

Huerfano County, Colorado

Financial Statements
with Independent Auditor's Report

December 31, 2024



**HINKLE &
COMPANY**
Strategic ^{PC}
Business Advisors

Huerfano County, Colorado

Table of Contents
December 31, 2024

Independent Auditor's Report	1
Basic Financial Statements	
<i>Government-wide Financial Statements</i>	
Statement of Net Position	5
Statement of Activities	6
<i>Governmental Funds</i>	
Balance Sheet	7
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	8
Statement of Revenues, Expenditures and Changes in Fund Balances	9
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities.....	10
<i>Proprietary Funds</i>	
Statement of Net Position	11
Statement of Revenues, Expenses and Changes in Net Position	12
Statement of Cash Flows.....	13
<i>Fiduciary Funds</i>	
Statement of Fiduciary Net Position	14
Statement of Change of Fiduciary Net Position	15
<i>Notes to the Financial Statements</i>	16
Required Supplementary Information	
<i>Budgetary Comparison Schedules</i>	
General Fund.....	32
Road and Bridge Fund.....	33
Department of Human Services Fund	34
Special Projects/Capital Expenditure Fund	35
Emergency Services Fund.....	36
Disaster Recovery Fund	37
<i>Notes to Required Supplementary Information</i>	38
Supplementary Information	
<i>Listing of Nonmajor Governmental Funds</i>	
Combining Balance Sheet	39
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	40
Parks and Recreation Fund	41
P.I.L.T Fund	42
Conservation Trust Fund	43

Huerfano County, Colorado

Table of Contents
December 31, 2024
(Continued)

Supplementary Information (Continued)

Listing of Nonmajor Governmental Funds (Continued)

Water Transfer Station.....	44
Retirement Fund	45
Federal Forest Project Fund	46
Housing Authority Fund	47
Lodging and Tax Tourism Fund.....	48
Contingency Fund.....	49
Asset Management Fund.....	50
Gardner Water and Sewer Improvement District.....	51

Compliance Section

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 <i>Government Auditing Standards</i>	52
Schedule of Findings and Responses	54

State Compliance

Local Highway Finance Report.....	55
-----------------------------------	----



**HINKLE &
COMPANY**
Strategic ^{PC}
Business Advisors

Independent Auditor's Report

Board of County Commissioners
Huerfano County, Colorado
Walsenburg, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited 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 Huerfano County, Colorado (the County) as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County, 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

The County's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, 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.

Office Locations:

Colorado Springs, CO
Denver, CO
Frisco, CO
Tulsa, OK

Denver Office:

750 W. Hampden Avenue,
Suite 400
Englewood,
Colorado 80110
TEL: 303.796.1000
FAX: 303.796.1001
www.HinkleCPAs.com

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

Emphasis of Matter

As described in Note 11 to the financial statements, as of and for the year ended December 31, 2024, have been restated to correct misstatements. Our opinion is not modified with respect to this matter.

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

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



Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information such as budgetary comparison information presented on pages 32 - 37, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the 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.

The County has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

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



Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 2, 2026 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Hick & Company, PC

Englewood, Colorado
March 2, 2026



Basic Financial Statements

Huerfano County, Colorado
Statement of Net Position
December 31, 2024

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and Cash Equivalents	\$ 7,151,039	\$ 565,471	\$ 7,716,510
Sales Taxes Receivable	530,842	-	530,842
Property Taxes Receivable	3,077,780	-	3,077,780
Accounts Receivable	40,325	-	40,325
Due from Other Governments	292,787	-	292,787
Due from Other Funds	464,728	(464,728)	-
Capital Assets, <i>not being depreciated</i>	2,550,273	1,585,122	4,135,395
Capital Asser, <i>net of accumulated depreciation</i>	21,056,355	1,302,195	22,358,550
Total Assets	<u>35,164,129</u>	<u>2,988,060</u>	<u>38,152,189</u>
Liabilities			
Accounts Payable	761,988	153,785	915,773
Accrued Salaries	351,840	-	351,840
Accrued Interest	560	-	560
Unearned Revenue	641,036	-	641,036
Long-term Debt			
Due within one year	1,212,080	267,544	1,479,624
Due in more than one year	9,084,952	1,802,050	10,887,002
Total Liabilities	<u>12,052,456</u>	<u>2,223,379</u>	<u>14,275,835</u>
Deferred Inflows of Resources			
Unavailable revenue - property taxes	3,083,543	-	3,083,543
Total Deferred inflows of resources	<u>3,083,543</u>	<u>-</u>	<u>3,083,543</u>
Net Position			
Net Investment in Capital Assets	15,036,390	1,594,864	16,631,254
Restricted for Emergencies (TABOR)	415,028	-	415,028
Unrestricted, Unreserved	4,576,712	(830,183)	3,746,529
Total Net Position	<u>\$ 20,028,130</u>	<u>\$ 764,681</u>	<u>\$ 20,792,811</u>

Huerfano County, Colorado
Statement of Activities
For the Year Ended December 31, 2024

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Primary Government Business-Type Activities	Total
Primary Government							
Governmental Activities							
General Government	\$ 5,976,577	\$ 1,234,251	\$ 230,015	\$ 801,261	\$ (3,711,050)	\$ -	\$ (3,711,050)
Public Safety	5,311,972	839,395	252,786	-	(4,219,791)	-	(4,219,791)
Public Works	1,532,451	217,269	88,402	256,263	(970,517)	-	(970,517)
Human Services	2,326,351	-	1,861,643	-	(464,708)	-	(464,708)
Culture and Recreation	40,421	14,253	23,951	-	(2,217)	-	(2,217)
Interest on Long-Term Debt	440,920	-	-	-	(440,920)	-	(440,920)
Total Governmental Activities	<u>15,628,692</u>	<u>2,305,168</u>	<u>2,456,797</u>	<u>1,057,524</u>	<u>(9,809,203)</u>	<u>-</u>	<u>(9,809,203)</u>
Business-Type Activities							
Correctional Facility	-	-	-	-	-	-	-
Gardner Water and Sewer Improvement District	276,471	99,061	-	-	-	(177,410)	(177,410)
Asset Management Enterprise	80,202	376,271	-	-	-	296,069	296,069
Total Business-Type Activities	<u>356,673</u>	<u>475,332</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>118,659</u>	<u>118,659</u>
Total Primary Government	<u>\$ 15,985,365</u>	<u>\$ 2,780,500</u>	<u>\$ 2,456,797</u>	<u>\$ 1,057,524</u>	<u>(9,809,203)</u>	<u>118,659</u>	<u>(9,690,544)</u>
General Revenues							
Taxes							
Property Tax					3,702,213	-	3,702,213
Sales and Use Tax					3,041,215	-	3,041,215
Specific Ownership Tax					332,478	-	332,478
Other Taxes					2,836,339	-	2,836,339
Investment income					361,534	-	361,534
Misc.					146,129	-	146,129
Gain on Disposal of Assets					-	281,007	281,007
Transfer					530,075	(530,075)	-
Total General Revenues and Transfers					<u>10,949,983</u>	<u>(249,068)</u>	<u>10,700,915</u>
Change in Net Position					1,140,780	(130,409)	1,010,371
Net Position, Beginning of Year							
Prior period adjustment					19,495,810	895,090	20,390,900
Net Position, beginning of year, restated					(608,460)	-	(608,460)
					<u>18,887,350</u>	<u>895,090</u>	<u>19,782,440</u>
Net Position, End of Year							
					<u>\$ 20,028,130</u>	<u>\$ 764,681</u>	<u>\$ 20,792,811</u>

See Notes to Financial Statements.

Huerfano County, Colorado
Balance Sheet
Governmental Funds
December 31, 2024

	General	Road and Bridge	Department of Human Services	Special Projects	Emergency Service	Disaster Recovery	Other Governmental Funds	Total
Assets								
Cash and Cash Equivalents	\$ 1,338,256	\$ 1,003,209	\$ 1,291,122	\$ 688,493	\$ 1,257,372	\$ 783,312	\$ 789,275	\$ 7,151,039
Taxes Receivable	2,838,741	167,497	389,395	-	72,807	-	140,182	3,608,622
Accounts Receivable	-	-	35,679	-	-	-	4,646	40,325
Due from Other Governments	-	-	292,787	-	-	-	-	292,787
Due from Other Funds	1,269,552	44,728	-	400,000	22,500	-	756,949	2,493,729
Inventories	-	-	-	-	-	-	-	-
Total Assets	\$ 5,446,549	\$ 1,215,434	\$ 2,008,983	\$ 1,088,493	\$ 1,352,679	\$ 783,312	\$ 1,691,052	\$ 13,586,502
Liabilities								
Accounts Payable	\$ 143,942	\$ 18,855	\$ 41,576	\$ 452,390	\$ 61,975	\$ -	\$ 43,249	\$ 761,987
Accrued Salaries	215,810	71,558	27,031	-	37,441	-	-	351,840
Due to Other Funds	22,500	-	33,184	1,067,514	-	703,765	202,038	2,029,001
Deferred Revenue	-	-	500,854	-	-	-	140,182	641,036
Total Liabilities	382,252	90,413	602,645	1,519,904	99,416	703,765	385,469	3,783,864
Deferred Inflows of Resources								
Property Taxes	2,678,572	15,576	389,395	-	-	-	-	3,083,543
Fund Balance								
Restricted for TABOR	415,028	-	-	-	-	-	-	415,028
Committed	-	1,109,445	1,016,943	-	1,253,263	79,547	1,305,583	4,764,781
Unassigned	1,970,697	-	-	(431,411)	-	-	-	1,539,286
Total Fund Balance	2,385,725	1,109,445	1,016,943	(431,411)	1,253,263	79,547	1,305,583	6,719,095
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 5,446,549	\$ 1,215,434	\$ 2,008,983	\$ 1,088,493	\$ 1,352,679	\$ 783,312	\$ 1,691,052	\$ 13,586,502

See Notes to Financial Statements.

Huerfano County, Colorado
 Reconciliation of Balance Sheet of the Governmental Funds
 to the Statement of Net Position
 December 31, 2024

Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:

Total Fund Balance of Governmental Funds	\$ 6,719,094
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in governmental funds.	23,606,628
Long-term liabilities and related items are not due and payable in the current year and, therefore, are not reported in governmental funds.	
Long-Term Debt	(8,139,260)
Capital Leases Payable	(1,434,235)
Accrued Compensated Absences	(723,537)
Accrued Interest Payable	<u>(560)</u>
Total Net Position of Governmental Activities	<u>\$ 20,028,130</u>

Huerfano County, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2024

	General	Road and Bridge	Department of Human Services	Special Projects	Emergency Service	Disaster Recovery	Other Governmental Funds	Total Governmental Funds
Revenues								
Taxes								
Property Tax	\$ 3,156,176	\$ 16,000	\$ 392,765	\$ -	\$ -	\$ -	\$ 137,270	\$ 3,702,211
Specific Ownership Tax	276,237	1,604	40,174	-	-	-	14,462	332,477
Sales and Other Tax	1,990,226	-	-	-	1,171,514	-	113,715	3,275,455
Licenses and Permits	278,770	98,695	-	-	-	-	18,240	395,705
Charges for Services	849,508	1,990,773	-	-	-	-	573	2,840,854
Intergovernmental	1,057,213	38,348	1,850,986	1,132,029	95,066	-	691,828	4,865,470
Investment Income	359,523	-	-	-	-	-	2,010	361,533
Miscellaneous	372,924	-	-	12,942	31,887	-	47,938	465,691
Total Revenues	<u>8,340,577</u>	<u>2,145,420</u>	<u>2,283,925</u>	<u>1,144,971</u>	<u>1,298,467</u>	<u>-</u>	<u>1,026,036</u>	<u>16,239,396</u>
Expenditures								
Current								
General Government	3,479,305	1,440,453	-	376,961	-	-	472,551	5,769,270
Public Safety	3,908,502	-	-	63,564	939,228	-	1,335	4,912,629
Public Works	590,218	763,940	-	-	-	-	-	1,354,158
Health Services	158,584	-	2,164,359	-	-	-	3,409	2,326,352
Culture and Recreation	-	-	-	-	-	-	37,232	37,232
Capital Outlay	-	-	-	1,249,591	-	161,431	-	1,411,022
Debt Service								
Principal	280,000	-	-	228,279	-	-	-	508,279
Interest and Fiscal Charges	309,000	-	-	-	-	-	-	309,000
Total Expenditures	<u>8,725,609</u>	<u>2,204,393</u>	<u>2,164,359</u>	<u>1,918,395</u>	<u>939,228</u>	<u>161,431</u>	<u>514,527</u>	<u>16,627,942</u>
Excess Revenues Over (Under) Expenditures	<u>(385,032)</u>	<u>(58,973)</u>	<u>119,566</u>	<u>(773,424)</u>	<u>359,239</u>	<u>(161,431)</u>	<u>511,509</u>	<u>(388,546)</u>
Other Financing Sources (Uses)								
Debt Proceeds	112,885	-	-	-	1,000,000	-	-	1,112,885
Transfers In	812,137	240,000	-	819,026	-	-	394,499	2,265,662
Transfers Out	(20,000)	-	(24,499)	-	(1,100,000)	-	(591,088)	(1,735,587)
Other Financing Sources (Uses)	<u>905,022</u>	<u>240,000</u>	<u>(24,499)</u>	<u>819,026</u>	<u>(100,000)</u>	<u>-</u>	<u>(196,589)</u>	<u>1,642,960</u>
Net Change in Fund Balance	519,990	181,027	95,067	45,602	259,239	(161,431)	314,920	1,254,414
Fund Balance, Beginning of Year	1,886,103	928,418	580,114	(882,177)	994,024	290,978	1,006,963	4,804,423
<i>Prior period adjustment</i>	(20,368)	-	341,762	405,164	-	(50,000)	(16,300)	660,258
Restated Fund Balance, Beginning of Year	<u>1,865,735</u>	<u>928,418</u>	<u>921,876</u>	<u>(477,013)</u>	<u>994,024</u>	<u>240,978</u>	<u>990,663</u>	<u>5,464,681</u>
Fund Balance, End of Year	<u>\$ 2,385,725</u>	<u>\$ 1,109,445</u>	<u>\$ 1,016,943</u>	<u>\$ (431,411)</u>	<u>\$ 1,253,263</u>	<u>\$ 79,547</u>	<u>\$ 1,305,583</u>	<u>\$ 6,719,095</u>

See Notes to Financial Statements.

Huerfano County, Colorado
 Reconciliation of the Statement of Revenues, Expenditures and Changes in
 Fund Balance of Governmental Funds to the Statement of Activities
 For the Year Ended December 31, 2024

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because:

Net Change in Fund Balance of Governmental Funds	\$	274,413
<p>Capital outlays to purchase or construct capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized in the statement of net position and are allocated over their estimated useful lives as annual depreciation expense in the statement of activities.</p>		
Capital Outlays		1,436,097
Depreciation Expense		(959,011)
<p>Repayments of long-term liabilities are expenditures in governmental funds, but they reduce long-term liabilities in the statement of net position and do not affect the statement of activities.</p>		
Proceeds from Issuance of Leases		(132,885)
Principal Payments on Long-Term Debt Capital Leases		300,875
Change in Accrued Compensated Absences		145,806
Change in Accrued Interest Payable		75,485
		75,485
Change in Net Position of Governmental Activities	\$	1,140,780

Huerfano County, Colorado
Statement of Net Position
Proprietary Fund
December 31, 2024

Assets	Asset Management Enterprise	Correctional Facility	Gardner Water and Sewer Improvement District	Total
<i>Current Assets</i>				
Cash and Investments	\$ 453,867	\$ -	\$ 111,604	\$ 565,471
Accounts Receivable	-	-	-	-
Total Current Assets	<u>453,867</u>	<u>-</u>	<u>111,604</u>	<u>565,471</u>
<i>Noncurrent Assets</i>				
Capital Assets, <i>not being depreciated</i>	1,585,122	-	-	1,585,122
Capital Assets, <i>Net of accumulated depreciation</i>	-	-	1,302,195	1,302,195
Total Noncurrent Assets	<u>1,585,122</u>	<u>-</u>	<u>1,302,195</u>	<u>2,887,317</u>
Total Assets	<u>2,038,989</u>	<u>-</u>	<u>1,413,799</u>	<u>3,452,788</u>
Liabilities				
<i>Current Liabilities</i>				
Accounts Payable	-	-	153,785	153,785
Due to Other Funds	420,000	-	44,728	464,728
Current Maturities of Long-Term Debt	267,544	-	-	267,544
Total Current Liabilities	<u>687,544</u>	<u>-</u>	<u>198,513</u>	<u>886,057</u>
<i>Non-Current Liabilities</i>				
Notes Payable	1,802,050	-	-	1,802,050
Total Liabilities	<u>2,489,594</u>	<u>-</u>	<u>198,513</u>	<u>2,688,107</u>
Net Position				
Net Investment in Capital Assets	292,669	-	1,302,195	1,594,864
Unrestricted	(743,274)	-	(86,909)	(830,183)
Total Net Position	<u>\$ (450,605)</u>	<u>\$ -</u>	<u>\$ 1,215,286</u>	<u>\$ 764,681</u>

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

	Asset Management Enterprise	Correctional Facility	Gardner Water and Sewer Improvement District	Total
Operating Revenues				
Charges for Services	\$ -	\$ -	\$ 99,061	\$ 99,061
Lease revenues	376,271	-	-	376,271
Total Operating Revenues	<u>376,271</u>	<u>-</u>	<u>99,061</u>	<u>475,332</u>
Operating Expenses				
Contractual Services	-	-	57	57
Utilities	-	-	9,942	9,942
Repairs and Maintenance	-	-	9,285	9,285
Other Supplies and Expenses	-	-	10,280	10,280
Professional Fees	-	-	159,799	159,799
Miscellaneous Expenses	-	-	50,157	50,157
Depreciation	-	2,005	36,951	38,956
Total Operating Expenses	<u>-</u>	<u>2,005</u>	<u>276,471</u>	<u>278,476</u>
Net Operating Income	<u>376,271</u>	<u>(2,005)</u>	<u>(177,410)</u>	<u>196,856</u>
Non-Operating Revenues (Expenses)				
Gain (loss) on asset disposal	283,012	-	-	283,012
Interest and fiscal charges	(80,202)	-	-	(80,202)
Transfers (Out)	(519,026)	(11,049)	-	(530,075)
Change in Net Position	60,055	(13,054)	(177,410)	(130,409)
Net Position, Beginning of Year	(510,660)	13,054	1,392,696	895,090
Net Position, End of Year	<u>\$ (450,605)</u>	<u>\$ -</u>	<u>\$ 1,215,286</u>	<u>\$ 764,681</u>

Huerfano County, Colorado
Statement of Cash Flows
Proprietary Fund
For the Year Ended December 31, 2024

	Asset Management Enterprise	Correctional Facility	Gardner Water and Sewer Improvement District	Total
Cash Flows From Operating Activities				
Cash Received from Customers	\$ -	\$ -	\$ 99,061	\$ 99,061
Cash Paid to Suppliers	-	-	(44,430)	(44,430)
Net Cash Provided by Operating Activities	-	-	54,631	54,631
Cash Flows From Financing Activities				
Transfers In (Out)	(519,026)	(11,049)	-	(530,075)
Lease Revenue	376,271	-	-	376,271
Net Cash Used by Investing Activities	(142,755)	(11,049)	-	(153,804)
Cash Flows From Capital and Related Financing Activities				
Cash from sales of capital assets	797,890	-	-	797,890
Interest payments on debt	(80,202)	-	-	(80,202)
Principal Payments on Capital Debt and Leases	(832,561)	-	-	(832,561)
Net Cash Used by Capital and Related Financing Activities	(114,873)	-	-	(114,873)
Net Change in Cash and Cash Equivalents	(257,628)	(11,049)	54,631	(214,046)
Cash and Cash Equivalents, <i>Beginning of Year</i>	711,495	11,049	56,973	779,517
Cash and Cash Equivalents, <i>End of Year</i>	\$ 453,867	\$ -	\$ 111,604	\$ 565,471
Reconciliation of Net Operating Income to Net Cash Provided by Operating Activities:				
Net Operating Income	\$ -	\$ -	\$ (177,410)	\$ (177,410)
Adjustments to Reconcile Net Operating Income to Net Cash Provided by Operating Activities				
Depreciation Expense	-	-	36,950	36,950
Changes in Assets and Liabilities Related to Operations				
Accounts Payable	-	-	195,091	195,091
Net Cash Provided by Operating Activities	\$ -	\$ -	\$ 54,631	\$ 54,631

Huerfano County, Colorado
 Statement of Fiduciary Net Position
 Fiduciary Funds
 December 31, 2024

	Agency Funds
Assets	
<i>Current Assets</i>	
Cash and Investments	\$ <u>389,150</u>
Total Assets	<u>389,150</u>
 Liabilities	
<i>Current Liabilities</i>	
Due to Other Governments	<u>389,150</u>
Total Current Liabilities	<u>389,150</u>
 Net Position	
Unrestricted	<u>-</u>
Total Net Position	<u>\$ -</u>

Huerfano County, Colorado
Statement of Change of Fiduciary Net Position
Fiduciary Funds
December 31, 2024

	<u>Custodial Funds</u>
Additions	
Taxes collected for other government	\$ 12,912,276
Other collections	<u>2,925,902</u>
Total Additions	<u>15,838,178</u>
Deductions	
Taxes disbursed to other governments	15,129,288
Public trustee disbursements	690,095
Funds held for others	<u>18,795</u>
Total Deductions	<u>15,838,178</u>
Net increase (decrease) in fiduciary net position	-
Net Position, <i>Beginning of Year</i>	<u>-</u>
Net Position, <i>End of Year</i>	<u><u>\$ -</u></u>

Huerfano County, Colorado
Notes to the Financial Statements
December 31, 2024

Note 1: Summary of Significant Accounting Policies

The financial statements of the Huerfano County, Colorado (the County) have been prepared in conformity with generally accepted accounting principles (GAAP) as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

Reporting Entity

The County is a political subdivision organized under the statutes of the State of Colorado. The County is governed by a three-member Board of County Commissioners (the Board). Each commissioner is elected at large by the voters of the County to represent one of the three separate districts and must reside in the district for which he or she is elected. There are also six other elected officials - assessor, clerk and recorder, coroner, sheriff, surveyor and treasurer. The treasurer is also the County Public Trustee.

The County provides a wide range of services to its residents including general administration, public safety, highways and streets, health and human services, public improvements, planning, zoning, airport, predatory animal and weed control.

Component Units

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

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

Based on the application of these criteria, the Huerfano County Asset Management Corporation, a nonprofit corporation incorporated in 2022, is considered a blended component unit of the County because the Board of County Commissioners and management of Huerfano County control the organization.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all activities of the County and its component units. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges for interfund services that are reasonably equivalent to the services provided. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

Government-wide and Fund Financial Statements

The statement of activities demonstrates the degree to which the direct expenses of the given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

Huerfano County, Colorado
Notes to the Financial Statements
December 31, 2024

Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current year or soon enough thereafter to pay liabilities of the current year. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current year.

Taxes, intergovernmental revenues, and interest associated with the current year are considered to be susceptible to accrual and so have been recognized as revenues of the current year. All other revenues are considered measurable and available only when cash is received by the County.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a fund's principal ongoing operations. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

In the fund financial statements, the County reports the following major governmental funds:

The *General Fund* - Is the County's primary operating fund. It accounts for all financial resources of the County, except those accounted for in another fund. During 2024 the Parks and Recreation fund was closed to the general fund.

The *Road and Bridge Fund* - This fund accounts for maintenance of all county roads and bridges which includes salaries and benefits, and other expenses related to maintenance. The main revenues are highway users trust fund receipts and property taxes. The fund also sells fuel to other departments and governmental agencies within the County.

The *Human Service Fund* - This fund accounts for the public welfare costs paid to qualifying clients. The majority of federal funds expended are incurred through this fund. In addition to the federal funds received this fund also receives state funds and property taxes.

The *Special Projects Fund* - This fund accounts for certain projects and specific funds received that are for the overall good of the County that are not classified as being from one particular fund.

The *Emergency Services Fund* - During 2009, the voters approved an additional 1% sales tax to be used for emergency/dispatch services for all residents of the County.

Huerfano County, Colorado
Notes to the Financial Statements
December 31, 2024

The *Disaster Recovery Fund* - This fund accounts for grants and other funds received to use for disaster recovery projects.

Proprietary fund financial statements are used to account for activities which are similar to those found in the private sector. The measurement focus is based upon determination of net income, financial position, and cash flows.

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

- Revenues are recognized when earned, and expenses are recognized when the liabilities are incurred.
- Current contributions, administrative expenses, and premium payments, which are not received or paid until the subsequent years, are considered to be incurred.

Proprietary funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or non-current) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Net Position presents increases (revenue) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operating of the fund. All other expenses are reported as non-operating expenses.

The County reports the following major proprietary funds:

Correctional Facility - This fund accounts for funds received from a contract with CCA for the housing of prisoners. Currently no revenues of a material amount are being received as the local prison was closed. The fund was closed during 2024, and its assets were transferred to the general fund.

Gardner Water & Sewer Improvement District - During 2011 the voters of the County approved a ballot question authorizing the County to take over operations of the improvement district. The fund accounts for water and sewer services to the Gardner area.

Asset Management Corporation is a blended component unit of the County that is reported as a proprietary fund. The purpose of the fund is to purchase, construct, and maintain equipment and property for the county and to acquire funding for these purposes.

The County reports the following non-major funds:

Conservation Trust Fund - This fund accounts for lottery proceeds required to be expended solely on park and recreation improvements.

P.I.L.T Fund - This fund accounts for payments in lieu of taxes received from the federal government due to the amount of federally owned land in the County. The funds can be spent for any legal purpose.

Retirement Fund - This fund receives the Colorado Retirement Association (CRA) contributions from the eligible employees of each fund and pays the employee's and employer's share for the benefit of each eligible employee's retirement.

Federal Forest Project Fund - This fund accounts for reimbursements received for search and rescue missions and for the cost of those missions.

Lodging Tax Tourism Fund - During 2006 the voters approved a lodging tax that is levied against each hotel or motel room rented. The funds collected will be spent on economic development.

Huerfano County, Colorado
Notes to the Financial Statements
December 31, 2024

Waste Transfer Station Fund - This fund accounts for the fees and related costs of operating a waste transfer station.

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

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regard to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

The County applies all applicable GASB pronouncements to the business-type activities. Reconciliation of the Fund financial statements to the Government-Wide financial statements is provided in the financial statements to explain the differences created by the integrated approach of GASB Statement No. 34.

Assets, Liabilities and Net Position/Fund Balances

Cash Equivalents - For purposes of the statement of cash flows, cash equivalents are defined as investments with original maturities of three months or less. The County considers all pooled cash and investments to be cash equivalents.

Receivables - Receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Inventory - Inventory is valued at the lower of cost (first-in, first-out) or market. Inventory in the Road and Bridge Fund consists of expendable supplies held for use. Reported inventories are equally offset by a fund balance reserve, which indicates that they do not constitute "available spendable resources", even though they are a component of net current assets. Inventory policy on government-wide statements is consistent with fund statements.

Interfund Receivables and Payables - During the course of operations, certain transactions occur between individual funds. The resulting receivables and payables are classified on the balance sheet as interfund receivables and interfund payables. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as internal balances.

Prepaid Expenses - Certain payments to vendors reflect costs applicable to future accounting periods and are reported as prepaid expenses using the consumption method.

Capital Assets - Capital assets, which include land, buildings, equipment, and all infrastructure owned by the County, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and the proprietary funds in the fund financial statements. Capital assets are defined by the County as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the acquisition value on the date of donation. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized.

Huerfano County, Colorado
Notes to the Financial Statements
December 31, 2024

Capital assets of the County are depreciated using the straight-line method over the following estimated useful lives.

Infrastructure	75 years
Buildings & Improvements	50-75 years
Furniture & Fixtures	7-10 years
Machinery, Equipment, & Vehicle	5-10 years

It is the County's policy to capitalize all infrastructure purchased after July 1, 1980.

Compensated Absences - Employees of the County are allowed to accumulate unused vacation and sick time depending on the length of employment. Upon termination of employment from the County, an employee will be compensated for all accrued vacation time at their current rate of pay. If an employee has unused sick time and ceases employment with the county, the sick time is cancelled and there is no provision for payment for unused sick leave.

Accumulated, unpaid vacation time is accrued when earned in the government-wide financial statements and the proprietary funds in the fund financial statements. A liability is recorded in the governmental fund financial statements only when payment is due.

Long-Term Debt - In the government-wide financial statements and the proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities. Debt premiums, discounts and accounting losses resulting from debt refunding's are deferred and amortized over the life of the debt using the straight-line method. In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses.

Debt issuance costs, whether or not withheld from the debt proceeds, are reported as current expenses or expenditures.

Deferred Inflows of Resources - In addition to liabilities, the statement of net position and the governmental fund balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position and/or fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has two types of items which arise both under the full accrual and modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the items, property taxes and unavailable grant revenue, are reported in both the governmental activities statement of net position and in the governmental funds balance sheet. The governmental funds report deferred inflows of resources from property taxes and unavailable grant revenue. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Since property tax revenues are collected in arrears during the succeeding year, a receivable and corresponding deferred inflow of resources is recorded on December 31. As the tax is collected in the succeeding year, the deferred inflow of resources is recognized as revenue and the receivable is reduced.

Fund Equity – the County classified governmental fund balances as follows:

- *Nonspendable* – includes fund balance amounts there are not on spendable form including inventories, prepaid expenses, and long-term portions of notes receivable.
- *Restricted fund balance* – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or grantors, or amounts constrained due to constitutional provisions or enabling legislation such as TABOR.

Huerfano County, Colorado
Notes to the Financial Statements
December 31, 2024

- *Committed fund balance* – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision-making authority, which are the Board of County Commissioners. The County must make formal action through resolution to establish, modify, or rescind committed fund balance amounts.
- *Assigned fund balance* – includes spendable fund balance amounts that are intended to be used for specific purposes that are neither considered restricted nor committed. Fund balance may be assigned by the Board of County Commissioners or by a member of management to whom the Board of County Commissioners has assigned this authority. The County Manager has authority to establish, modify, or rescind assigned fund balance to specific departments or projects within a fund.
- *Unassigned fund balance* – includes residual positive fund balance within the General Fund, which has not been classified within the other above-mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for other specific purposes.

Net Position - The County's net position is classified in the following components:

- *Net Investment in Capital Assets* - consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds, the portion of the debt attributable to the unspent proceeds is not included in the calculation of net investment in capital assets. Rather, that portion of the debt is included in the same net position component as the unspent proceeds.
- *Restricted* - consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Restricted assets are assets which have restrictions placed on the use of the assets through external constraints imposed by creditors (such as through debt covenants), contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation. Generally, a liability relates to restricted assets if the asset results from a resource flow that also results in the recognition of a liability or if the liability will be liquidated with the restricted assets reported.
- *Unrestricted* - consists of the net amount of assets, deferred outflows of resources, liabilities and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

Property Taxes

Property taxes attach as an enforceable lien on property on January 1, are levied the following December, and collected in the subsequent year. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County Treasurer's Office collects property taxes and remits to the County on a daily basis. Since property tax revenues are collected in arrears during the succeeding fiscal year, receivables and corresponding deferred inflows of resources are reported at year end.

Leases

The County is a party as a lessor and lessee for various non-cancellable long-term leases of buildings, equipment, and land. The corresponding lease receivable or lease payable are recorded in an amount equal to the present value of the expected future minimum lease payments received, respectively, discounted at an applicable interest rate.

Huerfano County, Colorado
Notes to the Financial Statements
December 31, 2024

Unearned Revenue

Unearned revenues include amounts recorded in accounts receivable activities prior to the end of the fiscal year but related to the subsequent accounting period. Unearned revenues also include amounts received from grant and contract sponsors that have not yet been earned.

Estimates

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

Note 2: Cash and Investments

A summary of cash and investments on December 31, 2024, follows:

Petty Cash	\$ 1,735
Cash Deposits	1,381,814
Cash Held in Escrow	1,727,200
Investments	4,994,911
Total	<u>\$ 8,105,660</u>

Cash and investments are reported in the financial statements as follows:

Cash and Investments	\$ 5,989,310
Restricted Cash	1,727,200
Agency Fund Cash	389,150
Total	<u>\$ 8,105,660</u>

Cash Deposits

The Colorado Public Deposit Protection Act (PDPA) requires all local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At December 31, 2024, the County had bank deposits of \$1,644,660 collateralized with securities held by the financial institutions' agents but not in the County's name.

Investments

The County is required to comply with State statutes which specify investments meeting defined rating, maturity, and concentration risk criteria in which the County may invest, which include the following. Custodial risk is not addressed by State statutes.

- Obligations of the United States and certain U.S. Agency securities.
- Certain international agency securities.
- General obligation and revenue bonds of U.S. local government entities.
- Bankers' acceptances of certain banks.

Huerfano County, Colorado
Notes to the Financial Statements
December 31, 2024

- Commercial paper.
- Local government investment pools.
- Written repurchase agreements collateralized by certain authorized securities.
- Certain money market funds.
- Guaranteed investment contracts (GICs).

At December 31, 2024, the County had the following investments with the following maturities:

	S&P Rating	Carrying Amount	Less Than One Year	Less Than Five Years
Local Government Pools	N/A	2,625,964	2,625,964	-
Money Market Funds	N/A	410,139	410,139	-
Government Bonds	AA+	546,819	377,196	169,623
Corporate Bonds	BB- to BBB-	434,890	148,063	286,827
Municipal Bonds	AA to A2	226,944	226,944	-
Certificate of Deposits	N/A	750,155	289,868	460,287
		<u>\$ 4,994,911</u>	<u>\$ 4,078,174</u>	<u>\$ 916,737</u>

Fair Value Measurements - The County reports its investments using the fair value measurements established by generally accepted accounting principles. As such, a fair value hierarchy categorizes the inputs used to measure the fair value of the investments into three levels. Level 1 inputs are quoted prices in active markets for identical investments; Level 2 inputs include quoted prices in active markets for similar investments, or other observable inputs; and Level 3 inputs are unobservable inputs. On December 31, 2024, the County's investments as shown above were measured utilizing quoted prices in active markets for similar investments (Level 2 inputs).

Interest Rate Risk - State statutes generally limit the maturity of investment securities to five years from the date of purchase unless the governing board authorizes the investment for a period in excess of five years.

Credit Risk - State statutes limit certain investments to those with specified ratings from nationally recognized statistical rating organizations, depending on the type of investment.

The investment pools represent investments in Colorado Government Liquid Asset Trust (COLOTRUST) for \$1,517,644, Colorado Statewide Investment Program (CSIP) for \$586,321, and Colorado Surplus Asset Fund Trust (CSAFE) for \$521,998. The fair value of the pool is determined by the pool's net asset value for COLOTRUST. CSIP and CSAFE investments are measured at amortized cost and are therefore reported as such on the County's financial statements. The County has no regulatory oversight of the pools.

Huerfano County, Colorado
Notes to the Financial Statements
December 31, 2024

Note 3: Capital Assets

Capital asset activity for the year ended December 31, 2024, is summarized below:

	Restated Balance 12/31/2023	Additions	Transfer	Deletions	Balance 12/31/2024
Governmental Activities					
Capital Assets, <i>Not Being Depreciated</i>					
Land	\$ 639,334	\$ -	\$ -	\$ -	\$ 639,334
Construction in Progress	2,172,439	871,630	-	(1,133,130)	1,910,939
Total Capital Assets, <i>Not Being Depreciated</i>	2,811,773	871,630	-	(1,133,130)	2,550,273
Capital Assets, <i>Being Depreciated</i>					
Infrastructure	1,098,994	-	-	-	1,098,994
Buildings (Restated)	29,484,368	1,254,463	-	-	30,738,831
Machinery & Equipment (Restated)	5,292,798	321,317	274,052	-	5,888,167
Right to Use Leases	466,885	121,817	-	-	588,702
Total Capital Assets, <i>Being Depreciated</i>	36,343,045	1,697,597	274,052	-	38,314,694
Less Accumulated Depreciation					
Infrastructure (Restated)	(110,682)	(14,653)	-	-	(125,335)
Buildings (Restated)	(11,291,768)	(590,856)	-	-	(11,882,624)
Machinery & Equipment (Restated)	(4,493,019)	(251,575)	(274,052)	-	(5,018,646)
Right to Use Leases	(129,807)	(101,927)	-	-	(231,734)
Total Accumulated Depreciation	(16,025,276)	(959,011)	(274,052)	-	(17,258,339)
Total Capital Assets, <i>Being Depreciated, Net</i>	20,317,769	738,586	-	-	21,056,355
Governmental Activities, Capital Assets, <i>Net</i>	\$ 23,129,542	\$ 1,610,216	\$ -	\$ (1,133,130)	\$ 23,606,628
Business-type Activities					
Capital Assets, <i>Not Being Depreciated</i>					
Land - Thorne Ranch	\$ 2,100,000	\$ -	\$ -	\$ (514,878)	\$ 1,585,122
Construction in Progress	-	-	-	-	-
Total Capital Assets, <i>Not Being Depreciated</i>	2,100,000	-	-	(514,878)	1,585,122
Capital Assets, <i>Being Depreciated</i>					
Distribution Infrastructure Assets (Restated)	1,877,956	-	-	-	1,877,956
Machinery and Equipment (Restated)	283,034	-	(274,052)	-	8,982
Total Capital Assets, <i>Being Depreciated</i>	2,160,990	-	(274,052)	-	1,886,938
Less Accumulated Depreciation					
Distribution Infrastructure Assets	(547,793)	(36,950)	-	-	(584,743)
Equipment and Vehicles	(272,047)	(2,005)	274,052	-	-
Total Accumulated Depreciation	(819,840)	(38,955)	274,052	-	(584,743)
Total Capital Assets, <i>Being Depreciated, Net</i>	1,341,150	(38,955)	-	-	1,302,195
Business-type Activities, Capital Assets, <i>Net</i>	\$ 3,441,150	\$ (38,955)	\$ -	\$ (514,878)	\$ 2,887,317

Huerfano County, Colorado
Notes to the Financial Statements
December 31, 2024

Depreciation expense for the governmental activities was charged to programs of the County as follows:

Governmental Activities	
General Government	\$ 378,188
Public Safety	399,341
Public Works	178,293
Culture and Recreation	3,189
Human Services	-
	\$ 959,011

Depreciation expense for the business-type activities was charged to programs of the County as follows:

Business-Type Activities	
Correctional Facility	\$ 2,005
Gardner Water & Sewer Improvement District	36,950
	\$ 38,955

Note 4: Long-Term Debt

Governmental Activities

The following is a summary of long-term debt transactions of the governmental activities for the year ended December 31, 2024:

Governmental Activities	Restated Balance 12/31/23	Additions	Payments	Balance 12/31/24	Due Within One Year
COP - Judicial Center	\$ 7,725,000	\$ -	\$ (280,000)	\$ 7,445,000	\$ 300,000
Premium on COPs	769,744	-	(75,484)	694,260	72,748
Leases Payable (GASB 87)	414,214	1,118,895	(98,874)	1,434,235	165,081
Compensated Absences	869,345	-	(145,808)	723,537	674,251
Total Governmental Activities	\$ 9,778,303	\$ 1,118,895	\$ (600,166)	\$ 10,297,032	\$ 1,212,080

Business-Type Activities

The following is a summary of long-term debt transactions of the Business-Type activities for the year ended December 31, 2024:

Business-Type Activities	Balance 12/31/23	Additions	Reductions	Balance 12/31/24	Due Within One Year
Note Payable Thorne Ranch	\$ 1,568,063	\$ -	\$ (695,610)	\$ 872,453	\$ 129,547
Note Payable Asset Management	1,334,092	-	(136,951)	1,197,141	137,997
Total Business-Type Activities	\$ 2,902,155	\$ -	\$ (832,561)	\$ 2,069,594	\$ 267,544

Huerfano County, Colorado
Notes to the Financial Statements
December 31, 2024

Certificates of Participation

During 2019, the County issued Certificates of Participation (COPs) for a new Judicial Center, the Judicial Center Facilities Project. The COPs will end at one of three occurrences; the County does not appropriate enough money to make the annual payments, the lease is paid in full before the maturity of the lease, or all the lease payments are made as required. Upon making all lease payments as required the property will belong to the County.

The lease requires semi-annual interest payments due on June 1 and December 1 of each year beginning December 1, 2020. The interest on the lease is 4.0% annually. The bonds are callable in 2029.

At the 2018 election, County electors approved an increase in the County's sales tax rate by 1%, with such sales tax effective January 1, 2020, with a fractional sunset of such tax on December 31, 2039, to a permanent rate of 0.25%. The County is allowed to collect and spend or reserve all revenues received from the tax for the purpose of providing continued operations of such facilities.

The annual debt service for the Certificates of Participation is as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 300,000	\$ 297,800	\$ 597,800
2026	315,000	285,800	600,800
2027	330,000	273,200	603,200
2028	355,000	260,000	615,000
2029	375,000	245,800	620,800
2030-2034	2,215,000	985,800	3,200,800
2035-2039	3,555,000	493,600	4,048,600
Total	<u>\$ 7,445,000</u>	<u>\$ 2,842,000</u>	<u>\$ 10,287,000</u>

Financed Purchases

In December 2024, the County entered into a lease agreement with Holman Capital to finance the construction of the County's Emergency Operations 911 Call Center Modernization Project. Payments on the lease are to commence on June 11, 2025, with a scheduled end date of December 11, 2039. Payments are made semiannually in July and August for \$49,868 including interest. The interest rate on the lease is 5.649%. The lessor has a leasehold estate in the leased property until such time that the lease is paid in full, at which time the County will regain full title of the property. The county will receive the lease proceeds through an escrow structure where \$1,000,000 is held in escrow and reimbursed to the County as qualified expenditures are made towards the project. Issuance costs paid at closing were \$20,000. The County is expected to own the call center at the end of the lease term so the asset will be depreciated over its useful life.

In May 2024, the County entered into a lease purchase agreement with Government Capital Corporation for the purchase of a prisoner transport van. The asset was purchased for \$78,888 and the amount financed through this agreement was \$60,207. Principal payment on the lease will be in three annual installments commencing in May 2025. The lease includes a purchase option of \$1 at the conclusion of the lease the County is expected to own the asset, which will therefore be depreciated over its useful life in accordance with the County's policy.

Huerfano County, Colorado
Notes to the Financial Statements
December 31, 2024

Lease Liabilities

The County, as a lessee, has entered into lease agreements involving equipment and sand and gravel quarries. The annual principal and interest installments total approximately \$60,000 to \$80,000. Interest rates range from 1.00% to 2.06%. The annual debt service for the leases and finance purchases are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 165,081	\$ 62,112	\$ 227,193
2026	169,357	57,605	226,962
2027	158,437	53,014	211,451
2028	130,808	50,012	180,820
2029	56,459	44,932	101,391
2030-2034	324,877	173,809	498,686
2035-2039	429,216	92,718	521,934
Total	<u>\$ 1,434,235</u>	<u>\$ 534,202</u>	<u>\$ 1,968,437</u>

Note Payable

During June of 2022, Huerfano County, through its blended component unit the Huerfano County Asset Management Corporation, acquired land known as Thorne Ranch for \$2,100,000. The funds used to acquire the property were obtained with a loan of \$420,000 from the Special Projects Fund and a \$1,680,000 bank loan.

The note payable bank loan matures on August 1, 2042 and carries an interest rate of 4.47%. The agreement calls for annual payments of \$129,547 comprised of both principal and interest, beginning on August 1, 2024.

The annual debt service for the note payable is as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 90,397	\$ 39,150	\$ 129,547
2026	94,438	35,110	129,548
2027	98,659	30,889	129,548
2028	103,069	26,479	129,548
2029	107,676	21,871	129,547
2030-2033	378,214	37,154	415,368
Total	<u>\$ 872,453</u>	<u>\$ 190,653</u>	<u>\$ 1,063,106</u>

During June of 2022, Huerfano County, through its blended component unit the Huerfano County Asset Management Corporation, executed a promissory note with San Isabel Electric Association in the amount of \$1,080,157. The proceeds on this note were first drawn down in May of 2024. These funds are being used to complete energy upgrades to County facilities.

The promissory notes are at 0% interest and with monthly installments until May 2034. The agreement calls for annual payments of \$146,497 which is comprised of both principal and program fees.

Huerfano County, Colorado
Notes to the Financial Statements
December 31, 2024

The annual debt service for the promissory note payable is as follows:

Year Ending December 31,	Principal	Program Fee	Total
2025	137,997	8,500	146,497
2026	137,997	8,500	146,497
2027	137,997	8,500	146,497
2028	137,997	8,500	146,497
2029-2033	641,480	42,500	683,980
2034	3,673	708	4,381
Total	\$ 1,197,141	\$ 77,208	\$ 1,274,349

Note 5: Interfund and Component Unit Balances and Transactions

Interfund transfers during the year ended December 31, 2024, consisted of the following:

	Transfers In							Total
	General Fund	Road & Bridge	Special Projects	Contingency	Waste Transfer	Retirement	Housing Authority	
Transfers out:								
General Fund	\$ -	\$ -	\$ -	\$ -	\$ 20,000	\$ -	\$ -	\$ 20,000
Waste Transfer	2,880	-	-	-	-	-	-	2,880
Parks & Recreation	148,208	-	-	-	-	-	-	148,208
PILT	50,000	240,000	50,000	50,000	-	-	50,000	440,000
Emergency Services	600,000	-	250,000	250,000	-	-	-	1,100,000
Human Services	-	-	-	-	-	24,499	-	24,499
Asset Management	-	-	519,026	-	-	-	-	519,026
Correctional Facility	11,049	-	-	-	-	-	-	11,049
Total	812,137	240,000	819,026	300,000	20,000	24,499	50,000	\$ 2,265,662

Interfund transfers are generally to fund projects in other funds. The transfers from the Parks and Recreations Fund, the Correctional Facility Fund and the Waste Transfer Fund to the General fund were for the purpose of closing those funds and transferring their net assets to the General Fund where those activities will be reported.

Note 6: Retirement Plans

Defined Contribution Plan

The County provides pension benefits for all eligible full-time employees through an agent multi-employer public retirement system, the Colorado County Officials and Employees Retirement Association (CCOERA), a defined contribution plan.

In a defined contribution plan, benefits depend solely on the amounts contributed to the plan plus investment earnings. Full-time employees are eligible to participate after completing 1 year of service. The County has established that employees contribute 4% and the County contributes a matching 4% of the employee's wages each bi-weekly pay period. The County's contributions for each employee (and interest allocated to the employee's account) are fully vested after five years of continuous planning participation. The participants in this plan are offered various investment options through the plan and are allowed to invest all monies in their account, at their own discretion, among the options.

County contributions for, and interest forfeited by, employees who leave employment before five years of participation are used to reduce the County's current contribution requirements.

Huerfano County, Colorado
Notes to the Financial Statements
December 31, 2024

The County's total payroll in 2024 was approximately \$6,146,018, of which qualifying compensation was \$4,807,546. Both the County and the covered employees made the required contributions, amounting to approximately \$192,517 from each the County and from employees. The County had forfeitures of \$16,983 that were used to pay part of their contributions. Plan provisions and contribution requirements are established and may be amended by the Board of County Commissioners. That report may be obtained by writing to the Colorado Retirement Association, formerly CCOERA, 751 South Park Drive, Littleton, CO 80120 or by calling 1-800-352-0313.

Note 7: Colorado Contraband Forfeiture Act

The County has reviewed financial activities in the Sheriff's Department for compliance with the above-mentioned act. There were no sales of contraband during the year ended December 31, 2024.

Note 8: TABOR Amendment Reserve

In November 1992, Colorado voters amended Article X of the Colorado Constitution by adding section 20; commonly known as the Taxpayer's Bill of Rights (TABOR). TABOR contains revenue, spending, tax, and debt limitations that apply to the State of Colorado and local governments. TABOR requires, with certain exceptions, advance voter approval for any new tax, tax rate policy change directly causing a net tax revenue gain to any local government.

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

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future fiscal years.

TABOR also required local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be 3% or more of the fiscal year spending for the fiscal year ending after December 31, 1995. Fiscal year spending excludes enterprise spending. The County has reserved a portion of the December 31, 2024 year-end balances in the General Fund for this purpose in the aggregate amount of \$415,028, which is the approximate required emergency reserve.

Note 9: Risk Management

Colorado Counties Casualty and Property Pool (CAPP)

The County is exposed to various risks of loss related to property and casualty losses. The County joined together with other counties in the State of Colorado to form the Colorado Counties Casualty and Property Pool (CAPP), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The County pays an annual contribution to CAPP for its property and casualty insurance coverage. The inter-governmental agreement of formation of CAPP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention that is determined each policy year. There have been no significant reductions in insurance coverage. Settled claims from these risks have not exceeded insurance coverage for the current year or the three prior years.

Huerfano County, Colorado
Notes to the Financial Statements
December 31, 2024

Colorado Workers' Compensation Pool (CWCP)

The County is exposed to various risks of loss related to injuries of employees while on the job. The County has joined together with other counties in the State of Colorado to form the Colorado Workers' Compensation Pool (CWCP), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The County pays an annual contribution to CWCP for its workers' compensation insurance coverage. The intergovernmental agreement of formation of CWCP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention that is determined each policy year. There have been no significant reductions in insurance coverage. Settled claims from these risks have not exceeded insurance coverage for the current year or the three prior years.

Note 10: Commitments and Contingencies

Grant Programs

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

Litigation

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

Insurance Pools

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

Note 11: Prior Period Adjustments

Prior period adjustments for errors in prior years' financial statements are described as follows:

General fund – there was an error for sales tax revenue that was recognized twice in 2023 in the amount of \$55,368, which overstated sales tax receivable and sales tax revenue. There is also an adjustment to recognize stale checks that were voided and written off in 2024.

Human Services Fund – expenses were recognized twice in the prior year resulting in overstating expense and fund liabilities and understating fund balance at the end of the year in the amount of \$341,762.

Special Projects Fund – in reviewing prior year expenses, it was noted that expenditures were recognized twice in the amount of \$231,770 which overstated expense and understated fund balance. There was also an adjustment to recognize grant revenue in 2023 for reimbursable work in that year. In the prior year grant receivables and revenues were understated in the fund by \$173,393.

Huerfano County, Colorado
Notes to the Financial Statements
December 31, 2024

Disaster Recovery Fund – In 2023 there was a \$50,000 payment receipted in the Special Projects Fund that was then reversed because it belonged to the Disaster Recovery Fund, however, the adjustment was not made to the Disaster Recovery Fund until 2024. This adjustment corrected that error.

Government-Wide – In 2024 we analyzed the capital asset list and discovered that net capital assets were overstated by \$429,351 due to identifying balances in the capital asset depreciation schedule that didn't tie to any assets owned by the County and nothing to substantiate the balances in the schedule. There was also an adjustment to decrease net position by \$839,367 for compensated absences that should be recognized in accordance with GASB 101 *Compensated Absences*.

Required Supplementary Information

Huerfano County, Colorado
Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes				
Property Tax	\$ 2,703,475	\$ 2,703,475	\$ 3,156,176	\$ 452,701
Specific Ownership Tax	270,000	270,000	276,237	6,237
Sales and Other Tax	758,800	758,800	1,990,226	1,231,426
Licenses and Permits	225,720	225,720	278,770	53,050
Charges for Services	674,750	674,750	849,508	174,758
Intergovernmental	2,452,558	2,452,558	1,057,213	(1,395,345)
Investment Income	100,000	100,000	359,523	259,523
Miscellaneous	59,100	59,100	372,924	313,824
Total Revenues	<u>7,244,403</u>	<u>7,244,403</u>	<u>8,340,577</u>	<u>1,096,174</u>
Expenditures				
Current:				
General Government	2,741,690	2,741,690	3,479,305	(737,615)
Public Safety	3,458,234	3,458,234	3,908,502	(450,268)
Public Works	506,278	506,278	590,218	(83,940)
Health Services	210,000	210,000	158,584	51,416
Capital Outlay	82,200	82,200	-	82,200
Debt Service				
Principal	280,000	280,000	280,000	-
Interest and Fiscal Charges	309,000	309,000	309,000	-
Total Expenditures	<u>7,587,402</u>	<u>7,587,402</u>	<u>8,725,609</u>	<u>(1,138,207)</u>
Excess Revenues Over (Under) Expenditures	<u>(342,999)</u>	<u>(342,999)</u>	<u>(385,032)</u>	<u>(42,033)</u>
Other Financing Sources (Uses)				
Lease Proceeds	-	-	112,885	112,885
Transfers In	665,558	665,558	815,017	149,459
Transfer Out	-	-	(22,880)	(22,880)
Total Other Financing Sources	<u>665,558</u>	<u>665,558</u>	<u>905,022</u>	<u>239,464</u>
Net Change in Fund Balance	<u>322,559</u>	<u>322,559</u>	<u>519,990</u>	<u>197,431</u>
Fund Balance, Beginning of Year	1,886,103	1,886,103	1,886,103	-
Prior Period Adjustment	-	-	(20,368)	(20,368)
Fund Balance, Beginning of Year, Restated	<u>1,886,103</u>	<u>1,886,103</u>	<u>1,865,735</u>	<u>(20,368)</u>
Fund Balance, End of Year	<u>\$ 2,208,662</u>	<u>\$ 2,208,662</u>	<u>\$ 2,385,725</u>	<u>\$ 177,063</u>

Huerfano County, Colorado
 Budgetary Comparison Schedule
 Road and Bridge Fund
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes				
Property Tax	\$ 16,018	\$ 16,018	\$ 16,000	\$ (18)
Specific Ownership Tax	1,450	1,450	1,604	154
Sales and Other Tax	-	-	-	-
Licenses and Permits	33,000	33,000	38,348	5,348
Charges for Services	168,125	168,125	98,695	(69,430)
Intergovernmental	1,986,624	1,986,624	1,990,773	4,149
Grant Income	-	-	-	-
Miscellaneous	-	-	-	-
	<u>2,205,217</u>	<u>2,205,217</u>	<u>2,145,420</u>	<u>(59,797)</u>
Total Revenues				
Expenditures				
Current:				
General government	1,474,972	1,474,972	1,440,453	34,519
Public Works	935,554	935,554	763,940	171,614
Capital outlay	25,000	25,000	-	25,000
	<u>2,435,526</u>	<u>2,435,526</u>	<u>2,204,393</u>	<u>231,133</u>
Total Expenditures				
Excess Revenues Over (Under) Expenditures	(230,309)	(230,309)	(58,973)	171,336
Other Financing Sources (Uses)				
Transfers In	240,000	240,000	240,000	-
	<u>9,691</u>	<u>9,691</u>	<u>181,027</u>	<u>171,336</u>
Net Change in Fund Balance				
Fund Balance, Beginning of Year	928,418	928,418	928,418	-
Fund Balance, End of Year	<u>\$ 938,109</u>	<u>\$ 938,109</u>	<u>\$ 1,109,445</u>	<u>\$ 171,336</u>

Huerfano County, Colorado
 Budgetary Comparison Schedule
 Department of Human Services Fund
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes				
Property Tax	\$ -	\$ -	\$ 392,765	\$ 392,765
County Revenues/Tax	-	-	40,174	40,174
Intergovernmental	2,490,919	2,490,919	1,850,986	(639,933)
Miscellaneous	-	-	-	-
Total Revenues	<u>2,490,919</u>	<u>2,490,919</u>	<u>2,283,925</u>	<u>(206,994)</u>
Expenditures				
Current:				
Health Services	<u>2,608,792</u>	<u>2,608,792</u>	<u>2,164,359</u>	<u>444,433</u>
Total Expenditures	<u>2,608,792</u>	<u>2,608,792</u>	<u>2,164,359</u>	<u>444,433</u>
Excess Revenues Over (Under) Expenditures	(117,873)	(117,873)	119,566	237,439
Other Financing Sources (Uses)				
Transfers Out	-	-	(24,499)	(24,499)
Net Change in Fund Balance	<u>(117,873)</u>	<u>(117,873)</u>	<u>95,067</u>	<u>212,940</u>
Fund Balance, Beginning of Year	580,114	580,114	580,114	-
Prior Period Adjustment	-	-	341,762	341,762
Fund Balance, Beginning of Year, Restated	<u>580,114</u>	<u>580,114</u>	<u>921,876</u>	<u>341,762</u>
Fund Balance, End of Year	<u>\$ 462,241</u>	<u>\$ 462,241</u>	<u>\$ 1,016,943</u>	<u>\$ 554,702</u>

Huerfano County, Colorado
 Budgetary Comparison Schedule
 Special Projects/Capital Expenditure Fund
 For the Year Ended December 31, 2024

	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Intergovernmental	\$ 2,460,485	\$ 1,132,030	\$ (1,328,455)
Other	112,386	12,942	(99,444)
Total Revenues	2,572,871	1,144,972	(1,427,899)
Expenditures			
Capital Outlay	3,059,033	1,918,396	1,140,637
Total Expenditures	3,059,033	1,918,396	1,140,637
Excess Revenues Over (Under) Expenditures	(486,162)	(773,424)	(287,262)
Other Financing Source (Uses)			
Transfers Out	300,000	819,026	519,026
Net Change in Fund Balance	(186,162)	45,602	231,764
Fund Balance, Beginning of Year	(882,177)	(882,177)	-
Prior Period Adjustment	-	405,164	405,164
Fund Balance, Beginning of Year, Restated	(882,177)	(477,013)	405,164
Fund Balance, End of Year	\$ (1,068,339)	\$ (431,411)	\$ 636,928

Huerfano County, Colorado
 Budgetary Comparison Schedule
 Emergency Services Fund
 For the Year Ended December 31, 2024

	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Taxes			
Sales and Other Tax	\$ 1,200,000	\$ 1,171,514	\$ (28,486)
Charges for Services	-	-	-
Intergovernmental	150,000	95,066	(54,934)
Miscellaneous	-	31,887	31,887
	1,350,000	1,298,467	(51,533)
Expenditures			
Current:			
Public Safety	833,006	939,228	(106,222)
Capital Outlay	63,000	-	63,000
Debt	50,000	-	50,000
	946,006	939,228	6,778
Excess Revenues Over (Under) Expenditures	403,994	359,239	44,755
Other Financing Sources (Uses)			
Debt Proceeds	-	1,000,000	1,000,000
Transfers Out	(1,000,000)	(1,100,000)	100,000
	(1,000,000)	(100,000)	1,100,000
Net Change in Fund Balance	(596,006)	259,239	855,245
Fund Balance, Beginning of Year	994,204	994,024	(180)
Fund Balance, End of Year	\$ 398,198	\$ 1,253,263	\$ (855,065)

Huerfano County, Colorado
 Budgetary Comparison Schedule
 Disaster Recovery Fund
 For the Year Ended December 31, 2024

	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Grant Income	\$ -	\$ -	\$ -
Total Revenues	-	-	-
Expenditures			
Current:			
Capital Outlay	900,000	161,431	(738,569)
Total Expenditures	900,000	161,431	(738,569)
Net Change in Fund Balance	(900,000)	(161,431)	738,569
Fund Balance, Beginning of Year	290,978	240,978	50,000
Fund Balance, End of Year	\$ (609,022)	\$ 79,547	\$ 788,569

Huerfano County, Colorado
Notes to Required Supplementary Information
December 31, 2024

Note 1: Stewardship, Compliance, and Accountability

Budgets

Formal budgetary integration in all funds is employed as a management control device during the year. Budgets are adopted for all governmental fund types on a basis consistent with generally accepted accounting principles (GAAP) as applicable to governmental units. The County follows these procedures in establishing the budgetary data reflected in the financial statements:

- Prior to October 15, the County Budget Officer submits to the Board of County Commissioners a proposed operating budget for the fiscal year commencing the following January 1. The budget is prepared by funds and departments, and includes actual data from the prior year, current year and budget year estimated revenues and expenditures.
- Public hearings are conducted to obtain taxpayer comments.
- Prior to December 16, the budget is legally enacted, and the required mill levy is adopted through the passage of a resolution. This resolution authorizes an appropriation at each fund level and lapses at year end. The fund then becomes the level of control upon which expenditures cannot legally exceed appropriations.
- All appropriations lapse at the end of the year.
- Budgeted amounts in this report are as originally adopted or as amended by the Board of Commissioners during the year through supplemental appropriation.

Supplementary Information

Huerfano County, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2024

	Parks and Recreation	P.I.L.T.	Conservation Trust Fund	Waster Transfer Station	Retirement	Federal Forest Project	Lodging Tax and Tourism	Contingency	Housing Authority	Total Non-major Fund
Assets										
Cash and Investments	\$ -	\$ -	\$ 73,155	\$ -	\$ 114,289	\$ 86,195	\$ 127,676	\$ 337,960	\$ 50,000	\$ 789,275
Taxes Receivable	-	-	4,646	-	140,182	-	-	-	-	144,828
Due from Other Funds	-	723,765	-	-	33,184	-	-	-	-	756,949
Total Assets	\$ -	\$ 723,765	\$ 77,801	\$ -	\$ 287,655	\$ 86,195	\$ 127,676	\$ 337,960	\$ 50,000	\$ 1,691,052
Liabilities										
Accounts Payable	-	5,052	-	-	8,849	-	4,595	-	24,753	43,249
Accrued Salaries	-	-	-	-	-	-	-	-	-	-
Due to Other Funds	-	202,038	-	-	-	-	-	-	-	202,038
Total Liabilities	-	207,090	-	-	8,849	-	4,595	-	24,753	245,287
Deferred Inflows of Resources										
Property Taxes	-	-	-	-	140,182	-	-	-	-	140,182
Fund Balance										
Restricted for Emergency	-	-	-	-	-	-	-	-	-	-
Committed	-	516,675	77,801	-	138,624	86,195	123,081	337,960	25,247	1,305,583
Total Fund Balance	-	516,675	77,801	-	138,624	86,195	123,081	337,960	25,247	1,305,583
Total Liabilities and Fund Balance	\$ -	\$ 723,765	\$ 77,801	\$ -	\$ 287,655	\$ 86,195	\$ 127,676	\$ 337,960	\$ 50,000	\$ 1,691,052

See Accompanying Independent Auditor's Report.

Huerfano County, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2024

	Parks and Recreation	P.I.L.T.	Conservation Trust Fund	Waste Transfer Station	Retirement	Federal Forest Project	Lodging Tax and Tourism	Contingency	Housing Authority	Total Non-major Fund
Revenues										
Taxes										
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ 137,270	\$ -	\$ -	\$ -	\$ -	\$ 137,270
Specific Ownership Tax	-	-	-	-	14,462	-	-	-	-	14,462
Sales and Other Tax	-	-	-	-	804	-	112,911	-	-	113,715
Licenses and Permits	-	-	-	18,240	-	-	-	-	-	18,240
Charges for Services	-	-	-	-	573	-	-	-	-	573
Intergovernmental	-	654,538	18,950	-	-	18,340	-	-	-	691,828
Grant Income	-	-	-	-	-	-	-	-	-	-
Investment Income	-	-	2,009	-	-	-	-	-	-	2,009
Miscellaneous	-	(5,000)	30,000	2,682	20,256	-	-	-	-	47,938
Total Revenues	-	649,538	50,959	20,922	173,365	18,340	112,911	-	-	1,026,035
Expenditures										
Current:										
General Government	-	133,121	-	62,997	172,330	-	79,350	-	24,753	472,551
Public Safety	-	-	-	-	-	1,335	-	-	-	1,335
Health Services	-	-	-	3,409	-	-	-	-	-	3,409
Culture and Recreation	-	10,020	27,212	-	-	-	-	-	-	37,232
Capital Outlay	-	-	-	-	-	-	-	-	-	-
Total Expenditures	-	143,141	27,212	66,406	172,330	1,335	79,350	-	24,753	514,527
Excess Revenues Over (Under) Expenditures	-	506,397	23,747	(45,484)	1,035	17,005	33,561	-	(24,753)	511,508
Other Financing Sources (Uses)										
Transfers In	-	-	-	20,000	24,499	-	-	300,000	50,000	394,499
Transfers Out	(148,208)	(440,000)	-	(2,880)	-	-	-	-	-	(591,088)
Net Change in Fund Balance	(148,208)	66,397	23,747	(28,364)	25,534	17,005	33,561	300,000	25,247	314,919
Fund Balance, Beginning of Year	143,111	450,278	54,054	28,364	134,487	69,190	89,520	37,960	-	1,006,964
Prior period adjustment	5,097	-	-	-	(21,397)	-	-	-	-	(16,300)
Fund balance, Beginning of Year, Restated	148,208	450,278	54,054	28,364	113,090	69,190	89,520	37,960	-	990,664
Fund Balance, End of Year	\$ -	\$ 516,675	\$ 77,801	\$ -	\$ 138,624	\$ 86,195	\$ 123,081	\$ 337,960	\$ 25,247	\$ 1,305,583

Huerfano County, Colorado
 Budgetary Comparison Schedule
 Parks and Recreation Fund
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Transfers In	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-
Total Revenue	-	-	-	-
Expenses				
Current:				
Culture and Recreation	-	-	-	-
Total Expenses	-	-	-	-
Excess Revenues Over (Under) Expenditures	-	-	-	-
Other financing sources (uses)				
Transfers out	-	-	(148,208)	(148,208)
Net Change in Fund Balance	-	-	(148,208)	(148,208)
Fund Balance, Beginning of Year	-	-	143,111	143,111
Prior Period Adjustment	-	-	5,097	5,097
Fund Balance, Beginning of Year, Restated	-	-	148,208	148,208
Fund Balance, End of Year	\$ -	\$ -	\$ -	\$ -

Huerfano County, Colorado
 Budgetary Comparison Schedule
 P.I.L.T. Fund
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 600,000	\$ 600,000	\$ 654,538	\$ 54,538
Other	-	-	(5,000)	(5,000)
Total Revenue	<u>600,000</u>	<u>600,000</u>	<u>649,538</u>	<u>49,538</u>
Expenses				
Current:				
General Government	42,500	42,500	133,121	(90,621)
Culture and Recreation	21,000	21,000	10,020	10,980
Capital Outlay	-	-	-	-
Total Expenses	<u>63,500</u>	<u>63,500</u>	<u>143,141</u>	<u>(79,641)</u>
Excess Revenues Over (Under) Expenditures	536,500	536,500	506,397	(30,103)
Other Financing Source (Uses)				
Transfers Out	(440,000)	(440,000)	(440,000)	-
Net Change in Fund Balance	96,500	96,500	66,397	(30,103)
Fund Balance, Beginning of Year	-	-	450,278	450,278
Fund Balance, End of Year	<u>\$ 96,500</u>	<u>\$ 96,500</u>	<u>\$ 516,675</u>	<u>\$ 420,175</u>

Huerfano County, Colorado
 Budgetary Comparison Schedule
 Conservation Trust Fund
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 14,000	\$ 14,000	\$ 18,950	\$ 4,950
Investment Income	32	32	2,009	1,977
Other	-	-	30,000	30,000
Total Revenue	<u>14,032</u>	<u>14,032</u>	<u>50,959</u>	<u>36,927</u>
Expenses				
Current:				
Culture and Recreation	<u>30,000</u>	<u>30,000</u>	<u>27,212</u>	<u>2,788</u>
Total Expenses	<u>30,000</u>	<u>30,000</u>	<u>27,212</u>	<u>2,788</u>
Excess Revenues Over (Under) Expenditures	(15,968)	(15,968)	23,747	39,715
Other Financing Source (Uses)				
Transfers In	-	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(15,968)	(15,968)	23,747	39,715
Fund Balance, Beginning of Year	<u>54,054</u>	<u>54,054</u>	<u>54,054</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 38,086</u>	<u>\$ 38,086</u>	<u>\$ 77,801</u>	<u>\$ 39,715</u>

Huerfano County, Colorado
 Budgetary Comparison Schedule
 Waste Transfer Station
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Licenses and Permits	\$ -	\$ -	\$ 18,240	\$ 18,240
Miscellaneous	-	-	2,681	2,681
Total Revenue	<u>-</u>	<u>-</u>	<u>20,921</u>	<u>20,921</u>
Expenses				
Current:				
General Government	-	-	62,997	(62,997)
Health Services	-	-	3,408	(3,408)
Capital Outlay	-	-	-	-
Total Expenses	<u>-</u>	<u>-</u>	<u>66,405</u>	<u>(66,405)</u>
Excess Revenues Over Net Change in Fund Balance	-	-	(45,484)	(45,484)
Other Financing Source (Uses)				
Transfers In	15,558	15,558	17,120	1,562
Transfers Out	-	-	-	(20,000)
Net Change in Fund Balance	15,558	15,558	(28,364)	(43,922)
Fund Balance, Beginning of Year	<u>28,364</u>	<u>28,364</u>	<u>28,364</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 43,922</u>	<u>\$ 43,922</u>	<u>\$ -</u>	<u>\$ (43,922)</u>

Huerfano County, Colorado
 Budgetary Comparison Schedule
 Retirement Fund
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Taxes				
Property Tax	\$ 140,513	\$ 140,513	\$ 137,270	\$ (3,243)
Specific Ownership Tax	10,000	10,000	14,462	4,462
Sales and Other Tax	1,200	1,200	804	(396)
Charges for Services	278	278	572	294
Miscellaneous	55,000	55,000	20,256	(34,744)
Total Revenue	<u>206,991</u>	<u>206,991</u>	<u>173,364</u>	<u>(33,627)</u>
Expenses				
Current:				
General Government	<u>230,105</u>	<u>230,105</u>	<u>172,329</u>	<u>57,776</u>
Total Expenses	<u>230,105</u>	<u>230,105</u>	<u>172,329</u>	<u>57,776</u>
Excess Revenues Over Net Change in Fund Balance	<u>(23,114)</u>	<u>(23,114)</u>	<u>1,035</u>	<u>24,149</u>
Other Financing Source (Uses)				
Transfers In	-	-	24,499	24,499
Transfers Out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>24,499</u>	<u>24,499</u>
Net Change in Fund Balance	<u>(23,114)</u>	<u>(23,114)</u>	<u>25,534</u>	<u>48,648</u>
Fund Balance, Beginning of Year	134,487	134,487	134,487	-
Prior Period Adjustment	-	-	(21,397)	(21,397)
Fund Balance, Beginning of Year, Restated	<u>134,487</u>	<u>134,487</u>	<u>113,090</u>	<u>(21,397)</u>
Fund Balance, End of Year	<u>\$ 111,373</u>	<u>\$ 111,373</u>	<u>\$ 138,624</u>	<u>\$ 27,251</u>

Huerfano County, Colorado
 Budgetary Comparison Schedule
 Federal Forest Project Fund
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Intergovernmental	\$ 18,405	\$ 18,405	\$ 18,340	\$ (65)
Total Revenue	<u>18,405</u>	<u>18,405</u>	<u>18,340</u>	<u>(65)</u>
Expenses				
Current:				
Public Safety	<u>89,819</u>	<u>89,819</u>	<u>1,335</u>	<u>88,484</u>
Total Expenses	<u>89,819</u>	<u>89,819</u>	<u>1,335</u>	<u>88,484</u>
Net Change in Fund Balance	(71,414)	(71,414)	17,005	88,419
Fund Balance, Beginning of Year	<u>69,190</u>	<u>69,190</u>	<u>69,190</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ (2,224)</u>	<u>\$ (2,224)</u>	<u>\$ 86,195</u>	<u>\$ 88,419</u>

Huerfano County, Colorado
 Budgetary Comparison Schedule
 Housing Authority Fund
 For the Year Ended December 31, 2024

	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Transfer In	\$ 200,000	\$ -	\$ -
Total Revenues	<u>200,000</u>	<u>-</u>	<u>-</u>
Expenditures			
Current:			
Professional Services	250,000	24,753	225,247
Total Expenditures	<u>250,000</u>	<u>24,753</u>	<u>225,247</u>
Excess Revenues Over (Under) Expenditures	(50,000)	(24,753)	25,247
Other Financing Sources (Uses)			
Transfers	50,000	50,000	-
Net Change in Fund Balance	-	25,247	25,247
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ 25,247</u>	<u>\$ 25,247</u>

Huerfano County, Colorado
 Budgetary Comparison Schedule
 Lodging Tax and Tourism Fund
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Lodging Tax	\$ 85,000	\$ 85,000	\$ 112,911	\$ 27,911
Grant Income	-	-	-	-
Total Revenue	<u>85,000</u>	<u>85,000</u>	<u>112,911</u>	<u>27,911</u>
Expenses				
Current:				
General Government	<u>112,790</u>	<u>112,790</u>	<u>79,350</u>	<u>33,440</u>
Total Expenses	<u>112,790</u>	<u>112,790</u>	<u>79,350</u>	<u>33,440</u>
Net Change in Fund Balance	(27,790)	(27,790)	33,561	61,351
Fund Balance, Beginning of Year	<u>89,520</u>	<u>89,520</u>	<u>89,520</u>	-
Fund Balance, End of Year	<u><u>\$ 61,730</u></u>	<u><u>\$ 61,730</u></u>	<u><u>\$ 123,081</u></u>	<u><u>\$ 61,351</u></u>

Huerfano County, Colorado
 Budgetary Comparison Schedule
 Contingency Fund
 For the Year Ended December 31, 2024

	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Transfer In	\$ 200,000	\$ 300,000	\$ (100,000)
Total Revenues	200,000	300,000	(100,000)
Expenditures			
Current:			
Reserve	-	-	-
Total Expenditures	-	-	-
Excess Revenues Over (Under) Expenditures	200,000	300,000	100,000
Other Financing Sources (Uses)			
Transfers (Out)	-	-	-
Net Change in Fund Balance	200,000	300,000	100,000
Fund Balance, Beginning of Year	37,960	37,960	-
Fund Balance, End of Year	\$ 237,960	\$ 337,960	\$ 100,000

Huerfano County, Colorado
 Budgetary Comparison Schedule
 Asset Management Fund
 For the Year Ended December 31, 2024

	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues			
Lease revenues	\$ 4,500	\$ 4,500	\$ -
Interfund lease revenues	331,041	371,770	-
Proceeds from sale of land	1,250,000	160,126	(1,089,874)
Total Revenues	1,585,541	536,396	(1,089,874)
Expenditures			
Current:			
Rental Income	7,676	-	(7,676)
Capital Outlay	142,395	-	(142,395)
Debt: Principal	1,068,764	194,797	(873,967)
Debt: Interest and fiscal charges	80,202	80,202	-
Total Expenditures	1,299,037	274,999	(1,024,038)
Excess Revenues Over (Under) Expenditures	286,504	261,397	(25,107)
Other Financing Sources (Uses)			
Transfers out	-	(519,026)	(519,026)
Budgetary Changes in Net Position	286,504	(257,629)	(544,133)
Principal payments on debt	-	194,797	194,797
Gain on sale of assets	-	122,886	122,886
Change in net position	286,504	60,054	(226,450)
Fund Balance, Beginning of Year	(510,660)	(510,660)	-
Fund Balance, End of Year	\$ (224,156)	\$ (450,606)	\$ (226,450)

Huerfano County, Colorado
 Budgetary Comparison Schedule
 Gardner Water and Sewer Improvement District
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Charges for Services	\$ 93,520	\$ 93,520	\$ 99,062	\$ 5,542
Miscellaneous	-	-	-	-
Total Revenue	<u>93,520</u>	<u>93,520</u>	<u>99,062</u>	<u>5,542</u>
Expenses				
Monitoring, Security Services and Wages	50	50	58	(8)
Contractual Services	-	-	-	-
Utilities	12,900	12,900	9,942	2,958
Repairs and Maintenance	5,200	5,200	9,285	(4,085)
Other Supplies and Expenses	7,500	7,500	10,280	(2,780)
Professional Fees	10,000	10,000	159,799	(149,799)
Miscellaneous Expenses	50,850	50,850	50,157	693
Depreciation	-	-	36,951	(36,951)
Total Expenses	<u>86,500</u>	<u>86,500</u>	<u>276,472</u>	<u>(189,972)</u>
Net Change in Fund Balance	7,020	7,020	(177,410)	(184,430)
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>1,392,696</u>	<u>1,392,696</u>
Fund Balance, End of Year	<u>\$ 7,020</u>	<u>\$ 7,020</u>	<u>\$ 1,215,286</u>	<u>\$ 1,208,266</u>

Compliance Section



**HINKLE &
COMPANY**
Strategic PC
Business Advisors

**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***

Board of County Commissioners
Huerfano County, Colorado
Walsenburg, Colorado

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, each discretely presented component unit, each major fund, and the aggregate remaining fund information of Huerfano County, Colorado (the County) as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the basic financial statements of the County, and have issued our report thereon dated March 2, 2026.

Internal Control Over Financial Reporting

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

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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or 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, we did identify deficiencies in internal control as described in the accompanying Schedule of Findings and Responses as item 2024-001 that we consider to be material weaknesses.

Office Locations:

Colorado Springs, CO
Denver, CO
Frisco, CO
Tulsa, OK

Denver Office:

750 W. Hampden Avenue,
Suite 400
Englewood,
Colorado 80110
TEL: 303.796.1000
FAX: 303.796.1001
www.HinkleCPAs.com

Compliance and Other Matters

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

Purpose of this Report

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

Hick & Company, PC

Englewood, Colorado
March 2, 2026



Huerfano County, Colorado
Schedule of Findings and Responses
For the Year Ended December 31, 2024

Finding 2024-001: - Huerfano County - Internal Control over Financial Reporting

Criteria: Huerfano County is required to maintain systems of controls and have trained personnel with the knowledge and expertise concerning preparing and review of GAAP based financial statements.

Condition: The County does not have sufficient internal controls over the preparation and review of the Generally Accepted Accounting Principles (GAAP) based on financial statements. Management may fail to prevent or detect financial statement errors.

Cause: The County did not have the ability to produce timely and accurate financial statements according to GAAP.

Effect: The County did not have the ability to produce timely and accurate financial statements.

Questioned Costs: None reported.

Repeat Finding: Yes.

Recommendation: We recommend the County establish appropriate measures to ensure closing entry completeness to their accounting system to be able to accurately produce financial statements.

Views of Responsible Officials and Planned Corrective Actions: The County agrees and is establishing procedures to their financial reporting processes necessary to be able to produce timely and accurate financial reporting.

State Compliance



Steps for printing your content and returning to 'Edit Mode

1. Click Ctrl + A on a Windows machine or Command + A on a Mac to select all data.
2. Right-click your mouse and select Print.
3. Confirm that print settings are correct - make sure "selection only" isn't checked.
4. Print hard copy or to PDF.
5. Click "Edit Mode" to return to modifying your data.
6. Remember to click "Save" to save any changes.

Annual Highway Finance Report - CY24

Email address:

City/County:

Receipts, Disbursements & Costs

II - Receipts for Road & Street Purposes

A. Receipts from local sources

2. General Fund Appropriations:	\$	<input type="text" value="0.00"/>
3. Other local imposts: <i>from A.3. 'Total' below)</i>	\$	<input type="text" value="21,554.20"/>
4. Miscellaneous local receipts: <i>from A.4. 'Total' below)</i>	\$	<input type="text" value="338,694.34"/>
5. Transfers from toll facilities	\$	<input type="text" value="0.00"/>
6. Proceeds of sale of bonds and notes		
a. Bonds - Original Issues:	\$	<input type="text" value="0.00"/>
b. Bonds - Refunding Issues:	\$	<input type="text" value="0.00"/>
c. Notes:	\$	<input type="text" value="0.00"/>

SubTotal: \$

B. Private Contributions \$

Receipts, Disbursements & Costs

II - Receipts for Road & Street Purposes (Detail)

A.3. | Other local imposts

a. Property Taxes & Assessments	\$	16,000.19
b. Other Local Imposts		
1. Sales Taxes:	\$	0.00
2. Infrastructure and Impact Fees:	\$	3,950.00
3. Liens:	\$	0.00
4. Licenses:	\$	0.00
5. Specific Ownership and/or Other:	\$	1,604.01
Total: (a + b) carried to 'Other local imposts' above	\$	<u>21,554.20</u>

A.4. | Miscellaneous local receipts

a. Interest on Investments:	\$	0.00
b. Traffic fines and Penalties:	\$	0.00
c. Parking Garage Fees:	\$	0.00
d. Parking Meter Fees:	\$	0.00
e. Sale of Surplus Property:	\$	0.00
f. Charges for Services:	\$	98,694.34
g. Other Misc. Receipts:	\$	0.00
h. Other:	\$	240,000.00
Total: (a through h) carried to 'Misc local receipts' above	\$	<u>338,694.34</u>

C. Receipts from State Government

1. Highway User Taxes:	\$	1,943,301.28
3. Other State funds:		
c. Motor Vehicle Registrations:	\$	34,398.47
d. Other (Specify):		
Comments: CDA Noxious Weed Grant	\$	20,402.00
e. Other (Specify):		
Comments: Taylor Grazing	\$	2,616.09
Total: (1+3c,d,e)	\$	<u>2,000,717.84</u>

D. Receipts from Federal Government

2. Other Federal Agencies		
a. Forest Service:	\$	24,453.87

b. FEMA:	\$	0.00
c. HUD:	\$	0.00
d. Federal Transit Administration:	\$	0.00
e. U.S. Corp of Engineers	\$	0.00
f. Other Federal:	\$	0.00
Total: <i>(2a-f)</i>		\$ 24,453.87

Receipts, Disbursements & Costs

III - Disbursements for Road & Street Purposes

A. Local highway disbursements

1. Capital outlay: <i>(from A.1.d. 'Total Capital Outlay' below)</i>	\$	0.00
2. Maintenance:	\$	2,046,524.55
3. Road and street services		
a. Traffic control operations:	\$	0.00
b. Snow and ice removal:	\$	0.00
c. Other:	\$	98,998.40
4. General administration and miscellaneous	\$	0.00
5. Highway law enforcement and safety	\$	0.00
Total: <i>(A.1-5)</i>		\$ 2,145,522.95

B. Debt service on local obligations

1. Bonds		
a. Interest	\$	0.00
b. Redemption	\$	0.00
2. Notes		
a. Interest	\$	0.00
b. Redemption	\$	0.00
SubTotal: <i>(1+2)</i>		\$ 0.00

C. Payments to State for Highways:	\$	0.00
D. Payments to Toll Facilities:	\$	0.00

Total Disbursements: *(A+B+C+D)* \$ 2,145,522.95

Receipts, Disbursements & Costs

III - Disbursements for Road & Street Purposes - (Detail)

	A. ON NATIONAL HIGHWAY SYSTEM	B. OFF NATIONAL HIGHWAY SYSTEM	C. TOTAL
A.1. Capital Outlay			
a. Right-Of-Way Costs:	\$ 0.00	\$ 0.00	\$ 0.00
b. Engineering Costs:	\$ 0.00	\$ 0.00	\$ 0.00
c. Construction			
1. New Facilities:	\$ 0.00	\$ 0.00	\$ 0.00
2. Capacity Improvements:	\$ 0.00	\$ 0.00	\$ 0.00
3. System Preservation:	\$ 0.00	\$ 0.00	\$ 0.00
4. System Enhancement:	\$ 0.00	\$ 0.00	\$ 0.00
5. Total Construction:			\$ 0.00
d. Total Capital Outlay: <i>(Lines A.1.a. + 1.b. + 1.c.5)</i>			\$ 0.00

Receipts, Disbursements & Costs

IV. Local Highway Debt Status

	OPENING DEBT	AMOUNT ISSUED	REDEMPTIONS	CLOSING DEBT
A. Bonds (Total)	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
1. Bonds (Refunding Portion)		\$ 0.00	\$ 0.00	\$ 0.00
B. Notes (Total):	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00

Receipts, Disbursements & Costs

V - Local Road & Street Fund Balance

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
\$ 928,417.58	\$ 2,385,420.25	\$ 2,145,522.95	\$ 1,168,314.88	\$ 0.00

Notes and Comments:

undefined

Please enter your name:

Please provide a telephone number where you may be reached:

Please click on the "Save" button before viewing the data in a print format.



© 2024

FORM FHWA-536e (Version 9.00) - CY24