

San Miguel County
Financial Statements and
Independent Auditor's Report
as of
December 31, 2013

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INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
San Miguel, Colorado

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, Information about infrastructure assets reported using the modified approach and budgetary comparison information on pages 3-15 and 37-42 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

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

Blair and Associates, P.C.

Cedaredge, Colorado
May 7, 2014

San Miguel County
Management's Discussion and Analysis



As management of San Miguel County, we offer to readers of the San Miguel County's financial statements, this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2013. We encourage readers to consider the information that we have furnished in the basic financial statements to better understand the financial position of San Miguel County.

Financial Highlights

- San Miguel County's assets, \$ 108.9 million, exceeded liabilities, \$ 12.6 million, by \$96.3 million at the end of 2013. Of this amount, \$ 17.5 million may be used to meet the County's ongoing obligations to citizens. The remaining \$ 76.2 million are invested in capital assets and \$ 2.6 million is restricted for other purposes.
- Governmental funds reported combined ending fund balances of \$20.6 million, an increase of \$ 2.2 million.
- The County's fund balance for the General Fund was \$ 10.7 million, an increase of \$1.1 million.
- Total long-term liabilities decreased by \$ 103,215 during 2013 with no new debt issued.
- General property, sales and other taxes totaled \$ 11.9 million, or 84% of general revenues.
- It is the goal of the county to maintain an operating reserve in the general fund equal to approximately six months of operating expenditures. At December 31, 2014, the General Fund has over six months of operating reserves.

Overview of the Financial Statements

This discussion and analysis is intended to serve as introduction San Miguel County's basic financial statements, which are comprised of: 1. government-wide financial statements. 2. Fund financial statements. 3. Notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

San Miguel County
Management's Discussion and Analysis

Government-wide financial statements

The *government-wide financial statements* are designed to provide readers with a broad overview of San Miguel County finances and in a manner similar to a private sector business.

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

The *statement of activities* presents information showing how the County's net position changed over the past year. All changes in net position is reported as soon as an "event" causing a change occurs, regardless of when related cash flows actually take place. As a result, revenues and expenses are reported in this statement for some items that will only result in cash flows in future financial periods; for example, grants not yet reimbursed or vacation leave which has been earned but not yet used.

Both of the government-wide financial statements distinguish activities of San Miguel County that are primarily supported by taxes and state/federal monies (intergovernmental activities) from activities that are intended to be funded primarily from user fees and charges (business-type activities). The governmental activities of the County include general government, public safety, public health and welfare, open space and recreation, road and bridge, and agriculture/natural resources.

The government-wide financial statements include not only San Miguel County government itself (known as the primary government), but also legally separate entities, the San Miguel County Housing Authority, and the San Miguel County Solid Waste Disposal District, which have significant operational and financial relationships with the County.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not included in the government-wide financial statements because the resources of these funds are not available to support the County's operations. San Miguel County has one fiduciary fund the Treasurer's Agency Fund. This fund is used to account for cash held by the County Treasurer for distribution to other governments.

San Miguel County
Management's Discussion and Analysis

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been set aside for specific activities or purposes. San Miguel County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the County's funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, governmental fund financial statements focus on near-term flows of spendable resources, as well as on balances of spendable resources available at the end of the year. This information is helpful in evaluating the County's near-term financing requirements.

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

San Miguel County maintains thirteen governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance for the General Fund, the Road and Bridge Fund, and the Open Space Fund all of which are considered to be major funds. Information from the other ten governmental funds, Public Welfare Fund, Sales Tax Fund, Transit Fund, Contingent Fund, Retirement Fund, Conservation Trust Fund, Lodging Tax Tourism, Public Health Fund, Energy Fund and Dependent Districts are combined into a single, aggregated presentation.

The County's financial statements include the accounts of all county operations including general operations (general fund), and special revenue funds, including road and bridge, social services, capital expenditures, contingent, retirement, conservation trust and lodging tax tourism funds. 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.

San Miguel County Management's Discussion and Analysis

- **GENERAL FUND** is the general operating fund of the county. It is used to account for all financial resources except those required to be accounted for as special revenue funds.
- **Road & Bridge Fund** receives local property tax revenues of \$ 1,622,720, state highway users tax of \$ 1,818,765, plus revenues from other sources designated for construction, improvements, maintenance and administration of county roads and bridges.
- **Open Space Fund** accounts for the property tax revenue, user fees, and grant funds that are collected and used for the acquisition of land and the building and maintenance of recreational facilities.
- **Public Welfare Fund** receives federal and state funds plus local mill levy revenues \$ 137,078 designated for public welfare programs.
- **Sales Tax Capital Fund** revenues are deposited to this fund and used for county capital expenditures. The fund accounts for one half of the revenues from the county's 1% sales tax. The remaining one half of the sales tax revenue goes to the general fund for general operations, with the first \$15,000 monthly (\$195,000/13 months) of the General Fund portion to be used for Jail operations.
- **Contingent Fund** is a reserve fund to be used for contingencies or emergencies that could not have been reasonably foreseen at the time of adoption of the budget. Included in this fund are the mandatory emergency reserves of 3% of annual Fiscal Year Spending (FYS) as required by Article X, Section 20, part 5, of the Colorado Constitution. In the case of a contingency, the Board of Commissioners is authorized to spend in excess of the appropriations.
- **Transit Fund** is used for public transportation. Funding sources include transportation impact fees and interest earnings.
- **Retirement Fund** is used for county employees which participate in a defined contribution retirement savings plan, a 5% payroll deduction matched by the county, with a 5-year vesting provision. Funded by property tax. The plan is administered by the Colorado County Officials and Employees Retirement Association.
- **Conservation Trust Fund** receives funds distributed to the county from the Colorado lottery (GOCO), which are designated for the acquisition, development and maintenance of new conservation sites or for capital improvements or maintenance for recreational purposes on any public site.
- **Public Health** accounts for all revenues and expenditures related to the administration of public health services and programs. The fund was set up pursuant to Senate Bill – 08-194.
- **Lodging Tax Tourism Fund**-Approved by voters in 1993, a 2% lodging tax was imposed for advertising and marketing tourism throughout San Miguel County. Currently, by contract, funds collected in the Telluride Region are 'passed through' to for promotion services, funds collected in the Norwood Region are 'passed through' to the Norwood Chamber for promotion services.
- **Energy Fund**-This fund was created in 2011 per Resolution 2011-50 for the sole purpose of funding capital expenses associated with the purchase, installation, and/or construction of renewable energy and/or energy conservation facilities or projects located within San Miguel County.

San Miguel County
Management's Discussion and Analysis

OTHER DISTRICTS/SPENDING AUTHORITIES-The San Miguel County Board of County Commissioners is also the governing board for various spending authorities and special districts. Depending on the statutory authority of generating revenues, these are operated similar to Governmental Funds or operated as enterprise funds. The BOCC is responsible for budgetary control over these funds, districts and authorities.

➤ **San Miguel County Housing Authority**

Created on or about December 11, 1980 and activated in 1991 to facilitate employee housing projects in the Telluride region via bond issues, writing and receiving grants, and administering the County's deed restriction program. Budgets are prepared as an administrative tool, but are not required by State Statute. The governing body of the San Miguel County Housing Authority is the San Miguel County Board of County Commissioners. Most functions of the Authority are contracted to the San Miguel Regional Housing Authority.

➤ **San Miguel County Solid Waste Disposal District**

An entity created in 1991 pursuant to the provisions of 30-20-201 C.R.S. to assist in providing current and long term disposal of solid waste, trash and garbage within San Miguel County. The daily operations are assigned to the County Department of Environmental Health with the Board of County Commissioners acting as the governing board.

BUDGET POLICIES

The Board of Commissioners follows certain procedures in establishing the budgetary data reflected in the financial documents:

- (1) In accordance with statutory requirements, prior to October 15, the finance manager submits to the board (County Administrator) a proposed operating budget for the calendar year commencing the following January 1. The operating budget includes proposed expenditures and means of financing them for the upcoming year, along with estimates for the current year and the actual data from the three preceding years. Detailed line item budgets received from each department and spending agency are included and reviewed for administrative control. The level of control of individual budgets exists with the elected official or department head.
- (2) Work sessions are held with department heads and public hearings are held to obtain public comment. All work sessions as well as public hearings are properly noticed and public comment is accepted.

San Miguel County
Management's Discussion and Analysis

- (3) Prior to December 31, the budgets are adopted pursuant to state statute by the approval of a resolution and approved in accordance with generally accepted accounting principles (GAAP).
- (4) Financial reports are reviewed with the County Administrator throughout the budget year comparing actual revenues and expenditures with the approved budgets. Any significant discrepancies from budgeted receipts or spending are discussed and resolved.
- (5) Appropriations lapse at the end of each fiscal year (statutory provision). If certain programs or projects have been approved for a budget year and not completed during that budget year, consideration is given to carrying unused funds forward to the next budget year for project completion.
- (6) All monies received by the County, its agencies, departments and programs, must be deposited with the County Treasurer and included in the annual budget and appropriations in order to be spent. The Board of Commissioners may authorize supplemental appropriations to the budgets during the budget year.

Budgetary Comparisons

San Miguel County adopts an annual appropriated budget for all of its funds. Budget to actual comparisons for each fund are provided in this report.

Notes to the Financial Statements

These notes provide additional information that is necessary in gaining a full understanding of the data provided in the government-wide and fund financial statements.

Other information

The combining statements referred to earlier in connection with non-major governmental, enterprise and internal service funds are presented immediately following the notes to the financial statements.

San Miguel County
Management's Discussion and Analysis

COUNTY-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. As of December 31, 2013, assets exceeded liabilities by \$ 96.3 million.

The following table provides a summary of the County's governmental type net position for 2013.

	Governmental Activities	
	2012	2013
Assets		
Current and other assets	\$ 29,196,514	\$ 30,155,733
Capital assets, net	78,975,085	78,716,439
Total assets	<u>108,171,599</u>	<u>108,872,172</u>
Liabilities		
Current and other liabilities	1,746,225	1,748,135
Long-term liabilities	3,094,914	2,991,699
Total liabilities	<u>4,841,139</u>	<u>4,739,834</u>
Deferred Inflows of resources		
Deferred revenue other	403,058	429,022
Deferred property tax revenue	8,665,620	7,373,364
Total Deferred Inflows of resources	<u>9,068,678</u>	<u>7,802,386</u>
Net Position		
Investment in capital assets	76,355,696	76,204,845
Restricted	2,813,880	2,640,937
Unrestricted	15,092,206	17,484,170
Total net position	<u>\$ 94,261,782</u>	<u>\$ 96,329,952</u>

San Miguel County
Management's Discussion and Analysis

Changes in Net Position

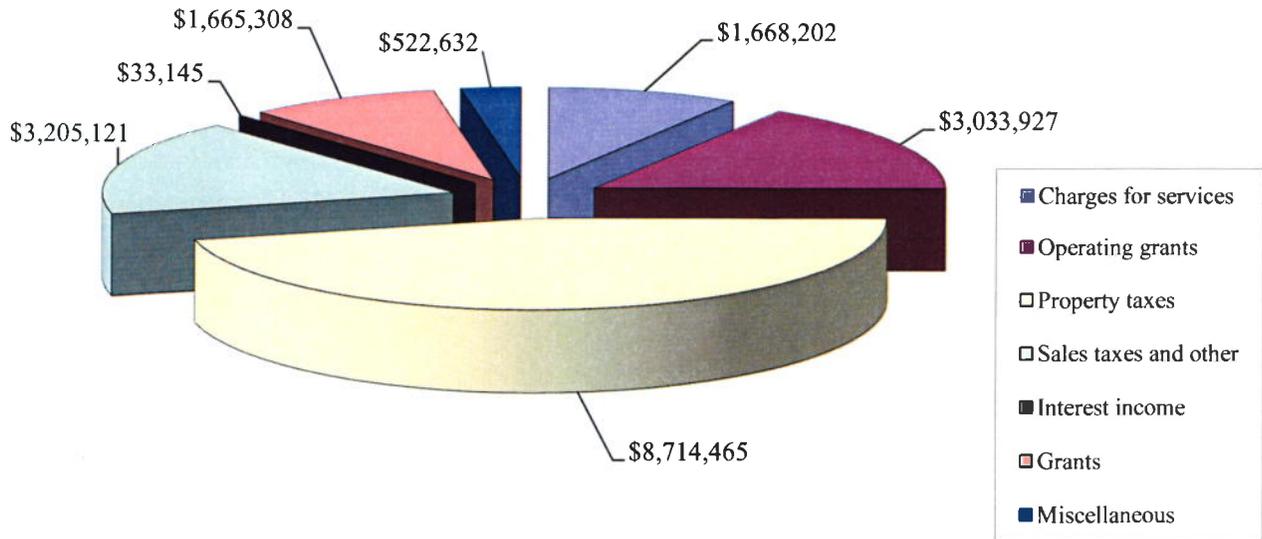
Governmental type activities increased the County's net position by \$2,068,170 in 2013.

The following table indicates the changes in net assets for governmental and business-type activities for 2013.

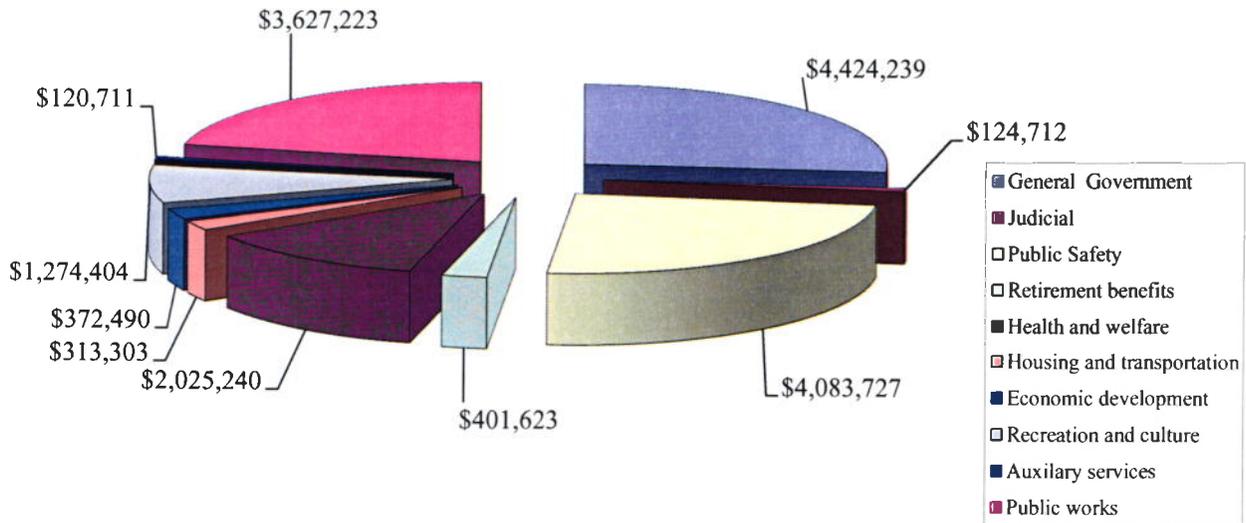
	Governmental Activities	
	2012	2013
Revenues		
Program revenues		
Charges for services	\$ 1,513,916	\$ 1,668,202
Operating grants	3,051,222	3,033,927
General Revenues		
Property taxes	8,783,936	8,714,465
Sales taxes and other	2,508,816	3,205,121
Interest income	43,302	33,145
Federal and state grants	1,950,066	1,665,308
Miscellaneous	753,023	522,632
Loss on sale of assets	(150,158)	(12,794)
Total	\$ 18,454,123	\$ 18,830,006
Expenses		
General government	\$ 4,567,086	\$ 4,424,239
Judicial	119,619	124,712
Public safety	4,040,607	4,083,727
Retirement benefits	403,211	401,623
Health and welfare	2,060,381	2,025,240
Housing and transportation	536,350	313,303
Economic development	305,515	372,490
Recreation and culture	1,102,765	1,274,404
Auxiliary services	114,119	120,711
Public works	3,583,550	3,627,223
Total expenses	16,833,203	16,767,672
Increase in net position	1,620,920	2,062,334
Beginning	92,637,359	94,261,782
Prior Period Adjustment	3,503	5,836
Ending	\$ 94,261,782	\$ 96,329,952

**San Miguel County
Management's Discussion and Analysis**

Revenues by Source-Governmental Activities



Expenses by Department-Governmental Activities



San Miguel County
Management's Discussion and Analysis

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As mentioned earlier, San Miguel County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds

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

As of the end of 2013, the combined ending fund balances of San Miguel County's governmental funds were \$ 20,605,212. Approximately 51% of this consists of unreserved fund balance which is available as working capital and for current spending in accordance with the purposes of the specific funds.

The County has three major governmental funds. These are the General Fund and the Road and Bridge Fund, and Open Space Fund.

	Balance 1/1/2013	Additions	Deletions	Balance 12/31/2013
Capital assets not being depreciated				
Land	\$ 7,041,200	\$ -	\$ -	\$ 7,041,200
Infrastructure	59,010,255	-	-	59,010,255
Total capital assets not being depreciated	<u>66,051,455</u>	<u>-</u>	<u>-</u>	<u>66,051,455</u>
Capital assets being depreciated				
Buildings and improvements	15,623,939	-	-	15,623,939
Equipment and furniture	6,796,063	532,568	(214,149)	7,114,482
Total capital assets being depreciated	<u>22,420,002</u>	<u>532,568</u>	<u>(214,149)</u>	<u>22,738,421</u>
Less accumulated depreciation				
Buildings and improvements	4,625,656	351,667	(178,864)	4,798,459
Equipment and furniture	4,870,716	404,262	-	5,274,978
Total accumulated depreciation	<u>9,496,372</u>	<u>755,929</u>	<u>(178,864)</u>	<u>10,073,437</u>
Total capital assets being depreciated, net	<u>12,923,630</u>	<u>(223,361)</u>	<u>(214,149)</u>	<u>12,664,984</u>
Governmental activities capital assets	<u>\$ 78,975,085</u>	<u>\$ (223,361)</u>	<u>\$ (35,285)</u>	<u>\$ 78,716,439</u>

San Miguel County
Management's Discussion and Analysis

Economic Factors & Future Budget

- As of December 31, 2013 San Miguel County's general fund is in a very strong financial position with an estimated ending fund balance for 2014 at 119% or 14 months of operating reserve. Although this reserve is very high, it will be needed to offset the projected future revenue shortages of property tax revenues, federal funding levels, and state funding levels in the next five years. Projected expenditures for 2014 exceed the projected revenues by approximately \$282,277. Continual fiscal monitoring is needed by all management staff in order to control expenditures, collect revenues, and monitor operating budgets. This approach has helped maintain a healthy fund balance each year.
- The total assessed valuation for budget year 2014 has decreased by \$127,693,220. This represents a loss of property tax revenue in the amount of \$1,292,256 for all funds. Staff anticipates assessed valuation for budget year 2015 to slightly increase, resulting in a minimal amount of additional revenue. San Miguel County's mill levy totals 10.120 for budget year 2014. San Miguel County citizens have approved the removal of the constitutional limitations of TABOR (Taxpayers Bill of Rights).
- Sales tax revenues increased in 2013 by 10.34% over the 2012 revenues. Revenue trends are showing that the sales tax collections overall have remained fairly stable with slight increases continuing to be seen. Staff continues to be conservative on the projections for 2014, but are estimating a 15.91 % increase over the 2013 budgeted revenues.
- Lodging tax revenues for 2013 were up 19.01% compared to 2012. The 2014 projected revenue is very conservative to 2013 actuals; however, whatever is received is distributed. These revenues are passed thru to Marketing Telluride and the Norwood Chamber of Commerce to help promote tourism and recreation in the County.
- It is very difficult to predict construction activity. Building permit fees collected by San Miguel County are calculated from a formula devised by the International Code Council. The fees are relative to the cost of the project and the fees are intended to cover the expense of providing code review & inspection services for the project. San Miguel County Building Department also collects a Use Tax with the building permit fees. The Use Tax amount is derived from the anticipated cost of materials being used in the project. The Use Tax is calculated as a 1% tax on 40% of the project cost (the 40% is estimated to be the cost of materials). In order to feel confident about a construction price the Building Department does require a line-item budget and/or a contract for the project to be submitted with the building permit application.
- Community Support requests were eliminated from the General Fund for 2014, with the exception of \$5,000 which is to be contributed to EcoAction Partners. Requests budgeted in the Social Services Fund total \$60,000, requests budgeted in the Open Space Fund total \$28,700, and a request budgeted in the Housing Authority Fund totals \$10,000. These are discretionary funds that are designated by the Board of County Commissioners.

San Miguel County
Management's Discussion and Analysis

- Investment interest in 2013 remained at low levels. Annual interest rates vary from .000998% to .20% for banking investments with limits on accepted public deposits. Alpine Bank, utilized for operational funds, paid no interest on public deposits, however charged no fees. Public Investment Pools yielded between .10% and .12% monthly. 2013 Bond investments yielded .45% for a 2 year callable bond and .25% for a 1 year callable bond. The low interest rates are anticipated to continue for the foreseeable future.
- PILT (Federal Payment in Lieu of Tax) program has been fully appropriated by the Federal Government thru fiscal year 2014. At that time, it is unclear as to what level of funding, if any, will be received by San Miguel County. \$877,534 was received in 2013 and \$843,465 is being projected to be received in 2014. Given the uncertainty of the future of the PILT program, staff is being very conservative in the future projections of this revenue and has dropped the projection for the next four years down to \$401,650 per year.
- Public transportation continues to be a very important alternative for the many commuters traveling from Montrose, Ridgway, Norwood, and west Montrose County to the Telluride area. In 2013 San Miguel County spent \$235,345 for transit services (Galloping Goose) to Norwood and \$4,950 for the van pool to Ridgway. The Ridgway van pool expenditures included non-routine maintenance and insurance for the two vans. San Miguel County owns the vans and there was no debt service associated with these vans since 2012. Revenues to fund this function currently come primarily from real estate transfer taxes. San Miguel County has been awarded a two-year FTA Grant in the amount of \$78,750 for each year. This grant will be used to help fund the costs associated with the Norwood transit, Down Valley transit, and 1/2 of the Lawson Hill transit routes. In addition, San Miguel County has been awarded a grant from the State of Colorado in the amount of \$60,800 to replace the two commuter vans that are currently being used for the Ridgway/Montrose routes. This grant requires a 25% or \$15,200 local match.
- Staffing will continue to maintain at the current levels for 2014. No replacement or new positions will be filled without a cost benefit and workload analysis being presented and approved by the Board of Commissioners, providing funds are available. The 2014 budget includes funding for 109.90 FTE's. This is down 16.33% from 2009.
- In 2013, the County OSR completed a historic restoration of the Placerville Schoolhouse. The newly refurbished structure was ready for community use by September. The restoration included a new foundation, removal of an add-on bathroom, replication of a rear deck and replacing a limited amount of damaged siding. Improvements include new electrical wiring and fixtures, new bathroom plumbing and new hot-water heat system. The original walls, ceilings, windows and floor were repaired, painted or refinished. Total cost approximately \$250,000.
- In 2013, a structure assessment and design and engineering for drainage work around the Trout Lake Water Tank were completed.

San Miguel County
Management's Discussion and Analysis

- Placerville Park improvements completed in 2013 included installation of a new irrigation system, a new pathway around the park, new landscaping, new horseshoe pits, and improvements around the schoolhouse. A memorial to PFC Paul Haining was installed in the park.
- 2013 Fairgrounds improvements included installation of a new water tank which will provide better irrigation to the fairgrounds. Ongoing events at the fairgrounds include fair, rodeo and carnival, motocross, renaissance fair, star spangled Saturday, roping, gymkhanas, baseball tournaments, and horse shows. During the winter, a skating rink and Nordic skiing are available for community use.
- In 2013, the County trails program paid for the litigation to keep the Wasatch Trail open for recreational use. Total cost was approximately \$100,000. In addition, the county trails program obtained easements for a new trail connecting the Society Turn underpass to the top of Keystone Gorge. Staff successfully applied for a Great Outdoors Colorado grant in the amount of \$75,000. Trail will be constructed in 2014.
- OSR continues to provide funding and staff support for winter Nordic trails grooming.
- In 2013, the Weed Program staff instituted an eradication program for knapweed and model vegetation program using drought tolerant native grass mixes on a large private wild mustang reserve in Disappointment Valley.
- The OSR program continues to transition from capital construction to maintenance.

The dedicated staff of San Miguel County will continue to look for ways to improve processes, and will work to maintain quality service levels for the citizens and taxpayers of San Miguel County. Staff continues to be committed to making wise spending decisions every day in order to make the most of every taxpayer dollar. This attitude is a key factor in successful budgeting and financial management.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of San Miguel County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to San Miguel County Finance Department, PO Box 486, Norwood, CO 81423.

SAN MIGUEL COUNTY, COLORADO
STATEMENT OF NET POSITION
December 31, 2013

	Primary Government	
	Governmental Activities	
	2013	2012
Assets		
Cash and cash equivalents	\$ 21,509,718	\$ 19,548,817
Restricted cash	-	34,772
Property taxes receivable	7,373,364	8,665,620
Land for resale	227,089	227,089
Accrued interest receivable	7,467	-
Accounts receivable	778,589	508,189
Due from other governmental units	30,394	29,229
Prepaid expenses	6,674	11,600
Inventories	222,438	171,198
Capital assets		
Nondepreciable	66,051,455	66,051,455
Depreciable, net of accumulated depreciation	12,664,984	12,923,630
Total assets	108,872,172	108,171,599
Liabilities		
Accounts payable	647,190	676,586
Accrued vacation and sick leave	1,078,945	1,035,639
Deposit-bond payable	22,000	34,000
Long-term liabilities		
Due more than one year:		
Leases payable	2,511,594	2,619,389
Compensated absences	480,105	475,525
Total liabilities	4,739,834	4,841,139
Deferred Inflows of Resources		
Deferred revenue other	429,022	403,058
Deferred property tax revenue	7,373,364	8,665,620
Total deferred inflows of resources	7,802,386	9,068,678
Net position		
Invested in capital assets	76,204,845	76,355,696
Restricted for:		
Debt service		
Idarado	-	34,772
Vegetation control	56,108	45,828
Seizure funds	1,385	1,385
Telecam/Goose trail	48,467	48,467
Health Insurance	64,369	64,369
Emergencies	627,831	627,831
Transportation	297,547	467,571
Housing	1,302,982	1,256,205
Solid waste	242,248	267,452
Unrestricted:	17,484,170	15,092,206
Total Net position	\$ 96,329,952	\$ 94,261,782

See accompanying notes to the basic financial statements

**SAN MIGUEL COUNTY, COLORADO
STATEMENT OF ACTIVITIES
Year Ended December 31, 2013**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services & Fees	Operating and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 4,424,239	\$ 1,293,744	\$ -	\$ -
Judicial	124,712	-	-	-
Public safety	4,083,727	36,226	-	-
Retirement Benefits	401,623	-	-	-
Health and welfare	2,025,240	95,153	1,180,358	-
Housing and transportation	313,303	118,224	-	-
Economic development	372,490	-	-	-
Recreation and culture	1,274,404	86,093	33,345	-
Auxiliary services	120,711	-	-	-
Public works	3,627,223	38,762	1,820,224	-
Total governmental activities	16,767,672	1,668,202	3,033,927	-

General Revenues

Taxes:

Property taxes

Sales taxes and other

Unrestricted investment earnings

Federal and state grants

Other general revenues

Loss on disposal of assets

Total General Revenues

Changes in Net Position

Net Position-January 1

Prior Period Adjustment

Net Position-December 31

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Position
Primary Government

	<u>2013</u>	<u>2012</u>
\$	(3,130,495)	\$ (3,455,252)
	(124,712)	(119,619)
	(4,047,501)	(3,969,261)
	(401,623)	(403,211)
	(749,729)	(736,689)
	(195,079)	(385,982)
	(372,490)	(305,515)
	(1,154,966)	(1,046,781)
	(120,711)	(114,119)
	(1,768,237)	(1,731,636)
	<u>(12,065,543)</u>	<u>(12,268,065)</u>
	8,714,465	8,783,936
	3,205,121	2,508,816
	33,145	43,302
	1,665,308	1,950,066
	522,632	753,023
	(12,794)	(150,158)
	<u>14,127,877</u>	<u>13,888,985</u>
	2,062,334	1,620,920
	94,261,782	92,637,359
	5,836	3,503
\$	<u>96,329,952</u>	<u>\$ 94,261,782</u>

See accompanying notes to the basic financial statements

SAN MIGUEL COUNTY, COLORADO
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2013

	<u>General Fund</u>	<u>Road and Bridge</u>	<u>Open Space</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets					
Cash and cash equivalents	\$ 11,470,143	\$ 3,540,396	\$ 2,403,752	\$ 4,095,427	\$ 21,509,718
Property taxes receivable	4,499,064	1,384,327	1,092,890	397,083	7,373,364
Land for resale	-	-	-	227,089	227,089
Accrued interest receivable	7,467	-	-	-	7,467
Accounts receivable	309,987	90,952	1,915	375,735	778,589
Due from other governmental units	-	-	-	30,394	30,394
Prepaid expenses	6,674	-	-	-	6,674
Inventories	-	222,438	-	-	222,438
Total assets	<u>\$ 16,293,335</u>	<u>\$ 5,238,113</u>	<u>\$ 3,498,557</u>	<u>\$ 5,125,728</u>	<u>\$ 30,155,733</u>
Liabilities and fund balance					
Liabilities					
Accounts payable	\$ 338,257	\$ 103,895	\$ 60,285	\$ 144,753	\$ 647,190
Accrued Vacation and Sick Leave	702,652	293,753	42,311	40,229	1,078,945
Deposit-bond payable	-	22,000	-	-	22,000
Total liabilities	<u>1,040,909</u>	<u>419,648</u>	<u>102,596</u>	<u>184,982</u>	<u>1,748,135</u>
Deferred Inflows of Resources					
Deferred revenue	42,789	-	374,998	11,235	429,022
Deferred property tax revenue	4,499,064	1,384,327	1,092,890	397,083	7,373,364
Total deferred inflows of resources	<u>4,541,853</u>	<u>1,384,327</u>	<u>1,467,888</u>	<u>408,318</u>	<u>7,802,386</u>
Fund balances					
Restricted					
Emergencies for tabor	-	-	-	627,831	627,831
Park and recreation	-	-	-	86,454	86,454
Public health and welfare	-	-	-	163,681	163,681
Committed					
Transportation	-	-	-	297,547	297,547
Housing	-	-	-	1,302,982	1,302,982
Tourism	-	-	-	8,253	8,253
Solid waste	-	-	-	242,248	242,248
Employee benefits	-	-	-	83,394	83,394
Capital purchases	-	-	-	1,542,743	1,542,743
Open space	-	-	1,928,073	-	1,928,073
Highway and streets	-	3,434,138	-	-	3,434,138
Energy	-	-	-	100,000	100,000
Air quality	-	-	-	77,295	77,295
Assigned					
Vegetation control	56,108	-	-	-	56,108
Seizure funds	1,385	-	-	-	1,385
Telcam/Goose trail	48,467	-	-	-	48,467
Health insurance	64,369	-	-	-	64,369
Unassigned	10,540,244	-	-	-	10,540,244
Total fund balances	<u>10,710,573</u>	<u>3,434,138</u>	<u>1,928,073</u>	<u>4,532,428</u>	<u>20,605,212</u>
Total liabilities and fund balances	<u>\$ 16,293,335</u>	<u>\$ 5,238,113</u>	<u>\$ 3,498,557</u>	<u>\$ 5,125,728</u>	<u>\$ 30,155,733</u>

See accompanying notes to the basic financial statements

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

Total governmental fund balances	\$ 20,605,212
Amounts reported for governmental activities in the statement of activities are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	78,716,439
Long-term liabilities, including bonds payable and compensated absences, are not due and payable in the current period and therefore are not reported in the funds.	
Leases Payable	(2,511,594)
Compensated absences	(480,105)
Net position of governmental activities	<u><u>\$ 96,329,952</u></u>

See accompanying notes to the basic financial statements

SAN MIGUEL COUNTY, COLORADO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended December 31, 2013

	General Fund	Road and Bridge	Open Space	Other Governmental Funds	Total Governmental Funds
Revenues					
Taxes	\$ 6,942,058	\$ 1,680,316	\$ 1,326,566	\$ 1,948,999	\$ 11,897,939
Intergovernmental	1,303,241	2,051,461	5,373	1,360,807	4,720,882
Licenses and permits	122,803	2,729	-	39,730	165,262
Charges for services	1,207,167	23,254	-	186,426	1,416,847
Miscellaneous	353,628	77,252	86,093	124,897	641,870
Total revenues	9,928,897	3,835,012	1,418,032	3,660,859	18,842,800
Expenditures					
Current:					
General government	4,232,386	-	-	-	4,232,386
Judicial	124,712	-	-	-	124,712
Public safety	3,790,405	-	-	92,850	3,883,255
Retirement benefits	-	-	-	401,623	401,623
Health and welfare	178,532	-	-	1,843,086	2,021,618
Housing and transportation	-	-	-	313,303	313,303
Economic development	-	-	-	372,490	372,490
Recreation and culture	20,128	-	1,171,817	-	1,191,945
Auxiliary services	120,711	-	-	-	120,711
Public Works	-	3,398,770	-	-	3,398,770
Debt Service	-	-	-	244,175	244,175
Capital outlay	-	-	-	393,778	393,778
Total expenditures	8,466,874	3,398,770	1,171,817	3,661,305	16,698,766
Excess (deficiency) of revenues over expenditures	1,462,023	436,242	246,215	(446)	2,144,034
Other financing sources (uses)					
Transfers in (out)	(344,401)	-	-	344,401	-
Sale of assets	22,191	300	-	-	22,491
Total other financing sources (uses)	(322,210)	300	-	344,401	22,491
Net change to fund balance	1,139,813	436,542	246,215	343,955	2,166,525
Fund balance, January 1	9,570,760	2,946,356	1,681,858	4,182,637	18,381,611
Prior period adjustment	-	-	-	5,836	5,836
Increase an inventory	-	51,240	-	-	51,240
Fund balance, December 31	\$ 10,710,573	\$ 3,434,138	\$ 1,928,073	\$ 4,532,428	\$ 20,605,212

See accompanying notes to the basic financial statements

SAN MIGUEL COUNTY, COLORADO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year Ended December 31, 2013

Net change in fund balances - total governmental funds **\$ 2,166,525**

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

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

Fixed assets current additions	\$ 532,568	
Depreciation expense	<u>(755,929)</u>	
Excess of depreciation over capital outlay		(223,361)

The net effect of various transactions involving capital assets(i.e.,sales, trade ins, and contributions) is to decrease net assets.	(35,285)
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Some expenses not reported in the Statement of Activities that do require the use of current financial resources and therefore are reported as expenditures in governmental funds.

Principal payments on debt service		107,795
Compensated absences		(4,580)
Inventory Increase		51,240

Change in net position of governmental funds	<u><u>\$ 2,062,334</u></u>
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SAN MIGUEL COUNTY, COLORADO
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
December 31, 2013

Treasurer's Agency Fund

Cash and investments	<u>\$ 350,453</u>
Due to other governments	<u>\$ 350,453</u>

San Miguel County, Colorado
Notes to General Purpose Financial Statements
December 31, 2013

Note 1 – Summary of Significant Accounting Policies

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

In June 1999 the GASB approved Statement No. 34, *Basic Financial Statements- and Management's Discussion and Analysis- for State and Local Governments*. These statements are prepared in compliance with the requirements of the Statement. Some of the significant reporting changes required by the Statement and are reflected in these financial statements include the following:

- Management's Discussion and Analysis (MD&A) which provides an analysis of the County's overall financial position and results of operations.
- Financial statements prepared using full accrual accounting for all of the County's activities.
- A change in the presentation of the fund financial statements to focus on the County's major funds.

A. Reporting Entity

San Miguel County is located in western Colorado with a population of approximately 7100. The principal towns are Telluride, Mountain Village and Norwood. San Miguel County is a political subdivision of the State of Colorado, governed by an elected three-member Board of County Commissioners. The County has six other elected officials; the Assessor, the Clerk and Recorder, the Coroner, the Sheriff, the Surveyor and the Treasurer. San Miguel County is included in the Seventh Judicial District. An elected District Attorney for the District serves Montrose, Delta, Gunnison, Hinsdale San Miguel and Ouray Counties. The County's General Fund accounts for all financial operating transactions of the offices of the elected officials and all San Miguel County contributions to the Seventh Judicial District Attorney's office.

Blended presented component unit. San Miguel Housing Authority and San Miguel County Disposal District.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and user charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues.

Note 1 – Summary of Significant Accounting Policies (continued)

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

Direct expenses are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported as *general revenues*.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. The County considers revenues to be available if they are collectible within 180 days except for property taxes which are considered available if they are collectible within sixty days after year-end. Property taxes, sales taxes, licenses, and interest associated with the current year are considered to be susceptible to accrual and so have been recognized as revenues of the current year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded when payment is due.

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

Deferred Outflows / Inflows of Resources

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

San Miguel County, Colorado
Notes to General Purpose Financial Statements
December 31, 2013

Note 1 – Summary of Significant Accounting Policies (continued)

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

Deferred Outflows / Inflows of Resources

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

The government reports the following major governmental funds:

The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Road and Bridge Fund* records costs related to County road and bridge construction and maintenance. By State law, Colorado counties are required to maintain a road and bridge fund. A portion of road and bridge taxes is allocated to cities and towns for use in their road and street activities.

The *Open Space Fund* accounts for the administration and operations of the Parks and Recreation Fund and also the purchase of land for open space.

The government reports the following non-major governmental funds:

The *Public Welfare Fund* accounts for the administration and operations of the County's public health and welfare system.

Sales Tax Fund accounts for revenues derived from sales tax. One half of the sales tax revenue collected annually is designated for capital expenditures or debt service.

Transit Fund accounts for the collection of transportation impact fees and other sources designated for mass transit and other transportation services.

Retirement Fund accounts for revenues from property taxes designated for a county employee retirement program.

Conservation Trust Fund reflects the receipt of the County's share of Colorado Lottery funds and money from other sources to be used for recreation purposes within the County.

Contingent Fund reflects the accumulation and disbursement of funds set aside to be used as needed for unforeseen contingencies.

Lodging Tax Fund accounts for revenues derived from lodging tax to be used for economic development.

San Miguel County, Colorado
Notes to General Purpose Financial Statements
December 31, 2013

Note 1 – Summary of Significant Accounting Policies (continued)

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

Public Health Fund accounts for all revenues and expenditures related to the administration of public health services and programs. The fund was set up pursuant to Senate Bill – 08-194.

Energy Fund was created in 2011 per Resolution 2011-50 for the sole purpose of funding capital expenses associated with the purchase, installation, and/or construction of renewable energy and/or energy conservation facilities or projects located within San Miguel County.

Dependent District Funds - special revenue funds used to account for the revenue from property taxes and other revenues designated for specific purposes. The San Miguel County Housing Authority's general fund has been blended as a dependent district.

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

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments.

Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues included all taxes.

D. Assets, Liabilities, and Net Assets or Equity

1. Receivable and Payable Balances

Significant components of receivables and payables are disaggregated in the financial statements. All receivables are expected to be collected within one year. All material payables are expected to be paid within one year with the exception of the amounts for the accrual for compensated absences and capital leases.

2. Property Taxes

Property taxes are levied in December and attach as an enforceable lien on property as of January 1 of the following year. Taxes are payable either in two installments due on February 28 and June 15 or in full on April 30. The County, through the San Miguel County Treasurer, bills and collects its own property taxes as well as property taxes of all other taxing authorities within the County.

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

San Miguel County, Colorado
Notes to General Purpose Financial Statements
December 31, 2013

Note 1 – Summary of Significant Accounting Policies (continued)

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

3. Interfund Transactions

Transactions between funds that would be treated as revenues, expenditures, or expenses if they involved organizations external to the County are accounted for as revenues, expenditures, or expenses in the funds involved. Transactions which constitute reimbursements of a fund for expenditures or expenses initially made from that fund which are properly applicable to another fund are recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditure or expense in the fund that is reimbursed. At year end, outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.” These amounts are eliminated in the Total Column on the “statement of net assets” column. Any residual balances outstanding between “discrete presented component units” and the “primary government” are reported on a separate line.

4. Inventories

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

5. Capital Assets

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

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

Buildings and improvements	20 to 40 Years
Equipment and Furniture	5 to 10 Years

Note 1 – Summary of Significant Accounting Policies (continued)

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

6. Future Compensated Absences

A maximum of 24 to 48 days vacation per year may be accumulated by each employee. Employees will be paid for up to the maximum accumulation of unused vacation days upon separation from County service after six months continuous service.

Full-time employees can earn one (1) day of sick leave per payroll reporting period. For part-time employees, sick leave is earned at a rate of one day per payroll reporting period that is proportionate to 1/5 or their weekly hours. After two (2) years of continuous service, upon separation from employment (either voluntary or involuntary), the terminating employee will be paid at the current regular rate of pay for 50% of their unused accrued sick leave. After fifteen (15) years will be paid at 75% of their current regular rate of pay for up to 120 days of unused accrued sick leave. After twenty (20) years terminating employee will be paid at 100% of their current regular rate of pay for up to 120 days of unused accrued sick leave. Starting after March 1, 2013, the continuous service was changed from two to ten years the terminating employee will be paid at the current regular rate of pay for 50% of their unused accrued sick leave.

7. Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements. Long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. At December 31, 2013 the only long term debt that San Miguel County had was from the accrual of compensated absences and capital leases.

8. Fund Equity

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

- Non-spendable fund balance amounts that are not in spendable form (such as inventory) or are required to be maintained intact;
- Restricted fund balance-amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions or by enabling legislation;

Note 1 – Summary of Significant Accounting Policies (continued)

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

8. Fund Equity

- Committed fund balance-amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- Assigned fund balance-amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- Unassigned fund balance-amounts that are available for any purpose; positive amounts are reported only in the general fund.

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

9. Net Position

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

The reserve for emergencies as required by Section 20 to Article X of the Colorado Constitution, also known as the Taxpayer's Bill of Rights (TABOR) is classified as restricted net assets on the entity-wide statements.

As provided for in the amendment the voters of San Miguel County approved in November 1994, for the 1995 budget year and subsequent budget years, that the San Miguel County mill levy may remain at the 1994 level of 10.120 mills; and, authorized the County to increase its revenues and expenditure limitations beyond those authorized by Article X, Section 20 as amended, for 1995 and each subsequent year thereafter, in the amount of \$750,000 per year.

The Amendment is complex and subject to judicial interpretation. The County believes it is in compliance with the requirements of the amendment.

San Miguel County, Colorado
Notes to General Purpose Financial Statements
December 31, 2013

Note 1 – Summary of Significant Accounting Policies (continued)

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

10. Estimates

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

11. Contraband Proceeds

The Colorado Contraband Forfeiture Act requires the proceeds from the seizure of contraband be audited although they are not subject to the appropriations process. During 2013, the County had no proceeds from the seizures of contraband.

Note 2 – Stewardship, Compliance, and Accountability

A. Budgetary Information

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

B. Budgeted Level of Expenditures

The budgetary control is maintained at the department level for the general fund and at specific fund level for all other funds. Although the budget shows various classifications by object and by function, the department directors are authorized to transfer budgeted amounts within each of the object classifications. All annual appropriations lapse at year end. During 2013, one supplemental appropriation was adopted by the County Commissioners.

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

All budget amounts presented in the accompanying supplementary information reflect the original budget and the final amended budget. No budget is shown or required for the San Miguel Regional Housing Authority. The County could be in violation of Colorado Budget Law because the Lodging Tax Tourism and Retirement Funds actual expenditures exceed budgetary amounts.

San Miguel County, Colorado
Notes to General Purpose Financial Statements
December 31, 2013

Note 3 – Deposits and Investments

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories; eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool is 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 equal to the aggregate uninsured deposits. Collateral in the pool is considered to be equal to depository insurance pursuant to definitions listed in GASB Statement No. 40. At December 31, 2013, the bank balance of the County's deposits was \$ 6,010,483 of which \$ 750,000 was covered by federal depository insurance and \$ 5,260,483 was collateralized under PDPA.

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

The County had invested \$ 5,708,163 in the Colorado Government Liquid Asset Trust (COLOTRUST), \$3,003,745 in the CSIP and \$3,510,582 in CSAFE, which are investment vehicles established for local government entities in Colorado to pool surplus funds. They operate similarly to a money market fund and each share is equal in value to \$1.00. Investments in these pools consist of U.S. Treasury bills, notes and note strips and repurchase agreements collateralized by U.S. Treasury securities. A designated custodial bank provides safekeeping and depository services for these investment pools in connection with the direct investment and withdrawal functions. Substantially all securities owned by these investment pools are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned these pools. These pools are not required to and are not registered with the SEC, but are rated AAA by Standard and Poor's, Fitch's and Moody's rating services.

The County's investments carried at fair market value as of December 31, 2013 are:

	<u>Fair Value</u>	<u>Credit Risk</u>
Sweep Account-Government Bonds	\$ 1,063,543	AAAm
US Treasury Note	544,321	AAA
Federal Home Loan Bank	250,045	AAA
Money Market (LPL)	211,465	N/R
Federated Prime Cash Obligation Fund	1,503,885	AAAm
ColoTrust (Governmental Pool)	5,708,163	AAA
CSIP	3,003,745	AAA
Csafe	<u>3,510,582</u>	AAA
	<u>\$15,795,749</u>	

Summary of Combined Cash and Investments Held By Primary Government and Dependent Districts:

<u>Description</u>	<u>Cost</u>
Demand deposits and cash	\$ 1,253,347
Certificates of deposits and savings	4,811,075
Investments	<u>15,795,749</u>
	<u>\$ 21,860,171</u>

San Miguel County, Colorado
Notes to General Purpose Financial Statements
December 31, 2013

Note 4 – Capital Assets

Capital asset activity for the year ended December 31, 2013, was as follows:
Governmental Activities:

	Balances 1/1/2013	Additions	Deletions	Balances 12/31/2013
Capital assets not being depreciated				
Land	\$ 7,041,200	\$ -	\$ -	\$ 7,041,200
Infrastructure	59,010,255	-	-	59,010,255
Total capital assets not being depreciated	<u>66,051,455</u>	<u>-</u>	<u>-</u>	<u>66,051,455</u>
Capital assets being depreciated				
Buildings and improvements	15,623,939	-	-	15,623,939
Equipment and furniture	6,796,063	532,568	(214,149)	7,114,482
Total capital assets being depreciated	<u>22,420,002</u>	<u>532,568</u>	<u>(214,149)</u>	<u>22,738,421</u>
Less accumulated depreciation				
Buildings and improvements	4,625,656	351,667	(178,864)	4,798,459
Equipment and furniture	4,870,716	404,262	-	5,274,978
Total accumulated depreciation	<u>9,496,372</u>	<u>755,929</u>	<u>(178,864)</u>	<u>10,073,437</u>
Total capital assets being depreciated, net	<u>12,923,630</u>	<u>(223,361)</u>	<u>(214,149)</u>	<u>12,664,984</u>
Governmental activities capital assets	<u>\$ 78,975,085</u>	<u>\$ (223,361)</u>	<u>\$ (35,285)</u>	<u>\$ 78,716,439</u>

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

Governmental activities:	
General government	\$ 169,571
Public safety	220,584
Public works	279,693
Recreation and culture	82,459
Health and welfare	<u>3,622</u>
Total depreciation expense-governmental activities	<u>\$ 755,929</u>

San Miguel County, Colorado
Notes to General Purpose Financial Statements
December 31, 2013

Note 5 – Long-Term Liabilities

Long-term obligations

The County has adopted the policy of acquiring certain fixed assets through the use of lease purchase agreements. For the lease purchase backed by the full faith and credit of the County, debt service is accounted for in the fund that accounts for the function associated with the asset.

General capitalized lease obligations payable are comprised of the following:

Zion Bank, land purchase agreement, annual payments starting at
\$ 244,175.40 through December 2025 at 2.074% \$ 2,511,594

Year	Principal	Interest	Payment
2014	\$ 193,332	\$ 50,843	\$ 244,175
2015	197,363	46,813	244,176
2016	201,477	42,698	244,175
2017	205,678	38,498	244,176
2018	209,965	34,210	244,175
2019-2023	1,117,340	103,537	1,220,877
2024-2025	386,439	8,124	394,563
Total	<u>\$ 2,511,594</u>	<u>\$ 324,723</u>	<u>\$ 2,836,317</u>

The repayment of the capital lease is subject to annual appropriations by the County Commissioners.

A summary of long-term debt is as follows:

	Payable January 2013	Additions	Deletions	Payable December 2013
General capitalized lease obligation	\$ 2,619,389	\$ -	\$ 107,795	\$ 2,511,594
Compensated absences payable	475,525	4,580	-	480,105
	<u>\$ 3,094,914</u>	<u>\$ 4,580</u>	<u>\$ 107,795</u>	<u>\$ 2,991,699</u>

San Miguel County, Colorado
Notes to General Purpose Financial Statements
December 31, 2013

Note 6 – Retirement Plan

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

San Miguel County provides pension benefits for all of its full-time employees through a defined contribution plan with the Colorado County Officials and Employees Retirement Association Retirement Plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate upon hire. Elected officials are eligible to participate immediately. Participation is mandatory for all eligible employees and for all elected officials. Both the County and the employee contribute 5% of the employee's monthly base salary to the plan.

The County's contribution for each employee (and interest allocated to the employee's account) is 100% vested after five years. Any non-vested County contributions forfeited by an employee who leaves the County's employment are remitted to the County. The County also participates in a voluntary deferred compensation contribution for those employed more than five years.

The County's total payroll was \$ 7,023,672 in 2013. The total payroll covered by the pension plan was \$ 6,861,960 in 2013. The total contribution paid was \$ 688,974 in 2013 (10% of covered payroll), \$ 343,098 by the employees and \$ 343,098 by the County.

The County has no liability for losses under the plan.

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

Note 7 – Post Employment Benefits

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

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

San Miguel County, Colorado
Notes to General Purpose Financial Statements
December 31, 2013

Note 8 – Noncash Program Activity

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

	County EBT Authorizations	State and Federal Share of Authorizations	Expenditures by County Warrant	Authorizations Plus Expenses by County Warrant	Total County Expenditures
TANF	\$ 25,812	\$ (48,068)	\$ 33,635	\$ 59,447	\$ 11,379
Child care	27,915	(26,536)	5,998	33,913	7,377
Child welfare	7,720	(210,506)	254,332	262,052	51,546
Administration	-	(94,015)	125,546	125,546	31,531
Core services	-	(39,662)	40,318	40,318	656
IV-D Administration	-	(8,308)	9,682	9,682	1,374
Aid to needy disabled	11,280	(9,720)	-	11,280	1,560
Old age pension	49,197	(52,633)	3,436	52,633	-
LEAP	38,870	(42,926)	4,056	42,926	-
Medicaid transportation	-	(12,979)	13,086	13,086	107
General assistance	-	-	3,527	3,527	3,527
Miscellaneous	(9,997)	(165,608)	77,667	67,670	(97,938)
Subtotal	150,797	(710,961)	571,283	722,080	11,119
Food assistance	606,475	(606,475)	-	606,475	-
Grand total	<u>\$ 757,272</u>	<u>\$ (1,317,436)</u>	<u>\$ 571,283</u>	<u>\$ 1,328,555</u>	<u>\$ 11,119</u>

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

B. County share of EBT authorizations - these amounts are settled monthly by a reduction of State cash advances to the County.

C. Expenditures made by County warrants or other County payment methods

D. This represents the total cost of the welfare programs that are administered by San Miguel County.

E. This total matches the expenditures on the Social Services Department Fund Statement of Revenues, Expenditures, and Changes in Fund Balance.

San Miguel County, Colorado
Notes to General Purpose Financial Statements
December 31, 2013

Note 9 – Budget Amendment

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

Fund	Original Budget	Revisions	Final Budget
General	\$ 9,224,757	\$ -	\$ 9,224,757
Road and Bridge	4,515,962	-	4,515,962
Open Space	1,331,974	-	1,331,974
Public Welfare	1,388,356	-	1,388,356
Transit	239,300	5,000	244,300
Sales tax capital	944,700	-	944,700
Retirement	392,160	-	392,160
Conservation Trust	27,500	-	27,500
Lodging Tax Tourism	350,950	-	350,950
Public Health	518,917	-	518,917
SMC Solid Waste Disposal District	69,750	-	69,750
Totals	<u>\$ 19,004,326</u>	<u>\$ 5,000</u>	<u>\$ 19,009,326</u>

Note 10 - Transfers

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

Fund	Transfers In	Transfers (Out)
Retirement	\$ 50,000	-
Public Health	\$ 294,401	-
General	-	\$ 344,401

Note 11 – New Accounting Pronouncements

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

SAN MIGUEL COUNTY, COLORADO
INFORMATION ABOUT INFRASTRUCTURE ASSETS REPORTED USING
THE MODIFIED APPROACH
For the year ended December 31, 2013

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

In order to utilize the modified approach, the County is required to:

- Maintain an asset management system that includes an up-to-date inventory of eligible infrastructure assets,
- Perform and document replicable condition assessments once every three years of the eligible infrastructure assets and summarize the results using a measurement scale.
- Estimate each year the annual amount to maintain and preserve the eligible infrastructure assets at the condition level established and disclosed by the County.
- Document that the infrastructure assets are being preserved approximately at, or above the condition level established by the County.

ROADS

San Miguel County applies the modified approach to all roads. owned and/ or maintained by the County. The goal of the County in conjunction with adopting the modified approach is to develop and provide a cost effective maintenance program that preserves the County's investment in its road network and enhances public transportation and safety.

Condition Assessments

Roads are categorized as native, gravel and oil surface. Formal condition assessments are not done on natural and rock surface roads. These roads are maintained on an as-needed basis, for example, when a road is washed out. Formal condition assessments are performed on all gravel and oil surface roads at least once every three years in accordance with GASB 34. Each year a formal assessment is performed on a portion of the County's roads on a rotating basis. The results of formal condition assessments performed in 2012 and 2013 are disclosed. The process and purpose of these condition assessments are described briefly below.

Gravel Surface Roads: The condition assessments of gravel roads are based on gravel thickness and surface smoothness. Roads are rated as excellent, good and poor. A poor rating indicates gravel thickness of less than 1" or excessive surface deterioration. Roads rated in poor condition require maintenance.

SAN MIGUEL COUNTY, COLORADO
INFORMATION ABOUT INFRASTRUCTURE ASSETS REPORTED USING
THE MODIFIED APPROACH
For the year ended December 31, 2013

Paved Roads: The condition assessments of paved roads are based on the following criteria: potholes, cracking, rutting, shoulder condition, surface smoothness and base condition. Roads are rated as excellent, good, fair and poor. For GASB 34 reporting purposes, the County's official desired condition is 70%. The County's goal is to maintain its infrastructure at a category condition level of fair or better.

Condition Rating of the County's Road System

Percentage of Lane-Miles in Fair to Excellent Conditions in 2013:

	<u>Percentage</u>
Paved	75%
Gravel	75%
Overall System	78%

Percentage of Lane-Miles in Poor Conditions in 2013:

	<u>Percentage</u>
Paved	1%
Gravel	3%
Overall System	2%

Comparison of Needed-to-Actual Maintenance/Preservation in 2013: The County did not budget separately for maintenance/preservation costs for roads and bridges in 2013, therefore they are shown combined below. Amounts will be budgeted separately in the future.

	<u>2013</u>
Estimated	\$4,515,962
Actual	\$3,398,770

SAN MIGUEL COUNTY, COLORADO
INFORMATION ABOUT INFRASTRUCTURE ASSETS REPORTED USING
THE MODIFIED APPROACH
For the year ended December 31, 2013

BRIDGES

The structural sufficiency of the County's bridges is determined using the state of Colorado's Structure Inspection and Inventory Program. The bridge sufficiency rating is based on the assessment of the ability of individual components to function structurally. The rating system uses a numerical scale from 50 (needs replacement) to 100 (new). It is the County's policy to keep the number and square footage of deck area of bridges with a condition rating of fair equal to or greater than 70 percent. Bridges are inspected by the state of Colorado Department of Transportation every two years. GASB 34 requires inspection every three years. The most recent inspection was in 2012. There were no new bridge structures added to the system during 2013.

Disclosures for a Network of Bridges 2013

Number of Bridges

	CDOT Structural Sufficiency Rating	<u>Number</u>	<u>%</u>
Excellent	91-100	17	68%
Good	71-90	6	24%
Fair	51-70	0	0%
Poor	50 and below	<u>2</u>	<u>8%</u>
Total		<u>25</u>	<u>100.0%</u>

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

	Budgeted		Actual	Variance
	Original	Final		
Revenues				
Property taxes	\$ 5,287,570	\$ 5,287,570	\$ 5,273,844	\$ (13,726)
Sales and miscellaneous taxes	1,145,000	1,145,000	1,668,214	523,214
Fees and charges	1,133,293	1,133,293	1,207,167	73,874
Licenses and permits	141,100	141,100	122,803	(18,297)
Intergovernmental	1,180,333	1,180,333	1,303,241	122,908
Interest earnings	30,000	30,000	31,426	1,426
Miscellaneous	194,128	194,128	322,202	128,074
Total revenues	<u>9,111,424</u>	<u>9,111,424</u>	<u>9,928,897</u>	<u>817,473</u>
Expenditures				
Current				
General government	4,539,445	4,539,445	4,232,386	307,059
Judicial	124,712	124,712	124,712	-
Public Safety	3,885,873	3,885,873	3,790,405	95,468
Health and welfare	239,926	239,926	178,532	61,394
Culture and recreation	23,367	23,367	20,128	3,239
Auxiliary services	117,033	117,033	120,711	(3,678)
Total expenditures	<u>8,930,356</u>	<u>8,930,356</u>	<u>8,466,874</u>	<u>463,482</u>
Revenues over (under) expenditures	181,068	181,068	1,462,023	1,280,955
Other Financing Sources				
Transfer in (Out)	(294,401)	(294,401)	(344,401)	(50,000)
Sale of Assets	-	-	22,191	22,191
Total other financing sources	<u>(294,401)</u>	<u>(294,401)</u>	<u>(322,210)</u>	<u>(27,809)</u>
Revenues and other sources over expenditures	(113,333)	(113,333)	1,139,813	1,253,146
Fund balance, January 1	8,808,791	8,808,791	9,570,760	761,969
Fund balance, December 31	<u>\$ 8,695,458</u>	<u>\$ 8,695,458</u>	<u>\$ 10,710,573</u>	<u>\$ 2,015,115</u>

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

	Budgeted		Actual	Variance
	Original	Final		
Revenues				
Taxes				
General property tax	\$ 1,626,944	\$ 1,626,944	\$ 1,622,720	\$ (4,224)
Special ownership tax	39,500	39,500	53,317	13,817
Penalty and interest tax	2,500	2,500	4,279	1,779
Total	<u>1,668,944</u>	<u>1,668,944</u>	<u>1,680,316</u>	<u>11,372</u>
Intergovernmental				
Payment in lieu of taxes	100	100	473	373
Mineral leasing	77,891	77,891	165,594	87,703
Forest service	34,708	34,708	43,523	8,815
Federal land and materials	200	200	-	(200)
Total	<u>112,899</u>	<u>112,899</u>	<u>209,590</u>	<u>96,691</u>
Intergovernmental - State and Local				
Highway user's - County	1,632,113	1,632,113	1,818,765	186,652
Town of Sawpit	1,200	1,200	1,459	259
Automobile registration	17,510	17,510	21,647	4,137
Total	<u>1,650,823</u>	<u>1,650,823</u>	<u>1,841,871</u>	<u>191,048</u>
Licenses and permits				
Special permits and fees	4,120	4,120	2,729	(1,391)
Total	<u>4,120</u>	<u>4,120</u>	<u>2,729</u>	<u>(1,391)</u>
Miscellaneous				
Charges for services	63,726	63,726	77,252	13,526
Sale of assets	-	-	23,254	23,254
Total revenues	<u>3,500,512</u>	<u>3,500,512</u>	<u>3,835,312</u>	<u>334,800</u>
Expenditures				
Current				
Construction	23,000	23,000	-	23,000
Maintenance of conditions	3,425,330	3,425,330	2,379,950	1,045,380
Snow and ice removal	38,110	38,110	17,874	20,236
Administration	1,029,522	1,029,522	1,000,946	28,576
Total expenditures	<u>4,515,962</u>	<u>4,515,962</u>	<u>3,398,770</u>	<u>1,117,192</u>
Revenues over (under) expenditures	(1,015,450)	(1,015,450)	436,542	1,451,992
Fund balance, January 1	2,294,886	2,294,886	2,946,356	651,470
Changes in reserve for inventory	-	-	51,240	51,240
Fund balance, December 31	<u>\$ 1,279,436</u>	<u>\$ 1,279,436</u>	<u>\$ 3,434,138</u>	<u>\$ 2,154,702</u>

SAN MIGUEL COUNTY, COLORADO
OPEN SPACE AND PARK FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2013

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes				
General property tax	\$ 1,284,430	\$ 1,284,430	\$ 1,281,096	\$ (3,334)
Special ownership tax	25,000	25,000	42,092	17,092
Penalty and interest tax	2,300	2,300	3,378	1,078
Total	<u>1,311,730</u>	<u>1,311,730</u>	<u>1,326,566</u>	<u>14,836</u>
Intergovernmental				
Payment in lieu of taxes	373	373	373	-
Other grants	50,000	50,000	5,000	(45,000)
Total	<u>50,373</u>	<u>50,373</u>	<u>5,373</u>	<u>(45,000)</u>
Miscellaneous				
Event center fees	4,000	4,000	9,784	5,784
Fairground fees	6,000	6,000	16,745	10,745
Other fees	1,100	1,100	15,034	13,934
Other	7,740	7,740	44,530	36,790
Total	<u>18,840</u>	<u>18,840</u>	<u>86,093</u>	<u>67,253</u>
Total revenues	<u>1,380,943</u>	<u>1,380,943</u>	<u>1,418,032</u>	<u>37,089</u>
Expenditures				
Current				
Recreation	287,139	287,139	370,321	(83,182)
Open space commission	222,150	222,150	33,320	188,830
Historical preservation	284,250	284,250	231,498	52,752
Fairgrounds and regional park	240,579	240,579	211,821	28,758
Parks administration	297,856	297,856	324,857	(27,001)
Total expenditures	<u>1,331,974</u>	<u>1,331,974</u>	<u>1,171,817</u>	<u>160,157</u>
Revenues over (under) expenditures	48,969	48,969	246,215	197,246
Fund balance, January 1	<u>1,580,476</u>	<u>1,580,476</u>	<u>1,681,858</u>	<u>101,382</u>
Fund balance, December 31	<u>\$ 1,629,445</u>	<u>\$ 1,629,445</u>	<u>\$ 1,928,073</u>	<u>\$ 298,628</u>

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

	<u>Lodging</u>				
	<u>Tax Tourism</u>	<u>Sales Tax</u>	<u>Transit</u>	<u>Contingent</u>	<u>Welfare</u>
Assets					
Cash and cash equivalents	\$ 14,483	\$ 1,261,833	\$ 298,450	\$ 627,831	\$ 180,109
Taxes receivable	-	-	-	-	112,932
Land for resale	-	-	-	-	-
Due from other governmental units	-	-	-	-	30,394
Other receivables	63,223	289,590	24	-	1,160
Total assets	<u>\$ 77,706</u>	<u>\$ 1,551,423</u>	<u>\$ 298,474</u>	<u>\$ 627,831</u>	<u>\$ 324,595</u>
Liabilities and fund balances					
Liabilities					
Accounts payable	\$ 69,453	\$ 8,680	\$ 927	\$ -	\$ 9,345
Accrued vacation and sick leave	-	-	-	-	-
Total liabilities	<u>69,453</u>	<u>8,680</u>	<u>927</u>	<u>-</u>	<u>9,345</u>
Deferred Inflows of Resources					
Deferred revenue other	-	-	-	-	11,235
Deferred property tax revenue	-	-	-	-	112,932
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>124,167</u>
Fund balances					
Reserved for:					
Emergencies	-	-	-	627,831	-
Transportation	-	-	297,547	-	-
Housing	-	-	-	-	-
Energy	-	-	-	-	-
Solid waste	-	-	-	-	-
Air quality	-	-	-	-	-
Unreserved:	8,253	1,542,743	-	-	191,083
Total fund balances	<u>8,253</u>	<u>1,542,743</u>	<u>297,547</u>	<u>627,831</u>	<u>191,083</u>
Total liabilities and fund balances	<u>\$ 77,706</u>	<u>\$ 1,551,423</u>	<u>\$ 298,474</u>	<u>\$ 627,831</u>	<u>\$ 324,595</u>

<u>Retirement</u>	<u>Conservation Trust</u>	<u>Public Health</u>	<u>Energy</u>	<u>Dependent Districts</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 114,545	\$ 86,348	\$ 88,182	\$ 100,000	\$ 1,323,646	\$ 4,095,427
284,151	-	-	-	-	397,083
-	-	-	-	227,089	227,089
-	-	-	-	-	30,394
-	106	21,632	-	-	375,735
<u>\$ 398,696</u>	<u>\$ 86,454</u>	<u>\$ 109,814</u>	<u>\$ 100,000</u>	<u>\$ 1,550,735</u>	<u>\$ 5,125,728</u>
\$ 31,151	\$ -	\$ 19,692	\$ -	\$ 5,505	\$ 144,753
-	-	40,229	-	-	40,229
<u>31,151</u>	<u>-</u>	<u>59,921</u>	<u>-</u>	<u>5,505</u>	<u>184,982</u>
-	-	-	-	-	11,235
284,151	-	-	-	-	397,083
<u>284,151</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>408,318</u>
-	-	-	-	-	627,831
-	-	-	-	-	297,547
-	-	-	-	1,302,982	1,302,982
-	-	-	100,000	-	100,000
-	-	-	-	242,248	242,248
-	-	77,295	-	-	77,295
83,394	86,454	(27,402)	-	-	1,884,525
<u>83,394</u>	<u>86,454</u>	<u>49,893</u>	<u>100,000</u>	<u>1,545,230</u>	<u>4,532,428</u>
<u>\$ 398,696</u>	<u>\$ 86,454</u>	<u>\$ 109,814</u>	<u>\$ 100,000</u>	<u>\$ 1,550,735</u>	<u>\$ 5,125,728</u>

SAN MIGUEL COUNTY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
Year Ended December 31, 2013

	<u>Lodging Tax Tourism</u>	<u>Sales Tax</u>	<u>Transit Fund</u>	<u>Contingent</u>	<u>Welfare</u>
Revenues					
Taxes	\$ 368,598	\$ 1,043,596	\$ -	\$ -	\$ 137,078
Intergovernmental	-	-	-	-	1,180,358
Charges for services	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Interest earnings	-	-	1,161	-	-
Miscellaneous	-	23,193	70,219	-	-
Total revenues	<u>368,598</u>	<u>1,066,789</u>	<u>71,380</u>	<u>-</u>	<u>1,317,436</u>
Expenditures					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Retirement benefits and contributions	-	-	-	-	-
Health and human services	-	-	-	-	1,328,557
Urban development, housing and transportation	-	-	241,404	-	-
Economic development	372,490	-	-	-	-
Capital outlay	-	385,933	-	-	-
Debt service payments	-	244,175	-	-	-
Total expenditures	<u>372,490</u>	<u>630,108</u>	<u>241,404</u>	<u>-</u>	<u>1,328,557</u>
Excess (deficiency) of revenues over expenditures	(3,892)	436,681	(170,024)	-	(11,121)
Other financing sources and (uses)					
Transfer In (Out)	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change to fund balance	(3,892)	436,681	(170,024)	-	(11,121)
Fund balance, January 1	12,145	1,106,062	467,571	627,831	196,368
Prior Period adjustment	-	-	-	-	5,836
Fund balance, December 31	<u>\$ 8,253</u>	<u>\$ 1,542,743</u>	<u>\$ 297,547</u>	<u>\$ 627,831</u>	<u>\$ 191,083</u>

<u>Retirement</u>	<u>Conservation Trust</u>	<u>Public Health</u>	<u>Energy</u>	<u>Dependent Districts</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 344,908	\$ -	\$ -	\$ -	\$ 54,819	\$ 1,948,999
-	28,345	152,104	-	-	1,360,807
-	-	55,423	-	131,003	186,426
-	-	39,730	-	-	39,730
-	106	-	-	452	1,719
24,483	-	5,235	-	48	123,178
<u>369,391</u>	<u>28,451</u>	<u>252,492</u>	<u>-</u>	<u>186,322</u>	<u>3,660,859</u>
-	-	-	-	-	-
-	-	-	-	92,850	92,850
401,623	-	-	-	-	401,623
-	-	514,529	-	-	1,843,086
-	-	-	-	-	-
-	-	-	-	71,899	313,303
-	-	-	-	-	372,490
-	7,845	-	-	-	393,778
-	-	-	-	-	244,175
<u>401,623</u>	<u>7,845</u>	<u>514,529</u>	<u>-</u>	<u>164,749</u>	<u>3,661,305</u>
(32,232)	20,606	(262,037)	-	21,573	(446)
<u>50,000</u>	<u>-</u>	<u>294,401</u>	<u>-</u>	<u>-</u>	<u>344,401</u>
<u>50,000</u>	<u>-</u>	<u>294,401</u>	<u>-</u>	<u>-</u>	<u>344,401</u>
17,768	20,606	32,364	-	21,573	343,955
65,626	65,848	17,529	100,000	1,523,657	4,182,637
-	-	-	-	-	5,836
<u>\$ 83,394</u>	<u>\$ 86,454</u>	<u>\$ 49,893</u>	<u>\$ 100,000</u>	<u>\$ 1,545,230</u>	<u>\$ 4,532,428</u>

Retirement	Conservation Trust	Public Health	Energy	Dependent Districts	Total Nonmajor Governmental Funds
\$ 344,908	\$ -	\$ -	\$ -	\$ 54,819	\$ 1,948,999
-	28,345	152,104	-	-	1,360,807
-	-	55,423	-	131,003	186,426
-	-	39,730	-	-	39,730
-	106	-	-	452	1,719
24,483	-	5,235	-	48	123,178
<u>369,391</u>	<u>28,451</u>	<u>252,492</u>	<u>-</u>	<u>186,322</u>	<u>3,660,859</u>
-	-	-	-	-	-
-	-	-	-	92,850	92,850
401,623	-	-	-	-	401,623
-	-	514,529	-	-	1,843,086
-	-	-	-	71,899	313,303
-	-	-	-	-	372,490
-	7,845	-	-	-	393,778
-	-	-	-	-	244,175
<u>401,623</u>	<u>7,845</u>	<u>514,529</u>	<u>-</u>	<u>164,749</u>	<u>3,661,305</u>
(32,232)	20,606	(262,037)	-	21,573	(446)
50,000	-	294,401	-	-	344,401
<u>50,000</u>	<u>-</u>	<u>294,401</u>	<u>-</u>	<u>-</u>	<u>344,401</u>
17,768	20,606	32,364	-	21,573	343,955
65,626	65,848	17,529	100,000	1,523,657	4,182,637
-	-	-	-	-	5,836
<u>\$ 83,394</u>	<u>\$ 86,454</u>	<u>\$ 49,893</u>	<u>\$ 100,000</u>	<u>\$ 1,545,230</u>	<u>\$ 4,532,428</u>

SAN MIGUEL COUNTY, COLORADO
DEPENDENT DISTRICTS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS - DEPENDENT DISTRICTS
December 31, 2013

	<u>San Miguel Disposal District</u>	<u>San Miguel County Housing Authority</u>	<u>Total</u>
Assets			
Cash and cash equivalents	\$ 247,753	\$ 1,075,893	\$ 1,323,646
Land for resale	-	227,089	227,089
Total assets	<u>\$ 247,753</u>	<u>\$ 1,302,982</u>	<u>\$ 1,550,735</u>
Liabilities and fund balances			
Liabilities			
Accounts payable	\$ 5,505	-	\$ 5,505
Total liabilities	<u>5,505</u>	<u>-</u>	<u>5,505</u>
Fund balances			
Reserved for:			
Housing	-	1,302,982	1,302,982
Solid waste	242,248	-	242,248
Total fund balances	<u>242,248</u>	<u>1,302,982</u>	<u>1,545,230</u>
Total liabilities and fund balances	<u>\$ 247,753</u>	<u>\$ 1,302,982</u>	<u>\$ 1,550,735</u>

SAN MIGUEL COUNTY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS - DEPENDENT DISTRICTS
Year Ended December 31, 2013

	San Miguel Disposal District	San Miguel County Housing Authority	Total
Revenues			
Taxes	\$ 54,819	\$ -	\$ 54,819
Charges for services	12,779	118,224	131,003
Interest earnings	-	452	452
Miscellaneous	48	-	48
Total revenues	<u>67,646</u>	<u>118,676</u>	<u>186,322</u>
Expenditures			
Current:			
Public safety	92,850	-	92,850
Urban development, housing and transportation	-	71,899	71,899
Loss on sale of land	-	-	-
Total expenditures	<u>92,850</u>	<u>71,899</u>	<u>164,749</u>
Net change to fund balance	(25,204)	46,777	21,573
Fund balance, January 1	<u>267,452</u>	<u>1,256,205</u>	<u>1,523,657</u>
Fund balance, December 31	<u>\$ 242,248</u>	<u>\$ 1,302,982</u>	<u>\$ 1,545,230</u>

SAN MIGUEL COUNTY, COLORADO
SPECIAL REVENUE FUND - LODGING TAX TOURISM FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2013

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes				
Lodging tax	\$ 350,000	\$ 350,000	\$ 368,598	\$ 18,598
Total revenues	<u>350,000</u>	<u>350,000</u>	<u>368,598</u>	<u>18,598</u>
Expenditures				
Current				
General government				
Administrative overhead			-	-
Economic development				
Other contracted services	350,950	350,950	372,490	(21,540)
Total expenditures	<u>350,950</u>	<u>350,950</u>	<u>372,490</u>	<u>(21,540)</u>
Revenues over (under) expenditures	(950)	(950)	(3,892)	(2,942)
Fund balance, January 1	<u>7,643</u>	<u>7,643</u>	<u>12,145</u>	<u>4,502</u>
Fund balance, December 31	<u>\$ 6,693</u>	<u>\$ 6,693</u>	<u>\$ 8,253</u>	<u>\$ 1,560</u>

SAN MIGUEL COUNTY, COLORADO
SPECIAL REVENUE FUND - SALES TAX CAPITAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2013

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes				
Sales and use tax	\$ 772,500	\$ 772,500	\$1,043,596	\$ 271,096
Mineral leasing	-	-	-	-
Miscellaneous	15,000	15,000	23,193	8,193
Total revenues	<u>787,500</u>	<u>787,500</u>	<u>1,066,789</u>	<u>279,289</u>
Expenditures				
Capital outlay	700,500	700,500	385,933	314,567
Debt service				
Lease payments	244,200	244,200	244,175	25
Total expenditures	<u>944,700</u>	<u>944,700</u>	<u>630,108</u>	<u>314,592</u>
Revenues over (under) expenditures	(157,200)	(157,200)	436,681	593,881
Fund balance, January 1	<u>851,872</u>	<u>851,872</u>	<u>1,106,062</u>	<u>254,190</u>
Fund balance, December 31	<u>\$ 694,672</u>	<u>\$ 694,672</u>	<u>\$1,542,743</u>	<u>\$ 848,071</u>

SAN MIGUEL COUNTY, COLORADO
SPECIAL REVENUE FUND - TRANSIT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2013

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$ 450	\$ 450	\$ 1,161	\$ 711
Other	-	-	936	936
Transportation fees	100,000	100,000	69,283	(30,717)
Total revenues	<u>100,450</u>	<u>100,450</u>	<u>71,380</u>	<u>(29,070)</u>
Expenditures				
Current				
Other	9,300	9,300	6,059	3,241
Transportation contract	230,000	235,000	235,345	(345)
Total expenditures	<u>239,300</u>	<u>244,300</u>	<u>241,404</u>	<u>(345)</u>
Revenues over (under) expenditures	(138,850)	(143,850)	(170,024)	(26,174)
Fund balance, January 1	<u>477,025</u>	<u>477,025</u>	<u>467,571</u>	<u>(9,454)</u>
Fund balance, December 31	<u>\$ 338,175</u>	<u>\$ 333,175</u>	<u>\$ 297,547</u>	<u>\$ (35,628)</u>

SAN MIGUEL COUNTY, COLORADO
SPECIAL REVENUE FUND - CONTINGENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2013

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$ -	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures				
Current				
General government	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	-	-	-	-
Fund balance, January 1	<u>627,831</u>	<u>627,831</u>	<u>627,831</u>	<u>-</u>
Fund balance, December 31	<u><u>\$ 627,831</u></u>	<u><u>\$ 627,831</u></u>	<u><u>\$ 627,831</u></u>	<u><u>\$ -</u></u>

SAN MIGUEL, COLORADO
PUBLIC WELFARE FUND-SOCIAL SERVICES
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2013

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$ 136,874	\$ 136,874	\$ 137,078	\$ 204
County administration	87,372	87,372	107,153	19,781
Old age pension	49,950	49,950	52,633	2,683
Aid to the needy and disabled	9,600	9,600	9,720	120
Child care	56,191	56,191	26,536	(29,655)
Food assistance	610,000	610,000	606,475	(3,525)
Child welfare	190,065	190,065	210,659	20,594
Core services	23,161	23,161	39,662	16,501
Leap	79,000	79,000	42,927	(36,073)
CSBG grant	15,000	15,000	13,516	(1,484)
Colorado works	47,099	47,099	48,068	969
Child support	6,600	6,600	8,308	1,708
Medicaid transportation and other	20,000	20,000	12,979	(7,021)
Miscellaneous	1,000	1,000	1,722	722
Total revenues	<u>1,331,912</u>	<u>1,331,912</u>	<u>1,317,436</u>	<u>(14,476)</u>
Expenditures				
County funded grants	53,500	53,500	58,656	(5,156)
County administration	110,000	110,000	132,072	(22,072)
Old age pension	50,000	50,000	52,633	(2,633)
Colorado works	66,651	66,651	59,039	7,612
Aid to the needy and disabled	12,000	12,000	11,280	720
Medicaid transportation	20,000	20,000	13,086	6,914
Child care	64,154	64,154	33,913	30,241
General assistance	10,000	10,000	3,527	6,473
Leap	79,000	79,000	42,927	36,073
Child welfare	270,327	270,327	261,276	9,051
Core services	25,224	25,224	40,318	(15,094)
CSBG grant	15,000	15,000	12,893	2,107
Child support	10,000	10,000	9,682	318
Direct cost allocation	(7,500)	(7,500)	(10,012)	2,512
Food assistance	610,000	610,000	606,475	3,525
Miscellaneous	-	-	792	(792)
Supplemental	-	-	-	-
Total expenditures	<u>1,388,356</u>	<u>1,388,356</u>	<u>1,328,557</u>	<u>59,799</u>
Excess (deficiency) of revenues over expenditures	(56,444)	(56,444)	(11,121)	45,323
Fund balance, January 1	196,367	196,367	196,368	1
Prior period adjustment	-	-	5,836	5,836
Fund balance, December 31	<u>\$ 139,923</u>	<u>\$ 139,923</u>	<u>\$ 191,083</u>	<u>\$ 51,160</u>

SAN MIGUEL COUNTY, COLORADO
SPECIAL REVENUE FUND - RETIREMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2013

	Budgeted		Actual	Variance
	Original	Final		
Revenues				
Taxes				
General property tax	\$ 333,952	\$ 333,952	\$ 333,016	\$ (936)
Delinquent tax	-	-	69	69
Specific ownership tax	7,750	7,750	10,945	3,195
Penalty and interest tax	600	600	878	278
Other				
Forfeitures and miscellaneous	15,600	15,600	24,483	8,883
Total revenues	<u>357,902</u>	<u>357,902</u>	<u>369,391</u>	<u>11,489</u>
Expenditures				
Current				
Employer's contribution	392,160	392,160	401,623	(9,463)
Total expenditures	<u>392,160</u>	<u>392,160</u>	<u>401,623</u>	<u>(9,463)</u>
Revenues over (under) expenditures	(34,258)	(34,258)	(32,232)	2,026
Other Financing Sources				
Transfers (Out)	65,000	65,000	50,000	(15,000)
Total other financing sources	<u>65,000</u>	<u>65,000</u>	<u>50,000</u>	<u>(15,000)</u>
Revenues and other sources over expenditures	30,742	30,742	17,768	(12,974)
Fund balance, January 1	<u>49,908</u>	<u>49,908</u>	<u>65,626</u>	<u>15,718</u>
Fund balance, December 31	<u>\$ 80,650</u>	<u>\$ 80,650</u>	<u>\$ 83,394</u>	<u>\$ 2,744</u>

SAN MIGUEL COUNTY, COLORADO
SPECIAL REVENUE FUND - CONSERVATION TRUST FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2013

	<u>Budgeted</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental				
State lottery proceeds	\$ 24,000	\$ 24,000	\$ 28,345	\$ 4,345
Interest income	200	200	106	(94)
Total revenues	<u>24,200</u>	<u>24,200</u>	<u>28,451</u>	<u>4,251</u>
Expenditures				
Current				
Capital outlay	27,500	27,500	7,845	19,655
Total expenditures	<u>27,500</u>	<u>27,500</u>	<u>7,845</u>	<u>19,655</u>
Revenues over (under) expenditures	(3,300)	(3,300)	20,606	23,906
Fund balance, January 1	<u>71,854</u>	<u>71,854</u>	<u>65,848</u>	<u>(6,006)</u>
Fund balance, December 31	<u>\$ 68,554</u>	<u>\$ 68,554</u>	<u>\$ 86,454</u>	<u>\$ 17,900</u>

SAN MIGUEL COUNTY, COLORADO
SPECIAL REVENUE FUND - PUBLIC HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2013

	Budgeted		Actual	Variance
	Original	Final		
Revenues				
Intergovernmental	\$ 131,900	\$ 131,900	\$ 152,104	\$ 20,204
Licenses and permits	35,000	35,000	39,730	4,730
Charges for services	50,000	50,000	55,423	5,423
Miscellaneous	5,677	5,677	5,235	(442)
Total revenues	<u>222,577</u>	<u>222,577</u>	<u>252,492</u>	<u>29,915</u>
Expenditures				
Current				
Health and welfare	518,917	518,917	514,529	4,388
Total expenditures	<u>518,917</u>	<u>518,917</u>	<u>514,529</u>	<u>4,388</u>
Revenues over (under) expenditures	(296,340)	(296,340)	(262,037)	34,303
Other Financing Sources				
Transfers In or (Out)	294,401	294,401	294,401	-
Total other financing sources	<u>294,401</u>	<u>294,401</u>	<u>294,401</u>	<u>-</u>
Revenues and other sources over expenditures	(1,939)	(1,939)	32,364	34,303
Fund balance, January 1	95,996	95,996	17,529	(78,467)
Fund balance, December 31	<u>\$ 94,057</u>	<u>\$ 94,057</u>	<u>\$ 49,893</u>	<u>\$ (44,164)</u>

SAN MIGUEL COUNTY, COLORADO
SAN MIGUEL DISPOSAL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET
Year Ended December 31, 2013

	Budgeted		Actual	Variance
	Original	Final		
Revenues				
Taxes				
General property tax	\$ 53,215	\$ 53,215	\$ 52,948	\$ (267)
Specific ownership tax	960	960	1,703	743
Penalty and interest tax	75	75	168	93
Total taxes	<u>54,250</u>	<u>54,250</u>	<u>54,819</u>	<u>569</u>
Intergovernmental				
Other	-	-	48	48
Charges for services	15,500	15,500	12,779	(2,721)
Total intergovernmental	<u>15,500</u>	<u>15,500</u>	<u>12,827</u>	<u>(2,673)</u>
Total revenues	<u>69,750</u>	<u>69,750</u>	<u>67,646</u>	<u>(2,104)</u>
Expenditures				
Current				
General government				
Waste disposal	95,600	95,600	92,850	2,750
Total expenditures	<u>95,600</u>	<u>95,600</u>	<u>92,850</u>	<u>2,750</u>
Revenues over (under) expenditures	(25,850)	(25,850)	(25,204)	646
Fund balance, January 1	<u>269,860</u>	<u>269,860</u>	<u>267,452</u>	<u>(2,408)</u>
Fund balance, December 31	<u>\$ 244,010</u>	<u>\$ 244,010</u>	<u>\$ 242,248</u>	<u>\$ (1,762)</u>

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

LOCAL HIGHWAY FINANCE REPORT

City or County:
San Miguel
YEAR ENDING :
December 2013

This Information From The Records Of San Miguel County

Prepared By:
Phone:

Phyllis Shaffer
970-327-4835

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:	2,291,173
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	
2. General fund appropriations		b. Snow and ice removal	108,652
3. Other local imposts (from page 2)	1,680,317	c. Other	
4. Miscellaneous local receipts (from page 2)	103,484	d. Total (a. through c.)	108,652
5. Transfers from toll facilities		4. General administration & miscellaneous	1,000,946
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	3,400,771
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)	1,783,801	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	1,842,345	2. Notes:	
D. Receipts from Federal Government (from page 2)	209,117	a. Interest	
E. Total receipts (A.7 + B + C + D)	3,835,263	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)	3,400,771

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
	2,257,539	3,835,263	3,400,771	2,821,134	(129,103)

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	1,627,000	a. Interest on investments	
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	300
4. Licenses		f. Charges for Services	23,254
5. Specific Ownership &/or Other	53,317	g. Other Misc. Receipts	77,251
6. Total (1. through 5.)	53,317	h. Other (Permits & Fees)	2,679
c. Total (a. + b.)	1,680,317	i. Total (a. through h.)	103,484
	(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	1,820,224	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	43,523
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	21,648	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify) (DOW PILT)	473	f. Other Federal	165,594
f. Total (a. through e.)	22,121	g. Total (a. through f.) (Mineral Leasing)	209,117
4. Total (1. + 2. + 3.f)	1,842,345	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: