

Washington County, Colorado

Financial Statements

For the Year Ended December 31, 2017

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Independent Auditors' Report

To the Board of County Commissioners
Washington County, Colorado
Akron, Colorado

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Washington County, Colorado (the County) as of and for the year ended December 31, 2017, 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 auditors' 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 discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of December 31, 2017, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information listed in the table of contents 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 County's basic financial statements. The other supplementary information and local highway finance report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information and the local highway finance report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information and the local highway finance report are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Lauer, Szabo & Associates, P.C.

Sterling, Colorado
July 20, 2018

WASHINGTON COUNTY, COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Management's Discussion and Analysis for Washington County offers readers a narrative overview and analysis of the County's financial activities for the fiscal year ended December 31, 2017. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the financial statements and notes to the financial statements.

FINANCIAL HIGHLIGHTS

- The assets of the County exceeded its liabilities at the close of 2017 by \$27,757,985. Of this amount, \$17,539,214 may be used to meet the County's ongoing obligations to its citizens and creditors.
- The County's total net position increased by \$1,366,303 for the current year.
- As of December 31, 2017, the County's governmental funds reported combined ending fund balances of \$19,544,570, an increase of \$1,538,924 in comparison with the prior year.
- Unassigned fund balance for the General Fund was \$2,993,313 at December 31, 2017.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to Washington County's Basic Financial Statements. The Basic Financial Statements contain three components: government-wide financial statements, fund financial statements, and notes to the financial statements. In addition, this report contains other Required Supplementary Information and a Supplemental Information section that presents combining statements for non-major governmental funds along with actual and budgetary comparison schedules.

The basic financial statements include two kinds of statements that present different views of the County:

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the County's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the County government, reporting the County's operations in more detail than the government-wide statements.
 - Governmental Fund statements tell how general government services like judicial, public safety, health and welfare, auxiliary services, culture and recreation and public works were financed in the short-term as well as what remains for future spending.
 - The Fiduciary Fund statement provides information about Agency Fund assets held by the County which is acting solely as a trustee of agent for the benefit of others, to whom the resources belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. In addition to these required components, a section is included with combining and individual fund statements that provide further detail about our non-major governmental funds described as special revenue funds, each of which are added together and presented in single columns in each of the basic financial statements.

GOVERNMENT-WIDE STATEMENTS

The government-wide statements report information about the County as a whole using accounting methods similar to those used by private-sector companies.

The statement of net position includes all of Washington County's assets and liabilities with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Washington County is improving or deteriorating.

The statement of activities presents information showing how Washington County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses reported in this statement for some items will result in cash flows in future fiscal periods.

The government-wide financial statements of the County are divided into one category:

- Governmental activities: Most of the County's basic services are included here, such as general government, judicial, public safety, health and welfare, auxiliary services, culture and recreation and public works. Property taxes and state and federal grants finance most of these activities.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the County's most significant funds, not the County as a whole. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by state law and by bond covenants.
- The County Board of Commissioners establishes other funds to control and manage resources for particular purposes (i.e. TV translator fund, Conservation trust fund) or show that certain taxes and grants are used appropriately (i.e. Special Revenue Funds).

The County has two kinds of funds:

- **Governmental funds:** Most of the County's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information is provided on the subsequent page of the governmental funds statement that explains the relationship (or differences) between the two types of statements. Washington County adopts an annual appropriated budget for all funds. A budgetary comparison statement has been provided for all funds to demonstrate compliance with this budget.
- **Fiduciary funds:** The County is the trustee, or fiduciary, for the Treasurer's Fund, the Hospital Memorial Fund and certain accounts of the Sheriff. The Treasurer, by statute, collects and distributes all property tax revenues to other County funds and local governments. The County is responsible for ensuring that the assets reported in this fund are used for their intended purpose. All of the County's fiduciary activities are reported in a separate statement of fiduciary net position, while only the activities of the Hospital Memorial Fund (a private-purpose trust fund) are reported in the statement of changes in fiduciary net position. These balances are excluded from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found starting on page 25 of this report.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Net position. As discussed earlier, net position may serve as a useful indicator of a government's financial position. As of December 31, 2017, the County's net position was \$27,757,985.

Total net position for the County increased \$1,366,303.

Description of net position is as follows:

○ Net investment in capital assets	\$ 8,737,127
● Restricted for emergencies	\$ 418,000
○ Restricted for debt service	\$ 851,705
○ Restricted for culture and recreation	\$ 211,939
○ Unrestricted	\$ 17,539,214

TABLE 1**Net Position (in thousands)**

	Governmental Activities		Component Unit Activities		Total	
	2017	2016	2017	2016	2017	2016
Capital assets, net	\$ 10,478	\$ 11,073	\$ 10,234	\$ 1,240	\$ 20,712	\$ 12,313
Other assets	25,006	22,599	3,129	10,717	28,135	33,316
Total assets	\$ 35,484	\$ 33,672	\$ 13,363	\$ 11,957	\$ 48,847	\$ 45,629
Current liabilities	\$ 861	\$ 712	\$ 93	\$ 140	\$ 954	\$ 852
Long-term liabilities	2,458	2,877	11,476	9,669	13,934	12,546
Total liabilities	3,319	3,590	11,569	9,809	14,888	13,399
Deferred inflows of resources	4,407	3,691	-	-	4,407	3,691
Net investment in capital assets	8,737	8,877	594	1,077	9,331	9,954
Restricted	1,482	1,479	79	383	1,561	1,862
Unrestricted	17,539	16,035	1,121	688	18,660	16,723
Total net position	27,758	26,391	1,794	2,148	29,552	28,539
Total liabilities and net position	\$ 35,484	\$ 33,672	\$ 13,363	\$ 11,957	\$ 48,847	\$ 45,629

Investment in capital assets (land, buildings and equipment) is 31% of Washington County's net position. Washington County uses these capital assets to provide services to citizens; consequently these assets are not available for future spending.

In addition, a portion of Washington County's net position (5%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (64%) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of 2017, Washington County is able to report positive balances in all three categories of net position.

Changes in net position

The County's total revenue of \$14,613,610 was more than program expenses of \$13,247,307 for an increase in net position of \$1,366,303.

TABLE 2**Changes in net position (in thousands)**

	Governmental Activities		Component Unit Activities		Total	
	2017	2016	2017	2016	2017	2016
Program revenue						
Charges for services	\$ 5,051	\$ 5,031	\$ 2,953	\$ 2,015	\$ 8,004	\$ 7,046
Operating grants	4,081	3,991	16	790	4,097	4,781
Capital grants	-	44	26	-	26	44
General revenues						
Property taxes	3,683	4,230	-	-	3,683	4,230
Specific ownership taxes	491	491	-	-	491	491
Sales Tax	564	520	-	-	564	520
Other taxes	18	23	-	-	18	23
Unrestricted earnings	153	140	22	1	175	141
Miscellaneous	572	529	18	43	590	572
Sale of assets	1	-	-	-	1	-
Total revenues	14,614	14,999	3,035	2,849	17,649	17,848
Program expenses						
General government	2,075	2,101	-	-	2,075	2,101
Judicial and public safety	4,464	4,149	-	-	4,464	4,149
Health and welfare	1,890	2,321	3,442	2,128	5,332	4,449
Auxiliary services	969	913	-	-	969	913
Culture and recreation	66	63	-	-	66	63
Public works	3,654	3,387	-	-	3,654	3,387
Interest and fiscal charges	130	146	-	-	130	146
Total expenses	13,248	13,080	3,442	2,128	16,690	15,208
Change in net position	1,366	1,919	(407)	721	959	2,640
Net position at beginning of year, as originally reported	26,392	24,473	2,148	1,427	28,540	25,900
Prior period adjustment	-	-	53	-	53	-
Net position at beginning of year, as restated	26,392	24,473	2,201	1,427	28,593	25,900
Net position at end of year	\$ 27,758	\$ 26,392	\$ 1,794	\$ 2,148	\$ 29,552	\$ 28,540

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Governmental funds overview. Washington County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As described earlier, the County's governmental funds provide information on short-term inflows and outflows, as well as what remains for future spending. Such information is useful in assessing the County's financing requirements. For example, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of 2017, Washington County reported a combined fund balance of \$19,544,570. This amount was \$1,538,924 more than 2016. Of the total combined fund balance, \$2,993,313 consists of unassigned fund balance, the portion of fund balance which serves as a measure of current available financial resources.

The restricted fund balance represents resources not available for spending or those on which legal restrictions have been placed. The County's restricted fund balance makes up \$1,481,644 of the combined total and includes the following:

➤ Restricted for emergencies	\$418,000
➤ Restricted for debt service	\$851,705
➤ Restricted for culture and recreation	\$211,939

General Fund. The General Fund of Washington County accounts for all transactions not accounted for in other funds. As the county's major operating fund, the General Fund accounts for ordinary operating expenditures financed primarily by property and related taxes. The General Fund completed the year with a fund balance of \$3,996,264.

Road & Bridge Fund. The Road and Bridge Fund accounts for monies generated by property taxes, sales tax, highway users tax and other sources and expended for highway and road maintenance and repair. The Road & Bridge completed the year with a fund balance of \$7,573,742.

Social Services Fund. The Social Services Fund accounts for monies received from property taxes and state and federal grants expended for social welfare programs. The Social Services Fund completed the year with a fund balance of \$748,698.

Justice Center Fund. The Justice Center Fund accounts for monies received from state sources to maintain adequate housing and transportation for local detainees. The Justice Center Fund completed the year with a fund balance of \$3,864,367.

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, the Board of County Commissioners did not revise the County's budget.

Revenue did exceed the budgeted amounts in several funds. The funds receiving the most significant amounts of excess revenue were: the General Fund with earnings on investments being the major source; Road and Bridge with HUTF and Faster being the major source and the Justice Center.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. Washington County's investment in capital assets for its governmental activities as of December 31, 2017, amounts to \$10,478,271 (net of accumulated depreciation). This amount includes a broad range of capital assets, including land, buildings, equipment, improvements and other infrastructure.

Washington County remains committed to the upkeep and maintenance of the County's largest assets. More detailed information about the County's capital assets is presented in table 3 and in Note E to the financial statements.

TABLE 3**Capital assets, net of depreciation (in thousands)**

	Governmental Activities		Component Unit Activities		Total	
	2017	2016	2017	2016	2017	2016
Land and improvements	\$ 256	\$ 256	\$ -	\$ 11	\$ 256	\$ 267
Construction in progress	-	-	-	10,594	-	10,594
Equipment	11,600	11,120	102	429	11,702	11,549
Buildings	11,127	11,092	10,516	825	21,643	11,917
Infrastructure	3,161	3,161	-	-	3,161	3,161
Accumulated depreciation	(15,666)	(14,556)	(384)	(1,142)	(16,050)	(15,698)
Total	\$ 10,478	\$ 11,073	\$ 10,234	\$ 10,717	\$ 20,712	\$ 21,790

Long-term debt. The County had \$2,458,089 in debt outstanding at year-end. More detailed information about the County's long-term debt is presented in Table 4 and Note G to the financial statements.

TABLE 4**Long-term debt (in thousands)**

	Governmental Activities		Component Unit Activities		Total	
	2017	2016	2017	2016	2017	2016
Landfill closure and postclosure costs	\$ 582	\$ 559	\$ -	\$ -	\$ 582	\$ 559
Bonds payable, net	1,660	2,196	-	-	1,660	2,196
Notes payable	-	-	11,441	11,465	11,441	11,465
Capital lease obligation	81	-	-	-	81	-
Compensated absences	135	122	35	29	170	151
Total	\$ 2,458	\$ 2,877	\$ 11,476	\$ 11,494	\$ 13,934	\$ 14,371

SIGNIFICANT ISSUES

In November of 2001 Washington County opened the doors to the Justice Center. Certificates of Participation were issued for the funding of the construction. In 2011 Washington County refinanced the debt on the Justice Center, lowering the payment and easing the burden on the operations of the Justice Center. The Justice Center has been performing financially well enough to make an occasional extra principal payment. The Justice Center is scheduled to be paid off no later than September of 2021. The Justice Center continues to operate without tax dollars other than the portion paid for Washington County inmates.

In November 2006, a Referendum was approved by the voters in Washington County to charge a 1½% sale and use tax to be used solely for the operations of the Health Care Fund entities – Ambulance, Medical Clinic and the Nursing Home. This sales and use tax continues to support the Health Care entities. The census at the Washington County Nursing Home was adequate to produce enough revenue to deem itself self-sufficient. New nursing home construction was substantially completed in September of 2017 and the facility became occupied at that time. The projected census for the new facility indicates that this facility will nearly generate enough revenue to be self-sufficient in future years.

LONG-TERM FINANCIAL PLANNING

Washington County was able to secure an allotment of New Market Tax Credits in 2015 with the help of S.B. Clark Company and was able to close the financing package for the construction of a new nursing home. Construction began in July of 2015 with an initial completion date of July 2017. The New Market Tax Credit financing takes place over a seven year period where only interest is paid on the dollars awarded. At the end of seven years the structure is collapsed and Washington County will look at refinancing the remaining dollars into a lease purchase situation, similar to what is currently in place for the Washington County Justice Center. Washington County continues to be responsible with all funds and is planning for future needs.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Washington County is in a good financial position. In preparing the 2018 budget, revenue was anticipated for non-county prisoners in order to defray the cost of maintaining and staffing the Justice Center. The County will continue to be cautious with their spending, while continuing the contract with the State Department of Corrections to house Parole violators.

The effect on the Health Care Fund of receiving the 1 ½% sales and use tax has in turn helped other areas of the County by eliminating Health Care's portion of property taxes. The sales and use tax has enhanced these entities to better serve our community. The sales and use tax revenue anticipated in 2018 has been budgeted to be the same as that received in 2017.

Rising health insurance costs continue to be worrisome for Washington County.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Director of Finance, 150 Ash Avenue, Akron, Colorado, 80720, or by telephone at (970) 345-2701 extension 5 or 6.

Basic Financial Statements

The basic financial statements of the County include the following:

Government-wide financial statements. The government-wide statements display information about the reporting government as a whole, except for its fiduciary activities.

Fund financial statements. The fund financial statements display information about major funds individually and nonmajor funds in the aggregate for governmental and enterprise funds.

Notes to the financial statements. The notes communicate information essential for fair presentation of the financial statements that is not displayed on the face of the financial statements. As such, the notes are an integral part of the basic financial statements.

WASHINGTON COUNTY, COLORADO
Statement of Net Position
December 31, 2017

	Primary Government	
	Governmental Activities	Component Unit
Assets		
Cash and cash investments	\$ 18,497,495	\$ 466,734
Receivables	5,495,802	423,011
Inventories	160,544	
Prepaid items		25,214
Restricted cash and cash investments	851,705	85,980
Notes receivable		2,128,039
Capital assets, net of depreciation	10,478,271	10,233,643
Total assets	\$ 35,483,817	\$ 13,362,621
Liabilities		
Accounts payable	\$ 475,372	\$ 123,362
Accrued salaries and benefits	166,231	76,261
Due to component unit	105,916	(105,916)
Unearned revenues	112,895	
Noncurrent liabilities		
Due within one year	639,287	34,410
Due in more than one year	1,818,802	11,441,295
Total liabilities	3,318,503	11,569,412
Deferred inflows of resources		
Deferred property tax revenues	4,407,329	
Total deferred inflows of resources	4,407,329	-
Net position		
Net investment in capital assets	8,737,127	593,643
Restricted for:		
Emergencies	418,000	
Debt service	851,705	
Culture and recreation	211,939	
Construction purposes		78,524
Unrestricted	17,539,214	1,121,042
Total net position	27,757,985	1,793,209
Total liabilities, deferred inflows of resources and net position	\$ 35,483,817	\$ 13,362,621

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

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WASHINGTON COUNTY, COLORADO
Statement of Activities
For the Year Ended December 31, 2017

		Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities				
General government	\$ 2,075,373	\$ 539,245	\$ 479	
Public safety and judicial	4,463,490	4,049,133	75,667	
Health and welfare	1,890,207	391,953	674,675	
Auxiliary services	969,210			
Culture and recreation	65,867		26,323	
Public works	3,653,857	70,449	3,304,145	
Interest and fiscal charges	129,303			
Total governmental activities/ primary government	<u>\$ 13,247,307</u>	<u>\$ 5,050,780</u>	<u>\$ 4,081,289</u>	<u>\$ -</u>
Component unit				
Washington County Nursing Home	<u>\$ 3,442,407</u>	<u>\$ 2,953,207</u>	<u>\$ 16,529</u>	<u>\$ 25,528</u>
		General revenues		
		Taxes		
		Property taxes, levied for general purposes		
		Specific ownership taxes		
		Sales taxes		
		Other taxes		
		Unrestricted earnings on investments		
		Miscellaneous		
		Sale of assets		
		Total general revenues		
		Change in net position		
		Net position at beginning of year, as originally reported		
		Prior period adjustment		
		Net position at beginning of year, as restated		
		Net position at end of year		

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

<u>Primary Government</u>	
<u>Net Governmental Activities</u>	<u>Component Unit</u>
\$ (1,535,649)	
(338,690)	
(823,579)	
(969,210)	
(39,544)	
(279,263)	
(129,303)	
(4,115,238)	
	\$ (447,143)
3,683,154	
490,445	
563,505	
18,368	
153,069	21,715
572,345	17,826
655	
5,481,541	39,541
1,366,303	(407,602)
26,391,682	2,148,192
	52,619
26,391,682	2,200,811
<u>\$ 27,757,985</u>	<u>\$ 1,793,209</u>

WASHINGTON COUNTY, COLORADO
Balance Sheet
Governmental Funds
For the Year Ended December 31, 2017

	General Fund	Road and Bridge Fund	Human Services Fund	Justice Center Fund
Assets				
Cash and cash investments	\$ 3,253,563	\$ 7,265,643	\$ 943,818	\$ 3,729,135
Property taxes receivable	3,642,831	181,989	254,784	
Due from other funds	750			5,097
Due from other entities			38,222	
Grants receivable		31,028		
Other receivables	33,799	272,101	2,900	335,119
Accrued interest receivable	81,722			
Inventories		132,331		
Restricted cash and cash investments	851,705			
Total assets	\$ 7,864,370	\$ 7,883,092	\$ 1,239,724	\$ 4,069,351
Liabilities				
Accounts payable	\$ 52,094	\$ 76,678		\$ 161,443
Accrued salaries and benefits	61,168	49,933		43,541
Client trust accounts			\$ 123,347	
Cash held for others				
Due to other funds	6,097	750		
Due to component unit	105,916			
Unearned revenues			112,895	
Total liabilities	225,275	127,361	236,242	204,984
Deferred inflows of resources				
Deferred property tax revenues	3,642,831	181,989	254,784	
Fund balance				
Nonspendable for:				
Inventories		132,331		
Restricted for:				
Emergencies	151,246			
Debt service	851,705			
Culture and recreation				
Committed to:				
Capital projects				
Culture and recreation				
Debt service				330,918
Health and welfare			748,698	
Public safety				3,533,449
Public works		7,441,411		
Unassigned	2,993,313			
Total fund balance	3,996,264	7,573,742	748,698	3,864,367
Total liabilities, deferred inflows of resources and fund balance	\$ 7,864,370	\$ 7,883,092	\$ 1,239,724	\$ 4,069,351

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

Other Governmental Funds	Total Governmental Funds
\$ 3,305,336	\$ 18,497,495
327,725	4,407,329
1,000	6,847
	38,222
	31,028
100,349	744,268
	81,722
28,213	160,544
	851,705
<u>\$ 3,762,623</u>	<u>\$ 24,819,160</u>
\$ 51,810	\$ 342,025
11,589	166,231
	123,347
10,000	10,000
	6,847
	105,916
	112,895
73,399	867,261
327,725	4,407,329
28,213	160,544
266,754	418,000
	851,705
211,939	211,939
723,429	723,429
76,890	76,890
	330,918
1,064,620	1,813,318
	3,533,449
989,654	8,431,065
	2,993,313
<u>3,361,499</u>	<u>19,544,570</u>
<u>\$ 3,762,623</u>	<u>\$ 24,819,160</u>

WASHINGTON COUNTY, COLORADO**Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
December 31, 2017**

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

Total fund balance - governmental funds	\$ 19,544,570
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.	10,478,271
Certain receivables will be collected in the next fiscal year, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds.	193,233
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.	<u>(2,458,089)</u>
Net position of the governmental activities	<u><u>\$ 27,757,985</u></u>

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

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WASHINGTON COUNTY, COLORADO
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2017

	General Fund	Road and Bridge Fund	Human Services Fund	Justice Center Fund
Revenues				
Taxes	\$ 3,061,419	\$ 642,810	\$ 213,321	
Intergovernmental	80,301	3,304,134	674,675	
Fines and forfeitures	2,479			
Licenses and permits	9,589	1,500		
Charges for services	774,078	682		\$ 3,802,232
Miscellaneous	614,569	2,228		3,358
Total revenues	4,542,435	3,951,354	887,996	3,805,590
Expenditures				
Current				
General government	1,833,228	37,374		37,177
Public safety and judicial	1,377,381			2,573,648
Health and welfare	66,626		846,429	
Auxiliary services	930,735			
Culture and recreation				
Public works		2,474,155		
Miscellaneous	96,437			
Capital outlay		892,616		80,482
Debt service				
Principal		78,909		592,019
Interest and fiscal charges		3,626		69,812
Total expenditures	4,304,407	3,486,680	846,429	3,353,138
Excess of revenues over (under) expenditures	238,028	464,674	41,567	452,452
Other financing sources				
Capital lease proceeds		160,016		
Proceeds from sale of assets		10,200		
Total other financing sources	-	170,216	-	-
Net change in fund balance	238,028	634,890	41,567	452,452
Fund balance at beginning of year	3,758,236	6,938,852	707,131	3,411,915
Fund balance at end of year	\$ 3,996,264	\$ 7,573,742	\$ 748,698	\$ 3,864,367

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

Other Governmental Funds	Total Governmental Funds
\$ 837,922	\$ 4,755,472
26,337	4,085,447
	2,479
	11,089
457,488	5,034,480
101,101	721,256
1,422,848	14,610,223
10,597	1,918,376
	3,951,029
772,265	1,685,320
	930,735
52,745	52,745
198,131	2,672,286
	96,437
217,123	1,190,221
	670,928
	73,438
1,250,861	13,241,515
171,987	1,368,708
	160,016
	10,200
-	170,216
171,987	1,538,924
3,189,512	18,005,646
\$ 3,361,499	\$ 19,544,570

WASHINGTON COUNTY, COLORADO**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
of Governmental Funds to the Statement of Activities****For the Year Ended December 31, 2017**

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

Net change in fund balances - governmental funds	\$ 1,538,924
Because some revenues will not be collected for several months after the fiscal year ends, they are not considered "available" revenues in the governmental funds. They are, however, recorded as revenues in the statement of activities.	2,732
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities, those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This is the amount by which depreciation exceeded capital outlays in the current period.	(585,193)
In the statement of activities, no gain (loss) on the sale of land and buildings is reported, whereas in the governmental funds, the proceeds from the sale increase (decrease) financial resources. Thus, the change in net position differs from the change in fund balance by the cost of the capital assets sold.	(9,545)
In the statement of activities, certain operating expenses are measured by the amounts incurred or earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid).	(91,528)
The capital lease proceeds are reported as revenue in the governmental funds, however, they are reported as a long-term liability in the statement of activities.	(160,016)
Payments related to general obligation bonds and capital lease obligations are reported as expenditures in the governmental funds, however, these payments reduce the long-term liabilities in the statement of net position and do not result in expenses of the statement of activities.	670,929
Change in net position of governmental activities	<u><u>\$ 1,366,303</u></u>

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

WASHINGTON COUNTY, COLORADO
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2017

	Private Purpose Trust Fund	Total Agency Funds
Assets		
Cash and cash investments	\$ 1	\$ 52,102
Accrued interest receivable		81,722
Total assets	<u>\$ 1</u>	<u>\$ 133,824</u>
Liabilities		
Due to other governments or agencies		<u>\$ 133,824</u>
Total liabilities	\$ -	133,824
Net position		
Held in trust for private purposes	<u>1</u>	
Total net position	<u>1</u>	<u>-</u>
Total liabilities and net position	<u>\$ 1</u>	<u>\$ 133,824</u>

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

WASHINGTON COUNTY, COLORADO
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended December 31, 2017

	Private Purpose Trust Fund
Additions	
Earnings on investments	\$ -
Deductions	
Scholarships	
Change in net position	-
Net position at beginning of year	1
Net position at end of year	<u>\$ 1</u>

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

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies

This summary of Washington County's significant accounting policies is presented to assist the reader in interpreting the financial statements and other data in this report. The policies are considered essential and should be read in conjunction with the accompanying financial statements.

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to local government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The more significant of the County's accounting policies are described below.

A.1 – Reporting entity

The financial reporting entity consists of (1) the primary government, (2) organizations for which the primary government is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The reporting entity's financial statements should present the funds of the primary government (including its blended component units, which are, in substance, part of the primary government) and provide an overview of the discretely presented component units. Blended component units, although legally separate entities, are, in substance, part of the County's operations. Discretely presented component units, if any, are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the County.

The County has examined other entities that could be included as defined in number 2 and 3 above. Based on these criteria, the Washington County Nursing Home is included in the County's basic financial statements using discrete presentation. The Washington County Nursing Home is a 34 bed nursing facility located in Akron, Colorado. The facility became operational under County control on May 11, 1996. It has an uncompensated nine-member board. Separate financial statements are available at the administrative office in Akron, Colorado.

A.2 – Fund accounting

The County uses funds to report its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate “fund types.” The County does not have any proprietary funds.

Governmental funds are used to account for all or most of a government’s general activities, including the collection and disbursement of earmarked funds (special revenue funds), major capital projects (capital projects fund), and the servicing of general long-term debt (debt service fund). The following are the County’s major governmental funds:

General Fund – The General Fund is the operating fund of the County. It is used to account for most of the day-to-day operations of the County which are financed from sales and use taxes, property taxes and other general revenues. Activities financed by the general fund include those of line and staff departments within the County, except for activities of the enterprise funds.

Road and Bridge Fund – This 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 and a portion of road and bridge taxes is allocated to cities and towns for use in their road and street activities.

Human Services Fund – This fund administers social services programs under state and federal regulations. Programs include, but are not limited to, Medicaid, food stamps, foster care programs, senior service programs, job training services, and Temporary Assistance to Needy Families (TANF). Colorado counties are required by law to maintain a Human Services Fund.

Justice Center Fund – This fund records costs related to County housing of detainees as well as costs of leasing the building constructed for the County to maintain adequate housing for incarcerated individuals. Operations include housing and transportation for local detainees as well as individuals detained under other jurisdictions that have contracted with the County for housing.

Fiduciary funds focus on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the County under a trust agreement for individuals, private organizations or other governments and are therefore not available to support the County’s own programs. The County has one private-purpose trust fund and two agency funds.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

Note A.3 – Basis of presentation

Government-wide financial statements – The statement of net position and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government except for fiduciary funds. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include reconciliations with a brief explanation to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the County and for each function or program of the County's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore are clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

Fund financial statements – Fund financial statements report detailed information about the County. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources management focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets, deferred outflows of resources, current liabilities and deferred inflows of resources, and a statement of revenues, expenditures and changes in fund balance, which reports the sources (revenues and other financing sources) and uses (expenditures and other financing uses) of current financial resources.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

Fiduciary funds focus on net position and changes in net position and are reported using accounting principles similar to proprietary funds. The County's fiduciary funds are presented in the fiduciary fund financial statements by type (private-purpose trust and agency). Since by definition these assets are being held for the benefit of a third party and cannot be used to address the activities or obligations of the County, these funds are not incorporated into the government-wide financial statements.

A.4 – Basis of accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

Revenues – exchange and nonexchange transactions – Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the County, available means expected to be received within sixty days of fiscal year-end.

Nonexchange transactions, in which the County receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenues from property taxes are recognized in the fiscal year for which the taxes are levied. State equalization monies are recognized as revenues during the period in which they are appropriated. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes collected within sixty days after year-end, interest, certain charges for services and certain grants.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

Unearned revenue – Unearned revenues arise when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Unearned revenues also arise when resources are received by the County before it has a legal claim to them, as when grant monies are received prior to meeting eligibility requirements. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for unearned revenue is removed and the revenue is recognized.

Deferred outflows/inflows of resources – In addition to assets, the statement of financial position will sometimes report a separate section for 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 so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for 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 so will not be recognized as an inflow of resources (revenue) until that time.

Expenditures – The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

A.5 – Encumbrances

Encumbrance accounting is utilized by the County to record purchase orders, contracts and other commitments for the expenditure of monies to assure effective budgetary control and accountability. Encumbrances outstanding at year-end are canceled and reappropriated in the ensuing year’s budget.

A.6 – Cash and cash investments

The Washington County Treasurer maintains a cash and investment pool that is available for use by all County funds. Each funds’ portion of this pool is displayed as “cash and cash investments.”

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

A.7 – Short-term interfund receivables/payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as internal balances on the government-wide statement of net position, and are classified as due from other funds or due to other funds on the balance sheet.

A.8 – Receivables

The County has elected the reserve method of accounting for uncollectible accounts receivable. Amounts included in the reserve are based on accounting policies established by the Colorado Department of Human Services. All payments in arrears of social service accounts receivable are included in the allowance for doubtful accounts.

A.9 – Inventories

Inventories in the Road and Bridge and Health Care Funds consist of construction and maintenance supplies as well as health care supplies and are recorded at the lower of cost or market using the first-in, first-out method. Inventories in this fund are offset by a fund balance reserve which indicates that it does not constitute “available spendable resources” even though it is a component of net current assets.

A.10 – Capital assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective fund financial statements.

All capital assets with a unit cost greater than \$5,000 are capitalized at cost (or estimated historical cost, if actual cost is not available) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair value on the date received. Improvements to assets are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not. Infrastructure assets, consisting of certain improvements other than buildings (such as parking facilities, sidewalks, landscaping and lighting systems) are capitalized on a prospective basis beginning in 2004.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

All reported capital assets are depreciated with the exception of land costs. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Buildings	30 years
Equipment	5 years
Vehicles	5 years
Infrastructure	10 years

A.11 – Compensated absences

The County reports compensated absences in accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences." The County has adopted a personnel policy which provides for annual sick and vacation leave.

Vacation time off with pay is available to eligible employees to provide opportunities for rest, relaxation and personal pursuits. Eligible full-time employees accrue vacation leave at the rate of eight hours per month. The amount of paid vacation leave employees receive each year increases with the length of their employment. Vacation leave is a vested benefit and is reported as a liability on the statement of net position.

Sick leave time off with pay is available to eligible employees who are unable to report to work due to illness or injury to himself or herself or an eligible family member. Eligible employees accrue sick leave benefits at the rate of eight hours per month. Upon voluntary resignation or retirement, an employee will be paid one-fourth of accumulated unused sick leave. This portion is considered to be a vested benefit and is reported as a liability on the statement of net position.

For governmental fund financial statements, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account "accrued compensated absences" in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

The amounts recorded as liabilities for all applicable compensated absences include salary-related payments associated with the payment of compensated absences, using the rates in effect at the balance sheet date.

A.12 – Accrued liabilities and long-term obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, the noncurrent portion of compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. Capital lease obligations and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements until due.

A.13 – Fund balance

The Governmental Accounting Standards Board (GASB) has issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54). This Statement defines the different type of fund balances that a governmental entity must use for financial reporting purposes.

GASB 54 requires the fund balance amounts to be properly reported within one of the fund balance categories listed below.

Nonspendable, such as fund balance associated with inventories, prepaid expenditures, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed or assigned),

Restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation,

Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Board of County Commissioners (the County's highest level of decision-making authority),

Assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed, and

Unassigned fund balance is the residual classification for the County's general fund and includes all spendable amounts not contained in the other classifications.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note A – Summary of significant accounting policies (continued)

Committed fund balance is established by a formal passage of a resolution. This is typically done through the adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund. Assigned fund balance is established by the Board of County Commissioners through adoption or amendment of the budget as intended for specific purpose (such as purchase of fixed assets, construction, debt service or for other purposes).

When both restricted and unrestricted resources are available in governmental funds, the County applies expenditures against restricted fund balance first, and followed by committed fund balance, assigned fund balance and unassigned fund balance.

A.14 – Net position

Net position represents the difference between assets and liabilities. Net investment in assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position are reported as restricted when there are liabilities imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The County applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

A.15 – Interfund transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. In general, the effect of interfund activity has been eliminated from the government-wide financial statements.

A.16 – Extraordinary and special items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the board of county commissioners and that are either unusual in nature or infrequent in occurrence. The County had no items that qualify for reporting as special items.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note B – Cash and investments

Cash and deposits

Colorado State statutes govern the County's deposits of cash. The Public Deposit Protection Acts (PDPA) for banks and savings and loans require state regulators to certify eligible depositories for public deposits. The PDPA require eligible depositories with public deposits in excess of federal insurance levels to create a single institution collateral pool of defined eligible assets. Eligible collateral includes obligations of the United States, obligations of the State of Colorado or Colorado local governments and obligations secured by first lien mortgages on real property located in the state. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group and not held in any individual government's name. The fair value of the assets in the pool must be at least equal to 102% of the aggregate uninsured deposits.

Custodial credit risk – deposits – Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk. At year-end, the County had total deposits of \$20,108,838, of which \$1,122,443 was insured and \$18,986,395 was collateralized with securities held by the pledging institution's trust department or agent in the County's name. As of year-end, the Nursing Home had total deposits of \$605,964, of which \$486,855 was insured, \$119,109 was collateralized with securities held by the pledging institution's trust department or agent in the Nursing Home's name and \$133,116 was uncollateralized.

Investments

Authorized investments - Investment policies are governed by Colorado State Statutes and the County's own investment policies and procedures. Investments of the County may include:

- Obligations of the U.S. Government such as treasury bills, notes and bonds
- Certain international agency securities
- General obligation and revenue bonds of United States 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
- Guaranteed investment contracts

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note B – Cash and investments (continued)

At year-end, the County had the following investment that was not categorized because it is not evidenced by specific securities due to the nature of the investment pool:

<u>Investment type</u>	<u>Fair value</u>	<u>Investment maturities (in years)</u>		
		<u>Less than 1</u>	<u>1-5</u>	<u>6-10</u>
Annuity contracts	\$ <u>8,374,375</u>	\$ <u>-</u>	\$ <u>8,374,375</u>	\$ <u>-</u>

Interest rate risk – The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing rates.

Credit risk – State law limits investments in commercial paper, corporate bonds, and mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. The County has no investment policy that would further limit its investment choices.

The following table provides a reconciliation of cash and cash investments on the statement of net position:

Cash	\$ 9,805,222
Certificates of deposit	1,856,133
Investments	<u>8,292,662</u>
Total cash and cash investments	<u>\$ 19,954,017</u>
<u>Statement of net position</u>	
Cash and cash investments – primary government	\$ 18,497,495
Cash and cash investments – component unit	466,734
Restricted cash and investments – primary government	851,705
Restricted cash and cash investments – component unit	<u>85,980</u>
Subtotal	19,901,914
<u>Statement of fiduciary net position</u>	
Cash and cash investments – private purpose trust fund	1
Cash and cash investments – agency funds	<u>52,102</u>
Subtotal	<u>52,103</u>
Total	<u>\$ 19,954,017</u>

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note C – Receivables

Receivables at year-end consist of the following:

	<u>Governmental Activities</u>	<u>Component Unit</u>	<u>Total Receivables</u>
Property taxes	\$ 4,407,329	\$ -	\$ 4,407,329
Other	937,501	-	937,501
Accounts	-	287,024	287,024
Grants	31,028	-	31,028
Interest	81,722	-	81,722
Due from other entities	<u>38,222</u>	<u>135,987</u>	<u>174,209</u>
Total	<u>\$ 5,495,802</u>	<u>\$ 423,011</u>	<u>\$ 5,918,813</u>

Property taxes are levied on December 15th and attach as a lien on property the following January 1st. They are payable in full by April 30th or are due in two equal installments on February 28th and June 15th. Washington County bills and collects property taxes for all taxing entities within the County. The tax receipts collected by the county are remitted to the County in the subsequent month.

Note D – Interfund transactions

The following is a summary of interfund borrowings and transfers for the year as presented in the fund financial statements:

<u>Due From</u>	<u>Due To</u>	<u>Amount</u>
Justice Center Fund	General Fund	\$ 5,097
General Fund	Road and Bridge Fund	750
Other governmental fund	General Fund	<u>1,000</u>
Totals		<u>\$ 6,847</u>

All balances resulted from the time lag between the dates that (1) interfund reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note E – Capital assets

Capital asset activity for the year was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions/ Transfers</u>	<u>Ending Balance</u>
Governmental activities				
Land	\$ 256,232	\$ -	\$ -	\$ 256,232
Equipment	11,119,528	1,047,513	(566,512)	11,600,529
Buildings	11,092,335	48,469	(13,856)	11,126,948
Infrastructure	3,160,855	-	-	3,160,855
Accumulated depreciation	<u>(14,555,941)</u>	<u>(1,681,175)</u>	<u>570,823</u>	<u>(15,666,293)</u>
Net capital assets – governmental activities	<u>\$ 11,073,009</u>	<u>\$ (585,193)</u>	<u>\$ (9,545)</u>	<u>\$ 10,478,271</u>

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

Governmental activities	
General government	\$ 36,649
Public safety and judicial	459,332
Health and welfare	170,364
Auxiliary services	38,475
Culture and recreation	23,286
Public works	<u>953,069</u>
Total governmental activities	<u>\$ 1,681,175</u>

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions/ Transfers</u>	<u>Ending Balance</u>
Component unit				
Land	\$ 3,365	\$ -	\$ (3,365)	\$ -
Construction in progress	10,594,285	-	(10,594,285)	-
Site improvements	7,523	-	(7,523)	-
Buildings and improvements	824,841	232,601	9,458,699	10,516,141
Equipment	429,348	4,900	(332,606)	101,642
Accumulated depreciation	<u>(1,142,034)</u>	<u>(366,823)</u>	<u>1,124,717</u>	<u>(384,140)</u>
Net capital assets – component unit	<u>\$ 10,717,328</u>	<u>\$ (129,322)</u>	<u>\$ (354,363)</u>	<u>\$ 10,233,643</u>

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note F – Note receivable

Component Unit

On May 29, 2015, the Nursing Home entered into an agreement with Chase NMTC WCGH Investment Fund, LLC (the Fund) to loan \$2,128,039 to the Fund in order to facilitate financing for the construction of the new facility, which was completed in 2017. The agreement stipulates monthly interest payments for the first seven years, followed by principal and interest payments through loan maturity. The loan bears interest at a rate of 1.00%.

Annual requirements to maturity for the note receivable are as follows:

<u>Year ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ -	\$ 21,576	\$ 21,576
2019	-	21,576	21,576
2020	-	21,635	21,635
2021	-	21,576	21,576
2022	128,655	21,298	149,953
2023-2027	1,302,383	69,214	1,371,597
2028-2030	<u>697,001</u>	<u>9,446</u>	<u>706,447</u>
Total	<u>\$ 2,128,039</u>	<u>\$ 186,321</u>	<u>\$ 2,314,360</u>

Note G – Long-term debt

The following is a summary of the changes in long-term debt for the year:

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Reductions/ Adjustments</u>	<u>Ending Balances</u>	<u>Due within one year</u>
Governmental activities					
Bond payable	\$ 2,461,552	\$ -	\$ (592,020)	\$ 1,869,532	\$ 558,180
Deferred amount on refunding	(265,360)	-	55,865	(209,495)	-
Capital lease obligations	-	160,016	(78,909)	81,107	81,107
Landfill closure and postclosure	558,851	22,901	-	581,752	-
Compensated absences	<u>122,432</u>	<u>12,761</u>	<u>-</u>	<u>135,193</u>	<u>-</u>
Total	<u>\$ 2,877,475</u>	<u>\$ 195,678</u>	<u>\$ (615,064)</u>	<u>\$ 2,458,089</u>	<u>\$ 639,287</u>

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note G – Long-term debt (continued)

Landfill closure and postclosure liability will be primarily liquidated by the Landfill Fund. Payments on the bond are made in the Justice Center Fund, while payments on the capital lease obligation are made in the Road and Bridge Fund. The compensated absences attributable to the governmental activities will be liquidated primarily by the major governmental funds. The County believes that the current portion of compensated absences is negligible and is therefore not reported.

Capital lease obligation

In January 2017, the County entered into an agreement with John Deere Financial to finance a lease obligation. The lease proceeds are to be used to purchase a dozer. The agreement calls for a lease term of two years. Annual payments of \$82,536 are due June 1st of each year, with a final payment due in June 2018. The average interest rate over the lease term is 3.50%. The capital lease obligation is secured by the equipment owned by the County. The cost of the equipment capitalized with this lease is \$160,016.

The following is a schedule by years of future minimum lease payments under the capital lease above, together with the present value of the net minimum lease payments at year-end:

<u>Year ended December 31,</u>	<u>Debt service requirement</u>
2018	<u>\$ 82,536</u>
Total minimum lease payments	82,536
Less amount representing interest	<u>1,429</u>
Present value of future net minimum lease payments	<u>\$ 81,107</u>

Bonds payable

General obligation bonds payable consist of the following individual issues:

\$5,618,265 general obligation refunding bonds, dated October 6, 2011, due in monthly installments beginning on November 6, 2011 of \$55,153; fixed annual interest rate of 3.15% with final payment due January 6, 2021.	<u>\$ 1,869,532</u>
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WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note G – Long-term debt (continued)

The following schedule represents the County's debt service requirements to maturity for all outstanding bonded indebtedness:

<u>Year ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 558,180	\$ 48,498	\$ 606,678
2019	629,561	32,270	661,831
2020	649,681	12,150	661,831
2021	<u>32,110</u>	<u>84</u>	<u>32,194</u>
Totals	<u>\$ 1,869,532</u>	<u>\$ 93,002</u>	<u>\$ 1,962,534</u>

Prior year defeasance of debt

In prior years, the County defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. At year-end, \$2,353,635 of bonds outstanding are considered defeased.

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balances</u>	<u>Due within one year</u>
Nursing Home					
Compensated absences	\$ 29,226	\$ 5,888	\$ -	\$ 35,114	\$ -
Note payable	<u>11,465,420</u>	<u>-</u>	<u>(24,829)</u>	<u>11,440,591</u>	<u>-</u>
Totals	<u>\$11,494,646</u>	<u>\$ 5,888</u>	<u>\$ (24,829)</u>	<u>\$ 11,475,705</u>	<u>\$ -</u>

The Nursing Home believes that the current portion of compensated absences is negligible and is therefore not reported.

Notes payable

CHIF Loan – The Nursing Home entered into a \$1,275,420 note agreement with the Colorado Division of Housing dated May 15, 2015, due in monthly interest only payments through May 1, 2017, followed by monthly payments of \$3,225 through 2055, bearing interest at 1.00%. Funds were used to assist with financing of the new facility.

\$ 1,258,072

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note G – Long-term debt (continued)

TCHF Loan – The Nursing Home entered into a \$550,000 note agreement with the Colorado Health Foundation dated May 26, 2015, due in monthly interest only payments through May 1, 2017, followed by monthly payments of \$1,391 through 2055, bearing interest at 1.00%. Funds were used to assist with financing of the new facility.

542,519

Total

\$ 1,800,591

Annual debt service requirements to maturity for the notes payable are as follows:

<u>Year ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 34,410	\$ 16,363	\$ 50,773
2019	37,900	17,488	55,388
2020	38,281	17,107	55,388
2021	38,665	16,723	55,388
2022	39,054	16,334	55,388
2023-2027	201,232	75,709	276,941
2028-2032	211,545	65,396	276,941
2033-2037	222,387	54,554	276,941
2038-2042	233,784	43,157	276,941
2043-2047	245,765	31,176	276,941
2048-2052	258,361	18,580	276,941
2053-2057	<u>239,207</u>	<u>5,428</u>	<u>244,635</u>
Total	<u>\$ 1,800,591</u>	<u>\$ 378,015</u>	<u>\$ 2,178,606</u>

Washington County Green House, LLC

As of December 31, 2017, Washington County Green House, LLC had long-term indebtedness of \$9,640,000.

In May of 2015, Washington County Green House, LLC received the proceeds of four note payables to two separate CDEs related to new markets tax credit financing. The proceeds of this financing is used to construct, finance and own nursing home facilities in Akron, Colorado.

Each CDE has issued two notes to Washington County Green House, LLC. Total proceeds of the four notes were \$9,640,000. No principal payments were made during the year. The notes payable have interest only payments through 2022.

Annual debt service requirements to maturity for the notes payable are as follows:

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note G – Long-term debt (continued)

<u>Year ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ -	\$ 346,299	\$ 346,299
2019	-	346,299	346,299
2020	-	347,248	347,248
2021		346,299	346,299
2022	4,539,576	263,834	4,803,410
2023-2027	603,104	869,830	1,472,934
2028-2032	713,445	759,488	1,472,933
2033-2037	849,225	623,709	1,472,934
2038-2042	1,015,341	457,595	1,472,936
2043-2047	1,220,108	252,827	1,472,935
2048-2050	<u>699,201</u>	<u>34,883</u>	<u>734,084</u>
Total	<u>\$ 9,640,000</u>	<u>\$ 4,648,311</u>	<u>\$ 14,288,311</u>

Landfill closure and postclosure care costs

The Governmental Accounting Standards Board has adopted Statement No. 18, Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs, which provides guidance for the accounting and financial reporting of these closure and postclosure care costs. State and federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$581,752 reported as landfill closure and postclosure care liability at year-end represents the cumulative amount reported to date based on 37.24 percent usage of the estimated capacity of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$980,507 as the remaining estimated capacity is filled. The estimated total current cost of the landfill closure and postclosure cost (\$1,562,259) is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor and maintain the landfill were acquired at year-end. Closure and postclosure costs are estimated to be \$336,772 and \$1,225,487, respectively. The County expects to close the cell in the year 2043. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. The County is required by state and federal laws and regulations to demonstrate financial assurance. The County is in compliance with these requirements through the local government financial test.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note H – Risk management

Colorado Workers' Compensation Pool

The County is exposed to various risks of loss related to injuries of employees while on the job. The County joined together with other counties in the State of Colorado to form the County Workers' Compensation Pool (CWCP), a public entity risk pool currently operating as a common risk management and insurance program for its workers' compensation insurance coverage. The County's financial contribution for the year was \$185,556. The intergovernmental agreement of formation of the CWCP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Colorado Counties Casualty and Property Pool

The County is exposed to various risks of loss related to property and casualty losses. The County joined together with other counties in the State of Colorado to form the Colorado Counties Casualty and Property Pool (CAPP), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The County's financial contribution for the year was \$169,745. The intergovernmental agreement of formation of the CAPP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year.

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; claims relating to professional liability; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. There has been no significant reduction in insurance coverage from the prior year in any of the major categories of risk.

Note I – Pension plans

The County contributes to the Colorado County Officials and Employees Retirement Plan (the Plan), a defined contribution plan administered by the Colorado County Officials and Employees Retirement Association (CCOERA).

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note I – Pension plans (continued)

Benefit terms, including contribution requirements, for the Plan are established and may be amended by the Board of County Commissioners. The County's contribution is a minimum of 3% of covered salary, but may be increased beyond this amount. All eligible employees are required to contribute an amount equal to the contribution by the County. For the year employee contributions totaled \$99,780, and the County recognized pension expense of \$99,780.

Employees are immediately vested in their own contributions, County contributions, and earnings on those contributions.

Note J – Deferred compensation plans

The County has a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The plan is administered by an independent plan administrator through an administrative service agreement. The plan is available to all County employees working a minimum of twenty hours per week. Employees defer a portion of their salary until future years. Deferred compensation is not available to employees until termination, retirement, death or financial hardship.

Amendments to the laws governing Section 457 deferred compensation plans substantially became effective January 1, 1997. The County approved plan amendments such that plan assets are held in trust for the exclusive benefit of the plan participants and their beneficiaries. The assets will not be diverted to any other purpose.

Note K – Joint venture

The County participates in the County Technical Services, Inc. Insurance Pool (the Pool). This joint venture does not meet the criteria for inclusion within the reporting entity because the Pool:

- is financially independent and responsible for its own financing deficits and entitled to its own surpluses,
- has a separate governing board from that of the County,
- has a separate management which is responsible for day to day operations and is accountable to the separate governing board,
- governing board and management have the ability to significantly influence operations by approving budgetary requests and adjustments, signing contracts, hiring personnel, exercising control over facilities and determining the outcome or disposition of matters affecting the recipients of services provided, and
- has absolute authority over all funds and fiscal responsibility including budgetary responsibility and reporting to state agencies and controls fiscal management.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note K – Joint venture (continued)

The County has one member on the board. This board has final authority for all budgeting and financing of the joint venture.

Separate financial statements of the County Technical Services, Inc. Insurance Pool are available by contacting their administrative office in Denver, Colorado.

Note L – Commitments and contingencies

Federal and state funding

The County receives revenues from various federal and state grant programs which are subject to final review and approval by the grantor agencies. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

TABOR Amendment

In November 1992, Colorado voters passed an amendment, commonly known as the Taxpayer's Bill of Rights (TABOR), to the State Constitution (Article X, Section 20) which limits the revenue raising and spending abilities of state and local governments. The limits on property taxes, revenue, and "fiscal year spending" include allowable annual increases tied to inflation and local growth. Fiscal year spending as defined by the amendment excludes spending from certain revenue and financing sources such as federal funds, gifts, property sales, fund transfers, damage awards, and fund reserves (balances). The amendment requires voter approval for any increase in mill levy or tax rates, new taxes, or creation of multi-year debt. Revenue earned in excess of the "spending limit" must be refunded or approved to be retained by the County under specified voting requirements by the entire electorate. In 1996, the voters of the County approved a ballot initiative permitting the County to retain, appropriate, and utilize, by retention for reserve, carryover fund balance, or expenditure, the full proceeds and revenues received from every source whatsoever, without limitation, in this fiscal year and all subsequent fiscal years notwithstanding any limitation of Article X, Section 20 of the Colorado Constitution. TABOR is complex and subject to judicial interpretation.

The County believes it is in compliance with the requirements of TABOR. However, the County has made certain interpretations of TABOR's language in order to determine its compliance. The County has restricted funds in the amount of \$418,000 in the Contingent Fund and General Fund in satisfaction of this requirement.

The Washington County Nursing Home considers itself to be an enterprise as defined by TABOR, thus being exempt from the provisions of the Amendment.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note L – Commitments and contingencies (continued)

In addition, Washington County's electorate approved a ballot issue in May of 1996 that would allow the Washington County Nursing Home (if it should be determined that the Washington County Nursing Home does not qualify as an enterprise) to retain, appropriate, and utilize any and all revenues generated in 1993, 1994 and 1995 in excess of the limits imposed by Article X, Section 20 of the Colorado Constitution, and be authorized to retain, appropriate, collect and utilize, by retention for reserve, carryover fund balance, or expenditure, the full proceeds and revenues received from every source whatsoever, without limitation, in 1996 and all subsequent years.

Local government investment laws

The County Treasurer has invested funds in four annuity contracts with a fair value at year-end of \$2,662,882 with maturity dates of four and five years from the date of purchase. Colorado Revised Statutes limit the maturity date for annuity contracts to no more than three years from the date of purchase. This may be a violation of local government investment laws.

Colorado local government budget laws

Expenses in the Television Translator Fund exceeded appropriations by \$1,368, which may be a violation of local government budget laws.

Note M – Prior period adjustment

Component Unit

The Nursing Home did not report the note receivable (see Note F) or two notes payable (see Note G) in its prior year financial statements, with interest only payments being received on the note receivable and made on the notes payable in prior years. As a result of this omission, a prior period adjustment has been made in the amount of \$52,619 to correctly report the omitted balances.

WASHINGTON COUNTY, COLORADO
Notes to Financial Statements

Note N - Noncash program activity

Schedule of EBT Authorizations, Warrant Expenditures and Total Expenditures

Program	A County EBT Authorizations	B County Share of Authorizations	C Expenditures by County Warrant	D County EBT Authorizations plus Expenditures by County Warrant (Col. A + Col. C)	E Total Expenditures (Col. B + Col. C)
Colorado works	93,953	18,836	62,721	156,674	81,557
Child care	44,312	6,403	17,839	62,151	24,242
Child welfare	79,315	15,863	309,694	389,009	325,557
County administration	-	-	183,824	183,824	183,824
Core services	30,607	3,687	31,495	62,102	35,182
Adult protective services	-	-	25,222	25,222	25,222
Child support	-	-	46,684	46,684	46,684
Low-income home energy assistance	111,067	-	12,490	123,557	12,490
Aid to needy disabled	20,060	4,012	-	20,060	4,012
Old age pension	59,071	-	3,961	63,032	3,961
Food assistance job search	-	-	9,722	9,722	9,722
Parental fee	-	-	2,049	2,049	2,049
Enhanced funding	-	354	2,435	2,435	2,789
PSSF grant	-	-	30,428	30,428	30,428
Colorado community response	-	-	46,577	46,577	46,577
Miscellaneous	7,085	-	12,133	19,218	12,133
Subtotal	445,470	49,155	797,274	1,242,744	846,429
Food assistance	557,696	-	-	557,696	-
Grand total	1,003,166	49,155	797,274	1,800,440	846,429

- A. Welfare payments authorized by the Washington County Department of Human Services. These 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 Washington County.
- E. This total matches the expenditures on the Human Services Fund - Budgetary Comparison Schedule.

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Required Supplementary Information

Required supplementary information includes financial information and disclosures that are required by the Governmental Accounting Standards Board but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedule – General Fund
- Budgetary Comparison Schedule – Road and Bridge Fund
- Budgetary Comparison Schedule – Human Services Fund
- Budgetary Comparison Schedule – Justice Center Fund
- Notes to the Required Supplementary Information

WASHINGTON COUNTY, COLORADO
General Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Taxes				
General property	\$ 3,050,843	\$ 3,050,843	\$ 3,044,294	\$ (6,549)
Delinquent taxes and interest	1,000	1,000	7,660	6,660
Tax advertising	4,840	4,840	4,680	(160)
Tax sale			4,785	4,785
Severance tax	15,000	15,000		(15,000)
Total taxes	3,071,683	3,071,683	3,061,419	(10,264)
Intergovernmental				
Federal and state grants	83,452	83,452	76,143	(7,309)
Cigarette taxes	500	500		(500)
State veterans affairs	6,000	6,000	4,158	(1,842)
Total intergovernmental	89,952	89,952	80,301	(9,651)
Fines and forfeitures	3,975	3,975	2,479	(1,496)
Licenses and permits	10,000	10,000	9,589	(411)
Charges for services				
Public trustee's fees	14,910	14,910	7,963	(6,947)
County clerk's fees	234,820	234,820	221,070	(13,750)
County treasurer's fees	243,000	243,000	263,769	20,769
Sheriff's fees	17,475	17,475	17,411	(64)
Rents	24,505	24,505	34,375	9,870
Law enforcement contracts	231,152	231,152	229,490	(1,662)
Total charges for services	765,862	765,862	774,078	8,216
Miscellaneous				
County fair	299,975	299,975	319,459	19,484
Earnings on investments	31,000	31,000	152,817	121,817
Insurance proceeds	1,200	1,200	32,856	31,656
GOCO grant pass thru			55,000	55,000
Other revenues	63,810	63,810	54,437	(9,373)
Total miscellaneous	395,985	395,985	614,569	218,584
Total revenues	4,337,457	4,337,457	4,542,435	204,978

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Expenditures				
General government				
Commissioners	271,448	271,448	251,968	19,480
Attorney	118,393	118,393	73,980	44,413
Planning and zoning	7,850	7,850	5,633	2,217
Auditor - contract services	23,500	23,500	22,500	1,000
Administration	353,069	353,069	354,912	(1,843)
Clerk and recorder	231,580	231,580	205,627	25,953
Elections	24,700	24,700	23,447	1,253
Drivers license	93,871	93,871	90,182	3,689
Public trustee	14,760	14,760	9,636	5,124
Treasurer	206,840	206,840	195,208	11,632
Assessor	304,792	304,792	279,387	25,405
Maintenance	318,016	318,016	320,748	(2,732)
Total general government	1,968,819	1,968,819	1,833,228	135,591
Judicial and public safety				
District attorney	105,410	105,410	105,410	-
Sheriff	849,483	849,483	827,853	21,630
Jail	330,916	330,916	330,916	-
Coroner	68,821	68,821	60,044	8,777
Emergency preparedness	69,043	69,043	53,158	15,885
Total judicial and public safety	1,423,673	1,423,673	1,377,381	46,292
Health and welfare				
Allocations to other agencies	66,626	66,626	66,626	-

(continued)

WASHINGTON COUNTY, COLORADO
General Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

(continued)

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Auxiliary services				
Extension service	240,111	240,111	235,002	5,109
County fair	348,700	348,700	353,869	(5,169)
Fairgrounds complex	51,166	51,166	48,242	2,924
Bookmobile	9,500	9,500	9,500	-
Veterans office	7,619	7,619	7,662	(43)
Economic development	3,380	3,380	1,208	2,172
G●C● grant pass thru			55,000	(55,000)
W-Y communication center	220,150	220,150	220,252	(102)
Total auxiliary services	880,626	880,626	930,735	(50,109)
Miscellaneous				
Treasurer's fees and other			96,437	(96,437)
Reserve for contingency	9,500	9,500		108,646
Total expenditures	4,349,244	4,349,244	4,304,407	35,337
Net change in fund balance	\$ (11,787)	\$ (11,787)	238,028	\$ 249,815
Fund balance at beginning of year			3,758,236	
Fund balance at end of year			\$ 3,996,264	

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WASHINGTON COUNTY, COLORADO
Road and Bridge Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Taxes				
General property	\$ 152,305	\$ 152,305	\$ 151,978	\$ (327)
Specific ownership	460,900	460,900	490,445	29,545
Delinquent taxes and interest	127	127	387	260
Total taxes	613,332	613,332	642,810	29,478
Intergovernmental				
Highway users tax	3,095,000	3,095,000	3,263,161	168,161
Motor vehicle fees	27,500	27,500	26,831	(669)
Mineral lease	8,009	8,009	14,142	6,133
Total intergovernmental	3,130,509	3,130,509	3,304,134	173,625
Licenses and permits	11,400	11,400	1,500	(9,900)
Charges for services				
Easements and fees	9,500	9,500	682	(8,818)
Miscellaneous				
Insurance proceeds			1,847	1,847
Other revenues	170	170	381	211
Total miscellaneous	170	170	2,228	2,058
Total revenues	3,764,911	3,764,911	3,951,354	186,443
Expenditures				
General government				
Treasurer's fees			31,556	(31,556)
Remittance to municipalities			5,818	(5,818)
Total general government	-	-	37,374	(37,374)

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Public works				
Construction	560,000	560,000	134,168	425,832
Maintenance of condition	2,132,268	2,132,268	1,996,050	136,218
Administrative	326,330	326,330	343,937	(17,607)
Total public works	3,018,598	3,018,598	2,474,155	544,443
Capital outlay	825,000	825,000	892,616	(67,616)
Debt service				
Principal			78,909	(78,909)
Interest and fiscal charges			3,626	(3,626)
Total debt service	-	-	82,535	(82,535)
Total expenditures	3,843,598	3,843,598	3,486,680	356,918
Excess of revenues over (under) expenditures	(78,687)	(78,687)	464,674	543,361
Other financing sources				
Capital lease proceeds			160,016	160,016
Proceeds from sale of assets			10,200	10,200
Total other financing sources	-	-	170,216	170,216
Net change in fund balance	\$ (78,687)	\$ (78,687)	634,890	\$ 713,577
Fund balance at beginning of year			6,938,852	
Fund balance at end of year			\$ 7,573,742	

WASHINGTON COUNTY, COLORADO
Human Services Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Taxes				
General property	\$ 213,226	\$ 213,226	\$ 213,201	\$ (25)
Delinquent taxes and interest	150	150	120	(30)
Total taxes	213,376	213,376	213,321	(55)
Intergovernmental				
Colorado works	53,725	53,725	49,890	(3,835)
Child care	20,000	20,000	17,839	(2,161)
Child welfare	282,631	282,631	260,787	(21,844)
County administration	102,306	102,306	145,604	43,298
Core services	44,609	44,609	27,468	(17,141)
Child support	35,200	35,200	33,115	(2,085)
Low-income home energy assistance	11,800	11,800	12,490	690
Old age pension	4,000	4,000	3,961	(39)
Food assistance job search	6,055	6,055	5,754	(301)
Adult protective services	31,399	31,399	20,177	(11,222)
Federal and state incentives	6,500	6,500	5,430	(1,070)
Senate Bill 80	500	500		(500)
Parental fee	2,000	2,000	2,049	49
Enhanced funding	5,000	5,000	2,789	(2,211)
Colorado community response	75,000	75,000	46,577	(28,423)
PSSF grant			30,428	30,428
CW discretionary grant	42,500	42,500		(42,500)
Miscellaneous	4,500	4,500	10,317	5,817
Total intergovernmental	727,725	727,725	674,675	(53,050)
Total revenues	941,101	941,101	887,996	(53,105)

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Expenditures				
Health and welfare				
Colorado works	73,500	73,500	81,557	(8,057)
Child care	25,000	25,000	24,242	758
Child welfare	376,231	376,231	325,557	50,674
County administration	161,040	161,040	183,824	(22,784)
Core services	46,478	46,478	35,182	11,296
Child support	55,000	55,000	46,684	8,316
Low-income home energy assistance	11,800	11,800	12,490	(690)
Old age pension	4,000	4,000	3,961	39
Food assistance job search	21,116	21,116	9,722	11,394
Adult protective services	39,248	39,248	25,222	14,026
Senate Bill 80	500	500		500
Parental fee	2,000	2,000	2,049	(49)
Enhanced funding			2,789	(2,789)
Colorado community response	75,000	75,000	46,577	28,423
Aide to the needy disabled	3,000	3,000	4,012	(1,012)
PSSF grant			30,428	(30,428)
CW discretionary grant	47,000	47,000		47,000
Miscellaneous	27,050	27,050	12,133	14,917
Total expenditures	967,963	967,963	846,429	121,534
Net change in fund balance	\$ (26,862)	\$ (26,862)	41,567	\$ 68,429
Fund balance at beginning of year			707,131	
Fund balance at end of year			\$ 748,698	

WASHINGTON COUNTY, COLORADO
Justice Center Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Charges for services				
Inmate housing and related revenues	\$ 3,508,470	\$ 3,508,470	\$ 3,802,232	\$ 293,762
Miscellaneous				
Other revenues	2,897	2,897	3,358	461
Total revenues	3,511,367	3,511,367	3,805,590	294,223
Expenditures				
General government				
Treasurer's fees			37,177	(37,177)
Public safety				
Salaries and benefits	1,480,055	1,480,055	1,303,242	176,813
Operating expenditures	886,860	886,860	864,984	21,876
Purchased services	321,805	321,805	392,397	(70,592)
Miscellaneous	19,750	19,750	13,025	6,725
Total public safety	2,708,470	2,708,470	2,573,648	134,822
Capital outlay	189,000	189,000	80,482	108,518
Debt service				
Principal	592,019	592,019	592,019	-
Interest and fiscal charges	69,812	69,812	69,812	-
Total debt service	661,831	661,831	661,831	-
Total expenditures	3,559,301	3,559,301	3,353,138	206,163
Net change in fund balance	\$ (47,934)	\$ (47,934)	452,452	\$ 500,386
Fund balance at beginning of year			3,411,915	
Fund balance at end of year			\$ 3,864,367	

WASHINGTON COUNTY, COLORADO
Notes to Required Supplementary Information

Note A – Budgetary data

Annual budgets are established for all funds of the County. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles.

An appropriated budget for the entity as a whole is prepared on a detailed basis. Revenues are budgeted by source. Expenditures are budgeted by department and the major divisions thereof and by each independent office and agency and by the principal objects of expenditure. The legal level of control is considered to be at the individual fund level and expenditures may not exceed appropriations at this level. All budget revisions at this level are subject to final review and approval by the Board of County Commissioners. Within these control levels, management may transfer appropriations without the Board of County Commissioners approval. Revisions to the budget were made throughout the year.

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

- Prior to October 15th, the budget officer submits to the Board of County Commissioners a proposed operating budget for the fiscal year commencing the following January 1st for all funds, except agency funds.
- The budget is prepared using the modified accrual basis of accounting.
- Public hearings are conducted to obtain taxpayer comments.
- Prior to December 31st, the budget is legally adopted through passage of adoption and appropriation resolutions.

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Other Supplementary Information

Other supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Combining Statements and Budgetary Comparison Schedules – Nonmajor Governmental Funds
- Budgetary Comparison Schedule – Fiduciary Fund

WASHINGTON COUNTY, COLORADO
Nonmajor Governmental Funds
Combining Balance Sheet
For the Year Ended December 31, 2017

	Special Revenue Funds			
	Television Translator Fund	Conservation Trust Fund	Capital Expenditures Fund	Contingent Fund
Assets				
Cash and cash investments	\$ 79,356	\$ 211,939	\$ 723,002	\$ 266,754
Property taxes receivable	36,398		72,941	
Due from other funds				
Other receivables				
Inventories				
Total assets	\$ 115,754	\$ 211,939	\$ 795,943	\$ 266,754
Liabilities				
Accounts payable	\$ 2,466			
Accrued salaries and benefits				
Cash held for others				
Total liabilities	2,466	\$ -	\$ -	\$ -
Deferred inflows of resources				
Deferred property tax revenues	36,398		72,941	
Total deferred inflows of resources	36,398	-	72,941	-
Fund balance				
Nonspendable for:				
Inventories				
Restricted for:				
Emergencies				266,754
Culture and recreation		211,939		
Committed to:				
Capital projects			723,002	
Culture and recreation	76,890			
Health and welfare				
Public works				
Total fund balance	76,890	211,939	723,002	266,754
Total liabilities, deferred inflows of resources and fund balance	\$ 115,754	\$ 211,939	\$ 795,943	\$ 266,754

Special Revenue Funds

Nursing Home Construction Fund	Solid Waste Disposal Fund	Health Care Fund	Medical Reserve Corp Fund	Total Nonmajor Governmental Funds
\$ 427	\$ 1,004,397 218,386	\$ 1,001,459	\$ 18,002	\$ 3,305,336 327,725
	3,476	1,000 96,873 28,213		1,000 100,349 28,213
<u>\$ 427</u>	<u>\$ 1,226,259</u>	<u>\$ 1,127,545</u>	<u>\$ 18,002</u>	<u>\$ 3,762,623</u>
	\$ 16,353 1,866	\$ 32,991 9,723 10,000		\$ 51,810 11,589 10,000
\$ -	18,219	52,714	\$ -	73,399
	218,386			327,725
-	218,386	-	-	327,725
		28,213		28,213
				266,754 211,939
427				723,429 76,890
	989,654	1,046,618	18,002	1,064,620 989,654
<u>427</u>	<u>989,654</u>	<u>1,074,831</u>	<u>18,002</u>	<u>3,361,499</u>
<u>\$ 427</u>	<u>\$ 1,226,259</u>	<u>\$ 1,127,545</u>	<u>\$ 18,002</u>	<u>\$ 3,762,623</u>

WASHINGTON COUNTY, COLORADO**Nonmajor Governmental Funds****Combining Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended December 31, 2017**

	Special Revenue Funds			
	Television Translator Fund	Conservation Trust Fund	Capital Expenditures Fund	Contingent Fund
Revenues				
Taxes	\$ 30,478		\$ 61,119	\$ 10
Intergovernmental	2	\$ 26,321	3	
Charges for services				
Miscellaneous	3,780	252		
Total revenues	34,260	26,573	61,122	10
Expenditures				
Current				
General government	950		1,831	
Culture and recreation	39,118	13,627		
Public works				
Health and welfare				
Capital outlay			163,123	
Total expenditures	40,068	13,627	164,954	-
Net change in fund balances	(5,808)	12,946	(103,832)	10
Fund balance at beginning of year	82,698	198,993	826,834	266,744
Fund balance at end of year	\$ 76,890	\$ 211,939	\$ 723,002	\$ 266,754

Special Revenue Funds				
Nursing Home Construction Fund	Solid Waste Disposal Fund	Health Care Fund	Medical Reserve Corp Fund	Total Nonmajor Governmental Funds
	\$ 182,800	\$ 563,515		\$ 837,922
	11			26,337
	68,267	389,221		457,488
		97,069		101,101
\$ -	251,078	1,049,805	\$ -	1,422,848
	6,167	1,649		10,597
				52,745
	198,131			198,131
		772,265		772,265
		54,000		217,123
-	204,298	827,914	-	1,250,861
-	46,780	221,891	-	171,987
427	942,874	852,940	18,002	3,189,512
\$ 427	\$ 989,654	\$ 1,074,831	\$ 18,002	\$ 3,361,499

WASHINGTON COUNTY, COLORADO
Television Translator Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Taxes				
General property	\$ 30,461	\$ 30,461	\$ 30,395	\$ (66)
Delinquent taxes and interest	23	23	83	60
Total taxes	30,484	30,484	30,478	(6)
Intergovernmental				
Impact assistance			2	2
Miscellaneous				
Other revenues	2,477	2,477	3,780	1,303
Total revenues	32,961	32,961	34,260	1,299
Expenditures				
General government				
Treasurer's fees			950	(950)
Culture and recreation				
Insurance	1,800	1,800	1,801	(1)
Repairs and maintenance	16,400	16,400	18,331	(1,931)
Utilities	17,500	17,500	16,986	514
Tower lease	3,000	3,000	2,000	1,000
Total culture and recreation	38,700	38,700	39,118	(418)
Total expenditures	38,700	38,700	40,068	(1,368)
Net change in fund balance	\$ (5,739)	\$ (5,739)	(5,808)	\$ (69)
Fund balance at beginning of year			82,698	
Fund balance at end of year			\$ 76,890	

WASHINGTON COUNTY, COLORADO
Conservation Trust Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Intergovernmental				
Lottery funds	\$ 15,250	\$ 15,250	\$ 26,321	\$ 11,071
Miscellaneous				
Earnings on investments	239	239	252	13
Total revenues	15,489	15,489	26,573	11,084
Expenditures				
Culture and recreation				
Improvements	50,000	50,000	13,627	36,373
Net change in fund balance	\$ (34,511)	\$ (34,511)	12,946	\$ 47,457
Fund balance at beginning of year			198,993	
Fund balance at end of year			\$ 211,939	

WASHINGTON COUNTY, COLORADO
Capital Expenditures Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Taxes				
General property	\$ 61,044	\$ 61,044	\$ 60,913	\$ (131)
Delinquent taxes and interest	122	122	206	84
Total taxes	61,166	61,166	61,119	(47)
Intergovernmental				
Impact assistance	10	10	3	(7)
Total revenues	61,176	61,176	61,122	(54)
Expenditures				
General government				
Treasurer's fees			1,831	(1,831)
Capital outlay	252,800	252,800	163,123	89,677
Total expenditures	252,800	252,800	164,954	87,846
Net change in fund balance	\$ (191,624)	\$ (191,624)	(103,832)	\$ 87,792
Fund balance at beginning of year			826,834	
Fund balance at end of year			\$ 723,002	

WASHINGTON COUNTY, COLORADO
Contingent Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Taxes				
Delinquent taxes and interest	\$ 9	\$ 9	\$ 10	\$ 1
Total revenues	9	9	10	1
Expenditures				
General government				
Contingency reserve	35,000	35,000		35,000
Total expenditures	35,000	35,000	-	35,000
Net change in fund balance	\$ (34,991)	\$ (34,991)	10	\$ 35,001
Fund balance at beginning of year			266,744	
Fund balance at end of year			\$ 266,754	

WASHINGTON COUNTY, COLORADO
Nursing Home Construction Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Earnings on investments	\$ -	\$ -	\$ -	\$ -
Expenditures				
Health and welfare				
Operating expenditures				-
Net change in fund balance	\$ -	\$ -	-	\$ -
Fund balance at beginning of year			427	
Fund balance at end of year			\$ 427	

WASHINGTON COUNTY, COLORADO
Solid Waste Disposal Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Taxes				
General property	\$ 182,765	\$ 182,765	\$ 182,373	\$ (392)
Delinquent taxes and interest			427	427
Total taxes	182,765	182,765	182,800	35
Intergovernmental				
Impact assistance	7	7	11	4
Charges for services				
Landfill charges	64,700	64,700	68,267	3,567
Total revenues	247,472	247,472	251,078	3,606
Expenditures				
General government				
Treasurer's fees			6,167	(6,167)
Public works				
Salaries and benefits	86,131	86,131	81,629	4,502
Operating expenditures	148,500	148,500	107,657	40,843
Purchased services	10,154	10,154	8,845	1,309
Total public works	244,785	244,785	198,131	46,654
Total expenditures	244,785	244,785	204,298	40,487
Net change in fund balance	\$ 2,687	\$ 2,687	46,780	\$ 44,093
Fund balance at beginning of year			942,874	
Fund balance at end of year			\$ 989,654	

WASHINGTON COUNTY, COLORADO
Health Care Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Taxes				
Delinquent taxes and interest	\$ 5	\$ 5	\$ 10	\$ 5
Sales tax	490,000	490,000	563,505	73,505
Total taxes	490,005	490,005	563,515	73,510
Intergovernmental				
Grant revenues	10,000	10,000		(10,000)
Charges for services				
Clinic services	265,100	265,100	228,332	(36,768)
Ambulance services	150,000	150,000	156,089	6,089
Rents	4,800	4,800	4,800	-
Total charges for services	419,900	419,900	389,221	(30,679)
Miscellaneous				
Grants and contributions				-
Administrative reimbursement	79,625	79,625	79,231	(394)
Miscellaneous	500	500	17,838	17,338
Total miscellaneous	80,125	80,125	97,069	16,944
Total revenues	1,000,030	1,000,030	1,049,805	49,775
Expenditures				
General government				
Treasurer's fees			1,649	(1,649)
Health and welfare				
Administrative				
Scholarship recruitment	20,000	20,000	3,182	16,818
Ambulance				
Salaries and benefits	250,056	250,056	248,028	2,028
Operating expenditures	67,680	67,680	44,212	23,468
Purchased services	20,000	20,000	17,264	2,736
Total ambulance	337,736	337,736	309,504	28,232

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Clinic				
Salaries and benefits	260,219	260,219	166,498	93,721
Operating expenditures	174,437	174,437	182,804	(8,367)
Purchased services	12,500	12,500	15,375	(2,875)
Total clinic	447,156	447,156	364,677	(11,242)
Nursing home				
Salaries and benefits	79,625	79,625	79,373	252
Operating expenditures	27,100	27,100		27,100
Operating subsidy	30,000	30,000	15,529	14,471
Total nursing home	136,725	136,725	94,902	41,823
Total health and welfare	941,617	941,617	772,265	169,352
Capital outlay	111,500	111,500	54,000	57,500
Total expenditures	1,053,117	1,053,117	827,914	225,203
Net change in fund balance	\$ (53,087)	\$ (53,087)	221,891	\$ 274,978
Fund balance at beginning of year			852,940	
Fund balance at end of year			\$ 1,074,831	

WASHINGTON COUNTY, COLORADO
Medical Reserve Corp Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Intergovernmental				
Grant revenues	\$ -	\$ -	\$ -	\$ -
Expenditures				
Health and welfare				
Operating expenditures	-	-	-	-
Net change in fund balance	\$ -	\$ -	-	\$ -
Fund balance at beginning of year			18,002	
Fund balance at end of year			\$ 18,002	

WASHINGTON COUNTY, COLORADO
Hospital Memorial Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2017

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues				
Earnings on investments	\$ -	\$ -	\$ -	\$ -
Expenditures				
Scholarships				-
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
Net position at beginning of year			1	
Net position at end of year			<u>\$ 1</u>	

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**Colorado Department of Highways
Local Highway Finance Report**

This calendar-year report of receipts and expenditures is required by the Colorado Department of Highways to maintain Statewide accountability for moneys used for highway and street purposes. To ensure data accuracy, House Bill 1008 mandates that this report be included in the County's financial statements.

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

LOCAL HIGHWAY FINANCE REPORT		City or County:
		Washington County
		YEAR ENDING :
This Information From The Records Of Washington County:		December 2017
Prepared By: Leland T Willeke		
Phone: 970-345-2701		

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Receipts from local sources:	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	
3. Other local imposts (from page 2)	669,247
4. Miscellaneous local receipts (from page 2)	14,610
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	0
7. Total (1 through 6)	683,857
B. Private Contributions	
C. Receipts from State government	
(from page 2)	3,256,820
D. Receipts from Federal Government	
(from page 2)	14,142
E. Total receipts (A.7 + B + C + D)	3,954,819

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	936,713
2. Maintenance:	2,001,696
3. Road and street services:	
a. Traffic control operations	
b. Snow and ice removal	
c. Other	
d. Total (a. through c.)	0
4. General administration & miscellaneous	340,071
5. Highway law enforcement and safety	
6. Total (1 through 5)	3,278,480
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
3. Total (1.c + 2.c)	0
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total disbursements (A.6 + B.3 + C + D)	3,278,480

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
I. 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
	5,938,852	3,954,819	3,278,480	6,615,191	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:

Colorado

YEAR ENDING (mm/yy):

December 2017

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	152,365	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	26,832	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	10,200
4. Licenses		f. Charges for Services	2,182
5. Specific Ownership &/or Other	490,050	g. Other Misc. Receipts	
6. Total (1. through 5.)	516,882	h. Other	2,228
c. Total (a. + b.)	669,247	i. Total (a. through h.)	14,610
(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	2,658,302	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations		d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant	598,518	e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	14,142
f. Total (a. through e.)	598,518	g. Total (a. through f.)	14,142
4. Total (1. + 2. + 3.f)	3,256,820	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		815,135	815,135
(4). System Enhancement & Operation		121,578	121,578
(5). Total Construction (1) + (2) + (3) + (4)	0	936,713	936,713
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	936,713	936,713
		(Carry forward to page 1)	

Notes and Comments: