

**Ouray County, Colorado
Financial Statements and
Independent Auditor's Report
as of
December 31, 2013**

Ouray County
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INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
Ouray County, Colorado

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Ouray County, Colorado, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Ouray County, Colorado, as of December 31, 2013, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3-14 and 41-45 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Ouray County, Colorado's basic financial statements. The combining and individual nonmajor fund financial statements, Schedule of revenues, expenditures and changes in fund balances and Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, Schedule of revenues, expenditures and changes in fund balances and Local Highway Finance Report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, Schedule of revenues, expenditures and changes in fund balances and Local Highway Finance Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Blair and Associates, P.C.

Cedaredge, Colorado
June 19, 2014

OURAY COUNTY
Management's Discussion and Analysis
Fiscal Year Ended December 31, 2013

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, 2013. 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 \$ 8,001,934 (i.e. net position) as of December 31, 2013, an increase of \$ 328,246 in comparison to the prior year.
- Governmental funds reported combined ending fund balances of \$ 3,576,144, an increase of \$ 447,211 in comparison with the prior year.
- The County's fund balance for the General Fund was \$ 1,053,657, an increase of \$ 132,166 in comparison to the prior year.
- Total long-term liabilities decreased by \$ 35,141 during the 2013 fiscal year, with new debt issued of \$ 24,350.
- General property tax, sales tax, and other tax totaled \$ 3,694,028, or 48% 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 position** presents information on all the County's assets, liabilities and deferred inflows of resources with the difference between assets and the other two being reported as net position. Over time, the increases or decreases in net position 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 position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses reported in this statement for 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 two categories: Governmental 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 Position

As noted previously, net position may serve over time as a useful indicator of the County’s financial position. For the year ended December 31, 2013, the County’s combined assets exceeded liabilities and deferred inflows of resources by \$8,001,934. Of this amount, \$3,175,628 is unrestricted and available to meet the County’s ongoing financial obligations.

By far the largest portion of net position is the investment in capital assets (net of related debt) of \$4,651,425 (58% of net position). 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 position for 2013:

	Governmental Activities	
	2013	2012
Assets		
Current and other assets	\$ 5,987,829	5,986,018
Capital assets	4,939,394	5,093,500
Total assets	\$ 10,927,223	\$ 11,079,518
Current Liabilities	\$ 384,098	\$ 408,561
Non-current liabilities		
Compensated absences	225,635	167,217
Loans payable	287,969	381,529
Total liabilities	897,702	957,307
Deferred inflows of resources		
Deferred property tax revenue	2,027,587	2,448,523
Net Position		
Investment in capital assets, net of related debt	4,651,425	4,671,684
Restricted	174,881	174,881
Unrestricted	3,175,628	2,827,123
Total net position	\$ 8,001,934	\$ 7,673,688

An additional portion of net position, \$174,881, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, \$ 3,175,628 (40% of net position), may be used to meet the government’s ongoing obligations to citizens and creditors.

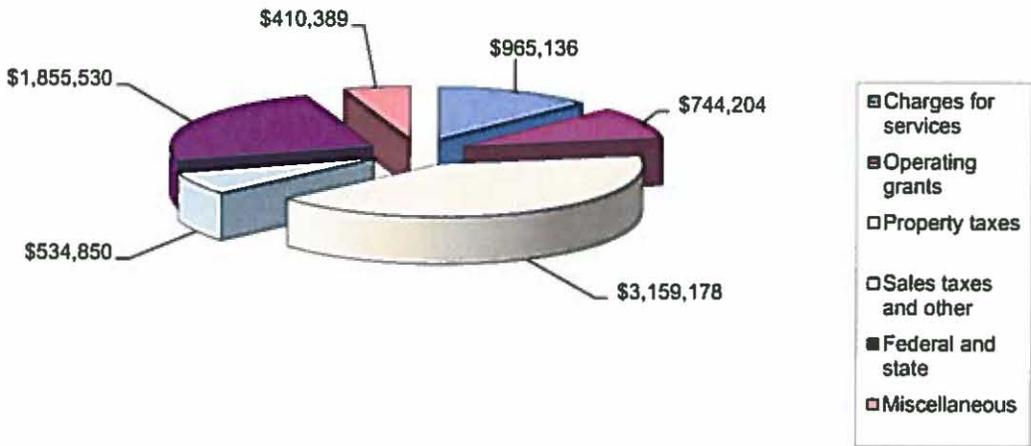
Change in Net Position

Governmental activities increase the County's net position by \$328,426 in 2013.

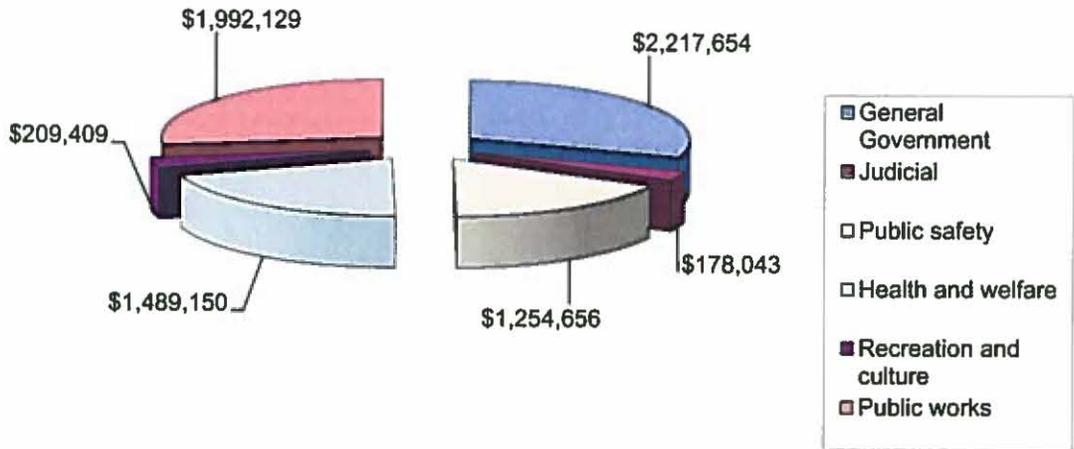
	Governmental Activities	
	2013	2012
Revenues		
Program revenues		
Charges for services	\$ 965,136	\$ 825,846
Operating grants	744,204	754,883
General Revenues		
Property taxes	3,159,178	3,066,632
Sales taxes and other	534,850	513,522
Federal and state	1,855,530	1,814,342
Miscellaneous	410,389	463,701
Totals	<u>7,669,287</u>	<u>7,438,926</u>
Expenses		
General Government	2,217,654	2,107,793
Judicial	178,043	199,611
Public safety	1,254,656	1,181,149
Health and welfare	1,489,150	1,503,368
Recreation and culture	209,409	207,984
Public works	1,992,129	1,999,256
Total Expenses	<u>7,341,041</u>	<u>7,199,161</u>
Increase in net assets	328,246	239,765
Prior period adjustment	-	-
Beginning	7,673,688	7,433,923
Ending	<u>\$ 8,001,934</u>	<u>\$ 7,673,688</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 2013, the County's governmental funds reported combined ending fund balances of \$ 3,576,144, an increase of \$ 447,211 in comparison with the prior year. Of the combined ending fund balances for all governmental funds 41% of this total amount, \$ 1,449,102, 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 2013, unassigned fund balance of the General Fund was \$ 949,281. 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 \$ 132,166 during 2013.

GENERAL FUND BUDGETARY HIGHLIGHTS

The County budgeted \$ 3,662,452 for 2013 expenditures. Actual expenditures were \$ 3,394,663.

CAPITAL ASSET AND DEBT ADMINISTRATION

The County's investment in capital assets for its governmental activities as of December 31, 2013, was \$ 4,939,394. 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, 2013, the County had long-term debt as follows:

Governmental Activities	Balance 1/1/2013	Additions	Reductions	Balance 12/31/2013	Due Within One Year
Capital leases					
2008 Toyotal FJ Cruiser	5,266	-	(5,266)	-	-
Boiler	140,441	-	(17,513)	122,928	18,301
2009 Ambulance	26,673	-	(26,673)	-	-
2009 Silverado Pickup	5,461	-	(5,461)	-	-
Various heavy equipment	179,652	-	(57,602)	122,050	59,855
2012 Chevy Tahoe	24,035	-	(5,394)	18,641	5,913
2013 Chevy Tahoe	-	24,350	-	24,350	5,477
Total	\$ 381,528	\$ 24,350	\$ (117,909)	\$ 287,969	\$ 89,546

ECONOMIC FACTORS AND FUTURE YEAR'S BUDGET

Service Levels:

The 2014 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 and expenditures on the 2014 budget. Budgets for calendar years 2009 through 2014 were developed using a conservative approach and necessary adjustments were made to departmental operating budgets to create departmental efficiencies under a reduced revenue umbrella.

Commencing in January, 2014, Ouray County will provide the same outstanding public services and efficient operations under a reduced work week strategy. This means that Ouray County offices will be open on Monday through Thursday of each week with the exception of holidays that may occur within a work week. Ouray County citizens may expect to continue to receive exemplary customer service provision during a 36-hour, four-day work week. The Department of Social Services, which receives approximately 80% of its revenue from the State and Federal governments, will continue to be open 5-days per week.

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.
2. Budgeted revenues for 2014 are based in part on projected 2013 revenues, taking into consideration potential reductions or increases 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 reflected a 13.39% decrease in property tax revenue. A revenue decrease of 370,520 was experience in 2012 affecting all funds supported by a County mill levy.
5. The 2014 Budget reflects a 16.36% decrease in property tax revenue from 2013 to 2014. This is a revenue reduction of \$394,806 compared to prior year's property tax revenue and affects all funds supported by a County mill levy.
6. The impact of property tax revenue declines that occurred in 2012 combined with 2014 constitutes a total property tax revenue decline of 29.75% over a three-year period totaling \$765,326.
7. Estimated revenue for the 2014 Ouray County Budget inclusive of all funds is 13% higher than 2013 budgeted revenues. This is an increase in revenue of \$1,288,477 over prior year's revenue and is primarily a result of three grant-funded capital projects. These projects are:
 - 1) Fairgrounds Grandstands project in the amount of \$602,806,
 - 2) County Road 361 improvements in the amount of \$794,971, and
 - 3) Ouray County 4-H Event Center Improvements and repair work in the amount of \$157,224.

Total project revenue equals \$1,555,001. If these project revenues were not included in the 2014 budget, the entire Ouray County 2014 budgeted revenue would be reduced by 15.73%.

8. A close watch will be kept on State and Federal revenue sources most especially funding such as Payments-in-Lieu-of-Taxes (PILT) with regard to future funding availability.

Expenditure Calculations:

Expenditure calculations are arrived upon 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 / compensation requests. In addition to 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 has been challenging due to the economic downturn. The creation of the 2015 budget will require additional financial analysis in order to find a way to provide cost of living adjustments to Ouray County employees.

Ouray County employees have not received an increase in five years and are currently working a reduced work week reflective of reduced compensation due to the significant decrease in property tax revenue experienced in 2012 and again in 2014.

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.
The net assessed property valuation for budget year 2013 was \$183,823,010.
The net assessed property valuation for budget year 2014 was \$153,744,860.
The preliminary assessed property valuation for budget year 2015 is estimated to be \$154,752,480.

Property valuations have been declining causing significant reductions in property tax revenue for budget year 2012 and 2014, which together illustrates a total property tax reduction of 29.75%.

Ouray County Mill Levies:

2013 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>.194</u>
Total 2013 Mill Levy	<u>13.320</u>

2014 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>.062</u>
Total 2014 Mill Levy:	<u>13.188</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 each year from 2005 to 2013 as a result of performance evaluations. This practice is being continued for the 2014 budget year.

Through adoption of Resolution 2010-048, the Board will be continuing its practice of evaluating vacated positions for 2014 and annually thereafter that may arise as a result of resignation or termination in order to determine if the 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. The Board believes that it is a good fiscal and organizational policy to evaluate positions as they are vacated to examine such factors as funding; to determine if the position is an essential position to the organization for various reasons such as health, safety and welfare; and to consider opportunities for 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. (CTSI) for the provision of employee health insurance. Premium rates were maintained at the same level for 2010 and 2009; however, premium rates reflected an 8% increase in 2011, a 4% increase in 2012, and a 1% decrease in 2013.

For the 2014 budget year, premiums rates were slated to increase by 9%. This increase was due in part to the changes created by the Health Care Reform Act. Upon evaluation of alternative plans, the Board of County Commissioners determined that it could fund a similar health care plan with higher out-of-pocket and deductible amounts, and offer employees the opportunity to buy up to a plan with lesser out-of-pocket and deductible amounts as a payroll deduction. The savings derived from the change in employee health care plans totaled \$28,884. 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.

After fully examining the County’s budget and the fact that the County implemented a reduced work week in 2014, it was clear that the County would be unable to offer a cost of living adjustment (COLA) to its employees in 2014. This is the fifth year of no COLAs as this same practice was followed in 2010, 2011, 2012 and 2013.

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
- 2013: 0.0% COLA, with no adjustment to the salary matrix
- 2014: 0.0% COLA, with no adjustment to the salary matrix

Contributions to Outside Agencies and Programs:

Funding contribution requests in the General Fund were reduced for the 2014 budget year as listed below. Funding has been allocated for continued support of the backcountry ranger patrol for the high mountain roads and for waste management in the Canyon Creek area. The ranger position is instrumental in the summer months for educating the recreating public, and for promoting safety on the high mountain roads. Ouray County has appropriated funding to support the ranger position in a line-item entitled “High Country Rec. Support.”

	<u>2013 Budget</u>	<u>2014 Budget</u>
Ouray Historical Society	\$ 200.00	\$ 200.00
Ridgway Railroad Museum	\$ 100.00	\$ 100.00
Public Lands Partnership	\$ 1,000.00	\$ 100.00
Tri-County Water Cons. Dist.	\$ 100.00	\$ -0-
Fair Board	\$ 3,000.00	\$ 3,000.00
High Country Rec. Support	\$ 4,000.00	\$ 2,800.00
Second Chance Humane Society	\$ 100.00	\$ -0-
* Voyager Program	\$ 500.00	\$ -0-
Total	\$ 9,000.00	\$ 6,200.00

* Funding for the Voyager Youth Program is appropriated in the 2014 Social Services budget in the amount of \$2,500.

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 2014 General Fund (Fund 020) capital expenditures consists primarily of lease purchase payments for Sheriff’s Department vehicles, a Weed Department vehicle, and for the Courthouse boiler.

In addition, there are capital project expenditures in the Capital 595 department for fairgrounds improvements to the Ouray County 4-H Event Center facility by a Department of Local Affairs (DOLA) grant and Conservation Trust Fund grant; and for the Grandstands Replacement Project funded by Great Outdoors Colorado (GOCO), El Pomar Foundation, Conservation Trust Fund dollars, Fairgrounds Fund dollars, and County cash and donations.

The 2014 Road and Bridge Fund (Fund 040) capital expenditures consists of lease purchase payments for heavy equipment and vehicles and for a capital road repair to County Road 361. The County Road 361 project was awarded funding from the Colorado Division of Parks and Wildlife (CPW), Trails Grant Program, and also funded by a grant from the Department of Local Affairs (DOLA). The County Road 361 project will commence in September of 2014.

The 2014 EMS Fund (Fund 800) capital expenditures consist of a purchase of a quick response vehicle funded by a grant at 50%.

2014 Capital Budget Purchases and Improvements:

General Fund Capital: (020 - 195, 295, 395, 495, 595 and departments 121 and 133)

The General Fund Capital Purchases and Improvements consist of capital purchases, lease purchases, capital projects and purchase of service items totaling \$847,650.

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

<u>Fund & Department</u>	<u>Description</u>	<u>Amount</u>
	<u>Existing Lease Purchases</u>	
020-195	Weed Department Vehicle	\$ 5,654
020-195	Courthouse ESCO – Boiler	\$ 23,833
020-295	Sheriff's Department Vehicle Payments	\$ 19,347
	<u>New Lease Purchases</u>	
020-295	Sheriff's Office New Vehicle Payment plus equipment (estimated)	\$ 8,100
020-121	Treasurer - Eagle Software Upgrade: (5-yr Lease Purchase)	\$ 17,485
020-133	Clerk and Recorder - Software Upgrade: (5-yr Lease Purchase)	<u>\$ 13,200</u>
	Subtotal:	\$ 87,619
020-595	<u>Capital Improvement Project – Fairgrounds</u> Ouray County 4-H Event Center (OC4HEC): (Funded by Energy and Mineral Impact Assistance Grant dollars and County Conservation Trust Fund dollars.)	
	• Roof Replacement and Energy Improvement Upgrades Project – OC4HEC:	\$157,224
020-595	<u>Capital Improvements Project – Fairgrounds</u> Grandstands: (Funded by GOCO Grant dollars, El Pomar Foundation Grant dollars, County dollars and Fairgrounds Fund dollars.)	<u>\$602,807</u>
	Subtotal:	\$760,031
	Total General Fund Capital:	<u>\$847,650</u>

Road and Bridge Fund Capital: (040 - 895)

The Road and Bridge Fund Capital Purchases and Improvements consist of lease purchase payments for equipment and vehicles, and for a capital project totaling \$891,439.

Capital Purchase and Lease Purchase items include:

<u>Fund & Department</u>	<u>Description</u>	<u>Amount</u>
	<u>Existing Lease Purchases</u>	
040-895	2011 Chevy Crew Cab, Used Pneumatic Roller, and 2012 Kenworth T800 Tractor	\$ 53,318

040-895	<u>New Lease Purchase</u>	
	Motor Grader Lease Purchase	<u>\$ 43,150</u>
	<i>(A \$61,397 down payment has also been appropriated in the Road and Bridge Capital 895 budget, line-item 895-7643.)</i>	
	Subtotal:	\$ 96,468
040-895	<u>Capital Improvement Project - County Road 361</u>	
	Road Repair and Improvement Project	<u>\$794,971</u>
	<i>(Funded by Energy and Mineral Impact Fund dollars, State Off Highway Vehicle Grant dollars and County dollars.)</i>	
	Subtotal:	\$794,971
	Total Road and Bridge Fund Capital:	<u>\$891,439</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 2014, \$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 and assist with capital purchases and leases. However, the reduction in property tax revenue in 2012 and now in 2014 counteracts some of this revenue coupled by increases in operating costs (i.e. materials, repairs, parts, etc.). The amounts utilized for 2009, 2010, 2011, 2012, 2013 and 2014 from the Road and Bridge Sales Tax Fund are as follows:

2009	2010	2011	2012	2013	2014
\$299,397	\$435,000	\$475,000	\$475,000	\$475,000	\$505,470

Pursuant to Resolution 2009-053, the Board of County Commissioners has committed to providing the equivalent of 1 mill to the Road and Bridge Fund from monies received by Ouray County from the federal government known as Payments-in-Lieu-of-Taxes ("PILT") as follows:

2010	2011	2012	2013	2014
\$210,537	\$210,537	\$182,654	\$195,002	\$187,744.86

Additional funding above the 1 mill equivalent was allocated by the Board of County Commissioners from PILT for budget year's 2013 and 2014.

EMS Fund Capital: (800-295)

The EMS Fund Capital Purchases and Improvements consist of the purchase of a quick response vehicle funded by a grant at 50% for a total of \$37,520.

Capital Lease Purchase items include:

<u>Department & Fund</u>	<u>Description</u>	<u>Amount</u>
	<u>New Purchase</u>	
800-295	Quick Response Vehicle	
	<i>(Grant funded – 50%)</i>	
	Subtotal:	<u>\$ 37,520</u>
	Total EMS Fund Capital:	<u>\$ 37,520</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.

Social Services Fund (050):

The Social Services Budget has increased slightly for 2014. Due to economic conditions, the department has seen increased human services needs over the past few years. The department continues to provide much-needed services to the community 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, 2011, 2012 and 2013, the fund was utilized for grants benefitting the Voyager Youth Program. For the 2014 budget year, the Special Grant Fund will not be utilized for the administration of the Voyager Youth Program grant. The Voyager Youth program is seeking grants through alternative sources that do not require a government sponsor.

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 transfer of all future financial and maintenance responsibilities associated with SH 361, and Ouray County agreed to accept SH 361 onto their 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 the remaining dollars were placed in a newly designated County fund entitled the Highway 361 Fund (fund number 760). There is approximately \$120,000 currently in the Highway 361 Fund. A portion of this amount (\$23,134) has been appropriated in the 2014 budget to be used to repair a portion of County Road 361.

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 successfully completed a project funded by a State of Colorado Trails Grant. A project coordinator, contracted by the County, worked diligently with PAG members, the Board of County Commissioners, Staff and the public to complete the scope of work by June, 30, 2012. Approximately \$4,500 remains in the PAG Fund. There are not any revenues or expenditures planned for the 2014 budget year.

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 a 1% sales tax passed exclusively for Road and Bridge by the electorate in the 2008 General Election. Dollars derived from the collections of Road and Bridge Sales Tax is placed in the Road and Bridge Sales Tax Fund for efficiency of use, tracking and accountability. An estimated \$525,000 has been appropriated in the 2014 Road and Bridge Sales Tax Fund to be collected in 2014. 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 2014 budget, \$505,470 has been appropriated by the Board for transfer to the Road and Bridge Fund to help offset the cost of providing services including personnel, funding capital purchases and leases, crushing 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 57.27% 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 community 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."

2014 Budget Summary Conclusion:

The Board of County Commissioners and the County Administrator will continue to administer the County Budget using a conservative approach. Adequate operational 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 Ouray County. This "De-Brucing" action has been crucial to the County's continued provision of essential public services.

Commencing in 2014, service levels were reduced as a result of property tax revenue declines. This impact will require Ouray County to reduce the number of workdays within a work week in order to provide public services within its budgetary boundaries. Citizens, visitors and companies conducting business with Ouray County may continue to do so under a reduced work week umbrella.

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 to county government in order to maintain mandated and essential county services. Some examples of improved operations, services and efficiencies are listed below:

- Reduction of budget for inmate housing expenditures,
- Reorganization of Information Technology Department based upon and I.T. audit,
- Sought Requests for Proposals for internet and telephone services that cut the expenditures in half and created efficiencies and budget reductions,
- Worked with an Energy Service Company (ESCO) to develop and implement a replacement heating system for the 1888 Courthouse. A new energy efficient boiler was installed that operates using natural gas. This boiler was also installed to operate using geothermal energy when it may become available. The new boiler provides even heat throughout the courthouse and operates more efficiently generating annual cost savings,
- Inserted storm windows in offices located on the north side of the courthouse facility to improve insulation and reduce heat loss, thus producing cost savings,
- Applied for and were successfully awarded a total of \$1.5 million in grant funding for 1) Fairgrounds Grandstands Replacement Project, 2) Ouray County 4-H Event Center Roofing and HVAC improvements and 3) County Road 361 repairs and improvements project. The 2014 Budget includes both the revenues and expenditures.
- Prepared a Request for Proposal and entered into a contract with Management of America to prepare annual cost allocation plans to reflect the actual cost of doing business.
- Applied for a TIGER VI grant in the amount of \$9.8 million dollars for improvements to County Road 1. Award is pending with results to be provided in September 2014.

Connie J. Hunt
County Administrator

OURAY COUNTY, COLORADO
STATEMENT OF NET POSITION
December 31, 2013

	Governmental Activities
ASSETS	
Cash and cash equivalents	\$ 3,577,267
Restricted cash	106,939
Property taxes receivable	2,027,587
Accrued interest receivable	275
Accounts receivable	112,841
Due from other governmental units	134,791
Inventories	28,129
Capital assets, net	<u>4,939,394</u>
Total assets	<u>10,927,223</u>
LIABILITIES	
Accounts payable	373,208
Due to other governmental units	10,890
Long-term liabilities	
Due more than one year:	
Leases payable	287,969
Compensated absences	<u>225,635</u>
Total liabilities	<u>897,702</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred property taxes	<u>2,027,587</u>
NET POSITION	
Invested in capital assets	4,651,425
Restricted for:	
Emergencies	174,881
Unrestricted	<u>3,175,628</u>
Total net position	<u>\$ 8,001,934</u>

See accompanying notes to the basic financial statements

OURAY COUNTY, COLORADO
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2013

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue
		Charges for Service and Fees	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government
Primary government:					
Governmental activities:					
General government	\$ 2,217,654	\$ 539,920	\$ -	\$ -	\$ (1,677,734)
Judicial	178,043	-	-	-	(178,043)
Public Safety	1,254,656	214,269	-	-	(1,040,387)
Health and welfare	1,489,150	-	-	-	(1,489,150)
Recreation and culture	209,409	-	25,047	-	(184,362)
Public Works	1,992,129	210,947	719,157	-	(1,062,025)
Total governmental activities	\$ 7,341,041	\$ 965,136	\$ 744,204	\$ -	(5,631,701)

General Revenues

Taxes:

Property taxes	3,159,178
Sales taxes and miscellaneous	534,850
Federal and state	1,855,530
Miscellaneous	410,389
Total General Revenues	<u>5,959,947</u>

Changes in Net Position

Net Position-January 1	7,673,688
Net Position-December 31	<u><u>\$ 8,001,934</u></u>

See accompanying notes to the basic financial statements

OURAY COUNTY, COLORADO
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2013

	<u>General Fund</u>	<u>Road and Bridge</u>	<u>Social Services Fund</u>
ASSETS			
Cash and cash equivalents	\$ 1,093,116	\$ 513,126	\$ 265,021
Restricted Cash	104,376	-	2,563
Property taxes receivable	1,401,692	231,694	85,328
Accrued interest receivable	275	-	-
Accounts receivable	-	-	89,540
Due from other governmental	29,266	39,668	36,591
Due from other funds	4,210	-	-
Inventories	-	28,129	-
Total assets	<u>\$ 2,632,935</u>	<u>\$ 812,617</u>	<u>\$ 479,043</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 177,586	\$ 48,763	\$ 93,487
Due to other funds	-	4,210	-
Due to other governmental units	-	-	10,890
Total liabilities	<u>177,586</u>	<u>52,973</u>	<u>104,377</u>
Deferred inflow of resources			
Deferred property taxes	<u>1,401,692</u>	<u>231,694</u>	<u>85,328</u>
Fund balances:			
Nonspendable			
Inventory	-	28,129	-
Trust accounts	-	-	2,563
Restricted for			
Emergency reserve	-	-	-
Road 361	-	-	-
Parks and recreation	-	-	-
Other purposes	104,376	-	-
Committed			
Road Improvements	-	-	-
E-911	-	-	-
Health and welfare	-	-	286,775
Public safety	-	-	-
Other purposes	-	-	-
Assigned			
Fairgrounds	-	-	-
Other grant projects	-	-	-
Unassigned	949,281	499,821	-
Total fund balances	<u>1,053,657</u>	<u>527,950</u>	<u>289,338</u>
Total liabilities, deferred inflow of resources and fund balances	<u>\$ 2,632,935</u>	<u>\$ 812,617</u>	<u>\$ 479,043</u>

See accompanying notes to the basic financial statements

Emergency Medical Services	Public Health Fund	Other Governmental Funds	Total Governmental Funds
\$ 647,549	\$ 98,380	\$ 960,075	\$ 3,577,267
-	-	-	106,939
308,873	-	-	2,027,587
-	-	-	275
23,301	-	-	112,841
-	-	29,266	134,791
-	-	-	4,210
-	-	-	28,129
<u>\$ 979,723</u>	<u>\$ 98,380</u>	<u>\$ 989,341</u>	<u>\$ 5,992,039</u>
\$ 24,663	\$ 16,530	\$ 12,179	\$ 373,208
-	-	-	4,210
-	-	-	10,890
<u>24,663</u>	<u>16,530</u>	<u>12,179</u>	<u>388,308</u>
<u>308,873</u>	<u>-</u>	<u>-</u>	<u>2,027,587</u>
-	-	-	28,129
-	-	-	2,563
-	-	174,881	174,881
-	-	103,965	103,965
-	-	142,369	142,369
-	-	-	104,376
-	-	391,980	391,980
-	-	82,018	82,018
-	81,850	-	368,625
646,187	-	21,461	667,648
-	-	-	-
-	-	41,921	41,921
-	-	18,567	18,567
-	-	-	1,449,102
<u>646,187</u>	<u>81,850</u>	<u>977,162</u>	<u>3,576,144</u>
<u>\$ 979,723</u>	<u>\$ 98,380</u>	<u>\$ 989,341</u>	<u>\$ 5,992,039</u>

See accompanying notes to the basic financial statements

OURAY COUNTY, COLORADO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO THE STATEMENT OF NET POSITION
December 31, 2013

Total governmental fund balances	\$ 3,576,144
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.	4,939,394
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	(225,635)
Leases payable	(287,969)
	<hr/>
Net position of governmental activities	<u><u>\$ 8,001,934</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, 2013

	<u>General Fund</u>	<u>Road and Bridge</u>	<u>Social Services Fund</u>
REVENUES			
Property Taxes	\$ 1,816,101	\$ 299,599	\$ 110,230
Sales Taxes	534,850	-	-
Intergovernmental	382,921	950,125	1,104,739
Licenses and permits	174,869	6,955	-
Charges for services	51,459	-	-
Fees, fines and forfeits	499,892	17,692	-
Miscellaneous	57,799	192,860	189
Total revenues	<u>3,517,891</u>	<u>1,467,231</u>	<u>1,215,158</u>
EXPENDITURES			
Current:			
General government	1,918,529	-	-
Judicial	178,043	-	-
Public safety	677,547	-	-
Health and welfare	38,362	-	1,192,180
Recreation and culture	190,315	-	-
Public Works	109,301	1,798,084	-
Debt Service	47,489	53,318	-
Capital outlay	86,773	156	-
Total expenditures	<u>3,246,359</u>	<u>1,851,558</u>	<u>1,192,180</u>
Excess (deficiency) of revenues over expenditures	<u>271,532</u>	<u>(384,327)</u>	<u>22,978</u>
OTHER FINANCING SOURCES (USES)			
Loan Proceeds	24,350	-	-
Transfers in	8,938	502,594	-
Transfers out	(172,654)	-	-
Total other financing sources (uses)	<u>(139,366)</u>	<u>502,594</u>	<u>-</u>
Net change to fund balance	132,166	118,267	22,978
Fund balance, January 1	921,491	409,683	266,360
Fund balance, December 31	<u>\$ 1,053,657</u>	<u>\$ 527,950</u>	<u>\$ 289,338</u>

See accompanying notes to the basic financial statements

Emergency Medical Services	Public Health Fund	Other Governmental Funds	Total Governmental Funds
\$ 399,361	\$ -	\$ 533,887	\$ 3,159,178
-	-	-	534,850
17,510	48,376	96,063	2,599,734
-	-	-	181,824
161,444	-	52,825	265,728
-	-	-	517,584
5,362	84,295	69,884	410,389
<u>583,677</u>	<u>132,671</u>	<u>752,659</u>	<u>7,669,287</u>
-	-	126,726	2,045,255
-	-	-	178,043
485,680	-	30,775	1,194,002
-	258,608	-	1,489,150
-	-	-	190,315
-	-	-	1,907,385
27,607	-	-	128,414
26,933	-	-	113,862
<u>540,220</u>	<u>258,608</u>	<u>157,501</u>	<u>7,246,426</u>
<u>43,457</u>	<u>(125,937)</u>	<u>595,158</u>	<u>422,861</u>
-	-	-	24,350
-	172,654	-	684,186
-	-	(511,532)	(684,186)
<u>-</u>	<u>172,654</u>	<u>(511,532)</u>	<u>24,350</u>
43,457	46,717	83,626	447,211
602,730	35,133	893,536	3,128,933
<u>\$ 646,187</u>	<u>\$ 81,850</u>	<u>\$ 977,162</u>	<u>\$ 3,576,144</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, 2013

Net change in fund balances - total governmental funds **\$ 447,211**

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 depreciation exceeded capital assets in the current period.

Fixed assets current additions	\$ 59,396	
Depreciation expense	(213,502)	
Excess of capital outlay over depreciation	(154,106)	(154,106)

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	\$ (24,350)	
Increase in accrued vacation and sick leave	(58,418)	
Principal payment on long-term debt	117,909	35,141

Change in net position of governmental funds **\$ 328,246**

See accompanying notes to the basic financial statements

OURAY COUNTY, COLORADO
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
December 31, 2013

	<u>Treasurer's Agency Fund</u>
Cash and investments	<u>\$ 307,770</u>
Due to other governments	<u>\$ 307,770</u>

See accompanying notes to the basic financial statements

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2013

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 4,000. 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 position 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*.

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.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2013

Note 1 – Summary of Significant Accounting Policies (continued)

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.

Deferred Outflows / Inflows of Resources

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

Deferred Outflows / Inflows of Resources

In addition to liabilities, the statement of net position will sometimes report a separate section of deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and will not be recognize as an inflow of resources (revenue) until that time. Property taxes revenue that are related to a future period have been recorded as deferred inflows. Grants and entitlements received before eligibility requirements are met (e.g., cash advances) are recorded as deferred inflows. These amounts are deferred and will be recognized as an inflow of resources in the period that the amounts become available.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2013

Note 1 – Summary of Significant Accounting Policies (continued)

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

(continued)

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.
- 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 Fund* 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 Fund* 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.

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.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2013

Note 1 – Summary of Significant Accounting Policies (continued)

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

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.

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.

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 2013 for collection in 2014 are recorded in governmental funds as taxes receivable and deferred inflow of resources as of December 31, 2013 since the amount is measurable but not available until 2014. An allowance for uncollectible taxes is not provided as the uncollectible amounts were determined to be negligible based upon an analysis of historical trends.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2013

Note 1 – Summary of Significant Accounting Policies (continued)

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

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 position” column. Any residual balances outstanding between “discrete presented component units” and the “primary government” are reported on a separate line.

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 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

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2013

Note 1 – Summary of Significant Accounting Policies (continued)

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

6. Capital Assets (continued)

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.

7. Future Compensated Absences

The personnel rules policy manual state that all vacation may accrue up to 200 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 480 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, 2012 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 County 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;

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2013

Note 1 – Summary of Significant Accounting Policies (continued)

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

9. Fund Equity (continued)

- 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.

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

10. Net Position

Net position represents the difference between assets, liabilities and deferred inflows. Net position invested in capital assets, consists of capital assets, net of accumulated depreciation. Net position is reported as restricted when there are constraints placed on their use either by law through constitutional provisions or enabling legislation or through restrictions externally imposed by creditors, grantors, laws, or regulations of other governments.

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.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2013

Note 1 – Summary of Significant Accounting Policies (continued)

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

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 2013, 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.

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 statutes 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 balance.

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.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2013

Note 3- Cash and Investments (continued)

A. Deposits (continued)

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 \$ 2,356,483 and the bank balance was \$ 2,344,526. Of the bank balance \$ 526,869 was covered by FDIC insurance. The remaining \$ 1,817,657 was collateralized under the above referenced statute.

B. Investments

Colorado statutes 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.

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.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2013

Note 3- Cash and Investments (continued)

B. Investments (continued)

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

Description	Cost
Cash on hand	\$ 400
Demand deposits	1,675,097
Colotrust	1,566,338
Certificates of deposit and savings	765,967
Outstanding Warrants – Social Services	(15,826)
Total	\$ 3,991,976

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, 2013 were as follows:

Fund	Inter-fund Receivable	Inter-fund Payable
General Fund	\$ 4,210	-
Road and Bridge	-	\$4,210

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)
General	\$ 8,938	\$ 172,654
Road and Bridge	\$ 502,594	
Public Health	\$ 172,654	
Road and Bridge Impact		\$ 27,594
Road and Bridge Sales Tax		\$ 475,000
Conservation Trust		\$ 8,938

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

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2013

Note 5- Capital Assets

	Balance 1/1/2013	Additions	Dispositions	Balance 12/31/2013
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 631,934	\$ -	\$ -	\$ 631,934
Land improvements	741,070	-	-	741,070
Infrastructure	565,316	-	-	565,316
	<u>1,938,320</u>	<u>-</u>	<u>-</u>	<u>1,938,320</u>
Capital assets being depreciated				
Buildings and improvements	2,989,173	-	-	2,989,173
Equipment and furniture	3,860,237	59,396	-	3,919,633
	<u>6,849,410</u>	<u>59,396</u>	<u>-</u>	<u>6,908,806</u>
Less accumulated depreciation				
Buildings and improvements	(819,208)	(60,537)		(879,745)
Equipment and furniture	(2,875,022)	(152,965)		(3,027,987)
	<u>(3,694,230)</u>	<u>(213,502)</u>	<u>-</u>	<u>(3,907,732)</u>
Capital assets being depreciated, net	<u>3,155,180</u>	<u>(154,106)</u>	<u>-</u>	<u>3,001,074</u>
Total governmental Activities capital assets	<u>\$ 5,093,500</u>	<u>\$ (154,106)</u>	<u>\$ -</u>	<u>\$ 4,939,394</u>

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

Governmental activities:

General government	\$ 58,799
Public safety	58,268
Public works	77,341
Culture and Recreation	19,094
<u>Total depreciation -governmental activities</u>	<u>\$ 213,502</u>

Note 6- Long-Term Liabilities

Long-term obligations

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

Boiler \$ 190,636 due in ten annual payments of \$ 23,832.95, including interest at 4.5% beginning July 15, 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, 2013

Note 6- Long-Term Liabilities (continued)

2012 Chevy Tahoe 4X4 \$24,035, due in 4 payments of \$6,845.57, including interest at 5.0% beginning August 15, 2013.

2013 Chevy Tahoe \$24,350, due in 4 payments of \$6,846.63, including interest at 4.50% beginning on August 15, 2014.

Boiler

	Principal	Interest	Total
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>\$ 122,928</u>	<u>\$ 20,070</u>	<u>\$ 142,998</u>

Various heavy equipment

	Principal	Interest	Total
2014	\$ 59,855	\$ 4,772	\$ 64,627
2015	62,195	2,432	64,627
Total	<u>\$ 122,050</u>	<u>\$ 7,204</u>	<u>\$ 129,254</u>

2012 Chevy Tahoe 4X4

	Principal	Interest	Total
2014	\$ 5,913	\$ 933	\$ 6,846
2015	6,209	637	6,846
2016	6,519	327	6,846
Total	<u>\$ 18,641</u>	<u>\$ 1,897</u>	<u>\$ 20,538</u>

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2013

Note 6- Long-Term Liabilities (continued)

2013 Chevy Tahoe 4X4

	Principal	Interest	Total
2014	\$ 5,477	\$ 1,370	\$ 6,847
2015	6,026	821	6,847
2016	6,286	561	6,847
2017	6,561	285	6,846
Total	<u>\$ 24,350</u>	<u>\$ 3,037</u>	<u>\$ 27,387</u>

The following is a summary of capitalized leases for the year ended December 31, 2013

	Balance 1/1/2013	Additions	Reductions	Balance 12/31/2013	Due Within One Year
Governmental Activities					
Capital leases					
2008 Toyota FJ Cruiser	\$ 5,266	\$ -	\$ (5,266)	\$ -	\$ -
Boiler	140,441	-	(17,513)	122,928	18,301
2009 Ambulance	26,673	-	(26,673)	-	-
2009 Silverado Pickup	5,461	-	(5,461)	-	-
Various heavy equipment	179,652	-	(57,602)	122,050	59,855
2012 Chevy Tahoe	24,035	-	(5,394)	18,641	5,913
2013 Chevy Tahoe	-	24,350	-	24,350	5,477
Total	<u>\$ 381,528</u>	<u>\$ 24,350</u>	<u>\$ (117,909)</u>	<u>\$ 287,969</u>	<u>\$ 89,546</u>

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, Colorado
Notes to Basic Financial Statements
December 31, 2013

Note 7- Retirement 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 \$ 2,850,962 in 2013. The total payroll covered by the pension plan was \$ 2,621,080 in 2013. The total contribution paid was \$ 286,548 in 2013 (12 % of covered payroll), \$ 155,494 by the employees and \$ 131,054 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, 2013

Note 9- Noncash Program Activity

Schedule of EBT Authorizations, Warrant Expenditures and Total Expenditures
For the Year Ended December 31, 2013

Ouray County Department of Social Services
Expenditure/Revenue Report
For the Year Ended December 2013

	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	\$ 19,343.43	\$ (30,331.57)	\$ 18,904.68	\$ 38,248.11	\$ 7,916.54
Child Care	34,790.35	(34,502.59)	4,951.69	39,742.04	5,239.45
Child Welfare	3,728.98	(143,280.24)	172,604.99	176,333.97	33,053.73
Administration	-	(80,784.25)	102,973.50	102,973.50	22,189.25
CORE Services	-	(268,677.18)	268,693.16	268,693.16	15.98
IV-D Administration	-	(4,156.64)	4,851.26	4,851.26	694.62
Aid to Needy Disabled	9,550.85	(7,640.68)	-	9,550.85	1,910.17
Old Age Pension	63,290.96	(65,227.12)	1,936.16	65,227.12	-
Home Care Allowance	9,042.00	(8,589.90)	-	9,042.00	452.10
LEAP	46,380.35	(50,119.81)	3,739.46	50,119.81	-
General Assistance	-	-	2,624.48	2,624.48	2,624.48
TANF Collections	-	(181.00)	-	-	(181.00)
Miscellaneous	3,007.30	(119,430.21)	19,478.90	22,486.20	(96,944.01)
Subtotal	189,134.22	(812,921.19)	600,758.28	789,892.50	(23,028.69)
Food Assistance	402,236.89	(402,236.89)	-	402,236.89	-
Grant Total	<u>\$ 591,371.11</u>	<u>\$ (1,215,158.08)</u>	<u>\$ 600,758.28</u>	<u>\$ 1,192,129.39</u>	<u>\$ (23,028.69)</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, 2013

Note 10- Budget Amendment

During 2013 the County amended its budget. The following is a schedule of the changes to the original budget:

Fund	Original Budget	Amendment	Final Budget
General	\$ 3,662,452	\$ -	\$ 3,662,452
Road and Bridge	2,055,792		2,055,792
Social Services	1,310,071		1,310,071
Public Health	295,799		295,799
Conservation Trust	5,000		5,000
Road and Bridge Sales Tax	510,000		510,000
Special Grant	31,239	41,515	72,754
Road and Bridge Impact Fees	28,094	117	28,211
E-911	65,400		65,400
EMS	568,854		568,854
Fairgrounds	-	11	11
Samson Law Fund	2,015		2,015
Public Access Group	1,000		1,000
Road and Bridge 361	30,000	7,001	37,001
Totals	\$ 8,565,716	\$ 48,644	\$ 8,614,360

Note 11-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 12 -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, 2013

Note 12 -Special Assessment (continued)

In 1997 a special assessment bond for Local Improvement District No. 1997-1 was issued. This bond does not constitute a debt or 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 13 -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.

Note 14 – New Accounting Pronouncements

GASB 65, *Items Previously Reported as Assets and Liabilities*, will be effective for the County beginning with its year ending December 31, 2013. This statement requires certain items that are currently reported as assets and liabilities to be reclassified as deferred outflows resources, deferred inflows of resources, or current-period outflows and inflows.

Note 15 – Reinstatement of Net Position

In 2012, the County overstated Net Position on the Government-Wide Financial Statements because of the following:

2012 Net Position	\$7,720,097
Understated: Compensated Absences	(86,696)
Overstated: Leases payable	<u>40,288</u>
Reinstated Net Position	<u>\$7,673,689</u>

OURAY COUNTY, COLORADO
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2013

REVENUES	Budgeted		Actual	Variance
	Original	Final		
Property taxes	\$ 1,835,826	\$ 1,835,826	\$ 1,816,101	\$ (19,725)
Sales taxes and other	511,100	511,100	534,850	23,750
Intergovernmental	499,209	499,209	382,921	(116,288)
Licenses and permits	149,000	149,000	174,869	25,869
Charges for services	48,000	48,000	51,459	3,459
Fees, fines and forfeits	486,155	486,155	499,892	13,737
Miscellaneous	58,500	58,500	57,799	(701)
Total revenues	3,587,790	3,587,790	3,517,891	(69,899)
EXPENDITURES				
Assessor	263,687	263,687	249,828	13,859
Administration other	186,093	186,093	190,751	(4,658)
Administrator	258,997	258,997	258,436	561
Board of County Commissioners	199,370	199,370	192,636	6,734
Clerk and Recorder	254,496	254,496	246,897	7,599
County Attorney	126,103	126,103	108,398	17,705
County Coroner	36,891	36,891	36,301	590
County Jail	45,500	45,500	55,970	(10,470)
Courthouse Security	42,004	42,004	42,531	(527)
District Attorney	69,645	69,645	69,645	-
Elections	19,035	19,035	20,374	(1,339)
Emergency Management	35,032	35,032	32,467	2,565
Employee Benefits	55,929	55,929	54,086	1,843
Extension Services	5,254	5,254	4,742	512
Fairgrounds	182,856	182,856	175,877	6,979
Information Technology	157,548	157,548	132,617	24,931
Juvenile Diversion	11,000	11,000	11,000	-
Land Use	240,216	240,216	227,210	13,006
Maintenance of Buildings	168,523	168,523	165,154	3,369
Public Telecommunications	8,000	8,000	7,834	166
Public Trustee	27,518	27,518	19,155	8,363
Recreation and Culture	9,000	9,000	6,604	2,396
Sheriff	543,676	543,676	535,579	8,097
Social Programs	1,300	1,300	1,303	(3)
Surveyor	2,868	2,868	2,368	500
Transfer Station	1,000	1,000	758	242
Treasurer	173,162	173,162	154,275	18,887
Weed department	100,390	100,390	109,301	(8,911)
Total department expenses	3,225,093	3,225,093	3,112,097	112,996
Debt service payments	48,278	48,278	47,489	789
Capital Outlay	216,427	216,427	62,423	154,004
OTHER FINANCING SOURCES (USES)				
Transfers in	74,662	74,662	8,938	(65,724)
Transfers out	(172,654)	(172,654)	(172,654)	-
Total other financing sources and uses	(97,992)	(97,992)	(163,716)	(65,724)
Net change to fund balance	-	-	132,166	132,166
Fund balance, January 1	818,438	818,438	921,491	103,053
Fund balance, December 31	\$ 818,438	\$ 818,438	\$ 1,053,657	\$ 235,219

OURAY COUNTY, COLORADO
ROAD AND BRIDGE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2013

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property taxes	\$ 299,779	\$ 299,779	\$ 299,599	\$ (180)
Intergovernmental:				
Federal shared revenues	211,178	211,178	216,086	4,908
State shared revenues	723,409	723,409	734,039	10,630
State Grants	92,532	92,532	-	(92,532)
Total intergovernmental revenues	<u>1,027,119</u>	<u>1,027,119</u>	<u>950,125</u>	<u>(76,994)</u>
Licenses and permits	<u>3,000</u>	<u>3,000</u>	<u>6,955</u>	<u>3,955</u>
Miscellaneous:				
Refund of expenditures	172,000	172,000	192,059	20,059
Other miscellaneous revenues	4,300	4,300	801	(3,499)
Total miscellaneous revenues	<u>176,300</u>	<u>176,300</u>	<u>192,860</u>	<u>16,560</u>
Fees	<u>17,000</u>	<u>17,000</u>	<u>17,692</u>	<u>692</u>
Total revenues	<u>1,523,198</u>	<u>1,523,198</u>	<u>1,467,231</u>	<u>(55,967)</u>
EXPENDITURES				
Operations	1,886,808	1,886,808	1,798,084	88,724
Debt service	53,318	53,318	53,318	-
Capital outlay	115,666	115,666	156	115,510
Total expenditures	<u>2,055,792</u>	<u>2,055,792</u>	<u>1,851,558</u>	<u>204,234</u>
Excess (deficiency) of revenues over expenditures	<u>(532,594)</u>	<u>(532,594)</u>	<u>(384,327)</u>	<u>148,267</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	532,594	532,594	502,594	(30,000)
Total other financing sources (uses)	<u>532,594</u>	<u>532,594</u>	<u>502,594</u>	<u>(30,000)</u>
Net change to fund balance	-	-	118,267	118,267
Fund balance, January 1	<u>319,898</u>	<u>319,898</u>	<u>409,683</u>	<u>89,785</u>
Fund balance, December 31	<u>\$ 319,898</u>	<u>\$ 319,898</u>	<u>\$ 527,950</u>	<u>\$ 208,052</u>

OURAY COUNTY, COLORADO
SOCIAL SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2013

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 110,044	\$ 110,044	\$ 110,230	\$ 186
County administration	73,768	73,768	87,534	13,766
Old age pension	57,050	57,050	73,817	16,767
Aid to the needy and disabled	4,000	4,000	7,641	3,641
Child care	36,455	36,455	34,503	(1,952)
Food assistance	450,000	450,000	402,237	(47,763)
Child welfare	187,467	187,467	143,280	(44,187)
Core services	234,167	234,167	268,677	34,510
Leap	93,500	93,500	50,120	(43,380)
CSBG grant	15,000	15,000	2,441	(12,559)
Colorado works	43,844	43,844	30,332	(13,512)
Child support	3,685	3,685	4,157	472
Miscellaneous	100	100	189	89
Total revenues	<u>1,309,080</u>	<u>1,309,080</u>	<u>1,215,158</u>	<u>(93,922)</u>
EXPENDITURES				
County funded grants	15,250	15,250	17,348	(2,098)
County administration	100,000	100,000	107,878	(7,878)
Old age pension	57,800	57,800	74,269	(16,469)
Colorado works	51,380	51,380	38,248	13,132
Aid to the needy and disabled	5,000	5,000	9,551	(4,551)
Child care	41,621	41,621	39,742	1,879
General assistance	7,500	7,500	2,624	4,876
Leap	93,500	93,500	50,120	43,380
Child welfare	231,539	231,539	176,334	55,205
Core services	235,981	235,981	268,693	(32,712)
CSBG grant	15,000	15,000	2,130	12,870
Child support	5,500	5,500	4,851	649
Food assistance	450,000	450,000	402,237	47,763
Cost allocation	-	-	(1,845)	1,845
Total expenditures	<u>1,310,071</u>	<u>1,310,071</u>	<u>1,192,180</u>	<u>117,891</u>
Excess (deficiency) of revenues over expenditures	(991)	(991)	22,978	23,969
Fund balance, January 1	266,360	266,360	266,360	-
Fund balance, December 31	<u>\$ 265,369</u>	<u>\$ 265,369</u>	<u>\$ 289,338</u>	<u>\$ 23,969</u>

OURAY COUNTY, COLORADO
PUBLIC HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2013

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental:				
Federal shared revenues	\$ 15,741	\$ 15,741	\$ 12,725	\$ (3,016)
State shared revenues	28,331	28,331	35,651	7,320
Total intergovernmental revenues	<u>44,072</u>	<u>44,072</u>	<u>48,376</u>	<u>4,304</u>
Miscellaneous:				
Refund of expenditures	32,502	32,502	28,451	(4,051)
Grants	23,071	23,071	27,764	
Other miscellaneous revenues	23,500	23,500	28,080	4,580
Total miscellaneous revenues	<u>79,073</u>	<u>79,073</u>	<u>84,295</u>	<u>529</u>
Total revenues	<u>123,145</u>	<u>123,145</u>	<u>132,671</u>	<u>4,833</u>
EXPENDITURES				
Public Health	295,799	295,799	258,608	37,191
Total expenditures	<u>295,799</u>	<u>295,799</u>	<u>258,608</u>	<u>37,191</u>
Excess (deficiency) of revenues over expenditures	<u>(172,654)</u>	<u>(172,654)</u>	<u>(125,937)</u>	<u>46,717</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	172,654	172,654	172,654	-
Total other financing sources (uses)	<u>172,654</u>	<u>172,654</u>	<u>172,654</u>	<u>-</u>
Net change to fund balance	-	-	46,717	46,717
Fund balance, January 1	35,133	35,133	35,133	-
Fund balance, December 31	<u>\$ 35,133</u>	<u>\$ 35,133</u>	<u>\$ 81,850</u>	<u>\$ 46,717</u>

OURAY COUNTY, COLORADO
EMERGENCY MEDICAL SERVICES
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2013

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 395,977	\$ 395,977	\$ 399,361	\$ 3,384
Intergovernmental	201	201	204	3
Charges for services	135,500	135,500	161,444	25,944
Grants	18,541	18,541	17,306	(1,235)
Miscellaneous	1,100	1,100	5,362	4,262
Total revenues	<u>551,319</u>	<u>551,319</u>	<u>583,677</u>	<u>32,358</u>
EXPENDITURES				
Public safety	514,047	514,047	485,680	28,367
Capital outlay	27,200	27,200	26,933	267
Debt service payments	27,607	27,607	27,607	-
Total expenditures	<u>568,854</u>	<u>568,854</u>	<u>540,220</u>	<u>28,634</u>
Excess (deficiency) of revenues over expenditures	(17,535)	(17,535)	43,457	60,992
OTHER FINANCING SOURCES (USES)				
Transfers in	17,535	17,535	-	(17,535)
Total other financing sources (uses)	<u>17,535</u>	<u>17,535</u>	<u>-</u>	<u>(17,535)</u>
Net change to fund balance	-	-	43,457	43,457
Fund balance, January 1	564,334	564,334	602,730	38,396
Fund balance, December 31	<u>\$ 564,334</u>	<u>\$ 564,334</u>	<u>\$ 646,187</u>	<u>\$ 81,853</u>

OURAY COUNTY, COLORADO
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
December 31, 2013

	<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	\$ 142,369	\$ 174,881	\$ 41,921	\$ 25,281	\$ 140,374
Due from other governmental	-	-	-	-	-
Total assets	<u>142,369</u>	<u>174,881</u>	<u>41,921</u>	<u>25,281</u>	<u>140,374</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ 6,714	\$ -
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,714</u>	<u>-</u>
Fund balances					
Reserved for:					
Emergencies	-	174,881	-	-	-
Unreserved:	142,369	-	41,921	18,567	140,374
Total fund balances	<u>142,369</u>	<u>174,881</u>	<u>41,921</u>	<u>18,567</u>	<u>140,374</u>
Total liabilities and fund balances	<u>\$ 142,369</u>	<u>\$ 174,881</u>	<u>\$ 41,921</u>	<u>\$ 25,281</u>	<u>\$ 140,374</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>
\$ 16,840	\$ 82,018	\$ 109,430	\$ 4,621	\$ 222,340	\$ 960,075
-	-	-	-	29,266	29,266
<u>16,840</u>	<u>82,018</u>	<u>109,430</u>	<u>4,621</u>	<u>251,606</u>	<u>989,341</u>
\$ -	-	\$ 5,465	\$ -	\$ -	\$ 12,179
-	-	5,465	-	-	12,179
-	-	-	-	-	174,881
<u>16,840</u>	<u>82,018</u>	<u>103,965</u>	<u>4,621</u>	<u>251,606</u>	<u>802,281</u>
<u>16,840</u>	<u>82,018</u>	<u>103,965</u>	<u>4,621</u>	<u>251,606</u>	<u>977,162</u>
<u>\$ 16,840</u>	<u>\$ 82,018</u>	<u>\$ 109,430</u>	<u>\$ 4,621</u>	<u>\$ 251,606</u>	<u>\$ 989,341</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, 2013

	Conservation Trust	Contingent	Fairgrounds	Special Grant Fund	Road and Bridge Impact
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	25,047	-	-	69,672	-
Charges for services	-	-	-	-	-
Interest earnings	4,182	-	-	-	-
Miscellaneous	-	-	3,282	-	61,640
Total revenues	<u>29,229</u>	<u>-</u>	<u>3,282</u>	<u>69,672</u>	<u>61,640</u>
EXPENDITURES					
Current:					
General government	454	-	11	72,753	617
Public safety	-	-	-	-	-
Total expenditures	<u>454</u>	<u>-</u>	<u>11</u>	<u>72,753</u>	<u>617</u>
Excess (deficiency) of revenues over expenditures	28,775	-	3,271	(3,081)	61,023
OTHER FINANCING SOURCES (USES)					
Transfer out	(8,938)	-	-	-	(27,594)
Total other financing sources (uses)	<u>(8,938)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(27,594)</u>
Net change to fund balance	19,837	-	3,271	(3,081)	33,429
Fund balance, January 1	122,532	174,881	38,650	21,648	106,945
Fund balance, December 31	<u>\$ 142,369</u>	<u>\$ 174,881</u>	<u>\$ 41,921</u>	<u>\$ 18,567</u>	<u>\$ 140,374</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>
\$ -	\$ -	\$ -	\$ -	\$ 533,887	\$ 533,887
1,344	-	-	-	-	96,063
-	52,825	-	-	-	52,825
-	8	772	-	-	4,962
-	-	-	-	-	64,922
<u>1,344</u>	<u>52,833</u>	<u>772</u>	<u>-</u>	<u>533,887</u>	<u>752,659</u>
13	-	37,001	-	15,877	126,726
-	30,775	-	-	-	30,775
<u>13</u>	<u>30,775</u>	<u>37,001</u>	<u>-</u>	<u>15,877</u>	<u>157,501</u>
1,331	22,058	(36,229)	-	518,010	595,158
-	-	-	-	(475,000)	(511,532)
-	-	-	-	(475,000)	(511,532)
1,331	22,058	(36,229)	-	43,010	83,626
15,509	59,960	140,194	4,621	208,596	893,536
<u>\$ 16,840</u>	<u>\$ 82,018</u>	<u>\$ 103,965</u>	<u>\$ 4,621</u>	<u>\$ 251,606</u>	<u>\$ 977,162</u>

**OURAY COUNTY, COLORADO
 CONSERVATION TRUST FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 Year Ended December 31, 2013**

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 22,000	\$ 22,000	\$ 25,047	\$ 3,047
Miscellaneous income	100	100	4,182	4,082
Total revenues	<u>22,100</u>	<u>22,100</u>	<u>29,229</u>	<u>7,129</u>
EXPENDITURES				
Recreation	5,000	5,000	454	4,546
Total expenditures	<u>5,000</u>	<u>5,000</u>	<u>454</u>	<u>4,546</u>
Excess (deficiency) of revenues over expenditures	17,100	17,100	28,775	11,675
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(74,662)</u>	<u>(74,662)</u>	<u>(8,938)</u>	65,724
Net change to fund balance	<u>(57,562)</u>	<u>(57,562)</u>	<u>19,837</u>	77,399
Fund balance, January 1	<u>126,533</u>	<u>126,533</u>	<u>122,532</u>	<u>(4,001)</u>
Fund balance, December 31	<u>\$ 68,971</u>	<u>\$ 68,971</u>	<u>\$ 142,369</u>	<u>\$ 73,398</u>

OURAY COUNTY, COLORADO
CONTINGENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2013

	<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>	<u>-</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
BUDGET AND ACTUAL
Year Ended December 31, 2013

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Miscellaneous	<u>\$ -</u>	<u>\$ 3,282</u>	<u>\$ 3,282</u>	<u>\$ -</u>
EXPENDITURES				
Recreation	<u>-</u>	<u>11</u>	<u>11</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>11</u>	<u>11</u>	<u>-</u>
 Net change to fund balance	 <u>-</u>	 <u>3,271</u>	 <u>3,271</u>	 <u>-</u>
 Fund balance, January 1	 <u>38,650</u>	 <u>38,650</u>	 <u>38,650</u>	 <u>-</u>
Fund balance, December 31	<u><u>\$ 38,650</u></u>	<u><u>\$ 38,650</u></u>	<u><u>\$ 41,921</u></u>	<u><u>\$ -</u></u>

OURAY COUNTY, COLORADO
SPECIAL GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2013

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	<u>\$ 31,239</u>	<u>\$ 72,755</u>	<u>\$ 69,672</u>	<u>\$ (3,083)</u>
EXPENDITURES				
General Government	<u>31,239</u>	<u>72,754</u>	<u>72,753</u>	<u>1</u>
Total expenditures	<u>31,239</u>	<u>72,754</u>	<u>72,753</u>	<u>1</u>
Net change to fund balance	-	1	(3,081)	(3,082)
Fund balance, January 1	<u>21,648</u>	<u>21,648</u>	<u>21,648</u>	-
Fund balance, December 31	<u>\$ 21,648</u>	<u>\$ 21,649</u>	<u>\$ 18,567</u>	<u>\$ (3,082)</u>

OURAY COUNTY, COLORADO
ROAD AND BRIDGE IMPACT FEES
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2013

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Impact fees	\$ 28,094	\$ 61,640	\$ 61,640	\$ -
EXPENDITURES				
General Government	500	617	617	-
Total expenditures	500	617	617	-
Excess (deficiency) of revenues over expenditures	27,594	61,023	61,023	-
OTHER FINANCING SOURCES (USES)				
Transfers out	(27,594)	(27,594)	(27,594)	-
Net change to fund balance	-	33,429	33,429	-
Fund balance, January 1	106,945	106,945	106,945	-
Fund balance, December 31	\$ 106,945	\$ 140,374	\$ 140,374	\$ -

OURAY COUNTY, COLORADO
E-911 AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2013

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 45,000	\$ 45,000	\$ 52,825	\$ 7,825
Interest income	10	10	8	(2)
Total revenues	<u>45,010</u>	<u>45,010</u>	<u>52,833</u>	<u>7,823</u>
EXPENDITURES				
Public safety	<u>65,400</u>	<u>65,400</u>	<u>30,775</u>	<u>34,625</u>
Total expenditures	<u>65,400</u>	<u>65,400</u>	<u>30,775</u>	<u>34,625</u>
Net change to fund balance	(20,390)	(20,390)	22,058	42,448
Fund balance, January 1	<u>50,000</u>	<u>50,000</u>	<u>59,960</u>	<u>9,960</u>
Fund balance, December 31	<u><u>\$ 29,610</u></u>	<u><u>\$ 29,610</u></u>	<u><u>\$ 82,018</u></u>	<u><u>\$ 52,408</u></u>

OURAY COUNTY, COLORADO
SAMSON LAW FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2013

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
State revenues	\$ 2,015	\$ 2,015	\$ 1,344	\$ (671)
Total revenues	<u>2,015</u>	<u>2,015</u>	<u>1,344</u>	<u>(671)</u>
EXPENDITURES				
General government	2,015	2,015	13	2,002
Total expenditures	<u>2,015</u>	<u>2,015</u>	<u>13</u>	<u>2,002</u>
Net change to fund balance	-	-	1,331	1,331
Fund balance, January 1	<u>15,510</u>	<u>15,510</u>	<u>15,509</u>	<u>1</u>
Fund balance, December 31	<u><u>\$ 15,510</u></u>	<u><u>\$ 15,510</u></u>	<u><u>\$ 16,840</u></u>	<u><u>\$ 1,332</u></u>

OURAY COUNTY, COLORADO
ROAD AND BRIDGE 361 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2013

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Interest Earnings	\$ -	\$ -	\$ 772	\$ 772
EXPENDITURES	-	37,001	37,001	-
OTHER FINANCING SOURCES (USES)				
Transfers out	(30,000)	-	-	-
Net change to fund balance	(30,000)	(37,001)	(36,229)	772
Fund balance, January 1	140,194	140,194	140,194	-
Fund balance, December 31	<u>\$ 110,194</u>	<u>\$ 103,193</u>	<u>\$ 103,965</u>	<u>\$ 772</u>

OURAY COUNTY, COLORADO
PUBLIC ACCESS GROUP FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2013

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Grants	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>1,000</u>
Net change to fund balance	-	(1,000)	-	1,000
Fund balance, January 1	<u>4,760</u>	<u>4,760</u>	<u>4,621</u>	<u>(139)</u>
Fund balance, December 31	<u>\$ 4,760</u>	<u>\$ 3,760</u>	<u>\$ 4,621</u>	<u>\$ 861</u>

OURAY COUNTY, COLORADO
ROAD AND BRIDGE SALES TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2013

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Sales Taxes	\$ 510,000	\$ 510,000	\$ 533,887	\$ 23,887
EXPENDITURES	35,000	35,000	15,877	19,123
OTHER FINANCING SOURCES (USES)				
Transfers out	(475,000)	(475,000)	(475,000)	-
Net change to fund balance	-	-	43,010	43,010
Fund balance, January 1	183,978	183,978	208,596	24,618
Fund balance, December 31	<u>\$ 183,978</u>	<u>\$ 183,978</u>	<u>\$ 251,606</u>	<u>\$ 67,628</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 2013	

This Information From The Records Of (example - City of _ or County of _)	Prepared By: Phone:
---	------------------------

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	267,790
3. Other local imposts (from page 2)	334,148
4. Miscellaneous local receipts (from page 2)	882,525
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)	1,484,463
B. Private Contributions	
C. Receipts from State government (from page 2)	753,152
D. Receipts from Federal Government (from page 2)	0
E. Total receipts (A.7 + B + C + D)	2,237,615

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	273,890
2. Maintenance:	1,183,251
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	394,417
5. Highway law enforcement and safety	267,790
6. Total (1 through 5)	2,119,348
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
3. Total (1.c + 2.c)	0
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total disbursements (A.6 + B.3 + C + D)	2,119,348

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
	381,554	2,237,615	2,119,348		499,821

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2013

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	279,061	a. Interest on investments	801
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees	27,594	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses	6,955	f. Charges for Services	
5. Specific Ownership &/or Other	20,538	g. Other Misc. Receipts	
6. Total (1. through 5.)	55,087	h. Other	881,724
c. Total (a. + b.)	334,148	i. Total (a. through h.)	882,525
	(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	719,157	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	33,842	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant	153	e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	33,995	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	753,152	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		53,318	53,318
(2). Capacity Improvements			0
(3). System Preservation		220,572	220,572
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	273,890	273,890
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	273,890	273,890
			(Carry forward to page 1)

Notes and Comments: