

Ouray County, Colorado
Financial Statements and
Independent Auditor's Report
as of
December 31, 2011

Ouray County
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Independent Auditor's Report

May 13, 2012

To the Board of Commissioners
Ouray County, Colorado

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Ouray County, Colorado, as of and for the year ended December 31, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of County's, management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information for the Ouray County, Colorado, as of December 31, 2011, and the respective changes in financial position, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Management's discussion and analysis on pages 3 through 14 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The budgetary comparisons information for the major funds on page 41 through 45 is not a required part of the basic financial statements but is required supplementary information required by the Governmental Accounting Standards Board. The combining and individual nonmajor fund financial statements and supplementary schedules on pages 46-59 are presented for purposes of additional analysis and are not a required part of the basic financial statements. The required supplementary information, other than management's discussion and analysis, and the combining and individual nonmajor fund financial statements and supplementary schedules, and local highway financial report have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Blair and Associates, P.C.

OURAY COUNTY
Management's Discussion and Analysis
Fiscal Year Ended December 31, 2011

As management of Ouray County (the "County"), we offer readers of the County's basic financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2011. We encourage readers to consider the information presented here in conjunction with additional information provided in the financial statements.

FINANCIAL HIGHLIGHTS

- The County's assets exceeded its liabilities by \$ 7,432,125 (i.e. net assets) as of December 31, 2011, an increase of \$ 412,097 in comparison to the prior year.
- Governmental funds reported combined ending fund balances of \$ 3,152,601, an increase of \$ 184,507 in comparison with the prior year.
- The County's fund balance for the General Fund was \$ 859,864, an increase of \$ 182,847 in comparison to the prior year.
- Total long-term liabilities increased by \$ 109,402 during the 2011 fiscal year, with new debt issued of \$298,063.
- General property tax, sales tax, and other tax totaled \$ 3,945,057, or 62% of general revenues.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The basic statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-wide Financial Statements

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

The **statement of net assets** presents information on all the County's assets and liabilities, with the difference between the two being reported as net assets. Over time, the increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

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

The government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*Governmental Activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*Business-type Activities*). The Governmental Activities of the County include general government, judicial, public safety, health and welfare, public works, and recreation and culture.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Fund accounting is used to ensure and demonstrate compliance with finance-related legal requirements. The County's funds can be divided into three categories: Governmental Funds, Proprietary Funds and Fiduciary Funds.

Governmental Funds – *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *short-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's short-term financing requirements. The accounting method is called *modified accrual* accounting.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental activities in the *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County maintains four major government funds, the General, Road and Bridge, Public Health and the Social Services Funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for those funds.

Fiduciary Funds-The County maintains one type of fiduciary fund, the County Treasurer's Agency Fund.

Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Assets

As noted previously, net assets may serve over time as a useful indicator of the County's financial position. For the year ended December 31, 2011, the County's combined assets exceeded liabilities by \$7,432,125. Of this amount, \$2,810,503 is unrestricted and available to meet the County's ongoing financial obligations.

By far the largest portion of net assets is the investment in capital assets (net of related debt) of \$4,446,741 (60% of net assets). This amount reflects the investment in all capital assets (e.g. infrastructure, land, buildings, and equipment) less any related debt used to acquire those assets that are still outstanding. These capital assets are used to provide services to citizens; consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of debt, it should be noted that the resources needed to repay this debt must be provided from other sources since capital assets themselves cannot be used to liquidate these liabilities.

The following table summarizes the County's governmental activities net assets for 2011:

	Governmental Activities	
	2011	2010
Assets		
Current and other assets	\$ 5,839,625	\$ 6,055,029
Capital assets	4,943,726	4,606,733
Total assets	<u>\$ 10,783,351</u>	<u>\$ 10,661,762</u>
Current Liabilities	\$ 2,687,024	\$ 3,086,934
Non-current liabilities		
Compensated absences	167,217	167,217
Loans payable	496,985	387,583
Total liabilities	<u>3,351,226</u>	<u>3,641,734</u>
Net Assets		
Investment in capital assets, net of related debt	4,446,741	4,219,150
Restricted	174,881	174,881
Unrestricted	2,810,503	2,625,997
Total net assets	<u>\$ 7,432,125</u>	<u>\$ 7,020,028</u>

An additional portion of net assets, \$174,881, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$2,810,503 (38% of net assets), may be used to meet the government's ongoing obligations to citizens and creditors.

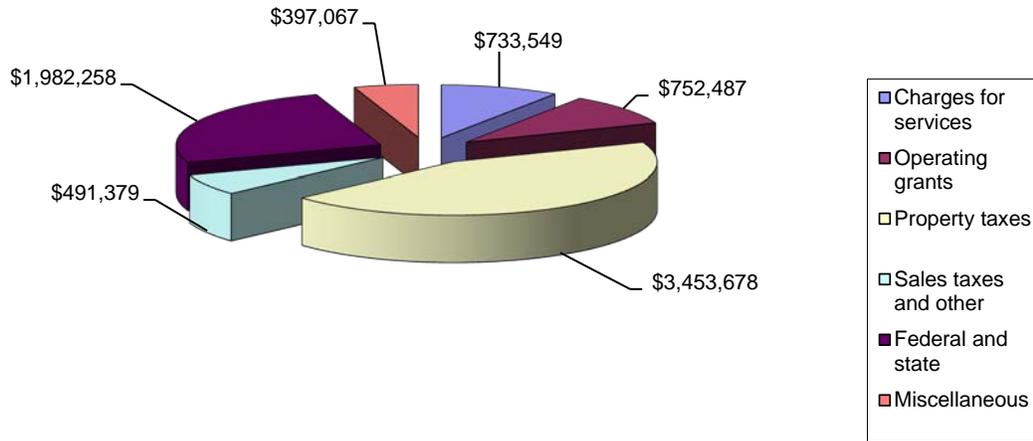
Change in Net Assets

Governmental activities increase the County's net assets by \$412,097 in 2011.

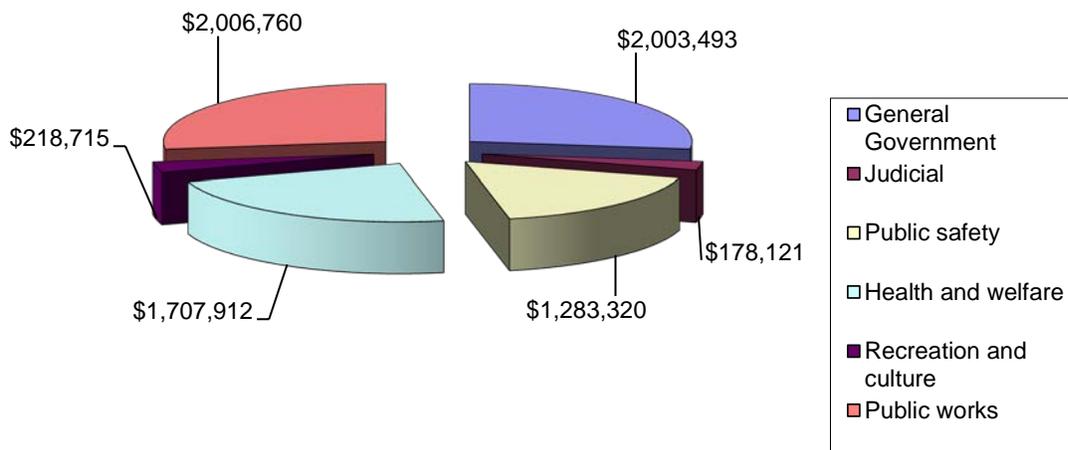
	Governmental Activities	
	2011	2010
Revenues		
Program revenues		
Charges for services	\$ 733,549	\$ 787,845
Operating grants	752,487	771,873
General Revenues		
Property taxes	3,453,678	3,433,023
Sales taxes and other	491,379	499,034
Federal and state	1,982,258	2,038,755
Miscellaneous	397,067	389,708
Totals	<u>7,810,418</u>	<u>7,920,238</u>
Expenses		
General Government	2,003,493	2,238,810
Judicial	178,121	192,719
Public safety	1,283,320	1,170,456
Health and welfare	1,707,912	1,662,234
Recreation and culture	218,715	211,575
Public works	2,006,760	1,955,614
Total Expenses	<u>7,398,321</u>	<u>7,431,408</u>
Increase in net assets	412,097	488,830
Prior period adjustment	-	-
Beginning	7,020,028	6,531,198
Ending	<u>\$ 7,432,125</u>	<u>\$ 7,020,028</u>

Governmental Activities

Revenues by Source-Governmental Activities



Expenses by Department-Governmental Activities



FINANCIAL ANALYSIS OF GOVERNMENT’S FUNDS

Governmental funds. The focus of the County’s governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County’s financing requirements. In particular, unreserved fund balance may serve as a useful measure of the County’s net resources available for spending at the end of the fiscal year.

As of the end of 2011, the County’s governmental funds reported combined ending fund balances of \$3,152,601, an increase of \$184,507 in comparison with the prior year. Of the combined ending fund balances for all governmental funds 25% of this total amount, \$794,033, constitutes unassigned fund balance, which is available for appropriation at the County’s discretion. The remainder of the fund balances are reserved for State constitution mandated emergency reserve, trust funds and inventory or committed for other purposes.

The County has five major governmental funds, the General, Road and Bridge, Social Services, Public Health and Emergency Medical Services Funds. At the end of 2011, unassigned fund balance of the General Fund was \$794,033. As a measure of the General Fund’s liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. The fund balance of the County’s General Fund increased by \$182,847 during 2011.

GENERAL FUND BUDGETARY HIGHLIGHTS

The County budgeted \$3,416,342 for 2011 expenditures. Actual expenditures were \$3,205,743.

CAPITAL ASSET AND DEBT ADMINISTRATION

The County’s investment in capital assets for its governmental activities as of December 31, 2011, was \$4,446,741. As required for this year by GASB34, the investment in capital assets includes land, buildings, building improvements, equipment and furniture and infrastructure assets.

Long-term Debt

As of December 31, 2011, the County had long-term debt as follows:

Governmental Activities	Balance 1/1/2011	Additions	Reductions	Balance 12/31/2011	Due Within One Year
Capital leases					
Land Use Building	44,740	-	44,740	-	-
2008 Toyotal FJ Cruiser	15,205	-	4,873	10,332	5,066
Backhoe and 2008 Truck	39,081	-	19,195	19,886	19,886
2008 Toyotal FS Cruiser (2)	22,222	-	10,896	11,326	11,326
Boiler	173,237	-	16,037	157,200	16,759
2009 Ambulance	77,345	-	24,900	52,445	25,772
2009 Silverado Pickup	15,753	-	5,044	10,709	5,248
Various heavy equipment	-	298,063	62,976	235,087	55,435
Total	\$ 387,583	\$ 298,063	\$ 188,661	\$ 496,985	\$ 139,492

ECONOMIC FACTORS AND FUTURE YEAR'S BUDGET

Service Levels:

The 2012 budget was developed and based upon budget polices and annual goals established by the Board of County Commissioners, Elected Officials and Department Heads. Budget work sessions were conducted with elected officials and department heads to introduce the effects of estimated revenue shortfalls primarily derived from property tax revenue that will impact the 2012 budget, and to discuss, plan and understand the effects of these shortfalls for future year budgets. Initially, strategy was discussed that incorporated the idea of implementing furlough days into the 2012 budget to reduce expenses and to alleviate, in part, the revenue shortfalls. However, after continued work on the budget and based upon a policy decision by the Board of County Commissioners, the use of furlough days was deferred and was not implemented for the 2012 budget year. The 2009, 2010, 2011 and 2012 budgets were developed using a conservative approach and necessary adjustments were made to departmental operating budgets to create departmental efficiencies that have allowed the County to maintain service levels without impacting public service provision.

Revenue Estimates:

Revenue projections are conservative and are based on the following:

1. Property tax revenue is based on current assessed valuations provided by the County Assessor multiplied by the current mill levy to arrive at the property tax revenue collected for all funds in 2012.
2. Budgeted revenues for 2012 are based in part on projected 2011 revenues, taking into consideration potential reductions in revenue generated from other sources such as building permits, licenses, grants and other service-based fees.
3. A close watch is being kept on State and Federal revenue sources in the future due to continued budgetary constraints.
4. The 2012 Budget reflects a 13.39% decrease in property tax revenue. This is a revenue decline of \$379,520 over prior year property tax revenue and affects all funds supported by a County mill levy, most particularly the general Fund.

Expenditure Calculations:

Expenditure calculations are derived annually through the budget process. Department Heads and Elected Officials receive their budget packets and budget guidelines in July, and submit their completed budget packets and requests to the County Administrator in August. All requests are compiled and prepared by the County Administrator for submittal and review by the Board of County Commissioners. Budget workshops are scheduled with Elected Officials and Department Heads in September to review the initial draft budget and to help prioritize capital expenditures and new position requests.

In addition to the budget workshops with elected officials and department heads, the Board of County Commissioners meets with the County Administrator in budget work sessions to discuss and provide direction for the continued development of each year's budget. Creation of past budgets and the 2012 budget required additional financial strategy due to economic conditions.

Property Valuation:

The net assessed property valuation for budget year 2011 was \$210,799,580.

The net assessed property valuation for budget year 2012 was \$182,571,600.

Ouray County Mill Levies:

2011 Mill Levies:

County General Fund:	9.074
Road and Bridge Fund:	1.500
Social Services Fund:	.552
EMS Fund:	<u>2.000</u>
Subtotal:	13.126
Recovery of Taxes Abated:	<u>.014</u>
Total 2011 Mill Levy	<u>13.140</u>

2012 Mill Levies:

County General Fund:	9.074
Road and Bridge Fund:	1.500
Social Services Fund:	.552
EMS Fund:	<u>2.000</u>
Subtotal:	13.126
Recovery of Taxes Abated:	<u>.036</u>
Total 2012 Mill Levy:	<u>13.162</u>

Human Resources:

Employee development is an ongoing, important element, as is attracting and retaining quality staff. A major accomplishment that commenced in 2004 was the development and implementation of Employee Performance Evaluations.

A bonus merit award, not to exceed 1%, was provided to employees in 2005, 2006, 2007, 2008, 2009, 2010, and 2011 as a result of performance evaluations. This practice is being continued for the 2012 budget year.

Through adoption of Resolution 2010-048, the Board will be continuing its practice of evaluating vacated positions for 2012 and annually thereafter that may arise as a result of resignation or termination in order to decide if a position is an essential position to the organization that should be replaced. The Board began this practice in 2008 by and through Resolution 2008-055 and has revised and adopted resolutions thereafter continuing this procedure. The Board believes that it is good fiscal and organizational policy to evaluate positions as they are vacated to examine the position need and funding in order to determine if the position is an essential position to the organization for various reasons such as health, safety and welfare, and to consider organizational efficiencies and effectiveness.

It is an organizational goal to minimize budgetary increases to the County for health insurance costs, while at the same time avoiding exorbitant employee contributions. Ouray County solicited a request for proposal (RFP) for employee health insurance benefits in 2009 for the 2010 budget year. After analysis and meeting with the Personnel / Employee Benefits Committee, the Board of County Commissioners authorized award to County Technical Services, Inc. (CTS), for the provision of employee health insurance. Premium rates were maintained at the same level for 2010 as they were in 2009; however, premium rates reflected an 8% increase for 2011 and a 4% increase in 2012. It is a standing goal to offer preventative medical options and education to all employees in order to decrease risk and premium costs in the future.

In past budget years, Ouray County has budgeted cost of living adjustments (COLA's) for its employees as illustrated below. However, after fully examining the County's budget status in preparation of the 2012 budget, it is clear that the County will be unable to offer a cost of living adjustment (COLA) to its employees in 2012. This is the third year of no COLA's as this same practice was followed in 2010 and 2011 as well.

History of Cost of Living Adjustments (COLA's):

- 2006: 3.0% COLA, reflective of an adjusted 3.0% salary matrix
- 2007: 3.0% COLA, reflective of an adjusted 3.0% salary matrix
- 2008: 3.5% COLA, reflective of an adjusted 3.5% salary matrix
- 2009: 2.0% COLA, reflective of an adjusted 2.0% salary matrix
- 2010: 0.0% COLA, with no adjustment to the salary matrix
- 2011: 0.0% COLA, with no adjustment to the salary matrix
- 2012: 0.0% COLA, with no adjustment to the salary matrix

Contributions to Outside Agencies and Programs:

Funding contribution requests to outside agencies and programs increased for the 2010 budget year in order to help fund the services of a Ranger position to patrol the high mountain jeep roads for the health, safety and welfare of the Ouray County citizenry and visitors enjoying outdoor summer recreational activities. This same policy decision carried through for the 2011 budget year.

	<u>2011 Budget</u>	<u>2012 Budget</u>
Ouray Historical Society	\$ 200.00	\$ 200.00
Ridgway Railroad Museum	\$ 100.00	\$ 100.00
Public Lands Partnership	\$ 1,000.00	\$ 1,000.00
Tri-County Water Cons. Dist.	\$ 100.00	\$ 100.00
Fair Board	\$ 5,500.00	\$ 5,000.00
Yankee Boy Cons. Association (YBCA)	\$ 0.00	\$ 0.00
High Country Rec. Support	\$ 4,000.00	\$ 4,000.00
Second Chance Humane Society	\$ 100.00	\$ 100.00
Voyager Program	\$ 500.00	\$ 500.00
	<u>\$ 11,500.00</u>	<u>\$ 11,000.00</u>

Capital and Operating Reserves:

Allocated reserves have been established by the Board of County Commissioners to reflect three months emergency operating reserves for the General Fund, Road and Bridge Fund, and EMS Fund. Additional reserves have been established as well for these funds reflecting dedicated reserves, and dollars allocated towards future capital projects and purchases. Allocation of capital reserves has been an on-going priority for the Board.

Capital Budget Purchases and Improvements:

The 2012 General Fund (Fund 020) capital expenditures consist primarily of lease purchase payments for Sheriff's Department vehicles, a Weed Department vehicle, and for the Courthouse boiler. In addition, there are capital expenditures in the Capital 595 department for fairgrounds improvements to be funded by Conservation Trust Fund dollars.

The 2012 Road and Bridge Fund (Fund 040) capital expenditures consist of lease purchase payments for heavy equipment and vehicles and for a capital road repair to County Road 361.

A new fund has been added to the 2012 budget entitled the Loghill B & I Fund (Fund 580) for the express purpose of a capital road maintenance improvements associated with a 1995 Local Improvement District that was established and utilized for capital road construction improvements to segments of County Road 1, from the escarpment down and through to a segment of County Road 24, County Road 24-A to Highway 62. Funding in the amount of \$200,000 has been appropriated to offset both the revenue and expense associated with this capital road maintenance project.

The 2012 EMS Fund (Fund 800) capital expenditures consist of a lease purchase payment for the 2007 ambulance purchased in 2009.

2012 Capital Budget Purchases and Improvements:

General Fund Capital: (020 - 195, 295, 395, 495, 595)

The General Fund Capital Purchases and Improvements Budget consists of capital purchases, lease purchases and capital project items totaling \$137,454.

Capital Purchase, Lease Purchase and Purchase of Service items include:

<u>Fund & Department</u>	<u>Description</u>	<u>Amount</u>
	<u>Existing Lease Purchases</u>	
020-195	Weed Dept. Vehicle	\$ 5,654
020-195	Courthouse ESCO – Boiler	\$ 26,216
020-295	Sheriff's Dept. Vehicle Payments	\$ 28,584
	<u>New Lease Purchase and Purchase</u>	
020-195	Land Use Dept. Vehicle Purchase	\$ 5,000
020-295	Sheriff's Office New Vehicle	
	Payment plus equipment (estimated)	<u>\$ 7,000</u>
	Subtotal:	\$ 72,454

Capital Project items include:

<u>Fund & Department</u>	<u>Description</u>	
020-595	The following capital project items will be funded with Conservation Trust Fund dollars:	<u>\$ 65,000</u>
	<ul style="list-style-type: none"> • Partial Roof Repair of Ouray County 4-H Event Center, • Fairgrounds Grandstands Shoring and Safety Issues, and • Initial discussion, planning and possible initial construction of Fairgrounds Pole Barn. 	
	Subtotal:	\$ 65,000
	Total General Fund Capital:	<u>\$137,454</u>

Road and Bridge Fund Capital: (040 - 895)

The Road and Bridge Fund, Capital Purchases and Improvements Budget consists of lease purchase payments for equipment, vehicles, and new equipment purchases for a total capital budget of \$186,828.

Capital Purchase and Lease Purchase items include:

<u>Fund & Department</u>	<u>Description</u>	<u>Amount</u>
040-895	<u>Existing Lease Purchases</u>	
	4 x 4 Cab & Chassis and Backhoe	\$ 20,602
040-895	2011 Chevy Crew Cab, Used Pneumatic Roller, Water Truck and 2012 Kenworth T800 Tractor	<u>\$ 53,318</u>
	Subtotal:	\$ 73,920

Capital project items include:

<u>Fund and Department</u>	<u>Description</u>	
040-895	County Road 361 Repair Work	\$112,908
	Subtotal:	<u>\$112,908</u>
	Total Road and Bridge Fund Capital:	<u>\$186,828</u>

Beginning in 2003, a Road and Bridge Impact Fees Fund was established for the deposit of impact fees collected at the building permit stage. The creation of this fund enabled the segregation of these dollars to be used specifically for capital facilities to serve new development. Such capital facilities expenditures include capital equipment lease purchase payments and capital road improvements. In 2012, \$53,318 will be transferred from this fund to the Road and Bridge Fund to be used for County Road capital equipment lease purchase payments.

It is important to note that the demands of road improvements and maintenance continue to far exceed the resources of the County with the current available funds. Passage of the 1% sales tax for Road and Bridge has allowed the Road and Bridge Department to alleviate some of its resource shortfalls in order to crush more aggregate, assist with capital purchases and leases, improve road surfaces, and hire an additional 1.5 FTE. The amounts utilized for 2009, 2010, and 2011; and the amount to be utilized for 2012 from the Road and Bridge Sales Tax Fund are as follows:

2009: \$299,397 2010: \$435,000 2011: \$475,000 2012: \$475,000

EMS Fund Capital: (800-295)

The EMS Fund Capital Budget consists of a lease purchase payment for one ambulance in the amount of \$27,607.

Capital Lease Purchase items include:

<u>Department & Fund</u>	<u>Description</u>	<u>Amount</u>
800-295	2007 Ambulance purchased in 2009	<u>\$ 27,607</u>
Total EMS Fund Capital:		<u>\$ 27,607</u>

The EMS Fund was created in 2005 as a result of a voter-approved mill levy to fund emergency medical services. Commencing in 2007, the fund was able to accumulate and establish three months of emergency reserves as per policy adopted by the Board of County Commissioners. The department has been very successful and has thrived under its leadership.

Loughill B & I Fund: (580)

The Loughill B & I Fund consists of a capital road repair and maintenance project in the amount of \$200,000.

Capital project items include:

<u>Fund and Department</u>	<u>Description</u>	<u>Amount</u>
580-000	Road Repair and Maintenance Project	\$200,000
Total Loughill B & I Fund:		<u>\$200,000</u>

A new fund has been added to the 2012 budget. The fund, entitled the Loughill B & I Fund (Fund 580), was a fund created to house the bond account and remaining project dollars associated with a Local Improvement District for the purpose of road construction improvements to segments of County Road 1, from the escarpment down and connecting to a segment of County Road 24, County Road 24A to Highway 62. Payments for this project were paid for through the issuance of Special Assessment Bonds with the first payment due in 1997 and the final payment in 2006. Upon payment of the principal and interest of the bonds, the remaining funds were placed in a designated County fund administered by the County Treasurer. Such remaining funds may be used solely for the purpose of maintaining and repairing the project. Two hundred thousand dollars (\$200,000) has been appropriated as both a revenue and expense in the 2012 budget for the express use of this funding.

Social Services Fund (050):

The Social Services Budget has increased for 2012. Due to economic conditions, the department has seen increased human services needs particularly in the food benefits area. Increased human services activities caused the department to exceed 2011 budgeted expenditures in order to provide the much needed services. A supplemental appropriations resolution was prepared to amend the budget for 2011. The department continues to provide much-needed services to the communities and citizens of Ouray County and has been served well by its Director and staff.

Special Grant Fund (690):

The Special Grant Fund is being utilized for grants that are not General Fund, Road and Bridge Fund, EMS Fund, or Public Health Fund related. In 2010, the fund was used to manage the CDOT Enhancement Grant (wildlife ramps and fencing), which later was fully funded by the Federal Government with ARRA dollars in the amount of \$166,666. In 2010 and 2011, the fund was also utilized for grants to benefit the Voyager Youth program. For the 2012 budget year, the Special Grant Fund will be utilized for the administration of the Voyager Youth program grant in the amount of \$31,239.

Highway 361 Fund (760) (aka CR 361):

On May 24, 1984, the County entered into a contract with the State of Colorado for the use and benefit of the State Highway Commission and the State Department of Highways concerning State Highway 361 (SH 361). The State Highway Commission approved the abandonment of SH 361 and the transfers of all future financial and maintenance responsibilities associated with SH 361 and Ouray County agreed to accept SH 361 onto its County road system for the consideration of \$250,000. Of this amount, \$50,000 was paid to the County R & B Fund to be used for immediate repairs to SH 361. A second \$50,000 was paid to the County R & B Fund for the purchase of road maintenance equipment to be used on SH 361 and other roads and bridges in the county. The remaining \$150,000 was paid to the Ouray County R & B Trust for a period of 21 years. The Trust was dissolved in June of 2005 and placed in a new fund entitled the Highway 361 Fund (Fund 760). There is approximately \$139,600 currently in the Highway 361 Fund. A portion of this amount (\$22,877) has been appropriated in the 2012 budget to be used as a grant match for an Off Highway Vehicle (OHV) Grant to repair a portion of County Road 361 (aka Highway 361) if the County is a successful recipient of the OHV grant. The grant request is for \$90,031 for a total project cost of \$112,908 (\$90,031 + \$22,877 = \$112,908). In April of 2012, the County received notification that it was not awarded the grant funding. Discussion will be had as to how to proceed with this needed repair.

Public Access Group (PAG) Fund (860):

A separate fund was established in 2008 to begin the segregation and accounting of grant and donation dollars received and expended on behalf of the Public Access Group (PAG). The PAG consists of multi-agency partners inclusive of Ouray County, United States Forest Service, Bureau of Land Management, Ouray Trail Group, Thunder Mountain Wheelers, Uncompahgre Valley Trail Riders, Western Slope Four Wheelers, and Ouray County Historical Society. *The purpose of PAG is "to preserve public access on existing and historical public trails and roads for the future use and enjoyment of all citizens, users and visitors."* The PAG is currently working on a project funded by a State of Colorado Trails Grant. A project coordinator is working diligently with PAG members, the Board of County Commissioners, Staff and the public to complete the scope of work by June, 30, 2012. *An extension was granted for the completion date from December 31, 2011 to June 30, 2012.* This project has been completed and final reimbursement by the State of Colorado is pending.

Road and Bridge Sales Tax Fund (870):

A new fund was created in 2009, entitled the "Road and Bridge Sales Tax Fund" (Fund 870). This fund was created to segregate the collection of the 1% sales tax passed exclusively for Road and Bridge by the electorate in the 2008 General Election. These monies will be collected and placed in this fund for efficiency of use, tracking, and accountability. Funding has and will be transferred from this fund to the Road and Bridge Fund (Fund 040) annually, as appropriated by the Board of County Commissioners. In the 2012 budget, \$475,000 has been appropriated by the Board for transfer to the Road and Bridge Fund to help offset the cost of providing services, funding capital purchases and leases, crushing additional aggregate, and improving road surfaces.

Public Health Fund (890):

A new fund was created in 2010 for the Public Health Department to segregate public health dollars and its associated programs pursuant to SB 08-194 and C.R.S. 25-1-511 (2). Monies may be appropriated from the County General Fund, State and Federal governmental agencies, grants, gifts, donations, and fees for public health purposes. Approximately 58% of the revenue supporting the Public Health Fund is transferred from the General Fund to the Public Health Fund. The Public Health Department provides an essential service to the communities and citizens of Ouray County.

Contingency Fund (030):

This fund contains a balance of \$174,882 to meet the TABOR contingency requirement. TABOR requires that the County retain 3% of its fiscal year spending excluding bonded debt service. These dollars are designated in a fund entitled "Contingency Fund." Emergency Reserves should be transferred to the Contingency Fund from other major funds in 2012 to earmark these funds specifically for TABOR contingency reserves

2012 Budget Summary Conclusion:

The Board of County Commissioners and the County Administrator will continue to administer the County Budget using a conservative approach. Adequate reserves are in place for emergency operations for the General Fund, Road and Bridge Fund, and EMS Fund. Lifting of the TABOR and 5.5% limitation restrictions (aka "De-Brucing") as approved by the electorate of Ouray County has preserved the mill levy for the County. This "De-Brucing" action has been crucial to the County's continued provision of essential public services. The Board of County Commissioners and County Staff have made it a practice in the past and will continue to do so into the future to seek efficiencies and improvements in order to maintain mandated and essential county services. In addition, the Board of County Commissioners continues to seek input from Elected Officials, Department Heads, Staff and the general public concerning the improvement of County operations and services.

*Connie J. Hunt
County Administrator
Ouray County*

OURAY COUNTY, COLORADO
STATEMENT OF NET ASSETS
December 31, 2011

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 2,881,017
Restricted cash	303,511
Prepaid deposit	10,657
Property taxes receivable	2,396,335
Accrued interest receivable	478
Accounts receivable	108,187
Due from other governmental units	111,311
Due from other funds	-
Inventories	28,129
Capital assets, net	4,943,726
Total assets	<u>10,783,351</u>
LIABILITIES	
Accounts payable	274,629
Due to other governmental units	10,890
Deferred revenue	2,401,505
Long-term liabilities	
Due more than one year:	
Leases payable	496,985
Compensated absences	167,217
Total liabilities	<u>3,351,226</u>
NET ASSETS	
Invested in capital assets	4,446,741
Restricted for:	
Emergencies	174,881
Unrestricted	2,810,503
Total net assets	<u>\$ 7,432,125</u>

See accompanying notes to the basic financial statements

OURAY COUNTY, COLORADO
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2011

Functions/Programs	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue</u>
		<u>Charges for Service and Fees</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Government</u>
					<u>Governmental Activities</u>
Primary government:					
Governmental activities:					
General government	\$ 2,003,493	\$ 482,736	\$ -	\$ -	\$ (1,520,757)
Judicial	178,121	-	-	-	(178,121)
Public Safety	1,283,320	194,835	-	-	(1,088,485)
Heath and welfare	1,707,912	-	-	-	(1,707,912)
Recreation and culture	218,715	-	22,527	-	(196,188)
Public Works	2,006,760	55,978	729,960	-	(1,220,822)
Total governmental activities	<u>\$ 7,398,321</u>	<u>\$ 733,549</u>	<u>\$ 752,487</u>	<u>\$ -</u>	<u>(5,912,285)</u>
		General Revenues			
		Taxes:			
					3,453,678
					491,379
					1,982,258
					397,067
					<u>6,324,382</u>
					412,097
					7,020,028
					<u>\$ 7,432,125</u>

See accompanying notes to the basic financial statements

OURAY COUNTY, COLORADO
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2011

	<u>General Fund</u>	<u>Road and Bridge</u>	<u>Social Services Fund</u>
ASSETS			
Cash and cash equivalents	\$ 874,704	\$ 373,639	\$ 236,806
Restricted Cash	65,831	235,134	2,546
Prepaid deposit	10,657	-	-
Property taxes receivable	1,656,555	273,857	100,780
Accrued interest receivable	478	-	-
Accounts receivable	-	-	87,226
Due from other governmental	27,927	34,897	20,560
Due from other funds	6,010	-	-
Inventories	-	28,129	-
Total assets	<u>\$ 2,642,162</u>	<u>\$ 945,656</u>	<u>\$ 447,918</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 125,743	\$ 32,714	\$ 86,353
Due to other funds	-	4,210	-
Due to other governmental units	-	-	10,890
Deferred revenue	1,656,555	273,857	105,950
Total liabilities	<u>1,782,298</u>	<u>310,781</u>	<u>203,193</u>
Fund balances:			
Nonspendable			
Inventory	-	28,129	-
Trust accounts	-	-	-
Restricted for			
Emergency reserve	-	-	-
Road 361	-	-	-
Parks and recreation	-	-	-
Other purposes	65,831	-	-
Committed			
Road Improvements	-	634,875	-
E-911	-	-	-
Health and welfare	-	-	244,725
Public safety	-	-	-
Other purposes	-	-	-
Assigned			
Fairgrounds	-	-	-
Other grant projects	-	-	-
Unassigned	794,033	-	-
Total fund balances	<u>859,864</u>	<u>634,875</u>	<u>244,725</u>
Total liabilities and fund balances	<u>\$ 2,642,162</u>	<u>\$ 945,656</u>	<u>\$ 447,918</u>

See accompanying notes to the basic financial statements

Emergency Medical Services	Public Health Fund	Other Governmental Funds	Total Governmental Funds
\$ 556,570	\$ 31,718	\$ 807,580	\$ 2,881,017
-	-	-	303,511
-	-	-	10,657
365,143	-	-	2,396,335
-	-	-	478
20,961	-	-	108,187
-	-	27,927	111,311
-	-	-	6,010
-	-	-	28,129
<u>\$ 942,674</u>	<u>\$ 31,718</u>	<u>\$ 835,507</u>	<u>\$ 5,845,635</u>
\$ 24,447	\$ 5,372	\$ -	\$ 274,629
-	-	1,800	6,010
-	-	-	10,890
365,143	-	-	2,401,505
<u>389,590</u>	<u>5,372</u>	<u>1,800</u>	<u>2,693,034</u>
-	-	-	28,129
-	-	-	-
-	-	174,881	174,881
-	-	139,298	139,298
-	-	106,636	106,636
-	-	-	65,831
-	-	279,500	914,375
-	-	69,391	69,391
-	26,346	-	271,071
553,084	-	3,951	557,035
-	-	-	-
-	-	38,606	38,606
-	-	21,444	21,444
-	-	-	794,033
<u>553,084</u>	<u>26,346</u>	<u>833,707</u>	<u>3,152,601</u>
<u>\$ 942,674</u>	<u>\$ 31,718</u>	<u>\$ 835,507</u>	<u>\$ 5,845,635</u>

See accompanying notes to the basic financial statements

OURAY COUNTY, COLORADO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO THE STATEMENT OF NET ASSETS
December 31, 2011

Total governmental fund balances	\$ 3,152,601
Amounts reported for governmental activities in the statement of activities are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	4,943,726
Long-term liabilities, including bonds payable and compensated absences, are not due and payable in the current period and therefore are not reported in the funds.	
Compensated absences	(167,217)
Leases payable	(496,985)
	<hr/>
Net assets of governmental activities	<u><u>\$ 7,432,125</u></u>

See accompanying notes to the basic financial statements

OURAY COUNTY, COLORADO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended December 31, 2011

	<u>General Fund</u>	<u>Road and Bridge</u>	<u>Social Services Fund</u>
REVENUES			
Property Taxes	\$ 2,050,987	\$ 337,864	\$ 124,334
Sales Taxes	491,379	-	-
Intergovernmental	348,428	960,196	1,307,817
Licenses and permits	129,932	14,760	-
Charges for services	55,978	-	-
Fees, fines and forfeits	320,645	17,399	-
Miscellaneous	51,805	210,103	536
Total revenues	<u>3,449,154</u>	<u>1,540,322</u>	<u>1,432,687</u>
EXPENDITURES			
Current:			
General government	1,882,678	-	-
Judicial	178,121	-	-
Public safety	681,699	-	-
Health and welfare	34,772	-	1,402,930
Recreation and culture	199,621	-	-
Public Works	111,143	1,793,028	-
Debt Service	104,733	73,920	-
Capital outlay	296,855	256,523	-
Total expenditures	<u>3,489,622</u>	<u>2,123,471</u>	<u>1,402,930</u>
Excess (deficiency) of revenues over expenditures	<u>(40,468)</u>	<u>(583,149)</u>	<u>29,757</u>
OTHER FINANCING SOURCES (USES)			
Loan Proceeds	294,529	-	-
Transfers in	92,851	575,000	-
Transfers out	(164,065)	(38,976)	(4,672)
Total other financing sources (uses)	<u>223,315</u>	<u>536,024</u>	<u>(4,672)</u>
Net change to fund balance	182,847	(47,125)	25,085
Fund balance, January 1	<u>677,017</u>	<u>682,000</u>	<u>219,640</u>
Fund balance, December 31	<u>\$ 859,864</u>	<u>\$ 634,875</u>	<u>\$ 244,725</u>

See accompanying notes to the basic financial statements

Emergency Medical Services	Public Health Fund	Other Governmental Funds	Total Governmental Funds
\$ 450,484	\$ -	\$ 490,009	\$ 3,453,678
-	-	-	491,379
17,247	45,318	55,739	2,734,745
-	-	-	144,692
147,864	-	46,971	250,813
-	-	-	338,044
480	83,447	50,696	397,067
<u>616,075</u>	<u>128,765</u>	<u>643,415</u>	<u>7,810,418</u>
-	-	53,806	1,936,484
-	-	-	178,121
445,326	-	68,540	1,195,565
-	270,210	-	1,707,912
-	-	-	199,621
-	-	-	1,904,171
27,607	-	-	206,260
38,928	-	-	592,306
<u>511,861</u>	<u>270,210</u>	<u>122,346</u>	<u>7,920,440</u>
<u>104,214</u>	<u>(141,445)</u>	<u>521,069</u>	<u>(110,022)</u>
-	-	-	294,529
6,000	162,065	-	835,916
<u>(22,787)</u>	<u>(20,941)</u>	<u>(584,475)</u>	<u>(835,916)</u>
<u>(16,787)</u>	<u>141,124</u>	<u>(584,475)</u>	<u>294,529</u>
87,427	(321)	(63,406)	184,507
465,657	26,667	897,113	2,968,094
<u>\$ 553,084</u>	<u>\$ 26,346</u>	<u>\$ 833,707</u>	<u>\$ 3,152,601</u>

See accompanying notes to the basic financial statements

OURAY COUNTY, COLORADO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year Ended December 31, 2011

Net change in fund balances - total governmental funds **\$ 184,507**

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Fixed assets current additions	\$	549,515	
Depreciation expense		(212,522)	
Excess of capital outlay over depreciation		336,993	336,993

The issuance of long-term debt provides current resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction, however, has any effect on net assets. This is the amount by which issuance of long-term debt exceeded principal payments on debt in the current period.

Loan proceeds	\$	(298,064)	
Increase in accrued vacation and sick leave		-	
Principal payment on long-term debt		188,661	(109,403)

Change in net assets of governmental funds **\$ 412,097**

OURAY COUNTY, COLORADO
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
December 31, 2011

Treasurer's
Agency Fund

Cash and investments	<u><u>\$ 558,562</u></u>
Due to other governments	<u><u>\$ 558,562</u></u>

See accompanying notes to the basic financial statements

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 1 – Summary of Significant Accounting Policies

The accounting and reporting policies of Ouray County, Colorado conform to generally accepted accounting principles (GAAP) as applicable to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following summary of significant accounting policies is presented to assist the reader in evaluating the County's financial statements.

A. Reporting Entity

Ouray County is located in western Colorado with a population of approximately 4000. The principal town and city are Ridgway and Ouray. Ouray County is a political subdivision of the State of Colorado, governed by an elected three-member Board of County Commissioners. The County has six other elected officials; the Assessor, the Clerk and Recorder, the Coroner, the Sheriff, the Surveyor and the Treasurer. Ouray County is included in the Seventh Judicial District. An elected District Attorney for the District serves Montrose, Delta, Gunnison, San Miguel, Hinsdale and Ouray Counties. The County's General Fund accounts for all financial operating transactions of the offices of the elected officials and all Ouray County contributions to the Seventh Judicial District Attorney's office.

Blended presented component unit. E-911 Authority serves all the citizens of the County for emergency telephone services.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *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 user charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments 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 as *general revenues*.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 1 – Summary of Significant Accounting Policies (continued)

B. Government-wide and Fund Financial Statements (continued)

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting* as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as 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. The County considers revenues to be available if they are collectible within 180 days except for property taxes which are considered available if they are collectible within sixty days after year-end. Property taxes, sales taxes, licenses, 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. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded when payment is due.

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

The government reports the following major governmental funds:

- The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The *Road and Bridge Fund* records costs related to County road and bridge construction and maintenance. By State law, Colorado counties are required to maintain a road and bridge fund. A portion of road and bridge taxes is allocated to cities and towns for use in their road and street activities.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 1 – Summary of Significant Accounting Policies (continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

(continued)

- The *Social Services Fund* accounts for the administration and operations of the County's public health and welfare system.
- The *Emergency Medical Services Fund* accounts for the administration and operations of the County's ambulance services.
- The *Public Health Fund* accounts for the administration and operations of the County's public health department.

The government reports the following non-major governmental funds:

- *Conservation Trust Fund* reflects the receipt of the County's share of Colorado Lottery funds and money from other sources to be used for recreation purposes within the County.
- *Contingent Fund* reflects the accumulation and disbursement of funds set aside to be used as needed for unforeseen contingencies.
- *Fairgrounds Fund* reflects the accumulation and disbursement of funds set aside to be used as needed for operation and maintenance of the fairgrounds.
- *Special Grant Administration Fund* reflects receipts and disbursements of funds from special grants.
- *E-911 Authority* reflects receipts from service users to be used for emergency telephone services.
- *Road and Bridge Impact Fees Fund* reflects receipts from impact fees to be used for road projects.
- *Samson Law Fund* reflects receipt of court fees.
- *Road and Bridge 361* reflects principal and interest to be used to maintain Highway 361.
- *Public Access Group Fund* reflects receipts from grants and donations to be used to preserve public access on existing and historical public trails and roads.
- *Road and Bridge Sales Tax Fund* reflects the collection of 1% sales tax to be used for additional road and bridge expenditures.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 1 – Summary of Significant Accounting Policies (continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

(continued)

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are certain charges between the County's enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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 included all taxes.

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

D. Assets, Liabilities, and Net Assets or Equity

1. Cash and Investments

The County considers cash and cash equivalents in proprietary funds to be cash on hand and demand deposits. In addition, because the treasury pool is sufficiently liquid to permit withdrawal of cash at any time without prior notice or penalty, equity in the pool is also deemed to be a cash equivalent.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 1 – Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, and Net Assets or Equity *(continued)*

1. Cash and Investments

For purposes of the statement of cash flows, the proprietary fund types consider all highly liquid investments with an original maturity of one year or less to be cash equivalents.

2. Receivable and Payable Balances

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.

3. Property Taxes

Property taxes are levied in December and attach as an enforceable lien on property as of January 1 of the following year. Taxes are payable either in two installments due on February 28 and June 15 or in full on April 30. The County, through the Ouray County Treasurer, bills and collects its own property taxes as well as property taxes of all other taxing authorities within the County. Taxes levied in 2011 for collection in 2012 are recorded in governmental funds as taxes receivable and deferred revenue as of December 31, 2011 since the amount is measurable but not available until 2012. An allowance for uncollectible taxes is not provided as the uncollectible amounts were determined to be negligible based upon an analysis of historical trends.

4. 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.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 1 – Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, and Net Assets or Equity (continued)

5. Inventories

Inventories are valued at cost which is determined using the first-in, first-out method. Inventories in most Governmental funds are recorded as expenditures when purchased. Inventories in the Road and Bridge Fund and are recorded as expenditures when consumed rather than when purchased.

6. Capital Assets

Capital assets, which include property, plant equipment, and infrastructure assets (e.g., roads, bridges and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and a useful life of more than one year. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Depreciation on capital assets, with the exception of infrastructure, is provided on the straight-line basis over the following estimated useful lives:

Buildings and improvements	20 to 50 Years
Land improvements (depreciable)	25 to 30 Years
Equipment and Furniture	5 to 7 Years

As allowed by GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis -for State and Local Governments*, the County has adopted an alternative method for reporting costs associated with certain infrastructure assets. Under this alternative method, referred to as the "modified approach," infrastructure assets are not depreciated, and maintenance and preservation costs are expensed. The County capitalizes costs related to new construction, major replacements, and improvements that increase the capacity and/or efficiency of infrastructure assets reported under the modified approach.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 1 – Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, and Net Assets or Equity (continued)

7. Future Compensated Absences

The personnel rules policy manual state that all vacation may accrue up to 192 hours. Sick leave is accrued at twelve (12) days per year. Upon resignation, termination, retirement or separation from retirement or separation from employment an employee with 20 years of employment shall be eligible for payment at the rate of one-fourth ($\frac{1}{4}$) of the employee's current hourly rate for accumulated sick leave up to 1440 hours.

8. Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements. Long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. At December 31, 2011 the only long term debt that Ouray County had was from the accrual of compensated absences and capital leases.

9. Fund Equity

Beginning with fiscal year 2011, the Town implemented GASB Statement 54 "Fund Balance Reporting and Governmental Fund Type Definitions". This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Non-spendable fund balance amounts that are not in spendable form (such as inventory) or are required to be maintained intact;
- Restricted fund balance-amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions or by enabling legislation;
- Committed fund balance-amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- Assigned fund balance-amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- Unassigned fund balance-amounts that are available for any purpose; positive amounts are reported only in the general fund.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 1 – Summary of Significant Accounting Policies (continued)

D. Assets, Liabilities, and Net Assets or Equity (continued)

10. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, consists of capital assets, net of accumulated depreciation. Net assets are 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.

The reserve for emergencies as required by Section 20 to Article X of the Colorado Constitution, also known as the Taxpayer's Bill of Rights (TABOR) is classified as restricted net assets on the entity-wide statements. The County, through voter approval, has been authorized to retain, expand, and benefit from all non-property tax revenues collected during 1995, and each subsequent year.

11. Estimates

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

12. 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 2011, the County had no proceeds from the seizures of contraband.

Note 2- Stewardship, Compliance, and Accountability

A. Budgetary Information

Annual budgets are adopted for all funds, except agency funds, of the County. The Budget Office submits a proposed operating budget for the following calendar year to the County Commissioners prior to October 15 of each year. The budget is prepared using the modified accrual basis of accounting. The operating budget includes proposed expenditures/expenses and the anticipated revenues. As required by statute, public hearings are conducted to obtain citizen's comments. Prior to the levy of property tax, the budget is legally adopted through the passage of a budget adoption and appropriation resolution.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 2- Stewardship, Compliance, and Accountability (continued)

B. Budgeted Level of Expenditures

The budgetary control is maintained at the department level for the general fund and at specific fund level for all other funds. Although the budget shows various classifications by object and by function, the department directors are authorized to transfer budgeted amounts within each of the object classifications. All annual appropriations lapse at year end.

For the budget to actual reporting required by state statues the proprietary funds present the adjustments necessary to reconcile ending net income (loss) on the budgetary basis to the GAAP basis net change in fund equity.

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

Note 3- Cash and Investments

A. Deposits

Title II, Article 10.5 of the Colorado Revised Statutes, (the Public Deposit Protection Act of 1989); require all public monies to be deposited in financial institutions that have been designated as eligible public depositories. Eligible public depositories must pledge eligible collateral, as promulgated by the State banking board, having a market value in excess of 102% of the aggregate uninsured public deposits. Eligible collateral must be held in a single financial institution collateral pool in the custody of any federal reserve bank or any branch thereof or of any depository trust company which is a member of the federal reserve system, and which is supervised by the State banking board. The Statutes further restrict such deposits to eligible public depositories having their principal offices within the State of Colorado. Collateral in the pool is considered to be equal to depository insurance pursuant to definitions listed in GASB Statement No. 40. At year end the carrying amount of the County's Primary Government's Funds deposits were \$ 2,236,104 and the bank balance was \$ 2,229,472. Of the bank balance \$ 914,188 was covered by FDIC insurance. The remaining \$ 1,315,284 was collateralized under the above referenced statute.

B. Investments

Colorado statues specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. Authorized investments include obligations of the United States and certain U.S. government agency securities; certain international agency securities; general obligation and revenue bonds of U.S. local government entities; bankers' acceptances of certain banks; commercial paper; written repurchase agreements collateralized by certain authorized securities; certain money market funds; guaranteed investments contracts and local government investment pools.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 3- Cash and Investments (continued)

The local government investment pool is the Colorado Government Liquid Asset Trust (COLOTRUST). This pooled investment vehicle was established by local government entities in Colorado to pool surplus funds for investment purposes. This pool is overseen by the State Securities Commission. COLOTRUST operate similarly to money market funds and each share valued at \$1.00. The investment pool is routinely monitored by the Colorado Division of Securities with regard to operations and investments. Investments consist of U.S. Treasury bills, notes and note strips, and repurchase agreements collateralized by U.S. Treasury Notes. The designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions of each pooled investment. All securities owned by each pooled investment 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 each pool investor. These pools are not required to and are not registered with the SEC. COLOTRUST'S funds are rated AAA by Standard and Poor's, Fitch's and Moody's rating services.

Table 1 - Summary of Combined Cash and Investments Held By Primary Government and Component Unit

Description	Cost
Cash on hand	\$ 400
Demand deposits	1,473,067
Colostrust	1,516,392
Certificates of deposit and savings	762,637
Outstanding Warrants – Social Services	(9,406)
Total	\$ 3,743,090

Note 4- Interfund Transactions

Due to/Due From

The County reports interfund balances between many of its funds. The sum of all balances presented in this table agrees with the sum of interfund balances presented in the balance sheets for governmental and proprietary funds.

Inter-fund receivable and payable balances at December 31, 2011 were as follows:

Fund	Inter-fund Receivable	Inter-fund Payable
General Fund	\$ 6,010	-
PAG Fund	-	\$1,800
Road and Bridge	-	\$4,210

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 4- Interfund Transactions

Transfers

Transfers are indicative of funding for various County operations and re-allocation of special revenues. The following schedule briefly summarizes the County's transfer activity:

Fund	Transfers In	Transfers (Out)
<i>General</i>	\$ 92,851	\$ 164,065
<i>Conservation Trust</i>	-	\$ 9,475
<i>Road and Bridge</i>	\$ 575,000	\$ 38,976
<i>Public Health</i>	\$ 162,065	\$ 20,941
<i>Road and Bridge Impact</i>		\$ 100,000
<i>EMS</i>	\$ 6,000	\$ 22,787
<i>Road and Bridge Sales Tax</i>		\$ 475,000
<i>Social Services</i>		\$ 4,672

*These transfers were eliminated in the consolidation for governmental activities.

Note 5- Capital Assets

	Balance 1/1/11	Additions	Dispositions	Balance 12/31/2011
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 631,934	\$	\$	\$ 631,934
Land improvements	741,070			741,070
Infrastructure	96,064	219,523		315,587
	<u>1,469,068</u>	<u>219,523</u>		<u>1,688,591</u>
Capital assets being depreciated				
Buildings and improvements	3,059,760			3,059,760
Equipment and furniture	3,333,611	329,992		3,663,603
	<u>6,393,371</u>	<u>329,992</u>		<u>6,723,363</u>
Less accumulated depreciation				
Buildings and improvements	(698,136)	(60,536)		(758,672)
Equipment and furniture	(2,557,570)	(151,986)		(2,709,556)
	<u>(3,255,706)</u>	<u>(212,522)</u>		<u>(3,468,228)</u>
Capital assets being depreciated, net	<u>3,137,665</u>	<u>117,470</u>		<u>3,255,135</u>
Total governmental Activities capital assets	<u>\$ 4,606,733</u>	<u>\$ 336,993</u>	<u>\$ -</u>	<u>\$ 4,943,726</u>

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 5- Capital Assets (continued)

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

<i>Governmental activities:</i>	
General government	\$ 44,123
Public safety	55,233
Public works	94,072
Culture and Recreation	19,094
<u>Total depreciation expense-governmental activities</u>	<u>\$ 212,522</u>

Note 6- Long-Term Liabilities

Long-term obligations

The County has entered into various capital leases and financed the following items:

2008 Toyota FJ Cruiser \$ 24,402 due in five annual payments of \$ 5,474 including interest at 3.95%, beginning June 23, 2009.

Backhoe and 2008 Pickup Truck \$ 95,645 due in five annual payments of \$ 20,602, including interest at 3.6% beginning May 15, 2008

2008 Toyota FJ Cruisers (2) \$ 53,928 due in five annual payments of \$ 11,774 including interest at 3.95% beginning May 15, 2008.

Boiler \$ 190,636 due in ten annual payments of \$ 23,832.95, including interest at 4.5% beginning July 15, 2010.

2009 Ford 450-Med Tech Ambulance \$ 125,691 due in five annual payments of \$ 27,606.99, including interest at 3.5% beginning September 1, 2009.

2009 Chevrolet Silverado Crew Cab Pickup \$ 15,753, due in 4 payments of \$ 5,682.64, including interest at 4% beginning August 5, 2010.

Various heavy equipment \$298,063, due in 5 payments of \$64,626.86, including interest at 3.9% beginning August 18, 2011.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 6- Long-Term Liabilities (continued)

The annual requirements to amortize the above debt are as follows:

2008 Toyota FJ Cruiser

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$ 5,066	\$ 408	\$ 5,474
2013	<u>5,266</u>	<u>208</u>	<u>5,474</u>
Total	<u>\$ 10,332</u>	<u>\$ 616</u>	<u>\$ 10,948</u>

Backhoe and 2008 Pickup Truck

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	<u>\$ 19,886</u>	<u>\$ 716</u>	<u>\$ 20,602</u>

2008 Toyota FJ Cruiser

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	<u>\$ 11,326</u>	<u>\$ 448</u>	<u>\$ 11,774</u>

Boiler

	Principal	Interest	Total
2012	\$ 16,759	\$ 7,074	\$ 23,833
2013	17,513	6,320	23,833
2014	18,301	5,532	23,833
2015	19,125	4,708	23,833
2016	19,985	3,848	23,833
2017	20,885	2,948	23,833
2018	21,825	2,008	23,833
2019	22,807	1,026	23,833
	<u>\$ 157,199</u>	<u>\$ 33,464</u>	<u>\$ 190,664</u>

2009 Ford 450-Med Tech Ambulance

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$ 25,772	\$ 1,835	27,607
2013	<u>26,673</u>	<u>934</u>	<u>27,607</u>
Total	<u>\$ 52,445</u>	<u>\$ 2,769</u>	<u>\$ 55,214</u>

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 6- Long-Term Liabilities (continued)

2009 Chevrolet Silverado Crew Cab Pickup

	Principal	Interest	Total
2012	\$ 5,248	\$ 435	\$ 5,683
2013	5,461	222	5,683
Total	<u>\$ 10,709</u>	<u>\$ 657</u>	<u>\$ 11,366</u>

Various heavy equipment

	Principal	Interest	Total
2012	\$ 55,435	\$ 9,192	\$ 64,627
2013	57,602	7,025	64,627
2014	59,855	4,772	64,627
2015	62,195	2,432	64,627
Total	<u>\$ 235,087</u>	<u>\$ 23,421</u>	<u>\$ 258,508</u>

The following is a summary of capitalized leases for the year ended December 31, 2011

	Balance 1/1/2011	Additions	Reductions	Balance 12/31/2011	Due Within One Year
Governmental Activities					
Capital leases					
Land use Building	44,740	-	44,740	-	-
2008 Toyota FJ Cruiser	15,205	-	4,873	10,332	5,066
Backhoe and 2008 Truck	39,081	-	19,195	19,886	19,886
2008 Toyota FS Cruiser (2)	22,222	-	10,896	11,326	11,326
Boiler	173,237	-	16,037	157,200	16,759
2009 Ambulance	77,345	-	24,900	52,445	25,772
2009 Silverado Pickup	15,753	-	5,044	10,709	5,248
Various heavy equipment	-	298,063	62,976	235,087	55,435
Total	<u>\$387,583</u>	<u>\$ 298,063</u>	<u>\$ 188,661</u>	<u>\$ 496,985</u>	<u>\$ 139,492</u>

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 7- Retirement Plan

Ouray County is a member employer of the Colorado County Officials and Employees Retirement Association (CCOERA). This association was formed by Colorado State Statute to provide retirement benefits to employees of Colorado local governments. CCOERA administers two different retirement plans a 401(a) Defined Contribution Plan and a 457 Deferred Compensation Plan.

Ouray County provides pension benefits for all of its full-time employees with the Colorado County Officials and Employees Retirement Association Retirement Plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate one year from the date of employment. Elected officials are eligible to participate immediately. Participation is mandatory for all eligible employees and for all elected officials. Both the County and the employee contribute 5% of the employee's monthly base salary to the plan. Employees may also make additional contributions up to a maximum of 10% of compensation.

The County's contribution for each employee (and interest allocated to the employee's account) is 100% vested after ten years. If an elected official fails to become re-elected, they immediately become fully vested. Any non-vested County contributions forfeited by an employee who leaves the County's employment are remitted to the County. The County's total payroll was \$ 2,837,859 in 2011. The total payroll covered by the pension plan was \$ 2,634,940 in 2011. The total contribution paid was \$ 321,801 in 2011 (12 % of covered payroll), \$ 190,054 by the employees and \$ 131,747 by the County.

The County has no liability for losses under the plan.

Complete financial statements for the retirement plans may be obtained from the CCOERA, 4949 S. Syracuse St., Suite 400, Denver, Colorado, 80237.

Note 8- Post Employment Benefits

The County provides no post employment benefits to employees who retire from the County other than those mandated by the State and Federal governments.

The "Consolidated Omnibus Budget Reconciliation Act of 1985" (COBRA), that is mandated by the Federal Government, requires that employers allow eligible employees the opportunity to purchase medical and dental insurance for various periods of time after their employment is discontinued. Ouray County complies with the Federal Statutes.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 10- Noncash Program Activity

Schedule of EBT Authorizations, Warrant Expenditures and Total Expenditures
For the Year Ended December 31, 2011

Ouray County Department of Social Services
Expenditure/Revenue Report
For the Year Ended December 2011

	County EBT Expended Authorizations	State & Fed Share of All Authorizations	Expenditures By County Warrant	County EBT Authorizations Plus Expend By Co. Warrant	Total County Expenditures
TANF	\$ 35,587.62	\$ (44,117.81)	\$ 14,963.56	\$ 50,551.18	\$ 6,433.37
Child Care	46,932.14	(46,188.81)	5,522.15	52,454.29	6,265.48
Child Welfare	72,719.03	(206,335.18)	182,391.19	255,110.22	48,775.04
Administration	-	(89,637.07)	118,233.93	118,233.93	28,596.86
CORE Services	-	(301,966.57)	305,091.43	305,091.43	3,124.86
IV-D Administration	-	(4,095.32)	4,870.42	4,870.42	775.10
Aid to Need Disabled	2,759.81	(2,207.85)	-	2,759.81	551.96
Old Age Pension	27,464.38	(29,518.33)	2,281.45	29,745.83	227.50
Home Care Allowance	12,445.15	(11,822.89)	-	12,445.15	622.26
LEAP	86,288.98	(89,446.20)	3,157.22	89,446.20	-
General Assistance	-	-	3,228.91	3,228.91	3,228.91
TANF Collections	-	(534.81)	-	-	(534.81)
Miscellaneous	-	(137,684.68)	14,534.15	14,534.15	(123,150.53)
Subtotal	<u>284,197.11</u>	<u>(963,555.52)</u>	<u>654,274.41</u>	<u>938,471.52</u>	<u>(25,084.00)</u>
Food Assistance	469,131.00	(469,131.00)	-	469,131.00	-
Grant Total	<u>\$ 753,328.11</u>	<u>\$ (1,432,686.52)</u>	<u>\$ 654,274.41</u>	<u>\$ 1,407,602.52</u>	<u>\$ (25,084.00)</u>

Welfare payments authorized by the Ouray County Department of Human Services. These County authorizations are paid by the Colorado Department of Human Services by QUEST debit cards or by electronic funds transfer (EFT).

- A. County share of EBT authorizations - these amounts are settled monthly by a reduction of State cash advances to the County.
- B. Expenditures made by County warrants or other County payment methods
- C. This represents the total cost of the welfare programs that are administered by Ouray County.
- D. This total matches the expenditures on the Social Services Department Fund Statement of Revenues, Expenditures, and Changes in Fund Balance.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 11- Budget Amendment

During 2011 the County amended its budget. The following is a schedule of the changes to the original budget:

Fund	Original Budget	Amendment	Final Budget
General	\$ 3,580,407	\$	\$ 3,580,407
Road and Bridge	1,964,988	197,459	2,162,447
Social Services	1,213,456	194,147	1,407,603
Public Health	310,777		310,777
Conservation Trust	40,000		40,000
Road and Bridge Sales Tax	475,000		475,000
Special Grant	31,812		31,812
Road and Bridge Impact Fees	100,450	4	100,454
E-911	70,000		70,000
EMS	577,864		577,864
Samson Law Fund	3,030		3,030
Public Access Group	19,309		19,309
Totals	\$ 8,387,093	\$391,610	\$ 8,778,703

Note 12-Risk Management

Colorado Counties Casualty and Property Pool

The County is exposed to various risks of loss related to property and casualty losses. The County has 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 Pool provides the County with general property, vehicle comprehensive and collision, and various liability insurance coverage. The County pays an annual contribution to CAPP for its property and casualty insurance coverage. The intergovernmental agreement of formation of CAPP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and that the Pool will purchase insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year.

Note 13 -Special Assessment

On September 1, 1996, a special assessment bond for Local Improvement District No. 1995-1 was issued. This bond does not constitute a debt or an indebtedness of Ouray County within the meaning of any constitutional or statutory limitation or provision, and shall not be considered or held to be a general obligation of the County. No property of the County shall be liable to be forfeited or taken in payment of the special assessment bonds.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2011

Note 13 -Special Assessment

In 1997 a special assessment bond for Local Improvement District No. 1997-1 was issued. This bond does not constitute a debt of an indebtedness of Ouray County within the meaning of any constitutional or statutory limitations or provision, and shall not be considered or held to be a general obligation of the County. No property of the County shall be liable to be forfeited or taken in payment of the special assessment bonds.

Note 14 –Tax, Spending and Debt Limitations

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. The amendment is complex and subject to judicial interpretation. However, the County had made certain interpretations of the amendment's language in order to determine its compliance.

The County, through voter approval, has been authorized to retain, expand and benefit from all non-proprietary tax revenues collected during 1995 and each subsequent year. Also, the County's reserve for emergencies is classified as restricted net assets and is the Contingent Fund.

OURAY COUNTY, COLORADO
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2011

REVENUES	Budgeted		Actual	Variance
	Original	Final		
Property taxes	\$ 2,074,547	\$ 2,074,547	\$ 2,050,987	\$ (23,560)
Sales taxes and other	516,700	516,700	491,379	(25,321)
Intergovernmental	264,099	264,099	348,428	84,329
Licenses and permits	128,500	128,500	129,932	1,432
Charges for services	31,847	31,847	55,978	24,131
Fees, fines and forfeits	373,230	373,230	320,645	(52,585)
Miscellaneous	71,550	71,550	51,798	(19,752)
Total revenues	3,460,473	3,460,473	3,449,147	(11,326)
EXPENDITURES				
Assessor	252,491	252,491	241,921	10,570
Administration other	163,723	163,723	159,894	3,829
Administrator	259,235	259,235	234,787	24,448
Board of County Commissioners	198,311	198,311	194,782	3,529
Clerk and Recorder	251,647	251,647	234,631	17,016
County Attorney	137,353	137,353	109,321	28,032
County Coroner	36,891	36,891	32,410	4,481
County Jail	75,500	75,500	31,348	44,152
Courthouse Security	43,204	43,204	81,779	(38,575)
District Attorney	65,931	65,931	68,800	(2,869)
Elections	22,155	22,155	18,542	3,613
Employee Benefits	51,306	51,306	47,853	3,453
Extension Services	5,098	5,098	5,028	70
Fairgrounds	204,965	204,965	184,895	20,070
Information Technology	175,335	175,335	162,223	13,112
Juvenile Diversion	11,000	11,000	11,000	-
Land Use	249,435	249,435	216,739	32,696
Maintenance of Buildings	189,286	189,286	182,144	7,142
Public Telecommunications	5,400	5,400	4,149	1,251
Public Trustee	27,228	27,228	26,363	865
Recreation and Culture	11,500	11,500	10,577	923
Sheriff	555,075	555,075	557,572	(2,497)
Social Programs	1,000	1,000	1,627	(627)
Surveyor	3,368	3,368	2,368	1,000
Transfer Station	1,200	1,200	735	465
Treasurer	173,485	173,485	155,403	18,082
Weed department	97,410	97,410	111,143	(13,733)
Total department expenses	3,268,532	3,268,532	3,088,034	180,498
Debt service payments	69,594	69,594	69,594	-
Capital Outlay	78,216	78,216	48,115	30,101
OTHER FINANCING SOURCES (USES)				
Transfers in	123,376	123,376	92,851	(30,525)
Transfers out	(164,065)	(164,065)	(164,065)	-
Total other financing sources and uses	(40,689)	(40,689)	(71,214)	(30,525)
Net change to fund balance	3,442	3,442	172,190	168,748
Fund balance, January 1	608,442	608,442	677,017	68,575
Fund balance, December 31	\$ 611,884	\$ 611,884	\$ 849,207	\$ 237,323

OURAY COUNTY, COLORADO
ROAD AND BRIDGE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2011

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property taxes	\$ 339,799	\$ 339,799	\$ 337,864	\$ (1,935)
Intergovernmental:				
Federal shared revenues	230,233	230,233	230,236	3
State shared revenues	703,200	703,200	729,960	26,760
State Grants	-	-	-	-
Total intergovernmental revenues	<u>933,433</u>	<u>933,433</u>	<u>960,196</u>	<u>26,763</u>
Licenses and permits	<u>1,000</u>	<u>1,000</u>	<u>14,760</u>	<u>13,760</u>
Miscellaneous:				
Refund of expenditures	122,000	122,000	208,603	86,603
Other miscellaneous revenues	6,750	6,750	1,500	(5,250)
Total miscellaneous revenues	<u>128,750</u>	<u>128,750</u>	<u>210,103</u>	<u>81,353</u>
Fees	<u>16,000</u>	<u>16,000</u>	<u>17,399</u>	<u>1,399</u>
Total revenues	<u>1,418,982</u>	<u>1,418,982</u>	<u>1,540,322</u>	<u>121,340</u>
EXPENDITURES				
Operations	1,730,410	1,793,028	1,793,028	-
Debt service	20,602	73,920	73,920	-
Capital outlay	175,000	256,523	256,523	-
Total expenditures	<u>1,926,012</u>	<u>2,123,471</u>	<u>2,123,471</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(507,030)</u>	<u>(704,489)</u>	<u>(583,149)</u>	<u>121,340</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	575,000	575,000	575,000	-
Transfers out	(38,976)	(38,976)	(38,976)	-
Total other financing sources (uses)	<u>536,024</u>	<u>536,024</u>	<u>536,024</u>	<u>-</u>
Net change to fund balance	28,994	(168,465)	(47,125)	121,340
Fund balance, January 1	411,257	411,257	682,000	270,743
Fund balance, December 31	<u>\$ 440,251</u>	<u>\$ 242,792</u>	<u>\$ 634,875</u>	<u>\$ 392,083</u>

OURAY COUNTY, COLORADO
SOCIAL SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2011

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Taxes	\$ 123,461	\$ 123,461	\$ 124,334	\$ 873
County administration	80,000	80,000	95,687	15,687
Old age pension	72,300	72,300	41,341	(30,959)
Aid to the needy and disabled	12,000	12,000	2,208	(9,792)
Child care	36,523	36,523	46,189	9,666
Food assistance	400,000	400,000	469,131	69,131
Child welfare	108,806	108,806	206,335	97,529
Core services	251,427	251,427	301,966	50,539
Leap	108,300	108,300	89,446	(18,854)
CSBG grant	15,000	15,000	7,301	(7,699)
Colorado works	28,533	28,533	44,118	15,585
Child support	2,990	2,990	4,095	1,105
Miscellaneous	100	100	536	436
Total revenues	1,239,440	1,239,440	1,432,687	193,247
EXPENDITURES				
County funded grants	25,000	25,000	8,627	16,373
County administration	100,000	100,000	118,234	(18,234)
Old age pension	72,800	72,800	42,191	30,609
Colorado works	37,000	37,000	50,552	(13,552)
Aid to the needy and disabled	15,000	15,000	2,760	12,240
Child care	42,888	42,888	52,454	(9,566)
General assistance	7,500	7,500	3,229	4,271
Leap	108,300	108,300	89,446	18,854
Child welfare	133,288	133,288	255,110	(121,822)
Core services	253,680	253,680	305,091	(51,411)
CSBG grant	15,000	15,000	5,907	9,093
Child support	3,000	3,000	4,870	(1,870)
Food assistance	400,000	400,000	469,131	(69,131)
Supplemental Budget	-	194,147	-	194,147
Total expenditures	1,213,456	1,407,603	1,407,602	1
Excess (deficiency) of revenues over expenditures	25,984	(168,163)	25,085	193,248
Fund balance, January 1	245,984	245,984	219,640	(26,344)
Fund balance, December 31	\$ 271,968	\$ 77,821	\$ 244,725	\$ 166,904

OURAY COUNTY, COLORADO
PUBLIC HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2011

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental:				
Federal shared revenues	\$ 19,138	\$ 19,138	\$ 14,814	\$ (4,324)
State shared revenues	25,337	25,337	30,504	5,167
Total intergovernmental revenues	<u>44,475</u>	<u>44,475</u>	<u>45,318</u>	<u>843</u>
Miscellaneous:				
Refund of expenditures	35,070	35,070	36,066	996
Grants	35,967	35,967	24,095	
Other miscellaneous revenues	33,200	33,200	23,286	(9,914)
Total miscellaneous revenues	<u>104,237</u>	<u>104,237</u>	<u>83,447</u>	<u>(8,918)</u>
Total revenues	<u>148,712</u>	<u>148,712</u>	<u>128,765</u>	<u>(8,075)</u>
EXPENDITURES				
Public Health	293,836	293,836	270,210	23,626
Capital Outlay	-	-	-	-
Total expenditures	<u>293,836</u>	<u>293,836</u>	<u>270,210</u>	<u>23,626</u>
Excess (deficiency) of revenues over expenditures	<u>(145,124)</u>	<u>(145,124)</u>	<u>(141,445)</u>	<u>3,679</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	162,065	162,065	162,065	-
Transfers out	(16,941)	(16,941)	(20,941)	(4,000)
Total other financing sources (uses)	<u>145,124</u>	<u>145,124</u>	<u>141,124</u>	<u>(4,000)</u>
Net change to fund balance	-	-	(321)	(321)
Fund balance, January 1	26,667	26,667	26,667	-
Fund balance, December 31	<u>\$ 26,667</u>	<u>\$ 26,667</u>	<u>\$ 26,346</u>	<u>\$ (321)</u>

OURAY COUNTY, COLORADO
EMERGENCY MEDICAL SERVICES
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2011

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Taxes	\$ 452,499	\$ 452,499	\$ 450,484	\$ (2,015)
Intergovernmental	178	178	201	23
Charges for services	137,400	137,400	147,864	10,464
Interest income	-	-	16	16
Grants	23,276	23,276	17,046	(6,230)
Miscellaneous	-	-	464	464
Total revenues	613,353	613,353	616,075	2,722
EXPENDITURES				
Public safety	488,820	488,820	445,326	43,494
Capital outlay	38,650	38,650	38,928	(278)
Debt service payments	27,607	27,607	27,607	-
Total expenditures	555,077	555,077	511,861	43,216
Excess (deficiency) of revenues over expenditures	58,276	58,276	104,214	45,938
OTHER FINANCING SOURCES (USES)				
Transfers out	(22,787)	(22,787)	(22,787)	-
Transfers in	6,000	6,000	6,000	-
Total other financing sources (uses)	(16,787)	(16,787)	(16,787)	-
Net change to fund balance	41,489	41,489	87,427	45,938
Fund balance, January 1	472,760	472,760	465,657	(7,103)
Fund balance, December 31	\$ 514,249	\$ 514,249	\$ 553,084	\$ 38,835

OURAY COUNTY, COLORADO
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
December 31, 2011

	<u>Conservation Trust</u>	<u>Contingent</u>	<u>Fairgrounds</u>	<u>Special Grant</u>	<u>Road and Bridge Impact</u>
ASSETS					
Cash and cash equivalents	\$ 106,636	\$ 174,881	\$ 38,606	\$ 21,444	\$ 92,816
Taxes receivable	-	-	-	-	-
Due from other governmental	-	-	-	-	-
Accounts receivables	-	-	-	-	-
Total assets	<u>106,636</u>	<u>174,881</u>	<u>38,606</u>	<u>21,444</u>	<u>92,816</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other County funds	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances					
Reserved for:					
Emergencies	-	174,881	-	-	-
Unreserved:	106,636	-	38,606	21,444	92,816
Total fund balances	<u>106,636</u>	<u>174,881</u>	<u>38,606</u>	<u>21,444</u>	<u>92,816</u>
Total liabilities and fund balances	<u>\$ 106,636</u>	<u>\$ 174,881</u>	<u>\$ 38,606</u>	<u>\$ 21,444</u>	<u>\$ 92,816</u>

<u>Samson Law</u>	<u>E-911 Authority</u>	<u>Road and Bridge 361</u>	<u>Public Access Group</u>	<u>Road and Bridge Sales Tax</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 5,580	\$ 69,391	\$ 139,298	\$ 171	\$ 158,757	\$ 807,580
-	-	-	-	-	-
-	-	-	-	27,927	27,927
-	-	-	-	-	-
<u>5,580</u>	<u>69,391</u>	<u>139,298</u>	<u>171</u>	<u>186,684</u>	<u>835,507</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	1,800	-	1,800
-	-	-	-	-	-
-	-	-	1,800	-	1,800
-	-	-	-	-	174,881
5,580	69,391	139,298	(1,629)	186,684	658,826
<u>5,580</u>	<u>69,391</u>	<u>139,298</u>	<u>(1,629)</u>	<u>186,684</u>	<u>833,707</u>
<u>\$ 5,580</u>	<u>\$ 69,391</u>	<u>\$ 139,298</u>	<u>\$ 171</u>	<u>\$ 186,684</u>	<u>\$ 835,507</u>

OURAY COUNTY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
Year Ended December 31, 2011

	Conservation Trust	Contingent	Fairgrounds	Special Grant Fund	Road and Bridge Impact
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	22,527	-	-	31,812	-
Charges for services	-	-	-	-	-
Interest earnings	122	-	-	-	-
Miscellaneous	-	-	-	-	45,419
Total revenues	<u>22,649</u>	<u>-</u>	<u>-</u>	<u>31,812</u>	<u>45,419</u>
EXPENDITURES					
Current:					
General government	-	-	-	31,812	454
Public safety	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,812</u>	<u>454</u>
Excess (deficiency) of revenues over expenditures	22,649	-	-	-	44,965
OTHER FINANCING SOURCES (USES)					
Transfer in	-	-	-	-	-
Transfer out	(9,475)	-	-	-	(100,000)
Total other financing sources (uses)	<u>(9,475)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(100,000)</u>
Net change to fund balance	13,174	-	-	-	(55,035)
Fund balance, January 1	93,462	174,881	38,606	21,444	147,851
Fund balance, December 31	<u>\$ 106,636</u>	<u>\$ 174,881</u>	<u>\$ 38,606</u>	<u>\$ 21,444</u>	<u>\$ 92,816</u>

<u>Samson Law</u>	<u>E-911 Authority</u>	<u>Road and Bridge 361</u>	<u>Public Access Group</u>	<u>Road and Bridge Sales Tax</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ -	\$ -	\$ -	\$ 490,009	\$ 490,009
1,400	-	-	-	-	55,739
-	46,971	-	-	-	46,971
-	19	3,636	-	-	3,777
-	-	-	1,500	-	46,919
<u>1,400</u>	<u>46,990</u>	<u>3,636</u>	<u>1,500</u>	<u>490,009</u>	<u>643,415</u>
985	-	-	5,902	14,653	53,806
-	68,540	-	-	-	68,540
-	-	-	-	-	-
-	-	-	-	-	-
<u>985</u>	<u>68,540</u>	<u>-</u>	<u>5,902</u>	<u>14,653</u>	<u>122,346</u>
415	(21,550)	3,636	(4,402)	475,356	521,069
-	-	-	-	-	-
-	-	-	-	(475,000)	(584,475)
-	-	-	-	(475,000)	(584,475)
415	(21,550)	3,636	(4,402)	356	(63,406)
5,165	90,941	135,662	2,773	186,328	897,113
<u>\$ 5,580</u>	<u>\$ 69,391</u>	<u>\$ 139,298</u>	<u>\$ (1,629)</u>	<u>\$ 186,684</u>	<u>\$ 833,707</u>

OURAY COUNTY, COLORADO
CONSERVATION TRUST FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2011

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Intergovernmental	\$ 23,250	\$ 23,250	\$ 22,527	\$ (723)
Interest income	200	200	122	(78)
Total revenues	<u>23,450</u>	<u>23,450</u>	<u>22,649</u>	<u>(801)</u>
EXPENDITURES				
Recreation	-	-	-	-
Fairgrounds	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	23,450	23,450	22,649	(801)
OTHER FINANCING SOURCES (USES)				
Transfers In	16,550	16,550	-	
Transfers out	(40,000)	(40,000)	(9,475)	30,525
Net change to fund balance	-	-	13,174	29,724
Fund balance, January 1	76,912	76,912	93,462	16,550
Fund balance, December 31	<u>\$ 76,912</u>	<u>\$ 76,912</u>	<u>\$ 106,636</u>	<u>\$ 46,274</u>

OURAY COUNTY, COLORADO
CONTINGENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2011

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES	\$ -	\$ -	\$ -	\$ -
EXPENDITURES	-	-	-	-
Net change to fund balance	-	-	-	-
Fund balance, January 1	<u>174,881</u>	<u>174,881</u>	<u>174,881</u>	-
Fund balance, December 31	<u><u>\$ 174,881</u></u>	<u><u>\$ 174,881</u></u>	<u><u>\$ 174,881</u></u>	<u><u>\$ -</u></u>

OURAY COUNTY, COLORADO
FAIRGROUNDS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2011

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Miscellaneous	\$ -	\$ -	\$ -	\$ -
EXPENDITURES				
Recreation	-	-	-	-
Capital outlay (for recreation)	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Net change to fund balance	-	-	-	-
Fund balance, January 1	38,606	38,606	38,606	-
Fund balance, December 31	\$ 38,606	\$ 38,606	\$ 38,606	\$ -

OURAY COUNTY, COLORADO
SPECIAL GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2011

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Intergovernmental	\$ 31,812	\$ 31,812	\$ 31,812	\$ -
EXPENDITURES				
General Government	31,812	31,812	31,812	-
Total expenditures	31,812	31,812	31,812	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers out	-	-	-	-
Net change to fund balance	-	-	-	-
Fund balance, January 1	21,444	21,444	21,444	-
Fund balance, December 31	\$ 21,444	\$ 21,444	\$ 21,444	\$ -

OURAY COUNTY, COLORADO
ROAD AND BRIDGE IMPACT FEES
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2011

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Impact fees	\$ 30,000	\$ 30,000	\$ 45,419	\$ 15,419
EXPENDITURES				
General Government	450	454	454	-
Total expenditures	450	454	454	-
Excess (deficiency) of revenues over expenditures	29,550	29,546	44,965	15,419
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	
Transfers out	(100,000)	(100,000)	(100,000)	-
Net change to fund balance	(70,450)	(70,454)	(55,035)	15,419
Fund balance, January 1	77,400	77,400	147,851	70,451
Fund balance, December 31	\$ 6,950	\$ 6,946	\$ 92,816	\$ 85,870

OURAY COUNTY, COLORADO
E-911 AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2011

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Charges for services	\$ 45,000	\$ 45,000	\$ 46,971	\$ 1,971
Interest income	50	50	19	(31)
Total revenues	<u>45,050</u>	<u>45,050</u>	<u>46,990</u>	<u>1,940</u>
EXPENDITURES				
Public safety	70,000	70,000	68,540	1,460
Total expenditures	<u>70,000</u>	<u>70,000</u>	<u>68,540</u>	<u>1,460</u>
Net change to fund balance	(24,950)	(24,950)	(21,550)	3,400
Fund balance, January 1	70,000	70,000	90,941	20,941
Fund balance, December 31	<u>\$ 45,050</u>	<u>\$ 45,050</u>	<u>\$ 69,391</u>	<u>\$ 24,341</u>

OURAY COUNTY, COLORADO
SAMSON LAW FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2011

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
State revenues	\$ 3,030	\$ 3,030	\$ 1,400	\$ (1,630)
Total revenues	<u>3,030</u>	<u>3,030</u>	<u>1,400</u>	<u>(1,630)</u>
EXPENDITURES				
General government	3,030	3,030	985	2,045
Total expenditures	<u>3,030</u>	<u>3,030</u>	<u>985</u>	<u>2,045</u>
Net change to fund balance	-	-	415	415
Fund balance, January 1	5,165	5,165	5,165	-
Fund balance, December 31	<u>\$ 5,165</u>	<u>\$ 5,165</u>	<u>\$ 5,580</u>	<u>\$ 415</u>

OURAY COUNTY, COLORADO
ROAD AND BRIDGE 361 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2011

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest Earnings	\$ -	\$ -	\$ 3,636	\$ 3,636
EXPENDITURES	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers out	-	-	-	-
Net change to fund balance	-	-	3,636	3,636
Fund balance, January 1	135,662	135,662	135,662	-
Fund balance, December 31	<u>\$ 135,662</u>	<u>\$ 135,662</u>	<u>\$ 139,298</u>	<u>\$ 3,636</u>

OURAY COUNTY, COLORADO
PUBLIC ACCESS GROUP FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2011

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Grants	\$ 22,000	\$ 22,000	\$ -	\$ (22,000)
Miscellaneous	-	-	1,500	1,500
Total revenues	<u>22,000</u>	<u>22,000</u>	<u>1,500</u>	<u>(20,500)</u>
EXPENDITURES	<u>19,309</u>	<u>19,309</u>	<u>5,902</u>	<u>13,407</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change to fund balance	2,691	2,691	(4,402)	(7,093)
Fund balance, January 1	2,773	2,773	2,773	-
Fund balance, December 31	<u>\$ 5,464</u>	<u>\$ 5,464</u>	<u>\$ (1,629)</u>	<u>\$ (7,093)</u>

OURAY COUNTY, COLORADO
ROAD AND BRIDGE SALES TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2011

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Sales Taxes	\$ 515,000	\$ 515,000	\$ 490,009	\$ (24,991)
EXPENDITURES	40,000	40,000	14,653	25,347
OTHER FINANCING SOURCES (USES)				
Transfers out	(475,000)	(475,000)	(475,000)	-
Net change to fund balance	-	-	356	356
Fund balance, January 1	159,975	159,975	186,328	26,353
Fund balance, December 31	<u>\$ 159,975</u>	<u>\$ 159,975</u>	<u>\$ 186,684</u>	<u>\$ 26,709</u>

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

LOCAL HIGHWAY FINANCE REPORT	City or County: OURAY
	YEAR ENDING : December 2011

This Information From The Records Of (example - City of _ or County of _) OURAY COUNTY	Prepared By: CONNIE HUNT Phone: 970-325-7263
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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

ITEM	AMOUNT
A. Receipts from local sources:	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	290,915
3. Other local imposts (from page 2)	452,624
4. Miscellaneous local receipts (from page 2)	876,364
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	0
7. Total (1 through 6)	1,619,903
B. Private Contributions	
C. Receipts from State government (from page 2)	747,357
D. Receipts from Federal Government (from page 2)	0
E. Total receipts (A.7 + B + C + D)	2,367,260

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	256,523
2. Maintenance:	1,380,632
3. Road and street services:	
a. Traffic control operations	
b. Snow and ice removal	
c. Other	
d. Total (a. through c.)	0
4. General administration & miscellaneous	412,396
5. Highway law enforcement and safety	278,786
6. Total (1 through 5)	2,328,337
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
2. Notes:	
a. Interest	4,982
b. Redemption	68,938
c. Total (a. + b.)	73,920
3. Total (1.c + 2.c)	73,920
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total disbursements (A.6 + B.3 + C + D)	2,402,257

IV. LOCAL HIGHWAY DEBT STATUS
(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds (Refunding Portion)				
B. Notes (Total)				0

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	641,743	2,367,260	2,402,257		606,746

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2011

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	320,068	a. Interest on investments	1,500
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees	100,000	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses	14,760	f. Charges for Services	
5. Specific Ownership &/or Other	17,796	g. Other Misc. Receipts	
6. Total (1. through 5.)	132,556	h. Other	874,864
c. Total (a. + b.)	452,624	i. Total (a. through h.)	876,364
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	712,041	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	35,166	d. Federal Transit Admin	
d. Other (Specify) -State Wildlife	150	e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	35,316	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	747,357	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities		37,000	37,000
(2). Capacity Improvements			0
(3). System Preservation		219,523	219,523
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	256,523	256,523
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	256,523	256,523
			(Carry forward to page 1)

Notes and Comments: