

**San Miguel County, Colorado**

**Financial Statements**  
with Independent Auditor's Report

**December 31, 2024**



**HINKLE &  
COMPANY**  
*Strategic* <sup>PC</sup>  
*Business Advisors*

# San Miguel County, Colorado

Table of Contents  
December 31, 2024

<b>Independent Auditor's Report</b> .....	1
<b>Management's Discussion and Analysis</b> .....	i
<b>Basic Financial Statements</b>	
<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>Fiduciary Funds</i>	
Statement of Fiduciary Net Position .....	11
Statement of Changes in Fiduciary Net Position .....	12
<i>Notes to the Financial Statements</i> .....	13
<b>Required Supplementary Information</b>	
<i>Budgetary Comparison Schedules</i>	
General Fund .....	33
Road and Bridge Fund.....	34
Sales Tax Capital Fund .....	35
Grant Fund.....	36
<i>Notes to Required Supplementary Information</i> .....	37
<b>Supplementary Information</b>	
<i>Combining Statements of Nonmajor Governmental Funds</i>	
Combining Balance Sheet .....	38
Combining Statement of Revenues, Expenditures and Changes in Fund Balances .....	43
Combining Balance Sheet - Dependent Districts.....	44
Combining Statement of Revenues, Expenditures and Changes in Fund Balances .....	45
Dependent Districts	
<i>Budgetary Comparison Schedules</i>	
Parks and Open Spaces Fund.....	46
Lodging Tax Tourism Fund.....	47
COVID-19 Fund .....	48

(Continued)

# San Miguel County, Colorado

Table of Contents  
December 31, 2024  
(Continued)

## Supplementary Information (Continued)

### *Budgetary Comparison Schedules (Continued)*

Transit Fund.....	49
Contingent Fund .....	50
Human Services Fund .....	51
Retirement Fund .....	52
Conservation Trust Fund .....	53
Public Health Fund .....	54
Energy Fund .....	55
Vegetation Management Fund .....	56
Early Childhood Care Fund .....	57
Mental Health Services Fund.....	58
San Miguel Disposal District Fund.....	59
San Miguel County Housing Authority Fund.....	60

## 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> .....	61
Independent Auditor’s Report on Compliance for Each Major Federal Program; Internal Control Over Compliance, and the Schedule of Expenditures of Federal Awards Required by the <i>Uniform Guidance</i> .....	63
Schedule of Expenditures of Federal Awards.....	67
<i>Notes to the Schedule of Expenditures of Federal Awards</i> .....	69
Summary Schedule of Findings and Questioned Costs .....	70
Summary Schedule of Prior Year Findings.....	72

## State Compliance

Local Highway Finance Report.....	73
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## Independent Auditor's Report

Board of County Commissioners  
San Miguel County, Colorado  
Telluride, 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 San Miguel 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.

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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.

***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 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, the local highway finance report and the schedule of expenditures of federal awards, as required by *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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 December 31, 2024 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  
September 17, 2025



## **Basic Financial Statements**

**San Miguel County, Colorado**  
Statement of Net Position  
December 31, 2024

	Governmental Activities
<b>Assets</b>	
Cash and Cash Equivalents	\$ 48,467,633
Property Taxes Receivable	14,773,949
Accounts Receivable	2,796,682
Accrued Interest	161,326
Due from Other Governments	75,509
Prepaid Expenses	2,273
Inventories, net	431,796
Capital Assets, <i>not being depreciated</i>	66,991,763
Capital Assets, <i>net of accumulated depreciation</i>	26,955,164
Total Assets	160,656,095
<b>Liabilities</b>	
Accounts Payable	2,081,743
Accrued Expenses	507,522
Deposit	93,800
Unearned Revenue	49,817
Long-term Debt	
Due within one year	1,105,718
Due in more than one year	2,049,153
Total Liabilities	5,887,753
<b>Deferred Inflows of Resources</b>	
Unavailable revenue - property taxes	14,773,949
Total Deferred inflows of resources	14,773,949
<b>Net Position</b>	
Net Investment in Capital Assets	93,946,927
Restricted for:	
Emergencies - TABOR	840,000
Contingencies	1,500,000
Park and Recreation	343,449
Public Health and Welfare	248,651
Transportation	16,111
Housing	2,140,128
Tourism	7,980
Solid Waste	235,804
Capital Projects	7,414,540
Open Space	3,953,227
Highway and Streets	5,603,019
Energy	159,073
Childcare	966,519
Mental Health Services	397,052
Seizure Funds	1,385
Unrestricted, Unreserved	22,220,528
Total Net Position	\$ 139,994,393

See Notes to Financial Statements.

**San Miguel 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	Total
<b>Primary Government</b>						
<b>Governmental Activities</b>						
General Government	\$ 8,957,412	\$ 3,913,339	\$ 1,682,895	\$ -	\$ (3,361,178)	\$ (3,361,178)
Judicial	421,575	-	-	-	(421,575)	(421,575)
Public Safety	7,378,916	127,076	786,379	-	(6,465,461)	(6,465,461)
Public Works	4,002,496	258,483	1,770,665	4,516	(1,968,832)	(1,968,832)
Retirement Benefits	581,009	-	-	-	(581,009)	(581,009)
Health and Welfare	4,030,869	424,878	2,188,806	-	(1,417,185)	(1,417,185)
Housing and Transportation	818,338	-	703	-	(817,635)	(817,635)
Economic Development	208,399	-	12,081	-	(196,318)	(196,318)
Recreation and Culture	1,565,641	293,908	194,182	-	(1,077,551)	(1,077,551)
Auxiliary Services	452,754	-	2,215,680	-	1,762,926	1,762,926
Interest Expense	100,308	-	-	-	(100,308)	(100,308)
Total Governmental Activities	<u>28,517,717</u>	<u>5,017,684</u>	<u>8,851,391</u>	<u>4,516</u>	<u>(14,644,126)</u>	<u>(14,644,126)</u>
Total Primary Government	<u>\$ 28,517,717</u>	<u>\$ 5,017,684</u>	<u>\$ 8,851,391</u>	<u>\$ 4,516</u>	<u>(14,644,126)</u>	<u>(14,644,126)</u>
<b>General Revenues</b>						
Taxes						
Property Tax					13,981,733	13,981,733
Sales and Use Tax					5,618,670	5,618,670
Other Taxes					1,934,808	1,934,808
Grants and Contributions not Restricted						
Gain or (Loss) on Disposal of Assets					44,180	44,180
Investment income					2,638,412	2,638,412
Misc.					766,225	766,225
Total General Revenues and Transfers					<u>24,984,028</u>	<u>24,984,028</u>
Change in Net Position					<u>10,339,902</u>	<u>10,339,902</u>
<b>Net Position, Beginning of Year</b> as previously reported						
					135,429,626	135,429,626
<b>Restatement</b>						
					<u>(5,775,135)</u>	<u>(5,775,135)</u>
<b>Net Position, Beginning of Year</b> as restated						
					<u>129,654,491</u>	<u>129,654,491</u>
<b>Net Position, End of Year</b>						
					<u>\$ 139,994,393</u>	<u>\$ 139,994,393</u>

**San Miguel County, Colorado**  
**Balance Sheet**  
**Governmental Funds**  
**December 31, 2024**

	General	Road and Bridge	Sales Tax - Capital Projects	Grants	Non-Major Governmental Funds	Total
<b>Assets</b>						
Cash and Cash Equivalents	\$ 25,901,558	\$ 5,249,251	\$ 7,412,561	\$ (423,889)	\$ 10,328,152	\$ 48,467,633
Property Taxes Receivable	7,851,045	2,415,706	-	-	5,062,982	15,329,733
Accounts Receivable	1,007,622	217,237	406,238	657,103	28,207	2,316,407
Accrued Interest	161,326	-	-	-	-	161,326
Prepaid Expenses	2,273	-	-	-	-	2,273
Inventories	-	431,796	-	-	-	431,796
<b>Total Assets</b>	<b>\$ 34,923,824</b>	<b>\$ 8,313,990</b>	<b>\$ 7,818,799</b>	<b>\$ 233,214</b>	<b>\$ 15,419,341</b>	<b>\$ 66,709,168</b>
<b>Liabilities</b>						
Accounts Payable	\$ 870,486	\$ 159,248	\$ 478,263	\$ 157,278	\$ 416,468	\$ 2,081,743
Accrued Expenses	15,763	1,417	-	130	26,581	43,891
Accrued Salaries	364,066	53,100	-	1,802	44,663	463,631
Unearned Revenue	8,289	-	-	-	40,046	48,335
Deposit	12,300	81,500	-	-	1,482	95,282
<b>Total Liabilities</b>	<b>1,270,904</b>	<b>295,265</b>	<b>478,263</b>	<b>159,210</b>	<b>529,240</b>	<b>2,732,882</b>
<b>Deferred Inflows of Resources</b>						
Property Taxes	7,851,045	2,415,706	-	-	4,507,198	14,773,949
<b>Fund Balance</b>						
Restricted for:						
Emergencies - TABOR	840,000	-	-	-	-	840,000
Contingencies	-	-	-	-	1,500,000	1,500,000
Park and Recreation	-	-	-	-	343,449	343,449
Public Health and Welfare	-	-	-	-	248,651	248,651
Transportation	-	-	-	-	16,111	16,111
Housing	-	-	-	-	2,140,128	2,140,128
Tourism	-	-	-	-	7,980	7,980
Solid Waste	-	-	-	-	235,804	235,804
Capital Projects	-	-	7,340,536	74,004	-	7,414,540
Open Space	-	-	-	-	3,953,227	3,953,227
Highway and Streets	-	5,603,019	-	-	-	5,603,019
Energy	-	-	-	-	159,073	159,073
Childcare	-	-	-	-	966,519	966,519
Mental Health Services	-	-	-	-	397,052	397,052
Seizure Funds	1,385	-	-	-	-	1,385
Committed						
Employee Benefits	-	-	-	-	116,420	116,420
Air Quality	-	-	-	-	165,950	165,950
Vegetation Management	-	-	-	-	64,131	64,131
Unassigned	24,960,490	-	-	-	68,408	25,028,898
<b>Total Fund Balance</b>	<b>25,801,875</b>	<b>5,603,019</b>	<b>7,340,536</b>	<b>74,004</b>	<b>10,382,903</b>	<b>49,202,337</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balance</b>	<b>\$ 34,923,824</b>	<b>\$ 8,313,990</b>	<b>\$ 7,818,799</b>	<b>\$ 233,214</b>	<b>\$ 15,419,341</b>	<b>\$ 66,709,168</b>

See Notes to Financial Statements.

**San Miguel 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	\$ 49,202,337
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in governmental funds.	93,946,927
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	(1,940,354)
Accrued Compensated Absences	<u>(1,214,517)</u>
Total Net Position of Governmental Activities	<u>\$ 139,994,393</u>

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

	General	Road and Bridge	Sales Tax - Capita Projects	Grants	Non-Major Governmental Funds	Total
<b>Revenues</b>						
Taxes	\$ 13,707,954	\$ 1,024,703	\$ 2,794,965	\$ -	\$ 4,007,589	\$ 21,535,211
Licenses and Permits	589,057	6,170	-	-	90,781	686,008
Charges for Services	2,840,239	125,343	15,469	-	2,966,160	5,947,211
Intergovernmental	1,789,380	2,255,041	-	23,097	137,809	4,205,327
Grant Income	-	-	-	2,527,137	466,605	2,993,742
Investment Income	2,500,117	-	-	-	138,295	2,638,412
Miscellaneous	1,061	28,400	-	-	741,764	771,225
<b>Total Revenues</b>	<u>21,427,808</u>	<u>3,439,657</u>	<u>2,810,434</u>	<u>2,550,234</u>	<u>8,549,003</u>	<u>38,777,136</u>
<b>Expenditures</b>						
<b>Current</b>						
General Government	7,410,357	-	-	-	-	7,410,357
Judicial	421,575	-	-	-	-	421,575
Public Safety	6,063,382	-	-	479,118	-	6,542,500
Public Works	-	3,645,489	-	-	96,546	3,742,035
Retirement Benefits	-	-	-	-	581,009	581,009
Health and Welfare	-	-	-	-	3,976,216	3,976,216
Economic Development	-	-	-	-	601,087	601,087
Energy Programs	-	-	-	-	425,650	425,650
Childcare	-	-	-	-	116,018	116,018
Recreation and Culture	-	-	-	-	849,827	849,827
Auxiliary Services	452,754	-	-	-	1,415,887	1,868,641
Grants	-	-	-	2,917,689	44,987	2,962,676
Capital Outlay	-	-	1,433,256	-	12,535	1,445,791
Debt Service						
Principal	-	-	478,812	-	-	478,812
Interest and Fiscal Charges	-	-	36,289	-	-	36,289
<b>Total Expenditures</b>	<u>14,348,068</u>	<u>3,645,489</u>	<u>1,948,357</u>	<u>3,396,807</u>	<u>8,119,762</u>	<u>31,458,483</u>
<b>Excess Revenues Over (Under) Expenditures</b>	<u>7,079,740</u>	<u>(205,832)</u>	<u>862,077</u>	<u>(846,573)</u>	<u>429,241</u>	<u>7,318,653</u>
<b>Other Financing Sources (Uses)</b>						
Proceeds from Sale of Assets	-	-	32,680	-	6,500	39,180
Transfers In	112,186	1,000,000	244,739	921,881	1,023,079	3,301,885
Transfers Out	(2,491,127)	(254,018)	-	(244,739)	(312,001)	(3,301,885)
Other Financing Sources (Uses)	<u>(2,378,941)</u>	<u>745,982</u>	<u>277,419</u>	<u>677,142</u>	<u>717,578</u>	<u>39,180</u>
<b>Net Change in Fund Balance</b>	<u>4,700,799</u>	<u>540,150</u>	<u>1,139,496</u>	<u>(169,431)</u>	<u>1,146,819</u>	<u>7,357,833</u>
<b>Fund Balance, Beginning of Year as previously reported</b>	20,575,208	4,972,179	6,201,040	243,435	9,157,633	41,149,495
<b>Restatement</b>	<u>525,868</u>	<u>90,690</u>	<u>-</u>	<u>-</u>	<u>78,451</u>	<u>695,009</u>
<b>Fund Balance, Beginning of Year as restated</b>	<u>21,101,076</u>	<u>5,062,869</u>	<u>6,201,040</u>	<u>243,435</u>	<u>9,236,084</u>	<u>41,844,504</u>
<b>Fund Balance, End of Year</b>	<u>\$ 25,801,875</u>	<u>\$ 5,603,019</u>	<u>\$ 7,340,536</u>	<u>\$ 74,004</u>	<u>\$ 10,382,903</u>	<u>\$ 49,202,337</u>

See Notes to Financial Statements.

**San Miguel 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	\$ 7,357,833
<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	3,382,253
Depreciation Expense	(1,794,185)
<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>	
Principal Payments on Long-Term Debt Capital Leases	1,412,305
New Lease Liabilities	(161,506)
Change in Accrued Compensated Absences	<u>143,202</u>
Change in Net Position of Governmental Activities	<u>\$ 10,339,902</u>

**San Miguel County, Colorado**  
Statement of Fiduciary Net Position  
Fiduciary Funds  
December 31, 2024

	Fiduciary Funds
<b>Assets</b>	
Cash and Investments	\$ <u>421,299</u>
Total Assets	<u>421,299</u>
<b>Liabilities</b>	
Due to Other Governments	<u>124,856</u>
Total Liabilities	<u>124,856</u>
<b>Net Position</b>	
Restricted for Other Governments	\$ <u><u>296,443</u></u>

**San Miguel County, Colorado**  
Statement of Changes in Fiduciary Net Position  
Fiduciary Funds  
For the Year Ended December 31, 2024

	Fiduciary Funds
<b>Additions</b>	
Tax Collections for Other Governments	\$ 13,345,030
Other Collections	42,411
Total Additions	13,387,441
<b>Deductions</b>	
Payments to Other Governments	13,345,030
Total Deductions	13,345,030
<b>Net Increase in Fiduciary Net Position</b>	42,411
<b>Net Position, <i>Beginning of Year</i></b>	254,032
<b>Net Position, <i>End of Year</i></b>	\$ 296,443

# San Miguel County, Colorado

## Notes to the Financial Statements

December 31, 2024

### **Note 1: Summary of Significant Accounting Policies**

The financial statements of the San Miguel 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 located in western Colorado with a population of approximately 7,900. The principal towns are Telluride, Mountain Village and Norwood. San Miguel County is governed by a three-member Board of County Commissioners (the Board). The County is included in the Seventh Judicial District which includes five (5) other local county's that are each served by the same elected District Attorney. 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 to include, but not limited to, general administration, public safety, highways and streets, health and human services, public improvements, planning, zoning, airport, predatory animal and weed control.

#### **Related Entities**

##### *Public Trustee*

The Public Trustee is a state statutorily mandated position, whose financial transactions are independent of the County. However, all expenditures and associated funding transactions relating to the operations of the County Office of the Public Trustee are included in the General Fund.

##### *Jointly Funded Organizations*

The County, in conjunction with other counties, shares in the financial support of the District Attorney of the Seventh Judicial District of the State of Colorado. In 2024, the County contributed \$251,197 for the operation of the District Attorney.

The County, in conjunction with other Towns within San Miguel County, share in the financial support of the San Miguel Regional Housing Authority. The County contributed \$109,065 for the operation of the Housing Authority. The County records housing funds in the Dependent District Fund.

# San Miguel County, Colorado

## Notes to the Financial Statements

December 31, 2024

### Note 1: Summary of Significant Accounting Policies (Continued)

#### **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.

The County Commissioners are also member of the board of the San Miguel Solid Waste Disposal District, and they approve their budget. Therefore, their financial statements are included in the County's financial reports. Based on the application of these criteria, San Miguel Solid Waste Disposal District is considered a component unit and is included in the County's financial statement reports.

#### **Government-wide and Fund Financial Statements**

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. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

**San Miguel County, Colorado**  
Notes to the Financial Statements  
December 31, 2024

**Note 1: Summary of Significant Accounting Policies (Continued)**

**Government-wide and Fund Financial Statements** (Continued)

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.

Taxes and other items not properly included among program revenues are reported instead as *general revenues*. 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*. 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 90 days except for property taxes which are considered available if they are collectible 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 are recorded when payment is due. Compensated absences, claims and judgements are expected to be liquidated with expendable available resources and are reported as expenditures and a fund liability of the governmental fund that will pay for it.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted assets first, then unrestricted resources as they are needed.

# San Miguel County, Colorado

Notes to the Financial Statements

December 31, 2024

## Note 1: Summary of Significant Accounting Policies (Continued)

### Measurement Focus, Basis of Accounting, and Financial Statement Presentation

(Continued)

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

### Deferred Outflows / 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 at 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.

### The County reports the following major governmental funds:

*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.

*Road and Bridge 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' fees and property taxes.

*Capital Fund* accounts for revenues derived from sales tax. One half of the sales tax revenue collected annually is designated for capital expenditures or debt service.

*Grant Fund* accounts for revenue derived from grants to be used for grant projects.

### The County reports the following non-major funds:

*Parks and Open Space Fund* accounts for the administration and operations of the parks and recreation areas and for the purchase of land for open space. The sources of funds include property taxes, grants, and other revenue sources.

# San Miguel County, Colorado

Notes to the Financial Statements

December 31, 2024

## Note 1: Summary of Significant Accounting Policies (Continued)

### **Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

(Continued)

The County reports the following non-major funds: (Continued)

*Lodging Tax Fund* accounts for revenues derived from lodging tax to be used for marketing and advertising.

*COVID-19 Fund* accounts for revenues derived from Coronavirus relief funds to be used to help businesses with economic support during the pandemic.

*Human Services Fund* accounts for the administration and operations of the County's public health and welfare system.

*Transit Fund* accounts for the collection of transportation impact fees and other sources designated for mass transit and other transportation services.

*Retirement Fund* accounts for revenues from property taxes designated for a county employee retirement program.

*Conservation Trust Fund* reflects the receipt of the County's share of Colorado Lottery funds and money from other sources to be used for recreational purposes within the County.

*Contingent Fund* reflects the accumulation and disbursement of funds set aside to be used as needed for unforeseen contingencies.

*Public Health Fund* accounts for revenues and expenditures related to the administration of public health services and programs.

*Energy Fund* is for the sole purpose of funding capital expenses associated with the purchase, installation, and /or construction of renewable energy and/or energy conservation facilities or projects located within San Miguel County.

*Vegetation Management Fund* accounts for resources of the County which are dedicated for the purpose of providing vegetation management services to entities.

*Early Childhood Care and Education Fund* accounts for resources of the County which are dedicated for the purpose of improving the availability, accessibility, quality and affordability of early childhood care and education.

*Mental Health Services Fund* is for the sole purpose of funding community-based mental health and substance abuse treatment services. The resources of funds include property taxes to be used for mental health services.

# San Miguel County, Colorado

Notes to the Financial Statements

December 31, 2024

## Note 1: Summary of Significant Accounting Policies (Continued)

### **Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

(Continued)

The County reports the following non-major funds: (Continued)

*Dependent District Funds* are special revenue funds used to account for the revenue from property taxes and other revenues designated for specific purposes. The San Miguel County Housing Authority's general fund has been blended as a dependent district.

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. In the Statement of Activities, internal service fund transactions have been eliminated.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments.

Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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.

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 & Payables* – Significant components of receivables and payables are disaggregated in the financial statements. All receivables are expected to be collected within one year. All material payables are expected to be paid within one year with the exception of the amounts for the accrual for compensated absences and capital leases.

# San Miguel County, Colorado

## Notes to the Financial Statements

December 31, 2024

### Note 1: Summary of Significant Accounting Policies (Continued)

*Interfund Transactions* - Transactions between funds that would be treated as revenues, expenditures, or expenses if they involved organizations external to the County are accounted for as revenues, expenditures, or expenses in the funds involved. Transactions which constitute reimbursements of a fund for expenditures or expenses initially made from that fund which are properly applicable to another fund are recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditure or expense in the fund that is reimbursed. At year end, outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government- wide financial statements as “internal balances.” These amounts are eliminated in the Total Column on the “statement of net assets” column. Any residual balances outstanding between “discrete presented component units” and the “primary government” are reported on a separate line.

*Inventory* - Inventory is valued at the lower of cost (first-in, first-out) method. Inventories in most Governmental funds are recorded as expenditures when purchased. Inventories in the Road and Bridge Fund are recorded as expenditures when consumed rather than when purchased.

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

*Contraband Proceeds* – The Colorado Contraband Forfeiture Act requires the proceeds from the seizure of contraband be audited although they are not subject to the appropriations process. During 2024, the County had no proceeds from the seizures of contraband.

*Capital Assets* - Capital assets, which include land, buildings, equipment, and all infrastructure owned by the County, are reported in the applicable governmental column in the government-wide 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.

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

Buildings & Improvements	20 - 40 years
Equipment & Furniture	5 - 10 years

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

*Compensated Absences* - A maximum of 96.2 to 192 hours’ vacation per year may be accumulated by each employee, up to 192 to 384 hours. Employees will be paid for up to the maximum accumulation of unused vacation days upon separation from County service after Three months continuous service.

**San Miguel County, Colorado**  
Notes to the Financial Statements  
December 31, 2024

**Note 1: Summary of Significant Accounting Policies** (Continued)

**Assets, Liabilities and Net Position/Fund Balances** (Continued)

Employees hired on or after March 1, 2013:

After ten (10) years of continuous service, upon separation from employment (either voluntary or involuntary), the terminating employee will be paid at the current rate of pay for 50% of the unused accrued sick leave, up to 720 hours. After fifteen (15) years will be paid 75% of the unused accrued sick leave, up to 720 hours. After twenty (20) years will be paid 100% of the unused accrued sick leave, up to 720 hours.

Accumulated, unpaid vacation time is accrued when earned in the government-wide 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 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.

*Fund Equity* - In the fund financial statements, governmental funds report non-spendable amounts that are (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash such as inventories, prepaid items, long-term notes receivable and fund advances. Restrictions of fund balance represents amounts that are restricted for specific fund purposes stipulated by external resource providers constitutionally or through enabling legislation.

Committed fund balances include amounts that can only be used for the specific purposes determined by the passage of a resolution by the Board of County Commissioners. Commitments may be modified or changed only by the Board of County Commissioners approving a new resolution. Assigned fund balance includes amounts intended to be used by the County for specific purposes that are neither restricted nor committed. Intent is expressed by the County Administrator. Unassigned fund balance includes amounts that do not meet any of the above criteria. The County may report positive unassigned fund balances only in the general fund and negative unassigned fund balances may be reported in all funds.

# San Miguel County, Colorado

## Notes to the Financial Statements

December 31, 2024

### Note 1: Summary of Significant Accounting Policies (Continued)

#### **Assets, Liabilities and Net Position/Fund Balances** (Continued)

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

Net position is reported as restricted when there are constraints placed on their use either by law through constitutional provisions or enabling legislation or through restrictions externally imposed by creditors, grantors, laws, or regulations of other governments.

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

- *Net Investment in Capital Assets* - This component 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* - This component 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* - This component 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.

# San Miguel County, Colorado

## Notes to the Financial Statements

December 31, 2024

### Note 1: Summary of Significant Accounting Policies (Continued)

#### Property Taxes (Continued)

Taxes levied in 2024 for collection in 2025 are recorded in governmental funds as taxes receivable and deferred inflows of resources as of December 31, 2024, since the amount is measurable but not available until 2025. An allowance for uncollectible taxes is not provided as the uncollectible amounts were determined to be negligible based upon an analysis of historical trends.

#### 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.

#### Subsequent Events

The County has evaluated subsequent events for recognition or disclosure through September 17, 2025, the date the financial statements were available for issuance.

### Note 2: Cash and Investments

At December 31, 2024, the County's investments carried a fair market value as follows:

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

Petty Cash	\$	4,391
Demand Deposits and Cash		19,723,006
Certificates of Deposits and Savings		5,426,725
Investments		23,734,810
Total	\$	<u>48,888,932</u>

**San Miguel County, Colorado**  
Notes to the Financial Statements  
December 31, 2024

**Note 2: Cash and Investments (Continued)**

A summary of investments are reported in the financial statements as follows:

Governmental Funds	\$ 48,467,633
Fiduciary Funds	421,299
Total	<u>\$ 48,888,932</u>

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

Peak Investments	\$ 1,952,666
ColoTrust	11,511,941
CSAFE-Colorado Core	10,270,203
Total	<u>\$ 23,734,810</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 \$25,043,773. 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.
- Commercial paper.
- Local government investment pools.
- Written repurchase agreements collateralized by certain authorized securities.
- Certain money market funds.
- Guaranteed investment contracts (GICs).

**San Miguel County, Colorado**  
Notes to the Financial Statements  
December 31, 2024

**Note 2: Cash and Investments (Continued)**

**Investments** (Continued)

*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. At 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.

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

*Local Government Investment Pools* - At December 31, 2024, the County had \$831,111 and \$1,435,776 invested in the Colorado Local Government Liquid Asset Trust (Colostrust) and the Colorado Surplus Asset Fund Trust (CSAFE), respectively. The pools are investment vehicles established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements of creating and operating the pools. The pools operate in conformity with the Securities and Exchange Commission's Rule 2a-7. The pools are measured at the net asset value per share, with each share valued at \$1. The pools are rated AAAM by Standard and Poor's. Investments of the pools are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by the participating governments.

**San Miguel County, Colorado**  
Notes to the Financial Statements  
December 31, 2024

**Note 2: Cash and Investments (Continued)**

**Investments** (Continued)

Colorado Core fund is an ultra-short duration, enhanced cash fund intended for short to intermediate term surplus monies of its participants, with an emphasis placed on limiting the risk of negative fair market valuations away from \$2.00 while maintaining high credit quality and adequate liquidity. This fund publishes its fair market valuation daily and its holdings monthly. Substantially all securities owned by the pool are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the pool. Investments of the pools consist of U.S. Treasury bills, notes and note strips, repurchase agreements collateralized by U.S. Treasury Notes and other investments. This fund is rated AAAs/S1 by Fitch. The S1 is the highest Fund Market Risk Sensitivity Rating. The AAA rating is the highest fund credit rating from Fitch.

**Note 3: Capital Assets**

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

	Balance 12/31/2023	Additions	Transfer	Deletions	Balance 12/31/2024
<b>Governmental Activities</b>					
<i>Capital Assets, Not Being Depreciated</i>					
Land	\$ 11,124,662	\$ -	\$ 10,000	\$ -	\$ 11,134,662
Construction in Progress	3,252,265	-	(3,111,199)	-	141,066
Infrastructure	53,552,399	2,071,863	91,773	-	55,716,035
<b>Total Capital Assets, Not Being Depreciated</b>	<b>67,929,326</b>	<b>2,071,863</b>	<b>(3,009,426)</b>	<b>-</b>	<b>66,991,763</b>
<i>Capital Assets, Being Depreciated</i>					
Buildings and improvements	30,760,218	149,944	(10,000)	-	30,900,162
Equipment and furniture	10,799,645	998,940	2,562,496	-	14,361,081
Intangible right to use subscription assets	145,497	-	(63,156)	-	82,341
Right to Use Assets	1,567,380	161,506	(949,953)	-	778,933
<b>Total Capital Assets, Being Depreciated</b>	<b>43,272,740</b>	<b>1,310,390</b>	<b>1,539,387</b>	<b>-</b>	<b>46,122,517</b>
<i>Less Accumulated Depreciation</i>					
Buildings and improvements	(9,423,551)	(688,390)	-	-	(10,111,941)
Equipment and furniture	(8,818,000)	(576,707)	456,930	-	(8,937,777)
Intangible right to use subscription assets	(55,063)	(49,970)	63,156	-	(41,877)
Right to use assets	(546,593)	(479,118)	949,953	-	(75,758)
<b>Total Accumulated Depreciation</b>	<b>(18,843,207)</b>	<b>(1,794,185)</b>	<b>1,470,039</b>	<b>-</b>	<b>(19,167,353)</b>
<b>Total Capital Assets, Being Depreciated, Net</b>	<b>24,429,533</b>	<b>(483,795)</b>	<b>3,009,426</b>	<b>-</b>	<b>26,955,164</b>
<b>Governmental Activities, Capital Assets, Net</b>	<b>\$ 92,358,859</b>	<b>\$ 1,588,068</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 93,946,927</b>

**San Miguel County, Colorado**  
Notes to the Financial Statements  
December 31, 2024

**Note 3: Capital Assets** (Continued)

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

<b>Governmental Activities</b>	
General Government	\$ 927,151
Public Safety	400,726
Public Works	360,193
Recreation and Culture	96,564
Human Services	<u>9,551</u>
 Total Depreciation Expense	 \$ <u>1,794,185</u>

**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:

<u>Governmental Activities</u>	<u>Balance</u> 12/31/23	<u>Additions</u>	<u>Payments</u>	<u>Balance</u> 12/31/24	<u>Due Within</u> <u>One Year</u>
Construction Leases	\$ 1,920,696	\$ -	\$ (478,812)	\$ 1,441,884	\$ 233,618
Right to Use Leases	1,230,226	161,506	(910,341)	481,391	134,960
Intangible - SBITA	40,231	-	(23,152)	17,079	8,430
Compensated Absences	<u>1,357,719</u>	<u>538,655</u>	<u>(681,857)</u>	<u>1,214,517</u>	<u>728,710</u>
 Total Governmental Activities	 \$ <u>4,548,872</u>	 \$ <u>700,161</u>	 \$ <u>(2,094,162)</u>	 \$ <u>3,154,871</u>	 \$ <u>1,105,718</u>

**Construction Leases**

The County has adopted the policy of acquiring certain fixed assets through the use of lease purchase agreements. For the lease purchase backed by the full faith and credit of the County, debt service is accounted for in the fund that accounts for the function associated with the asset.

Vectra Bank, construction lease for \$2,000,000, for office for office expansion project and office annex for the sheriff's department. Semiannual payments on June 1<sup>st</sup>, interest only, and December 1<sup>st</sup>, interest, and principal, through June 2030 at 2.06% annual interest rate.

Sterling National Bank, construction lease for 658,094, for solar projects. Semi-annual payments on June 1<sup>st</sup>, interest only, and December 1<sup>st</sup>, interest and principal, through February 2035 at 2.33% annual interest rate.

**San Miguel County, Colorado**  
Notes to the Financial Statements  
December 31, 2024

**Note 4: Long-Term Debt** (Continued)

At December 31, 2024, the annual debt service for the Vectra Bank construction lease is as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 233,618	\$ 30,021	\$ 263,639
2026	241,050	25,052	266,102
2027	248,585	19,925	268,510
2028	251,225	14,686	265,911
2029	258,977	9,334	268,311
2030 - 2031	<u>208,429</u>	<u>4,209</u>	<u>212,638</u>
Total	<u>\$ 1,441,884</u>	<u>\$ 103,227</u>	<u>\$ 1,545,111</u>

**Lease - Right to Use Assets**

As of 12/31/2024, San Miguel County, CO had 13 active leases. The leases have payments that range from \$192 to \$717,000 per year and interest rates that range from 0.2580% to 5.4200%. As of 12/31/2024, the total combined value of the lease liability is \$481,391. The combined value of the right to use asset, as of 12/31/2024 of \$778,933 with accumulated amortization of \$75,758 is included within the Lease Class activities table found below. The leases had \$0 of Variable Payments and \$0 of Other Payments, not included in the Lease Liability, within the Fiscal Year.

At December 31, 2024, the following is the future principal and interest payments on the lease right to use assets:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 134,960	\$ 29,271	\$ 164,231
2026	178,845	23,917	202,762
2027	68,617	10,932	79,549
2028	58,851	5,250	64,101
2029	19,806	3,133	22,939
2030	<u>20,312</u>	<u>255</u>	<u>20,567</u>
Total	<u>\$ 481,391</u>	<u>\$ 72,758</u>	<u>\$ 554,149</u>

**Lease Liability - Subscription Based Information Technology Arrangements**

As of 12/31/2024, San Miguel County, CO had 8 active subscriptions. The subscriptions have payments that range from \$186 to \$15,600 per year and interest rates that range from 2.45% to 3.76%. As of 12/31/2024, the total combined value of the lease liability is \$17,079.

## San Miguel County, Colorado

Notes to the Financial Statements

December 31, 2024

### Note 4: Long-Term Debt (Continued)

#### **Lease Liability - Subscription Based Information Technology Arrangements** (Continued)

The combined value of the right to use asset, as of 12/31/2024 of \$82,341 with accumulated amortization of \$41,877.

Year Ending December 31,	Principal	Interest	Total
2025	\$ 8,439	\$ 478	\$ 8,917
2026	8,312	187	8,499
2027	328	8	336
Total	<u>\$ 17,079</u>	<u>\$ 673</u>	<u>\$ 17,752</u>

### Note 5: Interfund Transfers

Interfund transfers to and from various funds, were to cover the costs of operations, capital, and retirement benefits. During the year ended December 31, 2024, transfers consisted of the following:

Fund	Transfers In	Transfers Out
General	\$ 112,186	\$ 2,491,127
Road and Bridge	1,000,000	254,018
Sales Tax - Capital Improvement	244,739	-
Parks and Open Space	6,000	126,299
COVID 19	-	177,584
Grants	921,881	244,739
Human Services	125,000	-
Contingent	500,000	-
Vegetation	142,079	-
Public Health	250,000	8,118
Total	<u>\$ 3,301,885</u>	<u>\$ 3,301,885</u>

### Note 6: Retirement Plans

#### **Defined Contribution Plan**

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

# San Miguel County, Colorado

## Notes to the Financial Statements

December 31, 2024

### **Note 6: Retirement Plans (Continued)**

#### **Defined Contribution Plan** (Continued)

Employees are eligible upon hire with San Miguel County, and elected officials are eligible to participate immediately. Employee contributions are 100% vested immediately upon employee participation in the plan and employer contributions are 100% invested after five years of service.

The County must contribute 5% of the compensation of each participant. Each participant contributes a minimum amount equal to the County's contribution and is permitted to make additional contributions not to exceed 10% of their compensation. For the year ended December 31, 2024, employee contributions totaled \$518,271 and the County recognized pension expense of \$518,271.

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

#### **Deferred Compensation Plan**

The County also offers its employees an additional voluntary deferred compensation plan created in accordance with Internal Revenue Code 457(f), administered by Colorado County Officials and Employees Retirement Association (CCOERA) (the Plan). After five year experience, the employer will match up to 1.5% of an employee's voluntary contribution.

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

### **Note 7: Colorado Contraband Forfeiture Act**

The County has reviewed financial activities in the Sheriff's Department for compliance with the above referenced 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.

**San Miguel County, Colorado**  
Notes to the Financial Statements  
December 31, 2024

**Note 8: TABOR Amendment Reserve** (Continued)

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 \$840,000, 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.

On December 31, 2024, CAPP had assets of \$33,762,267, liabilities of \$23,939,800 (including \$22,655,070 reserved for losses and claims), and members' equity of \$9,822,467. The liability amount includes no long-term debt. Total revenues for the year ended December 31, 2024, amounted to \$17,540,103 and total expenses were \$17,773,221, resulting in loss income before return of surplus of \$253,118.

**San Miguel County, Colorado**  
Notes to the Financial Statements  
December 31, 2024

**Note 9: Risk Management (Continued)**

**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.

**San Miguel County, Colorado**  
Notes to the Financial Statements  
December 31, 2024

**Note 11: Restatement**

The governmental funds fund balance as of December 31, 2023 has been restated for a correction of an error in the reporting of compensated absences as a liability in the governmental funds financial statements. Management has determined that this liability is not paid within 90 days of the fiscal year end and, therefore, should not be considered an expenditure of resources as of the end of the fiscal year.

The government wide net position as of December 31, 2023 has been restated for a correction of an error in the reporting of the value of the capital assets. Previously capital assets were not reported using the historical cost.

As summary of the restatements are shown below.

	Government Wide Net Position	Government Funds Fund Balance
<b>Beginning of Year, as previously Stated</b>	\$ 135,429,626	\$ 41,149,495
Compensated Absences	-	681,857
Recognition of Revenue	13,152	13,152
Capital Assets - Infrastructure	(6,161,789)	-
Capital Assets - Right-To-Use	(386,013)	-
Liability - Right-To-Use	759,515	-
<b>Beginning of Year, as Restated</b>	\$ 129,654,491	\$ 41,844,504

## **Required Supplementary Information**

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 General Fund  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Taxes				
Property Taxes	\$ 9,100,985	\$ 9,100,985	\$ 9,320,246	\$ 219,261
Sales and Use Taxes	2,705,000	2,705,000	2,823,705	118,705
Specific Ownership Taxes	220,500	220,500	288,206	67,706
Other	461,500	461,500	1,275,797	814,297
Charges for Services	1,774,210	1,772,210	2,840,239	1,068,029
Intergovernmental	1,650,387	1,650,387	1,789,380	138,993
Licenses and Fees	255,625	255,625	589,057	333,432
Interest Income	2,000,000	2,000,000	2,500,117	500,117
Miscellaneous	2,000	2,000	1,061	(939)
<b>Total Revenues</b>	<u>18,170,207</u>	<u>18,168,207</u>	<u>21,427,808</u>	<u>3,259,601</u>
<b>Expenditures</b>				
Current:				
General Government	8,125,261	8,124,461	7,410,357	(714,104)
Judicial	535,953	535,953	421,575	(114,378)
Public Safety	6,258,463	6,514,363	6,063,382	(450,981)
Auxiliary Services	168,906	468,906	452,754	(16,152)
Total Expenditures	<u>15,088,583</u>	<u>15,643,683</u>	<u>14,348,068</u>	<u>(1,295,615)</u>
<b>Excess Revenues Over (Under) Expenditures</b>	3,081,624	2,524,524	7,079,740	4,555,216
<b>Other Financing Sources (Uses)</b>				
Transfers In	8,000	8,000	112,186	104,186
Transfers (Out)	<u>(2,067,549)</u>	<u>(2,047,549)</u>	<u>(2,491,127)</u>	<u>(443,578)</u>
<b>Total Other Financing Sources</b>	(2,059,549)	(2,039,549)	(2,378,941)	(339,392)
<b>Net Change in Fund Balance</b>	1,022,075	484,975	4,700,799	4,215,824
<b>Fund Balance, Beginning of Year</b>	<u>21,101,076</u>	<u>21,101,076</u>	<u>21,101,076</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 22,123,151</u>	<u>\$ 21,586,051</u>	<u>\$ 25,801,875</u>	<u>\$ 4,215,824</u>

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

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Taxes				
Property Taxes	\$ 1,003,500	\$ 1,003,500	\$ 987,928	\$ (15,572)
Specific Ownership Taxes	60,000	60,000	31,685	(28,315)
Penalties and Interest	13,100	13,100	5,090	(8,010)
	<u>1,076,600</u>	<u>1,076,600</u>	<u>1,024,703</u>	<u>(51,897)</u>
Total Taxes				
Licenses and Permits	1,000	1,000	6,170	5,170
Charges for Services	6,600	6,600	125,343	118,743
Intergovernmental	2,196,375	2,196,375	2,255,041	58,666
Miscellaneous	-	-	28,400	28,400
	<u>3,280,575</u>	<u>3,280,575</u>	<u>3,439,657</u>	<u>159,082</u>
Total Revenues				
<b>Expenditures</b>				
Current:				
Public Works:				
Maintenance of Conditions	3,009,953	3,009,953	2,600,464	409,489
Snow and Ice Removal	58,030	58,030	24,980	33,050
Public Works	1,071,872	1,071,872	1,020,045	51,827
	<u>4,139,855</u>	<u>4,139,855</u>	<u>3,645,489</u>	<u>494,366</u>
Total Expenditures				
<b>Excess Revenues Over (Under) Expenditures</b>	(859,280)	(859,280)	(205,832)	653,448
<b>Other Financing Sources (Uses)</b>				
Transfers In	1,000,000	1,000,000	1,000,000	-
Transfers Out	(25,000)	(230,000)	(254,018)	(24,018)
	<u>115,720</u>	<u>(89,280)</u>	<u>540,150</u>	<u>629,430</u>
<b>Net Change in Fund Balance</b>				
<b>Fund Balance, Beginning of Year</b>	5,062,869	5,062,869	5,062,869	-
	<u>5,062,869</u>	<u>5,062,869</u>	<u>5,062,869</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	\$ 5,178,589	\$ 4,973,589	\$ 5,603,019	\$ 629,430
	<u>\$ 5,178,589</u>	<u>\$ 4,973,589</u>	<u>\$ 5,603,019</u>	<u>\$ 629,430</u>

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 Sales Tax Capital Fund  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Sales and Use Tax	\$ 2,700,000	\$ 2,700,000	\$ 2,794,965	\$ 94,965
Charges for Services	-	-	15,469	15,469
<b>Total Revenues</b>	<u>2,700,000</u>	<u>2,700,000</u>	<u>2,810,434</u>	<u>110,434</u>
<b>Expenditures</b>				
Capital Outlay	1,506,995	1,506,995	1,433,256	73,739
Debt Service				-
Principal	274,590	274,590	478,812	(204,222)
Interest	-	-	36,289	(36,289)
<b>Total Expenditures</b>	<u>1,781,585</u>	<u>1,781,585</u>	<u>1,948,357</u>	<u>(166,772)</u>
<b>Excess Revenues Over (Under) Expenditures</b>	918,415	918,415	862,077	(56,338)
<b>Other Financing Source (Uses)</b>				
Proceeds from Sale of Assets	25,000	25,000	32,680	7,680
Transfers In	-	-	244,739	244,739
<b>Net Change in Fund Balance</b>	943,415	943,415	1,139,496	196,081
<b>Fund Balance, Beginning of Year</b>	<u>6,201,040</u>	<u>6,201,040</u>	<u>6,201,040</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 7,144,455</u>	<u>\$ 7,144,455</u>	<u>\$ 7,340,536</u>	<u>\$ 196,081</u>

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 Grant Fund  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Grants	\$ 3,894,831	\$ 3,894,831	\$ 2,527,137	\$ (1,367,694)
Total Revenues	3,894,831	3,894,831	2,527,137	(1,367,694)
<b>Expenditures</b>				
Current:				
Grants	472,627	472,627	479,118	(6,491)
Total Expenditures	472,627	472,627	479,118	(6,491)
<b>Excess Revenues Over (Under) Expenditures</b>	3,422,204	3,422,204	2,048,019	(1,374,185)
<b>Other Financing Sources (Uses)</b>				
Transfers In (Out)	-	-	(244,739)	(244,739)
<b>Net Change in Fund Balance</b>	3,422,204	3,422,204	1,803,280	(1,618,924)
<b>Fund Balance, Beginning of Year</b>	243,435	243,435	243,435	-
<b>Fund Balance, End of Year</b>	\$ 3,665,639	\$ 3,665,639	\$ 2,046,715	\$ (1,618,924)

**San Miguel County, Colorado**  
Notes to Required Supplementary Information  
December 31, 2024

**Note 1: Stewardship, Compliance, and Accountability**

**Budgetary Information**

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 Manager 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 31st, 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.

The budgetary control is maintained at the department level for the general fund and at specific fund level for all other funds. The budget shows various classifications by object and by function. All annual appropriations lapse at year end.

All budget amounts presented in the accompanying supplementary information reflect the original budget and the final amended budget.

## **Supplementary Information**

**San Miguel County, Colorado**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**December 31, 2024**

	Parks & Open Space	Lodging Tax Tourism	COVID-19	Transit	Contingent
<b>Assets</b>					
Cash and Cash Equivalents	\$ 4,057,675	\$ 49,284	\$ 421,975	\$ 60,206	\$ 1,500,000
Property Taxes Receivable	1,271,424	-	-	4,464	-
Accounts Receivable	6,877	17,070	4,260	-	-
Total Assets	\$ 5,335,976	\$ 66,354	\$ 426,235	\$ 64,670	\$ 1,500,000
<b>Liabilities</b>					
Accounts Payable	\$ 72,196	\$ 56,892	\$ 177,584	\$ 48,559	\$ -
Accrued Salaries	766	-	-	-	-
Compensated Absences	22,438	-	-	-	-
Deposit	15,925	-	-	-	-
Deferred Revenue	-	1,482	-	-	-
Total Liabilities	111,325	58,374	177,584	48,559	-
<b>Deferred Inflows of Resources</b>					
Property Taxes	1,271,424	-	-	-	-
<b>Fund Balance</b>					
Restricted for:					
Contingencies	-	-	-	-	1,500,000
Park and Recreation	-	-	-	-	-
Public Health and Welfare	-	-	248,651	-	-
Committed					
Transportation	-	-	-	16,111	-
Housing	-	-	-	-	-
Tourism	-	7,980	-	-	-
Solid Waste	-	-	-	-	-
Employee Benefits	-	-	-	-	-
Capital Projects	-	-	-	-	-
Open Space	3,953,227	-	-	-	-
Highway and Streets	-	-	-	-	-
Energy	-	-	-	-	-
Air Quality	-	-	-	-	-
Vegetation Management	-	-	-	-	-
Childcare	-	-	-	-	-
Mental Health Services	-	-	-	-	-
Capital Acquisition	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balance	3,953,227	7,980	248,651	16,111	1,500,000
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 5,335,976	\$ 66,354	\$ 426,235	\$ 64,670	\$ 1,500,000

(Continued)

**San Miguel County, Colorado**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**December 31, 2024**  
*(Continued)*

	Human Service	Retirement	Conservation Trust	Public Health	Energy
<b>Assets</b>					
Cash and Cash Equivalents	\$ 19,852	\$ 123,638	\$ 330,516	\$ (26,911)	\$ 159,073
Property Taxes Receivable	273,646	495,855	25,468	253,414	-
Accounts Receivable	-	-	-	-	-
	-	-	-	-	-
Total Assets	\$ 293,498	\$ 619,493	\$ 355,984	\$ 226,503	\$ 159,073
<b>Liabilities</b>					
Accounts Payable	\$ (594)	\$ -	\$ 12,535	\$ 24,223	\$ -
Accrued Salaries	617	7,218	-	17,980	-
Compensated Absences	22,225	-	-	-	-
Deposit	5,771	-	-	18,350	-
Deferred Revenue	-	-	-	-	-
	-	-	-	-	-
Total Liabilities	28,019	7,218	12,535	60,553	-
<b>Deferred Inflows of Resources</b>					
Property Taxes	197,071	495,855	-	-	-
	197,071	495,855	-	-	-
<b>Fund Balance</b>					
Restricted for:					
Contingencies	-	-	-	-	-
Park and Recreation	-	-	343,449	-	-
Public Health and Welfare	-	-	-	-	-
Committed					
Transportation	-	-	-	-	-
Housing	-	-	-	-	-
Tourism	-	-	-	-	-
Solid Waste	-	-	-	-	-
Employee Benefits	-	116,420	-	-	-
Capital Projects	-	-	-	-	-
Open Space	-	-	-	-	-
Highway and Streets	-	-	-	-	-
Energy	-	-	-	-	159,073
Air Quality	-	-	-	165,950	-
Vegetation Management	-	-	-	-	-
Childcare	-	-	-	-	-
Mental Health Services	-	-	-	-	-
Capital Acquisition	-	-	-	-	-
Unassigned	68,408	-	-	-	-
	68,408	-	-	-	-
Total Fund Balance	68,408	116,420	343,449	165,950	159,073
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 293,498	\$ 619,493	\$ 355,984	\$ 226,503	\$ 159,073

(Continued)

**San Miguel County, Colorado**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**December 31, 2024**  
*(Continued)*

	Vegetation Management	Early Childhood Care	Mental Health Services	Dependent Districts	Total Nonmajor Governmental Funds
<b>Assets</b>					
Cash and Cash Equivalents	\$ 24,728	\$ 955,302	\$ 397,893	\$ 2,254,921	\$ 10,328,152
Property Taxes Receivable	39,403	964,785	958,172	776,351	5,062,982
Accounts Receivable	-	-	-	-	28,207
	-	-	-	-	-
Total Assets	\$ 64,131	\$ 1,920,087	\$ 1,356,065	\$ 3,031,272	\$ 15,419,341
<b>Liabilities</b>					
Accounts Payable	\$ -	\$ -	\$ 5,445	\$ 19,628	\$ 416,468
Accrued Salaries	-	-	-	-	26,581
Compensated Absences	-	-	-	-	44,663
Deposit	-	-	-	-	40,046
Deferred Revenue	-	-	-	-	1,482
	-	-	-	-	-
Total Liabilities	-	-	5,445	19,628	529,240
<b>Deferred Inflows of Resources</b>					
Property Taxes	-	953,568	953,568	635,712	4,507,198
	-	953,568	953,568	635,712	4,507,198
<b>Fund Balance</b>					
Restricted for:					
Contingencies	-	-	-	-	1,500,000
Park and Recreation	-	-	-	-	343,449
Public Health and Welfare	-	-	-	-	248,651
Committed					
Transportation	-	-	-	-	16,111
Housing	-	-	-	2,140,128	2,140,128
Tourism	-	-	-	-	7,980
Solid Waste	-	-	-	235,804	235,804
Employee Benefits	-	-	-	-	116,420
Capital Projects	-	-	-	-	-
Open Space	-	-	-	-	3,953,227
Employee Benefits	-	-	-	-	-
Energy	-	-	-	-	159,073
Air Quality	-	-	-	-	165,950
Vegetation Management	64,131	-	-	-	64,131
Childcare	-	966,519	-	-	966,519
Mental Health Services	-	-	397,052	-	397,052
Capital Acquisition	-	-	-	-	-
Unassigned	-	-	-	-	68,408
	-	-	-	-	68,408
Total Fund Balance	64,131	966,519	397,052	2,375,932	10,382,903
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 64,131	\$ 1,920,087	\$ 1,356,065	\$ 3,031,272	\$ 15,419,341

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

	Parks & Open Space	Lodging Tax Tourism	COVID-19	Transit	Contingent
<b>Revenues</b>					
Taxes	\$ 1,024,990	\$ 208,398	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-	-
Charges for Services	53	-	-	-	-
Intergovernmental	4,765	-	-	-	-
Grant Income	-	-	31,707	-	-
Investment Income	-	-	-	6,004	-
Miscellaneous	53,822	-	-	600,942	-
Total Revenues	<u>1,083,630</u>	<u>208,398</u>	<u>31,707</u>	<u>606,946</u>	<u>-</u>
<b>Expenditures</b>					
Current					
Public Safety	-	-	-	-	-
Retirement Benefits	-	-	-	-	-
Health and Human Services	-	-	-	-	-
Urban Development	-	-	-	-	-
Housing and Transportation	-	-	-	601,087	-
Economic Development	-	208,399	-	-	-
Energy Programs	-	-	-	-	-
Vegetation Management	-	-	-	-	-
Childcare	-	-	-	-	-
Recreation and Culture	1,415,887	-	-	-	-
Grants	-	-	44,987	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	<u>1,415,887</u>	<u>208,399</u>	<u>44,987</u>	<u>601,087</u>	<u>-</u>
<b>Excess Revenues Over (Under) Expenditures</b>	<u>(332,257)</u>	<u>(1)</u>	<u>(13,280)</u>	<u>5,859</u>	<u>-</u>
<b>Other Financing Sources (Uses)</b>					
Proceeds from Sale of Assets	6,500	-	-	-	-
Transfers In	6,000	-	-	-	500,000
Transfers Out	(126,299)	-	(177,584)	-	-
Other Financing Sources (Uses)	<u>(113,799)</u>	<u>-</u>	<u>(177,584)</u>	<u>-</u>	<u>500,000</u>
<b>Net Change in Fund Balance</b>	<u>(446,056)</u>	<u>(1)</u>	<u>(190,864)</u>	<u>5,859</u>	<u>500,000</u>
<b>Fund Balance, Beginning of Year as previously reported</b>	4,359,581	(5,171)	439,515	10,252	1,000,000
<b>Restatement</b>	<u>39,702</u>	<u>13,152</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance, Beginning of Year as restated</b>	<u>4,399,283</u>	<u>7,981</u>	<u>439,515</u>	<u>10,252</u>	<u>1,000,000</u>
<b>Fund Balance, End of Year</b>	<u>\$ 3,953,227</u>	<u>\$ 7,980</u>	<u>\$ 248,651</u>	<u>\$ 16,111</u>	<u>\$ 1,500,000</u>

(Continued)

**San Miguel County, Colorado**  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2024  
(Continued)

	Human Service	Retirement	Conservation Trust	Public Health	Energy
<b>Revenues</b>					
Taxes	\$ 199,826	\$ 513,388	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	90,654	-
Charges for Services	-	25,086	-	343,333	98,133
Intergovernmental	1,829,227	-	36,274	211,747	-
Grant Income	-	-	-	98,011	-
Investment Income	-	-	25,468	-	-
Miscellaneous	-	82,000	-	-	-
Total Revenues	<u>2,029,053</u>	<u>620,474</u>	<u>61,742</u>	<u>743,745</u>	<u>98,133</u>
<b>Expenditures</b>					
Current					
Public Safety	-	-	-	-	-
Retirement Benefits	-	581,009	-	-	-
Health and Human Services	2,080,827	-	-	866,094	-
Urban Development	-	-	-	-	-
Housing and Transportation	-	-	-	-	-
Economic Development	-	-	-	-	-
Energy Programs	-	-	-	-	-
Vegetation Management	-	-	-	-	-
Childcare	-	-	-	-	-
Recreation and Culture	-	-	-	-	-
Grants	-	-	-	-	-
Capital Outlay	-	-	12,535	-	-
Total Expenditures	<u>2,080,827</u>	<u>581,009</u>	<u>12,535</u>	<u>866,094</u>	<u>-</u>
<b>Excess Revenues Over (Under) Expenditures</b>	<u>(51,774)</u>	<u>39,465</u>	<u>49,207</u>	<u>(122,349)</u>	<u>98,133</u>
<b>Other Financing Sources (Uses)</b>					
Proceeds from Sale of Assets	-	-	-	-	-
Transfers In	125,000	-	-	250,000	-
Transfers Out	-	-	-	(8,118)	-
Other Financing Sources (Uses)	<u>125,000</u>	<u>-</u>	<u>-</u>	<u>241,882</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>73,226</u>	<u>39,465</u>	<u>49,207</u>	<u>119,533</u>	<u>98,133</u>
<b>Fund Balance, Beginning of Year as previously reported</b>	(4,818)	76,955	294,242	20,820	60,940
<b>Restatement</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>25,597</u>	<u>-</u>
<b>Fund Balance, Beginning of Year as restated</b>	<u>(4,818)</u>	<u>76,955</u>	<u>294,242</u>	<u>46,417</u>	<u>60,940</u>
<b>Fund Balance, End of Year</b>	<u>\$ 68,408</u>	<u>\$ 116,420</u>	<u>\$ 343,449</u>	<u>\$ 165,950</u>	<u>\$ 159,073</u>

Continued)

**San Miguel County, Colorado**  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2024  
(Continued)

	Vegetation Management	Early Childhood Care	Mental Health Services	Dependent Districts	Total Nonmajor Governmental Funds
<b>Revenues</b>					
Taxes	\$ -	\$ 965,922	\$ 966,558	\$ 128,507	\$ 4,007,589
Intergovernmental	-	-	-	127	90,781
Grant Income	-	-	-	-	466,605
Charges for Services	9,800	-	1,795	872,552	2,966,160
Licenses and Permits	7,687	199	205	-	137,809
Investment Income	-	45,629	22,253	38,941	138,295
Miscellaneous	5,000	-	-	-	741,764
Total Revenues	<u>22,487</u>	<u>1,011,750</u>	<u>990,811</u>	<u>1,040,127</u>	<u>8,549,003</u>
<b>Expenditures</b>					
Current					
Public Safety	-	-	-	96,546	96,546
Retirement Benefits	-	-	-	-	581,009
Health and Human Services	-	-	1,029,295	-	3,976,216
Economic Development	-	-	-	-	601,087
Housing and Transportation	-	-	-	217,251	425,650
Vegetation Management	116,018	-	-	-	116,018
Childcare	-	849,827	-	-	849,827
Recreation and Culture	-	-	-	-	1,415,887
Grants	-	-	-	-	44,987
Capital Outlay	-	-	-	-	12,535
Total Expenditures	<u>116,018</u>	<u>849,827</u>	<u>1,029,295</u>	<u>313,797</u>	<u>8,119,762</u>
<b>Excess Revenues Over (Under) Expenditures</b>	<u>(93,531)</u>	<u>161,923</u>	<u>(38,484)</u>	<u>726,330</u>	<u>429,241</u>
<b>Other Financing Sources (Uses)</b>					
Proceeds from Sale of Assets	-	-	-	-	6,500
Transfers In	142,079	-	-	-	1,023,079
Transfers Out	-	-	-	-	(312,001)
Other Financing Sources (Uses)	<u>142,079</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>717,578</u>
<b>Net Change in Fund Balance</b>	<u>48,548</u>	<u>161,923</u>	<u>(38,484)</u>	<u>726,330</u>	<u>1,146,819</u>
<b>Fund Balance, Beginning of Year as previously reported</b>	15,583	804,596	435,536	1,649,602	9,157,633
<b>Restatement</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>78,451</u>
<b>Fund Balance, Beginning of Year as restated</b>	<u>15,583</u>	<u>804,596</u>	<u>435,536</u>	<u>1,649,602</u>	<u>9,236,084</u>
<b>Fund Balance, End of Year</b>	<u>\$ 64,131</u>	<u>\$ 966,519</u>	<u>\$ 397,052</u>	<u>\$ 2,375,932</u>	<u>\$ 10,382,903</u>

See Accompanying Independent Auditor's Report.

**San Miguel County, Colorado**  
Combining Balance Sheet  
Nonmajor Governmental Funds - Dependent Districts  
December 31, 2024

	San Miguel Disposal District	San Miguel County Housing Authority	Total Dependent Districts
<b>Assets</b>			
Cash and Cash Equivalents	\$ 236,176	\$ 2,018,745	\$ 2,254,921
Other Receivables	<u>-</u>	<u>776,351</u>	<u>776,351</u>
 Total Assets	 <u>\$ 236,176</u>	 <u>\$ 2,795,096</u>	 <u>\$ 3,031,272</u>
<b>Liabilities</b>			
Accounts Payable	\$ <u>372</u>	\$ <u>19,256</u>	\$ <u>19,628</u>
 Total Liabilities	 <u>372</u>	 <u>19,256</u>	 <u>19,628</u>
<b>Deferred Inflows of Resources</b>			
Property Taxes	<u>-</u>	<u>635,712</u>	<u>635,712</u>
<b>Fund Balance</b>			
Restricted for:			
Housing	-	2,140,128	2,140,128
Solid Waste	<u>235,804</u>	<u>-</u>	<u>235,804</u>
 Total Fund Balance	 <u>235,804</u>	 <u>2,140,128</u>	 <u>2,375,932</u>
 Total Liabilities, Deferred Inflows of Resources, and Fund Balance	 <u>\$ 236,176</u>	 <u>\$ 2,795,096</u>	 <u>\$ 3,031,272</u>

**San Miguel County, Colorado**  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds - Dependent Districts  
For the Year Ended December 31, 2024

	San Miguel Disposal District	San Miguel County Housing Authority	Total Dependent Districts
<b>Revenues</b>			
Taxes	\$ 128,507	\$ -	\$ 128,507
Charges for Services	24,078	848,474	872,552
Intergovernmental	127	-	127
Investment Income	-	38,941	38,941
Total Revenues	152,712	887,415	1,040,127
<b>Expenditures</b>			
Current			
Public Safety	96,546	-	96,546
Urban Development			
Housing and Transportation	-	217,251	217,251
Total Expenditures	96,546	217,251	313,797
<b>Excess Revenues Over Net Change in Fund Balance</b>	56,166	670,164	726,330
<b>Fund Balance, Beginning of Year</b>	179,638	1,469,964	1,649,602
<b>Fund Balance, End of Year</b>	\$ 235,804	\$ 2,140,128	\$ 2,375,932

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 Parks and Open Space Fund  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Taxes				
Property Tax	\$ 1,000,525	\$ 1,000,525	\$ 988,201	\$ (12,324)
Specific Ownership Tax	45,000	45,000	31,685	(13,315)
Other	1,100	11,700	5,104	(6,596)
Total Taxes	<u>1,046,625</u>	<u>1,057,225</u>	<u>1,024,990</u>	<u>(32,235)</u>
Intergovernmental	<u>4,976</u>	<u>4,976</u>	<u>4,765</u>	<u>(211)</u>
Charges for Services	<u>-</u>	<u>-</u>	<u>53</u>	<u>53</u>
Miscellaneous				
Event Center Fees	3,000	3,000	3,488	488
Fairground Fees	41,500	41,500	43,212	1,712
Other Fees	3,535	3,535	7,122	3,587
Total Miscellaneous	<u>48,035</u>	<u>48,035</u>	<u>53,822</u>	<u>5,787</u>
Total Revenues	<u>1,099,636</u>	<u>1,110,236</u>	<u>1,083,630</u>	<u>(26,606)</u>
<b>Expenditures</b>				
Current:				
Recreation				
Recreation	382,855	382,855	361,015	21,840
Open Space Commission	134,916	134,916	1,680	133,236
Historical Preservation	296,750	296,750	36,312	260,438
Fairgrounds and Regional Park	907,552	907,552	529,209	378,343
Parks Administration	772,679	772,679	487,671	285,008
Total Expenditures	<u>2,494,752</u>	<u>2,494,752</u>	<u>1,415,887</u>	<u>1,078,865</u>
<b>Excess Revenues Over (Under) Expenditures</b>	(1,395,116)	(1,384,516)	(332,257)	1,052,259
<b>Other Financing Sources (Uses)</b>				
Gain on Sale of Assets	-	-	6,500	6,500
Transfer In	6,000	6,000	6,000	-
Transfers Out	<u>(105,933)</u>	<u>(105,933)</u>	<u>(126,299)</u>	<u>(20,366)</u>
<b>Net Change in Fund Balance</b>	(1,495,049)	(1,484,449)	(446,056)	1,038,393
<b>Fund Balance, Beginning of Year</b>	<u>4,399,283</u>	<u>4,399,283</u>	<u>4,399,283</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 2,904,234</u>	<u>\$ 2,914,834</u>	<u>\$ 3,953,227</u>	<u>\$ 1,038,393</u>

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 Lodging Tax Tourism Fund  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Lodging Tax	\$ 80,000	\$ 80,000	\$ 208,398	\$ 128,398
Total Revenues	<u>80,000</u>	<u>80,000</u>	<u>208,398</u>	<u>128,398</u>
<b>Expenditures</b>				
Current				
Economic Development	<u>80,000</u>	<u>230,000</u>	<u>208,399</u>	<u>21,601</u>
Total Expenditures	<u>80,000</u>	<u>230,000</u>	<u>208,399</u>	<u>21,601</u>
<b>Net Change in Fund Balance</b>	-	(150,000)	(1)	149,999
<b>Fund Balance, Beginning of Year</b>	<u>7,981</u>	<u>7,981</u>	<u>7,981</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 7,981</u>	<u>\$ (142,019)</u>	<u>\$ 7,980</u>	<u>\$ 149,999</u>

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 COVID-19 Fund  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Grant Income	\$ 10,000	\$ 10,000	\$ 31,707	\$ 21,707
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>10,000</u>	<u>10,000</u>	<u>31,707</u>	<u>21,707</u>
<b>Expenditures</b>				
Current:				
Grants	<u>7,853</u>	<u>51,853</u>	<u>44,987</u>	<u>6,866</u>
<b>Total Expenditures</b>	<u>7,853</u>	<u>51,853</u>	<u>44,987</u>	<u>6,866</u>
<b>Excess Revenues Over (Under) Expenditures</b>	2,147	(41,853)	(13,280)	28,573
<b>Other Financing Sources (Uses)</b>				
Transfers In (Out)	<u>-</u>	<u>-</u>	<u>(177,584)</u>	<u>(177,584)</u>
<b>Net Change in Fund Balance</b>	2,147	(41,853)	(190,864)	(149,011)
<b>Fund Balance, Beginning of Year</b>	<u>439,515</u>	<u>439,515</u>	<u>439,515</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 441,662</u>	<u>\$ 397,662</u>	<u>\$ 248,651</u>	<u>\$ (149,011)</u>

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 Transit Fund  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
RETA Fees	\$ 200,000	\$ 200,000	\$ 495,589	\$ 295,589
Other	110,346	110,346	105,353	(4,993)
Interest Income	2,500	2,500	6,004	3,504
<b>Total Revenues</b>	<u>312,846</u>	<u>312,846</u>	<u>606,946</u>	<u>294,100</u>
<b>Expenditures</b>				
Current				
Transportation	310,700	635,700	601,087	34,613
<b>Total Expenditures</b>	<u>310,700</u>	<u>635,700</u>	<u>601,087</u>	<u>34,613</u>
<b>Net Change in Fund Balance</b>	2,146	(322,854)	5,859	328,713
<b>Fund Balance, Beginning of Year</b>	<u>10,252</u>	<u>10,252</u>	<u>10,252</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 12,398</u>	<u>\$ (312,602)</u>	<u>\$ 16,111</u>	<u>\$ 328,713</u>

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 Contingent Fund  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Other Financing Source (Uses)</b>				
Transfers In (Out)	\$ -	\$ -	\$ 500,000	\$ 500,000
Total Other Financing Sources (Uses)	-	-	500,000	500,000
<b>Net Change in Fund Balance</b>	-	-	500,000	500,000
<b>Fund Balance, Beginning of Year</b>	1,000,000	1,000,000	1,000,000	-
<b>Fund Balance, End of Year</b>	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 1,500,000</u>	<u>\$ 500,000</u>

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 Human Services Fund  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Taxes				
Property Taxes	\$ 200,750	\$ 200,750	\$ 193,472	\$ (7,278)
Specific Ownership Taxes	4,500	4,500	6,354	1,854
Grant Income	<u>1,862,250</u>	<u>1,862,250</u>	<u>1,829,227</u>	<u>(33,023)</u>
Total Revenue	<u>2,067,500</u>	<u>2,067,500</u>	<u>2,029,053</u>	<u>(38,447)</u>
<b>Expenses</b>				
Current:				
Health and Welfare	<u>2,083,550</u>	<u>2,168,550</u>	<u>2,080,827</u>	<u>87,723</u>
Total Expenses	<u>2,083,550</u>	<u>2,168,550</u>	<u>2,080,827</u>	<u>87,723</u>
<b>Excess Revenues Over (Under) Expenditures</b>	(16,050)	(101,050)	(51,774)	49,276
<b>Other Financing Source (Uses)</b>				
Transfers In (Out)	<u>40,000</u>	<u>40,000</u>	<u>125,000</u>	<u>85,000</u>
<b>Net Change in Fund Balance</b>	23,950	(61,050)	73,226	134,276
<b>Fund Balance, Beginning of Year</b>	<u>(4,818)</u>	<u>(4,818)</u>	<u>(4,818)</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 19,132</u>	<u>\$ (65,868)</u>	<u>\$ 68,408</u>	<u>\$ 134,276</u>

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 Retirement Fund  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Taxes				
General Property Tax	\$ 501,000	\$ 501,000	\$ 494,969	\$ (6,031)
Delinquent Tax	10,500	10,500	15,863	5,363
Specific Ownership Tax	2,300	2,300	1,188	(1,112)
Penalty and Interest	500	500	1,368	868
Charges for Services	24,000	24,000	25,086	1,086
Forfeitures	30,000	30,000	82,000	52,000
Total Revenue	<u>568,300</u>	<u>568,300</u>	<u>620,474</u>	<u>52,174</u>
<b>Expenses</b>				
Current:				
Retirement Benefits - Employers Contributions	566,000	566,000	581,009	(15,009)
Total Expenses	<u>566,000</u>	<u>566,000</u>	<u>581,009</u>	<u>(15,009)</u>
<b>Net Change in Fund Balance</b>	2,300	2,300	39,465	37,165
<b>Fund Balance, Beginning of Year</b>	<u>76,955</u>	<u>76,955</u>	<u>76,955</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 79,255</u>	<u>\$ 79,255</u>	<u>\$ 116,420</u>	<u>\$ 37,165</u>

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

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Intergovernmental				
State Lottery Proceeds	\$ 38,000	\$ 38,000	\$ 36,274	\$ (1,726)
Investment Income	500	500	25,468	24,968
Total Revenue	<u>38,500</u>	<u>38,500</u>	<u>61,742</u>	<u>23,242</u>
<b>Expenses</b>				
Current:				
Capital Outlay	<u>200,000</u>	<u>200,000</u>	<u>12,535</u>	<u>187,465</u>
Total Expenses	<u>200,000</u>	<u>200,000</u>	<u>12,535</u>	<u>187,465</u>
<b>Net Change in Fund Balance</b>	(161,500)	(161,500)	49,207	210,707
<b>Fund Balance, Beginning of Year</b>	<u>294,242</u>	<u>294,242</u>	<u>294,242</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 132,742</u>	<u>\$ 132,742</u>	<u>\$ 343,449</u>	<u>\$ 210,707</u>

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 Public Health Fund  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Intergovernmental	\$ 242,443	\$ 242,443	\$ 211,747	\$ (30,696)
Licenses and Permits	60,520	60,520	90,654	30,134
Charges for Service	137,154	137,154	343,333	206,179
Grant Income	-	-	98,011	98,011
<b>Total Revenue</b>	<u>440,117</u>	<u>440,117</u>	<u>743,745</u>	<u>303,628</u>
<b>Expenses</b>				
Current:				
Health and Welfare	<u>742,109</u>	<u>792,109</u>	<u>866,094</u>	<u>(73,985)</u>
<b>Total Expenses</b>	<u>742,109</u>	<u>792,109</u>	<u>866,094</u>	<u>(73,985)</u>
<b>Excess Revenues Over (Under) Expenditures</b>	(301,992)	(351,992)	(122,349)	229,643
<b>Other Financing Source (Uses)</b>				
Transfers In	250,000	250,000	250,000	-
Transfers Out	<u>(8,118)</u>	<u>(8,118)</u>	<u>(8,118)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	(60,110)	(110,110)	119,533	229,643
<b>Fund Balance, Beginning of Year</b>	<u>46,417</u>	<u>46,417</u>	<u>46,417</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ (13,693)</u>	<u>\$ (63,693)</u>	<u>\$ 165,950</u>	<u>\$ 229,643</u>

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 Energy Fund  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Charges for Services	\$ 20,000	\$ 20,000	\$ 98,133	\$ 78,133
Total Revenue	<u>20,000</u>	<u>20,000</u>	<u>98,133</u>	<u>78,133</u>
<b>Expenses</b>				
Current:				
Energy Programs	-	-	-	-
Total Expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	20,000	20,000	98,133	78,133
<b>Fund Balance, Beginning of Year</b>	<u>60,940</u>	<u>60,940</u>	<u>60,940</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 80,940</u>	<u>\$ 80,940</u>	<u>\$ 159,073</u>	<u>\$ 78,133</u>

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 Vegetation Management Fund  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Charges for Services	\$ 19,509	\$ 19,509	\$ 9,800	\$ (9,709)
Intergovernmental	8,950	8,950	7,687	(1,263)
<b>Total Revenue</b>	<u>28,459</u>	<u>28,459</u>	<u>17,487</u>	<u>(10,972)</u>
<b>Expenses</b>				
Current:				
Vegetation Management	161,582	161,082	116,018	45,064
<b>Total Expenses</b>	<u>161,582</u>	<u>161,082</u>	<u>116,018</u>	<u>45,064</u>
<b>Excess Revenues Over (Under) Expenditures</b>	(133,123)	(132,623)	(98,531)	34,092
<b>Other Financing Source (Uses)</b>				
Gain on Sale of Assets	-	-	5,000	5,000
Transfers In	135,000	135,000	142,079	7,079
<b>Net Change in Fund Balance</b>	1,877	2,377	48,548	46,171
<b>Fund Balance, Beginning of Year</b>	<u>15,583</u>	<u>15,583</u>	<u>15,583</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 17,460</u>	<u>\$ 17,960</u>	<u>\$ 64,131</u>	<u>\$ 46,171</u>

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 Early Childhood Care Fund  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Taxes				
Property Taxes	\$ 799,000	\$ 799,000	\$ 936,600	\$ 137,600
Specific Ownership Taxes	23,000	23,000	25,253	2,253
Other	6,300	6,300	4,069	(2,231)
Intergovernmental	229	229	199	(30)
Interest Income	-	-	45,629	45,629
Total Taxes	<u>828,529</u>	<u>828,529</u>	<u>1,011,750</u>	<u>183,221</u>
<b>Intergovernmental</b>				
P.I.L.T.	-	-	-	-
Total Revenues	<u>828,529</u>	<u>828,529</u>	<u>1,011,750</u>	<u>183,221</u>
<b>Expenditures</b>				
Current:				
Childcare				
Professional Services	776,000	831,000	826,123	4,877
Treasurer Fees	23,910	23,910	23,704	206
Total Expenditures	<u>799,910</u>	<u>854,910</u>	<u>849,827</u>	<u>5,083</u>
<b>Net Change in Fund Balance</b>	28,619	(26,381)	161,923	188,304
<b>Fund Balance, Beginning of Year</b>	<u>804,596</u>	<u>804,596</u>	<u>804,596</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 833,215</u>	<u>\$ 778,215</u>	<u>\$ 966,519</u>	<u>\$ 188,304</u>

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 Mental Health Services Fund  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Taxes				
Property Taxes	\$ 822,000	\$ 822,000	\$ 936,354	\$ 114,354
Specific Ownership Taxes	23,000	23,000	26,012	3,012
Other	6,300	6,300	4,192	(2,108)
Charges for Services	-	-	1,795	1,795
Intergovernmental	229	229	205	(24)
Interest Income	-	-	22,253	22,253
	<u>851,529</u>	<u>851,529</u>	<u>990,811</u>	<u>139,282</u>
<b>Expenses</b>				
Current:				
Health and Welfare				
Professional Fees	917,461	1,017,461	1,029,295	(11,834)
Treasurers' Fees	24,600	24,600	-	24,600
	<u>942,061</u>	<u>1,042,061</u>	<u>1,029,295</u>	<u>12,766</u>
<b>Net Change in Fund Balance</b>	(90,532)	(190,532)	(38,484)	152,048
<b>Fund Balance, Beginning of Year</b>	<u>435,536</u>	<u>435,536</u>	<u>435,536</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 345,004</u>	<u>\$ 245,004</u>	<u>\$ 397,052</u>	<u>\$ 152,048</u>

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 San Miguel Disposal District  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Taxes				
Property Taxes	\$ 124,595	\$ 124,595	\$ 123,963	\$ (632)
Specific Ownership Tax	3,000	3,000	3,887	887
Penalty and Interest	500	500	657	157
Charges for Service	17,100	17,100	24,078	6,978
Intergovernmental	123	123	127	4
Total Revenues	<u>145,318</u>	<u>145,318</u>	<u>152,712</u>	<u>7,394</u>
<b>Expenditures</b>				
Current:				
Waste Disposal	<u>86,366</u>	<u>111,366</u>	<u>96,546</u>	<u>14,820</u>
Total Expenditures	<u>86,366</u>	<u>111,366</u>	<u>96,546</u>	<u>14,820</u>
<b>Net Change in Fund Balance</b>	58,952	33,952	56,166	22,214
<b>Fund Balance, Beginning of Year</b>	<u>179,638</u>	<u>179,638</u>	<u>179,638</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 238,590</u>	<u>\$ 213,590</u>	<u>\$ 235,804</u>	<u>\$ 22,214</u>

**San Miguel County, Colorado**  
 Budgetary Comparison Schedule  
 San Miguel Housing Authority  
 For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>				
Charges for Services	\$ 435,000	\$ 435,000	\$ 848,474	\$ 413,474
Interest	30,000	30,000	38,941	8,941
Total Revenues	<u>465,000</u>	<u>465,000</u>	<u>887,415</u>	<u>422,415</u>
<b>Expenditures</b>				
Current:				
Housing and Transportation	<u>75,000</u>	<u>235,000</u>	<u>217,251</u>	<u>17,749</u>
Total Expenditures	<u>75,000</u>	<u>235,000</u>	<u>217,251</u>	<u>17,749</u>
<b>Net Change in Fund Balance</b>	390,000	230,000	670,164	440,164
<b>Fund Balance, Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>1,469,964</u>	<u>1,469,964</u>
<b>Fund Balance, End of Year</b>	<u>\$ 390,000</u>	<u>\$ 230,000</u>	<u>\$ 2,140,128</u>	<u>\$ 1,910,128</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  
San Miguel County, Colorado  
Telluride, CO

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 San Miguel 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 September 17, 2025.

***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 not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Office Locations:

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

Denver Office:

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Suite 400  
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Colorado 80110  
TEL: 303.796.1000  
FAX: 303.796.1001  
[www.HinkleCPAs.com](http://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 San Miguel County, Colorado's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Hick & Company, PC

Englewood, Colorado  
September 17, 2025





**Independent Auditor's Report on Compliance for Each Major Federal Program, Internal Control Over Compliance, and the Schedule of Expenditures of Federal Awards Required by The Uniform Guidance**

Board of County Commissioners  
San Miguel County, Colorado  
Telluride, Colorado

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

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

We have audited San Miguel County, Colorado (the County) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2024. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2024.

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

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

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

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Denver, CO  
Frisco, CO  
Tulsa, OK

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Colorado 80110  
TEL: 303.796.1000  
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***Responsibilities of Management for Compliance***

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

***Auditor's Responsibilities for the Audit of Compliance***

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, no such opinion is expressed.

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



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

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

### **Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have audited the financial statements of the governmental activities, each discretely presented component unit, each major fund, and the aggregate remaining fund information of 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. We issued our report thereon dated September 17, 2025, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is 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 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.



Board of County Commissioners  
San Miguel County, Colorado  
Page 4

In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

*Hick & Company, PC*

Englewood, Colorado  
September 17, 2025



**San Miguel County, Colorado**  
Schedule of Expenditures of Federal Awards  
For the Year Ended December 31, 2024

Federal Grantor/Pass - Through Grantor Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
NCRS - Composting Grant <i>Passed through Colorado Department of Human Services</i>	10.935		\$ 50,905
Food Assistance Program - Admin <i>Passed through Colorado Department of Public Health &amp; Environment</i>	10.561		\$83,799
Special Supplemental Nutrition Program for WIC	10.557		\$35,554
Special Supplemental Nutrition Program for WIC - Non Cash	10.557		\$43,903
<b>Total U.S. Department of Agriculture</b>			<u>214,161</u>
<b>U.S. DEPARTMENT OF TRANSPORTATION</b>			
Federal Highway Administration <i>Passed through Colorado Department of Transportation</i>			
Lawson Hill Trail (Project #26003)	20.205		41,866
County Road 55P-0.2-27 Bridge Replacement	20.205		1,627,518
<b>Total U.S. Department of Transportation</b>			<u>1,669,384</u>
<b>U.S. DEPARTMENT OF TREASURY</b>			
American Rescue Plan SLFRF Funding <i>Passed through Colorado Department of Local Affairs</i>	21.027		132,645
IHOI - Housing Planning Grant <i>Passed through Colorado Department of Public Health &amp; Environment</i>	21.027		20,964
OPHP LPHA ARPA SLFRF 6.1 <i>Passed through Colorado Department of Human Services</i>	21.027		49,382
SLFRF	21.027		1,264
LATCF	21.027		274,002
<b>Total U.S. Department of Treasury</b>			<u>478,257</u>
<b>U.S. ENVIRONMENTAL PROTECTION AGENCY</b>			
Brownsfield Cooperative Agreement	66.818		100,385
<b>Total U.S. Environmental Protection Agency</b>			<u>100,385</u>
<b>U.S. ELECTION ASSISTANCE COMMISSION</b>			
<i>Passed through Colorado Secretary of State</i>			
HAVA Election Grant	90.404		1,213
<b>Total U.S. Election Assistance Commission</b>			<u>1,213</u>

(Continued)

**San Miguel County, Colorado**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended December 31, 2024**  
*(Continued)*

Federal Grantor/Pass - Through Grantor Program Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures
<b>U.S. DEPARTMENT OF HUMAN SERVICES</b>			
<i>Passed Through Colorado Department of Public Health and Environment</i>			
State of Colorado -ELC2.1	93.323		\$6,482
State of Colorado -ELC2.2	93.323		\$40,299
Public Health - PHEP	93.069	NU90TP922028	\$42,056
Immunization Core Services (IMM3)	93.268	NH75OT000066	\$8,326
Immunization Core/IMM4	93.268	NH23IP922600	\$7,171
OPHP LPHA (Maternal and Child Health)	93.994	B0445202	\$8,116
OPHP LPHA CDC Infrastructure Grant	93.967	NE11OE000089	\$185,283
<i>Passed Through Colorado Department of Human Services</i>			
Title XX Medicaid	93.778		\$97,686
IV-E REL Guard	93.090		\$734
Temporary Assistance to Needy Families (TANF)	93.558		\$64,802
IV-D Admin	93.563		\$32,950
Low Income Home Energy Assistance (LEAP)	93.568		\$35,292
Childcare and Development Block Grant - Discretionary	93.575		\$166,412
CCDF Match/Mandatory	93.596		\$77,068
IV-B Child Welfare	93.645		\$3,004
IV-E Foster Care	93.658		\$67,046
IV-E Adoption	93.659		\$9,763
Title XX Block Grant	93.667		\$7,280
CRF - APS Admin - EJA	93.747		\$3,030
IV-E Prev	93.472		\$2,328
Kinship	93.471		\$4,783
<b>Total U.S. Department of Human Services</b>			<u>\$869,911</u>
<b>U.S. DEPARTMENT OF HOMELAND SECURITY</b>			
<i>Passed through Colorado Department of Public Safety</i>			
Emergency Management Performance Grant	97.042	:MD2023EP00004	\$59,573
Homeland Security Grant - 2020 (20SHS21WR)	97.067		\$71,047
Homeland Security Grant - 2021 (21SHS22WR)	97.067		\$68,299
Homeland Security Grant - 2022 (22SHS23WR)	97.067		\$83,852
Homeland Security Grant - 2023 (23SHS24WR)	97.067		\$95,445
<b>Total U.S. Department of Homeland Security</b>			<u>378,216</u>
<b>TOTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS</b>			<u>\$ 3,711,527</u>

**San Miguel County, Colorado**  
Notes to Schedule of Expenditures of Federal Awards  
For the Year Ended December 31, 2024

**Note 1: Basis of Presentation**

The accompanying schedule of expenditures of federal awards is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, using the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore, some amounts presented in this schedule may differ from amounts presented in the financial statements.

**Note 2: Summary of Significant Accounting Policies**

Expenditures reported on the Schedule are generally reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, either the Cost Principles in Office of Management and Budget Circular A-87, Cost Principles for State, Local and Indian Tribal Governments or the cost principles contained in the Uniform Guidance. As such, certain types of expenditures are not allowable or are limited as to reimbursement.

**Note 3: Subrecipients**

The County did not pass through any federal funds to sub-recipients during the year ended December 31, 2024.

**Note 4: De Minimis Cost Rate**

The County has elected to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

**Note 5: Basis of Presentation**

The County's Department of Human Services operates several federally funded human services programs where benefits are provided to qualified citizens. The revenue and expenditures associated with these federal programs are recognized in the County's basic financial statements.



**San Miguel County, Colorado**  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2024

**Section II: Financial Statement Findings**

None.

**Section III: Federal Award Findings and Questioned Costs**

There are no current year findings or questioned costs related to the major federal award programs which are required to be reported in accordance with Section 2 CFR 200.516 of the Uniform Guidance.

**San Miguel County, Colorado**  
Schedule of Prior Year Findings  
For the Year Ended December 31, 2024

**I. Financial Statement Prior Audit Findings**

None.

**II. Findings Required to be Reported by the Uniform Guidance**

**2023-001 Internal Controls over Federal Award Programs**

**Criteria:** In accordance with 2 Part 200.510, auditees receiving federal funds must prepare an annual Schedule of Expenditures of Federal Awards (SEFA) detailing the value and type of federal assistance received each year. The Federal Office of Management and Budget issues instructions on how to prepare this schedule. Key information to be reported includes the federal assistance listing number provided in the federal awards/subaward agreements and associated expenditures incurred in the fiscal year. At the County, the SEFA is prepared by the Department of Finance based on information from the accounting system and additional information provided by the various departments receiving federal funds.

**Condition:** the County does not have adequate internal controls to ensure the SEFA accurately reports all federal financial assistance the County receives.

**Context:** The auditors identified two federal awards which were incorrectly excluded (approximately \$364,869), from the Department of Transportation, passed through from the Colorado Department of Transportation.

**Effect:** The federal government and pass-through entities rely on the SEFA information to be reported accurately. In addition, accurate SEFA information is relied upon by the auditors in order to perform the major program determination utilized to select the federal program subjected to single audit procedures.

**Cause:** Grants management at the County is decentralized and thus departments are responsible for providing the required information to the County's Department of Finance to facilitate the preparation of the SEFA. The Department of Finance was not provided up-to-date grant agreements with accurate funding information, including federal assistance listing numbers and pass-through identifying numbers.

**Recommendation:** We recommend the County implement a countywide system to allow for a more automated system of tracking federal expenditures. Additionally, we recommend that an updated process be developed to set up new organization codes which would require the grant managers to provide the required information needed for SEFA preparation, including but not limited to, funding source, vendor or subrecipient determination, federal assistance listing number, pass-through number, any special terms and conditions and a copy of the agreement.

**Resolution:** The recommendation has been implemented and the SEFA was properly prepared for the year ended December 31, 2024.

## **State Compliance**

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

<b>LOCAL HIGHWAY FINANCE REPORT</b>	STATE: <b>COLORADO</b>
	YEAR ENDING (mm/yy): <b>12/24</b>

This Information From The Records Of: <b>San Miguel County</b>	Prepared By: <b>Ashley Lamers</b>
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**I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE**

ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration
1. Total receipts available				
2. Minus amount used for collection expenses				
3. Minus amount used for nonhighway purposes				
4. Minus amount used for mass transit				
5. Remainder used for highway purposes				

II. RECEIPTS FOR ROAD AND STREET PURPOSES		III. EXPENDITURES FOR ROAD AND STREET PURPOSES	
ITEM	AMOUNT	ITEM	AMOUNT
<b>A. Receipts from local sources:</b>		<b>A. Local highway expenditures:</b>	
1. Local highway-user taxes		1. Capital outlay (from page 2)	\$ -
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	\$ 2,595,222.74
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	\$ -
2. General fund appropriations		b. Snow and ice removal	\$ 1,018,470.97
3. Other local imposts (from page 2)	\$ 1,024,704.84	c. Other	
4. Miscellaneous local receipts (from page 2)	\$ 165,151.48	d. Total (a. through c.)	\$ 1,018,470.97
5. Transfers from toll facilities		4. General administration & miscellaneous	\$ 1,020,047.62
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	\$ 4,633,741.33
b. Bonds - Refunding Issues		<b>B. Debt service on local obligations:</b>	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	\$ -	a. Interest	
7. Total (1 through 6)	\$ 1,189,856.32	b. Redemption	
<b>B. Private Contributions</b>		c. Total (a. + b.)	\$ -
<b>C. Receipts from State government</b> (from page 2)	\$ 2,237,473.43	2. Notes:	
<b>D. Receipts from Federal Government</b> (from page 2)	\$ 12,330.02	a. Interest	
<b>E. Total receipts (A.7 + B + C + D)</b>	\$ 3,439,659.77	b. Redemption	
		c. Total (a. + b.)	\$ -
		3. Total (1.c + 2.c)	\$ -
		<b>C. Payments to State for highways</b>	
		<b>D. Payments to toll facilities</b>	
		<b>E. Total expenditures (A.6 + B.3 + C + D)</b>	\$ 4,633,741.33

**IV. LOCAL HIGHWAY DEBT STATUS**

(Show all entries at par)

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

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

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	\$ 36,925,166.15	\$ 3,439,659.77	\$ 4,633,741.33	\$ 35,731,084.59	\$ -

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:  
 COLORADO  
 YEAR ENDING (mm/yy):  
 12/24

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
<b>A.3. Other local imposts:</b>		<b>A.4. Miscellaneous local receipts:</b>	
a. Property Taxes and Assesments	\$ 990,647.31	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	\$ 28,400.00
4. Licenses		f. Charges for Services	\$ 5,237.92
5. Specific Ownership &/or Other	\$ 34,057.53	g. Other Misc. Receipts	\$ 131,513.56
6. Total (1. through 5.)	\$ 34,057.53	h. Other	
c. Total (a. + b.)	\$ 1,024,704.84	i. Total (a. through h.)	\$ 165,151.48
<i>(Carry forward to page 1)</i>		<i>(Carry forward to page 1)</i>	

ITEM	AMOUNT	ITEM	AMOUNT
<b>C. Receipts from State Government</b>		<b>D. Receipts from Federal Government</b>	
1. Highway-user taxes (from Item I.C.5.)	\$ 2,215,680.36	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	\$ 21,793.07	d. Federal Transit Administration	
d. DOLA Grant		e. U.S. Corps of Engineers	
e. Other		f. Other Federal ARPA	\$ 12,330.02
f. Total (a. through e.)	\$ 21,793.07	g. Total (a. through f.)	\$ 12,330.02
4. Total (1. + 2. + 3.f)	\$ 2,237,473.43	3. Total (1. + 2.g)	\$ 12,330.02
<i>(Carry forward to page 1)</i>		<i>(Carry forward to page 1)</i>	

III. EXPENDITURES FOR ROAD AND STREET PURPOSES - DETAIL

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

Notes and Comments: