

HINSDALE COUNTY, COLORADO
FINANCIAL STATEMENTS AND REPORT OF
INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

December 31, 2020

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INDEPENDENT AUDITOR'S REPORT

July 28, 2021

To the Board of County Commissioners
Hinsdale County, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Hinsdale County, Colorado, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise Hinsdale County, Colorado'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.



Board of County Commissioners
July 28, 2021
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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Hinsdale County, Colorado, as of December 31, 2020, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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 4–7 and 36–38 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 Hinsdale County, Colorado's basic financial statements. The combining and individual nonmajor fund financial statements, additional budgetary schedules as listed in the table of contents, and the 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, the supplementary budget to actual schedules, and the 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



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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, the supplementary budget to actual schedules, and the Local Highway Finance Report, are fairly stated in all material respects in relation to the basic financial statements as a whole.

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HINSDALE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2020

This management's discussion and analysis of Hinsdale County financial statements provides an overview of the County's financial activities for the fiscal year ended December 31, 2020. The intent of this discussion and analysis is to look at the County's financial performance as a whole; it should be read in conjunction with the basic financial statements and notes to enhance the reader's understanding of the County's overall financial performance.

USING THE BASIC FINANCIAL STATEMENTS

This annual report consists of four parts—management's discussion and analysis (this section), the basic financial statements, the supplementary information, and the single audit, if applicable. The basic financial statements include two types of information on the same statement that present different views of the County:

- Government-wide financial statements report information on all of the activities of County and its component units, except for County fiduciary activity.
- Fund financial statements of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred inflows, fund equity, revenues, and expenditures or expenses.

Government-wide Statements

The government-wide statements include the Statement of Net Position and the Statement of Activities. The effect of interfund activity has been removed from these statements. Governmental activities, which are normally supported by taxes, charges for services and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on user charges for support.

These two statements, the Statement of Net Position and the Statement of Activities, report the County's net position and changes in it. The County's net position—the difference of assets, liabilities, and deferred inflows—are one way to measure the County's financial health, or financial position. Over time, increases or decreases in the County's net position are one indicator of whether its financial health is improving or deteriorating. Other non-financial factors, however, such as changes in the County's property tax base and the condition of the infrastructure, are needed to assess the overall health of the County.

HINSDALE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2020

Fund Financial Statements

The fund financial statements provide more detailed information about the County's funds, focusing on its most significant funds—not the County as a whole. The County's major governmental funds include the General Fund, the Road and Bridge Fund, and the Sheriff Department Fund.

Governmental funds – The County's activities are reported in twelve governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending in future periods. The funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash.

The Proprietary Fund is accounted for using the accrual basis of accounting as follows:

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

Fiduciary Fund Financial Statements consist of the Trust and Agency Funds and are custodial in nature (assets equal liabilities) and do not involve measurement or results of operations.

THE COUNTY AS A WHOLE

Statement of Net Position

The perspective of the Statement of Net Position is of the County as a whole. Following is a summary of the County's net position for the fiscal years 2019 and 2020.

	2019			2020		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Current and Other assets	3,434,429	67,144	3,501,573	3,531,768	81,990	3,613,758
Capital Assets	2,755,039	37,971	2,793,010	4,096,947	41,674	4,138,621
Total Assets	6,189,468	105,115	6,294,583	7,628,715	123,664	7,752,379
Long-Term Liabilities outstanding	23,575	0	23,575	23,575	0	23,575
Other Liabilities	211,482	16,716	228,198	212,995	18,842	231,837
Deferred Inflows: Property Taxes	1,013,678	0	1,013,678	1,032,903	0	1,032,903
Total Liabilities	1,248,735	16,716	1,265,451	1,269,473	18,842	1,283,315
Net Position:						
Net investment in Capital Assets	2,755,039	37,971	2,793,010	4,096,947	41,674	4,138,621
Restricted for TABOR	116,448	0	116,448	116,448	0	116,448
Unrestricted	2,069,246	50,428	2,145,847	2,145,847	63,148	2,208,995
Total Net Position	4,940,733	88,399	5,029,132	6,359,242	104,822	6,464,064

HINSDALE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2020

The County shows a positive balance in net position. The most significant item on the statement of net position is an increase in Capital Assets.

Statement of Activities

The perspective of the Statement of Activities is of the County as a whole. The Statement of Activities reflects the cost of program services and the charges for services and sales, grants and contributions offsetting those services. The following detail reflects the total cost of services supported by program revenues, sales taxes, and general property taxes, as well as other general revenues, resulting in the overall change in net position for the fiscal years 2019 and 2020.

REVENUES:	2019			2020		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Program Revenues:						
Charges for Services	457,210	193,200	650,410	535,137	216,600	751,737
Grants & Contributions	1,669,190	0	1,669,190	670,879	0	670,879
General Revenues:						
Taxes	2,655,933	0	2,655,933	2,649,202	0	2,649,202
Interest & Other Revenue	243,267	0	243,267	1,515,387	0	1,515,387
Total Revenues	5,025,600	193,200	5,218,800	5,370,605	216,600	5,587,205
EXPENSES:						
General Government	2,449,115	0	2,449,115	1,550,983	0	1,550,983
Public Safety	428,505	0	428,505	477,238	0	477,238
Health & Welfare	336,236	0	336,236	350,511	0	350,511
Highways & Streets	1,428,892	0	1,428,892	1,515,470	0	1,515,470
Culture & Recreation	56,082	0	56,082	57,894	0	57,894
Transfer Station/Recreation		205,770	205,770		200,176	200,176
Interest Expense	0	0	0	0	0	0
Total Expenses	4,698,830	205,770	4,904,600	3,952,096	200,176	4,152,272
Increase (Decrease) in net position:	326,770	(12,570)	314,200	1,418,509	16,424	1,434,933
Net Position January 1	4,613,963	100,968	4,714,931	4,940,733	88,398	5,029,131
Prior Period Adj	0	0	0			
Net Position January 1 restated	4,616,963	100,968	4,714,931	4,940,733	88,398	5,029,131
Net Position December 31	4,940,733	88,398	5,029,131	6,359,342	104,822	6,464,064

The County's primary sources of revenue are from taxes and grants. These revenues are used to pay the cost of the general government and capital asset improvements.

The County operated at an increase in net position for governmental activities in 2020.

HINSDALE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2020

The County's Major Funds

The County's procedures in establishing budgetary data reflected in the financial statements are summarized in Note B of the financial statements. An amended budget was adopted by the County during the fiscal year 2020.

General Fund Budgetary Highlights

General Fund Resources (Inflows)

The County's final revenues in the amount of \$2,517,937 were higher than the budget expectations of \$2,495,918 by \$22,019 due to an increase in Sales Tax for the County. We did not receive any Federal Leasing Funds in 2020 that was budgeted for as well.

General Fund Charges to Appropriations (Outflows)

The County's final expenditures of \$2,168,544 is less than the appropriated budget of \$2,348,504 by \$179,960 due to a decrease in administrative payroll expenses, grant expenses budgeted for, but projects not completed in 2020 and a reduction in travel expenses due to COVID-19.

Road and Bridge Budgetary Highlights

Road and Bridge Fund Resources (Inflows)

The County's final revenues in the amount of \$1,209,920 were less than the budget expectations of \$1,212,788 by \$2,868 mainly due to a decrease in HUTF funds.

Road and Bridge Fund Resources (Outflows)

The County's final expenditures in the amount of \$1,518,153 was more than the budget expectations of \$1,498,938 by \$19,215 mostly due to an increase in Equipment Rental for rock crushing and a gravel project.

Sheriff Fund Budgetary Highlights

Sheriff Fund Resources (Inflows)

The County's final revenues in the amount of \$119,773 were more than the budget expectations of \$103,108 by \$16,665 due to the sale of excess equipment and a Search and Rescue grant from the Ben Brownlee Memorial Fund via the Lake Fork Community Foundation.

Sheriff Fund Resources (Outflows)

The County's final expenditures of \$447,822 were less than the budget expectations of \$460,751 by \$12,929 due to the prisoner expenses not being used, but budgeted for. The payroll was also down due to deputy position not being filled, while Forest Service patrol and policy implementation offset some of this.

HINSDALE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2020

CAPITAL ASSETS

At the end of 2020, the County had a total \$4,096,947 invested in capital assets of governmental activities. The amount of capital assets for business-type activities totalled \$46,492 after accumulated depreciation. See Note E Capital Assets.

LONG-TERM DEBT

The balance of Long-Term Debt at the end of 2020 is \$82,926 in Compensated balances.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our residents, customers, taxpayers, investors, and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have any questions regarding this report or need additional financial information, please contact:

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Hinsdale County, Colorado

Statement of Net Position

December 31, 2020

	Primary Government		Total	Component Unit
	Governmental Activities	Business-Type Activities		Silver Thread
Assets				
Current Assets:				
Cash and investments	\$ 2,054,051	\$ 75,679	\$ 2,129,730	\$ 495,163
Accounts receivable	311,461	6,311	317,772	-
Intergovernmental receivable	-	-	-	64,520
Interfund receivable (payable)	-	-	-	-
Property taxes receivable	1,032,903	-	1,032,903	-
Inventories	133,353	-	133,353	-
Total current assets	<u>3,531,768</u>	<u>81,990</u>	<u>3,613,758</u>	<u>559,683</u>
Noncurrent Assets				
Capital assets:				
Land	2,307,400	6,327	2,313,727	-
Construction in progress	32,530	-	32,530	-
Buildings	2,407,357	-	2,407,357	-
Machinery and equipment	2,606,469	287,000	2,893,469	-
Vehicles	1,057,375	-	1,057,375	-
Less accumulated depreciation	<u>(4,314,184)</u>	<u>(251,653)</u>	<u>(4,565,837)</u>	<u>-</u>
Total noncurrent assets	<u>4,096,947</u>	<u>41,674</u>	<u>4,138,621</u>	<u>-</u>
Total Assets	<u>7,628,715</u>	<u>123,664</u>	<u>7,752,379</u>	<u>559,683</u>
Liabilities				
Current Liabilities				
Accounts payable	141,381	12,942	154,323	12,326
Accrued liabilities	4,763	-	4,763	-
Deposits payable	-	5,900	5,900	-
Unearned grant revenue	7,500	-	7,500	-
Compensated absences	59,351	-	59,351	-
Total current liabilities	<u>212,995</u>	<u>18,842</u>	<u>231,837</u>	<u>12,326</u>
Noncurrent liabilities				
Compensated absences	<u>23,575</u>	<u>-</u>	<u>23,575</u>	<u>-</u>
Total noncurrent liabilities	<u>23,575</u>	<u>-</u>	<u>23,575</u>	<u>-</u>
Total Liabilities	<u>236,570</u>	<u>18,842</u>	<u>255,412</u>	<u>12,326</u>
Deferred inflows				
Property taxes	<u>1,032,903</u>	<u>-</u>	<u>1,032,903</u>	<u>-</u>
Net Position				
Investment in capital assets	4,096,947	41,674	4,138,621	-
Restricted for :				
TABOR	116,448	-	116,448	14,627
Unrestricted	2,145,847	63,148	2,208,995	532,730
Total Net Position	<u>\$ 6,359,242</u>	<u>\$ 104,822</u>	<u>\$ 6,464,064</u>	<u>\$ 547,357</u>

The accompanying footnotes are an integral part of these financial statements.

Hinsdale County, Colorado
Statement of Activities
For the year ended December 31, 2020

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position			Component Unit
	Expenses	Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities	Business-Type Activities	TOTAL	Silver Thread
Primary Government:								
Governmental Activities:								
General government	\$ 1,550,983	\$ 178,026	\$ 115,657	\$ 34,740	\$ (1,222,560)	\$ -	\$ (1,222,560)	\$ -
Public safety	477,238	112,376	18,031	11,129	(335,702)	-	(335,702)	-
Health and welfare	350,511	73,785	192,701	-	(84,025)	-	(84,025)	-
Highways and streets	1,515,470	165,950	259,137	-	(1,090,383)	-	(1,090,383)	-
Culture and recreation	57,894	5,000	39,484	-	(13,410)	-	(13,410)	-
Total Governmental Activities	<u>3,952,096</u>	<u>535,137</u>	<u>625,010</u>	<u>45,869</u>	<u>(2,746,080)</u>	<u>-</u>	<u>(2,746,080)</u>	<u>-</u>
Business-Type Activities								
Recreation	20,700	43,190	-	-	-	22,490	22,490	-
Transfer station	179,476	173,410	-	-	-	(6,066)	(6,066)	-
Total Business-Type Activities	<u>200,176</u>	<u>216,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,424</u>	<u>16,424</u>	<u>-</u>
Total Primary Government	<u>\$ 4,152,272</u>	<u>\$ 751,737</u>	<u>\$ 625,010</u>	<u>\$ 45,869</u>	<u>(2,746,080)</u>	<u>16,424</u>	<u>(2,729,656)</u>	<u>-</u>
Component unit								
Public Health	<u>\$ 625,059</u>	<u>\$ 134,153</u>	<u>\$ 717,073</u>	<u>\$ -</u>				<u>226,167</u>
General Revenues:								
Taxes:								
					1,015,301	-	1,015,301	-
					84,375	-	84,375	-
					576,507	-	576,507	-
					714,187	-	714,187	-
					258,832	-	258,832	-
					13,133	-	13,133	-
					37,772	-	37,772	-
					14,482	-	14,482	-
					1,450,000	-	1,450,000	-
					4,164,589	-	4,164,589	-
					1,418,509	16,424	1,434,933	226,167
					4,940,733	88,398	5,029,131	321,190
					<u>\$ 6,359,242</u>	<u>\$ 104,822</u>	<u>\$ 6,464,064</u>	<u>\$ 547,357</u>

The accompanying footnotes are an integral part of these financial statements.

Hinsdale County, Colorado

Balance Sheet
Governmental Funds

December 31, 2020

	General Fund	Road and Bridge Fund	Other Governmental Funds	Total Governmental Funds
Assets				
Cash and investments	\$ 1,617,667	\$ 297,045	\$ 187,624	\$ 2,102,336
Accounts receivable	209,378	84,158	17,925	311,461
Intergovernmental receivable	-	-	-	-
Property taxes receivable	960,706	55,842	16,355	1,032,903
Due from other funds	56,458	-	-	56,458
Inventory	22,434	110,919	-	133,353
Total assets	2,866,643	547,964	221,904	3,636,511
Liabilities				
Accounts payable	108,505	19,230	13,646	141,381
Accrued liabilities	4,763	-	-	4,763
Unearned revenue	7,500	-	-	7,500
Due to pooled cash	-	-	48,285	48,285
Due to other funds	-	-	56,458	56,458
Total liabilities	120,768	19,230	118,389	258,387
Deferred inflows				
Property taxes	960,706	55,842	16,355	1,032,903
Fund balance				
Non-spendable				
Inventory	22,434	110,919	-	133,353
Restricted				
TABOR emergency reserve	116,448	-	-	116,448
Human services	-	-	-	-
Marketing and advertising	-	-	12,412	12,412
Open space	19,077	-	12,881	31,958
Retirement	72,470	-	-	72,470
Snow grooming	-	-	17,804	17,804
Schools and roads	-	-	28,662	28,662
Road maintenance and construction	-	361,973	-	361,973
Public safety	301,283	-	-	301,283
Assigned				
Capital purchases	-	-	76,022	76,022
Unassigned				
	1,253,457	-	(60,621)	1,192,836
Total fund balance	\$ 1,785,169	\$ 472,892	\$ 87,160	\$ 2,345,221

The accompanying footnotes are an integral part of these financial statements.

Hinsdale County, Colorado

Reconciliation of Governmental Fund Balance to
The Statement of Net Position

December 31, 2020

Amounts reported for governmental activities on the statement of net position are different because:

Total fund balance - governmental funds		\$	2,345,221
Capital assets used in governmental activities are not current financial resources and therefore, are not reported in the funds			
Cost	\$	8,411,131	
Accumulated depreciation		<u>(4,314,184)</u>	4,096,947
Long-term liabilities including leases payable and compensated absences are not due and payable in the current period and therefore are not reported in the funds.			
Compensated absences			<u>(82,926)</u>
Total government wide activities net position		\$	<u><u>6,359,242</u></u>

The accompanying footnotes are an integral part of these financial statements.

Hinsdale County, Colorado

Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds

For the year ended December 31, 2020

	General Fund	Road and Bridge Fund	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes	\$ 1,613,979	\$ 773,640	\$ 114,060	\$ 2,501,679
Intergovernmental revenue	575,915	270,095	40,715	886,725
Licenses and permits	38,984	-	-	38,984
Interest on investments	14,084	-	-	14,084
Charges for services	213,635	165,950	-	379,585
Reimbursement	12,444	-	-	12,444
Miscellaneous	48,896	235	776	49,907
Total Revenues	2,517,937	1,209,920	155,551	3,883,408
Expenditures				
Current expenditures				
General government	1,470,692	-	-	1,470,692
EMS services	250,030	-	-	250,030
Public safety	447,822	-	-	447,822
Health and welfare	-	-	52,268	52,268
Highways and streets	-	1,429,906	-	1,429,906
Culture and recreation	-	-	57,894	57,894
Capital outlay	-	88,247	-	88,247
Total Expenditures	2,168,544	1,518,153	110,162	3,796,859
Excess (deficiency) of revenue over expenditures	349,393	(308,233)	45,389	86,549
Other financing sources (uses)				
Sale of assets	-	37,798	-	37,798
Transfer in	15,800	-	47,000	62,800
Transfer out	-	-	(62,800)	(62,800)
Total other financing sources (uses)	15,800	37,798	(15,800)	37,798
Excess (deficiency) of revenues over expenditures and other sources (uses)	365,193	(270,435)	29,589	124,347
Fund balance at beginning of year	1,419,976	743,327	57,571	2,220,874
Fund balance at end of year	<u>\$ 1,785,169</u>	<u>\$ 472,892</u>	<u>\$ 87,160</u>	<u>\$ 2,345,221</u>

The accompanying footnotes are an integral part of these financial statements.

Hinsdale County, Colorado

Reconciliation of the Statement of Revenues, Expenditures
And Changes in Fund Balances of the Governmental Funds
To the Statement of Activities

For the year ended December 31, 2020

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

Net change in fund balances - total governmental funds \$ 124,347

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.

Capital outlays	\$ 96,689	
Depreciation expense	<u>(204,781)</u>	(108,092)

Contributions of capital assets are not recognized in the governmental funds
but are recognized as capital assets and contribution revenue in the government
wide statements. 1,450,000

Accrued liabilities for employees compensation benefits are considered long-term
liabilities and as such are not recognized in the funds but are recognized in the
government-wide financial statements.

Increase in compensated absences	<u>(47,746)</u>
----------------------------------	-----------------

Change in net position of governmental activities \$ 1,418,509

The accompanying footnotes are an integral part of these financial statements.

Hinsdale County, Colorado

Statement of Net Position
Proprietary Funds

December 31, 2020

	Business-type Activities - Enterprise Funds		
	Transfer Station	Recreation	Total
	Fund	Fund	
Assets			
Cash and cash equivalents	\$ 3,144	\$ 72,535	\$ 75,679
Accounts receivable	6,311	-	6,311
Land	291	6,036	6,327
Machinery and equipment	236,633	50,367	287,000
Accumulated depreciation	(208,516)	(43,137)	(251,653)
Total Assets	37,863	85,801	123,664
Liabilities			
Accounts payable	12,942	-	12,942
Deposits payable	5,900	-	5,900
Total Liabilities	18,842	-	18,842
Net Position			
Unrestricted	19,021	85,801	104,822
Total Net Position	\$ 19,021	\$ 85,801	\$ 104,822

The accompanying footnotes are an integral part of these financial statements.

Hinsdale County, Colorado

Statement of Revenue, Expenses and Changes in Fund Net Position
Proprietary Funds

For the year ended December 31, 2020

	Transfer Station Fund	Recreation Fund	Total Current Year
Operating revenues			
Disposal fees	\$ 173,410	\$ -	\$ 173,410
Campground fees	-	43,189	43,189
Total operating revenues	<u>173,410</u>	<u>43,189</u>	<u>216,599</u>
Operating expenses			
Payroll expenses	29,119	50	29,169
Insurance	1,427	492	1,919
Sanitation and maintenance expenses	135,469	15,605	151,074
Supplies	2,396	2,124	4,520
Depreciation	6,508	2,409	8,917
Miscellaneous	4,557	20	4,577
Total operating expenses	<u>179,476</u>	<u>20,700</u>	<u>200,176</u>
Increase (decrease) in net position	(6,066)	22,489	16,423
Net position at beginning of year	25,087	63,312	88,399
Net position at end of year	<u>\$ 19,021</u>	<u>\$ 85,801</u>	<u>\$ 104,822</u>

The accompanying footnotes are an integral part of these financial statements.

Hinsdale County, Colorado

Statement of Cash Flows
Proprietary Funds

For the year ended December 31, 2020

	Transfer Station Fund	Recreation Fund	Total
Cash flows from operating activities			
Cash received from customers	\$ 181,235	\$ 43,188	\$ 224,423
Cash payments to suppliers for goods and services	(144,898)	(18,291)	(163,189)
Cash payments to employees for services	(27,144)	-	(27,144)
Net cash provided (used) by operating activities	<u>9,193</u>	<u>24,897</u>	<u>34,090</u>
Cash flows from investing activities			
Cash paid for purchase of capital assets	<u>(12,620)</u>	<u>-</u>	<u>(12,620)</u>
Net increase (decrease) in cash and cash equivalents	(3,427)	24,897	21,470
Cash and cash equivalents, beginning of year	6,571	47,638	54,209
Cash and cash equivalents, end of year	<u>\$ 3,144</u>	<u>\$ 72,535</u>	<u>\$ 75,679</u>
Reconciliation of operating income (loss) to net cash			
Provided (used) by operating activities:			
Income (loss) from operations	\$ (6,066)	\$ 22,488	\$ 16,422
Adjustments to reconcile income (loss) from operations			
to net cash provided (used) by operating activities:			
Depreciation	6,508	2,409	8,917
(Increase) decrease in accounts receivable	6,625	-	6,625
Increase (decrease) in deposits payable	1,200	-	1,200
(Increase) decrease in prepaid expenses	-	-	-
Increase (decrease) in accounts payable	926	-	926
Net cash provided (used) by operating activities	<u>\$ 9,193</u>	<u>\$ 24,897</u>	<u>\$ 34,090</u>

The accompanying footnotes are an integral part of these financial statements.

Hinsdale County, Colorado

Statement of Fiduciary Net Position
Fiduciary Funds

December 31, 2020

	Treasurer's Custodial
Cash and cash equivalents	\$ 226,571
Accounts receivable	7,263
Total assets	<u>233,834</u>
Due to other governments	99,934
Total liabilities	<u>99,934</u>
Net position, restricted for other governments	<u><u>\$ 133,900</u></u>

The accompanying footnotes are an integral part of these financial statements.

Hinsdale County, Colorado

Statement of Changes in Net Position
Fiduciary Funds

December 31, 2020

	<u>Treasurer's Custodial Fund</u>
Additions:	
Collections for other governments	\$ 2,140,625
Total additions	<u>2,140,625</u>
Disbursements:	
Disbursements to other governments	2,116,900
Total disbursements	<u>2,116,900</u>
Change in net position	23,725
Beginning net position	110,175
Ending net position	<u><u>\$ 133,900</u></u>

The accompanying footnotes are an integral part of these financial statements.

Silver Thread Public Health District

Balance Sheet
General Fund

December 31, 2020

Assets	
Cash and investments	\$ 495,163
Accounts receivable	64,520
Total assets	<u>559,683</u>
Liabilities	
Accounts payable	<u>12,326</u>
Total liabilities	<u>12,326</u>
Fund balance	
Restricted	
TABOR emergency reserve	14,627
Unassigned	532,730
Total fund balance	<u>\$ 547,357</u>

The accompanying footnotes are an integral part of these financial statements.

Silver Thread Public Health District

Statement of Revenues, Expenditures and Changes in Fund Balance - General Fund

For the year ended December 31, 2020

Revenues	
Intergovernmental revenue	\$ 690,214
Charges for services	134,153
Miscellaneous	26,859
Total Revenues	<u>851,226</u>
Expenditures	
Current expenditures	
Public Health	<u>625,059</u>
Total Expenditures	<u>625,059</u>
Excess (deficiency) of revenue over expenditures	<u>226,167</u>
Fund balance at beginning of year	<u>321,190</u>
Fund balance at end of year	<u>\$ 547,357</u>

The accompanying footnotes are an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of the County reflected in the accompanying financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Accounting principles generally accepted in the United States of America for local governments are those promulgated by the Governmental Accounting Standards Board (GASB) in *Government Accounting and Financial Reporting Standards*.

1. Reporting Entity

Primary Government

The County is a political subdivision organized under the statutes of the State of Colorado. The County is governed by a three-member elected Board of County Commissioners (the Board). There are also five other elected officials – assessor, clerk and recorder, sheriff, district attorney, and treasurer. The treasurer is also the County Public Trustee. The County provides a wide range of services to its residents including public safety, highways and streets, parks and open spaces, health and social services, public improvements, planning, zoning, and general administration.

Component Unit

Silver Thread Public Health District (the “District”) was formed in 2016 to provide health information, programs, services, and resources to the residents and visitors of Hinsdale and Mineral Counties. The District is governed by a 5 member board appointed by a committee composed of one commissioner from each of the counties comprising the District. The District is funded through contributions from each of the counties it serves as well as through grants from federal, state and local sources, and through user fees. Hinsdale County provides the District’s facilities, and performs all financial accounting and reporting functions for the District. The County handles all payroll for the District’s employees and its employees participate in the County’s benefit programs. Due to the integration of Silver Thread’s accounting systems, people, and assets with Hinsdale County, management determined that it should be reported as a discretely presented component unit of the County. The District follows the accounting policies of Hinsdale County.

2. Government-Wide Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. Government-wide statements report information on all of the activities of the County and its component units, except for County fiduciary activity. The effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes, charges for services and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on user charges for support.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- CONTINUED

The statement of activities reflects the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include:

- Charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and
- Grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segments. Taxes and other items not properly included in program revenues are reported as general revenues.

3. Fund Financial Statements

The accounts of the County are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows, liabilities, deferred inflows, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to, and accounted for, in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

All governmental funds are accounted for on a flow of current financial resources basis. Balance sheets for these funds generally include only current assets, current liabilities, and appropriate deferred inflows. Reported fund balances are considered a measure of available, spendable resources. Operating statements for these funds present a summary of available, spendable resources and expenditures for the period.

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

The County reports the following major governmental funds:

- The General Fund is the general operating fund of the County. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Principal sources of revenues for this fund are property taxes, licenses and permits, intergovernmental assistance, and charges for services. Primary expenditures are for functions related to public safety, planning and zoning, property valuation, tax collection, vehicle licensing, document recording, and other County administrative functions. The general fund is reported with the EMS, Sheriff and Retirement sub-funds.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- CONTINUED

- The Road and Bridge Fund is a special revenue fund used to account for the maintenance and improvements of streets and highways. The sources of funds include property taxes, highway user fees, and PILT money. By state law, Colorado counties are required to establish a Road and Bridge Fund with a portion of any property taxes assessed for this purpose to be allocated to cities and towns located within that county.

The County also reports six nonmajor governmental funds. These include one capital fund that accumulates resources for ambulance replacements and five special revenues funds, each of which has a restricted revenue sources that is used to fund the purpose of the fund. The special revenue funds are used to account for revenues and expenditures related to human services, tourism, conservation, wildfire prevention, and snow grooming.

The Proprietary Funds are accounted for using the accrual basis of accounting which means that revenues are recognized when earned, and expenses are recognized when the liabilities are incurred. The proprietary funds recognize all long-term liabilities and assets.

Fiduciary Fund Financial Statements consist of the Trust and Agency Fund established to record transactions relating to assets held by the County in a trustee capacity or as an agent for individuals, governmental entities, and non-public organizations. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement or results of operations.

4. Measurement Focus and Basis of Accounting

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

The modified accrual basis of accounting is used by all governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined. “Available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include: (1) principal and interest on general long-term debt, which is recognized when due and (2) compensated absences, which are recognized when the obligations are expected to be liquidated with expendable available resources.

Those revenues susceptible to accrual are interest revenue and charges for services. Entitlement revenues are not susceptible to accrual because, generally, they are not measurable until received. Grant revenues are recognized as they are earned.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- CONTINUED

5. Assets, Liabilities, and Net Position or Equity

Cash

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments

Investments are stated at fair value based on quoted market values, with the exception of money market funds and external investments pools, which are stated at cost, which is equal to fair value.

Property Taxes

Property taxes are levied on January 1 based on assessed valuation as of the previous January 1 when an enforceable lien is placed on the property. Property taxes payable in the following year are reported as a receivable on December 31. All current taxes receivable are offset by the full amount of the deferred inflow of property taxes. Taxes are payable in full by April 30, or in two equal installments due February 28 and June 15.

Receivables

General receivables are reported at gross unless management has determined that there is a significant amount that will not be collected. The majority of the receivables balance relates to intergovernmental payments for grant reimbursements and receivables for user fees related to EMT services.

Allowance for doubtful accounts

The allowance for doubtful accounts is based on the expected collectability of current receivable based on actual historical experience.

Inter-fund transactions

There are transactions between funds that are treated as revenues and expenditures if the services provided are reasonably equivalent in value to the amount paid. Transactions that constitute reimbursement of a fund for expenditures initially made from that fund, which are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other inter-fund transactions are reported as transfers. Outstanding balances between funds at the end of the year are reported as due to/from other funds.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- CONTINUED

5. Assets, Liabilities, and Net Position or Equity - continued

Inventories and Prepaid Items

Inventory is valued at cost (first-in, first-out). Inventory in the Special Revenue Funds consists of expendable supplies held for use. Reported inventories are reported as non-spendable fund balance, which indicates that they do not constitute “available spendable resources” even though they are a component of net current assets. Inventory policy on government-wide statements is consistent with fund statements.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The expenditures will be recognized using the consumption method in the period that they benefit.

Capital Assets

Capital assets, which include land, buildings and improvements, equipment, construction in progress, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental activities columns in the Government-wide Financial Statements. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 and a life of more than one year. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their estimated 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.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Building	40
Furniture & Fixtures	7
General Equipment	10
Vehicles	3-5

Long-Term Obligations

Long-term debt and other long-term obligations are recorded as liabilities in the Government-wide Financial Statements. In the fund financial statements for governmental fund types, debt proceeds are reported as another financing source. The County does not have any long-term debt at December 31, 2020.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- CONTINUED

5. Assets, Liabilities, and Net Position or Equity - continued

Compensated Absences

County policy allows employees to accumulate unused vacation and sick leave up to certain maximum hours. Retiring employees are paid 100% of unused vacation up to 240 hours, but are not paid for unused sick leave. The County has recorded the accrued liability for the accumulated vacation time as compensated absences in the accompanying financial statements.

Unearned Revenue

Revenues on grants, which are restricted by the grant document for specific purposes, are recognized as revenue only after eligible grant costs have been incurred. Grant funds received in excess of grant expenditures are recorded as unearned revenues.

Deferred inflows

Deferred inflows of resources represents an acquisition of net position of fund balance that applies to future periods and will not be recognized as an inflow of resources as revenue until applicable. Hinsdale County records property taxes receivable as of December 31 for the subsequent year's tax levy but because this acquisition of net position or fund balance applies to a future period it is offset by a deferred inflow of resources.

Fund Equity

In the fund financial statements the following classifications describe the relative strength of the spending constraint.

Non-spendable fund balance – The portion of fund balance that cannot be spent because it is either not in spendable form (such as prepaid expense and inventory), or is legally or contractually required to be maintained intact.

Restricted fund balance – The portion of fund balance constrained to being used for a specific purpose by external parties (such as grantors or bondholders), constitutional provisions or enabling legislation.

Committed fund balance – The portion of fund balance constrained for specific purposes according to resolution passed by the County's highest level of decision making authority, the Board of County Commissioners, prior to the end of the current fiscal year. The constraint may be removed or changed only through resolution by the Board of County Commissioners. Commitments are created through adoption and subsequent amendment of the budget.

Hinsdale County, Colorado

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- CONTINUED

5. Assets, Liabilities, and Net Position or Equity - continued

Assigned fund balance – The portion of fund balance set aside for planned or intended purposes. The intended use may be expressed by the Board of County Commissioners or other individuals authorized to assign funds to be used for a specific purpose.

Unassigned fund balance – The residual portion of fund balance that does not meet any of the above criteria. The general fund is the only fund that reports a positive unassigned fund balance.

If both restricted and unrestricted amounts of fund balance are available for use when an expenditure is incurred, it is County policy to use restricted amounts first. Unrestricted fund balance will be used in the following order; committed, assigned and unassigned.

Use of Estimates

The preparation of the financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

NOTE B - CASH, DEPOSITS, AND INVESTMENTS

A summary of cash and investments as of December 31, 2020 follows:

Petty cash	\$ 1,625
Cash deposits	351,192
Investments	<u>2,498,647</u>
Total cash and investments	<u>\$ 2,851,464</u>

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

Pooled cash and investments	\$ 2,129,730
Agency cash and investments	<u>226,571</u>
Total county cash and investments	<u>2,356,301</u>
Silver Thread Public Health District	
Pooled cash and investments	<u>495,163</u>
Total pooled cash and investments	<u>\$ 2,851,464</u>

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2020

NOTE B - CASH, DEPOSITS, AND INVESTMENTS – CONTINUED

1. Cash Deposits

Colorado State Statutes govern the County's deposits of cash. The statutes specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance (FDIC) on deposits held.

The Colorado Public Deposit Protections Act (PDPA) requires that all units of local government deposit cash in eligible public depositories determined by state regulators. Eligibility is determined by state regulations. Amounts on deposits in excess of federal insurance levels must be collateralized in accordance with the PDPA. PDPA allows the institution to create a single collateral pool for all public funds to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least 102% of the aggregate uninsured deposits.

Custodial Credit Risk- Deposits

Custodial credit risk is the risk that in the event of the failure of a depository institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. At December 31, 2020, the County had bank deposits totaling \$513,975, of this, \$451,795 was covered by FDIC. The remaining balance of \$62,180 was covered by PDPA.

2. Investments

The County's investments are subject to interest rate, credit risk, and concentration of credit risk.

The types of investments which are authorized to be made with County funds are controlled by state statute and the investment policies of the County. Colorado statutes and the County's investment policies specify investment instruments meeting defined rating and risk criteria in which the County may invest:

- 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
- Local government investment pools
- Repurchase agreements
- Money market funds
- Guaranteed investment contracts
- Corporate or bank debt issued by eligible corporations or banks

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2020

NOTE B - CASH, DEPOSITS, AND INVESTMENTS – CONTINUED

2. Investments - continued

Credit Risk

The County's investment policy calls for investment diversification within the portfolio to avoid unreasonable risk inherent in over investing in specific instruments, individual financial institutions or maturities. The County's investment policy allows for the County to invest in local government investment pools. As of December 31, 2020, the local government investment pools (ColoTrust and CSAFE) in which the County had invested, were rated AAAM by Standard & Poor's.

Interest Rate Risk

Colorado Revised Statutes limit investment maturities to five years or less from date of purchase. This limit on investment maturities is a means of limiting exposure to fair values arising from increasing interest rates. The County has no investments with maturities past five years.

The County is invested in Colorado Government Liquid Asset Trust (COLOTRUST), and the Colorado Surplus Asset Fund Trust (CSAFE).

COLOTRUST reports its underlying investments at fair value, CSAFE reports its underlying investments at amortized cost. Both pools are similar to money market funds, with each share valued at \$1, though this is not guaranteed. The investment pools are 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, U.S. government agency securities, highly-rated commercial paper and corporate bonds, bank deposits, AAA money market mutual funds, 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. There are no unfunded commitments, the redemption frequency is daily, and there is no redemption notice period.

Hinsdale County, Colorado

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2020

NOTE D – INTER-FUND ACTIVITY

The County reports inter-fund balances between many of its funds. The balances resulted from the time lag between the dates that (1) inter-fund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. Inter-fund balances are generally expected to be repaid within one year of the financial statement date. Inter-fund transfers for the year ended December 31, 2020 are as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 15,800	\$ –
Title III	–	25,000
Lodging Tax Fund	–	37,800
Ambulance Fund	3,000	–
Human Services Fund	44,000	–
	<u>\$ 62,800</u>	<u>\$ 62,800</u>

NOTE E – CAPITAL ASSETS

Capital assets activity for the year ended December 31, 2020, was as follows:

	<u>Balance December 31, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance December 31, 2020</u>
GOVERNMENT ACTIVITIES				
Capital assets not being depreciated:				
Land	\$ 857,400	\$ 1,450,000	\$ –	\$ 2,307,400
Construction in progress	12,530	20,000	–	32,530
Total capital assets not being depreciated	<u>869,930</u>	<u>1,470,000</u>	<u>–</u>	<u>2,339,930</u>
Capital assets being depreciated:				
Buildings and Improvements	2,407,357	–	–	2,407,357
Machinery and Equipment	2,620,869	22,300	(36,700)	2,606,469
Vehicles	1,002,986	54,389	–	1,057,375
Total capital assets being depreciated	<u>6,031,212</u>	<u>76,689</u>	<u>(36,700)</u>	<u>6,071,201</u>
Less accumulated depreciation:				
Buildings	(1,383,084)	(38,125)	–	(1,421,209)
Machinery and Equipment	(2,110,947)	(75,434)	36,700	(2,149,681)
Vehicles	(652,072)	(91,222)	–	(743,294)
Total accumulated depreciation	<u>(4,146,103)</u>	<u>(204,781)</u>	<u>36,700</u>	<u>(4,314,184)</u>
Total Capital Assets being depreciated, net	<u>1,885,109</u>	<u>(128,092)</u>	<u>–</u>	<u>1,757,017</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 2,755,039</u>	<u>\$ 1,341,908</u>	<u>\$ –</u>	<u>\$ 4,096,947</u>

Hinsdale County, Colorado

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2020

NOTE E – CAPITAL ASSETS – CONTINUED

BUSINESS- TYPE ACTIVITIES

Capital assets not be depreciated

Land	\$ 6,327	\$ –	\$ –	\$ 6,327
Total capital assets not be depreciated	<u>6,327</u>	<u>–</u>	<u>–</u>	<u>6,327</u>

Capital assets being depreciated

Equipment	274,380	12,620	–	287,000
Total capital assets being depreciated	<u>274,380</u>	<u>12,620</u>	<u>–</u>	<u>287,000</u>

Less accumulated depreciation:

Equipment	(242,736)	(4,099)	–	(246,835)
Capital assets being depreciated, net	<u>31,644</u>	<u>8,521</u>	<u>–</u>	<u>40,165</u>

BUSINESS- TYPE ACTIVITIES

CAPITAL ASSETS, NET	<u>\$ 37,971</u>	<u>\$ 8,521</u>	<u>\$ –</u>	<u>\$ 46,492</u>
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Depreciation expense was charged to functions/ programs of the primary government as follows:

Governmental Activities:

General Government	\$ 40,987
Public Safety	30,017
Health and Welfare	48,213
Highways and Streets	85,564
Total depreciation expense – governmental activities	<u>\$ 204,781</u>

NOTE F – LONG- TERM LIABILITIES

Long- term liability balances for the year ended December 31, 2019 were as follows:

	Balance December 31, 2019	Additions	Deletions	Balance December 31, 2020	Due Within One Year
Governmental Activities:					
Compensated Absences	\$ 35,180	\$ 47,746	\$ –	\$ 82,926	\$ 43,408
Total Governmental Activities					
Long-term Liabilities	<u>\$ 35,180</u>	<u>\$ 47,746</u>	<u>\$ –</u>	<u>\$ 82,296</u>	<u>\$ 43,408</u>

NOTE G – RETIREMENT

Pension Plans

The County is a member of the Colorado Retirement Association (CRA) which offers a defined contribution pension plan 401(a), and a Section 457 deferred compensation plan. CRA was organized in 1966 pursuant to state statutes, and includes counties, municipalities and special districts.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2020

NOTE G – RETIREMENT – CONTINUED

Required contributions are established by the governing board of the Association.

Defined Contribution Pension Plan

Under a defined contribution pension plan, the benefits a participant receives depend solely on the amount contributed to the participant's account plus the returns earned on investments of those contributions.

Participation is mandatory for all employees after one year of employment. Eligible employees contribute four percent (4%) of their base pay which is matched by the County. The plan has a five (5) year vesting period and is distributed upon the employee's termination or retirement. Two (2) additional voluntary plans are also offered. One plan provides for contributions up to ten percent (10%) of an employee's base pay while the other plan provides for deferred compensation in which the employee may tax shelter up to nineteen percent (19%) of their base pay.

During the year, the County's required and actual contributions amounted to \$61,017 which was four percent (4%) of its current year covered payroll of \$1,525,425. The County's total payroll for 2020 was \$1,670,643.

Deferred Compensation Plan

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are to be held in trust for the exclusive benefit of the plan participants and their beneficiaries.

The accrual basis of accounting is used for the plan. Revenues are recognized when earned and expenditures are recognized when incurred. Investments are recorded at market value.

The County has no liability for losses under the plan but does have the duty of due care what would be required of an ordinary prudent investor. The County does not administer the plan and is not the Trustee of the plan.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2020

NOTE H – TABOR AMENDMENT RESERVE

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. The County believes it is in compliance with the requirements of the amendment.

Fiscal year spending and revenue limits are determined based on the prior year's spending adjusted for inflation and local growth. The voters of the County have approved a measure that allows the County to retain and spend revenue in excess of the limit.

The amendment also requires that Emergency Reserves be established. These reserves must be at least 3 percent of fiscal year spending. The Emergency Reserve has been presented as restricted fund balance in the General fund. The County is not allowed to use the Emergency Reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

NOTE I – RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft or, damage to and destruction of assets; errors and omissions; and natural disasters for which the government carries commercial insurance.

The County mitigates risk through the following self- insurance pools:

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

Colorado Workers' Compensation Pool (CWCP)

The County is exposed to various risks of loss related to injuries of employees while on the job. The County has joined together with other counties in the State of Colorado to form the Colorado Workers' Compensation Pool (CWCP), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The County pays an annual contribution to CWCP for its workers' compensation insurance coverage. The inter-governmental agreement of formation of CWCP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self- insured retention that is determined each policy year.

Hinsdale County, Colorado

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2020

NOTE I – RISK MANAGEMENT - CONTINUED

There have been no significant reductions in insurance coverage. Settled claims from these risks have not exceeded insurance coverage for the current year of the three prior years.

NOTE J – COMMITMENTS AND CONTINGENCIES

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

NOTE K – INTERGOVERNMENTAL AGREEMENTS

The Board of County Commissioners of Hinsdale County, Colorado, the Board of Trustees of the Town of Lake City, Colorado, and the Upper Gunnison River Water Conservation District are parties to an Intergovernmental Agreement dated May 18, 2009 and amended in 2013 (IGA) for the purpose of prescribing the powers and obligations of the Board of Directors of the Lake San Cristobal Water Activity Enterprise (Enterprise). The Enterprise is governed by a six member Board of Directors with two directors appointed by each of the parties. The Enterprise provides for the financing, design, construction and operation of an outlet structure in Lake San Cristobal located in Hinsdale County. Each of the member entities pay annual assessments for base units of water in Lake San Cristobal. In 2020, the County paid a total of \$13,464 to the Enterprise.

NOTE L – BUDGET VIOLATIONS

The County had budget violations in the current year. The Road and Bridge fund was over budget by \$19,215, Title III fund was over budget by \$424, the Snow Grooming fund was over budget by \$903, and the Transfer Station fund by \$5,811.

REQUIRED SUPPLEMENTARY INFORMATION

Hinsdale County, Colorado

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - General Fund

For the year ended December 31, 2020

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 1,467,973	\$ 1,467,973	\$ 1,613,979	\$ 146,006
Intergovernmental	457,539	457,539	575,915	118,376
Licenses and permits	88,275	88,275	38,984	(49,291)
Interest on investments	36,200	36,200	14,084	(22,116)
Charges for services	144,050	144,050	213,635	69,585
Reimbursement	83,350	83,350	12,444	(70,906)
Miscellaneous	218,531	218,531	48,896	(169,635)
Total revenues	<u>2,495,918</u>	<u>2,495,918</u>	<u>2,517,937</u>	<u>22,019</u>
Expenditures				
Current expenditures				
General government	1,589,998	1,589,998	1,470,692	119,306
EMS services	-	-	250,030	(250,030)
Public Safety	750,506	750,506	447,822	302,684
Capital outlay	8,000	8,000	-	8,000
Total expenditures	<u>2,348,504</u>	<u>2,348,504</u>	<u>2,168,544</u>	<u>179,960</u>
Excess (deficiency) of revenues over (under) expenditures	147,414	147,414	349,393	201,979
Other financing sources (uses)				
Transfer in (out)	6,000	6,000	15,800	9,800
Total other financing sources (uses)	<u>6,000</u>	<u>6,000</u>	<u>15,800</u>	<u>9,800</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	153,414	153,414	365,193	211,779
Beginning fund balance	<u>1,419,976</u>	<u>1,419,976</u>	<u>1,419,976</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,573,390</u>	<u>\$ 1,573,390</u>	<u>\$ 1,785,169</u>	<u>\$ 211,779</u>

Hinsdale County, Colorado

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Road and Bridge Fund

For the year ended December 31, 2020

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 814,696	\$ 814,696	\$ 773,640	\$ (41,056)
Intergovernmental	279,509	188,092	270,095	82,003
Charges for services	210,000	210,000	165,950	(44,050)
Miscellaneous	-	-	235	235
Total revenues	<u>1,304,205</u>	<u>1,212,788</u>	<u>1,209,920</u>	<u>(2,868)</u>
Expenditures				
Current expenditures				
Highways and streets	1,207,154	1,390,938	1,429,906	(38,968)
Capital outlay	108,000	108,000	88,247	19,753
Total expenditures	<u>1,315,154</u>	<u>1,498,938</u>	<u>1,518,153</u>	<u>(19,215)</u>
Excess (deficiency) of revenue over (under) expenditures	(10,949)	(286,150)	(308,233)	(22,083)
Other financing sources (uses)				
Sale of assets	55,000	55,000	37,798	(17,202)
Total other financing sources (uses)	<u>55,000</u>	<u>55,000</u>	<u>37,798</u>	<u>(17,202)</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	44,051	(231,150)	(270,435)	(39,285)
Beginning fund balance	743,327	743,327	743,327	-
Fund balance at end of year	<u>\$ 787,378</u>	<u>\$ 512,177</u>	<u>\$ 472,892</u>	<u>\$ (39,285)</u>

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2020

NOTE RSI 1 – BUDGETARY INFORMATION

Hinsdale County follows the procedures set for them in the Colorado Local Government Budget Law when preparing the annual budget for each fund. Budget procedures include:

- Preparation of budget documents by administrative staff, which shall be submitted to the Board no later than October 15 of each year.
- Publication of a notice stating that the budget is available for public inspection.
- Discussion of the budget in a meeting open to the public.
- Adoption of the budget in a public meeting by appropriate resolution, no later than December 31.

Formal budgetary integration is employed as a management control device for all funds of the County. All budgets are adopted on a basis consistent with U.S. generally accepted accounting principles (GAAP).

Any increases or decreases to the adopted budget at the fund level require that an amended or supplemental budget be approved by the Board of County Commissioners through formal resolution at a public meeting, with prior notice of the proposed changes.

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

SUPPLEMENTARY INFORMATION

Hinsdale County, Colorado

Combining Balance Sheet
Non-Major Governmental Funds

December 31, 2020

	Title III Fund	Human Services Fund	Lodging Tax Fund	Ambulance Replacement Fund	Conservation Trust Fund	Snow Grooming Fund	Total Non-Major Governmental Funds
Assets							
Cash and cash equivalents	\$ 64,791	\$ -	\$ 26,116	\$ 76,022	\$ 12,881	7,814	\$ 187,624
Accounts receivable	-	-	6,625	-	-	11,300	17,925
Property taxes receivable	-	16,355	-	-	-	-	16,355
Total assets	64,791	16,355	32,741	76,022	12,881	19,114	221,904
Liabilities							
Due to pooled cash	-	47,630	-	-	-	655	48,285
Accounts payable	-	12,991	-	-	-	655	13,646
Due to other funds	36,129	-	20,329	-	-	-	56,458
Total liabilities	36,129	60,621	20,329	-	-	1,310	118,389
Deferred inflows							
Property taxes	-	16,355	-	-	-	-	16,355
Fund Balance							
Restricted							
Open space	-	-	-	-	12,881	-	12,881
Snow grooming	-	-	-	-	-	17,804	17,804
Schools and roads	28,662	-	-	-	-	-	28,662
Assigned							
Ambulance replacement	-	-	-	76,022	-	-	76,022
Marketing and advertising	-	-	12,412	-	-	-	12,412
Unassigned							
	-	(60,621)	-	-	-	-	(60,621)
Total Fund Balances	\$ 28,662	\$ (60,621)	\$ 12,412	\$ 76,022	\$ 12,881	\$ 17,804	\$ 87,160

Hinsdale County, Colorado

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Non-Major Governmental Funds

For the year ended December 31, 2020

	Title III Fund	Human Services Fund	Lodging Tax Fund	Ambulance Replacement Fund	Conservation Trust Fund	Snow Grooming Fund	Total Non-Major Governmental Funds
Revenues							
Taxes	\$ -	\$ 17,413	\$ 96,647	\$ -	\$ -	\$ -	\$ 114,060
Intergovernmental revenue	25,000	-	-	-	4,415	11,300	40,715
Miscellaneous	141	-	-	564	-	71	776
Total revenues	<u>25,141</u>	<u>17,413</u>	<u>96,647</u>	<u>564</u>	<u>4,415</u>	<u>11,371</u>	<u>155,551</u>
Expenditures							
Current expenditures							
Health and welfare	-	52,268	-	-	-	-	52,268
Culture and recreation	424	-	55,230	-	-	2,240	57,894
Total expenditures	<u>424</u>	<u>52,268</u>	<u>55,230</u>	<u>-</u>	<u>-</u>	<u>2,240</u>	<u>110,162</u>
Excess (deficiency) of revenue over expenditures	24,717	(34,855)	41,417	564	4,415	9,131	45,389
Other financing sources (uses)							
Transfers in	-	44,000	-	3,000	-	-	47,000
Transfers (out)	<u>(25,000)</u>	<u>-</u>	<u>(37,800)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(62,800)</u>
Total other financing sources (uses)	<u>(25,000)</u>	<u>44,000</u>	<u>(37,800)</u>	<u>3,000</u>	<u>-</u>	<u>-</u>	<u>(15,800)</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	(283)	9,145	3,617	3,564	4,415	9,131	29,589
Fund balance at beginning of year	<u>28,945</u>	<u>(69,766)</u>	<u>8,795</u>	<u>72,458</u>	<u>8,466</u>	<u>8,673</u>	<u>57,571</u>
Fund balance at end of year	<u>\$ 28,662</u>	<u>\$ (60,621)</u>	<u>\$ 12,412</u>	<u>\$ 76,022</u>	<u>\$ 12,881</u>	<u>\$ 17,804</u>	<u>\$ 87,160</u>

Hinsdale County, Colorado

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Title III

For the year ended December 31, 2020

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ -	\$ 15,403	\$ 25,000	\$ 9,597
Interest on investments	-	-	141	141
Total revenues	<u>-</u>	<u>15,403</u>	<u>25,141</u>	<u>9,738</u>
Expenditures				
Culture and recreation	-	-	424	(424)
Total expenditures	<u>-</u>	<u>-</u>	<u>424</u>	<u>(424)</u>
Other financing Sources (Uses)				
Transfers In (out)	(25,000)	(25,000)	(25,000)	-
Total other financing sources (uses)	<u>(25,000)</u>	<u>(25,000)</u>	<u>(25,000)</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures and other sources (uses)	(25,000)	(9,597)	(283)	9,314
Fund balance at beginning of year	<u>28,945</u>	<u>28,945</u>	<u>28,945</u>	<u>-</u>
Fund balance at end of year	<u>\$ 3,945</u>	<u>\$ 19,348</u>	<u>\$ 28,662</u>	<u>\$ 9,314</u>

Hinsdale County, Colorado

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Human Services Fund

For the year ended December 31, 2020

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
General property taxes	\$ 16,822	\$ 16,822	\$ 15,998	\$ (824)
Specific ownership taxes	-	-	1,336	1,336
Delinquent taxes and interest	10	10	79	69
Total revenues	<u>16,832</u>	<u>16,832</u>	<u>17,413</u>	<u>581</u>
Expenditures				
Health and welfare	<u>60,000</u>	<u>60,850</u>	<u>52,268</u>	<u>8,582</u>
Total expenditures	<u>60,000</u>	<u>60,850</u>	<u>52,268</u>	<u>8,582</u>
Excess (deficiency) of revenue over (under) expenditures	(43,168)	(44,018)	(34,855)	9,163
Other financing Sources (Uses)				
Transfers In	<u>44,000</u>	<u>114,459</u>	<u>44,000</u>	<u>(70,459)</u>
Total other financing sources (uses)	<u>44,000</u>	<u>114,459</u>	<u>44,000</u>	<u>(70,459)</u>
Excess (deficiency) of revenues over (under) expenditures and other sources (uses)	832	70,441	9,145	(61,296)
Fund balance at beginning of year	<u>(69,766)</u>	<u>(69,766)</u>	<u>(69,766)</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ (68,934)</u></u>	<u><u>\$ 675</u></u>	<u><u>\$ (60,621)</u></u>	<u><u>\$ (61,296)</u></u>

Hinsdale County, Colorado

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Lodging Tax Fund

For the year ended December 31, 2020

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Lodging tax	\$ 73,794	\$ 91,302	\$ 96,647	\$ 5,345
Total revenues	<u>73,794</u>	<u>91,302</u>	<u>96,647</u>	<u>5,345</u>
Expenditures				
Culture and recreation	<u>72,595</u>	<u>96,329</u>	<u>55,230</u>	<u>41,099</u>
Total expenditures	<u>72,595</u>	<u>96,329</u>	<u>55,230</u>	<u>41,099</u>
Excess (deficiency) of revenue over expenditures	1,199	(5,027)	41,417	46,444
Other financing (uses)				
Transfers out	<u>-</u>	<u>-</u>	<u>(37,800)</u>	<u>(37,800)</u>
Excess (deficiency) of revenue over expenditures and other financing (uses)	1,199	(5,027)	3,617	8,644
Fund balance at beginning of year	<u>8,795</u>	<u>8,795</u>	<u>8,795</u>	<u>-</u>
Fund balance at end of year	<u>\$ 9,994</u>	<u>\$ 3,768</u>	<u>\$ 12,412</u>	<u>\$ 46,444</u>

Hinsdale County, Colorado

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Ambulance Replacement Fund

For the year ended December 31, 2020

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest Income	\$ 750	\$ 600	\$ 564	\$ (36)
Total revenues	<u>750</u>	<u>600</u>	<u>564</u>	<u>(36)</u>
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenue over expenditures	750	600	564	(36)
Other financing sources (uses)				
Transfers in (out)	<u>3,000</u>	<u>3,000</u>	<u>3,000</u>	<u>-</u>
Total other financing sources (uses)	<u>3,000</u>	<u>3,000</u>	<u>3,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	3,750	3,600	3,564	(36)
Fund balance at beginning of year	<u>72,458</u>	<u>72,458</u>	<u>72,458</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 76,208</u></u>	<u><u>\$ 76,058</u></u>	<u><u>\$ 76,022</u></u>	<u><u>\$ (36)</u></u>

Hinsdale County, Colorado

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Conservation Trust Fund

For the year ended December 31, 2020

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 4,500	\$ 4,475	\$ 4,415	\$ (60)
Total Revenues	<u>4,500</u>	<u>4,475</u>	<u>4,415</u>	<u>(60)</u>
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenue over expenditures	4,500	4,475	4,415	(60)
Fund balance at beginning of year	<u>8,466</u>	<u>8,466</u>	<u>8,466</u>	<u>-</u>
Fund balance at end of year	<u>\$ 12,966</u>	<u>\$ 12,941</u>	<u>\$ 12,881</u>	<u>\$ (60)</u>

Hinsdale County, Colorado

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Snow Grooming Fund

For the year ended December 31, 2020

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Trail maintenance fees	\$ 27,763	\$ 11,370	\$ 11,300	\$ (70)
Miscellaneous sources	-	-	71	71
Total revenues	<u>27,763</u>	<u>11,370</u>	<u>11,371</u>	<u>1</u>
Expenditures	<u>23,723</u>	<u>1,337</u>	<u>2,240</u>	<u>(903)</u>
Excess (deficiency) of revenue over (under) expenditures	4,040	10,033	9,131	(902)
Fund balance at beginning of year	<u>8,673</u>	<u>8,673</u>	<u>8,673</u>	<u>-</u>
Fund balance at end of year	<u>\$ 12,713</u>	<u>\$ 18,706</u>	<u>\$ 17,804</u>	<u>\$ (902)</u>

Hinsdale County, Colorado

Schedule of Revenues, Expenditures and Changes in Net Position
Budget and Actual - Transfer Station Fund

For the year ended December 31, 2020

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Disposal fees	\$ 161,200	\$ 167,697	\$ 173,410	\$ 5,713
Total revenue	<u>161,200</u>	<u>167,697</u>	<u>173,410</u>	<u>5,713</u>
Operating expenses:				
Operating expenses	145,920	167,777	172,968	(5,191)
Capital outlay	12,000	12,000	12,620	(620)
Total expenses	<u>157,920</u>	<u>179,777</u>	<u>185,588</u>	<u>(5,811)</u>
Change in net position	3,280	(12,080)	(12,178)	(98)
Net position at beginning of year	<u>25,087</u>	<u>25,087</u>	<u>25,087</u>	<u>-</u>
Net position at end of year, budget basis	<u>\$ 28,367</u>	<u>\$ 13,007</u>	12,909	<u>\$ (98)</u>
Reconciliation to GAAP basis:				
Capital outlay			12,620	
Depreciation expense			<u>(6,508)</u>	
Net position at end of year, GAAP basis			<u>\$ 19,021</u>	

Hinsdale County, Colorado

Schedule of Revenues, Expenditures and Changes in Net Position
Budget and Actual - Recreation Fund

For the year ended December 31, 2020

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Recreation fees	\$ 33,200	\$ 43,190	\$ 43,189	\$ 9,989
Total revenues	<u>33,200</u>	<u>43,190</u>	<u>43,189</u>	<u>9,989</u>
Operating expenses	14,086	18,610	18,291	319
Total expenses	<u>14,086</u>	<u>18,610</u>	<u>18,291</u>	<u>319</u>
Change in net position	19,114	24,580	24,898	9,670
Net position at beginning of year	<u>63,312</u>	<u>63,312</u>	<u>63,312</u>	<u>-</u>
Net position at end of year, budget basis	<u>\$ 82,426</u>	<u>\$ 87,892</u>	88,210	<u>\$ 318</u>
Reconciliation to GAAP basis:				
Depreciation expense			<u>(2,409)</u>	
Net position at end of year, GAAP basis			<u>\$ 85,801</u>	

Silver Thread Public Health District

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget to Actual - General Fund

For the year ended December 31, 2020

Revenues	Budget Original	Budget Final	Actual	Variance With Final Budget Positive (Negative)
Intergovernmental revenue	\$ 587,556	\$ 587,556	\$ 690,214	\$ 102,658
Charges for services	24,066	363,133	134,153	(228,980)
Contributions	14,549	14,549	26,859	12,310
Total Revenues	<u>626,171</u>	<u>965,238</u>	<u>851,226</u>	<u>(114,012)</u>
Expenditures				
Current expenditures				
Public Health	617,571	749,363	625,059	124,304
Total Expenditures	<u>617,571</u>	<u>749,363</u>	<u>625,059</u>	<u>124,304</u>
Excess (deficiency) of revenue over expenditures	<u>8,600</u>	<u>215,875</u>	<u>226,167</u>	<u>10,292</u>
Fund balance at beginning of year	<u>321,190</u>	<u>321,190</u>	<u>321,190</u>	<u>-</u>
Fund balance at end of year	<u>\$ 329,790</u>	<u>\$ 537,065</u>	<u>\$ 547,357</u>	<u>\$ 10,292</u>

Hinsdale County, Colorado

Combining Balance Sheet - General Fund and Sub-Funds

December 31, 2020

	General Fund	EMS Fund	Retirement Fund	Sheriff's Fund	Total Combined General Fund
Assets					
Cash and investments	\$ 1,323,128	\$ (84,359)	\$ 72,957	\$ 305,941	\$ 1,617,667
Accounts receivable	201,361	8,017	-	-	209,378
Intergovernmental receivables	-	-	-	-	-
Property taxes receivable	909,304	-	51,402	-	960,706
Due from other funds	20,329	36,129	-	-	56,458
Inventory	-	22,434	-	-	22,434
Total Assets	2,454,122	(17,779)	124,359	305,941	2,866,643
Liabilities					
Accounts payable	101,856	2,306	-	4,343	108,505
Accrued liabilities	3,961	-	487	315	4,763
Unearned revenue	7,500	-	-	-	7,500
Total Liabilities	113,317	2,306	487	4,658	120,768
Deferred inflows					
Property taxes	909,304	-	51,402	-	960,706
Fund Balance					
Nonspendable					
Inventory	-	22,434	-	-	22,434
Restricted for:					
TABOR	116,448	-	-	-	116,448
Assigned to:					
Public safety	-	-	-	301,283	301,283
Retirement	-	-	72,470	-	72,470
Open space	19,077	-	-	-	19,077
Unassigned	1,295,976	(42,519)	-	-	1,253,457
Total Fund Balance	\$ 1,431,501	\$ (20,085)	\$ 72,470	\$ 301,283	\$ 1,785,169

Hinsdale County, Colorado

Combining Budget to Actual Schedule - General Fund and Sub-Funds

For the year ended December 31, 2020

	General Fund			EMS			Retirement Fund			Sheriff's Fund			Combined General Fund		
	Budget Original	Budget Final	Actual	Budget Original	Budget Final	Actual	Budget Original	Budget Final	Actual	Budget Original	Budget Final	Actual	Budget Original	Budget Final	Actual
Revenues															
Taxes	\$ 1,414,539	\$ 1,414,539	\$ 1,545,510	\$ -	\$ -	\$ -	\$ 53,434	\$ 54,731	\$ 68,469	\$ -	\$ -	\$ -	\$ 1,467,973	\$ 1,469,270	\$ 1,613,979
Intergovernmental	374,800	573,035	289,203	65,000	150,261	194,855	-	-	-	82,739	92,508	91,857	457,539	815,804	575,915
Licenses and permits	23,275	23,275	38,984	-	-	-	-	-	-	-	-	-	88,275	23,275	38,984
Interest on investments	36,200	36,200	14,084	-	-	-	-	-	-	-	-	-	36,200	36,200	14,084
Charges for services	137,050	137,050	133,668	65,000	65,000	73,785	-	-	-	7,000	7,000	6,182	144,050	209,050	213,635
Reimbursement	14,750	14,750	7,067	-	-	-	-	-	-	3,600	3,600	5,377	83,350	18,350	12,444
Miscellaneous	214,764	214,764	23,491	2,000	2,000	9,048	3,767	3,767	-	-	-	16,357	218,531	220,531	48,896
Total revenues	2,215,378	2,413,613	2,052,007	132,000	217,261	277,688	57,201	58,498	68,469	93,339	103,108	119,773	2,495,918	2,792,480	2,517,937
Expenditures															
Current expenditures															
General government	1,533,398	1,900,255	1,407,155	-	-	-	56,600	63,617	63,537	-	-	-	1,589,998	1,963,872	1,470,692
EMS services	-	-	-	213,804	285,506	250,030	-	-	-	-	-	-	-	285,506	250,030
Public Safety	-	-	-	-	-	-	-	-	-	536,702	460,751	447,822	750,506	460,751	447,822
Capital outlay	8,000	8,000	-	-	-	-	-	-	-	-	-	-	8,000	8,000	-
Total expenditures	1,541,398	1,908,255	1,407,155	213,804	285,506	250,030	56,600	63,617	63,537	536,702	460,751	447,822	2,348,504	2,718,129	2,168,544
Excess (deficiency) of revenue over expenditures	673,980	505,358	644,852	(81,804)	(68,245)	27,658	601	(5,119)	4,932	(443,363)	(357,643)	(328,049)	147,414	74,351	349,393
Other financing sources (uses)															
Transfers in	-	-	-	83,000	124,198	83,000	-	-	-	445,000	445,000	445,000	445,000	569,198	528,000
Transfer out	(522,000)	(522,000)	(512,200)	-	-	-	-	-	-	-	-	-	(439,000)	(522,000)	(512,200)
Total other financing sources (uses)	(522,000)	(522,000)	(512,200)	83,000	124,198	83,000	-	-	-	445,000	445,000	445,000	6,000	47,198	15,800
Excess (deficiency) of revenues over expenditures and other sources (uses)	151,980	(16,642)	132,652	1,196	55,953	110,658	601	(5,119)	4,932	1,637	87,357	116,951	153,414	121,549	365,193
Beginning fund balance	1,298,849	1,298,849	1,298,849	(130,743)	(130,743)	(130,743)	67,538	67,538	67,538	184,332	184,332	184,332	1,419,976	1,419,976	1,419,976
Fund balance at end of year	\$ 1,450,829	\$ 1,282,207	\$ 1,431,501	\$ (129,547)	\$ (74,790)	\$ (20,085)	\$ 68,139	\$ 62,419	\$ 72,470	\$ 185,969	\$ 271,689	\$ 301,283	\$ 1,573,390	\$ 1,541,525	\$ 1,785,169

LOCAL HIGHWAY FINANCE REPORT

STATE: COLORADO

YEAR ENDING (mm/yy):
DEC 2020

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assesments	54,623	a. Interest on investments	268
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sales of Surplus Property	37,798
4. Licenses		f. Charges for Services	166,935
5. Specific Ownership/Other	4,562	g. Other Misc Receipts	50
6. Total (1. through 5.)		h. Other	
c. Total (a. + b.)	59,184	i. Total (a. through h.)	205,051
<i>(Carry forward to page 1)</i>	59,184	<i>(Carry forward to page 1)</i>	205,051

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes (from Item I.C.5.)	714,187	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	259,137
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	7,169	d. Federal Transit Administration	
d. Other (Specify) DOLA Grant		e. US Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)		g. Total (a. through f.)	259,137
4. Total (1. + 2. + 3.f)		3. Total (1. + 2.g)	
<i>(Carry forward to page 1)</i>	721,356	<i>(Carry forward to page 1)</i>	259,137

III. EXPENDITURES FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs		88,247	
b. Engineering Costs			
c. Construction:			
(1). New Facilities			

(2). Capacity Improvements			
(3). System Preservation			
(4). System Enhancement And Operation			
(5). Total Construction (1)+(2)+(3)+(4)			
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.4)			
			<i>(Carry forward to page 1)</i>

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE: COLORADO

YEAR ENDING (mm/yy): 12/20

This Information From The Records Of: HINSDALE COUNTY

Prepared By: LYNN MCNITT
970-944-2225

I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. EXPENDITURES FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway expenditures:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	88,247
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	1,067,073
b. Motor Vehicle (from Item I.B.5.)	4,562	3. Road and street services:	
c. Total (a.+b.)	4,562	a. Traffic control operations	64,064
2. fund appropriations	273,000	b. Snow and ice removal	52,347
3. Other local imposts (from page 2)	54,623	c. Other	136,374
4. Miscellaneous local receipts (from page 2)	205,051	d. Total (a. through c.)	252,785
5. Transfers from toll facilities		4. General administration & miscellaneous	91,203
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	1,499,308
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)		a. Interest	
7. Total (1 through 6)	537,236	b. Redemption	
Private Contributions		c. Total (a. + b.)	
C. Receipts from State government (from page 2)	721,356	2. Notes:	
D. Receipts from Federal Government (from page 2)	259,137	a. Interest	
E. Total receipts (A.7 + B + C + D)	1,517,729	b. Redemption	
		c. Total (a. + b.)	
		3. Total (1.c + 2.c)	
		C. Payments to State for highways	
		D. Payments to toll facilities	

	E. Total expenditures (A.6 + B.3 + C + D)	1,499,308
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IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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