge Fund – accounts for the costs related to county road and bridge construction and maintenance. By state law, a portion of this fund’s property tax revenues are allocated to cities and towns for use in their road and street activities. This fund is required by state law.

Social Services Fund- accounts for federal and state public welfare programs administered by the County. This fund is also required by state law.

Non-major Funds- The other governmental funds of the County are Special Revenue Funds. These funds account for revenues derived from earmarked revenue sources. Special revenue funds consist of the Senior Services Fund, Conservation Trust Fund, Ormiston Fund, Contingency Fund and the Public Health Fund.

Proprietary Funds–

Enterprise Fund – focuses on the determination of the changes in net position, financial position and cash flows and are classified as either enterprise or internal service. The County’s major enterprise fund is:

Dove Creek Mandatory Pest Control District- is used to account for the financial transactions related to the weed control operations of the County.

Fiduciary Funds – reporting focuses on net position and changes in net position. In 2019 the County implemented GASB 84. Under this new reporting requirement, the County has one custodial fund.

DOLORES COUNTY, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

Basis of Presentation-

County-wide Financial Statements- The statement of net position and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government except for fiduciary funds. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

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

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

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

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

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets, deferred outflows of resources and all

DOLORES COUNTY, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

liabilities and deferred outflows of resources associated with the operations of these funds are included on the statement of net position. The statement of revenues, expenses and changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net total position. The statement of cash flows provides information about how the County finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds are reported using the economic resources measurement focus.

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

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

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

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes collected within 60 days after year-end, interest, and certain grants.

Unearned Revenue- arises when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for unearned revenue is removed and revenue is recognized.

DOLORES COUNTY, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

Expenses/Expenditures- On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the statement of revenues, expenses and changes in fund net position as an expense with a like amount reported as donated commodities revenue.

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

Budgets and Budgetary Accounting – The County is required by Colorado Statutes to adopt annual budgets for all funds. Each budget is prepared on the same basis (U.S. GAAP basis) as that used for accounting purposes, except for the Enterprise Fund, which is prepared essentially on the modified accrual basis of accounting. This basis of accounting is at variance with U.S. GAAP.

The following procedures are followed in establishing the budgetary data reflected in the financial statements:

Prior to October 20, the Budget Officer 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.

Public hearings are conducted to obtain comments.

Prior to December 31, the budget is legally adopted through passage of adoption and appropriations resolutions.

Formal budgetary integration is employed as a management control device during the year.

Department directors are authorized to transfer budget amounts within the department. However, the County Commissioners must approve any revisions that alter the total expenditures of any department.

Appropriations are adopted by resolution for each fund in total and lapse at the end of each year. Over-expenditures are not deemed to exist unless the fund as a total has expenditures in excess of appropriations.

Cash and Cash Equivalents – for the purpose of the Statement of Cash Flows of the Enterprise Fund is considered to be all of the highly liquid investments with a maturity of six months or less.

DOLORES COUNTY, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

Short-term Inter-fund Receivables/Payables- During the course of operations, certain transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as internal balances on the County-wide statement of net position and, classified as due from other funds or due to other funds on the balance sheet.

Inventories – in the governmental funds consist of expendable supplies held for consumption, the cost of which is recorded as an expenditure at the time of purchase. Restrictions of fund balance have been established for the inventory balances.

Capital Assets – General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the county-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the county-wide statements of net position and in the respective fund financial statements.

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated general fixed assets are valued at their estimated fair value on the date donated. The County maintains a capitalization threshold of five thousand dollars. As per GASB 34 the County has elected to report infrastructure assets on a prospective basis. Therefore, infrastructure acquired before January 1, 2004 is not included in the financial statements.

All reported capital assets are depreciated. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities	Business-Type Activities
	<u>Estimated Lives</u>	<u>Estimated Lives</u>
Buildings and Improvements	20-50 Years	20 Years
Furniture and Equipment	5-15 Years	5-10 Years
Vehicles	8 Years	10 Years

Property Tax Revenue Recognition – The County bills and collects its own property taxes as well as property taxes of all other taxing authorities within the County. The property taxes are levied and certified in December of the year prior to the year the taxes are collected. Property taxes become an enforceable lien on January 1 of each year. Secured property taxes are due in two equal installments on February 28 and June 15, and are delinquent after February 28 and June 15 respectively. The entire balance can be paid by April 30 without penalty. Property taxes levied are recorded as unearned revenues in the year levied, as they are not

DOLORES COUNTY, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

due until the following year. An allowance for un-collectible taxes is not provided as the un-collectible amounts were determined to be negligible based upon an analysis of historical trends.

Compensated absences- Compensated absences arise from policies concerning paid time off. In the event of termination, an employee is reimbursed for accumulated paid time off. Accumulated paid time off benefits are shown as long term debt obligations since these amounts are not expected to be paid from currently available resources.

Accrued Liabilities and General Long-Term Obligations- All payables, accrued liabilities and long-term obligations are reported in the county-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments, the non-current portion of capital leases, compensated absences, and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. In general, payment made within sixty days after year-end are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements.

Governmental Fund Balances- In the governmental fund financial statements, fund balances are classified as follows:

Non-spendable- Amounts that cannot be spent either because they are in a non-spendable form or because they are legally or contractually required to be maintained intact. This includes inventory maintained in the Road and Bridge Fund.

Restricted- Amounts that can be used only for specific purposes because of state or federal laws, or externally imposed conditions by grantors or creditors. This includes the County's TABOR reserve.

Committed- Amounts that can be used only for specific purposes determined by a formal action by the Board of County Commissioners.

Assigned- Amounts that are designated by the Board of County Commissioners for a particular purpose but are not spendable until appropriated. This includes assignments for subsequent year's expenditures.

Unassigned- All amounts not included in the other spendable classifications.

DOLORES COUNTY, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

Use of Restricted Resources-When an expense is incurred that can be paid using either restricted or unrestricted resources (net position), the County's policy is to first apply the expense toward restricted resources and then toward unrestricted resources. In governmental funds, the County's policy is to first apply the expenditure toward restricted fund balance and then to other less restrictive classifications-committed and then assigned fund balances before using unassigned fund balance.

Fund Balance Restrictions- The County restricts those portions of fund equity which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unrestricted fund balance indicates that portion of fund equity, which is available for appropriation in future periods. Assigned fund balances have been established for future year's expenditures.

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

Operating Revenues and Expenses- Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges related to weed control. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activities of the fund. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Inter-fund Transactions- Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other inter-fund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates.

Cash and Investments – The County Treasurer maintains a cash pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the financial statements as "Cash".

DOLORES COUNTY, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

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

Colorado statutes define eligible investments for local governments. These include bonds and other interest-bearing obligations of or guaranteed by the United States government or its agencies, bonds which are direct obligations of the State of Colorado or any of its political subdivisions, repurchase agreements, commercial paper, guaranteed investment contracts and local government investment pools.

At December 31, 2024 the County had investments in two local government investment pools, the Colorado Liquid Asset Trust (COLOTRUST) and the Colorado Surplus Asset Fund Trust (CSAFE). These investment pools are investment vehicles established for local government entities in Colorado to pool surplus funds for investment purposes. The pools are routinely monitored by the Colorado Division of Securities with regard to its operations and investments, which are also subject to provisions of C.R.S. Title 24, Article 75, and Section 6. The fair value of the investments in the pools are the same as the value of the pool shares. None of these types of investments are categorized because they are not evidenced by securities that exist in physical or book form. COLOTRUST is rated AAAM by Standard and Poors and CSAFE is rated AAAM by Standard and Poors.

At December 31, 2024 the carrying amount of the County's cash and investments was \$17,886,490. The County's bank balances were \$1,480,146, COLOTRUST balances were \$15,104,651 and CSAFE balances were \$1,667,735. The County's bank balances at December 31, 2024 and during the year then ended were entirely covered by FDIC insurance or pledged collateral held by the County's agent banks in the name of governmental accounts of which the County is a part.

Retirement Plan – The County is a member of the Colorado County Officials and Employees Retirement Association. All members of the Association are participants in a defined contribution retirement plan which was adopted and is administered to provide income after retirement in addition to benefits provided by Federal Social Security. All County employees are required to participate after one year of continuous service. Contributions made by the employee are a minimum of four percent and a maximum of six percent of gross salary, at the employees' discretion. Employees may make additional voluntary contributions not to exceed ten percent of compensation.

DOLORES COUNTY, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

The County maintains no control over the plan, other than being a member of the Association. Employees are fully vested upon participation in the plan. The County has no unfunded liability under the plan. The total 2024 County payroll was \$3,342,639. The covered payroll for retirement plan purposes was \$2,802,290. The 2024 employer and employee contributions to the plan were \$121,062 and \$121,062 respectively. There were no County securities or other transactions included in the plan's assets.

Capital Assets – Capital asset activity for the fiscal year ended December 31, 2024 follows:

	Capital Assets Jan 1, 2024	Additions	Deletions/ Transfers	Capital Assets Dec 31, 2024
Governmental Activities				
Capital assets, not being depreciated:				
Land	\$ 222,551			\$ 222,551
Total capital assets not being depreciated	<u>222,551</u>	<u>-</u>	<u>-</u>	<u>222,551</u>
Capital assets, being depreciated:				
Buildings	12,386,597	\$ 59,893		12,446,490
Equipment	8,599,239	180,470		8,779,709
Total capital assets being depreciated	<u>20,985,836</u>	<u>240,363</u>	<u>-</u>	<u>21,226,199</u>
Less accumulated depreciation for:				
Buildings	(2,035,378)	(441,467)		(2,476,845)
Equipment	(5,126,077)	(275,931)		(5,402,008)
Total accumulated depreciation	<u>(7,161,455)</u>	<u>(717,398)</u>	<u>-</u>	<u>(7,878,853)</u>
Total capital assets, being depreciated, net	13,824,381	(477,035)	-	13,347,346
Governmental Activities Capital Assets, net	<u>\$ 14,046,932</u>	<u>\$ (477,035)</u>	<u>-</u>	<u>\$ 13,569,897</u>
Business Type Activities				
Equipment and facilities	\$ 399,041			\$ 399,041
Less accumulated depreciation	(275,993)	(19,111)		(295,104)
Business Type Activities Capital Assets net	<u>\$ 123,048</u>	<u>\$ (19,111)</u>	<u>-</u>	<u>\$ 103,937</u>

DOLORES COUNTY, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

Depreciation expense is charged to the various governmental programs as follows:

General government	\$ 10,550
Public safety	92,877
Public works	411,533
Public health and welfare	160,417
Culture and recreation	12,871
Unallocated	<u>29,150</u>
Total depreciation governmental activities	<u>\$ 717,398</u>

Schedule of Social Services Costs Due To/From State of Colorado –

	<u>Due To (From)</u>
Colorado Works	\$ 1,136
Child Care	118
Child Welfare	5,750
Administration	18,855
LEAP	3,832
Adult Protective Services	4,767
Old age pension	453
Child enforcement	(8)
Net Amount Due From State	<u>\$ 34,903</u>

All Electronic Benefit transfers paid by the State of Colorado for Dolores County are included in the financial statements.

DOLORES COUNTY, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

Long-Term Debt-

Financed Purchase Agreements-

In 2023, the County entered into a financed purchase agreement for 4 John Deere Blades. The agreement is payable in semi-annual installments of \$60,860 beginning in 2023, with a balloon payment of \$933,331 due in 2025. The blades are included in the capital assets at a cost of \$1,092,156, with accumulated depreciation of \$145,621. The agreement is serviced by the Road and Bridge Fund and the equipment serves as collateral.

In 2023, the County entered into a financed purchase agreement for 2 John Deere Blades. The agreement is payable in semi-annual installments of \$46,114 beginning in 2023. The blades are included in the capital assets at a cost of \$400,715, with accumulated depreciation of \$53,429. The agreement is serviced by the Road and Bridge Fund and the equipment serves as collateral.

In 2023, the County entered into a financed purchase agreement for 3 John Deere Blades. The agreement is payable in semi-annual installments of \$45,645 beginning in 2023. The blades are included in the capital assets at a cost of \$930,463, with accumulated depreciation of \$124,062. The agreement is serviced by the Road and Bridge Fund and the equipment serves as collateral.

In 2023, the County entered into a financed purchase agreement for a John Deere Backhoe. The agreement is payable in annual installments of \$25,497 beginning in 2023. The backhoe is included in the capital assets at a cost of \$113,402, with accumulated depreciation of \$15,120. The agreement is serviced by the Road and Bridge Fund and the equipment serves as collateral.

Changes in General Long-Term Debt- A summary of changes in general long-term debt follows:

	Balance January 1, 2024	Additions	Deletions	Balance December 31, 2024
Accrued compensation	\$ 216,183		\$ 25,090	\$ 191,093
Financed purchase agreements	2,238,755		171,568	2,067,187
Total	<u>\$ 2,454,938</u>	<u>\$ -</u>	<u>\$ 171,568</u>	<u>\$ 2,258,280</u>

DOLORES COUNTY, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

Annual requirements to amortize the financed purchase agreements are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 1,850,165	\$ 52,816
2026	105,086	12,638
2027	111,936	5,792
Total	<u>\$ 2,067,187</u>	<u>\$ 71,246</u>

Interfund Operating Transfers- consist of the following:

	<u>Transfer In</u>	<u>Transfer out</u>
General Fund		\$ 111,649
Special Revenue Funds		
Health Fund	\$ 76,649	
Senior Services Fund	35,000	
Social Services Fund	500	
Ormiston Fund		500
Enterprise Fund		
	<u>\$ 112,149</u>	<u>\$ 112,149</u>

Fund Balance Restrictions and Assignments – Nonspendable indicates amounts that cannot be spent, either because they are in nonspendable form or because they are legally or contractually required to be maintained intact. Restricted indicates that a portion of the fund balance can only be spent for specific purposes because of state or federal laws, or externally imposed conditions by grantors or creditors. Assigned indicates amounts that are designated for a specific purpose by the Board of County Commissioners but are not spendable until appropriated. The County uses the following restrictions and assignments:

Nonspendable

Inventory- indicates that the portion of fund balance represented by inventories is not available for appropriation and expenditure at the balance sheet date. Nonspendable fund balance related to inventory consists of \$458,561 in the Road and Bridge Fund.

DOLORES COUNTY, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

Restricted

TABOR- indicates that a portion of the fund balance has been segregated for expenditures for declared emergencies only. Fund balance restricted for TABOR consists of \$400,000 in the General Fund.

Cancer treatments- indicates that the fund balance within the Ormiston Fund is restricted for the payment of cancer treatment costs of qualified county residents.

Public Health and Welfare-indicates that the fund balances within the Social Services Fund and Public Health Funds are restricted for the purpose of public health and welfare.

Public Works-indicates that the fund balance within the Road and Bridge Fund is restricted for construction and maintenance of County roads and bridges.

Parks and Recreation-indicates that the fund balance within the Conservation Trust Fund is restricted for certain parks and recreation expenditures as defined by Greater Outdoors Colorado.

Contingencies-indicates that the fund balance within the Contingency Fund are restricted for certain unforeseen expenditures as determined by state law.

Assigned for future year's expenditures- indicates anticipated fund balance available for appropriation in the next budget year. Fund balance assigned for future year's expenditures consists \$9,908,118 in the General Fund.

Public Trustee – The County Treasurer holds the office of the County Public Trustee. Public Trustees are named as trustees for Deeds of Trust and perform all the functions and exercise all the powers conferred upon them by the Deeds of Trust. These functions include releasing Deeds of Trust when indebtedness is paid in full, making sales whenever default occurs, issuing Certificates of Purchase and Certificates of Redemption of Trustee's Deeds. Fees for such services are used to cover related expenses and pay the Trustee an annual salary.

The accounts of the County Public Trustee consist of the following as of and for the year ended December 31, 2024

DOLORES COUNTY, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

Cash at January 1, 2024	\$ 1,635
Revenues	
Interest and fees	1,870
Expenditures	(1,635)
Cash at December 31, 2024	<u>\$ 1,870</u>

Commitments and Contingent Liabilities – There appear to be no commitments or contingencies that would pose a threat of significant liability to the County.

Tax Spending, Revenue and Debt Limitations- Colorado voters passed an amendment to the State Constitution, Article X, Section 20 (TABOR), which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of fiscal year spending. Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

TABOR requires that revenue received in excess of the “revenue limit” be refunded unless the voters approve the retention of such revenue.

On November 7, 2000 the people of the County voted to authorize the spending of all monies in existing funds and to collect, retain, and expend the full revenues, including state grants and taxes, generated during 2001 and for each subsequent year, regardless of any limitation contained in Article X, Section 20, of the Colorado Constitution. The amendment is complex and subject to judicial interpretation. The County believes it is in compliance with all other requirements of the amendment. However, the County has made certain interpretations of the amendment’s language in order to determine compliance.

Risk Management – County Workers Compensation Pool – The County is exposed to various risks of loss related to injuries of employees while on the job. The County joined 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 formation agreement of CWCP provides that the pool will be financially self-

DOLORES COUNTY, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2024

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.

Colorado Counties Casualty and Property Pool – The County is exposed to various risks of loss related to property and casualty losses. The County joined the Colorado Counties Casualty and Property Pool (CAPP), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The County pays an annual contribution to CAPP for its property and casualty insurance coverage. The intergovernmental formation agreement 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.

Colorado Immunity Act – Under Colorado statutes, the County has immunity from liability in excess of \$150,000 per individual and \$600,000 per occurrence.

Highway Report – The supplemental Highway Finance Report on the form provided by the Colorado Department of Highways is included in the audited financial statements. The following is a reconciliation between the highway report and the audited financial statements:

	Highway Report		Difference	Financial Statements
Receipts	\$ 2,913,357			\$ 2,913,357
Expenditures	\$ 2,965,862	(A)	\$ (3,833)	\$ 2,962,029

Difference in current year

(A) Expenditures

Decrease in inventory

\$ (3,833)

DOLORES COUNTY, COLORADO
Required Supplementary Information

December 31, 2024

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements.

Such information includes:

Budgetary Comparison Schedules

General Fund

Road and Bridge Fund

Social Services Fund

DOLORES COUNTY, COLORADO

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

For the Year Ended December 31, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes				
General property taxes	\$ 1,848,498	\$ 1,848,498	\$ 1,846,711	\$ (1,787)
Delinquent tax and interest	11,500	11,500	3,365	(8,135)
Property taxes-Quality of Life	236,693	236,693	268,891	32,198
Specific ownership taxes	100,000	100,000	101,663	1,663
Specific ownership taxes-Quality of Life	15,000	15,000	14,383	(617)
Lodgers tax	110,000	110,000	125,631	15,631
Severance taxes	100,000	100,000	45,928	(54,072)
Total taxes	<u>2,421,691</u>	<u>2,421,691</u>	<u>2,406,572</u>	<u>(15,119)</u>
Intergovernmental revenues				
Payment in lieu of taxes	187,000	187,000	199,991	12,991
Mineral leasing	275,000	275,000	513,627	238,627
Impact assistance	3,500	3,500	3,207	(293)
Grants	1,188,362	1,188,362	382,230	(806,132)
Total intergovernmental revenues	<u>1,653,862</u>	<u>1,653,862</u>	<u>1,099,055</u>	<u>(554,807)</u>
Charges for services				
General government	14,300	14,300	38,443	24,143
Public safety	100,525	100,525	102,846	2,321
Culture and recreation	23,700	23,700	42,556	18,856
Total charges for services	<u>138,525</u>	<u>138,525</u>	<u>183,845</u>	<u>45,320</u>

(continued)

DOLORES COUNTY, COLORADO

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

For the Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance Favorable (Unfavorable)
	Original	Final		
Interest	\$ 700,000	\$ 700,000	\$ 894,073	\$ 194,073
Miscellaneous revenues				
Reimbursements	68,500	68,500	232,537	164,037
Other	37,400	37,400	48,882	11,482
Total miscellaneous revenues	105,900	105,900	281,419	175,519
Fee accounts				
Sheriff fees	4,000	4,000	4,137	137
Clerk fees	55,000	55,000	69,471	14,471
Treasurers fees	120,000	120,000	120,197	197
Total fee accounts	179,000	179,000	193,805	14,805
Total revenues	5,198,978	5,198,978	5,058,769	(140,209)
Expenditures				
General government				
Board of county commissioners	587,457	587,457	550,555	36,902
Other administration	820,378	820,378	824,477	(4,099)
Clerk	281,553	281,553	232,925	48,628
Treasurer	187,107	187,107	146,514	40,593
Assessor	358,892	358,892	312,380	46,512
Attorney	88,195	88,195	70,200	17,995
Grounds and buildings	264,819	264,819	143,870	120,949
Transfer station	1,000	1,000		1,000
Elections	126,000	126,000	102,755	23,245
Veteran's office	31,025	31,025	27,007	4,018
Payments-Quality of Life	234,493	234,493	270,870	(36,377)
Total general government	2,980,919	2,980,919	2,681,553	299,366

(continued)

DOLORES COUNTY, COLORADO

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

For the Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance Favorable (Unfavorable)
	Original	Final		
Expenditures (continued)				
Public safety				
Sheriff administration	\$ 1,110,597	\$ 1,110,597	\$ 1,016,335	\$ 94,262
Coroner	46,687	46,687	54,398	(7,711)
Prisoner maintenance	110,000	110,000	116,515	(6,515)
District attorney	85,000	85,000	85,000	-
Emergency management	141,870	141,870	147,321	(5,451)
GIS addressing	68,135	68,135	72,242	(4,107)
Total public safety	1,562,289	1,562,289	1,491,811	70,478
Culture and recreation				
Extension office	149,973	149,973	114,657	35,316
DCTV	38,500	38,500	23,640	14,860
Lodgers tax	40,000	40,000	28,000	12,000
Fairgrounds	47,378	47,378	48,662	(1,284)
Total culture and recreation	275,851	275,851	214,959	60,892
Total expenditures	4,819,059	4,819,059	4,388,323	430,736
Excess (deficit) of revenues over (under) expenditures	379,919	379,919	670,446	290,527
Other financing sources (uses)				
Operating transfers in	10,000	10,000		(10,000)
Operating transfers out	(135,000)	(135,000)	(111,649)	23,351
Total other financing sources (uses)	(125,000)	(125,000)	(111,649)	13,351
Excess (deficit) of revenues and other financing sources over (under) expenditures and other financing uses	254,919	254,919	558,797	303,878
Fund balance, beginning	8,147,649	8,147,649	9,800,937	1,653,288
Fund balance, ending	\$ 8,402,568	\$ 8,402,568	\$ 10,359,734	\$ 1,957,166

DOLORES COUNTY, COLORADO

Schedule of Revenues, Expenditures and Changes in
Fund Balance- Budget and Actual
Road and Bridge Fund

For the Year Ended December 31, 2024

	Budgeted Amounts			Variance Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Taxes				
General property taxes	\$ 439,673	\$ 439,673	\$ 435,823	\$ (3,850)
Delinquent tax and interest	1,000	1,000	695	(305)
Specific ownership taxes	24,000	24,000	23,599	(401)
Total taxes	464,673	464,673	460,117	(4,556)
Intergovernmental revenues				
Federal shared revenues				
Forest Service	256,000	256,000	240,907	(15,093)
State shared revenues				
Highway user's tax	1,829,054	1,829,054	1,867,958	38,904
Additional motor vehicle registration fee	12,000	12,000	8,302	(3,698)
Total intergovernmental revenues	2,097,054	2,097,054	2,117,167	20,113
Miscellaneous revenues				
Permits	5,000	5,000	5,055	55
Reimbursements	71,000	71,000	17,029	(53,971)
Charges for services	200,000	200,000	303,564	103,564
Other	10,000	10,000	10,425	425
Total miscellaneous revenues	286,000	286,000	336,073	50,073
Total revenues	2,847,727	2,847,727	2,913,357	65,630
Expenditures				
Current operating				
Public Works				
Administration	309,500	309,500	277,500	32,000
Maintenance and construction	3,282,690	3,282,690	2,286,113	996,577
Payments to cities	24,000	24,000	20,987	3,013
Capital outlay	105,000	105,000	107,555	(2,555)
Debt Service				
Principal	365,000	365,000	171,568	193,432
Interest		-	98,306	(98,306)
Total public works	4,086,190	4,086,190	2,962,029	1,124,161
Total expenditures	4,086,190	4,086,190	2,962,029	1,124,161
Excess (deficit) of revenues over (under) expenditures	(1,238,463)	(1,238,463)	(48,672)	1,189,791
Excess (deficit) of revenues and other financing sources over (under) expenditures and other financing uses	(1,238,463)	(1,238,463)	(48,672)	1,189,791
Fund balance, beginning	3,244,558	3,244,558	3,592,697	348,139
Increase in inventory			(3,833)	(3,833)
Fund balance, ending	\$ 2,006,095	\$ 2,006,095	\$ 3,540,192	\$ 1,534,097

DOLORES COUNTY, COLORADO

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Social Service Fund
For the Year Ended December 31, 2024

	Budget			Variance Favorable
	Original	Final	Actual	(Unfavorable)
Revenues				
Taxes				
General property taxes	\$ 210,624	\$ 210,624	\$ 201,890	\$ (8,734)
Specific ownership taxes	10,000	10,000	11,087	1,087
Total taxes	<u>220,624</u>	<u>220,624</u>	<u>212,977</u>	<u>(7,647)</u>
Intergovernmental revenues				
Programs Settled by CFMS				
Colorado Works	69,239	69,239	70,203	964
Child Care	65,220	65,220	32,134	(33,086)
Child Welfare	267,366	267,366	269,802	2,436
County Administration	183,168	183,168	252,905	69,737
Core Services	30,000	30,000	22,300	(7,700)
Child Support Enforcement	6,000	6,000	1,839	(4,161)
LEAP	85,846	85,846	76,805	(9,041)
Adult Protective Services	38,400	38,400	45,340	6,940
Aid to Needy Disabled	89,621	89,621	49,558	(40,063)
Home Care Allowance	27,000	27,000	-	(27,000)
Old Age Pension	50,000	50,000	35,372	(14,628)
Food Assistance	600,000	600,000	532,721	(67,279)
Federal and State Incentives	15,000	15,000	96,463	81,463
Total programs settled by CFMS	<u>1,526,860</u>	<u>1,526,860</u>	<u>1,485,442</u>	<u>(41,418)</u>
Other				
Youth Mental Health Grant	53,409	53,409	1,440	(51,969)
Other Grants	135,618	135,618	20,000	(115,618)
Other	-	-	306	306
Total Other	<u>189,027</u>	<u>189,027</u>	<u>21,746</u>	<u>(167,281)</u>
Total intergovernmental revenues	<u>1,715,887</u>	<u>1,715,887</u>	<u>1,507,188</u>	<u>(208,699)</u>
Other	<u>-</u>	<u>-</u>	<u>19,192</u>	<u>19,192</u>
Total revenues	<u>1,936,511</u>	<u>1,936,511</u>	<u>1,739,357</u>	<u>(197,154)</u>
Expenditures				
Public health and welfare				
Programs Settled by CFMS				
Colorado Works	69,239	69,239	77,881	(8,642)
Child Care	65,220	65,220	36,698	28,522
Child Welfare	267,366	267,366	328,912	(61,546)
County Administration	183,168	183,168	334,454	(151,286)
Core Services	30,000	30,000	24,195	5,805
Child Support Enforcement	6,000	6,000	2,149	3,851
LEAP	85,846	85,846	76,805	9,041
Adult Protective Services	38,400	38,400	64,681	(26,281)
Aid to Needy Disabled	89,621	89,621	50,003	39,618
Home Care Allowance	27,000	27,000	-	27,000
Old Age Pension	50,000	50,000	35,372	14,628
Food Assistance	600,000	600,000	532,721	67,279
Other	15,000	15,000	(776)	15,776
Total programs settled by CFMS	<u>1,526,860</u>	<u>1,526,860</u>	<u>1,563,095</u>	<u>(36,235)</u>
Other				
Youth Mental Health	53,409	53,409	1,440	51,969
Other Grants	135,618	135,618	105,314	30,304
Capital Outlay	150,500	150,500	-	150,500
Other	18,000	18,000	32,957	(14,957)
Total other	<u>357,527</u>	<u>357,527</u>	<u>139,711</u>	<u>217,816</u>
Total expenditures	<u>1,884,387</u>	<u>1,884,387</u>	<u>1,702,806</u>	<u>181,581</u>
Excess (deficit) of revenues over (under) expenditures	<u>52,124</u>	<u>52,124</u>	<u>36,551</u>	<u>(15,573)</u>
Other financing sources (uses)				
Transfers in	8,000	8,000	500	(7,500)
Total other financing sources (uses)	<u>8,000</u>	<u>8,000</u>	<u>500</u>	<u>(7,500)</u>
Excess (deficit) of revenues and other financing sources over (under) expenditures and other financing uses	<u>60,124</u>	<u>60,124</u>	<u>37,051</u>	<u>(23,073)</u>
Fund balance, beginning	908,384	908,384	1,213,307	304,923
Fund balance, ending	<u>\$ 968,508</u>	<u>\$ 968,508</u>	<u>\$ 1,250,358</u>	<u>\$ 281,850</u>

DOLORES COUNTY, COLORADO

Other Supplementary Information

December 31, 2024

Other supplementary information includes financial statements and schedules not required by the GASB, or a part of the basic financial statements, but are presented for purposes of additional analysis.

These statements and schedules include:

Combining Statements- Non-major governmental funds
Budgetary Comparison Schedule-Senior Services Fund
Budgetary Comparison Schedule-Conservation Trust Fund
Budgetary Comparison Schedule-Ormiston Fund
Budgetary Comparison Schedule-Contingency Fund
Budgetary Comparison Schedule-Public Health Fund
Budgetary Comparison Schedule-Enterprise fund

DOLORES COUNTY, COLORADO

Non-major Governmental Funds

December 31, 2024

Special Revenue Funds

Special revenue funds are used to account for taxes and other designated revenues of the County which are used for a specified purpose as required by law or administrative action.

Senior Services Fund

This fund accounts for the activities related to the Senior service activities of the County.

Conservation Trust Fund

This fund accounts for the County's share of lottery proceeds from the state to pay for local conservation efforts.

Clara Ormiston Fund

This fund accounts for money received from the Clara Ormiston Trust to help residents of the County with health care costs for the treatment of cancer.

Contingent Fund

This fund is required by state law. This fund accounts for expenditures not reasonably foreseen at the time the budget is adopted.

Public Health Fund

This fund was formed in 2009 and accounts for the public health department activities of the County.

DOLORES COUNTY
Combining Balance Sheet
Non Major Governmental Funds

December 31, 2024

Special Revenue Funds

	Senior Services Fund	Conservation Trust Fund	Clara Ormiston Fund	Contingency Fund	Public Health Fund	Total
Assets						
Cash	\$ 317,386	\$ 40,791	\$ 20,658	\$ 1,600,661	\$ 131,883	\$ 2,111,379
Property tax receivable	120,011					120,011
Due from other governments					32,893	32,893
Total Assets	\$ 437,397	\$ 40,791	\$ 20,658	\$ 1,600,661	\$ 164,776	\$ 2,264,283
Liabilities						
Accounts payable	\$ 10,425				\$ 7,068	\$ 17,493
Total Liabilities	10,425	-	-	-	7,068	17,493
Deferred Inflows of Resources						
Deferred property tax revenue	120,011					120,011
Fund Balances						
Restricted						
Cancer treatments			\$ 20,658			20,658
Senior services	306,961					306,961
Parks and recreation		\$ 40,791				40,791
Contingencies				\$ 1,600,661		1,600,661
Public health					\$ 157,708	157,708
Total Fund Balances	306,961	40,791	20,658	1,600,661	157,708	2,126,779
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 437,397	\$ 40,791	\$ 20,658	\$ 1,600,661	\$ 164,776	\$ 2,264,283

DOLORES COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non Major Governmental Funds

For the Year Ended December 31, 2024

	Special Revenue Funds					
	Senior Services Fund	Conservation Trust Fund	Clara Ormiston Fund	Contingency Fund	Public Health Fund	Total
Revenues						
Taxes	\$ 138,147			\$ 70,923		\$ 209,070
Intergovernmental	359,494	\$ 19,914		99	\$ 423,899	803,406
Charges for services						
Public health	152,150				25,812	177,962
Earnings on investments			\$ 1,980			1,980
Miscellaneous	5,982					5,982
Total Revenues	655,773	19,914	1,980	71,022	449,711	1,198,400
Expenditures						
General government				3,270		3,270
Health and welfare	624,917				529,468	1,154,385
Total expenditures	624,917	-	-	3,270	529,468	1,157,655
Excess revenues over (under) expenditures	30,856	19,914	1,980	67,752	(79,757)	40,745
Other financing sources (uses)						
Operating transfers in	35,000				76,649	111,649
Operating transfers out			(500)			(500)
Total other financing sources (uses)	35,000	-	(500)	-	76,649	111,149
Excess (deficit) of revenues and other financing sources over (under) expenditures and other financing uses	65,856	19,914	1,480	67,752	(3,108)	151,894
Fund Balances beginning of the year	241,105	20,877	19,178	1,532,909	160,816	1,974,885
Fund Balances end of the year	\$ 306,961	\$ 40,791	\$ 20,658	\$ 1,600,661	\$ 157,708	\$ 2,126,779

DOLORES COUNTY, COLORADO

Schedule of Revenues, Expenditures and Changes in
Fund Balances- Budget and Actual
Senior Services Fund

For the Year Ended December 31, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes				
General property taxes	\$ 131,902	\$ 131,902	\$ 130,747	\$ (1,155)
Delinquent tax and interest	360	360	209	(151)
Specific ownership taxes	8,000	8,000	7,191	(809)
Total taxes	<u>140,262</u>	<u>140,262</u>	<u>138,147</u>	<u>(2,115)</u>
Intergovernmental revenues				
Grants				
OAA grant	170,000	170,000	201,711	31,711
CDOT grant	168,455	168,455	95,016	(73,439)
Other grants and donations	143,409	143,409	62,767	(80,642)
Total intergovernmental revenues	<u>481,864</u>	<u>481,864</u>	<u>359,494</u>	<u>(122,370)</u>
Charges for services				
Public health	128,736	128,736	152,150	23,414
Total charges for services	<u>128,736</u>	<u>128,736</u>	<u>152,150</u>	<u>23,414</u>
Miscellaneous revenues				
Reimbursements	2,000	2,000	5,754	3,754
Other	-	-	228	228
Total miscellaneous revenues	<u>2,000</u>	<u>2,000</u>	<u>5,982</u>	<u>3,982</u>
Total revenues	<u>752,862</u>	<u>752,862</u>	<u>655,773</u>	<u>(97,089)</u>
Expenditures				
Health and welfare	780,600	780,600	624,917	155,683
Total expenditures	<u>780,600</u>	<u>780,600</u>	<u>624,917</u>	<u>155,683</u>
Excess (deficit) of revenues over (under) expenditures	<u>(27,738)</u>	<u>(27,738)</u>	<u>30,856</u>	<u>58,594</u>
Other financing sources (uses)				
Operating transfers in	35,000	35,000	35,000	-
Excess (deficit) of revenues and other financing sources over (under) expenditures and other financing uses	<u>7,262</u>	<u>7,262</u>	<u>65,856</u>	<u>58,594</u>
Fund balance, beginning	269,988	269,988	241,105	(28,883)
Fund balance, ending	<u>\$ 277,250</u>	<u>\$ 277,250</u>	<u>\$ 306,961</u>	<u>\$ 29,711</u>

DOLORES COUNTY
Schedule of Revenues, Expenditures, and Changes in
Fund Balances-Budget and Actual
Conservation Trust Fund

For the Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental				
Lottery funds	\$ 7,500	\$ 7,500	\$ 19,914	\$ 12,414
Total Revenues	7,500	7,500	19,914	12,414
Other financing sources (uses)				
Operating transfers out	(7,500)	(7,500)		7,500
Total other financing sources (uses)	(7,500)	(7,500)	-	7,500
Excess (deficit) of revenues and other financing sources over (under) expenditures and other financing uses	-	-	19,914	19,914
Fund Balances beginning of the year	29,205	29,205	20,877	(8,328)
Fund Balances end of the year	<u>\$ 29,205</u>	<u>\$ 29,205</u>	<u>\$ 40,791</u>	<u>\$ 11,586</u>

DOLORES COUNTY
Schedule of Revenues, Expenditures, and Changes in
Fund Balances-Budget and Actual
Clara Ormiston Fund

For the Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable (Unfavorable)
Revenues				
Earnings on investments	\$ 1,500	\$ 1,500	\$ 1,980	\$ 480
Total Revenues	1,500	1,500	1,980	480
Other financing sources (uses)				
Operating transfers out	(5,000)	(5,000)	(500)	4,500
Total other financing sources (uses)	(5,000)	(5,000)	(500)	4,500
Excess (deficit) of revenues and other financing sources over (under) expenditures and other financing uses	(3,500)	(3,500)	1,480	4,980
Fund Balances beginning of the year	19,693	19,693	19,178	(515)
Fund Balances end of the year	<u>\$ 16,193</u>	<u>\$ 16,193</u>	<u>\$ 20,658</u>	<u>\$ 4,465</u>

DOLORES COUNTY
Schedule of Revenues, Expenditures, and Changes
in Fund Balances-Budget and Actual
Contingency Fund

For the Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance Favorable (Unfavorable)
	Original	Final		
Revenues				
Taxes				
General property taxes	\$ 65,951	\$ 65,951	\$ 67,223	\$ 1,272
Specific ownership taxes	3,600	3,600	3,596	(4)
Delinquent tax and interest	250	250	104	(146)
Total taxes	69,801	69,801	70,923	1,122
Intergovernmental revenues				
Impact assistance	100	100	99	(1)
Total intergovernmental revenues	100	100	99	(1)
Total Revenues	69,901	69,901	71,022	1,121
Expenditures				
General government	4,500	4,500	3,270	1,230
Total expenditures	4,500	4,500	3,270	1,230
Excess revenues over (under) expenditures	65,401	65,401	67,752	2,351
Other financing sources (uses)				
Operating transfers in			-	-
Total other financing sources (uses)	-	-	-	-
Excess (deficit) of revenues and other financing sources over (under) expenditures and other financing uses	65,401	65,401	67,752	2,351
Fund Balances beginning of the year	1,531,269	1,531,269	1,532,909	1,640
Fund Balances end of the year	\$ 1,596,670	\$ 1,596,670	\$ 1,600,661	\$ 3,991

DOLORES COUNTY
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Public Health Fund

For the Year Ended December 31, 2024

	Budgeted Amounts		Actual	Variance Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental Grants	\$ 413,007	\$ 413,007	\$ 423,899	\$ 10,892
Total intergovernmental revenues	413,007	413,007	423,899	10,892
Charges for services Public health	8,350	8,350	25,812	17,462
Total charges for services	8,350	8,350	25,812	17,462
Miscellaneous	1,500	1,500		(1,500)
Total revenues	422,857	422,857	449,711	26,854
Expenditures				
Health and welfare	529,970	529,970	529,468	502
Total expenditures	529,970	529,970	529,468	502
Excess (deficit) of revenues over (under) expenditures	(107,113)	(107,113)	(79,757)	27,356
Other financing sources (uses)				
Operating transfers in	100,000	100,000	76,649	(23,351)
Total other financing sources (uses)	100,000	100,000	76,649	(23,351)
Excess (deficit) of revenues and other financing sources over (under) expenditures and other financing uses	(7,113)	(7,113)	(3,108)	4,005
Fund Balances beginning of the year	58,190	58,190	160,816	102,626
Fund Balances end of the year	<u>\$ 51,077</u>	<u>\$ 51,077</u>	<u>\$ 157,708</u>	<u>\$ 106,631</u>

DOLORES COUNTY, COLORADO

Statement of Revenues, Expenditures, and Changes in Net Position - Budget and Actual

Proprietary Fund

Dove Creek Mandatory Pest Control District

For the Year Ended December 31, 2024

	Budgeted Amounts		(Non GAAP Basis)	Variance
	Original	Final	Actual	Favorable
			Amounts	(Unfavorable)
Operating Revenues				
Weed control revenue	\$ 84,500	\$ 84,500	\$ 73,855	\$ (10,645)
Total local sources	84,500	84,500	73,855	(10,645)
Operating Expenses				
Chemicals	42,000	42,000	23,364	18,636
Salaries and benefits	151,282	151,282	127,456	23,826
Supplies	39,560	39,560	6,185	33,375
Professional fees	3,000	3,000	1,150	1,850
Telephone and utilities	11,250	11,250	6,183	5,067
Insurance	3,000	3,000		3,000
Travel	12,900	12,900	2,777	10,123
Office	425	425	389	36
Dues and meetings	2,000	2,000	103	1,897
Repairs	9,000	9,000	10,011	(1,011)
Treasurer's fees	7,000	7,000	6,126	874
Miscellaneous	3,900	3,900	3,536	364
Capital outlay	20,000	20,000		20,000
Total Operating Expenses	305,317	305,317	187,280	118,037
Operating income (loss)	(220,817)	(220,817)	(113,425)	107,392
Non-Operating Revenue				
Property tax	113,169	113,169	113,250	81
Specific ownership tax	7,000	7,000	6,163	(837)
Delinquent tax and interest	100	100	66	(34)
Impact aid	100	100	79	(21)
Total Non-Operating Revenue	120,369	120,369	119,558	(811)
Change in net position non GAAP basis	(100,448)	(100,448)	6,133	106,581
Add capital outlay			-	-
Less depreciation expense			(19,111)	(19,111)
Change in net position	(100,448)	(100,448)	(12,978)	87,470
Net position beginning of the year	1,033,201	1,033,201	1,076,081	42,880
Net position end of the year	\$ 932,753	\$ 932,753	\$ 1,063,103	\$ 130,350

INFORMATION REQUIRED BY OVERSIGHT AUTHORITIES

Majors and Haley, P.C.
Certified Public Accountants

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Chris L. Majors, CPA, MT

Lori Hasty Haley, CPA

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

To the Board of County Commissioners
Dolores County, Colorado
Dove Creek, Colorado 81324

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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Dolores County, Colorado, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise Dolores County, Colorado's basic financial statements, and have issued our report thereon dated August 12, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Dolores County, Colorado's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Dolores County, Colorado's internal control. Accordingly, we do not express an opinion on the effectiveness of Dolores County, Colorado'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

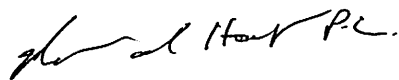
weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

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

Purpose of This Report

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

A handwritten signature in black ink, appearing to read "Majors and Haley, P.C.", is positioned above the printed name.

Majors and Haley, P.C.
August 12, 2025

Majors and Haley, P.C.
Certified Public Accountants

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Chris L. Majors, CPA, MT

Lori Hasty Haley, CPA

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of County Commissioners
Dolores County, Colorado
Dove Creek, Colorado 81324

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Dolores County, Colorado's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Dolores County Colorado's major federal programs for the year ended December 31, 2024. Dolores County, Colorado'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, Dolores County, Colorado 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, 2024.

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 Dolores County, Colorado 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 Dolores County, Colorado'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 Dolores County, Colorado'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 Dolores County, Colorado'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 Dolores County, Colorado'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 Dolores County, Colorado'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 Dolores County, Colorado'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 Dolores County, Colorado'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.

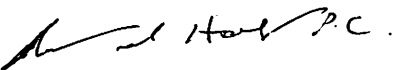
Report on Internal Control over Compliance

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.



Majors and Haley, P.C.
August 12, 2025

DOLORES COUNTY COLORADO
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2024

<i>Federal Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Pass-through Grantor and Number</i>	<i>Federal Expenditures(\$)</i>
CCDF Cluster-Cluster			
Department of Health and Human Services			
Child Care and Development Block Grant	93.575	Colorado Department of Human Services	\$ 14,008
Total CCDF Cluster-Cluster			<u>27,675</u>
Forest Service Schools and Roads Cluster-Cluster			
United States Department of Agriculture			
Schools and Roads - Grants to Counties	10.666		<u>421,512</u>
Total Forest Service Schools and Roads Cluster-Cluster			<u>421,512</u>
Medicaid Cluster-Cluster			
Department of Health and Human Services			
Medical Assistance Program	93.778	Colorado Department of Human Services	<u>101,267</u>
Total Medicaid Cluster-Cluster			<u>101,267</u>
SNAP Cluster-Cluster			
United States Department of Agriculture			
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	Colorado Department of Human Services	<u>81,929</u>
Total SNAP Cluster-Cluster			<u>81,929</u>
Other Programs			
Department of Homeland Security			
Emergency Management Performance Grants	97.042	Colorado Department of Public Safety	20,181
Department of Health and Human Services			
Public Health Emergency Preparedness	93.069	Colorado Department of Public Health and Environment	19,115
Guardianship Assistance	93.090	Colorado Department of Human Services	514
Immunization Cooperative Agreements	93.268	Colorado Department of Public Health and Environment	46,060
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	Colorado Department of Public Health and Environment	15,505
Title IV-E Kinship Navigator Program	93.471	Colorado Department of Human Services	2,981
Title IV-E Prevention Program	93.472	Colorado Department of Human Services	1,529
Temporary Assistance for Needy Families (TANF) State Programs	93.558	Colorado Department of Human Services	70,849
Child Support Services	93.563	Colorado Department of Human Services	11,691
Low-Income Home Energy Assistance	93.568	Colorado Department of Human Services	76,805
Stephanie Tubbs Jones Child Welfare Services Program	93.645	Colorado Department of Human Services	1,181
Foster Care Title IV-E	93.658	Colorado Department of Human Services	52,333
Adoption Assistance	93.659	Colorado Department of Human Services	8,954
Social Services Block Grant	93.667	Colorado Department of Human Services	19,994

The accompanying notes are an integral part of this schedule

DOLORS COUNTY COLORADO
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2024

<i>Federal Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Pass-through Grantor and Number</i>	<i>Federal Expenditures(\$)</i>
Elder Abuse Prevention Interventions Program	93.747	Colorado Department of Human Services	\$ 10,831
Centers for Disease Control and Prevention Collaboration with Academia to Strengthen Public Health	93.967	Colorado Department of Public Health and Environment	60,666
Maternal and Child Health Services Block Grant to the States Department of the Treasury	93.994	Colorado Department of Public Health and Environment	4,375
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	Colorado Department of Human Services	3,550
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	Colorado Department of Public Health and Environment	66,237
Total CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS			69,787
United States Department of Agriculture			
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	Colorado Department of Public Health and Environment	13,781
Total Other Programs			507,132
Total Expenditures of Federal Awards			<u><u>\$ 1,139,515</u></u>

The accompanying notes are an integral part of this schedule

DOLORES COUNTY, COLORADO

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS For the Year Ended December 31, 2024

Organization

The accompanying schedule of expenditures of federal awards presents the activity of all federal award programs of Dolores County, Colorado for the year ended December 31, 2024. All federal awards received directly from federal agencies as well as federal awards passed through other governmental agencies, are included on the schedule.

Basis Of Presentation

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

Indirect Costs

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

Food Distribution

Non-monetary assistance is reported in the Schedule at the fair market value of the commodities received and disbursed.

Sub-recipients

Dolores County had no sub-recipients of federal funds for the year ended December 31, 2024.

DOLORES COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2024

Section 1- Summary of Auditors' Results

Financial Statements

Type of auditors' report issued	Unmodified Opinion		
Internal control over financial reporting:			
Material weakness(es) identified?	_____ yes	_____ X _____	no
Significant deficiency(ies) identified			
not considered to be material weaknesses?	_____ yes	_____ X _____	no

Federal Awards

Internal control over major programs:			
Material weakness(es) identified?	_____ yes	_____ X _____	no
Significant deficiency(ies) identified			
not considered to be material weaknesses?	_____ yes	_____ X _____	no

Type of auditors' report issued on compliance for major programs:	Unmodified Opinion
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Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance	_____ yes	_____ X _____	no
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Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
10.666	Schools and Roads Grants to Counties

Dollar threshold to distinguish between Type A and Type B programs:	\$750,000
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Auditee qualified as low-risk auditee	_____ X _____	yes	_____	no
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Section 2- Findings under Generally Accepted Government Auditing Standards

There were no findings required to be reported under Generally Accepted Government Auditing Standards

Section 3- Findings and Questioned Costs Under Uniform Guidance

There were no findings or questioned cost for federal awards as defined in the Uniform Guidance.

DOLORES COUNTY, COLORADO

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended December 31, 2024

There were no prior year findings or questioned costs noted that were reportable under the Uniform Guidance criteria.

DOLORES COUNTY, COLORADO

SCHEDULE OF CORRECTIVE ACTION PLAN
For the Year Ended December 31, 2024

There were no audit findings to be included in the current audit report; therefore, a corrective action plan is not necessary.

LOCAL HIGHWAY FINANCE REPORT

STATE:

COLORADO

YEAR ENDING (mm/yy):

12/2024

This Information From The Records Of:

Dolores County Colorado

Prepared By:

Majors and Haley P.C. chris@majorshaley.com

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

ITEM	AMOUNT
A. Receipts from local sources:	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	
3. Other local imposts (from page 2)	\$ 464,477.00
4. Miscellaneous local receipts (from page 2)	\$ 331,713.00
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	\$ -
7. Total (1 through 6)	\$ 796,190.00
B. Private Contributions	
C. Receipts from State government (from page 2)	\$ 1,876,260.00
D. Receipts from Federal Government (from page 2)	\$ 240,907.00
E. Total receipts (A.7 + B + C + D)	\$ 2,913,357.00

III. EXPENDITURES FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway expenditures:	
1. Capital outlay (from page 2)	\$ 9,965.00
2. Maintenance:	\$ 2,280,409.00
3. Road and street services:	
a. Traffic control operations	
b. Snow and ice removal	\$ 124,281.00
c. Other Decrease in suppl inv	\$ 3,833.00
d. Total (a. through c.)	\$ 128,114.00
4. General administration & miscellaneous	\$ 277,500.00
5. Highway law enforcement and safety	
6. Total (1 through 5)	\$ 2,695,988.00
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	\$ -
2. Notes:	
a. Interest	\$ 98,306.00
b. Redemption	\$ 171,568.00
c. Total (a. + b.)	\$ 269,874.00
3. Total (1.c + 2.c)	\$ 269,874.00
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total expenditures (A.6 + B.3 + C + D)	\$ 2,965,862.00

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				\$ -
1. Bonds (Refunding Portion)				\$ -
B. Notes (Total)	\$ 2,238,755.00		\$ 171,568.00	\$ 2,067,187.00

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
	\$ 3,592,697.00	\$ 2,913,357.00	\$ 2,965,862.00	\$ 3,540,192.00	\$ -

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT		STATE: COLORADO YEAR ENDING (mm/yy): 12/2024	
II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	\$ 435,823.00	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees	\$ 5,055.00	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	\$ 303,564.00
5. Specific Ownership &/or Other	\$ 23,599.00	g. Other Misc. Receipts	\$ 28,149.00
6. Total (1. through 5.)	\$ 28,654.00		
c. Total (a. + b.)	\$ 464,477.00	i. Total (a. through h.)	\$ 331,713.00
<i>(Carry forward to page 1)</i>		<i>(Carry forward to page 1)</i>	
III. EXPENDITURES FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes (from Item I.C.5.)	\$ 1,867,958.00	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	\$ 240,907.00
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	\$ 8,302.00	d. Federal Transit Administration	
d. DOLA Grant		e. U.S. Corps of Engineers	
e. Other		f. Other Federal	
f. Total (a. through e.)	\$ 8,302.00	g. Total (a. through f.)	\$ 240,907.00
4. Total (1. + 2. + 3.f)	\$ 1,876,260.00	3. Total (1. + 2.g)	\$ 240,907.00
<i>(Carry forward to page 1)</i>		<i>(Carry forward to page 1)</i>	
		ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)
		TOTAL (c)	
A.1. Capital outlay:			
a. Right-Of-Way Costs			\$ -
b. Engineering Costs			\$ -
c. Construction:			
(1). New Facilities			\$ -
(2). Capacity Improvements			\$ -
(3). System Preservation		\$ 9,965.00	\$ 9,965.00
(4). System Enhancement And Operation			\$ -
(5). Total Construction (1)+(2)+(3)+(4)		\$ -	\$ 9,965.00
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.4)		\$ -	\$ 9,965.00
<i>(Carry forward to page 1)</i>			
Notes and Comments:			