
**Ouray County, Colorado
Financial Statements and
Independent Auditor's Report
as of
December 31, 2018**

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, each major fund, and the aggregate remaining fund information of Ouray County, Colorado, as of and for the year ended December 31, 2018, 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, each major fund, and the aggregate remaining fund information of the Ouray County, Colorado, as of December 31, 2018, 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 3-15 and 40-44 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
May 31, 2019

OURAY COUNTY
Management's Discussion and Analysis
Fiscal Year Ended December 31, 2018

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, 2018. 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 \$10,234,386 (i.e. net assets) as of December 31, 2018, increase of \$590,560 in comparison to the prior year.
- Governmental funds reported combined ending fund balances of \$9,988,558, increase of \$6,244,378 in comparison with the prior year.
- The County's fund balance for the General Fund was \$942,453, increase of \$86,418 in comparison to the prior year.
- Total long-term liabilities increased by \$6,612,127 during the 2018 fiscal year, with new debt issued of \$6,915,500.
- General property tax, sales tax, and other tax totaled \$4,470,658, or 63% 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 the two being reported as net position. Over time, the increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The **statement of activities** presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position is 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*). 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, 2018, the County's combined assets exceeded liabilities and deferred inflows of resources by \$10,234,386. Of this amount, \$3,060,770 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 \$6,998,735 (68% of net assets). This amount reflects the investment in all capital assets (e.g. infrastructure, land, buildings, and equipment) less any related debt used to acquire those assets that are still outstanding. These capital assets are used to provide services to citizens; consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of debt, it should be noted that the resources needed to repay this debt must be provided from other sources since capital assets themselves cannot be used to liquidate these liabilities.

The following table summarizes the County's governmental activities net position for 2017 and 2018:

Assets	2017	2018
Current and other assets	\$ 6,177,908	\$ 12,446,548
Capital assets, net	6,511,237	7,447,161
Total assets	<u>12,689,145</u>	<u>19,893,709</u>
Liabilities		
Current and other liabilities	264,427	354,617
Long-term liabilities	611,591	7,201,333
Total liabilities	<u>876,018</u>	<u>7,555,950</u>
Deferred Inflows of resources		
Deferred revenue other	81,603	8,812
Deferred property tax revenue	2,087,698	2,094,561
Total Deferred Inflows of resources	<u>2,169,301</u>	<u>2,103,373</u>
Net Position		
Investment in capital assets	6,125,882	6,998,735
Restricted	387,152	388,289
Unrestricted	3,130,792	2,847,362
Total net position	<u>\$ 9,643,826</u>	<u>\$ 10,234,386</u>

An additional portion of net assets, \$388,289, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$2,847,362 (28% of net assets), may be used to meet the government’s ongoing obligations to citizens and creditors.

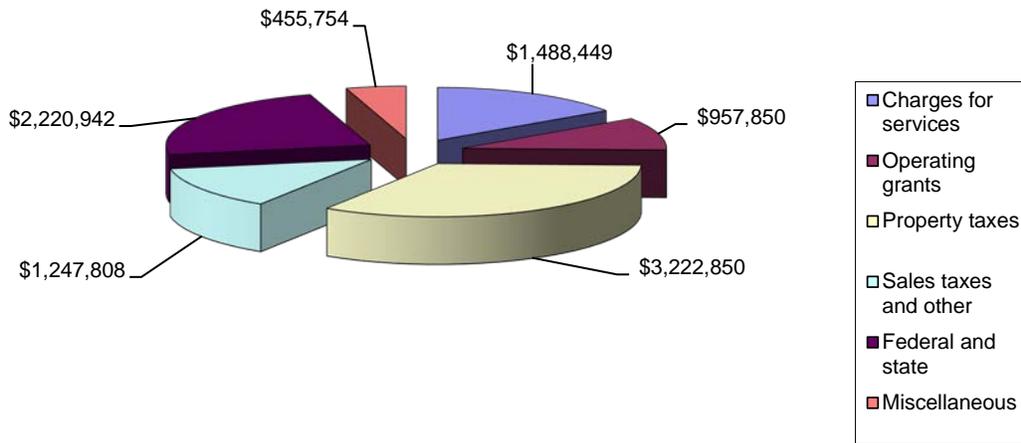
Change in Net Position

Governmental activities increase the County’s net position by \$590,560 in 2018.

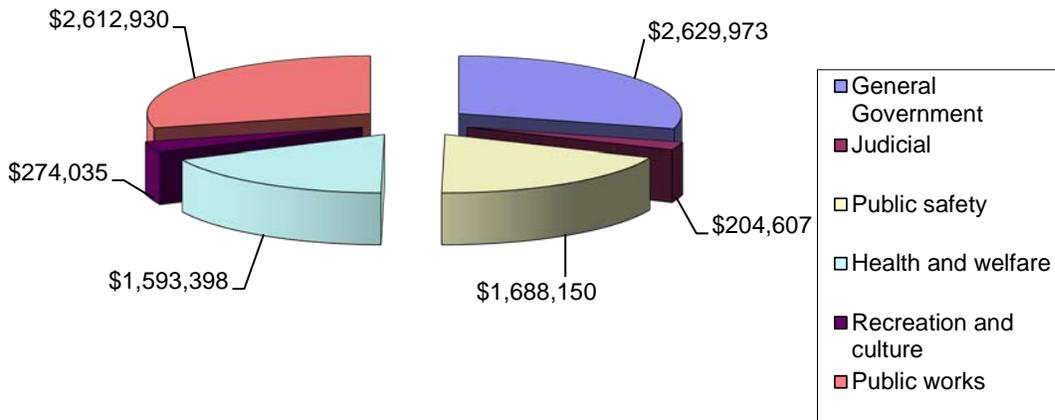
	Governmental Activities	
	2017	2018
Revenues		
Program revenues		
Charges for services	\$ 1,303,937	\$ 1,488,449
Operating grants	834,981	957,850
General Revenues		
Property taxes	3,106,943	3,222,850
Sales taxes and other	744,073	1,247,808
Federal and state	1,880,309	2,220,942
Miscellaneous	289,695	455,754
Totals	<u>8,159,938</u>	<u>9,593,653</u>
Expenses		
General Government	2,441,322	2,629,973
Judicial	220,333	204,607
Public safety	1,512,285	1,688,150
Health and welfare	1,537,924	1,593,398
Recreation and culture	256,290	274,035
Public works	2,349,984	2,612,930
Total Expenses	<u>8,318,138</u>	<u>9,003,093</u>
Increase in net position	(158,200)	590,560
Beginning	9,802,026	9,643,826
Ending	<u>\$ 9,643,826</u>	<u>\$ 10,234,386</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 2018, the County’s governmental funds reported combined ending fund balances of \$9,988,558, increase of \$6,244,378 in comparison with the prior year. Of the combined ending fund balances for all governmental funds 9% of this total amount, \$942,453, 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, Emergency Medical Services and Courthouse Restoration Funds. At the end of 2018, unassigned fund balance of the General Fund was \$942,453. 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 \$86,418 during 2018.

GENERAL FUND BUDGETARY HIGHLIGHTS

The County budgeted \$4,140,839 for 2018 expenditures. Actual expenditures were \$4,139,639.

CAPITAL ASSET AND DEBT ADMINISTRATION

The County’s investment in capital assets for its governmental activities as of December 31, 2018, was \$7,447,161. As required by GASB 34, the investment in capital assets includes land, buildings, building improvements, equipment and furniture and infrastructure assets.

Long-term Debt

As of December 31, 2018, the County had long-term debt as follows:

	Balance			Balance	Due Within
Governmental Activities	1/1/2018	Additions	Reductions	12/31/2018	One Year
Capital leases					
Boiler	\$ 44,632	-	\$ (21,825)	\$ 22,807	\$ 22,807
2014 Chevy Tahoe	6,379	-	(6,379)	-	-
2014 Chevy Tahoe	7,519	-	(7,519)	-	-
2014 Motor grader	38,047	-	(38,047)	-	-
John Deere Tractor	18,876	-	(9,468)	9,408	9,408
Various equipment-2017	269,902	-	(88,046)	181,856	88,046
Various equipment-2018	-	330,000	(132,089)	197,911	64,266
Courthouse restoration	-	6,585,500	-	6,585,500	181,300
Total	\$ 385,355	\$ 6,915,500	\$ (303,373)	\$6,997,482	\$ 365,827

ECONOMIC FACTORS AND FUTURE YEAR'S BUDGET

Service Levels:

Budget development for the past several years have been and continue to be challenging for Ouray County due to the past nationwide economic downturn and the slow recovery on the western slope of Colorado. County budget preparation requires careful examination to ensure that expenditures do not exceed revenues. A focus on efficiencies with regard to county operations has enabled Ouray County to maintain high quality service levels while managing its assets under a sustainable canopy.

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 2018 as a result of performance evaluations. This practice is being continued for the 2019 budget year.

Position Replacements:

The Board of County Commissioners has continued its practice of evaluating position vacancies that occur in an effort to determine position essentiality for the organization and position replacement. The Board began this practice in 2008 by and through Resolution 2008-055 and Resolution 2010-048 as amended. It is good fiscal and organizational policy to evaluate positions as they are vacated to examine such factors as funding, departmental work levels, mandated responsibilities, and health, safety and welfare impacts to determine if a position is an essential position to the organization and to consider opportunities for organizational efficiencies and improvement. This practice has resulted in creative partnerships and sharing of resources between county departments and between Ouray County and other counties and public or private entities allowing Ouray County to provide high quality public services in a fiscally sustainable fashion with limited resources.

Employee Health Insurance Overview:

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 has solicited requests for proposals several times over the past seventeen years. In 2009, Ouray County solicited a request for proposal (RFP) for employee health insurance benefits for the 2010 budget year. After analysis and meeting with a Personnel/Employee Benefits Committee, the Board of County Commissioners authorized award to County Technical Services, Inc. (CTSI) for the provision of employee health insurance. Historical premium rates from 2010 forward are as follows:

- The premium rates for 2010 were maintained at the same rate as 2009;
- Premium rates reflected a 8% increase in 2011;
- Premium rates reflected a 4% increase in 2012;
- Premium rates reflected a 1% decrease in 2013;
- Premium rates reflected a 9% increase for 2014;
- Premium rates reflected a 8.77% increase for 2015;
- Premium rates reflected a 6.73% decrease for 2016;
- Premium rates reflected a 0% increase for 2017;
- Premium rates reflected a 1% increase for 2018; and
- Premium rates reflected a 3.5% increase in 2019.

Note: The 2014 and 2015 premium increases were due in part to the changes created by the Health Care Reform Act and claims history of the overall County Health Pool. For Budget years' 2014 – 2019 the Board of County Commissioners elected to participate in a plan that offers employees the opportunity to select a health care insurance plan that is covered by the County, or to buy up to a plan with lesser out-of-pocket and deductible amounts as a payroll deduction. 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.

Property Valuation Summary:

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 net assessed property valuation for budget year 2015 was \$155,515,330.
The net assessed property valuation for budget year 2016 was \$156,202,480.
The net assessed property valuation for budget year 2017 was \$157,493,490.
The net assessed property valuation for budget year 2018 was \$158,170,930.
The net assessed property valuation for budget year 2019 is \$159,004,120.

Property valuations declined dramatically from budget year 2011, as illustrated in the Property Valuation Summary above. The decline of property valuations has caused significant reductions in property tax revenue for Ouray County. Property valuations increased slightly for budget years 2015, 2016, 2017, 2018 and 2019; but not enough to generate the revenue needed to fully support the costs of service. In addition, the residential property rate used by the County Assessor in 2017 for valuing property was lowered pursuant to the Gallagher Amendment from 7.96% to 7.2%, which affected property tax revenue for budget years’ 2018 and 2019. As a consequence, property tax revenue has and will remain flat. Future changes in the residential rate are anticipated and may impact revenue generation for the 2020 budget year.

Ouray County 2019 Mill Levies:

	<u>Mill Levies</u>
County General Fund:	9.074
Road and Bridge Fund:	1.500
Social Services Fund:	0.552
EMS Fund	<u>2.000</u>
Subtotal:	13.126
Recovery of Taxes Abated:	<u>0.047</u>
Total 2019 Mill Levy:	<u>13.173</u>

Capital and Operating Reserves:

Allocated reserves have been established by the Board of County Commissioners to reflect three months emergency operating reserves pursuant to Resolution 2007-076, 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 is an on-going priority for the Board.

2019 Revenue and Expenditure Forecasts:

2019 Revenue Estimates:

Revenue estimates are conservative and are based on the following:

1. Estimated 2019 revenue for the entire Ouray County Budget, inclusive of all funds, reflects a 38.75% increase over 2018 budgeted revenues. This increase is primarily due to the addition of a new Fund to the 2019 Budget (Courthouse Fund).
2. Property tax revenue estimates are based on the current assessed valuation provided by the County Assessor and multiplied by the current mill levies to arrive at the property tax revenue for 2019. Property tax revenue for 2019 will be increased by .53% for a total \$10,936 for all funds supported by a mill levy.
3. Other budgeted revenues for 2019 are based in part on projected 2018 revenues.
4. Estimated 2019 revenue from sales tax reflects an estimated 4.29% increase over the 2018 budgeted amount.
5. Estimated severance tax revenue budgeted for 2019 remains the same as the 2018 budgeted amount. Severance tax revenue is anticipated to increase in the future based upon the resurgence of mining activity within Ouray County.

6. Estimated revenue derived from marijuana cultivation facilities is budgeted at \$125,000 for the 2019 budget year. Revenues received are housing in a fund entitled "MJ Excise Tax Fund" and then distributed as appropriated.
7. A close watch will be kept on State and Federal revenue sources most especially Payments-in-Lieu-of-Taxes (PILT) with regard to future funding availability. 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	2015	2016	2017	2018	2019
\$210,537	\$210,537	\$182,654	\$195,002	\$154,032	\$155,553	\$156,505	\$157,494	\$158,171	\$159,189

2019 Expenditure Estimates:

Department Heads and Elected Officials submit their budget requests to the County Administrator in accordance with budget guidelines provided to them in July. All requests are compiled and prepared by the County Administrator for submittal and review by the Board of County Commissioners.

A budget work session was held with Elected Officials and Department Heads to introduce the effects of estimated revenues and expenditures for the 2019 budget and to discuss capital and human resources requests.

Expenditure estimates are conservative and are based on the following:

Estimated 2019 expenditures for the entire Ouray County Budget, inclusive of all funds, is 42.83% higher than 2018 budgeted expenditures due to inclusion of the Courthouse Fund, which includes expenditures for the Courthouse Restoration/Construction project.

2019 Capital Expenditures (Purchases and Improvements):

The 2019 Lease Purchase Schedule consists of annual lease purchase payments for Sheriff's department vehicles, a Facilities Management vehicle, Fairgrounds Tractor, Courthouse Boiler, Road and Bridge department heavy equipment, and lease purchase financing for the Ouray County Courthouse Restoration and Construction project.

Grant-funded capital projects and purchases include:

1. Courthouse Restoration and new Construction Planning project: This project is funded by two Underfunded Courthouse Commission Grants, a Department of Local Affairs Grant and a voter-approved .55% temporary sales tax. This project will fully restore the Ouray County Courthouse to its original grandeur and construct a new administrative building and an annex/archival facility for county records.
2. FEMA Pre-Disaster Mitigation Project: This project is funded by a Department of Natural Resources, Wildfire Risk Reduction Grant, with Ouray County providing the fiscal grant management and the West Region Wildfire Council providing the reporting documentation.
3. Upper Uncompahgre Cooperative Stream Management Plan Grant: Grant funding was received from the Colorado Water Conservation Board for this project. In addition, cash match has been received from various agencies to offset the total project cost.

2019 General Fund Capital: (020 - 195, 295, 395, 495, and 595)

The General Fund Capital Purchases and Improvements consist of capital purchases, lease purchases and capital projects totaling \$119,979.

2019 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 \$294,648.

2019 EMS Fund Capital: (800-295):

The EMS Fund Capital Purchases and Improvements consist of lease purchase payments for equipment and vehicles, and for a capital project totaling \$125,422.

2019 Courthouse Fund Capital: (920-000):

The Courthouse Fund Capital Purchases and Improvements consists of a 2019 lease purchase payment for the Ouray County Courthouse Restoration / New Construction and current construction costs and Treasurer's Fees totaling \$8,951,586.

Other Funds in the 2019 Budget

Social Services Fund (050):

Budgeted revenues and expenditures for the Social Services Fund have both decreased for 2019 by 8%. 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, Social Services Fund, EMS Fund, or Public Health Fund related.

In 2019, the Special Grant Fund will be utilized to house special project grants such as the: 1) FEMA Pre-disaster Mitigation project; 2) Upper Uncompahgre Cooperative Stream Management Plan Grant; 3) Multi-jurisdictional Planning Grant update, and 4) Housing Planning Activities.

Road and Bridge Impact Fees Fund (700):

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 2019, \$60,000 will be transferred from this fund to the Road and Bridge Fund to be used for County Road capital equipment lease purchase payments.

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 its County Road system for 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 21-year period was fulfilled, and the remaining dollars were placed in a newly designated County fund entitled the Highway 361 Fund (Fund number 760). There is approximately \$61,238.45 currently in the Highway 361 Fund. The Board of County Commissioners is not appropriating funds from the Highway 361 Fund for the 2019 budget year.

Emergency Medical Services Fund (EMS) (800):

There is one EMS Fund Capital Purchase in the 2019 Budget. The department will purchase one new ambulance that is being funded in part by an EMS Provider Grant. The grant will pay up to \$62,711 towards the \$125,422 ambulance purchase with the remainder funded by the EMS Fund.

The EMS Fund was created in 2005 as a result of a voter-approved mill levy to fund emergency medical services. Ouray County has been good stewards of the property tax revenue collected for the EMS Fund and has been able to save funding to meet the three-month reserve requirements set forth in Resolution 2007-076. In addition, additional money has been saved to offset the cost of a future EMS facility. Preliminary planning has been undertaken through an Administrative Planning grant and conceptual plans and construction cost estimates have been developed by a consultant for long-term planning purposes.

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 \$780,000 has been appropriated in the 2018 Road and Bridge Sales Tax Fund to be collected. Funding has and will be transferred from the Road and Bridge Sales Tax Fund into the Road and Bridge Fund (Fund 040) annually, as appropriated by the Board of County Commissioners. In the 2019 budget, \$826,795 has been appropriated by the Board of County Commissioners as a “transfer-out” 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. This transfer amount may include the use of some Road and Bridge Sales Tax fund balance. The amounts of Road and Bridge Sales Tax appropriated in 2009 through 2019 to the Road and Bridge Fund is listed below:

2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
\$299,397	\$435,000	\$475,000	\$475,000	\$475,000	\$505,470	\$643,000	\$688,000	\$735,000	\$775,000	\$826,795

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 21% of the revenue supporting the Public Health Fund is transferred from the General Fund to the Public Health Fund. The Public Health department has been very creative in finding grant revenue to support service provision for the communities of Ouray County. The Public Health Department is serving as the administrative sponsor for a substance abuse grant being utilized by the Voyager Youth Program. The Department has also written grants with successful award for mental health services and tobacco cessation. The Public Health Department is continuing to find ways to enhance and deliver essential services to the community and citizens of Ouray County.

Courthouse Fund (920):

A new Fund was brought into the Budget in 2018 to house both revenue and expense associated with the Ouray County Courthouse Restoration / New Construction project. The electorate of Ouray County voted to temporarily increase the Ouray County sales tax by .55% beginning January 1, 2018, for not more than 20 years, or when the project is paid in full, whichever is earlier; for the sole purpose of financing, constructing, repairing, rehabilitating, and renovating the Ouray County Courthouse, its Annex, Administrative Offices, and Archival Space; and to provide temporary County Office Space during construction including relocation/moving costs. The voters favorably passed the question with 59% voting yes and 41% voting no. The .55% temporary sales tax is estimated to produce \$412,500 annually to help offset the cost of restoration and construction. The original estimated cost of the project was \$8.2 million dollars. Due to changes in the economy and unknown costs associated with the uniqueness of the 130 year old structure; the total project cost is estimated to be \$9.1 million.

The County has been successful in obtaining grants to offset the costs for the project in the amount of \$2,441,957. The County has received \$1,000,000 from the Department of Local Affairs (DOLA) and two grants from the Underfunded Courthouse Commission totaling \$1,441,957. These grant dollars will cover 30% of the project cost.

Emergency Management Fund (930):

A new Fund was created in 2014, to house donated dollars received associated with the Ridgway Reservoir airplane accident. In 2016, the Emergency Management Fund was brought into the overall County Budget for the purpose of depositing monies for Declared Emergency Disaster Response and Pre-disaster Mitigation efforts.

The Board may appropriate revenue on an annual basis to the Emergency Management Fund into a line-item within the Fund, entitled “MJ Excise Tax” in an effort to achieve a fund balance accumulation over time in an amount adequate to cover several days of complex declared emergency/disaster response responsibilities, post-disaster recovery activities and pre-disaster mitigation activities. There is \$2,000 of revenue estimated to be received in the Emergency Management Fund as a transfer in from the Marijuana Excise Tax Fund for the 2019 budget year.

MJ Excise Tax Fund (955):

A new Fund has been created for Budget Year 2016 entitled “MJ Excise Tax Fund” to deposit marijuana excise tax revenues collected as a result of a voter-approved ballot question on November 3, 2015. Beginning January 1, 2016, a 5% Marijuana Excise Tax was imposed based upon the average market rate, as determined by the Colorado Department of Revenue, on the first sale or transfer of unprocessed retail marijuana by a retail marijuana cultivation facility located within Ouray County. Such revenue will be used as determined by the Board of County Commissioners to fund Public Health and Safety, County Facilities and other General Purposes of the County including not less than 20% of the revenue generated and collected annually from the excise tax be utilized for Ouray County Road and Bridge. There is \$125,000 estimated to be collected and appropriated in the MJ Excise Tax fund for the 2019 budget year. If collections are met, of the amount appropriated, \$121,250 would be transferred to the funds listed below as follows:

General Fund:	\$ 91,437.50
Road and Bridge Fund:	\$ 25,000.00
EMS Fund:	\$ 2,887.50
Emergency Mgt. Fund:	<u>\$ 1,925.00</u>
	<u>\$121,250.00</u>

Note: Should the marijuana excise tax revenue collected exceed the appropriated budget amount, 20% of the additional dollars collected above appropriations would be transferred to the Road and Bridge Fund as stipulated in the ballot question.

Contingency Fund (030):

This fund contains a balance of \$174,882 and was established years ago to meet the TABOR contingency requirement. TABOR requires that the County retain 3% of its fiscal year spending excluding bonded debt service. Ouray County Budgetary Funds associated with a dedicated mill levy (i.e. General Fund, Road and Bridge Fund, Social Services Fund and EMS Fund) all contain adequate fund balances to meet the TABOR contingency requirement.

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 purposes for the General Fund, Road and Bridge Fund, Social Services 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 so-called “De-Brucing” action has been crucial to the County’s continued provision of essential public services.

The Board of County Commissioners and County Staff have made it a practice in the past and will continue to do so into the future to seek efficiencies and improvements to County government in order to maintain mandated and essential county services. As always, the Board of County Commissioners continues to seek input from Elected Officials, Appointed Officials, Department Heads, Staff and the general public concerning County operations and services. Listed below are some of the most recent capital projects and grants that the County is managing:

➤ **Ouray County Courthouse Restoration / New Construction Project:**

- The Courthouse Restoration / New Construction Project commenced January, 2019 and the project is slated for completion in March, 2020.

➤ **Road and Bridge Audit (Needs Assessment) Implementation:**

- Development of Capital Improvement Plans for:
 - Heavy Equipment and Vehicles;
 - Rural County Road Plan; and
 - Road and Bridge Facility Planning (part of 37-acre conceptual plan).
- Staffing recommendations implementation;
- Improved Communications; and
- Contemplation of a proposed ballot question to assist with implementation of the Rural Road Plan in 2019.

➤ **Ouray County is administering several other smaller grants as follows:**

- Courthouse Security Grant to fund a full-time Courthouse Security Officer and to purchase security equipment for installation in restored Ouray County Courthouse.
- Emergency Management Performance Grant to partially fund the cost of a full-time Emergency Manager to service the whole of Ouray County.
- FEMA Pre-Disaster Mitigation Project for Wildfire Risk Reduction
- Upper Uncompahgre Cooperative Stream Management Plan Grant for proactive water management and planning.
- Multi-jurisdictional Hazard Mitigation Planning Grant to update the County's existing plan for an additional five years:

➤ **Fiber / Broadband Project:**

- Ouray County has applied for funding assistance to bring fiber to Ouray County Public Health for the provision of broadband services. Estimated project cost is \$4,900,000. The project proposes to build a 96-strand fiber optic network connecting Ouray County Public Health to the nearest handoff point in Montrose. Ouray County was notified in June, 2019 that it was awarded funding in the amount of \$1.5 million dollars to complete part 1 of the project. The subsidy amount awarded equates to 65% of the cost for part 1 with Ouray County responsible for the remaining 35% or roughly \$846,000. Approximately \$500,000 of the County's share is being covered by a Department of Local Affairs (DOLA) grant. The total for part 1 project expenses is \$2.5 million dollars. Part 2 funding has already been submitted and the County should receive notice of funding award on or before the spring of 2020.
- A separate Broadband/Fiber Fund would be created to manage both the revenue and expense for the project.
- The County entered into a construction agreement with a contractor in June of 2018 (subject to funding availability) to ready itself for successful subsidy award by USAC for the proposed fiber infrastructure project.
- The proposed network would be operated and managed by Region 10.

All of the above capital projects, capital improvements, capital purchases and operational efficiencies have been the focus of an end-goal to: 1) proactively plan for the future, 2) understand capital needs, 3) to develop capital improvement plans and costs, and 4) to strategize and develop mechanisms to support these capital improvements for the benefit of Ouray County citizens, employees and visiting public now and for the future.

Connie J. Hunt
County Administrator

OURAY COUNTY, COLORADO
STATEMENT OF NET POSITION
December 31, 2018

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 3,652,556
Restricted cash	6,417,989
Property taxes receivable	2,094,561
Accrued interest receivable	16,180
Accounts receivable	65,998
Due from other governmental units	167,264
Inventories	32,000
Capital assets, net	<u>7,447,161</u>
Total assets	<u>19,893,709</u>
LIABILITIES	
Accounts payable	354,617
Leases payable	365,827
Long-term liabilities	
Due more than one year:	
Leases payable	6,631,655
Compensated absences	<u>203,851</u>
Total liabilities	<u>7,555,950</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred revenues	8,812
Deferred property taxes	<u>2,094,561</u>
Total Deferred Inflows of Resources	<u>2,103,373</u>
NET POSITION	
Invested in capital assets	6,998,735
Restricted for:	
Emergencies	388,289
Unrestricted	<u>2,847,362</u>
Total net position	<u>\$ 10,234,386</u>

See accompanying notes to the basic financial statements

OURAY COUNTY, COLORADO
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2018

Functions/Programs	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue</u>
		<u>Charges for Service and Fees</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Government Governmental Activities</u>
Primary government:					
Governmental activities:					
General government	\$ 2,629,973	\$ 1,159,087	\$ -	\$ -	\$ (1,470,886)
Judicial	204,607	-	-	-	(204,607)
Public Safety	1,688,150	254,135	-	-	(1,434,015)
Heath and welfare	1,593,398	-	-	-	(1,593,398)
Recreation and culture	274,035	45,956	26,701	-	(201,378)
Public Works	2,612,930	29,271	931,149	-	(1,652,510)
Total governmental activities	<u>\$ 9,003,093</u>	<u>\$ 1,488,449</u>	<u>\$ 957,850</u>	<u>\$ -</u>	<u>(6,556,794)</u>
General Revenues					
Taxes:					
Property taxes					3,222,850
Sales taxes and miscellaneous					1,247,808
Sale of assets					4,409
Federal and state					2,220,942
Miscellaneous					451,345
Total General Revenues					<u>7,147,354</u>
Changes in Net Position					590,560
Net Position-January 1					9,643,826
Net Position-December 31					<u>\$ 10,234,386</u>

See accompanying notes to the basic financial statements

OURAY COUNTY, COLORADO
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2018

	<u>General</u>	<u>Road and Bridge</u>	<u>Social Services</u>
ASSETS			
Cash and cash equivalents	\$ 869,276	\$ 955,044	\$ 310,997
Restricted cash	156,726	-	2,588
Property taxes receivable	1,448,051	239,301	88,088
Accrued interest receivable	2,598	-	-
Accounts receivable	-	-	-
Due from other governmental	43,012	47,113	34,127
Due from other funds	4,210	-	-
Inventories	-	32,000	-
Total assets	<u>\$ 2,523,873</u>	<u>\$ 1,273,458</u>	<u>\$ 435,800</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 133,369	\$ 65,476	\$ -
Due to other funds	-	4,210	-
Total liabilities	<u>133,369</u>	<u>69,686</u>	<u>-</u>
Deferred inflow of resources			
Deferred revenues	-	-	8,812
Deferred property taxes	1,448,051	239,301	88,088
Total Deferred inflow of resources	<u>1,448,051</u>	<u>239,301</u>	<u>96,900</u>
Fund balances:			
Nonspendable			
Inventory	-	32,000	-
Trust accounts	-	-	2,581
Restricted for			
Emergency reserve	-	-	-
Road 361	-	-	-
Parks and recreation	-	-	-
Courthouse restoration	-	-	-
Committed			
Road Improvements	-	932,471	-
E-911	-	-	-
Health and welfare	-	-	336,319
Public safety	-	-	-
Other funds	-	-	-
Assigned			
Fairgrounds	-	-	-
Other grant projects	-	-	-
Unassigned	<u>942,453</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>942,453</u>	<u>964,471</u>	<u>338,900</u>
Total liabilities, deferred inflow of resources and fund balances	<u>\$ 2,523,873</u>	<u>\$ 1,273,458</u>	<u>\$ 435,800</u>

See accompanying notes to the basic financial statements

Emergency Medical Services	Public Health	Courthouse Restoration	Other Governmental Funds	Total Governmental Funds
\$ 498,890	\$ 59,830	\$ -	\$ 958,519	\$ 3,652,556
-	-	6,258,675	-	6,417,989
319,121	-	-	-	2,094,561
-	-	13,582	-	16,180
41,735	-	24,263	-	65,998
-	-	-	43,012	167,264
-	-	-	-	4,210
-	-	-	-	32,000
<u>\$ 859,746</u>	<u>\$ 59,830</u>	<u>\$ 6,296,520</u>	<u>\$ 1,001,531</u>	<u>\$ 12,450,758</u>
\$ 29,205	\$ 13,276	\$ 113,291	\$ -	\$ 354,617
-	-	-	-	4,210
<u>29,205</u>	<u>13,276</u>	<u>113,291</u>	<u>-</u>	<u>358,827</u>
-	-	-	-	8,812
319,121	-	-	-	2,094,561
<u>319,121</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,103,373</u>
-	-	-	-	32,000
-	-	-	-	2,581
-	-	-	174,881	174,881
-	-	-	61,238	61,238
-	-	-	152,170	152,170
-	-	6,183,229	-	6,183,229
-	-	-	447,653	1,380,124
-	-	-	73,545	73,545
-	46,554	-	-	382,873
511,420	-	-	7,780	519,200
-	-	-	41,583	41,583
-	-	-	13,335	13,335
-	-	-	29,346	29,346
-	-	-	-	942,453
<u>511,420</u>	<u>46,554</u>	<u>6,183,229</u>	<u>1,001,531</u>	<u>9,988,558</u>
<u>\$ 859,746</u>	<u>\$ 59,830</u>	<u>\$ 6,296,520</u>	<u>\$ 1,001,531</u>	<u>\$ 12,450,758</u>

See accompanying notes to the basic financial statements

OURAY COUNTY, COLORADO
RECONCILIATION OF TOTAL GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
December 31, 2018

Total governmental fund balances	\$ 9,988,558
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.	7,447,161
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	(203,851)
Leases payable	(6,997,482)
Net position of governmental activities	<u>\$ 10,234,386</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, 2018

	<u>General</u>	<u>Road and Bridge</u>	<u>Social Services</u>
REVENUES			
Property Taxes	\$ 1,607,898	\$ 265,040	\$ 95,730
Sales Taxes	798,133	-	-
Intergovernmental	464,105	1,200,811	897,713
Licenses and permits	299,278	9,341	-
Charges for services	186,189	-	-
Fees, fines and forfeits	719,576	19,930	-
Miscellaneous	74,551	117,836	9
Total revenues	<u>4,149,730</u>	<u>1,612,958</u>	<u>993,452</u>
EXPENDITURES			
Current:			
General government	2,327,907	-	-
Judicial	204,607	-	-
Public safety	926,826	-	-
Health and welfare	46,517	-	968,927
Recreation and culture	225,171	-	-
Public Works	194,848	2,149,519	-
Debt Service	82,305	163,356	-
Capital outlay	3,000	548,087	-
Total expenditures	<u>4,011,181</u>	<u>2,860,962</u>	<u>968,927</u>
Excess (deficiency) of revenues over expenditures	<u>138,549</u>	<u>(1,248,004)</u>	<u>24,525</u>
OTHER FINANCING SOURCES (USES)			
Sale of assets	1,409	-	-
Loan Proceeds	-	330,000	-
Transfers in	74,918	904,715	-
Transfers out	(128,458)	-	-
Total other financing sources (uses)	<u>(52,131)</u>	<u>1,234,715</u>	<u>-</u>
Net change to fund balance	86,418	(13,289)	24,525
Fund balance, January 1	856,035	994,068	314,375
Decrease an inventory	-	(16,308)	-
Fund balance, December 31	<u>\$ 942,453</u>	<u>\$ 964,471</u>	<u>\$ 338,900</u>

See accompanying notes to the basic financial statements

Emergency Medical Services	Public Health	Courthouse Restoration	Other Governmental Funds	Total Governmental Funds
\$ 352,047	\$ -	\$ -	\$ 902,135	\$ 3,222,850
-	-	449,675	-	1,247,808
49,261	390,703	53,882	122,317	3,178,792
-	-	-	-	308,619
209,067	-	-	45,068	440,324
-	-	-	-	739,506
-	47,975	108,739	102,235	451,345
<u>610,375</u>	<u>438,678</u>	<u>612,296</u>	<u>1,171,755</u>	<u>9,589,244</u>
-	-	-	116,913	2,444,820
-	-	-	-	204,607
636,616	-	-	61,347	1,624,789
-	577,954	-	-	1,593,398
-	-	-	-	225,171
-	-	-	-	2,344,367
-	-	154,174	-	399,835
-	-	784,966	-	1,336,053
<u>636,616</u>	<u>577,954</u>	<u>939,140</u>	<u>178,260</u>	<u>10,173,040</u>
<u>(26,241)</u>	<u>(139,276)</u>	<u>(326,844)</u>	<u>993,495</u>	<u>(583,796)</u>
3,000	-	-	-	4,409
-	-	6,510,073	-	6,840,073
2,366	128,458	-	1,577	1,112,034
-	-	-	(983,576)	(1,112,034)
<u>5,366</u>	<u>128,458</u>	<u>6,510,073</u>	<u>(981,999)</u>	<u>6,844,482</u>
(20,875)	(10,818)	6,183,229	11,496	6,260,686
532,295	57,372	-	990,035	3,744,180
-	-	-	-	(16,308)
<u>\$ 511,420</u>	<u>\$ 46,554</u>	<u>\$ 6,183,229</u>	<u>\$ 1,001,531</u>	<u>\$ 9,988,558</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, 2018

Net change in fund balances - total governmental funds **\$ 6,260,686**

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	\$ 1,336,054	
Depreciation expense	(400,130)	
Excess of capital outlay over depreciation		935,924

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, net	\$ (6,915,500)	
Decrease in accrued vacation and sick leave	22,385	
Principal payment on long-term debt	303,373	(6,589,742)

Change an Inventory-Gravel **(16,308)**

Change in net position of governmental funds **\$ 590,560**

OURAY COUNTY, COLORADO
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
December 31, 2018

	<u>Treasurer's</u> <u>Agency Fund</u>
Cash and investments	<u>\$ 386,909</u>
Due to other governments	<u>\$ 386,909</u>

See accompanying notes to the basic financial statements

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2018

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 4,800. 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, 2018

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 be recognize as an outflow of resources (expense/ expenditure) until then.

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 recognized 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, 2018

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 *Courthouse Restoration Fund* accounts for the financial resources to be used for the restoration of the County Courthouse. The County collects a .55% sales tax to be used to finance the courthouse project. This tax will sunset in 20 years or when the courthouse project is paid in full.

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.
- *Emergency Management Fund* reflects the collection of revenue to be used for declared emergency disaster response and pre-disaster mitigation efforts.
- *MJ Excise Tax Fund* to collect 5% marijuana excise tax to fund public health and safety, county facilities and other general purposes of the county.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2018

Note 1 – Summary of Significant Accounting Policies (continued)

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

(Continued)

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

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues included all taxes.

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 2017 for collection in 2018 are recorded in governmental funds as taxes receivable and deferred inflow of resources as of December 31, 2017 since the amount is measurable but not available until 2018. 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, 2018

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, 2018

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 states that all vacation may accrue up to 400 hours. Sick leave is accrued at twelve (12) days per year up to 480 hours. Upon resignation, termination, retirement or separation from retirement or separation from employment only accrued vacation is paid.

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, 2016, the long term debt that Ouray County has is 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, 2018

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, 2018

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 2016, 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 statues the proprietary funds present the adjustments necessary to reconcile ending net income (loss) on the budgetary basis to the GAAP basis net change in fund 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, 2018

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 \$1,851,627 and the bank balance was \$1,886,779. Of the bank balance \$576,133 was covered by FDIC insurance. The remaining \$1,310,646 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, 2018

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	1,225,261
Colotrust	8,697,626
Certificates of deposit and savings	626,366
Outstanding Warrants – Social Services and other	(92,199)
Total	\$ 10,457,454

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, 2018 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	\$ 74,918	\$ 128,458
Road and Bridge	904,715	
Public Health	128,458	
Emergency Medical Services	2,366	
Emergency Management	1,577	
Road and Bridge Impact		80,000
Road and Bridge Sales Tax		775,000
Highway 361		30,000
MJ Excise Tax		98,576
Total	<u>\$1,112,034</u>	<u>\$1,112,034</u>

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2018

Note 5 – Capital Assets

	Balance 1/1/2018	Additions	Dispositions	Balance 12/31/2018
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 631,934	\$ -	\$ -	\$ 631,934
Land improvements	741,070	-	-	741,070
Construction in Progress	-	974,304	-	974,304
	<u>1,373,004</u>	<u>974,304</u>	<u>-</u>	<u>2,347,308</u>
Capital assets being depreciated				
Buildings and improvements	3,862,211	-	-	3,862,211
Infrastructure	1,387,261	-	-	1,387,261
Equipment and furniture	5,060,150	361,750	-	5,421,900
	<u>10,309,622</u>	<u>361,750</u>	<u>-</u>	<u>10,671,372</u>
Less accumulated depreciation				
Buildings and improvements	(1,232,052)	(97,349)		(1,329,401)
Infrastructure	(75,071)	(41,680)		(116,751)
Equipment and furniture	(3,864,266)	(261,101)		(4,125,367)
	<u>(5,171,389)</u>	<u>(400,130)</u>	<u>-</u>	<u>(5,571,519)</u>
Capital assets being depreciated, net	<u>5,138,233</u>	<u>935,924</u>	<u>-</u>	<u>5,099,853</u>
Total governmental Activities capital assets	<u>\$ 6,511,237</u>	<u>\$ 1,910,228</u>	<u>\$ -</u>	<u>\$ 7,447,161</u>

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

Governmental activities:

General government	\$ 43,195
Public safety	61,713
Public works	246,358
Culture and Recreation	48,864
<u>Total depreciation -governmental activities</u>	<u>\$ 400,130</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.

2015 John Deere Tractor \$36,936, due in 4 payments of \$10,222.66, including interest at 4.00% beginning on August 14, 2015.

2016 purchased various equipment at \$450,000, due in 5 payments of \$93,930.21, including interest at 2.18% beginning in June of 2016.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2018

Note 6 – Long-Term Liabilities (continued)

2017 purchased various equipment at \$330,000, due in 5 payments of \$69,468.78, including interest at 2.63% beginning in June of 2016.

On April 1, 2018, the County made a lease agreement with Branch Banking and Trust Company for \$6,585,500 for the restoration of the County Courthouse. The payments of interest and principal on the lease are due on March 1, June 1, September 1 and December 1 of each year. The first principal payment is not due until June 1, 2019. The effective annual interest rate on the lease is at 3.93%. The Courthouse is used as collateral, along with other provisions, on the lease.

Boiler

	Principal	Interest	Total
2019	\$ 22,807	\$ 1,026	\$ 23,833
Total	\$ 22,807	\$ 1,026	\$ 23,833

2015 John Deere Tractor

	Principal	Interest	Total
2019	\$ 9,408	\$ 376	\$ 9,784
Total	\$ 9,408	\$ 376	\$ 9,784

Various Equipment-2016

	Principal	Interest	Total
2019	\$ 89,966	\$ 3,964	\$ 93,930
2020	91,890	2,003	93,893
Total	\$ 181,856	\$ 5,967	\$ 187,823

Various Equipment-2017

	Principal	Interest	Total
2019	\$ 64,266	\$ 5,203	\$ 69,469
2020	65,956	3,513	69,469
2021	67,689	1,779	69,468
Total	\$ 197,911	\$ 10,495	\$ 208,406

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2018

Note 6 – Long-Term Liabilities (continued)

Courthouse Restoration Lease

	Principal	Interest	Total
2019	\$ 181,300	\$ 256,386	\$ 437,686
2020	250,200	247,398	497,598
2021	260,200	237,443	497,643
2022	270,500	227,093	497,593
2023	281,400	216,331	497,731
2024-2028	1,583,500	904,602	2,488,102
2029-2033	1,924,600	563,584	2,488,184
2034-2037	1,833,800	156,479	1,990,279
Total	\$ 6,585,500	\$ 2,809,316	\$ 9,394,816

The following is a summary of capitalized leases for the year ended December 31, 2018

	Balance 1/1/2018	Additions	Reductions	Balance 12/31/2018	Due Within One Year
Governmental Activities					
Capital leases					
Boiler	\$ 44,632	-	\$ (21,825)	\$ 22,807	\$ 22,807
2014 Chevy Tahoe	6,379	-	(6,379)	-	-
2014 Chevy Tahoe	7,519	-	(7,519)	-	-
2014 Motor grader	38,047	-	(38,047)	-	-
John Deere Tractor	18,876	-	(9,468)	9,408	9,408
Various equipment-2017	269,902	-	(88,046)	181,856	88,046
Various equipment-2018	-	330,000	(132,089)	197,911	64,266
Courthouse restoration	-	6,585,500	-	6,585,500	181,300
Total	\$ 385,355	\$ 6,915,500	\$ (303,373)	\$6,997,482	\$ 365,827

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2018

Note 7– Retirement Plan

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

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

The County's contribution for each employee (and interest allocated to the employee's account) is 100% vested after ten years. If an elected official fails to become re-elected, they immediately become fully vested. Any non-vested County contributions forfeited by an employee who leaves the County's employment are remitted to the County. The County's total payroll was \$3,491,878 in 2018. The total payroll covered by the pension plan was \$3,196,789 in 2018. The total contribution paid was \$ 390,125 in 2018 (10 % of covered payroll), \$230,285 by the employees and \$159,840 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, 2018

Note 9 – Budget Amendment

During 2018 the County amended its budget. The following is a schedule of the changes to the original budget:

Fund	Original Budget	Amendment	Final Budget
General	\$ 4,121,453	\$ 19,386	\$ 4,140,839
Road and Bridge	2,586,330		2,586,330
Social Services	1,210,981		1,210,981
Public Health	607,226		607,226
Conservation Trust	-		-
Road and Bridge Sales Tax	798,400	406	798,806
Fairgrounds	6		6
Road and Bridge Impact Fees	80,600	376	80,976
Highway 361	30,000		30,000
EMS	639,319		639,319
Samson Law Fund	2,060	4,763	6,823
Special Grants	266,916		266,916
Courthouse Restoration	864,870		864,870
MJ Excise Tax	125,000		125,000
Emergency Management	2		2
Totals	\$ 11,333,163	\$ 24,931	\$ 11,358,094

Note 10–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.

Ouray County, Colorado
Notes to Basic Financial Statements
December 31, 2018

Note 11 – 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.

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

Note 12–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.

Required Supplementary Information

OURAY COUNTY, COLORADO
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

Year Ended December 31, 2018

REVENUES	Budgeted		Actual	Variance
	Original			
Property taxes	\$ 1,613,110	\$ 1,613,110	\$ 1,607,898	\$ (5,212)
Sales taxes and other	781,000	781,000	798,133	17,133
Intergovernmental	485,511	485,511	464,105	(21,406)
Licenses and permits	206,350	206,350	299,278	92,928
Charges for services	137,996	137,996	186,189	48,193
Fees, fines and forfeits	748,400	748,400	719,576	(28,824)
Miscellaneous	62,440	62,440	74,551	12,111
Supplement	-	23,269	-	(23,269)
Total revenues	4,034,807	4,058,076	4,149,730	91,654
EXPENDITURES				
Assessor	273,391	273,391	269,930	3,461
Administration other	228,121	228,121	234,549	(6,428)
Administrator	337,876	337,876	333,925	3,951
Board of County Commissioners	236,007	236,007	235,715	292
Clerk and Recorder	304,037	304,037	280,125	23,912
County Attorney	105,000	105,000	100,004	4,996
County Coroner	39,091	39,091	45,390	(6,299)
County Jail	65,562	65,562	90,944	(25,382)
Courthouse Security	51,682	51,682	51,034	648
District Attorney	104,603	104,603	104,603	-
Elections	44,337	44,337	40,780	3,557
Emergency Management	86,739	86,739	88,015	(1,276)
Employee Benefits	75,082	75,082	70,756	4,326
Extension Services	3,879	3,879	3,879	-
Fairgrounds	179,360	179,360	168,804	10,556
Information Technology	174,451	174,451	178,094	(3,643)
Juvenile Diversion	11,000	11,000	11,550	(550)
Land Use	254,707	254,707	250,350	4,357
Maintenance of Buildings	240,466	240,466	222,843	17,623
Public Telecommunications	44,132	44,132	47,374	(3,242)
Public Trustee	15,056	15,056	13,961	1,095
Recreation and Culture	9,600	9,600	8,993	607
Sheriff	623,213	623,213	685,283	(62,070)
Social Programs	1,300	1,300	502	798
Surveyor	2,516	2,516	2,368	148
Transfer Station	900	900	625	275
Treasurer	193,706	193,706	190,632	3,074
Weed department	200,807	200,807	194,848	5,959
Supplement	-	19,386	-	19,386
Total department expenses	3,906,621	3,926,007	3,925,876	131
Debt service payments	85,174	85,174	82,305	2,869
Capital Outlay	-	-	3,000	(3,000)
OTHER FINANCING SOURCES (USES)				
Sale of assets	100	100	1,409	1,309
Transfers in	91,437	91,437	74,918	(16,519)
Transfers out	(128,458)	(128,458)	(128,458)	-
Total other financing sources and uses	(36,921)	(36,921)	(52,131)	(15,210)
Net change to fund balance	6,091	9,974	86,418	76,444
Fund balance, January 1	681,532	681,532	856,035	174,503
Fund balance, December 31	\$ 687,623	\$ 691,506	\$ 942,453	\$ 250,947

OURAY COUNTY, COLORADO
ROAD AND BRIDGE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Property taxes and other	\$ 268,722	\$ 268,722	\$ 265,040	\$ (3,682)
Intergovernmental:				
Federal shared revenues	158,171	158,171	158,171	-
State shared revenues	832,163	832,163	946,078	113,915
State Grants	105,759	105,759	96,562	(9,197)
Total intergovernmental revenues	<u>1,096,093</u>	<u>1,096,093</u>	<u>1,200,811</u>	<u>104,718</u>
Licenses and permits	<u>5,000</u>	<u>5,000</u>	<u>9,341</u>	<u>4,341</u>
Miscellaneous:				
Refund of expenditures	120,000	120,000	106,696	(13,304)
Other miscellaneous revenues	<u>3,529</u>	<u>3,529</u>	<u>11,140</u>	<u>7,611</u>
Total miscellaneous revenues	<u>123,529</u>	<u>123,529</u>	<u>117,836</u>	<u>(5,693)</u>
Fees	<u>19,000</u>	<u>19,000</u>	<u>19,930</u>	<u>930</u>
Total revenues	<u>1,512,344</u>	<u>1,512,344</u>	<u>1,612,958</u>	<u>100,614</u>
EXPENDITURES				
Operations	2,188,187	2,188,187	2,149,519	38,668
Debt service	185,139	185,139	163,356	21,783
Capital outlay	<u>193,003</u>	<u>193,003</u>	<u>218,087</u>	<u>(25,084)</u>
Total expenditures	<u>2,566,329</u>	<u>2,566,329</u>	<u>2,530,962</u>	<u>35,367</u>
Excess (deficiency) of revenues over expenditures	<u>(1,053,985)</u>	<u>(1,053,985)</u>	<u>(918,004)</u>	<u>135,981</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	910,000	910,000	904,715	(5,285)
Total other financing sources (uses)	<u>910,000</u>	<u>910,000</u>	<u>904,715</u>	<u>(5,285)</u>
Net change to fund balance	(143,985)	(143,985)	(13,289)	130,696
Fund balance, January 1	751,717	751,717	994,068	242,351
Increase an inventory	-	-	(16,308)	(16,308)
Fund balance, December 31	<u>\$ 607,732</u>	<u>\$ 607,732</u>	<u>\$ 964,471</u>	<u>\$ 356,739</u>

OURAY COUNTY, COLORADO
SOCIAL SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2018

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 96,150	\$ 96,150	\$ 95,730	\$ (420)
County administration	147,600	147,600	154,645	7,045
ICM collaborative management	60,000	60,000	145,238	85,238
Old age pension	83,000	83,000	54,221	(28,779)
Aid to the needy and disabled	9,600	9,600	3,912	(5,688)
Child care	25,580	25,580	22,933	(2,647)
Food assistance	400,000	400,000	245,287	(154,713)
Child welfare	213,000	213,000	116,590	(96,410)
Core services	22,880	22,880	12,099	(10,781)
Leap	60,551	60,551	43,437	(17,114)
CSBG grant	1,000	1,000	4,716	3,716
Colorado works	57,000	57,000	90,243	33,243
Child support	4,500	4,500	4,392	(108)
Miscellaneous	200	200	9	(191)
Total revenues	<u>1,181,061</u>	<u>1,181,061</u>	<u>993,452</u>	<u>(187,609)</u>
EXPENDITURES				
County funded grants	17,500	17,500	18,500	(1,000)
County administration	185,500	185,500	172,922	12,578
ICMS	60,000	60,000	145,407	
Old age pension	83,000	83,000	54,221	28,779
Colorado works	67,000	67,000	98,671	(31,671)
Aid to the needy and disabled	12,000	12,000	(24)	12,024
Child care	28,800	28,800	24,927	3,873
General assistance	7,500	7,500	3,581	3,919
Leap	60,551	60,551	43,437	17,114
Child welfare	260,000	260,000	142,094	117,906
Core services	24,630	24,630	13,878	10,752
Child support	5,500	5,500	5,314	186
Food assistance	400,000	400,000	245,287	154,713
Cost allocation	(1,000)	(1,000)	712	(1,712)
Total expenditures	<u>1,210,981</u>	<u>1,210,981</u>	<u>968,927</u>	<u>327,461</u>
Excess (deficiency) of revenues over expenditures	(29,920)	(29,920)	24,525	139,852
Fund balance, January 1	29,920	29,920	314,375	284,455
Fund balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 338,900</u>	<u>\$ 338,900</u>

OURAY COUNTY, COLORADO
PUBLIC HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Intergovernmental:				
Federal shared revenues	\$ 157,731	\$ 157,731	\$ 152,966	\$ (4,765)
State shared revenues	51,964	51,964	45,965	(5,999)
State Grants	176,115	176,115	191,772	15,657
Total intergovernmental revenues	<u>385,810</u>	<u>385,810</u>	<u>390,703</u>	<u>4,893</u>
Miscellaneous:				
Refund of expenditures	44,709	44,709	38,312	(6,397)
Other miscellaneous revenues	9,315	9,315	9,663	348
Total miscellaneous revenues	<u>54,024</u>	<u>54,024</u>	<u>47,975</u>	<u>(6,049)</u>
Total revenues	<u>439,834</u>	<u>439,834</u>	<u>438,678</u>	<u>(1,156)</u>
EXPENDITURES				
Public Health	607,226	607,226	577,954	29,272
Total expenditures	<u>607,226</u>	<u>607,226</u>	<u>577,954</u>	<u>29,272</u>
Excess (deficiency) of revenues over expenditures	<u>(167,392)</u>	<u>(167,392)</u>	<u>(139,276)</u>	<u>28,116</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	128,458	128,458	128,458	-
Total other financing sources (uses)	<u>128,458</u>	<u>128,458</u>	<u>128,458</u>	<u>-</u>
Net change to fund balance	(38,934)	(38,934)	(10,818)	28,116
Fund balance, January 1	57,374	57,374	57,372	(2)
Fund balance, December 31	<u>\$ 18,440</u>	<u>\$ 18,440</u>	<u>\$ 46,554</u>	<u>\$ 28,114</u>

OURAY COUNTY, COLORADO
EMERGENCY MEDICAL SERVICES
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2018

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 357,715	\$ 357,715	\$ 352,047	\$ (5,668)
Intergovernmental	15,266	15,266	16,484	1,218
Charges for services	202,090	202,090	209,067	6,977
Grants	9,370	9,370	32,777	23,407
Total revenues	<u>584,441</u>	<u>584,441</u>	<u>610,375</u>	<u>25,934</u>
EXPENDITURES				
Public safety	639,319	639,319	636,616	2,703
Total expenditures	<u>639,319</u>	<u>639,319</u>	<u>636,616</u>	<u>2,703</u>
Excess (deficiency) of revenues over expenditures	(54,878)	(54,878)	(26,241)	28,637
OTHER FINANCING SOURCES (USES)				
Sale of Assets	12,000	12,000	3,000	(9,000)
Transfers in	2,888	2,888	2,366	(522)
Total other financing sources (uses)	<u>14,888</u>	<u>14,888</u>	<u>5,366</u>	<u>(9,522)</u>
Net change to fund balance	(39,990)	(39,990)	(20,875)	19,115
Fund balance, January 1	487,701	487,701	532,295	44,594
Fund balance, December 31	<u>\$ 447,711</u>	<u>\$ 447,711</u>	<u>\$ 511,420</u>	<u>\$ 63,709</u>

OURAY COUNTY, COLORADO
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
December 31, 2018

	<u>Conservation Trust</u>	<u>Contingent</u>	<u>Fairgrounds</u>	<u>Special Grant</u>	<u>Road and Bridge Impact</u>	<u>Samson Law</u>
ASSETS						
Cash and cash equivalents	\$ 152,170	\$ 174,881	\$ 13,335	\$ 29,346	\$ 145,763	\$ 7,780
Due from other governmental	-	-	-	-	-	-
Total assets	<u>152,170</u>	<u>174,881</u>	<u>13,335</u>	<u>29,346</u>	<u>145,763</u>	<u>7,780</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances						
Reserved for:						
Emergencies	-	174,881	-	-	-	-
Unreserved:	152,170	-	13,335	29,346	145,763	7,780
Total fund balances	<u>152,170</u>	<u>174,881</u>	<u>13,335</u>	<u>29,346</u>	<u>145,763</u>	<u>7,780</u>
Total liabilities and fund balances	<u>\$ 152,170</u>	<u>\$ 174,881</u>	<u>\$ 13,335</u>	<u>\$ 29,346</u>	<u>\$ 145,763</u>	<u>\$ 7,780</u>

<u>E-911 Authority</u>	<u>MJ Excise Tax</u>	<u>Emergency Management</u>	<u>Road and Bridge 361</u>	<u>Road and Bridge Sales Tax</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 73,545	\$ 11,236	\$ 30,347	\$ 61,238	\$ 258,878	\$ 958,519
	-	-	-	43,012	43,012
<u>73,545</u>	<u>11,236</u>	<u>30,347</u>	<u>61,238</u>	<u>301,890</u>	<u>1,001,531</u>
	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	174,881
<u>73,545</u>	<u>11,236</u>	<u>30,347</u>	<u>61,238</u>	<u>301,890</u>	<u>826,650</u>
<u>73,545</u>	<u>11,236</u>	<u>30,347</u>	<u>61,238</u>	<u>301,890</u>	<u>1,001,531</u>
<u>\$ 73,545</u>	<u>\$ 11,236</u>	<u>\$ 30,347</u>	<u>\$ 61,238</u>	<u>\$ 301,890</u>	<u>\$ 1,001,531</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, 2018

	Conservation Trust	Contingent	Fairgrounds	Special Grant Fund	Road and Bridge Impact	Samson Law
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	26,701	-	-	95,616	-	-
Charges for services	-	-	-	-	-	-
Interest earnings	2,714	-	-	-	-	-
Miscellaneous	-	-	-	-	97,582	100
Total revenues	<u>29,415</u>	<u>-</u>	<u>-</u>	<u>95,616</u>	<u>97,582</u>	<u>100</u>
EXPENDITURES						
Current:						
General government	-	-	-	80,446	976	6,823
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>80,446</u>	<u>976</u>	<u>6,823</u>
Excess (deficiency) of revenues over expenditures	29,415	-	-	15,170	96,606	(6,723)
OTHER FINANCING SOURCES (USES)						
Transfer in	-	-	-	-	-	-
Transfer out	-	-	-	-	(80,000)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(80,000)</u>	<u>-</u>
Net change to fund balance	29,415	-	-	15,170	16,606	(6,723)
Fund balance, January 1	<u>122,755</u>	<u>174,881</u>	<u>13,335</u>	<u>14,176</u>	<u>129,157</u>	<u>14,503</u>
Fund balance, December 31	<u>\$ 152,170</u>	<u>\$ 174,881</u>	<u>\$ 13,335</u>	<u>\$ 29,346</u>	<u>\$ 145,763</u>	<u>\$ 7,780</u>

<u>E-911 Authority</u>	<u>MJ Excise Tax</u>	<u>Emergency Management</u>	<u>Road and Bridge 361</u>	<u>Road and Bridge Sales Tax</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ 104,983	\$ -	\$ -	\$ 797,152	\$ 902,135
-	-	-	-	-	122,317
45,068	-	-	-	-	45,068
8	-	109	1,722	-	4,553
-	-	-	-	-	97,682
<u>45,076</u>	<u>104,983</u>	<u>109</u>	<u>1,722</u>	<u>797,152</u>	<u>1,171,755</u>
-	4,861	1	-	23,806	116,913
<u>61,347</u>	<u>4,861</u>	<u>1</u>	<u>-</u>	<u>23,806</u>	<u>178,260</u>
(16,271)	100,122	108	1,722	773,346	993,495
-	-	1,577	-	-	1,577
-	(98,576)	-	(30,000)	(775,000)	(983,576)
-	(98,576)	1,577	(30,000)	(775,000)	(981,999)
(16,271)	1,546	1,685	(28,278)	(1,654)	11,496
89,816	9,690	28,662	89,516	303,544	990,035
<u>\$ 73,545</u>	<u>\$ 11,236</u>	<u>\$ 30,347</u>	<u>\$ 61,238</u>	<u>\$ 301,890</u>	<u>\$ 1,001,531</u>

**OURAY COUNTY, COLORADO
 CONSERVATION TRUST FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 Year Ended December 31, 2018**

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Intergovernmental	\$ 25,000	\$ 25,000	\$ 26,701	\$ 1,701
Miscellaneous income	180	180	2,714	2,534
Total revenues	<u>25,180</u>	<u>25,180</u>	<u>29,415</u>	<u>4,235</u>
EXPENDITURES				
Recreation	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change to fund balance	25,180	25,180	29,415	4,235
Fund balance, January 1	<u>122,755</u>	<u>122,755</u>	<u>122,755</u>	<u>-</u>
Fund balance, December 31	<u><u>\$ 147,935</u></u>	<u><u>\$ 147,935</u></u>	<u><u>\$ 152,170</u></u>	<u><u>\$ 4,235</u></u>

OURAY COUNTY, COLORADO
CONTINGENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2018

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

OURAY COUNTY, COLORADO
FAIRGROUNDS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Miscellaneous	\$ 600	\$ 600	\$ -	(600)
EXPENDITURES				
Recreation	6	6	-	(6)
Total expenditures	6	6	-	(6)
Net change to fund balance	594	594	-	(594)
Fund balance, January 1	13,335	13,335	13,335	-
Fund balance, December 31	\$ 13,929	\$ 13,929	\$ 13,335	\$ (594)

OURAY COUNTY, COLORADO
SPECIAL GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2018

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 264,816	\$ 264,816	\$ 95,616	\$ (169,200)
EXPENDITURES				
General Government	266,916	266,916	80,446	186,470
Total expenditures	<u>266,916</u>	<u>266,916</u>	<u>80,446</u>	<u>186,470</u>
Excess (deficiency) of revenues over expenditures	(2,100)	(2,100)	15,170	17,270
Net change to fund balance	(2,100)	(2,100)	15,170	17,270
Fund balance, January 1	<u>14,176</u>	<u>14,176</u>	<u>14,176</u>	<u>-</u>
Fund balance, December 31	<u><u>\$ 12,076</u></u>	<u><u>\$ 12,076</u></u>	<u><u>\$ 29,346</u></u>	<u><u>\$ 17,270</u></u>

OURAY COUNTY, COLORADO
ROAD AND BRIDGE IMPACT FEES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Impact fees	\$ 60,600	\$ 77,582	\$ 97,582	\$ 20,000
EXPENDITURES				
General Government	600	976	976	-
Total expenditures	600	976	976	-
Excess (deficiency) of revenues over expenditures	60,000	76,606	96,606	20,000
OTHER FINANCING SOURCES (USES)				
Transfers out	(80,000)	(80,000)	(80,000)	-
Net change to fund balance	(20,000)	(3,394)	16,606	20,000
Fund balance, January 1	129,157	129,157	129,157	-
Fund balance, December 31	\$ 109,157	\$ 125,763	\$ 145,763	\$ 20,000

OURAY COUNTY, COLORADO
E-911 AUTHORITY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Charges for services	\$ 45,000	\$ 45,000	\$ 45,068	\$ 68
Interest income	10	10	8	(2)
Total revenues	<u>45,010</u>	<u>45,010</u>	<u>45,076</u>	<u>66</u>
EXPENDITURES				
Public safety	71,000	71,000	61,347	9,653
Total expenditures	<u>71,000</u>	<u>71,000</u>	<u>61,347</u>	<u>9,653</u>
 Net change to fund balance	 (25,990)	 (25,990)	 (16,271)	 9,719
 Fund balance, January 1	 <u>78,631</u>	 <u>78,631</u>	 <u>89,816</u>	 <u>11,185</u>
Fund balance, December 31	<u><u>\$ 52,641</u></u>	<u><u>\$ 52,641</u></u>	<u><u>\$ 73,545</u></u>	<u><u>\$ 20,904</u></u>

OURAY COUNTY, COLORADO
SAMSON LAW FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
State revenues	\$ -	\$ -	\$ -	\$ -
Court fees	500	500	100	(400)
Total revenues	<u>500</u>	<u>500</u>	<u>100</u>	<u>(400)</u>
EXPENDITURES				
General government	2,060	6,823	6,823	-
Total expenditures	<u>2,060</u>	<u>6,823</u>	<u>6,823</u>	<u>-</u>
Net change to fund balance	(1,560)	(6,323)	(6,723)	(400)
Fund balance, January 1	<u>14,503</u>	<u>14,503</u>	<u>14,503</u>	<u>-</u>
Fund balance, December 31	<u><u>\$ 12,943</u></u>	<u><u>\$ 8,180</u></u>	<u><u>\$ 7,780</u></u>	<u><u>\$ (400)</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, 2018

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest Earnings	\$ 450	\$ 450	\$ 1,722	\$ 1,272
	<u>450</u>	<u>450</u>	<u>1,722</u>	<u>1,272</u>
EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(30,000)</u>	<u>(30,000)</u>	<u>(30,000)</u>	<u>-</u>
Net change to fund balance	(29,550)	(29,550)	(28,278)	1,272
Fund balance, January 1	<u>89,516</u>	<u>89,516</u>	<u>89,516</u>	<u>-</u>
Fund balance, December 31	<u>\$ 59,966</u>	<u>\$ 59,966</u>	<u>\$ 61,238</u>	<u>\$ 1,272</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, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Sales Taxes	\$ 780,000	\$ 780,406	\$ 797,152	\$ 16,746
EXPENDITURES	23,400	23,806	23,806	-
OTHER FINANCING SOURCES (USES)				
Transfers In/(out)	(775,000)	(775,000)	(775,000)	-
Net change to fund balance	(18,400)	(18,400)	(1,654)	16,746
Fund balance, January 1	264,139	264,139	303,544	39,405
Fund balance, December 31	<u>\$ 245,739</u>	<u>\$ 245,739</u>	<u>\$ 301,890</u>	<u>\$ 56,151</u>

OURAY COUNTY, COLORADO
MJ EXCISE TAX
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Taxes	\$ 125,000	\$ 125,000	\$ 104,983	\$ (20,017)
EXPENDITURES	3,750	3,750	4,861	(1,111)
OTHER FINANCING SOURCES (USES)				
Transfers In/(out)	(121,250)	(121,250)	(98,576)	22,674
Net change to fund balance	-	-	1,546	1,546
Fund balance, January 1	9,690	9,690	9,690	-
Fund balance, December 31	\$ 9,690	\$ 9,690	\$ 11,236	\$ 1,546

OURAY COUNTY, COLORADO
EMERGENCY MANAGEMENT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Miscellaneous	\$ 50	\$ 50	\$ 109	\$ 59
EXPENDITURES	<u>2</u>	<u>2</u>	<u>1</u>	<u>1</u>
OTHER FINANCING SOURCES (USES)				
Transfers In/(out)	<u>1,925</u>	<u>1,925</u>	<u>1,577</u>	<u>(348)</u>
Net change to fund balance	1,973	1,973	1,685	(288)
Fund balance, January 1	<u>28,662</u>	<u>28,662</u>	<u>28,662</u>	<u>-</u>
Fund balance, December 31	<u>\$ 30,635</u>	<u>\$ 30,635</u>	<u>\$ 30,347</u>	<u>\$ (288)</u>

OURAY COUNTY, COLORADO
COURTHOUSE RESTORATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
Year Ended December 31, 2018

	Budgeted		Actual	Variance
	Original	Final		
REVENUES				
Property taxes and other	\$ 429,000	\$ 429,000	\$ 449,675	\$ 20,675
Intergovernmental:				
State Grants	1,450,000	1,450,000	53,882	(1,396,118)
Return on Investment	-	-	100,326	100,326
Donations	8,000	8,000	8,413	413
Total revenues	<u>1,887,000</u>	<u>1,887,000</u>	<u>612,296</u>	<u>(1,274,704)</u>
EXPENDITURES				
Operations	864,870	864,870	784,966	79,904
Debt service payments	-	-	154,174	(154,174)
Total expenditures	<u>864,870</u>	<u>864,870</u>	<u>939,140</u>	<u>(74,270)</u>
Excess (deficiency) of revenues over expenditures	<u>1,022,130</u>	<u>1,022,130</u>	<u>(326,844)</u>	<u>(1,348,974)</u>
OTHER FINANCING SOURCES				
Loan proceeds, net	-	-	6,510,073	6,510,073
Total other financing sources	<u>-</u>	<u>-</u>	<u>6,510,073</u>	<u>6,510,073</u>
Net change to fund balance	1,022,130	1,022,130	6,183,229	5,161,099
Fund balance, January 1	-	-	-	-
Fund balance, December 31	<u>\$ 1,022,130</u>	<u>\$ 1,022,130</u>	<u>\$ 6,183,229</u>	<u>\$ 5,161,099</u>

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Steps for printing your content and returning to 'Edit Mode

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

ANNUAL HIGHWAY FINANCE REPORT - CY18

Email address: peteblaircpa@yahoo.com

City/County: Ouray County

II - RECEIPTS FOR ROAD AND STREET PURPOSES

Please no commas or dollar signs for the input

A. Receipts from local sources

2. General Fund Appropriations:	\$	967,881.00
3. Other local imposts: <i>from A.3. Total below</i>	\$	354,381.00
4. Miscellaneous local receipts: <i>from A.4. Total below</i>	\$	137,551.00
5. Transfers from toll facilities	\$	0.00
6. Proceeds of sale of bonds and notes		
a. Bonds - Original Issues:	\$	0.00
b. Bonds - Refunding Issues:	\$	0.00
c. Notes:	\$	0.00

SubTotal: \$ 1,459,813.00

B. Private Contributions \$ 0.00

II - RECEIPTS FOR ROAD AND STREET PURPOSES (Detail)

Please no commas or dollar signs for the input

A.3. Other local imposts

a. Property Taxes and Assessments	\$	238,186.00
b. Other Local Imposts		
1. Sales Taxes:	\$	0.00

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b. Other Local Imposts

1. Sales Taxes:	\$	0.00
2. Infrastructure and Impact Fees:	\$	80,000.00
3. Liens:	\$	0.00
4. Licenses:	\$	9,341.00
5. Specific Ownership and/or Other:	\$	26,854.00
Total: (a + b) carried to 'Other local imposts' above		\$ 354,381.00

A.4. Miscellaneous local receipts

Please no commas or dollar signs for the input

a. Interest on Investments:	\$	11,140.00
b. Traffic fines & Penalties:	\$	0.00
c. Parking Garage Fees:	\$	0.00
d. Parking Meter Fees:	\$	0.00
e. Sale of Surplus Property:	\$	0.00
f. Charges for Services:	\$	0.00
g. Other Misc. Receipts:	\$	106,696.00
h. Other:	\$	19,715.00
Total: (a through h) carried to 'Misc local receipts' above		\$ 137,551.00

C. Receipts from State Government

Please no commas or dollar signs for the input

1. Highway User Taxes:	\$	931,149.00
3. Other State funds:		
c. Motor Vehicle Registrations:	\$	34,623.00
d. Other (Specify):		
Comments: Grants-CR361	\$	96,562.00
e. Other (Specify):		
Comments: State Wildlife	\$	237.00
Total: (1+3c,d,e)		\$ 1,062,571.00

D. Receipts from Federal Government

Please no commas or dollar signs for the input

2. Other Federal Agencies		
a. Forest Service:	\$	0.00
b. FEMA:	\$	0.00
c. HUD:	\$	0.00
d. Federal Transit Administration:	\$	0.00

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III - DISBURSEMENTS FOR ROAD AND STREET PURPOSES

Please no commas or dollar signs for the input

A. Local highway disbursements

1. Capital outlay: <i>(from A.1.d. 'Total Capital Outlay' below)</i>	\$	189,338.00
2. Maintenance:	\$	1,676,739.00
3. Road and street services		
a. Traffic control operations:	\$	0.00
b. Snow and ice removal:	\$	0.00
c. Other:	\$	0.00
4. General administration & miscellaneous	\$	472,780.00
5. Highway law enforcement and safety	\$	341,698.00
Total: <i>(A.1-5)</i>	\$	2,680,555.00

Please no commas or dollar signs for the input

B. Debt service on local obligations

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

Please no commas or dollar signs for the input

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

Total Disbursements: *(A+B+C+D)* \$ 2,680,555.00

Please no commas or dollar signs for the input

III - DISBURSEMENTS FOR ROAD AND STREET PURPOSES - (Detail)

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III - DISBURSEMENTS FOR ROAD AND STREET PURPOSES - (Detail)

Please no commas or dollar signs for the input

	A. ON NATIONAL HIGHWAY SYSTEM	B. OFF NATIONAL HIGHWAY SYSTEM	C. TOTAL
A.1. Capital Outlay			
a. Right-Of-Way Costs:	\$ 0.00	\$ 0.00	\$ 0.00
b. Engineering Costs:	\$ 0.00	\$ 0.00	\$ 0.00
c. Construction			
1. New Facilities:	\$ 0.00	\$ 0.00	\$ 0.00
2. Capacity Improvements:	\$ 0.00	\$ 0.00	\$ 0.00
3. System Preservation:	\$ 0.00	\$ 189,338.00	\$ 189,338.00
4. System Enhancement:	\$ 0.00	\$ 0.00	\$ 0.00
5. Total Construction:			\$ 189,338.00
d. Total Capital Outlay: <i>(Lines A.1.a. + 1.b. + 1.c.5)</i>			\$ 189,338.00

IV. LOCAL HIGHWAY DEBT STATUS

Please no commas or dollar signs for the input

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

V - LOCAL ROAD AND STREET FUND BALANCE

Please no commas or dollar signs for the input

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
\$ 0.00	\$ 2,400,555.00	\$ 2,400,555.00	\$ 0.00	\$ 0.00

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IV. LOCAL HIGHWAY DEBT STATUS

Please no commas or dollar signs for the input

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

V - LOCAL ROAD AND STREET FUND BALANCE

Please no commas or dollar signs for the input

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
\$ 0.00	\$ 2,680,555.00	\$ 2,680,555.00	\$ 0.00	\$ 0.00

Notes & Comments:

undefined

Please enter your name: Pete Blair

Please provide a telephone number where you may be reached: 1-970-856-7550

Save

Print Mode

Edit Mode

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