

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

December 31, 2018

CONTENTS

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS.....	1
MANAGEMENT’S DISCUSSION AND ANALYSIS.....	3
BASIC FINANCIAL STATEMENTS	
Government wide Financial Statements:	
Statement of Net Position.....	9
Statement of Activities.....	10
Fund Financial Statements;	
Balance Sheet – Governmental Funds.....	11
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position.....	12
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds.....	13
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance to the Statement of Activities.....	14
Statement of Net Position – Proprietary Funds.....	15
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds.....	16
Statement of Cash Flows – Proprietary Funds.....	17
Statement of Fiduciary Net Position – Fiduciary Funds.....	18
Silver Thread Public Health District Balance Sheet.....	19
Silver Thread Public Health District Statement of Revenues, Expenditures and Changes in Fund Balance.....	20
Notes to Financial Statements.....	21
REQUIRED SUPPLEMENTAL INFORMATION	
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund.....	36
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Road and Bridge Fund.....	37
Notes to the Required Supplementary Information.....	38
SUPPLEMENTAL INFORMATION	
Combining Balance Sheet – Non-Major Governmental Funds.....	40
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Non-Major Governmental Funds.....	41
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Title III.....	42

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Human Services Fund.....	43
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Lodging Tax Fund.....	44
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Ambulance Replacement Fund.....	45
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Conservation Trust Fund.....	46
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Snow Grooming Fund.....	47
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Transfer Station Fund.....	48
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Recreation Fund.....	49
Component Unit – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Silver Thread Public Health District.....	50
Combining Balance Sheet – General Fund and Sub-funds.....	51
Combining Budget to Actual Schedule – General Fund and Sub-funds.....	52

OTHER REPORT

Local Highway Finance Report.....	53
-----------------------------------	----

**INDEPENDENT AUDITOR'S REPORT**

August 6, 2019

To the Board of County Commissioners
Hinsdale County, Colorado

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 (the County) 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, 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, 2018, 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.



Board of County Commissioners
August 6, 2019
Page 2

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 3-7 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 the 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 County's basic financial statements. The combining and individual nonmajor fund financial statements, the governmental and proprietary budget to actual schedules as listed in the table of contents, 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 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 and the governmental and proprietary budget to actual schedules as listed in the table of contents, and the Local Highway Finance Report, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Chadwick, Steinkirchner, Davis & Co., P.C.

Chadwick, Steinkirchner, Davis & Co., P.C.

Grand Junction, Colorado



HINSDALE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2018

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, 2018. 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 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, 2018

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 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 2017 and 2018.

	2017			2018		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Current and Other assets	3,744,012	89,405	3,833,417	3,693,141	63,721	3,756,862
Capital Assets	2,520,320	48,883	2,569,203	2,329,142	49,977	2,379,119
Total Assets	6,264,332	138,288	6,402,620	6,022,283	113,698	6,135,981
Long-Term Liabilities outstanding	33,189	0	33,189	28,781	0	28,781
Other Liabilities	331,904	5,133	337,037	297,835	12,731	310,566
Deferred Inflows: Property Taxes	1,080,850	0	1,080,850	1,081,704	0	1,081,704
Total Liabilities	1,445,935	5,133	1,451,068	1,408,320	12,731	1,420,489
Net Position:						
Net investment in Capital Assets	2,520,320	48,883	2,569,203	2,329,142	49,977	2,379,119
Restricted for TABOR	116,448	0	116,448	116,448	0	116,448
Unrestricted	2,181,630	84,272	2,265,902	2,168,373	50,991	2,219,364
Total Net Position	4,818,398	133,155	4,951,553	4,613,963	100,968	4,714,931

HINSDALE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2018

The County shows a positive balance in net position. The most significant items on the statement of net position are an increase in Capital Assets with an increase in Current Assets and a decrease in Total Liabilities.

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 2017 and 2018.

REVENUES:	2017			2018		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Program Revenues:						
Charges for Services	525,622	169,036	694,658	558,832	186,373	742,534
Grants & Contributions	1,228,526	0	1,228,526	1,562,003	0	1,562,003
General Revenues:						
Taxes	2,554,027	0	2,554,027	2,562,706	0	2,562,706
Interest & Other Revenue	39,049	0	39,049	70,813	0	70,884
Total Revenues	4,347,224	169,036	4,516,260	4,754,354	186,373	4,938,127
EXPENSES:						
General Government	2,073,019	0	2,095,911	2,624,956	0	2,624,956
Public Safety	570,868	0	570,868	589,462	0	589,462
Health & Welfare	208,834	0	208,834	206,541	0	206,541
Highways & Streets	1,135,464	0	1,135,464	1,462,735	0	1,462,735
Culture & Recreation	126,669	0	126,669	75,095	0	75,095
Transfer Station/Recreation	0	180,242	180,242		217,999	217,999
Interest Expense	0	0	0	0	0	0
Total Expenses	4,114,854	180,242	4,295,096	4,958,789	217,999	5,176,788
Increase (Decrease) in net position:	232,370	(11,206)	221,164	(204,435)	(31,626)	(238,661)
Net Position January 1	4,600,621	144,361	4,744,982	4,818,398	133,155	4,951,553
Prior Period Adj	(15,116)	0	(15,116)	0	0	0
Net Position January 1 restated	4,585,505	144,361	4,729,866	4,818,398	133,155	4,951,553
Net Position December 31	4,817,875	133,155	4,951,030	4,613,963	101,529	4,712,892

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 a decrease in net position for governmental activities in 2018.

HINSDALE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2018

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 2018.

General Fund Budgetary Highlights

General Fund Resources (Inflows)

The County's final revenues in the amount of \$3,134,036 were less than the budget expectations of \$3,406,889 by \$272,853 due to a revenue overbudgeting of Sales Tax collections as well as Use Tax collections and Grant reallocations.

General Fund Charges to Appropriations (Outflows)

The County's final expenditures of \$3,260,247 were less than the appropriated budget of \$3,735,409 by 475,162 due the reallocation of RWEACT Task Orders 8 and 9, fewer payroll expenses in Admin, Clerk and Elections, Building and Grounds. Commissioner and the Assessor office.

Road and Bridge Budgetary Highlights

Road and Bridge Fund Resources (Inflows)

The County's final revenues in the amount of \$1,580,827 were more than the budget expectations of \$1,520,273 by \$60,554 due to an increase in "Machine Hire for Others" because of additional work done for the Hill 71 project as well as a reallocation of a grant revenue and an increase in the HUTF.

Road and Bridge Fund Resources (Outflows)

The County's final expenditures in the amount of \$1,421,944 were more than the budget expectations of \$1,333,649 by \$88,295 due to an increase in repair costs to repair a piece of equipment (CAT), increased payroll in the shop due to an additional employee hired in January 2018.

Public Health Budgetary Highlights

Public Health Fund Resources (Inflows)

The County's final revenues in the amount of \$705,652 were higher than the budget expectations of \$638,628 by \$67,024 due to new grants being acquired.

Public Health Fund Resources (Outflows)

The County's final expenditures of \$530,992 were higher than the budget expectations of \$495,615 by \$35,377 due to new grants being acquired and the expenses associated with them.

HINSDALE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2018

CAPITAL ASSETS

At the end of 2018, the County had a total \$2,329,142 invested in capital assets of governmental activities. The amount of capital assets for business-type activities totalled \$49,977 after accumulated depreciation. See Note E Capital Assets.

LONG-TERM DEBT

The balance of Long-Term Debt at the end of 2018 is \$69,792 in Compensated absences.

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:

HINSDALE COUNTY
Attn: Lynn McNitt, Accounting and Finance Administrator
PO Box 277
Lake City CO 81235
PH: 970-944-2225 x 103
FAX: 970-644-2630
e-mail: accounting@hinsdalecountycolorado.us

BASIC FINANCIAL STATEMENTS

Hinsdale County, Colorado

Statement of Net Position

December 31, 2018

	Primary Government		Total	Component Unit
	Governmental Activities	Business-Type Activities		Silver Thread
Assets				
Current Assets:				
Cash and investments	\$ 1,935,398	\$ 56,454	\$ 1,991,852	\$ 227,673
Accounts receivable	159,900	7,267	167,167	-
Intergovernmental receivable	379,362	-	379,362	53,402
Interfund receivable (payable)	-	-	-	-
Property taxes receivable	1,081,704	-	1,081,704	-
Inventories	136,777	-	136,777	-
Total current assets	<u>3,693,141</u>	<u>63,721</u>	<u>3,756,862</u>	<u>281,075</u>
Noncurrent Assets				
Capital assets:				
Land	857,400	6,327	863,727	-
Construction in progress	12,530	-	12,530	-
Buildings	2,407,357	-	2,407,357	-
Machinery and equipment	2,553,610	274,380	2,827,990	-
Vehicles	853,576	-	853,576	-
Less accumulated depreciation	<u>(4,355,331)</u>	<u>(230,730)</u>	<u>(4,586,061)</u>	<u>-</u>
Total noncurrent assets	<u>2,329,142</u>	<u>49,977</u>	<u>2,379,119</u>	<u>-</u>
Total Assets	<u>6,022,283</u>	<u>113,698</u>	<u>6,135,981</u>	<u>281,075</u>
Liabilities				
Current Liabilities				
Accounts payable	190,286	9,231	199,517	3,326
Accrued liabilities	8,152	-	8,152	-
Deposits payable	-	3,500	3,500	-
Unearned grant revenue	58,386	-	58,386	-
Compensated absences	41,011	-	41,011	-
Total current liabilities	<u>297,835</u>	<u>12,731</u>	<u>310,566</u>	<u>3,326</u>
Noncurrent liabilities				
Compensated absences	<u>28,781</u>	<u>-</u>	<u>28,781</u>	<u>-</u>
Total noncurrent liabilities	<u>28,781</u>	<u>-</u>	<u>28,781</u>	<u>-</u>
Total Liabilities	<u>326,616</u>	<u>12,731</u>	<u>339,347</u>	<u>3,326</u>
Deferred inflows				
Property taxes	<u>1,081,704</u>	<u>-</u>	<u>1,081,704</u>	<u>-</u>
Net Position				
Investment in capital assets	2,329,142	49,977	2,379,119	-
Restricted for :				
TABOR	116,448	-	116,448	17,184
Unrestricted	2,168,373	50,991	2,219,364	260,565
Total Net Position	<u>\$ 4,613,963</u>	<u>\$ 100,968</u>	<u>\$ 4,714,931</u>	<u>\$ 277,749</u>

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

Hinsdale County, Colorado
Statement of Activities
For the year ended December 31, 2018

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position			Component Unit Silver Thread
	Expenses	Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Primary Government			
					Governmental Activities	Business-Type Activities	TOTAL	
Primary Government:								
Governmental Activities:								
General government	\$ 2,624,956	\$ 152,662	\$ 119,620	\$ 953,718	\$ (1,398,956)	\$ -	\$ (1,398,956)	\$ -
Public safety	589,462	111,072	59,201	2,030	(417,159)	-	(417,159)	-
Health and welfare	206,541	51,814	43,531	-	(111,196)	-	(111,196)	-
Highways and streets	1,462,735	240,449	371,687	-	(850,599)	-	(850,599)	-
Culture and recreation	75,095	2,835	12,216	-	(60,044)	-	(60,044)	-
Total Governmental Activities	4,958,789	558,832	606,255	955,748	(2,837,954)	-	(2,837,954)	-
Business-Type Activities								
Recreation	30,919	32,977	-	-	-	2,058	2,058	-
Transfer station	187,641	153,396	-	-	-	(34,245)	(34,245)	-
Total Business-Type Activities	218,560	186,373	-	-	-	(32,187)	(32,187)	-
Total Primary Government	\$ 5,177,349	\$ 745,205	\$ 606,255	\$ 955,748	(2,837,954)	(32,187)	(2,870,141)	-
Component unit								
Public Health	\$ 531,217	\$ 39,778	\$ 672,957	\$ -				181,518
General Revenues:								
Taxes:								
					1,057,640	-	1,057,640	-
					77,925	-	77,925	-
					345,306	-	345,306	-
					853,357	-	853,357	-
					228,478	-	228,478	-
					45,828	-	45,828	-
					8,694	-	8,694	-
					16,291	-	16,291	-
					2,633,519	-	2,633,519	-
					(204,435)	(32,187)	(236,622)	181,518
					4,818,398	133,155	4,951,553	96,231
					\$ 4,613,963	\$ 100,968	\$ 4,714,931	\$ 277,749

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

Hinsdale County, Colorado

Balance Sheet
Governmental Funds

December 31, 2018

	General Fund	Road and Bridge Fund	Other Governmental Funds	Total Governmental Funds
Assets				
Cash and investments	\$ 1,092,701	\$ 711,529	\$ 178,010	\$ 1,982,240
Accounts receivable	116,974	42,926	-	159,900
Intergovernmental receivable	379,362	-	-	379,362
Property taxes receivable	1,006,096	58,480	17,128	1,081,704
Due from other funds	20,329	-	-	20,329
Inventory	16,827	119,950	-	136,777
Total assets	2,632,289	932,885	195,138	3,760,312
Liabilities				
Accounts payable	105,620	27,232	57,434	190,286
Accrued liabilities	8,152	-	-	8,152
Unearned revenue	37,500	-	20,886	58,386
Due to pooled cash	-	-	46,842	46,842
Due to other funds	-	-	20,329	20,329
Total liabilities	151,272	27,232	145,491	323,995
Deferred inflows				
Property taxes	1,006,096	58,480	17,128	1,081,704
Fund balance				
Non-spendable				
Inventory	16,827	119,950	-	136,777
Restricted				
TABOR emergency reserve	116,448	-	-	116,448
Human services	-	-	-	-
Marketing and advertising	-	-	-	-
Open space	19,077	-	3,621	22,698
Retirement	67,985	-	-	67,985
Snow grooming	-	-	-	-
Schools and roads	-	-	15,113	15,113
Road maintenance and construction	-	727,223	-	727,223
Public safety	139,228	-	-	139,228
Assigned				
Capital purchases	-	-	74,999	74,999
Unassigned	1,115,356	-	(61,214)	1,054,142
Total fund balance	\$ 1,474,921	\$ 847,173	\$ 32,519	\$ 2,354,613

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, 2018

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

Total fund balance - governmental funds		\$	2,354,613
Capital assets used in governmental activities are not current financial resources and therefore, are not reported in the funds			
Cost	\$	6,684,473	
Accumulated depreciation		<u>(4,355,331)</u>	2,329,142
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>(69,792)</u>
Total government wide activities net position		\$	<u><u>4,613,963</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, 2018

	General Fund	Road and Bridge Fund	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes	\$ 1,402,467	\$ 914,156	\$ 95,311	\$ 2,411,934
Intergovernmental revenue	1,361,593	377,662	27,310	1,766,565
Licenses and permits	25,137	-	-	25,137
Interest on investments	15,469	-	-	15,469
Charges for services	201,552	240,449	-	442,001
Reimbursement	56,380	-	-	56,380
Miscellaneous	27,234	-	940	28,174
Total Revenues	3,089,832	1,532,267	123,561	4,745,660
Expenditures				
Current expenditures				
General government	2,474,647	-	-	2,474,647
EMS services	152,474	-	-	152,474
Public safety	554,386	-	-	554,386
Health and welfare	-	-	54,067	54,067
Highways and streets	-	1,401,000	-	1,401,000
Culture and recreation	-	-	75,095	75,095
Capital outlay	94,401	26,734	-	121,135
Total Expenditures	3,275,908	1,427,734	129,162	4,832,804
Excess (deficiency) of revenue over expenditures	(186,076)	104,533	(5,601)	(87,144)
Other financing sources (uses)				
Insurance proceeds	-	65,694	-	65,694
Transfer in	42,700	-	21,295	63,995
Transfer out	-	-	(63,995)	(63,995)
Total other financing sources (uses)	42,700	65,694	(42,700)	65,694
Excess (deficiency) of revenues over expenditures and other sources (uses)	(143,376)	170,227	(48,301)	(21,450)
Fund balance at beginning of year	1,618,297	676,946	80,820	2,376,063
Fund balance at end of year	<u>\$ 1,474,921</u>	<u>\$ 847,173</u>	<u>\$ 32,519</u>	<u>\$ 2,354,613</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, 2018

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

Net change in fund balances - total governmental funds		\$	(21,450)
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	\$	65,233	
Depreciation expense		<u>(199,411)</u>	(134,178)
Capital asset disposals are not recognized in the funds. This is the amount of loss recognized in the government-wide statements for assets disposed during 2018.			(57,000)
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.			
Decrease in compensated absences			<u>8,193</u>
Change in net position of governmental activities		\$	<u><u>(204,435)</u></u>

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

Hinsdale County, Colorado

Statement of Net Position
Proprietary Funds

December 31, 2018

	Business-type Activities - Enterprise Funds		
	Transfer Station	Recreation	Total
	Fund	Fund	
Assets			
Cash and cash equivalents	\$ 11,875	\$ 44,579	\$ 56,454
Accounts receivable	7,267	-	7,267
Land	291	6,036	6,327
Machinery and equipment	224,013	50,367	274,380
Accumulated depreciation	(192,411)	(38,319)	(230,730)
Total Assets	51,035	62,663	113,698
Liabilities			
Accounts payable	9,231	-	9,231
Deposits payable	3,500	-	3,500
Total Liabilities	12,731	-	12,731
Net Position			
Unrestricted	38,305	62,663	100,968
Total Net Position	\$ 38,305	\$ 62,663	\$ 100,968

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, 2018

	Transfer Station Fund	Recreation Fund	Total Current Year
Operating revenues			
Disposal fees	\$ 153,396	\$ -	\$ 153,396
Campground fees	-	32,977	32,977
Total operating revenues	<u>153,396</u>	<u>32,977</u>	<u>186,373</u>
Operating expenses			
Payroll expenses	32,524	80	32,604
Insurance	1,150	185	1,335
Sanitation and maintenance expenses	131,476	26,402	157,878
Supplies	9,852	1,698	11,550
Depreciation	9,597	2,409	12,006
Miscellaneous	3,042	145	3,187
Total operating expenses	<u>187,641</u>	<u>30,919</u>	<u>218,560</u>
Increase (decrease) in net position	(34,245)	2,058	(32,187)
Net position at beginning of year	72,550	60,605	133,155
Net position at end of year	<u>\$ 38,305</u>	<u>\$ 62,663</u>	<u>\$ 100,968</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, 2018

	Transfer Station Fund	Recreation Fund	Total
Cash flows from operating activities			
Cash received from customers	\$ 148,334	\$ 32,977	\$ 181,311
Cash payments to suppliers for goods and services	(138,905)	(28,875)	(167,780)
Cash payments to employees for services	(30,132)	-	(30,132)
Net cash provided (used) by operating activities	<u>(20,703)</u>	<u>4,102</u>	<u>(16,601)</u>
Cash flows from investing activities			
Cash paid for purchase of capital assets	<u>(13,100)</u>	<u>-</u>	<u>(13,100)</u>
Net increase (decrease) in cash and cash equivalents	(33,803)	4,102	(29,701)
Cash and cash equivalents, beginning of year	45,678	40,477	86,155
Cash and cash equivalents, end of year	<u>\$ 11,875</u>	<u>\$ 44,579</u>	<u>\$ 56,454</u>
Reconciliation of operating income (loss) to net cash Provided (used) by operating activities:			
Income (loss) from operations	\$ (34,245)	\$ 2,058	\$ (32,187)
Adjustments to reconcile income (loss) from operations to net cash provided (used) by operating activities:			
Depreciation	9,597	2,409	12,006
(Increase) decrease in accounts receivable	(4,018)	-	(4,018)
Increase (decrease) in deposits payable	(1,044)	-	(1,044)
(Increase) decrease in prepaid expenses	-	-	-
Increase (decrease) in accounts payable	9,007	(365)	8,642
Net cash provided (used) by operating activities	<u>\$ (20,703)</u>	<u>\$ 4,102</u>	<u>\$ (16,601)</u>

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

Hinsdale County, Colorado

Statement of Fiduciary Net Position
Fiduciary Funds

December 31, 2018

	<u>Treasurer's Agency Fund</u>
Cash and cash equivalents	<u>\$ 67,206</u>
Due to other governments	<u>\$ 67,206</u>

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

Silver Thread Public Health District

Balance Sheet
General Fund

December 31, 2018

Assets	
Cash and investments	\$ 227,673
Accounts receivable	53,402
Total assets	<u>281,075</u>
Liabilities	
Accounts payable	<u>3,326</u>
Total liabilities	<u>3,326</u>
Fund balance	
Restricted	
TABOR emergency reserve	17,184
Unassigned	260,565
Total fund balance	<u>\$ 277,749</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, 2018

Revenues	
Intergovernmental revenue	\$ 661,759
Charges for services	39,778
Miscellaneous	11,198
Total Revenues	<u>712,735</u>
Expenditures	
Current expenditures	
Public Health	<u>531,217</u>
Total Expenditures	<u>531,217</u>
Excess (deficiency) of revenue over expenditures	<u>181,518</u>
Fund balance at beginning of year	<u>96,231</u>
Fund balance at end of year	<u>\$ 277,749</u>

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

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

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. Hinsdale County also approved the District’s 2018 budget. 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, 2018

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 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

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- CONTINUED

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, 2018

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, 2018

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, 2018.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

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 or 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, 2018

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 County will only report a positive unassigned fund balance in the General Fund.

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, 2018 follows:

Petty cash	\$ 1,625
Cash deposits	1,636,866
Investments	<u>648,240</u>
Total cash and investments	<u>\$ 2,286,731</u>

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

Pooled cash and investments	\$ 1,991,852
Agency cash and investments	<u>67,206</u>
Total county cash and investments	<u>2,059,058</u>
Silver Thread Public Health District	
Pooled cash and investments	<u>227,673</u>
Total pooled cash and investments	<u>\$ 2,286,731</u>

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

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, 2018, the County had bank deposits totaling \$2,289,850, of this, \$750,000 was covered by FDIC. The remaining balance of \$1,539,550 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

Hinsdale County, Colorado

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

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, 2017, the local government investment pool (ColoTrust) in which the County had invested, was 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 Colorado Government Liquid Asset Trust (COLOTRUST), is an investment vehicle established for local government entities in Colorado pursuant to Part 7 of Article 75 of Title 24 of the Colorado Revised Statutes, to pool surplus funds for investment purposes. COLOTRUST operates similarly to a money market fund and each share is equal in value to \$1. The fair value of the position in the pool is the same as the value of the pool shares. The designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned by the pool are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian’s internal records identify the investments owned by the pool. Investments of the pool consist of U.S. Treasury bills, notes and note strips and repurchased agreements collateralized by U.S. Treasury notes.

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, 2018 are as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 42,700	\$ –
Lodging tax		63,995
Ambulance Fund	3,000	–
Human Services Fund	18,295	–
	<u>\$ 63,995</u>	<u>\$ 63,995</u>

Hinsdale County, Colorado

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

NOTE E – CAPITAL ASSETS

Capital assets activity for the year ended December 31, 2018, was as follows:

	Balance December 31, 2017	Additions	Deletions	Balance December 31, 2018
GOVERNMENT ACTIVITIES				
Capital assets not being depreciated:				
Land	\$ 857,400	\$ –	\$ –	\$ 857,400
Construction in progress	<u>559,118</u>	<u>12,530</u>	<u>(559,118)</u>	<u>12,530</u>
Total capital assets not being depreciated	<u>1,416,518</u>	<u>12,530</u>	<u>(559,118)</u>	<u>869,930</u>
Capital assets being depreciated:				
Buildings and Improvements	1,905,239	502,118	–	2,407,357
Machinery and Equipment	2,539,646	13,964	–	2,553,610
Vehicles	<u>814,837</u>	<u>38,739</u>	<u>–</u>	<u>853,576</u>
Total capital assets being depreciated	5,259,722	554,821	–	5,814,543
Less accumulated depreciation:				
Buildings	(1,303,974)	(37,964)	–	(1,341,938)
Machinery and Equipment	(2,158,127)	(113,932)	–	(2,272,059)
Vehicles	<u>(693,819)</u>	<u>(47,515)</u>	<u>–</u>	<u>(741,334)</u>
Total accumulated depreciation	<u>(4,155,920)</u>	<u>(199,411)</u>	<u>–</u>	<u>(4,355,331)</u>
Total Capital Assets being depreciated, net	<u>1,103,802</u>	<u>355,410</u>	<u>–</u>	<u>1,459,212</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 2,520,320</u>	<u>\$ 367,940</u>	<u>\$ (559,118)</u>	<u>\$ 2,329,142</u>
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	261,280	13,100	–	274,380
Total capital assets being depreciated	<u>261,280</u>	<u>13,100</u>	<u>–</u>	<u>274,830</u>
Less accumulated depreciation:				
Equipment	<u>(218,724)</u>	<u>(12,006)</u>	<u>–</u>	<u>(230,730)</u>
Capital assets being depreciated, net	<u>42,556</u>	<u>1,094</u>	<u>–</u>	<u>43,650</u>
BUSINESS- TYPE ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 48,883</u>	<u>\$ 1,094</u>	<u>\$ –</u>	<u>\$ 49,977</u>

Hinsdale County, Colorado

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

NOTE E – CAPITAL ASSETS - CONTINUED

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

Governmental Activities:	
General Government	\$ 102,600
Public Safety	35,076
Highways and Streets	<u>61,735</u>
Total depreciation expense – governmental activities	<u>\$ 199,411</u>

NOTE F – LONG- TERM LIABILITIES

Long- term liability balances for the year ended December 31, 2018 were as follows:

	Balance December 31, <u>2017</u>	<u>Additions</u>	<u>Deletions</u>	Balance December 31, <u>2018</u>	Due Within <u>One Year</u>
Governmental Activities:					
Compensated Absences	\$ 77,985	\$ –	\$ (8,193)	\$ 69,792	\$ 41,011
Total Governmental Activities					
Long-term Liabilities	<u>\$ 77,985</u>	<u>\$ –</u>	<u>\$ (8,193)</u>	<u>\$ 69,792</u>	<u>\$ 41,011</u>

NOTE G – RETIREMENT

Pension Plans

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

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

NOTE G – RETIREMENT – CONTINUED

During the year, the County's required and actual contributions amounted to \$56,771 which was four percent (4%) of its current year covered payroll of \$1,419,263. The County's total payroll for 2018 was \$1,580,786.

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.

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.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

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. 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.

The County is a member of the Colorado Counties Casualty and Property Pool (CAPP) and the Colorado Workers' Compensation Pool (CWCP). CAPP and CWCP have a legal obligation for claims against its members to the extent that funds are available in their annually established loss funds and amounts are available from insurance providers under excess specific and aggregate insurance contracts. Losses

Hinsdale County, Colorado

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

NOTE J – COMMITMENTS AND CONTINGENCIES – CONTINUED

incurred in excess of loss funds are direct liabilities of the participating members. CAPP and CWCP have indicated that the amount of any excess losses would be billed to members in proportion to their contributions in the year such excess occurs. The ultimate liability to the County resulting from claims not covered by CAPP and CWCP is not presently determinable.

NOTE K – BUDGET VIOLATIONS

The County had budget violations in the current year. The Road and Bridge fund was over budget by \$94,085, Title III was over budget by \$5,364, the Lodging Tax fund was over budget by \$34,764, the Snow Grooming fund by \$2,747, the Transfer Station fund by \$37,007, the Human Services fund by \$12,077 and the Recreation Fund by \$7,746. Silver Thread Public Health District was over budget by \$35,377.

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, 2018

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 1,569,402	\$ 1,569,402	\$ 1,402,467	\$ (166,935)
Intergovernmental	1,504,923	1,504,923	1,361,593	(143,330)
Licenses and permits	67,237	67,237	25,137	(42,100)
Interest on investments	12,214	12,214	15,469	3,255
Charges for services	137,636	137,636	201,552	63,916
Reimbursement	101,513	101,513	56,380	(45,133)
Miscellaneous	11,666	11,666	27,234	15,568
Total revenues	3,404,591	3,404,591	3,089,832	(314,759)
Expenditures				
Current expenditures				
General government	2,984,386	2,984,386	2,474,647	509,739
EMS services	-	-	152,474	(152,474)
Public Safety	622,880	622,880	554,386	68,494
Capital outlay	115,425	115,425	94,401	21,024
Total expenditures	3,722,691	3,722,691	3,275,908	446,783
Excess (deficiency) of revenues over (under) expenditures	(318,100)	(318,100)	(186,076)	132,024
Other financing sources (uses)				
Transfer in (out)	(21,295)	(21,295)	42,700	63,995
Total other financing sources (uses)	(21,295)	(21,295)	42,700	63,995
Excess (deficiency) of revenues over expenditures and other sources (uses)	(339,395)	(339,395)	(143,376)	196,019
Beginning fund balance	1,618,297	1,618,297	1,618,297	-
Fund balance at end of year	\$ 1,278,902	\$ 1,278,902	\$ 1,474,921	\$ 196,019

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, 2018

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 962,716	\$ 962,716	\$ 914,156	\$ (48,560)
Intergovernmental	34,866	317,108	377,662	60,554
Charges for services	240,449	240,449	240,449	-
Total revenues	<u>1,238,031</u>	<u>1,520,273</u>	<u>1,532,267</u>	<u>11,994</u>
Expenditures				
Current expenditures				
Highways and streets	1,110,920	1,306,915	1,401,000	(94,085)
Capital outlay	26,734	26,734	26,734	-
Total expenditures	<u>1,137,654</u>	<u>1,333,649</u>	<u>1,427,734</u>	<u>(94,085)</u>
Excess (deficiency) of revenue over (under) expenditures	100,377	186,624	104,533	(82,091)
Other financing sources (uses)				
Insurance proceeds	-	65,694	65,694	-
Total other financing sources (uses)	<u>-</u>	<u>65,694</u>	<u>65,694</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	100,377	252,318	170,227	(82,091)
Beginning fund balance	676,946	676,946	676,946	-
Fund balance at end of year	<u>\$ 777,323</u>	<u>\$ 929,264</u>	<u>\$ 847,173</u>	<u>\$ (82,091)</u>

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2018

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.

There were budget violations in the current year that are described in Note K to the financial statements.

SUPPLEMENTARY INFORMATION

Hinsdale County, Colorado

Combining Balance Sheet
Non-Major Governmental Funds

December 31, 2018

	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	\$ 35,999	\$ -	\$ 63,391	\$ 74,999	\$ 3,621	\$ -	\$ 178,010
Property taxes receivable	-	17,128	-	-	-	-	17,128
Total assets	35,999	17,128	63,391	74,999	3,621	-	195,138
Liabilities							
Due to pooled cash	-	42,256	-	-	-	4,586	46,842
Unearned revenue	20,886	-	-	-	-	-	20,886
Accounts payable	-	14,022	43,350	-	-	62	57,434
Due to other funds	-	-	20,329	-	-	-	20,329
Total liabilities	20,886	56,278	63,679	-	-	4,648	145,491
Deferred inflows							
Property taxes	-	17,128	-	-	-	-	17,128
Fund Balance							
Restricted							
Open space	-	-	-	-	3,621	-	3,621
Snow grooming	-	-	-	-	-	-	-
Schools and roads	15,113	-	-	-	-	-	15,113
Assigned							
Ambulance replacement	-	-	-	74,999	-	-	74,999
Marketing and advertising	-	-	-	-	-	-	-
Unassigned							
	-	(56,278)	(288)	-	-	(4,648)	(61,214)
Total Fund Balances	\$ 15,113	\$ (56,278)	\$ (288)	\$ 74,999	\$ 3,621	\$ (4,648)	\$ 32,519

Hinsdale County, Colorado

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

For the Year Ended December 31, 2018

	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	\$ -	\$ 17,780	\$ 77,531	\$ -	\$ -	\$ -	\$ 95,311
Intergovernmental revenue	20,355	-	-	-	4,121	2,834	27,310
Miscellaneous	145	-	-	701	-	94	940
Total revenues	<u>20,500</u>	<u>17,780</u>	<u>77,531</u>	<u>701</u>	<u>4,121</u>	<u>2,928</u>	<u>123,561</u>
Expenditures							
Current expenditures							
Health and welfare	-	54,067	-	-	-	-	54,067
Culture and recreation	5,364	-	43,464	-	500	25,767	75,095
Total expenditures	<u>5,364</u>	<u>54,067</u>	<u>43,464</u>	<u>-</u>	<u>500</u>	<u>25,767</u>	<u>129,162</u>
Excess (deficiency) of revenue over expenditures	15,136	(36,287)	34,067	701	3,621	(22,839)	(5,601)
Other financing sources (uses)							
Transfers in	-	18,295	-	3,000	-	-	21,295
Transfers (out)			(63,995)				(63,995)
Total other financing sources (uses)	<u>-</u>	<u>18,295</u>	<u>(63,995)</u>	<u>3,000</u>	<u>-</u>	<u>-</u>	<u>(42,700)</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	15,136	(17,992)	(29,928)	3,701	3,621	(22,839)	(48,301)
Fund balance at beginning of year	<u>(23)</u>	<u>(38,286)</u>	<u>29,640</u>	<u>71,298</u>	<u>-</u>	<u>18,191</u>	<u>80,820</u>
Fund balance at end of year	<u>\$ 15,113</u>	<u>\$ (56,278)</u>	<u>\$ (288)</u>	<u>\$ 74,999</u>	<u>\$ 3,621</u>	<u>\$ (4,648)</u>	<u>\$ 32,519</u>

Hinsdale County, Colorado

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

For the Year ended December 31, 2018

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ -	\$ -	\$ 20,355	\$ 20,355
Interest on investments	-	-	145	145
Total revenues	<u>-</u>	<u>-</u>	<u>20,500</u>	<u>20,500</u>
Expenditures				
Culture and recreation	-	-	5,364	(5,364)
Total expenditures	<u>-</u>	<u>-</u>	<u>5,364</u>	<u>(5,364)</u>
Excess (deficiency) of revenue over expenditures	-	-	15,136	15,136
Fund balance at beginning of year	<u>(23)</u>	<u>(23)</u>	<u>(23)</u>	<u>-</u>
Fund balance at end of year	<u>\$ (23)</u>	<u>\$ (23)</u>	<u>\$ 15,113</u>	<u>\$ 15,136</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, 2018

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
General property taxes	\$ 18,089	\$ 18,089	16,470	\$ (1,619)
Specific ownership taxes	-	-	1,234	1,234
Delinquent taxes and interest	76	76	76	-
Total revenues	<u>18,165</u>	<u>18,165</u>	<u>17,780</u>	<u>(385)</u>
Expenditures				
Health and welfare	<u>41,990</u>	<u>41,990</u>	<u>54,067</u>	<u>(12,077)</u>
Total expenditures	<u>41,990</u>	<u>41,990</u>	<u>54,067</u>	<u>(12,077)</u>
Excess (deficiency) of revenue over (under) expenditures	(23,825)	(23,825)	(36,287)	(12,462)
Other financing Sources (Uses)				
Transfers In	<u>18,295</u>	<u>18,295</u>	<u>18,295</u>	-
Total other financing sources (uses)	<u>18,295</u>	<u>18,295</u>	<u>18,295</u>	-
Excess (deficiency) of revenues over (under) expenditures and other sources (uses)	(5,530)	(5,530)	(17,992)	(12,462)
Fund balance at beginning of year	<u>(38,286)</u>	<u>(38,286)</u>	<u>(38,286)</u>	-
Fund balance at end of year	<u><u>\$ (43,816)</u></u>	<u><u>\$ (43,816)</u></u>	<u><u>\$ (56,278)</u></u>	<u><u>\$ (12,462)</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, 2018

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Lodging tax	\$ 72,036	\$ 76,502	\$ 77,531	\$ 1,029
Total revenues	<u>72,036</u>	<u>76,502</u>	<u>77,531</u>	<u>1,029</u>
Expenditures				
Culture and recreation	<u>72,695</u>	<u>72,695</u>	<u>43,464</u>	<u>29,231</u>
Total expenditures	<u>72,695</u>	<u>72,695</u>	<u>43,464</u>	<u>29,231</u>
Excess (deficiency) of revenue over expenditures	(659)	3,807	34,067	30,260
Other financing (uses)				
Transfers out	<u>-</u>	<u>-</u>	<u>(63,995)</u>	<u>(63,995)</u>
Excess (deficiency) of revenue over expenditures and other financing (uses)	(659)	3,807	(29,928)	(33,735)
Fund balance at beginning of year	<u>29,640</u>	<u>29,640</u>	<u>29,640</u>	<u>-</u>
Fund balance at end of year	<u>\$ 28,981</u>	<u>\$ 33,447</u>	<u>\$ (288)</u>	<u>\$ 30,260</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, 2018

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest Income	\$ -	\$ -	\$ 701	\$ 701
Total revenues	<u>-</u>	<u>-</u>	<u>701</u>	<u>701</u>
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenue over expenditures	-	-	701	701
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)	3,000	3,000	3,701	701
Fund balance at beginning of year	<u>71,298</u>	<u>71,298</u>	<u>71,298</u>	<u>-</u>
Fund balance at end of year	<u>\$ 74,298</u>	<u>\$ 74,298</u>	<u>\$ 74,999</u>	<u>\$ 701</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, 2018

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 4,000	\$ 4,000	\$ 4,121	\$ 121
Total Revenues	<u>4,000</u>	<u>4,000</u>	<u>4,121</u>	<u>121</u>
Expenditures	<u>4,400</u>	<u>4,400</u>	<u>500</u>	<u>3,900</u>
Excess of revenue over expenditures	(400)	(400)	3,621	4,021
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ (400)</u>	<u>\$ (400)</u>	<u>\$ 3,621</u>	<u>\$ 4,021</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, 2018

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues				
Trail maintenance fees	\$ 24,000	\$ 24,000	\$ 2,834	\$ (21,166)
Miscellaneous sources	-	-	94	94
Total revenues	<u>24,000</u>	<u>24,000</u>	<u>2,928</u>	<u>(21,072)</u>
Expenditures	<u>23,020</u>	<u>23,020</u>	<u>25,767</u>	<u>(2,747)</u>
Excess (deficiency) of revenue over (under) expenditures	980	980	(22,839)	(23,819)
Fund balance at beginning of year	<u>18,191</u>	<u>18,191</u>	<u>18,191</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 19,171</u></u>	<u><u>\$ 19,171</u></u>	<u><u>\$ (4,648)</u></u>	<u><u>\$ (23,819)</u></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, 2018

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Disposal fees	139,200	\$ 139,200	\$ 153,396	\$ 14,196
Total revenue	<u>139,200</u>	<u>139,200</u>	<u>153,396</u>	<u>14,196</u>
Operating expenses:				
Operating expenses	139,138	139,138	178,044	(38,906)
Total expenses	<u>139,138</u>	<u>139,138</u>	<u>178,044</u>	<u>(38,906)</u>
Change in net position	62	62	(24,648)	(24,710)
Net position at beginning of year	<u>72,550</u>	<u>72,550</u>	<u>72,550</u>	<u>-</u>
Net position at end of year, budget basis	<u>\$ 72,612</u>	<u>\$ 72,612</u>	47,902	<u>\$ (24,710)</u>
Reconciliation to GAAP basis:				
Depreciation expense			<u>(9,597)</u>	
Net position at end of year, GAAP basis			<u>\$ 38,305</u>	

Hinsdale County, Colorado

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

For the Year ended December 31, 2018

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Recreation fees	\$ 33,300	\$ 33,300	\$ 32,977	\$ (323)
Total revenues	<u>33,300</u>	<u>33,300</u>	<u>32,977</u>	<u>(323)</u>
Operating expenses	<u>20,765</u>	<u>20,765</u>	<u>28,510</u>	<u>(7,745)</u>
Total expenses	<u>20,765</u>	<u>20,765</u>	<u>28,510</u>	<u>(7,745)</u>
Change in net position	12,535	12,535	4,467	7,422
Net position at beginning of year	<u>60,605</u>	<u>60,605</u>	<u>60,605</u>	<u>-</u>
Net position at end of year, budget basis	<u>\$ 73,140</u>	<u>\$ 73,140</u>	65,072	<u>\$ (8,068)</u>
Reconciliation to GAAP basis:				
Depreciation expense			<u>(2,409)</u>	
Net position at end of year, GAAP basis			<u>\$ 62,663</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, 2018

	Budget Original	Budget Final	Actual	Variance With Final Budget Positive (Negative)
Revenues				
Intergovernmental revenue	\$ 613,261	\$ 600,660	\$ 672,525	\$ 71,865
Charges for services	37,761	37,761	39,778	2,017
Miscellaneous	207	207	432	225
Total Revenues	<u>651,229</u>	<u>638,628</u>	<u>712,735</u>	<u>74,107</u>
Expenditures				
Current expenditures				
Public Health	594,046	495,615	531,217	(35,602)
Total Expenditures	<u>594,046</u>	<u>495,615</u>	<u>531,217</u>	<u>(35,602)</u>
Excess (deficiency) of revenue over expenditures	<u>57,183</u>	<u>143,013</u>	<u>181,518</u>	<u>38,505</u>
Fund balance at beginning of year	<u>96,231</u>	<u>96,231</u>	<u>96,231</u>	<u>-</u>
Fund balance at end of year	<u>\$ 153,414</u>	<u>\$ 239,244</u>	<u>\$ 277,749</u>	<u>\$ 38,505</u>

Hinsdale County, Colorado

Combining Balance Sheet - General Fund and Sub-Funds

December 31, 2018

	General Fund	EMS Fund	Retirement Fund	Sheriff's Fund	Total Combined General Fund
Assets					
Cash and investments	\$ 994,695	\$ (99,623)	\$ 68,472	\$ 129,157	\$ 1,092,701
Accounts receivable	94,450	7,384	-	15,140	116,974
Intergovernmental receivables	379,362	-	-	-	379,362
Property taxes receivable	952,265	-	53,831	-	1,006,096
Due from other funds	20,329	-	-	-	20,329
Inventory	-	16,827	-	-	16,827
Total Assets	2,441,101	(75,412)	122,303	144,297	2,632,289
Liabilities					
Accounts payable	95,311	5,555	-	4,754	105,620
Accrued liabilities	7,350	-	487	315	8,152
Unearned revenue	37,500	-	-	-	37,500
Total Liabilities	140,161	5,555	487	5,069	151,272
Deferred inflows					
Property taxes	952,265	-	53,831	-	1,006,096
Fund Balance					
Nonspendable					
Inventory	-	16,827	-	-	16,827
Restricted for:					
TABOR	116,448	-	-	-	116,448
Assigned to:					
Public safety	-	-	-	139,228	139,228
Retirement	-	-	67,985	-	67,985
Open space	19,077	-	-	-	19,077
Unassigned	1,213,150	(97,794)	-	-	1,115,356
Total Fund Balance	\$ 1,348,675	\$ (80,967)	\$ 67,985	\$ 139,228	\$ 1,474,921

Hinsdale County, Colorado

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

Year ended December 31, 2018

	General Fund			EMS		Retirement Fund		Sheriff's Fund			Combined General Fund		
	Budget Original	Budget Final	Actual	Budget Original & Final	Actual	Budget Original & Final	Actual	Budget Original	Budget Final	Actual	Budget Original	Budget Final	Actual
Revenues													
Taxes	\$ 1,511,313	\$ 1,804,277	\$ 1,346,339	\$ -	\$ -	\$ 58,089	\$ 56,128	\$ -	\$ -	\$ -	\$ 1,569,402	\$ 1,862,366	\$ 1,402,467
Intergovernmental	1,434,080	1,086,614	1,204,123	42,100	41,298	-	-	70,843	98,836	116,172	1,504,923	1,227,550	1,361,593
Licenses and permits	25,137	34,675	25,137	-	-	-	-	-	-	-	67,237	34,675	25,137
Interest on investments	12,214	10,346	15,469	-	-	-	-	-	-	-	12,214	10,346	15,469
Charges for services	134,136	138,250	136,736	55,090	51,814	-	-	3,500	13,002	13,002	137,636	206,342	201,552
Reimbursement	26,423	10,000	26,423	-	-	-	-	20,000	29,957	29,957	101,513	39,957	56,380
Miscellaneous	4,366	815	4,366	4,500	4,277	3,000	-	4,300	18,591	18,591	11,666	26,906	27,234
Total revenues	3,147,669	3,084,977	2,758,593	101,690	97,389	61,089	56,128	98,643	160,386	177,722	3,404,591	3,408,142	3,089,832
Expenditures													
Current expenditures													
General government	2,931,386	2,377,430	2,405,808	-	-	53,000	68,839	-	-	-	2,984,386	2,430,430	2,474,647
EMS services	-	-	-	155,894	152,474	-	-	-	-	-	-	155,894	152,474
Public Safety	-	-	-	-	-	-	-	466,986	551,062	554,386	622,880	551,062	554,386
Capital outlay	55,425	430,000	55,425	-	-	-	-	60,000	3,252	38,976	115,425	433,252	94,401
Total expenditures	2,986,811	2,807,430	2,461,233	155,894	152,474	53,000	68,839	526,986	554,314	593,362	3,722,691	3,570,638	3,275,908
Excess (deficiency) of revenue over expenditures	160,858	277,547	297,360	(54,204)	(55,085)	8,089	(12,711)	(428,343)	(393,928)	(415,640)	(318,100)	(162,496)	(186,076)
Other financing sources (uses)													
Transfers in	-	-	-	28,000	28,000	-	-	420,000	420,000	420,000	420,000	448,000	448,000
Transfer out	(469,295)	(469,295)	(405,300)	-	-	-	-	-	-	-	(441,295)	(469,295)	(405,300)
Total other financing sources (uses)	(469,295)	(469,295)	(405,300)	28,000	28,000	-	-	420,000	420,000	420,000	(21,295)	(21,295)	42,700
Excess (deficiency) of revenues over expenditures and other sources (uses)	(308,437)	(191,748)	(107,940)	(26,204)	(27,085)	8,089	(12,711)	(8,343)	26,072	4,360	(339,395)	(183,791)	(143,376)
Beginning fund balance	1,456,615	1,456,615	1,456,615	(53,882)	(53,882)	80,696	80,696	134,868	134,868	134,868	1,618,297	1,618,297	1,618,297
Fund balance at end of year	\$ 1,148,178	\$ 1,264,867	\$ 1,348,675	\$ (80,086)	\$ (80,967)	\$ 88,785	\$ 67,985	\$ 126,525	\$ 160,940	\$ 139,228	\$ 1,278,902	\$ 1,434,506	\$ 1,474,921

LOCAL HIGHWAY FINANCE REPORT	County: Hinsdale
This Information From The Records Of Hinsdale County	Prepared By: Lynn McNitt Phone: 970-944-2225
YEAR ENDING : December 2018	

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. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	0
a. Motor Fuel (from Item I.A.5.)		2. Maintenance	654,497
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a + b)		a. Traffic control operations	173,137
2. General fund appropriations		b. Snow and ice removal	43,936
3. Other local imposts (from page 2)	60,523	c. Other	197,847
4. Miscellaneous local receipts (from page 2)	307,659	d. Total (a. through c.)	414,919
5. Transfers from toll facilities		4. General administration & miscellaneous	353,731
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	1,423,147
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	368,182	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	872,432	2. Notes:	
D. Receipts from Federal Government (from page 2)	369,687	a. Interest	
E. Total receipts (A.7 + B + C + D)	1,610,301	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1 c + 2 c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	1,423,147

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	(242,302)	1,610,301	1,423,147	(55,148)	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2018

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	56,310	a. Interest on investments	276
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	65,694
4. Licenses		f. Charges for Services	240,449
5. Specific Ownership &/or Other	4,213	g. Other Misc. Receipts	1,240
6. Total (1. through 5.)	4,213	h. Other	
c. Total (a. + b.)	60,523	i. Total (a. through h.)	307,659
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	865,699	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	47,653
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations		d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other MSVA	6,734	f. Other Federal	322,034
f. Total (a. through e.)	6,734	g. Total (a. through f.)	369,687
4. Total (1. + 2. + 3.f)	872,432	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

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

Notes and Comments: