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Delta County, Colorado  
Financial Statements and  
Independent Auditor's Report  
as of  
December 31, 2016

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INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners  
Delta County, Colorado

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Delta County, Colorado, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the Delta County, Colorado's basic financial statements as listed in the table of contents.

***Management's Responsibility for the Financial Statements***

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

***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Delta County, Colorado, as of December 31, 2016, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## ***Other Matters***

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and information about infrastructure assets reported using the modified approach on pages 3-12, 41-47 and 48-50 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 Delta County, Colorado's basic financial statements. The combining and individual nonmajor fund financial statements and Local Highway Finance Report are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

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

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 16, 2017, on our consideration of the Delta County, Colorado's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Delta County, Colorado's internal control over financial reporting and compliance.

Cedaredge, Colorado  
June 16, 2017

## MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the report provides readers with a narrative overview and analysis of the financial activities of Delta County for the fiscal year ended December 31, 2016. We encourage readers to consider the information presented here in conjunction with the letter of transmittal and basic financial statements to enhance their understanding of the County's financial performance.

### FINANCIAL HIGHLIGHTS

- Delta County's assets exceeded liabilities by \$157.6 million at the end of 2016. Of this amount, \$15.4 million may be used to meet the government's ongoing obligations to citizens and creditors. \$139.2 million is invested in capital assets and \$3.0 million is restricted by law.
- Total revenues in 2016 for all governmental activities were \$22,109,661. Total expenditures in 2016 for all governmental activities were \$22,286,346. The difference of expenditures over revenues in 2016 decreased the County's governmental activities' net assets by \$176,685.
- Fund balances in 10 of the County's 19 governmental and business-type activity funds increased in 2016, compared to 10 of the County's 19 governmental and business-type activity funds increasing in 2015.

The County Commissioners' goal is to keep unreserved fund balances in the General Fund and Road and Bridge Fund at no less than 25% of operating expenditures. In 2016, the unreserved fund balances in these two funds exceeded 25% of operating expenditures. The unreserved fund balance in the Human Services Fund is maintained at a lower level since approximately 80% of its revenues are federal and state funds. The County budgets expenditures from unreserved fund balances for one time, high priority projects and to even out the cyclical revenue patterns which result from biennial property assessments and/or fluctuations in the national and state economies that are beyond a local government's control.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The basic financial statements contain three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to the basic statements, this report also contains required and other supplemental information and federal financial assistance reports.

**Government-wide Financial Statements.** The *government-wide financial statements* are designed to provide readers with a broad overview of the County's finances in a manner similar to a private sector business.

The *statement of net position* presents information on all of the 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 County's financial position is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the 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 are reported in the statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). Delta County's governmental activities include general government, public works, health and human services, culture and recreation, and economic development. The County has two business type activities — operation of a solid waste landfill and transfer station and an E911 fund.

The government-wide financial statements also include the Delta County Fair Board, which is a component unit. The County does have financial control over the Fair Board, and it is included on the financial statements as a special revenue fund.

**Fund Financial Statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Delta County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Delta County can be divided into two categories: Governmental funds and proprietary funds.

**Governmental Funds.** *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources, as well as on balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

Delta County maintains seventeen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of

revenues, expenditures, and changes in fund balances for the General Fund, Human Services, Road and Bridge, Capital Improvement, Health Department, Energy Development, Fairgrounds, Lodging Tax, Economic Development, Contingency, Capital Projects, Employee Benefit Trust, Conservation Trust, Self Insurance, PILT, Open Space Trust, and Fair Board, of which the first four are considered to be major funds.

The basic governmental fund financial statements can be found on pages 14 through 19 of this report.

**Proprietary Funds.** Delta County maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Delta County has two enterprise funds, the Landfill Operations fund and the E911 fund.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Landfill Operations and E911 funds, which are considered to be major funds of the County.

The basic proprietary fund financial statements can be found on pages 20 through 22 of this report.

**Budgetary Comparisons.** Delta County adopts an annual appropriated budget for all of its funds. A budgetary comparison statement has been provided for all funds on pages 41 to 47 of this report.

**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 on pages 24 through 40 of this report.

## COUNTY-WIDE FINANCIAL ANALYSIS

**Net Position.** As noted earlier, net position may serve over time as a useful indicator of a government's financial position. As of December 31, 2016, assets exceeded liabilities by \$157.6 million. This represents a 0.01% decrease in net assets over 2015 net position.

One significant portion of Delta County's net assets (9.8%) represents unrestricted net position of \$15.4 million, which may be used to meet the County's ongoing obligations to citizens and creditors.

The largest portion of the County's net assets (88.3%) reflects its investment in capital assets. These assets include land, construction in progress, buildings, machinery, equipment, and public infrastructure which include the County's road and bridge systems. These capital assets are used to provide services to citizens; consequently, they are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the



resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

An additional \$3,053,386 of the County's net assets (1.9%) represents resources that are subject to external restrictions on how they may be used. Included in this category are the Tabor reserve, reserve for special road projects and the reserve for inventories including County gravel pit stockpiles.

At the end of 2016, Delta County had positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities.

### Net Position

|                                     | Governmental<br>Activities |                      | Business-type<br>Activities |                    | Total<br>Primary<br>Government |                      |
|-------------------------------------|----------------------------|----------------------|-----------------------------|--------------------|--------------------------------|----------------------|
|                                     | 2016                       | 2015                 | 2016                        | 2015               | 2016                           | 2015                 |
| <b>Assets</b>                       |                            |                      |                             |                    |                                |                      |
| Current Assets                      | \$23,838,795               | \$23,834,053         | \$3,208,436                 | \$3,129,835        | \$27,047,231                   | \$26,963,888         |
| Noncurrent Assets                   | 137,344,505                | 136,876,828          | 1,946,930                   | 1,974,521          | 139,291,435                    | 138,851,349          |
| Total assets                        | <u>161,183,300</u>         | <u>160,710,881</u>   | <u>5,155,366</u>            | <u>5,104,356</u>   | <u>166,338,666</u>             | <u>165,815,237</u>   |
| <b>Liabilities</b>                  |                            |                      |                             |                    |                                |                      |
| Current liabilities                 | 2,374,196                  | 1,674,847            | 1,709,501                   | 1,857,858          | 4,083,697                      | 3,532,705            |
| Noncurrent liabilities              | 0                          | 0                    | 0                           | 0                  | 0                              | 0                    |
| Total liabilities                   | <u>2,374,196</u>           | <u>1,674,847</u>     | <u>1,709,501</u>            | <u>1,857,858</u>   | <u>4,083,697</u>               | <u>3,532,705</u>     |
| <b>Deferred inflow of Resources</b> |                            |                      |                             |                    |                                |                      |
| Deferred property Taxes and other   | 4,547,636                  | 4,597,881            |                             |                    | 4,547,636                      | 4,597,881            |
| <b>Net Position</b>                 |                            |                      |                             |                    |                                |                      |
| Invested in capital assets          | 137,344,505                | 136,876,828          | 1,867,045                   | 1,815,363          | 139,211,550                    | 138,692,191          |
| Restricted                          | 3,053,386                  | 2,852,856            | 0                           | 0                  | 3,053,386                      | 2,852,856            |
| Unrestricted                        | 13,863,577                 | 14,708,469           | 1,498,935                   | 1,431,135          | 15,362,512                     | 16,139,604           |
| Total net position                  | <u>\$154,261,468</u>       | <u>\$154,438,153</u> | <u>\$3,365,980</u>          | <u>\$3,246,498</u> | <u>\$157,627,448</u>           | <u>\$157,684,651</u> |

**Changes in Net Position.** Governmental and Business-type activities decreased the County's net position by \$57,203 in 2016.

*Governmental Activities.* Governmental activities decreased Delta County's net position by \$176,685 in 2016. A key factor for this decrease was the successful grant awards that required local cash match. Expenses decreased in the Road & Bridge Department primarily due to fewer major construction projects.

*Business-Type Activities.* The County's two business-type activities, Landfill Operations and E911, increased net assets by \$119,482 in 2016.

### Changes in Net Position

|  | Governmental<br>Activities |                   | Business-type<br>Activities |                  | Total<br>Primary<br>Government |                   |
|--|----------------------------|-------------------|-----------------------------|------------------|--------------------------------|-------------------|
|  | 2016                       | 2015              | 2016                        | 2015             | 2016                           | 2015              |
| <b>Revenues</b>                            |                            |                   |                             |                  |                                |                   |
| Program revenues:                          |                            |                   |                             |                  |                                |                   |
| Charges for services                       | \$1,685,525                | \$1,525,565       | \$1,206,469                 | \$1,212,589      | \$2,891,994                    | \$2,738,154       |
| Operating/Capital Grants and Contributions | 5,314,936                  | 4,825,393         | -10,460                     | 0                | 5,304,476                      | 4,825,393         |
| General revenues:                          |                            |                   |                             |                  |                                |                   |
| Taxes collected for general operations     | 14,109,060                 | 14,233,067        | 0                           | 0                | 14,109,060                     | 14,233,067        |
| Interest income/earnings                   | 96,438                     | 41,382            | 18,253                      | 14,124           | 114,691                        | 55,506            |
| Other revenues                             | 697,219                    | 819,228           | 81,998                      | 15,526           | 779,217                        | 834,754           |
| Transfers                                  | 206,483                    | 204,021           | -206,483                    | -204,021         | 0                              | 0                 |
| Total revenues                             | <u>22,109,661</u>          | <u>21,648,656</u> | <u>1,089,777</u>            | <u>1,038,218</u> | <u>23,199,438</u>              | <u>22,686,874</u> |
| <b>Program expenses</b>                    |                            |                   |                             |                  |                                |                   |
| Current:                                   |                            |                   |                             |                  |                                |                   |
| General government                         | 4,918,198                  | 4,883,008         | 0                           | 0                | 4,918,198                      | 4,883,008         |
| Health and welfare                         | 10,269,278                 | 9,910,157         | 0                           | 0                | 10,269,278                     | 9,910,157         |
| Culture and recreation                     | 686,413                    | 628,012           | 0                           | 0                | 686,413                        | 628,012           |
| Public works                               | 6,228,840                  | 5,510,247         | 0                           | 0                | 6,228,840                      | 5,510,247         |
| Economic Development                       | 183,617                    | 208,177           | 0                           | 0                | 183,617                        | 208,177           |
| Landfill operations                        | 0                          | 0                 | 925,813                     | 815,384          | 925,813                        | 815,384           |
| E-911                                      | 0                          | 0                 | 44,482                      | 53,501           | 44,482                         | 53,501            |
| Interest and fiscal charges                | 0                          | 0                 | 0                           | 0                | 0                              | 0                 |
| Total expenses                             | <u>22,286,346</u>          | <u>21,139,601</u> | <u>970,295</u>              | <u>868,885</u>   | <u>23,256,641</u>              | <u>22,008,486</u> |
| Increase (decrease) in net position        | <u>\$-176,685</u>          | <u>\$509,055</u>  | <u>\$119,482</u>            | <u>169,333</u>   | <u>\$-57,203</u>               | <u>\$678,388</u>  |

### FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As noted earlier, Delta County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of the end of 2016, the combined ending fund balances of County governmental funds were \$17.6 million. Approximately 83% of this consists of unreserved fund balance, which is available as working capital and for current spending in accordance with the purposes of the specific funds. The remainder of fund balance is reserved to indicate that it is not available for new spending because it is committed for the following purposes: 1) TABOR reserve (\$525,000); 2) reserve for inventories (\$2,038,240); and reserve for Conservation Trust Fund Projects (\$490,146).

The County has four major governmental funds. These are 1) General; 2) Human Services; 3) Road & Bridge; and 4) Capital Improvements.

1. **General Fund.** This is the primary operating fund of Delta County Government. It accounts for many of the County's core services, such as public safety, planning, tax collections, property assessment, recording of public records and elections. As of December 31, 2016, the general fund balance was \$3.7 million-\$162,827 less than the previous year. As a measure of the general fund's liquidity, it may be useful to compare the unreserved fund balance, which equals the total fund balance, to total fund expenditures. Unreserved fund balance represents 35.4% of total 2016 General Fund expenditures and transfers.
2. **Human Services Fund.** The Human Services fund is mandated by State Statute. This fund accounts for the local share of many Federal and State public welfare programs. The fund carried a \$67,109 balance at the end of 2016, which is 44.4% less than 2015.
3. **Road & Bridge Fund.** The Road and Bridge Fund is also state mandated. The fund records costs related to County road and bridge construction and maintenance. The Road and Bridge fund had \$5,157,294 in fund balance at the end of 2016. \$2,038,240 of the fund balance is reserved for inventories. The fund balance was \$382,159 less than the previous year.
4. **Capital Improvements Fund.** The Capital Improvements fund accounts for capital improvements of the County. This fund is funded by 75% of a 1 cent County sales tax approved in 1982 and it is restricted to capital improvement projects and expenditures. The Capital Improvements fund had a \$5,494,256 fund balance at the end of 2016. This amount was \$250,113 less than the previous year. Fund balance decreased by 4.4% over the prior year.

The County has thirteen non-major governmental funds. These are 1) Health Department; 2) PILT; 3) Economic Development; 4) Energy Development; 5) Open Space Trust;

6) Conservation Trust; 7) Self Insurance; 8) Capital Projects; 9) Contingency; 10) Lodging Tax; 11) Employee Benefit Trust; 12) Fairgrounds; and 13) Fair Board.

1. Health Department Fund. The Health Department Fund supports public health and environmental health services within the County. The Fund carried a \$260,485 fund balance at the end of 2016, which is 17.0% less than 2015.
2. PILT Fund. The Payment in Lieu of Taxes (PILT) Fund accounts for federal funds received for federally owned lands within the County. The PILT Fund had \$704,613 in fund balance at the end of 2016.
3. Economic Development Fund. The Economic Development Fund accounts for contributions to various economic development activities within the County. The Economic Development Fund had \$37,961 in fund balance at the end of 2016. This amount was \$10,624 more than the previous year.
4. Energy Development Fund. The Energy Development Fund accounts for expenses associated with energy development activities in Delta County. The Energy Development Fund had \$16,964 fund balance at the end of 2016. To date, the revenue source for this fund has consisted of budgetary transfers from the PILT Fund.
5. Open Space Trust Fund. The Open Space Trust Fund accounts for acquisitions, protection, improvements, and long-term maintenance of open space, natural areas, wildlife habitat, parks and trails. The fund's primary revenue source is subdivision open space fees which are allocated to each Commissioner District where the development generating the fees has occurred. This fund had \$113,606 in fund balance at the end of 2016. Fund balance increased by 0.8% over the prior year.
6. Conservation Trust Fund. The Conservation Trust Fund accounts for state lottery proceeds to be used for capital improvements to local parks and recreation areas. The Conservation Trust fund had a \$490,146 fund balance at the end of 2016. This amount was \$3,440 more than the previous year. Fund balance increased by 0.7% over the prior year.
7. Self Insurance Fund. The Self Insurance Fund accounts for litigation and other contingency costs incurred by the County. The Self Insurance Fund had a \$566,979 fund balance at the end of 2016. This amount was \$21,654 less than the previous year. Fund balance decreased by 3.7% over the prior year.
8. Capital Projects Fund. The Capital Projects Fund accounts for capital projects that the County may undertake. Its source of revenue consists of grants awarded for specific capital projects and/or funds transferred from the Capital Improvement Fund for the acquisition and construction of specific capital projects. The Capital Projects Fund had an \$11,292 fund balance at the end of 2016. This amount was \$176,299 less than the previous year. Fund balance decreased by 94.0% over the prior year.

9. Contingency Fund. The Contingency Fund is available for expenditures that were not foreseen at the adoption of the budget and holds the 3% Tabor reserve. The Contingency Fund had an \$866,212 fund balance at the end of 2016.
10. Lodging Tax Fund. The Lodging Tax Fund accounts for lodging taxes collected for promotion of tourism in Delta County. The Lodging Tax Fund had a \$35,055 fund balance at the end of 2016. This amount was \$2,352 more than the previous year. Fund balance increased by 7.2% over the prior year.
11. Employee Benefit Trust Fund. The Employee Benefit Trust Fund accounts for the payment of employee benefits. The Employee Benefit Trust Fund had a \$34,045 fund balance at the end of 2016. This amount was \$21,483 less than the previous year.
12. Fairgrounds Fund. The Fairgrounds Fund accounts for the maintenance, capital, and special event costs at the Delta County Fairground. The Fairgrounds Fund had a \$17,617 fund balance at the end of 2016. This was \$1,317 higher than the previous year.
13. Fair Board Fund. The Fair Board Fund accounts for the annual Delta County Fair. The Fair Board Fund had a \$35,148 fund balance at the end of 2016. This was \$7,166 lower than the previous year.

### **Proprietary Funds Overview**

The County's proprietary fund statements provide the same type of information found in the government-wide statements, but in more detail.

The County has two enterprise-type proprietary funds, the Landfill Operations Fund and the E911 Fund. Unrestricted net position of the proprietary funds at the end of the year amounted to \$1,498,935. The total increase in net position for the proprietary funds was 4.7%. Other factors concerning the finances of this fund are discussed under business-type activities.

### **GENERAL FUND BUDGETARY HIGHLIGHTS**

The County's budget is prepared according to Colorado statutes. The most significant budgeted fund is the General Fund as it accounts for the operating expenditures for the majority of County departments, excluding the Road and Bridge and Health and Human Services departments.

In December of 2015, the Board of County Commissioners appropriated \$10.8 million for general fund expenditures in 2016. The final budget for 2016 anticipated spending \$515,333 of the General Fund reserves to balance the General Fund budget.

2016 actual expenditures were 2.0% below anticipated budget and 2016 actual revenues were 2.3% more than anticipated budget resulting in a decrease of \$162,827 in General Fund reserves in 2016 as opposed to the \$515,333 reduction as originally anticipated.

## **CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets.** Delta County's investment in capital assets for its governmental and business type activities as of December 31, 2016 totals \$139.2 million (net of accumulated depreciation). This investment includes all land, construction in progress, buildings, machinery and equipment, as well as infrastructure. The total increase in investment in capital assets for the current fiscal year was 0.4%.

Major capital asset events during the 2016 fiscal year included the following:

- Major road construction improvements.
- \$1,196,838 in heavy equipment and vehicle purchases.

On-going construction commitments include:

- Major road reconstruction and improvements.
- Long term road safety improvements.
- Airport construction and safety improvements

GASB 34 (Governmental Accounting Standards Board) requires all government entities to report on the value and condition of all their physical assets and infrastructure. Commencing in 2009, the County implemented the "modified approach" for its road and bridge infrastructure assets and a simple depreciation approach for all other physical assets in accordance with GASB Statement No. 34. The modified method takes into account maintenance expenses and the value that those expenses add to an asset such as the County's road and bridge infrastructure.

Additional information on the County's capital assets can be found in Note C of this report.

### **Long Term Debt-Lease Purchase Agreements.**

- The County of Delta currently has 1 year remaining on a 5 year obligation to Bank of the West to purchase the Landfill compactor.

Colorado Revised Statutes provide for a general obligation debt limit of 1.5% of assessed valuation. The County had a general obligation debt capacity of \$4.8 million in 2016. The county currently has no long-term debt or lease purchase agreements subject to the limitation.

Additional information on Delta County's debt can be found in Note D.

**Other Matters.** The following factors are expected to have a significant effect on the County's financial position or results of operations and were taken into account in developing the 2017 budget:

- The impact of a weakened national and state economy on local economies and local governments continues.
- Decreasing federal funding for mandated programs.
- Uncertainty of sustained coal mine production, Federal Mineral Leasing, and Payment in Lieu of Taxes revenues.
- The challenge to meet the desired levels of programs and services for constituents as revenues remain flat and/or decline over the next few years.
- Closing of Bowie Mine in 2016 and the substantial decrease in personal property tax, severance dollars and federal mineral leasing income.
- Zero growth in oil and gas exploration and production due to market conditions.

### **REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of Delta County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this or requests for additional financial information should be addressed to the County Administrator, 501 Palmer Street, Suite 227, Delta, CO 81416.

## Basic Financial Statements



**DELTA COUNTY, COLORADO**  
**STATEMENT OF NET POSITION**  
**December 31, 2016**

|  | <u>Governmental<br/>Activities</u> | <u>Business-Type<br/>Activities</u> | <u>Total</u>          |
|--|------------------------------------|-------------------------------------|-----------------------|
| <b>ASSETS</b>  |                                    |                                     |                       |
| Cash And Investments   | \$ 15,724,886                      | \$ 3,152,685                        | \$ 18,877,571         |
| Restricted Cash and investments  | 3,611                              | -                                   | 3,611                 |
| Property taxes receivable  | 4,276,516                          | -                                   | 4,276,516             |
| Sales taxes receivable   | 770,780                            | -                                   | 770,780               |
| Other Receivables  | 600,047                            | 55,751                              | 655,798               |
| Intergovernmental receivable   | 313,435                            | -                                   | 313,435               |
| Due from agency funds  | 111,280                            | -                                   | 111,280               |
| Inventories  | 2,038,240                          | -                                   | 2,038,240             |
| <b>Capital assets</b>  |                                    |                                     |                       |
| Land   | 2,966,731                          | -                                   | 2,966,731             |
| Construction in Progress   | 234,704                            | -                                   | 234,704               |
| Infrastructure   | 124,944,982                        | -                                   | 124,944,982           |
| Capital assets being depreciated, net                                  | 9,198,088                          | 1,946,930                           | 11,145,018            |
| <b>Total assets</b>  | <u>161,183,300</u>                 | <u>5,155,366</u>                    | <u>166,338,666</u>    |
| <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES<br/>AND NET POSITION</b> |                                    |                                     |                       |
| <b>Liabilities</b>   |                                    |                                     |                       |
| Accounts payable   | 1,136,287                          | 14,020                              | 1,150,307             |
| Accrued Liabilities  | 516,211                            | 10,734                              | 526,945               |
| Accrued compensated absences   | 700,998                            | 18,673                              | 719,671               |
| Closure and post-closure costs   | 20,700                             | 1,666,074                           | 1,686,774             |
| <b>Total Liabilities</b>   | <u>2,374,196</u>                   | <u>1,709,501</u>                    | <u>4,083,697</u>      |
| <b>Deferred inflows of resources</b>                                   |                                    |                                     |                       |
| Deferred property tax revenues and other                               | 4,547,636                          | -                                   | 4,547,636             |
| <b>Net Position</b>  |                                    |                                     |                       |
| Invested in capital assets, net of related debt                        | 137,344,505                        | 1,867,045                           | 139,211,550           |
| Restricted for:  |                                    |                                     |                       |
| Inventories  | 2,038,240                          | -                                   | 2,038,240             |
| Statutory requirements   | 1,015,146                          | -                                   | 1,015,146             |
| Unrestricted   | 13,863,577                         | 1,498,935                           | 15,362,512            |
| <b>Total net position</b>  | <u>\$ 154,261,468</u>              | <u>\$ 3,365,980</u>                 | <u>\$ 157,627,448</u> |

The accompanying notes are an integral part of this statement.

**DELTA COUNTY, COLORADO**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED DECEMBER 31, 2016**

|                                       | Program Revenues     |                            |  |  |
|---------------------------------------|----------------------|----------------------------|--|--|
|                                       | Expenses             | Charges<br>for<br>Services | Operating<br>Grants and<br>Contributions | Capital<br>Grants and<br>Contributions |
| <b>Activities:</b>                    |                      |                            |  |  |
| Governmental:                         |                      |                            |  |  |
| General Government                    | \$ 4,918,198         | \$ 1,396,845               | \$ 405,459                               |  |
| Public works                          | 6,228,840            | 166,668                    | 13,336                                   | 719,402                                |
| Health and Welfare                    | 10,269,278           | -                          | 4,053,780                                | -                                      |
| Culture and recreation                | 686,413              | 116,067                    | 122,959                                  | -                                      |
| Economic development                  | 183,617              | 5,945                      |  | -                                      |
| <b>Total governmental activities</b>  | <u>22,286,346</u>    | <u>1,685,525</u>           | <u>4,595,534</u>                         | <u>719,402</u>                         |
| <b>Business-type</b>                  |                      |                            |  |  |
| Landfill Operations                   | 925,813              | 966,048                    | (10,460)                                 | -                                      |
| E-911                                 | 44,482               | 240,421                    | -  | -                                      |
| <b>Total Business-type activities</b> | <u>970,295</u>       | <u>1,206,469</u>           | <u>(10,460)</u>                          | <u>-</u>                               |
| <b>Total Delta County, Colorado</b>   | <u>\$ 23,256,641</u> | <u>\$ 2,891,994</u>        | <u>\$ 4,585,074</u>                      | <u>\$ 719,402</u>                      |

**General revenues**

- Property and specific ownership taxes
- Sales and use tax
- Highway users tax
- Other shared taxes
- Mineral Leasing Severance Taxes
- Investment earnings
- Gain (Loss) on sale of assets
- Miscellaneous
- Transfers

**Total general revenues and transfers**

**Change in Net Position**

**Net position, beginning**

**Net position, ending**

The accompanying notes are an integral part of this statement.

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

| Governmental<br>Activities | Business-type<br>Activities | Total                 |
|----------------------------|-----------------------------|-----------------------|
| \$ (3,115,894)             | \$ -                        | \$ (3,115,894)        |
| (5,329,434)                | -                           | (5,329,434)           |
| (6,215,498)                | -                           | (6,215,498)           |
| (447,387)                  | -                           | (447,387)             |
| (177,672)                  | -                           | (177,672)             |
| <u>(15,285,885)</u>        | <u>-</u>                    | <u>(15,285,885)</u>   |
| -                          | 29,775                      | 29,775                |
| -                          | 195,939                     | 195,939               |
| -                          | 225,714                     | 225,714               |
| <u>(15,285,885)</u>        | <u>225,714</u>              | <u>(15,060,171)</u>   |
| 5,661,537                  | -                           | 5,661,537             |
| 4,527,299                  | -                           | 4,527,299             |
| 2,825,433                  | -                           | 2,825,433             |
| 682,215                    | -                           | 682,215               |
| 412,576                    | -                           | 412,576               |
| 56,056                     | 18,253                      | 74,309                |
| 40,382                     | -                           | 40,382                |
| 697,219                    | 81,998                      | 779,217               |
| 206,483                    | (206,483)                   | -                     |
| <u>15,109,200</u>          | <u>(106,232)</u>            | <u>15,002,968</u>     |
| (176,685)                  | 119,482                     | (57,203)              |
| 154,438,153                | 3,246,498                   | 157,684,651           |
| <u>\$ 154,261,468</u>      | <u>\$ 3,365,980</u>         | <u>\$ 157,627,448</u> |

The accompanying notes are an integral part of this statement.

**DELTA COUNTY, COLORADO**  
**BALANCE SHEET- GOVERNMENTAL FUNDS**  
**DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2015**

| <b>ASSETS</b>   | <b>GENERAL</b>      | <b>HUMAN SERVICES</b> | <b>ROAD AND BRIDGE</b> |
|---|---------------------|-----------------------|------------------------|
| Cash and Investments  | \$ 3,661,545        | \$ 368,646            | \$ 3,140,887           |
| Restricted cash and investments   | 3,611               | -                     | -                      |
| Property tax receivable   | 3,942,727           | -                     | 309,064                |
| Sales tax receivable  | 402,133             | -                     | -                      |
| Other receivables   | 168,082             | 178,717               | 245,218                |
| Due from other governments  | -                   | (99,104)              | -                      |
| Due from other Agency funds   | 111,280             | -                     | -                      |
| Due from other funds  | -                   | -                     | -                      |
| Inventories   | -                   | -                     | 2,038,240              |
| <b>Total Assets</b>   | <b>\$ 8,289,378</b> | <b>\$ 448,259</b>     | <b>\$ 5,733,409</b>    |
| <b>LIABILITIES AND FUND EQUITY</b>                                      |                     |                       |                        |
| <b>Liabilities</b>  |                     |                       |                        |
| Accounts payable  | \$ 188,658          | \$ 110,030            | \$ 205,460             |
| Accrued payroll taxes and benefits                                      | 226,087             | -                     | -                      |
| Accrued payroll liabilities   | -                   | -                     | 61,591                 |
| Other accrued liabilities   | 202,027             | -                     | -                      |
| Due to other funds  | -                   | -                     | -                      |
| <b>Total Liabilities</b>  | <b>616,772</b>      | <b>110,030</b>        | <b>267,051</b>         |
| <b>Deferred inflows of resources</b>                                    |                     |                       |                        |
| Deferred property tax revenues and other                                | 3,942,727           | 271,120               | 309,064                |
| <b>Fund Equity</b>  |                     |                       |                        |
| <b>Reserved:</b>  |                     |                       |                        |
| Non-spendable   | -                   | -                     | 2,038,240              |
| Restricted  | -                   | -                     | -                      |
| Committed   | -                   | 67,109                | 3,119,054              |
| Assigned  | -                   | -                     | -                      |
| Unassigned  | 3,729,879           | -                     | -                      |
| <b>Total Fund Equity</b>  | <b>3,729,879</b>    | <b>67,109</b>         | <b>5,157,294</b>       |
| <b>Total Liabilities, deferred inflows of resources and fund Equity</b> | <b>\$ 8,289,378</b> | <b>\$ 448,259</b>     | <b>\$ 5,733,409</b>    |

The accompanying notes are an integral part of this statement.

|                                |                     | <b>TOTALS</b>        |                      |
|--------------------------------|---------------------|----------------------|----------------------|
| <b>CAPITAL<br/>IMPROVEMENT</b> | <b>OTHER FUNDS</b>  | <b>2016</b>          | <b>2015</b>          |
| \$ 5,388,909                   | \$ 3,164,899        | \$ 15,724,886        | \$ 16,094,698        |
| -                              | -                   | 3,611                | 3,979                |
| -                              | 24,725              | 4,276,516            | 4,287,903            |
| 354,824                        | 13,823              | 770,780              | 753,799              |
| 2,345                          | 5,685               | 600,047              | 705,726              |
| -                              | 412,539             | 313,435              | 19,766               |
| -                              | -                   | 111,280              | 127,032              |
| -                              | 250,000             | 250,000              | -                    |
| -                              | -                   | 2,038,240            | 1,841,150            |
| <u>\$ 5,746,078</u>            | <u>\$ 3,871,671</u> | <u>\$ 24,088,795</u> | <u>\$ 23,834,053</u> |
|                                |                     |                      |                      |
| \$ 1,822                       | \$ 630,317          | \$ 1,136,287         | \$ 326,816           |
| -                              | 26,506              | 252,593              | 26,826               |
| -                              | -                   | 61,591               | 281,840              |
| -                              | -                   | 202,027              | 308,319              |
| 250,000                        | -                   | 250,000              | -                    |
| <u>251,822</u>                 | <u>656,823</u>      | <u>1,902,498</u>     | <u>943,801</u>       |
|                                |                     |                      |                      |
| -                              | 24,725              | 4,547,636            | 4,597,881            |
|                                |                     |                      |                      |
| -                              | -                   | 2,038,240            | 1,841,150            |
| -                              | 1,015,146           | 1,015,146            | 1,011,706            |
| 1,994,256                      | 1,857,906           | 7,038,325            | 7,651,131            |
| 3,500,000                      | 317,071             | 3,817,071            | 3,895,678            |
| -                              | -                   | 3,729,879            | 3,892,706            |
| <u>5,494,256</u>               | <u>3,190,123</u>    | <u>17,638,661</u>    | <u>18,292,371</u>    |
|                                |                     |                      |                      |
| <u>\$ 5,746,078</u>            | <u>\$ 3,871,671</u> | <u>\$ 24,088,795</u> | <u>\$ 23,834,053</u> |

The accompanying notes are an integral part of this statement.

**DELTA COUNTY, COLORADO**  
**RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION**  
**December 31, 2016**

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**Total fund balances-total governmental funds** \$ 17,638,661

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

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds balance sheet. 137,344,505

Long-term liabilities, including bonds payable and compensated absences, are not due and payable in the current period and therefore are not reported in the governmental funds balance sheet.

|                             |                 |           |
|-----------------------------|-----------------|-----------|
| Compensated absences        | \$ (700,998)    |           |
| Landfill post closure costs | <u>(20,700)</u> | (721,698) |

**Net position of governmental activities** \$ 154,261,468

The accompanying notes are an integral part of this statement.

**DELTA COUNTY, COLORADO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | <u>GENERAL</u>      | <u>HUMAN SERVICES</u> | <u>ROAD AND BRIDGE</u> |
|--|---------------------|-----------------------|------------------------|
| <b>Revenues</b>  |                     |                       |                        |
| Taxes  | \$ 6,853,670        | \$ 745,961            | \$ 454,660             |
| Licenses and permits   | 10,409              | -                     | 5,190                  |
| Intergovernmental  | 541,531             | 2,958,960             | 3,088,399              |
| Charges for services   | 1,386,436           | -                     | -                      |
| Interest   | 18,752              | -                     | -                      |
| Other revenue  | 765,394             | -                     | 165,576                |
| <b>Total Revenues</b>  | <u>9,576,192</u>    | <u>3,704,921</u>      | <u>3,713,825</u>       |
| <b>Expenditures</b>  |                     |                       |                        |
| Current  |                     |                       |                        |
| General Government   | 4,660,478           | -                     | -                      |
| Public Works   | 454,018             | -                     | 5,297,964              |
| Health and Welfare   | 5,167,137           | 3,758,587             | -                      |
| Culture and recreation   | 113,391             | -                     | -                      |
| Economic Development   | 79,431              | -                     | -                      |
| Capital Outlay   | -                   | -                     | -                      |
| <b>Total Expenditures</b>  | <u>10,474,455</u>   | <u>3,758,587</u>      | <u>5,297,964</u>       |
| <b>Excess of revenues over expenditures</b>  | <u>(898,263)</u>    | <u>(53,666)</u>       | <u>(1,584,139)</u>     |
| <b>Other financing sources (uses)</b>  |                     |                       |                        |
| Sale of Assets   | 12,780              | -                     | 38,662                 |
| Transfers in   | 783,656             | -                     | 1,259,275              |
| Transfers out  | (61,000)            | -                     | (95,957)               |
| <b>Total other financing sources (uses)</b>  | <u>735,436</u>      | <u>-</u>              | <u>1,201,980</u>       |
| <b>Excess of Revenues and Other Financing Sources over (under) expenditures and other financing uses</b> | <u>(162,827)</u>    | <u>(53,666)</u>       | <u>(382,159)</u>       |
| <b>Fund Balance at beginning of year</b>   | <u>3,892,706</u>    | <u>120,775</u>        | <u>5,539,453</u>       |
| <b>Fund Balances at end of year</b>  | <u>\$ 3,729,879</u> | <u>\$ 67,109</u>      | <u>\$ 5,157,294</u>    |

The accompanying notes are an integral part of this statement.

| CAPITAL IMPROVEMENTS | OTHER GOVERNMENTAL FUNDS | TOTALS               |                      |
|----------------------|--------------------------|----------------------|----------------------|
|                      |                          | 2016                 | 2015                 |
| \$ 2,121,702         | \$ 111,217               | \$ 10,287,210        | \$ 10,371,381        |
| -                    | -                        | 15,599               | 12,801               |
| -                    | 1,878,454                | 8,467,344            | 8,388,025            |
| -                    | 105,136                  | 1,491,572            | 1,431,894            |
| 31,490               | 3,059                    | 53,301               | 38,492               |
| 1,359                | 615,441                  | 1,547,770            | 1,199,287            |
| <u>2,154,551</u>     | <u>2,713,307</u>         | <u>21,862,796</u>    | <u>21,441,880</u>    |
| 21,145               | 65,182                   | 4,746,805            | 4,658,897            |
| -                    | 19,950                   | 5,771,932            | 6,037,812            |
| -                    | 1,105,074                | 10,030,798           | 9,916,880            |
| -                    | 307,533                  | 420,924              | 356,306              |
| -                    | 104,186                  | 183,617              | 208,177              |
| 363,971              | 1,256,384                | 1,620,355            | 943,399              |
| <u>385,116</u>       | <u>2,858,309</u>         | <u>22,774,431</u>    | <u>22,121,471</u>    |
| <u>1,769,435</u>     | <u>(145,002)</u>         | <u>(911,635)</u>     | <u>(679,591)</u>     |
| -                    | -                        | 51,442               | 2,755                |
| -                    | 510,057                  | 2,552,988            | 1,830,964            |
| <u>(2,019,548)</u>   | <u>(170,000)</u>         | <u>(2,346,505)</u>   | <u>(1,626,943)</u>   |
| <u>(2,019,548)</u>   | <u>340,057</u>           | <u>257,925</u>       | <u>206,776</u>       |
| (250,113)            | 195,055                  | (653,710)            | (472,815)            |
| 5,744,369            | 2,995,068                | 18,292,371           | 18,765,186           |
| <u>\$ 5,494,256</u>  | <u>\$ 3,190,123</u>      | <u>\$ 17,638,661</u> | <u>\$ 18,292,371</u> |

The accompanying notes are an integral part of this statement.



**DELTA COUNTY, COLORADO**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**Year Ended December 31, 2016**

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**Net change in fund balances - total governmental funds** \$ (653,710)

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

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

|  |              |         |
|--|--------------|---------|
| Capital assets current additions             | \$ 1,529,618 |         |
| Depreciation expense                         | (1,050,881)  |         |
|  |              |         |
| Increase in capital outlay over depreciation |              | 478,737 |

Some expenses not reported in the governmental funds that do not require the use of current financial resources and therefore are reported as expenditures in statement of activities.

|                                |  |       |
|--------------------------------|--|-------|
| Increase in post closure costs |  | (205) |
| Compensated absences           |  | 9,553 |

|   |  |          |
|---|--|----------|
| The net effect of various transactions involving capital assets<br>(sales, trade ins and contributions) is to decrease net assets |  | (11,060) |
|---|--|----------|

|   |  |                            |
|---|--|----------------------------|
| <b>Change in net position of governmental funds</b> |  | <u><u>\$ (176,685)</u></u> |
|---|--|----------------------------|

The accompanying notes are an integral part of this statement.

**DELTA COUNTY, COLORADO**  
**STATEMENT OF NET POSITION - PROPRIETARY FUNDS**  
**DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2015**

|  | LANDFILL            | NONMAJOR          | TOTALS              |                     |
|--|---------------------|-------------------|---------------------|---------------------|
|  |                     | E911              | 2016                | 2015                |
| <b>ASSETS</b>                                  |                     |                   |                     |                     |
| Current Assets                                 |                     |                   |                     |                     |
| Cash and Investments                           | \$ 2,933,142        | \$ 219,543        | \$ 3,152,685        | \$ 3,020,218        |
| Other receivables                              | 54,415              | 1,336             | 55,751              | 109,617             |
| <b>TOTAL CURRENT ASSETS</b>                    | <u>2,987,557</u>    | <u>220,879</u>    | <u>3,208,436</u>    | <u>3,129,835</u>    |
| Noncurrent assets                              |                     |                   |                     |                     |
| Capital Assets, net                            | 1,942,905           | 4,025             | 1,946,930           | 1,974,521           |
| <b>TOTAL ASSETS</b>                            | <u>\$ 4,930,462</u> | <u>\$ 224,904</u> | <u>\$ 5,155,366</u> | <u>\$ 5,104,356</u> |
| <b>LIABILITIES AND NET POSITION</b>            |                     |                   |                     |                     |
| Current Assets                                 |                     |                   |                     |                     |
| Accounts Payable                               | \$ 12,557           | \$ 1,463          | \$ 14,020           | \$ 24,084           |
| Accrued payroll liability                      | 10,512              | 222               | 10,734              | 9,007               |
| <b>TOTAL CURRENT LIABILITIES</b>               | <u>23,069</u>       | <u>1,685</u>      | <u>24,754</u>       | <u>33,091</u>       |
| Noncurrent liabilities                         |                     |                   |                     |                     |
| Accrued compensated absences                   | 18,673              | -                 | 18,673              | 16,032              |
| Lease on compactor                             | 79,885              |                   | 79,885              | 159,158             |
| Accrued post closure costs                     | 1,666,074           | -                 | 1,666,074           | 1,649,577           |
| <b>TOTAL NONCURRENT LIABILITIES</b>            | <u>1,764,632</u>    | <u>-</u>          | <u>1,764,632</u>    | <u>1,824,767</u>    |
| <b>TOTAL LIABILITIES</b>                       | <u>1,787,701</u>    | <u>1,685</u>      | <u>1,789,386</u>    | <u>1,857,858</u>    |
| <b>NET POSITION</b>                            |                     |                   |                     |                     |
| Invested in capital assets net of related debt | 1,863,020           | 4,025             | 1,867,045           | 1,815,363           |
| Unrestricted                                   | 1,279,741           | 219,194           | 1,498,935           | 1,431,135           |
| <b>TOTAL NET POSITION</b>                      | <u>3,142,761</u>    | <u>223,219</u>    | <u>3,365,980</u>    | <u>3,246,498</u>    |
| <b>TOTAL LIABILITIES AND NET POSITION</b>      | <u>\$ 4,930,462</u> | <u>\$ 224,904</u> | <u>\$ 5,155,366</u> | <u>\$ 5,104,356</u> |

The accompanying notes are an integral part of this statement.

**DELTA COUNTY, COLORADO**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**PROPRIETARY FUNDS**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2015**

|   | LANDFILL            | NONMAJOR          | TOTALS              |                     |
|---|---------------------|-------------------|---------------------|---------------------|
|   |                     | E911              | 2016                | 2015                |
| <b>Operating Revenues</b>                     |                     |                   |                     |                     |
| Charges for Services                          | \$ 966,048          | \$ 240,421        | \$ 1,206,469        | \$ 1,212,589        |
| <b>Operating expenses less capital outlay</b> | 909,316             | 44,482            | 953,798             | 846,110             |
| Post closure costs                            | 16,497              | -                 | 16,497              | 22,775              |
| <b>Total operating expenses</b>               | <u>925,813</u>      | <u>44,482</u>     | <u>970,295</u>      | <u>868,885</u>      |
| <b>Operating Income</b>                       | <u>40,235</u>       | <u>195,939</u>    | <u>236,174</u>      | <u>343,704</u>      |
| <b>Other Revenues (expenses)</b>              |                     |                   |                     |                     |
| Interest                                      | 16,948              | 1,305             | 18,253              | 14,124              |
| Loss on sale of assets                        | (10,460)            | -                 | (10,460)            | -                   |
| Other Revenues                                | 84,347              | -                 | 84,347              | 19,046              |
| <b>Total other revenues (expenses)</b>        | <u>90,835</u>       | <u>1,305</u>      | <u>92,140</u>       | <u>33,170</u>       |
| <b>Net income before transfers</b>            | <u>131,070</u>      | <u>197,244</u>    | <u>328,314</u>      | <u>376,874</u>      |
| <b>Transfers and Contributions</b>            |                     |                   |                     |                     |
| Transfers out                                 | (16,264)            | (190,219)         | (206,483)           | (204,021)           |
| Interest expense                              | (2,349)             | -                 | (2,349)             | (2,349)             |
| <b>Total Transfers</b>                        | <u>(18,613)</u>     | <u>(190,219)</u>  | <u>(208,832)</u>    | <u>(399,051)</u>    |
| <b>Change in Net Position</b>                 | 112,457             | 7,025             | 119,482             | 169,333             |
| <b>Net position, beginning of year</b>        | <u>3,030,304</u>    | <u>216,194</u>    | <u>3,246,498</u>    | <u>3,077,165</u>    |
| <b>Net position, end of year</b>              | <u>\$ 3,142,761</u> | <u>\$ 223,219</u> | <u>\$ 3,365,980</u> | <u>\$ 3,246,498</u> |

The accompanying notes are an integral part of this statement.

**DELTA COUNTY, COLORADO**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**YEAR ENDED DECEMBER 31, 2016**

**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | NONMAJOR            |                   | TOTALS              |                     |
|--|---------------------|-------------------|---------------------|---------------------|
|  | LANDFILL            | E911              | 2016                | 2015                |
| <b>Cash flows from operating activities:</b>   |                     |                   |                     |                     |
| Cash received from customers   | \$ 1,021,222        | \$ 239,113        | \$ 1,260,335        | \$ 1,184,522        |
| Cash paid to suppliers   | (405,093)           | (25,700)          | (430,793)           | (306,693)           |
| Cash paid to employees   | (351,734)           | (6,599)           | (358,333)           | (353,364)           |
| <b>Net cash provided by operating activities</b>   | <u>264,395</u>      | <u>206,814</u>    | <u>471,209</u>      | <u>524,465</u>      |
| <b>Cash flows from Noncapital Financing activities</b>   |                     |                   |                     |                     |
| Transfers, net   | (16,264)            | (190,219)         | (206,483)           | (204,021)           |
| Increase in post-closure liability requirement   | 16,497              | -                 | 16,497              | 22,775              |
| Other receipts   | 84,347              | -                 | 84,347              | 19,046              |
| <b>Net cash provided by noncapital financing activities</b>  | <u>84,580</u>       | <u>(190,219)</u>  | <u>(105,639)</u>    | <u>(162,200)</u>    |
| <b>Cash flows from capital and related financing activities</b>                                      |                     |                   |                     |                     |
| Purchases of capital assets  | (169,734)           | -                 | (169,734)           | (9,140)             |
| Principal on lease payments  | (79,273)            | -                 | (79,273)            | (78,102)            |
| Interest expense on lease  | (2,349)             | -                 | (2,349)             | (3,520)             |
| <b>Net cash used by related financing activities</b>   | <u>(251,356)</u>    | <u>-</u>          | <u>(251,356)</u>    | <u>(90,762)</u>     |
| <b>Cash flows from investing activities</b>  |                     |                   |                     |                     |
| Interest received  | 16,948              | 1,305             | 18,253              | 14,124              |
| <b>Net increase (decrease) in cash and cash equivalents</b>  | 114,567             | 17,900            | 132,467             | 285,627             |
| <b>Cash and cash equivalents, beginning of year</b>  | 2,818,575           | 201,643           | 3,020,218           | 2,734,591           |
| <b>Cash and cash equivalents, end of year</b>  | <u>\$ 2,933,142</u> | <u>\$ 219,543</u> | <u>\$ 3,152,685</u> | <u>\$ 3,020,218</u> |
| <b>Reconciliation of operating income (loss) to net cash provided by operating income</b>            |                     |                   |                     |                     |
| Operating Income (loss)  | \$ 40,235           | \$ 195,939        | \$ 236,174          | \$ 343,704          |
| <b>Adjustments to reconcile operating income (loss) to net cash provided by operating activities</b> |                     |                   |                     |                     |
| Depreciation expense   | 176,145             | 10,720            | 186,865             | 208,308             |
| Changes in assets and liabilities related to operation:  |                     |                   |                     |                     |
| (Increase) decrease in:  |                     |                   |                     |                     |
| Other receivables  | 55,174              | (1,308)           | 53,866              | (28,067)            |
| Increase (Decrease) In:  |                     |                   |                     |                     |
| Accounts payable   | (11,305)            | 1,241             | (10,064)            | (664)               |
| Accrued payroll liability  | 1,505               | 222               | 1,727               | (1,571)             |
| Compensated absences   | 2,641               | -                 | 2,641               | 2,755               |
| <b>Total adjustments</b>   | <u>224,160</u>      | <u>10,875</u>     | <u>235,035</u>      | <u>180,761</u>      |
| <b>Net cash provided by operating activities</b>   | <u>\$ 264,395</u>   | <u>\$ 206,814</u> | <u>\$ 471,209</u>   | <u>\$ 524,465</u>   |

The accompanying notes are an integral part of this statement.

**DELTA COUNTY, COLORADO**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS**  
**DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2015**

|                                    | <b>AGENCY</b>    |                  |
|------------------------------------|------------------|------------------|
|                                    | <b>TOTALS</b>    |                  |
|                                    | <b>2016</b>      | <b>2015</b>      |
| <b>ASSETS</b>                      |                  |                  |
| Current assets                     |                  |                  |
| Cash and Investments               | \$ 1,222,510     | \$ 1,233,219     |
| Due from other funds               | -                | -                |
| <b>Total Assets</b>                | <u>1,222,510</u> | <u>1,233,219</u> |
| <b>LIABILITIES AND NET ASSETS</b>  |                  |                  |
| Current Liabilities                |                  |                  |
| Taxes paid in advance              | 231,192          | 69,145           |
| Due to Other governmental Entities | 441,524          | 469,402          |
| Deposits and Escrow Balances       | 438,514          | 567,639          |
| Due to other funds                 | 111,280          | 127,033          |
| <b>Total Liabilities</b>           | <u>1,222,510</u> | <u>1,233,219</u> |
| <b>Net Position</b>                | <u>\$ -</u>      | <u>\$ -</u>      |

The accompanying notes are an integral part of this statement.

**DELTA COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

1. History and Function of Organization

The County operates under the regulations pursuant to the Colorado Revised Statutes that designates a Board of County Commissioners to act as the governing authority. The County provides the following services: public safety (sheriff); highways and streets; sanitation; health and human services; public improvements; planning; and general administrative services.

2. Reporting Entity

In defining and determining the County as an appropriate reporting entity, the County has considered manifestations of oversight over, and scope of public service of, various boards, commissions, authorities, and other entities. More specifically, these considerations include, but are not limited to: (1) their scope of public service; (2) the County's ability to select another entity's governing authority or management to significantly influence operations, approve budgetary appropriations and revisions; and (3) its responsibilities to fund deficits, operating deficiencies or determine revenue policy. Based on these considerations, the entities described below have been included in the County financial statements.

Elected Officials All financial transactions of the offices of elected officials of Delta County (Assessor, Clerk and Recorder, Coroner, District Attorney, Sheriff, Surveyor, Treasurer and Commissioners) are recorded in the General Fund. The Board of County Commissioners has budgetary authority over elected officials and is accountable for all fiscal matters.

Delta County Fair Board The Fair Board is appointed by the County Commissioners. The County has financial responsibility over the Fair Board. The Fair Board is a component unit of the County and is included in the financial statements at December 31, 2016 as a special revenue fund.

3. Basis of Presentation

Government-Wide and Fund Financial Statements The government-wide financial statements (i.e., the statement of net position and the statement of activities) present financial information of the County as a whole. The reporting information includes all of the non-fiduciary activities of the County. For the most part, the effect of interfund activity has been removed from these statements. These statements are to distinguish between the governmental and business-type activities of the County.

Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The Statement of Net Position presents the financial position of the governmental and the business-type activity of the County.

**DELTA COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

3. Basis of Presentation - continued

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the County and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include fees and charges paid by the recipients of goods or services offered by the programs and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues. The effects of interfund activity have been eliminated from the government-wide financial statements.

Fund Financial Statements The fund financial statements provide information about the County's funds, including its fiduciary funds. Separate statements for each fund category - governmental, proprietary and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds. The fiduciary funds are presented separately.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

The County reports the following major governmental funds described below.

General Fund This fund is the general operating fund of the County. It accounts for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds These are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specific purposes.

Human Services This fund accounts for intergovernmental revenues and grants received for public assistance programs.

Road and Bridge This fund accounts for the construction and maintenance of the County's roads and bridges.

Capital Improvement This fund accounts for capital maintenance and projects of the County.

The County reports the following major proprietary fund described below.

Enterprise Funds These are proprietary funds used to account for operations that are financed and operated in a manner similar to private business, with the intent that the costs of goods and services are financed or recovered through user fees.

**DELTA COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

3. Basis of Presentation - continued

Landfill Operations This fund accounts for revenues received to maintain the County landfill and transfer station.

Fiduciary Funds report \$1,222,510 and include the following funds and amounts:

*Treasurer's Fund*-This agency fund contained \$740,310 at year-end held on behalf of special taxing districts and for individuals with regard to certain County operations primarily building and planning.

*Clerk's Fund*-This agency fund contained \$395,633 at year-end held on behalf of other government agencies primarily the State of Colorado and local municipalities.

*Public Trustee Fund*- This agency fund contained \$73,216 at year-end held on behalf of other funds and deposits and escrow balances.

*Sheriff's Fund*- This agency fund contained \$13,351 at year-end from the seizure of contraband available to the Sheriff for law enforcement activities.

4. Measurement Focus and Basis of Accounting

Government-Wide and Proprietary Fund Financial Statements

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include grants and donations. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.



**DELTA COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

4. Measurement Focus and Basis of Accounting-Continued

Governmental Fund Financial Statements

Governmental Funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The County considers all revenues reported in the governmental funds to be available. These revenues could include certain property, sales and other tax collections, federal, state, and county grants, and some charges for services. Grants are only recognized to the extent allowable expenditures have been incurred. The County generally considers funds received within 60 days subsequent to the end of the fiscal year to be measurable and available.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted assets first, then unrestricted resources as they are recorded.

Expenditures are recorded when the related fund liability is incurred, except for claims and judgments and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Acquisitions under capital leases are reported as other financing sources.

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

**Deferred Outflows / Inflows of Resources**

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

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

DELTA COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2016

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

5. Budgets and Budgetary Accounting

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

- 1) Prior to October 15 of each year, a proposed operating budget is submitted to the County Commissioners for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- 2) Public hearings are conducted by the County to obtain taxpayer comments.
- 3) Prior to December 31, the budget is legally adopted at the fund level through passage of a resolution for all County funds, except the fiduciary fund types.
- 4) Any revisions that increase the expenditure of any fund or elected official budget must be approved by the County Commissioners by passage of a resolution.
- 5) Budgets for the governmental fund types are adopted on a basis consistent with generally accepted accounting principles (GAAP). The proprietary fund types adopt budgets using a non-GAAP basis.

Budget appropriations for the year ended December 31, 2016 were \$27,701,775. The County had two supplemental appropriation totaling \$361,000 which increased appropriations from the original budget of \$27,701,775 to \$28,062,775.

Two supplemental appropriations during 2016 resulted in budget amendments as follows:

| <u>Fund</u>               | <u>Original Amount</u> | <u>Amended Amount</u> |
|---------------------------|------------------------|-----------------------|
| Governmental Activities   |                        |                       |
| Economic Development Fund | \$ 17,900              | \$ 27,900             |
| Self Insurance Fund       | \$ 35,000              | \$ 45,000             |
| Lodging Tax-Tourism Fund  | \$ 60,420              | \$ 85,420             |
| Health Department Fund    | \$ 1,110,595           | \$ 1,126,595          |
| Capital Improvement Fund  | \$ 2,275,889           | \$ 2,425,889          |
| Capital Projects Fund     | \$ 1,181,433           | \$ 1,331,433          |

6. Assets, Liabilities and Fund Equity

Cash The County pools cash resources of its various funds in order to facilitate the management of cash. Cash is pooled in interest-bearing accounts which are legally authorized. Cash applicable to a particular fund is readily identifiable. The balance in the pooled cash accounts is available to meet current operating requirements.

**DELTA COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

6. Assets, Liabilities and Fund Equity-continued

Receivables All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Capital Assets The County's capital assets are recorded at original cost. Donated assets are listed at their fair value at the date of donation. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets. It is the policy of the County to capitalize all fixed assets costing more than \$5,000 with an estimated useful life of two or more years.

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

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

|                           |            |
|---------------------------|------------|
| Buildings                 | 3-40 years |
| Land Improvements         | 30 years   |
| Vehicles, Heavy Equipment | 5-10 years |
| Office, Shop Equipment    | 3 years    |

Long-Term Obligation In the government-wide financial statements and proprietary fund types in the financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. However, 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 are "Due to payment".

Net Position/Fund Balances Net position in the government-wide financial statements are classified as: (1) invested in capital assets, net of related debt; (2) restricted; and (3) unrestricted. Restricted net position represent constraints on resources that are either externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments, or imposed by law through state statute. In the governmental fund financial statements, reservations or restrictions of fund balance represent amounts that are not appropriable, are legally segregated for a specific purpose, or are restricted by the grant agreement. Designations of fund balance represent tentative management plans that are subject to change.

**DELTA COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

6. Assets, Liabilities and Fund Equity-continued

Vacation, Sick Leave, Salary Related Payments, and Other Compensated Absences County employees are entitled to certain compensated absences based on their length of employment. Employees are allowed to accumulate benefits up to predetermined maximums and are compensated for these accumulated benefits either through paid time off or at termination or retirement.

7. Revenues and Expenditures

Revenues for governmental funds are recorded when they are determined to be both measurable and available. Generally, fees and non-tax revenues are recognized when received. Grants from other governments are recognized when qualifying expenditures are incurred. Expenditures for governmental funds are recorded when the related liability is incurred.

Property Tax Revenues The County Assessor certifies assessed property values on December 10. The County Commissioners certify the mill levy in December. Property taxes are levied based on the assessed valuation and mill levy on January 1. Assessed values are an approximation of market value. Taxpayers may pay their property taxes in one payment due April 30, or pay in two half payments due February 28 and June 15. The billings are considered due on these dates. The bill becomes delinquent and penalties and interest may be assessed by the County Treasurer on the post mark day following these dates. The tax sale date is the first Thursday of November.

Sales Tax Revenues The County levied a one percent sales tax in 1969. The County receives sixty percent of the sales tax, with the remaining forty percent going to City of Delta and the towns of Paonia, Cedaredge, Crawford, Hotchkiss, and Orchard City based on population data from the most current census.

In 1982, an additional sales tax of one (1) percent was levied. Seventy-five percent of the amount is deposited in the Capital Improvement Fund to be used for capital improvements or debt service to finance the construction of capital improvements. The remaining 25 percent may be used to operate County services and facilities or any other lawful County purposes.

8. Inventory

Inventories are valued at cost, using the first-in, first-out (FIFO) method.

9. Comparative Data

Comparative total data for the prior year has been presented in most of the accompanying financial statements in order to provide an understanding of changes in the County's financial position and operations. However, comparative (i.e., presentation of prior year totals by fund type) data has not been presented in certain statements since their inclusion would make those statements unduly complex and difficult to read.

**DELTA COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2016**

**NOTE B - CASH AND INVESTMENTS**

**Deposits**

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

At December 31, 2016 the County's cash and investments consisted of the following.

|   |                      |
|---|----------------------|
| Cash on hand                                      | \$ 48,261            |
| Cash deposits                                     | 12,258,094           |
| Investments                                       | <u>7,797,337</u>     |
| Total Cash and Investments                        | <u>\$ 20,103,692</u> |
|   |                      |
| Unrestricted Cash and Investments - Governmental  | \$ 15,724,886        |
| Restricted Cash and Investments - Governmental    | 3,611                |
| Unrestricted Cash and Investments - Business-type | 3,152,685            |
| Cash and Investments - Fiduciary                  | <u>1,222,510</u>     |
| Total Cash and Investments                        | <u>\$ 20,103,692</u> |

At December 31, 2016, the County's cash deposits had a bank balance as follows:

|                        | Bank<br>Balance     | Book<br>Balance     |
|------------------------|---------------------|---------------------|
| FDIC Insured           | \$ 1,285,148        | \$ 1,285,148        |
| PDPA Collateralized    | <u>11,127,839</u>   | <u>10,972,946</u>   |
| Total Cash<br>Deposits | <u>\$12,412,987</u> | <u>\$12,258,094</u> |

**DELTA COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

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**NOTE B - CASH AND INVESTMENTS - CONTINUED**

**Investments**

Credit Risk

Colorado statutes specify which instruments units of local government may invest, which include:

- Obligations of the United States and certain U.S. government agency's securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Bankers' acceptance of certain banks
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts

|  | Fair<br>Value       | Credit<br>Rating |
|--|---------------------|------------------|
| Wells Fargo U.S. Treasury Money Market | \$ 218,029          | AAA              |
| Federal Home Loan Mortgage Corp        | 198,690             | AAA              |
| Federal National Mortgage Assn         | 201,500             | AAA              |
| Tennessee Valley Authority             | 89,278              | AAA              |
| Local Government Investment Pools      | 6,088,881           | AAAm             |
| Fannie Mae                             | 992,833             | AAA              |
| Money Market -LPL                      | 8,126               | N/R              |
| Total Investments                      | <u>\$ 7,797,337</u> |                  |

During the year ended December 31, 2016, the County invested funds in Colotrust, CSAFE and CSIP. As investment pools, they operates under the Colorado Revised Statutes (24-75-701) and are overseen by the Colorado Securities Commissioner. They invested in securities that are specified by Colorado Revised Statutes (24-75601). Authorized securities include U.S. Treasuries, U.S. Agencies, commercial paper (rated A1 or better) and bank deposits (collateralized through PDPA). The pool operates similar to a 2a-7-like money market fund with a share value equal to \$1.00 and a maximum weighted average maturity of 1 day. These funds are rated AAAM by the Standard and Poor's Corporation.

Interest Rate Risk -The County manages its interest rate risk by setting a maximum maturity date no more than five years from the date of purchase unless otherwise authorized by the County Board of Commissioners.

**DELTA COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

**NOTE B - CASH AND INVESTMENTS - CONTINUED**

**Investments-continued**

Concentration of Credit Risk - The County places no limit on the amount that may be invested in any one issuer. More than 5 percent of the County's investments are in Federal Home Loan Mortgage Corp, Federal National Mortgage Assn and Federal Home Loan Banks securities. These investments are 20% of the County's total investments.

Custodial Credit Risk - custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of December 31, 2015, the County's U.S. Instrumentality securities were held by Wells Fargo Securities, LPL Investments and First Financial Equity Corporation in the name of the County.

**NOTE C - CAPITAL ASSETS**

Changes in governmental activity capital assets for the year are shown in the table below:

|   | Balance<br>12/31/2015 | Additions           | Transfers &<br>Dispositions | Balance<br>12/31/2016 |
|---|-----------------------|---------------------|-----------------------------|-----------------------|
| <u>Governmental Activities</u>              |                       |                     |                             |                       |
| Capital assets not being depreciated:       |                       |                     |                             |                       |
| Land  | \$ 2,966,731          | \$ -                | \$ -                        | \$ 2,966,731          |
| Construction in progress                    | 758,338               | -                   | (523,634)                   | 234,704               |
| Infrastructure                              | 124,421,348           | 523,634             | -                           | 124,944,982           |
|   | <u>128,146,417</u>    | <u>523,634</u>      | <u>(523,634)</u>            | <u>128,146,417</u>    |
| Capital assets being depreciated:           |                       |                     |                             |                       |
| Building                                    | 18,326,439            | 41,384              | -                           | 18,367,823            |
| Grounds                                     | 2,621,705             | 20,346              | (2,064)                     | 2,639,987             |
| Vehicles, Heavy Equipment                   | 14,782,069            | 1,444,819           | (411,060)                   | 15,815,828            |
| Office, Shop Equipment                      | 2,495,688             | 23,069              | -                           | 2,518,757             |
| Total capital assets being depreciated      | <u>38,225,901</u>     | <u>1,529,618</u>    | <u>(413,124)</u>            | <u>39,342,395</u>     |
| Less accumulated depreciation               |                       |                     |                             |                       |
| Buildings                                   | 14,115,179            | 305,315             | -                           | 14,420,494            |
| Grounds                                     | 817,403               | 109,339             | -                           | 926,742               |
| Vehicles, Heavy Equipment                   | 12,876,623            | 506,769             | (402,064)                   | 12,981,328            |
| Office, Shop Equipment                      | 1,686,285             | 129,458             | -                           | 1,815,743             |
| Total accumulated depreciation              | <u>29,495,490</u>     | <u>1,050,881</u>    | <u>(402,064)</u>            | <u>30,144,307</u>     |
| Total capital assets being depreciated      | <u>8,730,411</u>      | <u>478,737</u>      | <u>(11,060)</u>             | <u>9,198,088</u>      |
| Governmental activities capital assets, net | <u>\$ 136,876,828</u> | <u>\$ 1,002,371</u> | <u>\$ (534,694)</u>         | <u>\$ 137,344,505</u> |

**DELTA COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

**NOTE C - CAPITAL ASSETS- CONTINUED**

Depreciation expense was charged to functions as follows:

|                        |    |                  |
|------------------------|----|------------------|
| General Government     | \$ | 180,946          |
| Public Works           |    | 415,966          |
| Health and Safety      |    | 238,480          |
| Culture and Recreation |    | 215,489          |
| Total                  | \$ | <u>1,050,881</u> |

Changes in business-type activity capital assets for the year are shown in the table below:

|  | <u>Balance</u><br><u>12/31/2015</u> | <u>Additions</u> | <u>Transfers &amp;</u><br><u>Dispositions</u> | <u>Balance</u><br><u>12/31/2016</u> |
|--|-------------------------------------|------------------|---|-------------------------------------|
| <b>Business-type Activities</b>        |                                     |                  |   |                                     |
| Capital assets being depreciated       |                                     |                  |   |                                     |
| Buildings                              | \$ 113,927                          | \$ -             | -   | \$ 113,927                          |
| Land improvements                      | 2,173,187                           | -                | -   | 2,173,187                           |
| Vehicles, Heavy Equipment              | 1,360,002                           | 255,234          | (222,420)                                     | 1,392,816                           |
| Office, Shop Equipment                 | 440,881                             | -                | -   | 440,881                             |
| Less: Accumulated depreciation         | <u>(2,113,474)</u>                  | <u>(186,867)</u> | <u>126,460</u>                                | <u>(2,173,881)</u>                  |
| Total capital assets being depreciated | <u>\$ 1,974,523</u>                 | <u>\$ 68,367</u> | <u>\$ (95,960)</u>                            | <u>\$ 1,946,930</u>                 |

**NOTE D - LONG-TERM DEBT**

The following table summarizes the changes in the County's long-term liability activity for the year ended December 31, 2016:

|                                 | <u>Balance</u><br><u>12/31/2015</u> | <u>Advances</u>  | <u>Payments</u>    | <u>Balance</u><br><u>12/31/2016</u> |
|---------------------------------|-------------------------------------|------------------|--------------------|-------------------------------------|
| <b>Governmental Activities</b>  |                                     |                  |                    |                                     |
| Landfill Post-closure Costs     | \$ 20,495                           | \$ 205           | \$ -               | \$ 20,700                           |
| Compensated Absences            | 710,551                             | -                | (9,553)            | 700,998                             |
| Total Governmental Activities   | <u>\$ 731,046</u>                   | <u>\$ 205</u>    | <u>\$ (9,553)</u>  | <u>\$ 721,698</u>                   |
| <b>Business-type Activities</b> |                                     |                  |                    |                                     |
| Landfill Post-closure Costs     | \$ 1,649,577                        | \$ 16,496        | \$ -               | \$ 1,666,073                        |
| Lease payable                   | 159,158                             | -                | (79,273)           | 79,885                              |
| Compensated Absences            | 16,032                              | 2,641            | -                  | 18,673                              |
| Total Business Activities       | <u>\$ 1,824,767</u>                 | <u>\$ 19,137</u> | <u>\$ (79,273)</u> | <u>\$ 1,764,631</u>                 |



**DELTA COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

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**NOTE D - LONG-TERM DEBT-CONTINUED**

Post-closure costs of \$1,666,074 for the active Adobe buttes landfill and \$20,700 for the closed North Fork Landfill are to be paid by the landfill fund and the general fund respectively.

Conduit Debt

During 2010, the County assigned its Private Activity Bond (PAB) quota to Mesa County, Colorado pursuant to Resolution 2009-R-008. The total assigned was \$1,393,155. This assignment does not constitute indebtedness of the County.

**Lease Payable – Bank of the West**

Delta County has an obligation to Bank of the West bearing interest at 1.50%. The loan is payable in annual installments of \$ 81,661, including interest, and payments start on October 1, 2013 and are made October 1 for each year thereafter. Principal and interest payments for the years following December 31, 2016 are as follows:

|      | <u>Principal</u> | <u>Interest</u> |
|------|------------------|-----------------|
| 2017 | \$ 79,885        | \$ 1,198        |

**NOTE E - FUND EQUITY**

This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Non-spendable fund balance amounts that are not in spendable form (such as inventory) or are required to be maintained intact;
- Restricted fund balance-amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions or by enabling legislation;
- Committed fund balance-amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- Assigned fund balance-amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- Unassigned fund balance-amounts that are available for any purpose; positive amounts are reported only in the general fund.

**DELTA COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2016**

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**NOTE E - FUND EQUITY-CONTINUED**

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

TABOR Amendment: the three (3) percent reserve of \$525,000 as required by Colorado Tax Payers Bill of Rights (TABOR) has been reserved in the County's Contingency Fund.

**NOTE F - RISK MANAGEMENT**

**Worker's Compensation**

County 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 member counties. The intergovernmental agreement of formation of CWCP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and that the pool will purchase insurance through commercial companies for members' claims in excess of specified self-insured retention, which is determined each policy year.

Colorado Counties Casualty and Property Pool

The County is exposed to various risks of loss related to casualty and property 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 intergovernmental agreement of formation of CAPP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and that the pool will purchase insurance through commercial companies for members' claims in excess of specified self-insured retention, which is determined each policy year. In the past three years, the amount of settlement for any claim has not exceeded the insurance coverage in any instance.

**NOTE G - EMPLOYEE BENEFITS**

**A. Deferred Compensation**

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

**DELTA COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

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**NOTE G - EMPLOYEE BENEFITS-CONTINUED**

**B. Retirement Plan**

The County participates in the County Officials and Employees Retirement Association (CCOERA), a multiple-employer public employee retirement system which is a qualified plan as defined by IRS Code Section 401 (A) and Colorado Revised Statutes (CRS) 24.54. The plan provides retirement benefits through a defined contribution plan to participating Colorado counties, municipalities and special districts. In a defined contribution plan, benefits depend solely on amounts contributed to the plan, plus investment earnings.

There are no unfunded past service liabilities. All full-time employees are required to participate in the plan upon the first day of the payroll period following the employee's date of hire. The County is required to contribute 4% of employee compensation excluding overtime. The employee is required to contribute an amount equal to the County's contribution. Employees are immediately vested in their participant contributions and become vested in employer contributions to the plan over a six-year period.

The County's total payroll for 2016 was \$9,286,288 and covered payroll was \$8,888,025. During 2016, the County and employees made the required 4% contribution amounting to \$355,521, for a total of \$711,042.

**C. Vacation and Sick Leave**

Vacation time accumulates at the rate of eight to fourteen hours per month, based upon the years of service of the employee. Sick time accumulates at the rate of one day for each full month of employment. When an employee separates from County services he/she is eligible, for one-quarter payment of accumulated sick leave not to exceed 800 hours, at age 62 with over ten (10) years of continuous employment or at any age with twenty (20) years of continuous employment.

**NOTE H - COMMITMENTS AND CONTINGENCIES**

**A. Pending Litigation**

The County is involved in various lawsuits. Management does not believe the potential loss to the County from any of these lawsuits would have a material impact on the financial statements

**B. Tax Spending and Debt Limitations (TABOR Amendment)**

On November 3, 1992, the voters of Colorado approved Amendment 1, commonly known as the TABOR Amendment, which adds a new Section 20 to Article X of the Colorado Constitution.

TABOR contains tax, spending and revenue and debt limitations which apply to the State of Colorado, all local governments, and special districts. The County's financial activity for the year ended December 31, 2006 will provide the basis for calculation of future limitations adjusted for allowable revenue in excess of the County's "spending limit" must be refunded unless voters approve the retaining of such excess revenue. TABOR requires voter approval for any new tax, tax increases and new debt.

**NOTE I - CONTRABAND FORFEITURES**

The Colorado Contraband Forfeiture Act allows law enforcement agencies to retain proceeds from the seizure of contraband. Proceeds are recorded under the Trust and Agency Fund and are used for drug enforcement activities.

**DELTA COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

**NOTE J - CLOSURE AND POST-CLOSURE COSTS**

State and federal laws and regulations require the County to place a final cover on its landfill sites when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for ten to thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports the total of these closure and post-closure care costs for the developed portion of the landfill as a liability as of each balance sheet date. The \$1,686,773 reported as the total landfill closure and post-closure care liability at December 31, 2016 represents the cumulative amount reported to totally close, monitor and maintain the developed portion of the active Adobe Buttes Landfill (ABLF) and the two other closed landfills, Delta and North Fork. Those amounts are based on what it would cost to perform all closure and post-closure care if the ABLF were closed in 2016, and all three then closed landfills were monitored and maintained through any future regulated monitoring periods. The life of the active ABLF is 29 years, plus 51 years in other undeveloped locations on the site, for a total of 80 years. The table below summarizes the post-closure costs. Actual costs may change due to inflation, changes in technology, or changes in regulations.

|                        |              |
|------------------------|--------------|
| Landfill Fund          | \$ 1,666,073 |
| General long-term debt | 20,700       |
| Total                  | \$ 1,686,773 |

The County is required by state and federal laws and regulations to make annual contributions or provide other means to cover the projected closure and post-closure costs. The Landfill Fund had cash and equivalents of \$2,933,142 included in assets of \$4,930,462, which exceeds the projected closure and post-closure costs at December 31, 2016.

If future interest earnings are inadequate or additional post-closure care requirements are determined (due to changes in technology and applicable laws or regulations, for example), these additional costs would need to be covered by charges to future landfill users or from future tax revenue. The County, however, has additionally covered this requirement by qualifying under State Solid Waste regulations using a "Local Government Financial Test" and/or other County funds.

**NOTE K - INTERNAL ACTIVITY**

The County has recorded the following interfund transfers for the year ended December 31, 2016. These transfers are routine in nature and provide joint support for various operations.

|  |             |
|--|-------------|
| General Fund to Fairgrounds Fund                                   | \$ 61,000   |
| Road and Bridge to General Fund                                    | 95,957      |
| Landfill Fund to General Fund                                      | 16,264      |
| E911 Fund to General for Dispatch Expenses                         | 190,219     |
| Capital Improvement Fund to Capital Project Fund for Project costs | 375,557     |
| Capital Improvement Fund to General Fund for Project costs         | 381,216     |
| Capital Improvement Fund to Road and Bridge Fund for Project costs | 1,259,275   |
| Capital Improvement Fund to Fairgrounds Fund for Project costs     | 3,500       |
| PILT Fund to Contingency Fund                                      | 10,000      |
| PILT Fund to General Fund  | 100,000     |
| Conservation Trust Fund to Fairgrounds Fund                        | 35,000      |
| PILT Fund to Energy Development Fund                               | 25,000      |
| Total Transfers  | \$2,552,988 |

**DELTA COUNTY, COLORADO**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2016**

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**NOTE L - FUND BALANCE CLASSIFICATIONS**

The County has the following fund balance classification for the year ended December 31, 2016.

|  |                    |
|--|--------------------|
| Restricted                                   |                    |
| Contingency Fund – Tabor emergency reserves  | \$ 525,000         |
| Conservation Trust Fund –Lottery proceeds    | <u>490,146</u>     |
| Total Restricted                             | <u>\$1,015,146</u> |
| Committed                                    |                    |
| Special Revenue Funds:                       |                    |
| Human Services Fund                          | \$67,109           |
| Road and Bridge Fund                         | 3,119,054          |
| Capital Improvement Fund                     | 1,994,256          |
| Health Department Fund                       | 260,485            |
| Energy Development Fund                      | 16,964             |
| Fairgrounds Fund                             | 17,617             |
| Lodging Tax Tourism Fund                     | 35,055             |
| Economic Development Fund                    | 25,123             |
| Contingency Fund                             | 92,753             |
| Capital Project Fund                         | (41,472)           |
| Employee Benefit Fund                        | 34,045             |
| Self Insurance Fund                          | 566,979            |
| PILT Fund                                    | 704,613            |
| Open Space Trust Fund                        | 110,596            |
| Fair Board Fund                              | <u>35,148</u>      |
| Total Committed                              | <u>\$7,038,325</u> |
| Assigned                                     |                    |
| Special Revenue Funds:                       |                    |
| Capital Improvement Fund – Justice Facility  | 3,500,000          |
| Economic Development Fund –Coal Conference   | 12,838             |
| Contingency Fund –County Emergency           | 100,000            |
| Contingency Fund –Local Fire Fund            | 116,459            |
| Contingency Fund –Title III                  | 32,000             |
| Capital Project Fund – Small Bridge Projects | 52,764             |
| Open Space Trust Fund -Parks                 | <u>3,010</u>       |
| Total Assigned                               | <u>\$3,817,071</u> |

**DELTA COUNTY, COLORADO**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2016**

**NOTE M – SCHEDULE OF EBT EXPENDITURES**

Delta County Department of Social Services  
Expenditure/Revenue Report  
For the Year Ended December 2016

|                         | County<br>EBT Expended<br>Authorizations | County<br>Share<br>Authorizations | Expenditures<br>By County<br>Warrant | County EBT<br>Authorizations<br>Plus Expend<br>By Co. Warrant | Total<br>County<br>Expenditures |
|-------------------------|--|-----------------------------------|--------------------------------------|---|---------------------------------|
| Administration          | \$ -                                     | \$ -                              | \$ 708,260                           | \$ 708,260  | \$ 708,260                      |
| Aid to Needy Disabled   | 123,746                                  | 24,152                            | -                                    | 123,746   | 24,152                          |
| Adult Protection        | -  | -                                 | 266,415                              | 266,415   | 266,415                         |
| Child Care              | 425,587                                  | 46,794                            | 89,041                               | 514,628   | 135,835                         |
| Child Support           | -  | -                                 | 345,052                              | 345,052   | 345,052                         |
| Colorado Works          | 526,657                                  | 105,450                           | 199,282                              | 725,939   | 304,732                         |
| CORE Services           | 226,761                                  | 27,451                            | 31,201                               | 257,962   | 58,652                          |
| Food Stamp Fraud        | -  | -                                 | 30,124                               | 30,124  | 30,124                          |
| Foster Care Services    | 1,295,927                                | 254,997                           | 921,379                              | 2,217,306   | 1,176,376                       |
| General Assistance      | -  | -                                 | 12,036                               | 12,036  | 12,036                          |
| Home Care Allowance     | 7,195                                    | 360                               | -                                    | 7,195   | 360                             |
| LEAP                    | 586,150                                  | -                                 | 52,220                               | 638,370   | 52,220                          |
| Medicaid Transportation | -  | -                                 | 74,543                               | 74,543  | 74,543                          |
| Old Age Pension         | 633,432                                  | 24,689                            | -                                    | 633,432   | 24,689                          |
| Parental fees           | -  | -                                 | 46,902                               | 46,902  | 46,902                          |
| SEP                     | -  | -                                 | 498,239                              | 498,239   | 498,239                         |
| Subtotal                | <u>3,825,455</u>                         | <u>483,893</u>                    | <u>3,274,694</u>                     | <u>7,100,149</u>  | <u>3,758,587</u>                |
| Food Assistance         | 5,997,094                                | -                                 | -                                    | 5,997,094   | -                               |
| Grant Total             | <u><u>\$ 9,822,549</u></u>               | <u><u>\$ 483,893</u></u>          | <u><u>\$ 3,274,694</u></u>           | <u><u>\$ 13,097,243</u></u>                                   | <u><u>\$ 3,758,587</u></u>      |

**DELTA COUNTY, COLORADO**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|                                   | <b>ORIGINAL &amp;<br/>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>    | <b>VARIANCE<br/>FROM FINAL<br/>BUDGET</b> | <b>2015<br/>ACTUAL</b> |
|-----------------------------------|--|------------------|---|------------------------|
| <b>REVENUES</b>                   |  |                  |   |                        |
| Taxes                             |  |                  |   |                        |
| Property Taxes                    | \$ 3,949,112                               | \$ 3,831,660     | \$ (117,452)                              | \$ 3,860,594           |
| Delinquent Taxes                  | 10,000                                     | 6,560            | (3,440)                                   | 32,334                 |
| Interest and Penalties            | 5,000                                      | 12,465           | 7,465                                     | 13,401                 |
| Specific Ownership Taxes          | 500,000                                    | 597,388          | 97,388                                    | 604,741                |
| Sales Taxes                       | 2,300,000                                  | 2,404,596        | 104,596                                   | 2,440,727              |
| Airport Fuel Taxes                | 1,000                                      | 1,001            | 1   | 1,536                  |
| <b>Total taxes</b>                | <b>6,765,112</b>                           | <b>6,853,670</b> | <b>88,558</b>                             | <b>6,953,333</b>       |
| Licenses and Permits              |  |                  |   |                        |
| Liquor licenses                   | 2,800                                      | 1,709            | (1,091)                                   | 2,365                  |
| Subdivision Fees                  | 2,500                                      | 8,700            | 6,200                                     | 5,100                  |
| <b>Total Licenses and permits</b> | <b>5,300</b>                               | <b>10,409</b>    | <b>5,109</b>                              | <b>7,465</b>           |
| Intergovernmental                 |  |                  |   |                        |
| Cigarette tax                     | 6,000                                      | 6,477            | 477                                       | 6,082                  |
| LEAF                              | 2,000                                      | 1,971            | (29)                                      | 1,897                  |
| Grants                            | 258,313                                    | 324,746          | 66,433                                    | 311,335                |
| Emergency preparedness            | 50,920                                     | 43,307           | (7,613)                                   | 16,120                 |
| Veteran's affairs allotment       | 1,380                                      | -                | (1,380)                                   | 5,358                  |
| Mineral Leasing                   | 200,000                                    | 99,143           | (100,857)                                 | 173,000                |
| Severance taxes                   | 100,000                                    | 65,887           | (34,113)                                  | 231,928                |
| <b>Total intergovernmental</b>    | <b>618,613</b>                             | <b>541,531</b>   | <b>(77,082)</b>                           | <b>745,720</b>         |
| Charges for Services              |  |                  |   |                        |
| Election fees                     | 97,500                                     | 71,841           | (25,659)                                  | 30,141                 |
| E-Recording surcharge             | 6,000                                      | 25,015           | 19,015                                    | 6,576                  |
| Clerk fees                        | 469,653                                    | 449,856          | (19,797)                                  | 481,837                |
| Treasurer fees                    | 300,000                                    | 313,102          | 13,102                                    | 310,311                |
| Distrain fees                     | 250  | 1,035            | 785                                       | 1,095                  |
| Public trustee fees               | 25,000                                     | 40,167           | 15,167                                    | 40,227                 |
| Assessor fees                     | 5,000                                      | 6,578            | 1,578                                     | 5,284                  |
| Sheriff fees                      | 211,155                                    | 260,130          | 48,975                                    | 278,321                |
| Sheriff reserve                   | 8,000                                      | 15,470           | -   | -                      |
| Sales of copies/regulations       | -  | 340              | 340                                       | 223                    |
| GIS mapping                       | 3,000                                      | 8,065            | 5,065                                     | 4,426                  |
| Juvenile diversion fees           | 75,000                                     | 71,025           | (3,975)                                   | 75,954                 |
| Attorney fees                     | 100,000                                    | 123,812          | 23,812                                    | 105,779                |
| Access fee deposits               | 2,000                                      | -                | (2,000)                                   | -                      |
| <b>Total Charges for Services</b> | <b>1,302,558</b>                           | <b>1,386,436</b> | <b>83,878</b>                             | <b>1,342,639</b>       |
| Interest                          | 12,000                                     | 18,752           | 6,752                                     | 14,076                 |

**DELTA COUNTY, COLORADO**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|                                 | <b>ORIGINAL &amp;<br/>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>    | <b>VARIANCE<br/>FROM FINAL<br/>BUDGET</b> | <b>2015<br/>ACTUAL</b> |
|---------------------------------|--|------------------|---|------------------------|
| <b>Other Revenues</b>           |  |                  |   |                        |
| Rent                            | 5,000                                      | 6,434            | 1,434                                     | 36,886                 |
| Refund of expenditures          | 20,000                                     | 21,265           | 1,265                                     | 29,255                 |
| Insurance reimbursement         | 500  | 277              | (223)                                     | 302                    |
| Hangar rental/gas sales         | 10,000                                     | 15,736           | 5,736                                     | 14,057                 |
| Contributions-weed program      | 10,000                                     | 13,336           | 3,336                                     | 31,447                 |
| Senate bill 94 program          | 40,000                                     | 36,100           | (3,900)                                   | 37,277                 |
| Cost allocation reimbursements  | 56,000                                     | 80,713           | 24,713                                    | 74,072                 |
| Building use and maintenance    | 130,000                                    | 135,369          | 5,369                                     | 123,239                |
| Senior/Veteran Exemption        | 130,000                                    | 148,761          | 18,761                                    | 152,807                |
| Other revenues                  | 253,593                                    | 307,403          | 53,810                                    | 301,964                |
| Total other revenues            | <u>655,093</u>                             | <u>765,394</u>   | <u>110,301</u>                            | <u>801,306</u>         |
| <b>Total Revenues</b>           | <u>9,358,676</u>                           | <u>9,576,192</u> | <u>217,516</u>                            | <u>9,864,539</u>       |
| <b>EXPENDITURES</b>             |  |                  |   |                        |
| <b>Current</b>                  |  |                  |   |                        |
| <b>General Government</b>       |  |                  |   |                        |
| Board of Commissioners          | 503,812                                    | 508,374          | (4,562)                                   | 488,106                |
| Clerk and Recorder              | 435,202                                    | 435,861          | (659)                                     | 423,499                |
| Treasurer                       | 273,318                                    | 265,175          | 8,143                                     | 241,744                |
| Assessor                        | 680,321                                    | 636,167          | 44,154                                    | 625,747                |
| Public Trustee                  | 68,035                                     | 65,008           | 3,027                                     | 73,658                 |
| Buildings and grounds           | 584,918                                    | 590,574          | (5,656)                                   | 596,616                |
| Surveyor                        | 5,779                                      | 5,467            | 312                                       | 5,089                  |
| County Attorney                 | 336,426                                    | 320,215          | 16,211                                    | 285,510                |
| Office of the District Attorney | 600,670                                    | 600,670          | -   | 600,086                |
| Elections                       | 229,126                                    | 222,751          | 6,375                                     | 121,712                |
| Administration                  | 450,285                                    | 405,042          | 45,243                                    | 444,500                |
| Information Systems             | 413,345                                    | 356,942          | 56,403                                    | 392,559                |
| Other                           | 296,266                                    | 248,232          | 48,034                                    | 258,204                |
| <b>Total General Government</b> | <u>4,877,503</u>                           | <u>4,660,478</u> | <u>217,025</u>                            | <u>4,557,030</u>       |
| <b>Public Works</b>             |  |                  |   |                        |
| Planning                        | 124,718                                    | 139,498          | (14,780)                                  | 133,977                |
| GIS mapping                     | 223,616                                    | 216,283          | 7,333                                     | 188,573                |
| Extension service               | 102,751                                    | 98,237           | 4,514                                     | 94,620                 |
| <b>Total Public works</b>       | <u>451,085</u>                             | <u>454,018</u>   | <u>(2,933)</u>                            | <u>417,170</u>         |
| <b>Health and Welfare</b>       |  |                  |   |                        |
| Health department               | 143,624                                    | 151,093          | (7,469)                                   | 150,546                |
| Animal Control                  | 12,000                                     | 10,270           | 1,730                                     | 10,000                 |
| Useful public service           | 28,202                                     | 27,867           | 335                                       | 27,252                 |
| Sheriff's department            | 1,972,487                                  | 1,995,791        | (23,304)                                  | 1,919,705              |
| Dispatch                        | 531,512                                    | 529,585          | 1,927                                     | 509,487                |
| Jail                            | 1,926,153                                  | 1,970,418        | (44,265)                                  | 2,137,324              |
| Coroner                         | 166,405                                    | 158,320          | 8,085                                     | 126,190                |
| Juvenile Diversion              | 118,475                                    | 99,233           | 19,242                                    | 110,237                |
| Victim Assistance               | 55,865                                     | 47,164           | 8,701                                     | 50,827                 |
| Emergency preparedness          | 117,097                                    | 106,995          | 10,102                                    | 66,758                 |
| Weed Board                      | 79,922                                     | 54,743           | 25,179                                    | 82,768                 |
| Methamphetamine task force      | 15,000                                     | 15,658           | (658)                                     | -                      |
| <b>Total health and welfare</b> | <u>5,166,742</u>                           | <u>5,167,137</u> | <u>(395)</u>                              | <u>5,191,094</u>       |



**DELTA COUNTY, COLORADO**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | <b>ORIGINAL &amp;<br/>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>       | <b>VARIANCE<br/>FROM FINAL<br/>BUDGET</b> | <b>2015<br/>ACTUAL</b> |
|--|--|---------------------|---|------------------------|
| Culture and Recreation   |  |                     |   |                        |
| Library Board  | 87,967                                     | 87,967              | -   | 87,967                 |
| Veterans office  | 25,946                                     | 25,424              | 522                                       | 24,796                 |
| <b>Total Culture and recreation</b>  | <u>113,913</u>                             | <u>113,391</u>      | <u>522</u>                                | <u>112,763</u>         |
| Economic Development   |  |                     |   |                        |
| Airport- Blake Field   | 48,972                                     | 45,754              | 3,218                                     | 43,187                 |
| Airport- North Fork  | 34,320                                     | 33,677              | 643                                       | 35,839                 |
| <b>Total economic development</b>  | <u>83,292</u>                              | <u>79,431</u>       | <u>3,861</u>                              | <u>79,026</u>          |
| <b>Total Expenditures</b>  | <u>10,692,535</u>                          | <u>10,474,455</u>   | <u>218,080</u>                            | <u>10,357,083</u>      |
| <b>EXCESS OF REVENUES OVER (UNDER)<br/>EXPENDITURES</b>                                | <u>(1,333,859)</u>                         | <u>(898,263)</u>    | <u>435,596</u>                            | <u>(492,544)</u>       |
| Other financing sources (uses)   |  |                     |   |                        |
| Sale of Assets   | 17,418                                     | 12,780              | (4,638)                                   | 10                     |
| Transfers In   | 862,109                                    | 783,656             | (78,453)                                  | 982,091                |
| Transfers Out  | (61,000)                                   | (61,000)            | -   | (168,141)              |
| <b>EXCESS OF REVENUES OVER (UNDER)<br/>EXPENDITURES AND OTHER FINANCING<br/>(USES)</b> | <u>(515,332)</u>                           | <u>(162,827)</u>    | <u>352,505</u>                            | <u>321,416</u>         |
| <b>FUND BALANCE, Beginning of year</b>   | <u>3,400,704</u>                           | <u>3,892,706</u>    | <u>492,002</u>                            | <u>3,571,290</u>       |
| <b>FUND BALANCE, End of year</b>   | <u>\$ 2,885,372</u>                        | <u>\$ 3,729,879</u> | <u>\$ 844,507</u>                         | <u>\$ 3,892,706</u>    |

**DELTA COUNTY, COLORADO**  
**HUMAN SERVICES FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|                                | <b>ORIGINAL &amp;<br/>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>    | <b>VARIANCE<br/>FROM FINAL<br/>BUDGET</b> | <b>2015<br/>ACTUAL</b> |
|--------------------------------|--|------------------|---|------------------------|
| <b>REVENUES</b>                |  |                  |   |                        |
| <b>Taxes</b>                   |  |                  |   |                        |
| Property Taxes                 | \$ 627,391                                 | \$ 646,328       | \$ 18,937                                 | \$ 612,418             |
| Delinquent taxes               | 2,000                                      | 1,011            | (989)                                     | 5,053                  |
| Interest and penalties         | -  | 2,028            | 2,028                                     | 2,066                  |
| Specific ownership taxes       | 90,000                                     | 96,594           | 6,594                                     | 92,219                 |
| <b>Total Taxes</b>             | <b>719,391</b>                             | <b>745,961</b>   | <b>26,570</b>                             | <b>711,756</b>         |
| <b>Intergovernmental</b>       |  |                  |   |                        |
| <b>Human Services</b>          |  |                  |   |                        |
| Common Support                 | 633,023                                    | 636,890          | 3,867                                     | 639,940                |
| TANF                           | 240,931                                    | 186,822          | (54,109)                                  | 234,767                |
| Child Care                     | 62,298                                     | 80,196           | 17,898                                    | 55,835                 |
| CWEST IVE                      | 862,365                                    | 784,406          | (77,959)                                  | 816,597                |
| Core Services                  | 8,500                                      | 25,958           | 17,458                                    | 15,273                 |
| IV-D                           | 207,059                                    | 204,000          | (3,059)                                   | 194,580                |
| AND                            | 3,000                                      | 8,417            | 5,417                                     | 1,987                  |
| OAP                            | 26,000                                     | 32,818           | 6,818                                     | 25,393                 |
| LEAP                           | 57,500                                     | 52,220           | (5,280)                                   | 43,976                 |
| FS Fraud                       | 30,720                                     | 24,099           | (6,621)                                   | 31,232                 |
| FS Refund                      | -  | 296              | 296                                       | -                      |
| SEP                            | 484,122                                    | 498,240          | 14,118                                    | 484,335                |
| Parental fees                  | 61,856                                     | 46,903           | (14,953)                                  | 16,030                 |
| Medicaid transportation        | 40,000                                     | 74,623           | 34,623                                    | 56,953                 |
| Program contingency            | 75,000                                     | 20,047           | (54,953)                                  | 77,926                 |
| Incentives                     | 75,000                                     | 69,893           | (5,107)                                   | 78,691                 |
| Adult Protection               | 225,822                                    | 213,132          | (12,690)                                  | 178,464                |
| <b>Total intergovernmental</b> | <b>3,093,196</b>                           | <b>2,958,960</b> | <b>(134,236)</b>                          | <b>2,951,979</b>       |
| <b>Total Revenues</b>          | <b>3,812,587</b>                           | <b>3,704,921</b> | <b>(107,666)</b>                          | <b>3,663,735</b>       |

**DELTA COUNTY, COLORADO**  
**HUMAN SERVICES FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|   | <b>ORIGINAL &amp;<br/>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>    | <b>VARIANCE<br/>FROM FINAL<br/>BUDGET</b> | <b>2015<br/>ACTUAL</b> |
|---|--|------------------|---|------------------------|
| <b>EXPENDITURES</b>                                     |  |                  |   |                        |
| <b>Human Services</b>                                   |  |                  |   |                        |
| Administration  | 656,619                                    | 708,260          | (51,641)                                  | 700,142                |
| TANF  | 349,902                                    | 304,732          | 45,170                                    | 361,114                |
| Adult Protection  | 282,278                                    | 266,415          | 15,863                                    | 224,825                |
| Child Welfare   | 1,326,715                                  | 1,176,376        | 150,339                                   | 1,311,306              |
| Core services   | 32,406                                     | 58,652           | (26,246)                                  | 40,179                 |
| IV-D  | 354,797                                    | 345,052          | 9,745                                     | 333,150                |
| AND   | 35,000                                     | 24,152           | 10,848                                    | 31,237                 |
| OAP   | 23,200                                     | 25,049           | (1,849)                                   | 21,249                 |
| LEAP  | 57,500                                     | 52,220           | 5,280                                     | 43,976                 |
| General Assistance                                      | 25,000                                     | 12,036           | 12,964                                    | 14,200                 |
| FS FRAUD  | 38,400                                     | 30,124           | 8,276                                     | 37,612                 |
| SEP   | 484,122                                    | 498,239          | (14,117)                                  | 484,335                |
| Parental fees   | 61,856                                     | 46,902           | 14,954                                    | 16,030                 |
| Medicaid transportation                                 | 40,000                                     | 74,543           | (34,543)                                  | 56,238                 |
| Child Care Administration                               | 120,448                                    | 135,835          | (15,387)                                  | 111,083                |
| Total expenditures                                      | <u>3,888,243</u>                           | <u>3,758,587</u> | <u>129,656</u>                            | <u>3,786,676</u>       |
| <b>EXCESS OF REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | <u>(75,656)</u>                            | <u>(53,666)</u>  | <u>21,990</u>                             | <u>(122,941)</u>       |
| <b>Fund Balance, beginning of year</b>                  | 122,399                                    | 120,775          | (1,624)                                   | 234,789                |
| <b>Fund Balance, end of year</b>                        | <u>\$ 46,743</u>                           | <u>\$ 67,109</u> | <u>\$ 20,366</u>                          | <u>\$ 120,775</u>      |

**DELTA COUNTY, COLORADO**  
**ROAD AND BRIDGE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | ORIGINAL<br>BUDGET  | FINAL<br>BUDGET     | ACTUAL              | VARIANCE<br>FROM FINAL<br>BUDGET | 2015<br>ACTUAL      |
|--|---------------------|---------------------|---------------------|----------------------------------|---------------------|
| <b>REVENUES</b>  |                     |                     |                     |                                  |                     |
| <b>Taxes</b>   |                     |                     |                     |                                  |                     |
| Property taxes   | \$ 322,695          | \$ 322,695          | \$ 315,331          | \$ (7,364)                       | \$ 315,671          |
| Delinquent taxes   | 2,000               | 2,000               | 261                 | (1,739)                          | 2,536               |
| Interest and penalties                                     | 100                 | 100                 | 727                 | 627                              | 824                 |
| Specific ownership   | 132,000             | 132,000             | 138,341             | 6,341                            | 134,394             |
| <b>Total taxes</b>   | <u>456,795</u>      | <u>456,795</u>      | <u>454,660</u>      | <u>(2,135)</u>                   | <u>453,425</u>      |
| <b>Licenses and Permits</b>                                |                     |                     |                     |                                  |                     |
| Permits  | 2,250               | 2,250               | 3,100               | 850                              | 3,015               |
| Road cuts  | 2,000               | 2,000               | 2,090               | 90                               | 2,321               |
| <b>Total licenses and permits</b>                          | <u>4,250</u>        | <u>4,250</u>        | <u>5,190</u>        | <u>940</u>                       | <u>5,336</u>        |
| <b>Intergovernmental</b>                                   |                     |                     |                     |                                  |                     |
| Highway users tax  | 2,639,188           | 2,639,188           | 2,825,433           | 186,245                          | 2,793,886           |
| Mineral leases   | 200,000             | 200,000             | 148,715             | (51,285)                         | 194,820             |
| Severance taxes  | 135,000             | 135,000             | 98,831              | (36,169)                         | 261,180             |
| Other grants   | -                   | -                   | 15,420              | 15,420                           | 168,772             |
| <b>Total intergovernmental</b>                             | <u>2,974,188</u>    | <u>2,974,188</u>    | <u>3,088,399</u>    | <u>114,211</u>                   | <u>3,418,658</u>    |
| <b>Other Revenue</b>                                       |                     |                     |                     |                                  |                     |
| Refund of expenditures                                     | 70,000              | 70,000              | 2,901               | (67,099)                         | 48,146              |
| Sale of assets   | -                   | -                   | 38,662              | 38,662                           | 2,745               |
| Expense reimbursement                                      | 3,192               | 3,192               | 161,478             | 158,286                          | 47,052              |
| Other revenue  | 3,100               | 3,100               | 1,197               | (1,903)                          | 10,801              |
| <b>Total other revenues</b>                                | <u>76,292</u>       | <u>76,292</u>       | <u>204,238</u>      | <u>127,946</u>                   | <u>108,744</u>      |
| <b>Total Revenues</b>                                      | <u>3,511,525</u>    | <u>3,511,525</u>    | <u>3,752,487</u>    | <u>240,962</u>                   | <u>3,986,163</u>    |
| <b>EXPENDITURES</b>  |                     |                     |                     |                                  |                     |
| <b>Public Works</b>  |                     |                     |                     |                                  |                     |
| Road District 1  | 1,258,857           | 1,258,857           | 1,169,500           | 89,357                           | 820,095             |
| Road District 2  | 1,063,913           | 1,063,913           | 985,444             | 78,469                           | 1,030,497           |
| Road District 3  | 1,335,866           | 1,335,866           | 1,256,410           | 79,456                           | 1,244,963           |
| Road District 4  | 828,288             | 828,288             | 823,574             | 4,714                            | 527,678             |
| Road District 5  | 68,128              | 68,128              | 68,128              | -                                | 71,134              |
| Road District 6  | 172,313             | 172,313             | 162,501             | 9,812                            | 157,522             |
| Road District 10   | 179,271             | 179,271             | 191,715             | (12,444)                         | 94,704              |
| Capital Road Improvements                                  | 979,000             | 979,000             | 653,446             | 325,554                          | 1,131,262           |
| Other road and Bridge                                      | 36,000              | 36,000              | 93,339              | (57,339)                         | 68,158              |
| <b>Total Expenditures</b>                                  | <u>5,921,636</u>    | <u>5,921,636</u>    | <u>5,404,057</u>    | <u>517,579</u>                   | <u>5,146,013</u>    |
| <b>EXCESS OF REVENUES OVER (UNDER)</b>                     |                     |                     |                     |                                  |                     |
| <b>EXPENDITURES</b>  | <u>(2,410,111)</u>  | <u>(2,410,111)</u>  | <u>(1,651,570)</u>  | <u>758,541</u>                   | <u>(1,159,850)</u>  |
| <b>Other Financing Sources (uses)</b>                      |                     |                     |                     |                                  |                     |
| Transfers in   | 1,274,469           | 1,274,469           | 1,259,275           | (15,194)                         | 685,515             |
| Transfers out  | (95,957)            | (95,957)            | (95,957)            | -                                | (101,284)           |
| <b>Total other financing sources (uses)</b>                | <u>1,178,512</u>    | <u>1,178,512</u>    | <u>1,163,318</u>    | <u>(15,194)</u>                  | <u>584,231</u>      |
| <b>EXCESS OF REVENUES OVER (UNDER)</b>                     |                     |                     |                     |                                  |                     |
| <b>EXPENDITURES AND OTHER<br/>FINANCING SOURCES (USES)</b> | <u>(1,231,599)</u>  | <u>(1,231,599)</u>  | <u>(488,252)</u>    | <u>743,347</u>                   | <u>(575,619)</u>    |
| <b>Fund Balance, beginning of year</b>                     | 3,554,425           | 3,554,425           | 5,539,453           | 1,985,028                        | 6,571,767           |
| <b>Increase in gravel inventory</b>                        | -                   | -                   | 106,093             | 106,093                          | (456,695)           |
| <b>Fund Balance, end of year</b>                           | <u>\$ 2,322,826</u> | <u>\$ 2,322,826</u> | <u>\$ 5,157,294</u> | <u>\$ 2,834,468</u>              | <u>\$ 5,539,453</u> |

**DELTA COUNTY, COLORADO**  
**CAPITAL IMPROVEMENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>       | <u>VARIANCE<br/>FROM FINAL<br/>BUDGET</u> | <u>2015<br/>ACTUAL</u> |
|--|----------------------------|-------------------------|---------------------|---|------------------------|
| <b>REVENUES</b>  |                            |                         |                     |   |                        |
| Taxes  |                            |                         |                     |   |                        |
| Sales taxes  | \$ 1,981,710               | \$ 1,981,710            | \$ 2,121,702        | \$ 139,992                                | \$ 2,153,912           |
| Interest   | 20,000                     | 20,000                  | 31,490              | 11,490                                    | 21,859                 |
| Other revenues   | -                          | -                       | 1,359               | 1,359                                     | 110                    |
| <b>Total revenues</b>                                      | <u>2,001,710</u>           | <u>2,001,710</u>        | <u>2,154,551</u>    | <u>152,841</u>                            | <u>2,175,881</u>       |
| <b>EXPENDITURES</b>  |                            |                         |                     |   |                        |
| Treasurer Fees   | 22,000                     | 22,000                  | 21,145              | 855                                       | 21,776                 |
| Capital Outlay   | 50,000                     | 200,000                 | 363,971             | (163,971)                                 | 369,504                |
| <b>Total Expenditures</b>                                  | <u>72,000</u>              | <u>222,000</u>          | <u>385,116</u>      | <u>(163,116)</u>                          | <u>391,280</u>         |
| <b>EXCESS OF REVENUES OVER (UNDER)</b>                     |                            |                         |                     |   |                        |
| <b>EXPENDITURES</b>  | <u>1,929,710</u>           | <u>1,779,710</u>        | <u>1,769,435</u>    | <u>(10,275)</u>                           | <u>1,784,601</u>       |
| <b>Other financing Sources(uses)</b>                       |                            |                         |                     |   |                        |
| Transfers out  | (2,203,889)                | (2,203,889)             | (2,019,548)         | 184,341                                   | (1,232,518)            |
| <b>Total other financing Sources (uses)</b>                | <u>(2,203,889)</u>         | <u>(2,203,889)</u>      | <u>(2,019,548)</u>  | <u>184,341</u>                            | <u>(1,232,518)</u>     |
| <b>EXCESS OF REVENUES OVER (UNDER)</b>                     |                            |                         |                     |   |                        |
| <b>EXPENDITURES AND OTHER<br/>FINANCING SOURCES (USES)</b> | (274,179)                  | (424,179)               | (250,113)           | 174,066                                   | 552,083                |
| <b>Fund Balance beginning of year</b>                      | <u>5,731,033</u>           | <u>5,731,033</u>        | <u>5,744,369</u>    | <u>13,336</u>                             | <u>5,192,286</u>       |
| <b>Fund Balance end of year</b>                            | <u>\$ 5,456,854</u>        | <u>\$ 5,306,854</u>     | <u>\$ 5,494,256</u> | <u>\$ 187,402</u>                         | <u>\$ 5,744,369</u>    |

**DELTA COUNTY, COLORADO**  
**INFORMATION ABOUT INFRASTRUCTURE ASSETS REPORTED USING**  
**THE MODIFIED APPROACH**  
**For the year ended December 31, 2016**

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

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

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

## **ROADS**

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

### *Condition Assessments*

Roads are categorized as native, gravel and oil surface. Formal condition assessments are not done on natural and rock surface roads. These roads are maintained on an as-needed basis, for example, when a road is washed out. Formal condition assessments are performed on all gravel and oil surface roads at least once every three years in accordance with GASB 34. Each year a formal assessment is performed on a portion of the County's roads on a rotating basis. The results of formal condition assessments performed in 2012, 2013, 2014, 2015 and 2016 are disclosed. The process and purpose of these condition assessments are described briefly below.

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

**DELTA COUNTY, COLORADO**  
**INFORMATION ABOUT INFRASTRUCTURE ASSETS REPORTED USING**  
**THE MODIFIED APPROACH**  
**For the year ended December 31, 2016**

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

*Condition Rating of the County's Road System*

Percentage of Lane-Miles in Fair to Excellent Conditions in 2016:

|                | <u>Percentage</u> |
|----------------|-------------------|
| Paved          | 99%               |
| Gravel         | 97%               |
| Overall System | 98%               |

Percentage of Lane-Miles in Poor Conditions in 2016:

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

Comparison of Needed-to Actual Maintenance/Preservation in 2016: The County did not budget separately for maintenance/preservation costs for roads and bridges in 2016, therefore they are shown combined below. Amounts will be budgeted separately in the future.

|           | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> |
|-----------|-------------|-------------|-------------|-------------|-------------|
| Estimated | \$5,379,974 | \$5,322,842 | \$5,055,740 | \$5,183,818 | \$5,921,636 |
| Actual    | \$4,874,325 | \$5,316,757 | \$4,662,686 | \$5,146,013 | \$5,404,057 |

**DELTA COUNTY, COLORADO**  
**INFORMATION ABOUT INFRASTRUCTURE ASSETS REPORTED USING**  
**THE MODIFIED APPROACH**  
**For the year ended December 31, 2016**

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**BRIDGES**

The structural sufficiency of the County's bridges is determined using the state of Colorado's Structure Inspection and Inventory Program. The bridge sufficiency rating is based on the assessment of the ability of individual components to function structurally. The rating system uses a numerical scale from 50 (needs replacement) to 100 (new). It is the County's policy to keep the number and square footage of deck area of bridges with a condition rating of fair equal to or greater than 70 percent. Bridges are inspected by the state of Colorado Department of Transportation every two years. GASB 34 requires inspection every three years. The most recent inspection was in 2016. There were no new bridge structures added to the system during 2016.

*Disclosures for a Network of Bridges 2016*

Number of Bridges

|           | CDOT<br>Structural<br>Sufficiency<br>Rating | Number   | %             |
|-----------|---|----------|---------------|
| Excellent | 91-100                                      | 5        | 55.6%         |
| Good      | 71-90                                       | 3        | 33.3%         |
| Fair      | 51-70                                       | 1        | 11.1%         |
| Poor      | 50 and below                                | <u>0</u> | <u>0%</u>     |
| Total     |   | <u>9</u> | <u>100.0%</u> |

Square Feet of Deck Area (1,000s of square feet)

|           | CDOT<br>Structural<br>Sufficiency<br>Rating | Square<br>Feet | %             |
|-----------|---|----------------|---------------|
| Excellent | 91-100                                      | 34,488         | 61.3%         |
| Good      | 71-90                                       | 14,830         | 26.4%         |
| Fair      | 51-70                                       | 6,960          | 12.3%         |
| Poor      | 50 and below                                | <u>0</u>       | <u>0%</u>     |
| Total     |   | <u>56,278</u>  | <u>100.0%</u> |



## Other Supplementary Information

**DELTA COUNTY, COLORADO**  
**COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS**  
**DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2015**

|  | HEALTH<br>DEPARTMENT | ENERGY<br>DEVELOPMENT | FAIRGROUNDS      | LODGING<br>TAX-<br>TOURISM | ECONOMIC<br>DEVELOPMENT | CONTINGENCY       |
|--|----------------------|-----------------------|------------------|----------------------------|-------------------------|-------------------|
| <b>ASSETS</b>                            |                      |                       |                  |                            |                         |                   |
| Cash and Investments                     | \$ 180,174           | \$ 17,104             | \$ 20,457        | \$ 21,452                  | \$ 37,961               | \$ 860,770        |
| Property tax receivables                 | -                    | -                     | -                | -                          | 24,725                  | -                 |
| Sales taxes receivable                   | -                    | -                     | -                | 13,823                     | -                       | -                 |
| Other receivables                        | -                    | -                     | -                | -                          | -                       | 5,442             |
| Due from other funds                     | -                    | -                     | -                | -                          | -                       | -                 |
| Due from other governments               | 107,599              | -                     | -                | -                          | -                       | -                 |
| <b>Total Assets</b>                      | <b>\$ 287,773</b>    | <b>\$ 17,104</b>      | <b>\$ 20,457</b> | <b>\$ 35,275</b>           | <b>\$ 62,686</b>        | <b>\$ 866,212</b> |
| <b>LIABILITIES AND FUND EQUITY</b>       |                      |                       |                  |                            |                         |                   |
| <b>Liabilities</b>                       |                      |                       |                  |                            |                         |                   |
| Accounts payable                         | \$ 2,466             | \$ -                  | \$ 1,296         | \$ 220                     | \$ -                    | \$ -              |
| Accrued payroll taxes and benefits       | 24,822               | 140                   | 1,544            | -                          | -                       | -                 |
| Deferred Revenue                         | -                    | -                     | -                | -                          | 24,725                  | -                 |
| <b>Total Liabilities</b>                 | <b>27,288</b>        | <b>140</b>            | <b>2,840</b>     | <b>220</b>                 | <b>24,725</b>           | <b>-</b>          |
| <b>Fund equity</b>                       |                      |                       |                  |                            |                         |                   |
| <b>Reserved:</b>                         |                      |                       |                  |                            |                         |                   |
| For Statutory Requirements               | -                    | -                     | -                | -                          | -                       | 525,000           |
| <b>Committed</b>                         |                      |                       |                  |                            |                         |                   |
| Special Revenue Funds                    | 260,485              | 16,964                | 17,617           | 35,055                     | 25,123                  | 92,753            |
| Assigned                                 | -                    | -                     | -                | -                          | 12,838                  | 248,459           |
| <b>Total fund Equity</b>                 | <b>260,485</b>       | <b>16,964</b>         | <b>17,617</b>    | <b>35,055</b>              | <b>37,961</b>           | <b>866,212</b>    |
| <b>Total Liabilities and fund equity</b> | <b>\$ 287,773</b>    | <b>\$ 17,104</b>      | <b>\$ 20,457</b> | <b>\$ 35,275</b>           | <b>\$ 62,686</b>        | <b>\$ 866,212</b> |

| CAPITAL<br>PROJECTS | EMPLOYEE<br>BENEFIT TRUST | CONSERVATION<br>TRUST | SELF<br>INSURANCE | PAYMENT IN<br>LIEU OF<br>TAXES | OPEN<br>SPACE TRUST | FAIR<br>BOARD    | TOTALS              |                     |
|---------------------|---------------------------|-----------------------|-------------------|--------------------------------|---------------------|------------------|---------------------|---------------------|
|                     |                           |                       |                   |                                |                     |                  | 2016                | 2015                |
| \$ 81,399           | \$ 34,045                 | \$ 489,933            | \$ 568,237        | \$ 704,613                     | \$ 113,606          | \$ 35,148        | \$ 3,164,899        | \$ 2,883,813        |
| -                   | -                         | -                     | -                 | -                              | -                   | -                | 24,725              | 25,096              |
| -                   | -                         | -                     | -                 | -                              | -                   | -                | 13,823              | 15,256              |
| 30                  | -                         | 213                   | -                 | -                              | -                   | -                | 5,685               | 38,834              |
| 250,000             | -                         | -                     | -                 | -                              | -                   | -                | 250,000             | -                   |
| 304,940             | -                         | -                     | -                 | -                              | -                   | -                | 412,539             | 118,870             |
| <u>\$ 636,369</u>   | <u>\$ 34,045</u>          | <u>\$ 490,146</u>     | <u>\$ 568,237</u> | <u>\$ 704,613</u>              | <u>\$ 113,606</u>   | <u>\$ 35,148</u> | <u>\$ 3,871,671</u> | <u>\$ 3,081,869</u> |
| \$ 625,077          | \$ -                      | \$ -                  | \$ 1,258          | \$ -                           | \$ -                | \$ -             | \$ 630,317          | \$ 31,170           |
| -                   | -                         | -                     | -                 | -                              | -                   | -                | 26,506              | 26,826              |
| -                   | -                         | -                     | -                 | -                              | -                   | -                | 24,725              | 28,805              |
| <u>625,077</u>      | <u>-</u>                  | <u>-</u>              | <u>1,258</u>      | <u>-</u>                       | <u>-</u>            | <u>-</u>         | <u>681,548</u>      | <u>1,335,808</u>    |
| -                   | -                         | 490,146               | -                 | -                              | -                   | -                | 1,015,146           | 1,011,706           |
| (41,472)            | 34,045                    | -                     | 566,979           | 704,613                        | 110,596             | 35,148           | 1,857,906           | 1,587,684           |
| 52,764              | -                         | -                     | -                 | -                              | 3,010               | -                | 317,071             | 395,678             |
| 11,292              | 34,045                    | 490,146               | 566,979           | 704,613                        | 113,606             | 35,148           | 3,190,123           | 2,995,068           |
| <u>\$ 636,369</u>   | <u>\$ 34,045</u>          | <u>\$ 490,146</u>     | <u>\$ 568,237</u> | <u>\$ 704,613</u>              | <u>\$ 113,606</u>   | <u>\$ 35,148</u> | <u>\$ 3,871,671</u> | <u>\$ 3,081,869</u> |

**DELTA COUNTY, COLORADO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2015**

|  | HEALTH<br>DEPARTMENT | ENERGY<br>DEVELOPMENT | FAIRGROUNDS      | LODGING<br>TAX-<br>TOURISM | ECONOMIC<br>DEVELOPMENT | CONTINGENCY       |
|--|----------------------|-----------------------|------------------|----------------------------|-------------------------|-------------------|
| <b>REVENUES</b>  |                      |                       |                  |                            |                         |                   |
| Taxes  | \$ -                 | \$ -                  | \$ -             | \$ 83,031                  | \$ 28,186               | \$ -              |
| Intergovernmental  | 1,051,513            | -                     | -                | -                          | -                       | -                 |
| Charges for services                                       | -                    | -                     | 8,807            | -                          | 5,000                   | -                 |
| Interest   | -                    | -                     | -                | -                          | -                       | -                 |
| Other Revenue  | -                    | -                     | 5,321            | -                          | 945                     | 5,442             |
| <b>Total Revenue</b>                                       | <u>1,051,513</u>     | <u>-</u>              | <u>14,128</u>    | <u>83,031</u>              | <u>34,131</u>           | <u>5,442</u>      |
| <b>EXPENDITURES</b>  |                      |                       |                  |                            |                         |                   |
| <b>Current</b>   |                      |                       |                  |                            |                         |                   |
| General Government   | -                    | -                     | -                | -                          | -                       | 6,408             |
| Public Works   | -                    | 19,950                | -                | -                          | -                       | -                 |
| Health and Welfare   | 1,105,074            | -                     | -                | -                          | -                       | -                 |
| Culture and Recreation                                     | -                    | -                     | 112,311          | -                          | -                       | -                 |
| Economic Development                                       | -                    | -                     | -                | 80,679                     | 23,507                  | -                 |
| Capital Outlay   | -                    | -                     | -                | -                          | -                       | -                 |
| <b>Total Expenditures</b>                                  | <u>1,105,074</u>     | <u>19,950</u>         | <u>112,311</u>   | <u>80,679</u>              | <u>23,507</u>           | <u>6,408</u>      |
| <b>EXCESS OF REVENUES OVER (UNDER)</b>                     |                      |                       |                  |                            |                         |                   |
| <b>EXPENDITURES</b>  | <u>(53,561)</u>      | <u>(19,950)</u>       | <u>(98,183)</u>  | <u>2,352</u>               | <u>10,624</u>           | <u>(966)</u>      |
| <b>Other financing Sources (uses)</b>                      |                      |                       |                  |                            |                         |                   |
| Transfers in   | -                    | 25,000                | 99,500           | -                          | -                       | 10,000            |
| Transfers out  | -                    | -                     | -                | -                          | -                       | -                 |
| <b>Total other financing sources</b>                       | <u>-</u>             | <u>25,000</u>         | <u>99,500</u>    | <u>-</u>                   | <u>-</u>                | <u>10,000</u>     |
| <b>EXCESS OF REVENUES OVER (UNDER)</b>                     |                      |                       |                  |                            |                         |                   |
| <b>EXPENDITURES AND OTHER<br/>FINANCING SOURCES (USES)</b> | <u>(53,561)</u>      | <u>5,050</u>          | <u>1,317</u>     | <u>2,352</u>               | <u>10,624</u>           | <u>9,034</u>      |
| <b>FUND BALANCE, BEGINNING</b>                             | <u>314,046</u>       | <u>11,914</u>         | <u>16,300</u>    | <u>32,703</u>              | <u>27,337</u>           | <u>857,178</u>    |
| <b>FUND BALANCE, ENDING</b>                                | <u>\$ 260,485</u>    | <u>\$ 16,964</u>      | <u>\$ 17,617</u> | <u>\$ 35,055</u>           | <u>\$ 37,961</u>        | <u>\$ 866,212</u> |

| CAPITAL<br>PROJECTS | EMPLOYEE<br>BENEFIT TRUST | CONSERVATION<br>TRUST | SELF<br>INSURANCE | PAYMENT IN        |                     |                  | TOTALS              |                     |
|---------------------|---------------------------|-----------------------|-------------------|-------------------|---------------------|------------------|---------------------|---------------------|
|                     |                           |                       |                   | LIEU OF<br>TAXES  | OPEN<br>SPACE TRUST | FAIR<br>BOARD    | 2016                | 2015                |
| \$ -                | \$ -                      | \$ -                  | \$ -              | \$ -              | \$ -                | \$ -             | \$ 111,217          | \$ 98,955           |
| 703,982             | -                         | 122,959               | -                 | -                 | -                   | -                | 1,878,454           | 1,271,668           |
| -                   | -                         | -                     | -                 | -                 | -                   | 91,329           | 105,136             | 89,255              |
| 546                 | -                         | 2,492                 | -                 | -                 | -                   | 21               | 3,059               | 2,557               |
| -                   | 8                         | -                     | 14,967            | 578,148           | 1,810               | 8,800            | 615,441             | 291,872             |
| <u>704,528</u>      | <u>8</u>                  | <u>125,451</u>        | <u>14,967</u>     | <u>578,148</u>    | <u>1,810</u>        | <u>100,150</u>   | <u>2,713,307</u>    | <u>1,754,307</u>    |
| -                   | 21,491                    | -                     | 36,621            | 662               | -                   | -                | 65,182              | 80,091              |
| -                   | -                         | -                     | -                 | -                 | -                   | -                | 19,950              | 17,934              |
| -                   | -                         | -                     | -                 | -                 | -                   | -                | 1,105,074           | 939,110             |
| -                   | -                         | 87,011                | -                 | -                 | 895                 | 107,316          | 307,533             | 243,543             |
| -                   | -                         | -                     | -                 | -                 | -                   | -                | 104,186             | 129,151             |
| 1,256,384           | -                         | -                     | -                 | -                 | -                   | -                | 1,256,384           | 573,895             |
| <u>1,256,384</u>    | <u>21,491</u>             | <u>87,011</u>         | <u>36,621</u>     | <u>662</u>        | <u>895</u>          | <u>107,316</u>   | <u>2,858,309</u>    | <u>1,983,724</u>    |
| (551,856)           | (21,483)                  | 38,440                | (21,654)          | 577,486           | 915                 | (7,166)          | (145,002)           | (229,417)           |
| 375,557             | -                         | -                     | -                 | -                 | -                   | -                | 510,057             | 163,358             |
| -                   | -                         | (35,000)              | -                 | (135,000)         | -                   | -                | (170,000)           | (125,000)           |
| <u>375,557</u>      | <u>-</u>                  | <u>(35,000)</u>       | <u>-</u>          | <u>(135,000)</u>  | <u>-</u>            | <u>-</u>         | <u>340,057</u>      | <u>38,358</u>       |
| (176,299)           | (21,483)                  | 3,440                 | (21,654)          | 442,486           | 915                 | (7,166)          | 195,055             | (191,059)           |
| 187,591             | 55,528                    | 486,706               | 588,633           | 262,127           | 112,691             | 42,314           | 2,995,068           | 3,186,127           |
| <u>\$ 11,292</u>    | <u>\$ 34,045</u>          | <u>\$ 490,146</u>     | <u>\$ 566,979</u> | <u>\$ 704,613</u> | <u>\$ 113,606</u>   | <u>\$ 35,148</u> | <u>\$ 3,190,123</u> | <u>\$ 2,995,068</u> |

**DELTA COUNTY, COLORADO**  
**HEALTH DEPARTMENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>     | <u>VARIANCE<br/>FROM FINAL<br/>BUDGET</u> | <u>2015<br/>ACTUAL</u> |
|--|----------------------------|-------------------------|-------------------|---|------------------------|
| <b>REVENUES</b>                        |                            |                         |                   |   |                        |
| <b>Intergovernmental</b>               |                            |                         |                   |   |                        |
| Administration                         | \$ 109,928                 | \$ 109,928              | \$ 110,191        | \$ 263                                    | \$ 122,730             |
| County share                           | 170,584                    | 170,584                 | 163,234           | (7,350)                                   | 140,602                |
| Clinic                                 | 71,659                     | 71,659                  | 85,924            | 14,265                                    | 99,628                 |
| Cancer Screenings                      | 17,480                     | 17,480                  | 10,770            | (6,710)                                   | 16,966                 |
| CCPD                                   | 80,950                     | 80,950                  | 91,478            | 10,528                                    | 28,715                 |
| CSBG                                   | 38,225                     | 38,225                  | 42,058            | 3,833                                     | 42,969                 |
| Family planning                        | 75,000                     | 75,000                  | 84,049            | 9,049                                     | 94,391                 |
| EPSDT                                  | 15,000                     | 15,000                  | 15,162            | 162                                       | 14,485                 |
| HCP                                    | 28,524                     | 28,524                  | 35,413            | 6,889                                     | 32,572                 |
| CDC Drinking Water                     | 109,409                    | 109,409                 | 74,848            | (34,561)                                  | -                      |
| Environmental Health                   | 110,250                    | 110,250                 | 117,758           | 7,508                                     | 129,691                |
| Emergency Preparedness                 | 41,016                     | 41,016                  | 42,052            | 1,036                                     | 22,530                 |
| Well child fees                        | 4,440                      | 4,440                   | 2,590             | (1,850)                                   | 4,070                  |
| WIC                                    | 99,285                     | 99,285                  | 105,738           | 6,453                                     | 98,798                 |
| Tobacco control                        | 45,183                     | 45,183                  | 70,248            | 25,065                                    | 53,502                 |
| <b>Total Revenues</b>                  | <u>1,016,933</u>           | <u>1,016,933</u>        | <u>1,051,513</u>  | <u>34,580</u>                             | <u>901,649</u>         |
| <b>EXPENDITURES</b>                    |                            |                         |                   |   |                        |
| <b>Health and Welfare</b>              |                            |                         |                   |   |                        |
| Administration                         | 184,238                    | 184,238                 | 181,865           | 2,373                                     | 152,749                |
| County Professional                    | 5,000                      | 5,000                   | 1,925             | 3,075                                     | -                      |
| Capital Improvement                    | 26,960                     | 26,960                  | 22,685            | 4,275                                     | 1,978                  |
| Cancer screenings                      | 40,800                     | 40,800                  | 29,044            | 11,756                                    | 41,638                 |
| CDC Drinking Water                     | 93,349                     | 93,349                  | 75,835            | 17,514                                    | -                      |
| Clinic                                 | 105,234                    | 105,234                 | 123,980           | (18,746)                                  | 129,433                |
| CCPD                                   | 64,530                     | 64,530                  | 75,945            | (11,415)                                  | 21,768                 |
| CSBG                                   | 34,315                     | 50,315                  | 40,769            | 9,546                                     | 43,248                 |
| Environmental Health                   | 196,033                    | 196,033                 | 190,385           | 5,648                                     | 212,434                |
| EPSDT                                  | 13,828                     | 13,828                  | 13,763            | 65  | 12,989                 |
| Family Planning                        | 124,141                    | 124,141                 | 109,326           | 14,815                                    | 107,351                |
| Handicapped children's program         | 31,520                     | 31,520                  | 30,650            | 870                                       | 30,897                 |
| Emergency Preparedness                 | 27,724                     | 27,724                  | 39,411            | (11,687)                                  | 23,798                 |
| Prenatal                               | 7,233                      | 7,233                   | 6,241             | 992                                       | 13,505                 |
| Tobacco Control                        | 45,930                     | 45,930                  | 62,606            | (16,676)                                  | 43,400                 |
| Tuberculosis control                   | 15,258                     | 15,258                  | 6,758             | 8,500                                     | 11,581                 |
| Well child                             | 6,628                      | 6,628                   | 6,485             | 143                                       | 6,526                  |
| West Nile virus                        | 500                        | 500                     | -                 | 500                                       | 592                    |
| WIC                                    | 87,374                     | 87,374                  | 87,401            | (27)                                      | 85,223                 |
| <b>Total Expenditures</b>              | <u>1,110,595</u>           | <u>1,126,595</u>        | <u>1,105,074</u>  | <u>21,521</u>                             | <u>939,110</u>         |
| <b>EXCESS OF REVENUES OVER (UNDER)</b> |                            |                         |                   |   |                        |
| <b>EXPENDITURES</b>                    | (93,662)                   | (109,662)               | (53,561)          | 56,101                                    | (37,461)               |
| <b>FUND BALANCE, BEGINNING</b>         | 289,908                    | 289,908                 | 314,046           | 24,138                                    | 351,507                |
| <b>FUND BALANCE, ENDING</b>            | <u>\$ 196,246</u>          | <u>\$ 180,246</u>       | <u>\$ 260,485</u> | <u>\$ 80,239</u>                          | <u>\$ 314,046</u>      |

**DELTA COUNTY, COLORADO**  
**ENERGY DEVELOPMENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | <u>ORIGINAL<br/>&amp; FINAL<br/>BUDGET</u> | <u>ACTUAL</u>    | <u>VARIANCE<br/>FROM FINAL<br/>BUDGET</u> | <u>2015<br/>ACTUAL</u> |
|--|--|------------------|---|------------------------|
| <b>REVENUE</b>   |  |                  |   |                        |
| Other  | \$ -                                       | \$ -             | \$ -                                      | \$ 27                  |
| <b>Total Revenues</b>  | <u>-</u>                                   | <u>-</u>         | <u>-</u>                                  | <u>27</u>              |
| <b>EXPENDITURES</b>  |  |                  |   |                        |
| Public Works   |  |                  |   |                        |
| Energy Development   | 25,426                                     | 19,950           | 5,476                                     | 17,934                 |
| <b>Total Expenditures</b>  | <u>25,426</u>                              | <u>19,950</u>    | <u>5,476</u>                              | <u>17,934</u>          |
| <b>EXCESS OF REVENUES OVER (UNDER)<br/>EXPENDITURES</b>  | <u>(25,426)</u>                            | <u>(19,950)</u>  | <u>5,476</u>                              | <u>(17,907)</u>        |
| <b>Other financing Sources (uses)</b>  |  |                  |   |                        |
| Transfers in/ (out)  | 25,000                                     | 25,000           | -   | 25,000                 |
| <b>EXCESS OF REVENUES OVER (UNDER)<br/>EXPENDITURES AND OTHER<br/>FINANCING SOURCES (USES)</b> | <u>(426)</u>                               | <u>5,050</u>     | <u>5,476</u>                              | <u>7,093</u>           |
| <b>FUND BALANCE, BEGINNING</b>   | 8,947                                      | 11,914           | 2,967                                     | 4,821                  |
| <b>FUND BALANCE, ENDING</b>  | <u>\$ 8,521</u>                            | <u>\$ 16,964</u> | <u>\$ 8,443</u>                           | <u>\$ 11,914</u>       |

**DELTA COUNTY, COLORADO**  
**FAIRGROUNDS FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | <b>ORIGINAL<br/>&amp; FINAL<br/>BUDGET</b> | <b>ACTUAL</b>    | <b>VARIANCE<br/>FROM FINAL<br/>BUDGET</b> | <b>2015<br/>ACTUAL</b> |
|--|--|------------------|---|------------------------|
| <b>REVENUES</b>  |  |                  |   |                        |
| Charges for Services   |  |                  |   |                        |
| Heritage hall fees   | \$ 3,200                                   | \$ 5,250         | \$ 2,050                                  | \$ 4,886               |
| Donations and camping  | 884  | 1,772            | 888                                       | 1,434                  |
| Special event fees   | 1,400                                      | 1,785            | 385                                       | 2,250                  |
| Other Revenues   |  |                  |   |                        |
| Other Revenues   | 4,400                                      | 5,321            | 921                                       | 6,953                  |
| <b>Total Revenues</b>  | <u>9,884</u>                               | <u>14,128</u>    | <u>4,244</u>                              | <u>15,523</u>          |
| <b>EXPENDITURES</b>  |  |                  |   |                        |
| Culture and Recreation   |  |                  |   |                        |
| Fairgrounds maintenance  | 103,298                                    | 100,838          | 2,460                                     | 100,238                |
| Fairgrounds special events   | 12,050                                     | 11,473           | 577                                       | 7,090                  |
| <b>Total Expenditures</b>  | <u>115,348</u>                             | <u>112,311</u>   | <u>3,037</u>                              | <u>107,328</u>         |
| <b>EXCESS OF REVENUES OVER (UNDER)<br/>EXPENDITURES</b>  | <u>(105,464)</u>                           | <u>(98,183)</u>  | <u>7,281</u>                              | <u>(91,805)</u>        |
| <b>Other financing Sources (uses)</b>  |  |                  |   |                        |
| Transfers in/ (out)  | 99,500                                     | 99,500           | -   | 84,048                 |
| <b>EXCESS OF REVENUES OVER (UNDER)<br/>EXPENDITURES AND OTHER<br/>FINANCING SOURCES (USES)</b> | <u>(5,964)</u>                             | <u>1,317</u>     | <u>7,281</u>                              | <u>(7,757)</u>         |
| <b>FUND BALANCE, BEGINNING</b>   | 11,043                                     | 16,300           | 5,257                                     | 24,057                 |
| <b>FUND BALANCE, ENDING</b>  | <u>\$ 5,079</u>                            | <u>\$ 17,617</u> | <u>\$ 12,538</u>                          | <u>\$ 16,300</u>       |



**DELTA COUNTY, COLORADO**  
**LODGING TAX - TOURISM FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>    | <u>VARIANCE<br/>FROM FINAL<br/>BUDGET</u> | <u>2015<br/>ACTUAL</u> |
|--|----------------------------|-------------------------|------------------|---|------------------------|
| <b>REVENUES</b>                        |                            |                         |                  |   |                        |
| Taxes                                  |                            |                         |                  |   |                        |
| Tourism Tax                            | \$ 60,000                  | \$ 60,000               | \$ 83,031        | \$ 23,031                                 | \$ 69,719              |
| <b>Total Revenues</b>                  | <u>60,000</u>              | <u>60,000</u>           | <u>83,031</u>    | <u>23,031</u>                             | <u>69,719</u>          |
| <b>EXPENDITURES</b>                    |                            |                         |                  |   |                        |
| Economic Development                   |                            |                         |                  |   |                        |
| Tourism                                | 60,420                     | 85,420                  | 80,679           | 4,741                                     | 63,709                 |
| <b>Total Expenditures</b>              | <u>60,420</u>              | <u>85,420</u>           | <u>80,679</u>    | <u>4,741</u>                              | <u>63,709</u>          |
| <b>EXCESS OF REVENUES OVER (UNDER)</b> |                            |                         |                  |   |                        |
| <b>EXPENDITURES</b>                    | <u>(420)</u>               | <u>(25,420)</u>         | <u>2,352</u>     | <u>27,772</u>                             | <u>6,010</u>           |
| <b>FUND BALANCE, BEGINNING</b>         | 12,814                     | (4,627)                 | 32,703           | 37,330                                    | 26,693                 |
| <b>FUND BALANCE, ENDING</b>            | <u>\$ 12,394</u>           | <u>\$ (30,047)</u>      | <u>\$ 35,055</u> | <u>\$ 65,102</u>                          | <u>\$ 32,703</u>       |

**DELTA COUNTY, COLORADO**  
**ECONOMIC DEVELOPMENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>    | <u>VARIANCE<br/>FROM FINAL<br/>BUDGET</u> | <u>2015<br/>ACTUAL</u> |
|--|----------------------------|-------------------------|------------------|---|------------------------|
| <b>REVENUES</b>                        |                            |                         |                  |   |                        |
| Taxes                                  |                            |                         |                  |   |                        |
| Property taxes                         | \$ 25,996                  | \$ 25,996               | \$ 24,277        | \$ (1,719)                                | \$ 25,035              |
| Delinquent taxes                       | 11                         | 11                      | 43               | 32  | 210                    |
| Interest and penalties                 | 10                         | 10                      | 80               | 70  | 88                     |
| Specific ownership taxes               | 1,900                      | 1,900                   | 3,786            | 1,886                                     | 3,903                  |
| <b>Total Taxes</b>                     | <u>27,917</u>              | <u>27,917</u>           | <u>28,186</u>    | <u>269</u>                                | <u>29,236</u>          |
| Charges for Services                   |                            |                         |                  |   |                        |
| Sponsorships and registrations         | -                          | -                       | 5,000            | 5,000                                     | 993                    |
| Other revenues                         | -                          | -                       | 945              | 945                                       | 12,707                 |
| <b>Total Revenues</b>                  | <u>27,917</u>              | <u>27,917</u>           | <u>34,131</u>    | <u>6,214</u>                              | <u>42,936</u>          |
| <b>EXPENDITURES</b>                    |                            |                         |                  |   |                        |
| Economic Development                   |                            |                         |                  |   |                        |
| Economic Development                   | 17,900                     | 27,900                  | 23,507           | 4,393                                     | 65,442                 |
| <b>Total Expenditures</b>              | <u>17,900</u>              | <u>27,900</u>           | <u>23,507</u>    | <u>4,393</u>                              | <u>65,442</u>          |
| <b>EXCESS OF REVENUES OVER (UNDER)</b> |                            |                         |                  |   |                        |
| <b>EXPENDITURES</b>                    | <u>10,017</u>              | <u>17</u>               | <u>10,624</u>    | <u>10,607</u>                             | <u>(22,506)</u>        |
| <b>FUND BALANCE, BEGINNING</b>         | <u>25,227</u>              | <u>25,227</u>           | <u>27,337</u>    | <u>2,110</u>                              | <u>49,843</u>          |
| <b>FUND BALANCE, ENDING</b>            | <u>\$ 35,244</u>           | <u>\$ 25,244</u>        | <u>\$ 37,961</u> | <u>\$ 12,717</u>                          | <u>\$ 27,337</u>       |

**DELTA COUNTY, COLORADO**  
**CONTINGENCY FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | <b>ORIGINAL<br/>&amp; FINAL<br/>BUDGET</b> | <b>ACTUAL</b>     | <b>VARIANCE<br/>FROM FINAL<br/>BUDGET</b> | <b>2015<br/>ACTUAL</b> |
|--|--|-------------------|---|------------------------|
| <b>REVENUES</b>  |  |                   |   |                        |
| Other Revenues   | \$ 41,000                                  | \$ 5,442          | \$ (35,558)                               | \$ 37,862              |
| <b>Total Revenues</b>                                      | <u>41,000</u>                              | <u>5,442</u>      | <u>(35,558)</u>                           | <u>37,862</u>          |
| <b>EXPENDITURES</b>  |  |                   |   |                        |
| General Government   |  |                   |   |                        |
| Contingency expenditures                                   | 16,413                                     | 6,408             | 10,005                                    | 33,532                 |
| <b>Total Expenditures</b>                                  | <u>16,413</u>                              | <u>6,408</u>      | <u>10,005</u>                             | <u>33,532</u>          |
| <b>EXCESS OF REVENUES OVER (UNDER)</b>                     |  |                   |   |                        |
| <b>EXPENDITURES</b>  | <u>24,587</u>                              | <u>(966)</u>      | <u>(25,553)</u>                           | <u>4,330</u>           |
| <b>Other Financing Sources (uses)</b>                      |  |                   |   |                        |
| Transfer in/(out)  | 10,000                                     | 10,000            | -   | 10,000                 |
| <b>Total other Financing Sources (uses)</b>                | <u>10,000</u>                              | <u>10,000</u>     | <u>-</u>                                  | <u>10,000</u>          |
| <b>EXCESS OF REVENUES OVER (UNDER)</b>                     |  |                   |   |                        |
| <b>EXPENDITURES AND OTHER<br/>FINANCING SOURCES (USES)</b> | <u>34,587</u>                              | <u>9,034</u>      | <u>(25,553)</u>                           | <u>14,330</u>          |
| <b>FUND BALANCE, BEGINNING</b>                             | 860,311                                    | 857,178           | (3,133)                                   | 842,848                |
| <b>FUND BALANCE, ENDING</b>                                | <u>\$ 894,898</u>                          | <u>\$ 866,212</u> | <u>\$ (28,686)</u>                        | <u>\$ 857,178</u>      |

**DELTA COUNTY, COLORADO**  
**CAPITAL PROJECTS FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | <b>ORIGINAL &amp;<br/>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>    | <b>VARIANCE<br/>FROM FINAL<br/>BUDGET</b> | <b>2015<br/>ACTUAL</b> |
|--|--|------------------|---|------------------------|
| <b>REVENUES</b>  |  |                  |   |                        |
| Intergovernmental  |  |                  |   |                        |
| other grants   | \$ 767,938                                 | \$ 703,982       | \$ (63,956)                               | \$ 263,036             |
| Interest   | 1,000                                      | 546              | (454)                                     | 876                    |
| Other Revenues   | -  | -                | -   | -                      |
| <b>Total Revenues</b>  | <u>768,938</u>                             | <u>704,528</u>   | <u>(64,410)</u>                           | <u>263,912</u>         |
| <b>EXPENDITURES</b>  |  |                  |   |                        |
| Capital Outlay   | <u>1,331,433</u>                           | <u>1,256,384</u> | <u>75,049</u>                             | <u>573,895</u>         |
| <b>Total Expenditures</b>  | <u>1,331,433</u>                           | <u>1,256,384</u> | <u>75,049</u>                             | <u>573,895</u>         |
| <b>EXCESS OF REVENUES OVER (UNDER)<br/>EXPENDITURES</b>  | <u>(562,495)</u>                           | <u>(551,856)</u> | <u>10,639</u>                             | <u>(309,983)</u>       |
| <b>Other Financing Sources (uses)</b>  |  |                  |   |                        |
| Transfer in  | <u>361,421</u>                             | <u>375,557</u>   | <u>14,136</u>                             | <u>44,310</u>          |
| <b>Total other Financing Sources (uses)</b>  | <u>361,421</u>                             | <u>375,557</u>   | <u>14,136</u>                             | <u>44,310</u>          |
| <b>EXCESS OF REVENUES OVER (UNDER)<br/>EXPENDITURES AND OTHER<br/>FINANCING SOURCES (USES)</b> | <u>(201,074)</u>                           | <u>(176,299)</u> | <u>24,775</u>                             | <u>(265,673)</u>       |
| <b>FUND BALANCE, BEGINNING</b>   | <u>246,546</u>                             | <u>187,591</u>   | <u>(58,955)</u>                           | <u>453,264</u>         |
| <b>FUND BALANCE, ENDING</b>  | <u>\$ 45,472</u>                           | <u>\$ 11,292</u> | <u>\$ (34,180)</u>                        | <u>\$ 187,591</u>      |

**DELTA COUNTY, COLORADO**  
**EMPLOYEE BENEFIT TRUST FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>    | <u>VARIANCE<br/>FROM FINAL<br/>BUDGET</u> | <u>2015<br/>ACTUAL</u> |
|--|----------------------------|-------------------------|------------------|---|------------------------|
| <b>REVENUES</b>                        |                            |                         |                  |   |                        |
| Other Revenues                         | \$ -                       | \$ -                    | \$ 8             | \$ 8                                      | \$ -                   |
| <b>Total Revenues</b>                  | <u>-</u>                   | <u>-</u>                | <u>8</u>         | <u>8</u>                                  | <u>-</u>               |
| <b>EXPENDITURES</b>                    |                            |                         |                  |   |                        |
| General Government                     |                            |                         |                  |   |                        |
| Employee benefits                      | 34,822                     | 34,822                  | 21,491           | 13,331                                    | 19,291                 |
| <b>Total Expenditures</b>              | <u>34,822</u>              | <u>34,822</u>           | <u>21,491</u>    | <u>13,331</u>                             | <u>19,291</u>          |
| <b>EXCESS OF REVENUES OVER (UNDER)</b> |                            |                         |                  |   |                        |
| <b>EXPENDITURES</b>                    | <u>(34,822)</u>            | <u>(34,822)</u>         | <u>(21,483)</u>  | <u>13,339</u>                             | <u>(19,291)</u>        |
| <b>FUND BALANCE, BEGINNING</b>         | 41,883                     | 41,883                  | 55,528           | 13,645                                    | 74,819                 |
| <b>FUND BALANCE, ENDING</b>            | <u>\$ 7,061</u>            | <u>\$ 7,061</u>         | <u>\$ 34,045</u> | <u>\$ 26,984</u>                          | <u>\$ 55,528</u>       |

**DELTA COUNTY, COLORADO**  
**CONSERVATION TRUST FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | <u>ORIGINAL<br/>&amp; FINAL<br/>BUDGET</u> | <u>ACTUAL</u>     | <u>VARIANCE<br/>FROM FINAL<br/>BUDGET</u> | <u>2015<br/>ACTUAL</u> |
|--|--|-------------------|---|------------------------|
| <b>REVENUES</b>  |  |                   |   |                        |
| Intergovernmental  |  |                   |   |                        |
| Miscellaneous State revenue  | \$ 108,000                                 | \$ 120,459        | \$ 12,459                                 | \$ 106,983             |
| Other contributions  | 2,500                                      | 2,500             | -   | -                      |
| Interest   | 1,700                                      | 2,492             | 792                                       | 1,642                  |
| <b>Total Revenues</b>  | <u>112,200</u>                             | <u>125,451</u>    | <u>13,251</u>                             | <u>108,625</u>         |
| <b>EXPENDITURES</b>  |  |                   |   |                        |
| Culture and Recreation   |  |                   |   |                        |
| Conservation Trust   | 455,281                                    | 87,011            | 368,270                                   | 10,500                 |
| <b>Total Expenditures</b>  | <u>455,281</u>                             | <u>87,011</u>     | <u>368,270</u>                            | <u>10,500</u>          |
| <b>EXCESS OF REVENUES OVER (UNDER)<br/>EXPENDITURES</b>  |  |                   |   |                        |
|  | <u>(343,081)</u>                           | <u>38,440</u>     | <u>381,521</u>                            | <u>98,125</u>          |
| Transfer (out)   | (35,000)                                   | (35,000)          | -   | -                      |
| <b>Total other Financing Sources (uses)</b>  | <u>(35,000)</u>                            | <u>(35,000)</u>   | <u>-</u>                                  | <u>-</u>               |
| <b>EXCESS OF REVENUES OVER (UNDER)<br/>EXPENDITURES AND OTHER<br/>FINANCING SOURCES (USES)</b> |  |                   |   |                        |
|  | <u>(378,081)</u>                           | <u>3,440</u>      | <u>381,521</u>                            | <u>98,125</u>          |
| <b>FUND BALANCE, BEGINNING</b>   | 490,281                                    | 486,706           | (3,575)                                   | 388,581                |
| <b>FUND BALANCE, ENDING</b>  | <u>\$ 112,200</u>                          | <u>\$ 490,146</u> | <u>\$ 377,946</u>                         | <u>\$ 486,706</u>      |

**DELTA COUNTY, COLORADO**  
**SELF INSURANCE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>     | <b>VARIANCE<br/>FROM FINAL<br/>BUDGET</b> | <b>2015<br/>ACTUAL</b> |
|--|----------------------------|-------------------------|-------------------|---|------------------------|
| <b>REVENUES</b>                        |                            |                         |                   |   |                        |
| Insurance Reimbursement                | \$ 20,000                  | \$ 20,000               | \$ 14,967         | \$ (5,033)                                | \$ 20,130              |
| <b>Total Revenues</b>                  | <u>20,000</u>              | <u>20,000</u>           | <u>14,967</u>     | <u>(5,033)</u>                            | <u>20,130</u>          |
| <b>EXPENDITURES</b>                    |                            |                         |                   |   |                        |
| General government                     |                            |                         |                   |   |                        |
| Self Insurance                         | 35,000                     | 45,000                  | 36,621            | 8,379                                     | 26,280                 |
| <b>Total Expenditures</b>              | <u>35,000</u>              | <u>45,000</u>           | <u>36,621</u>     | <u>8,379</u>                              | <u>26,280</u>          |
| <b>EXCESS OF REVENUES OVER (UNDER)</b> |                            |                         |                   |   |                        |
| <b>EXPENDITURES</b>                    | <u>(15,000)</u>            | <u>(25,000)</u>         | <u>(21,654)</u>   | <u>3,346</u>                              | <u>(6,150)</u>         |
| <b>FUND BALANCE, BEGINNING</b>         |                            |                         |                   |   |                        |
|  | 606,959                    | 606,959                 | 588,633           | (18,326)                                  | 594,783                |
| <b>FUND BALANCE, ENDING</b>            | <u>\$ 591,959</u>          | <u>\$ 581,959</u>       | <u>\$ 566,979</u> | <u>\$ (14,980)</u>                        | <u>\$ 588,633</u>      |

**DELTA COUNTY, COLORADO**  
**PAYMENT IN LIEU OF TAXES FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>     | <u>VARIANCE<br/>FROM FINAL<br/>BUDGET</u> | <u>2015<br/>ACTUAL</u> |
|--|----------------------------|-------------------------|-------------------|---|------------------------|
| <b>REVENUES</b>  |                            |                         |                   |   |                        |
| Other Revenues   | \$ 160,000                 | \$ 160,000              | \$ 578,148        | \$ 418,148                                | \$ 201,783             |
| <b>Total Revenues</b>  | <u>160,000</u>             | <u>160,000</u>          | <u>578,148</u>    | <u>418,148</u>                            | <u>201,783</u>         |
| <b>EXPENDITURES</b>  |                            |                         |                   |   |                        |
| General Government   |                            |                         |                   |   |                        |
| PILT   | 1,000                      | 1,000                   | 662               | 338                                       | 988                    |
| <b>Total Expenditures</b>  | <u>1,000</u>               | <u>1,000</u>            | <u>662</u>        | <u>338</u>                                | <u>988</u>             |
| <b>EXCESS OF REVENUES OVER (UNDER)<br/>EXPENDITURES</b>  | <u>159,000</u>             | <u>159,000</u>          | <u>577,486</u>    | <u>418,486</u>                            | <u>200,795</u>         |
| <b>Other Financing Sources (uses)</b>  |                            |                         |                   |   |                        |
| Transfer (out)   | (135,000)                  | (135,000)               | (135,000)         | -   | (125,000)              |
| <b>Total other Financing Sources (uses)</b>  | <u>(135,000)</u>           | <u>(135,000)</u>        | <u>(135,000)</u>  | <u>-</u>                                  | <u>(125,000)</u>       |
| <b>EXCESS OF REVENUES OVER (UNDER)<br/>EXPENDITURES AND OTHER<br/>FINANCING SOURCES (USES)</b> | <u>24,000</u>              | <u>24,000</u>           | <u>442,486</u>    | <u>418,486</u>                            | <u>75,795</u>          |
| <b>FUND BALANCE, BEGINNING</b>   | <u>261,319</u>             | <u>261,319</u>          | <u>262,127</u>    | <u>808</u>                                | <u>186,332</u>         |
| <b>FUND BALANCE, ENDING</b>  | <u>\$ 285,319</u>          | <u>\$ 285,319</u>       | <u>\$ 704,613</u> | <u>\$ 419,294</u>                         | <u>\$ 262,127</u>      |



**DELTA COUNTY, COLORADO**  
**OPEN SPACE TRUST FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|   | <b>ORIGINAL<br/>&amp; FINAL<br/>BUDGET</b> | <b>ACTUAL</b>     | <b>VARIANCE<br/>FROM FINAL<br/>BUDGET</b> | <b>2015<br/>ACTUAL</b> |
|---|--|-------------------|---|------------------------|
| <b>REVENUES</b>   |  |                   |   |                        |
| Other Revenues  | \$ 3,010                                   | \$ 1,810          | \$ (1,200)                                | \$ 3,610               |
| <b>Total Revenues</b>                                   | <u>3,010</u>                               | <u>1,810</u>      | <u>(1,200)</u>                            | <u>3,610</u>           |
| <b>EXPENDITURES</b>                                     |  |                   |   |                        |
| Open Space  | 112,691                                    | 895               | 111,796                                   | 1,212                  |
| <b>Total Expenditures</b>                               | <u>112,691</u>                             | <u>895</u>        | <u>111,796</u>                            | <u>1,212</u>           |
| <b>EXCESS OF REVENUES OVER (UNDER)<br/>EXPENDITURES</b> | <u>(109,681)</u>                           | <u>915</u>        | <u>110,596</u>                            | <u>2,398</u>           |
| <b>FUND BALANCE, BEGINNING</b>                          | 112,691                                    | 112,691           | -   | 110,293                |
| <b>FUND BALANCE, ENDING</b>                             | <u>\$ 3,010</u>                            | <u>\$ 113,606</u> | <u>\$ 110,596</u>                         | <u>\$ 112,691</u>      |

**DELTA COUNTY, COLORADO**  
**FAIR BOARD FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|  | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>    | <u>VARIANCE<br/>FROM FINAL<br/>BUDGET</u> | <u>2015<br/>ACTUAL</u> |
|--|----------------------------|-------------------------|------------------|---|------------------------|
| <b>REVENUES</b>                        |                            |                         |                  |   |                        |
| Charges for services                   |                            |                         |                  |   |                        |
| Ticket and concession sales            | \$ 52,500                  | \$ 52,500               | \$ 50,417        | \$ (2,083)                                | \$ 42,831              |
| Sponsorships                           | 27,950                     | 27,950                  | 40,912           | 12,962                                    | 36,861                 |
| Interest                               | -                          | -                       | 21               | 21  | 39                     |
| Contributions                          | 8,800                      | 8,800                   | 8,800            | -   | 8,800                  |
| <b>Total Revenues</b>                  | <u>89,250</u>              | <u>89,250</u>           | <u>100,150</u>   | <u>10,900</u>                             | <u>88,531</u>          |
| <b>EXPENDITURES</b>                    |                            |                         |                  |   |                        |
| Culture and Recreation                 |                            |                         |                  |   |                        |
| Fair                                   | <u>123,175</u>             | <u>123,175</u>          | <u>107,316</u>   | <u>15,859</u>                             | <u>124,503</u>         |
| <b>Total Expenditures</b>              | <u>123,175</u>             | <u>123,175</u>          | <u>107,316</u>   | <u>15,859</u>                             | <u>124,503</u>         |
| <b>EXCESS OF REVENUES OVER (UNDER)</b> |                            |                         |                  |   |                        |
| <b>EXPENDITURES</b>                    | <u>(33,925)</u>            | <u>(33,925)</u>         | <u>(7,166)</u>   | <u>26,759</u>                             | <u>(35,972)</u>        |
| <b>FUND BALANCE, BEGINNING</b>         |                            |                         |                  |   |                        |
|  | <u>33,925</u>              | <u>33,925</u>           | <u>42,314</u>    | <u>8,389</u>                              | <u>78,286</u>          |
| <b>FUND BALANCE, ENDING</b>            |                            |                         |                  |   |                        |
|  | <u>\$ -</u>                | <u>\$ -</u>             | <u>\$ 35,148</u> | <u>\$ 35,148</u>                          | <u>\$ 42,314</u>       |

**DELTA COUNTY, COLORADO**  
**LANDFILL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|   | <u>ORIGINAL &amp;<br/>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>       | <u>VARIANCE<br/>FROM FINAL<br/>BUDGET</u> | <u>2015<br/>ACTUAL</u> |
|---|--|---------------------|---|------------------------|
| <b>REVENUES</b>   |  |                     |   |                        |
| Charges for services                                    |  |                     |   |                        |
| Landfill charges  | \$ 915,500                                 | \$ 966,048          | \$ 50,548                                 | \$ 985,782             |
| Interest  | 14,500                                     | 16,948              | 2,448                                     | 13,337                 |
| Other Charges   | 81,500                                     | 84,347              | 2,847                                     | 19,046                 |
| <b>Total Revenues</b>                                   | <u>1,011,500</u>                           | <u>1,067,343</u>    | <u>55,843</u>                             | <u>1,018,165</u>       |
| <b>EXPENDITURES</b>                                     |  |                     |   |                        |
| Health and Welfare                                      |  |                     |   |                        |
| Landfill  | 727,303                                    | 749,668             | (22,365)                                  | 619,429                |
| Capital Outlay  | 371,622                                    | 255,234             | 116,388                                   | 9,140                  |
| Debt service  | 81,622                                     | 81,622              | -   | 81,622                 |
| <b>Total Expenditures</b>                               | <u>1,180,547</u>                           | <u>1,086,524</u>    | <u>94,023</u>                             | <u>710,191</u>         |
| <b>EXCESS OF REVENUES OVER (UNDER)<br/>EXPENDITURES</b> | <u>(169,047)</u>                           | <u>(19,181)</u>     | <u>149,866</u>                            | <u>307,974</u>         |
| <b>Other Financing Sources (uses)</b>                   |  |                     |   |                        |
| Loss on sale of assets                                  | -  | (10,460)            | (10,460)                                  | -                      |
| Transfers Out   | (16,264)                                   | (16,264)            | -   | (17,991)               |
| <b>Total other Financing Sources (uses)</b>             | <u>(16,264)</u>                            | <u>(26,724)</u>     | <u>(10,460)</u>                           | <u>(17,991)</u>        |
| <b>Excess of Revenues over<br/>(under) expenditures</b> | (185,311)                                  | (45,905)            | 139,406                                   | 289,983                |
| <b>AVAILABLE RESOURCES, BEGINNING</b>                   | 1,097,886                                  | 1,229,686           | 131,800                                   | 939,703                |
| <b>AVAILABLE RESOURCES, ENDING</b>                      | <u>\$ 912,575</u>                          | <u>\$ 1,183,781</u> | <u>\$ 271,206</u>                         | <u>\$ 1,229,686</u>    |

**DELTA COUNTY, COLORADO**  
**E911 FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2015**

|   | <b>ORIGINAL<br/>&amp; FINAL<br/>BUDGET</b> | <b>ACTUAL</b>     | <b>VARIANCE<br/>FROM FINAL<br/>BUDGET</b> | <b>2015<br/>ACTUAL</b> |
|---|--|-------------------|---|------------------------|
| <b>REVENUES</b>   |  |                   |   |                        |
| Charges for services                                    |  |                   |   |                        |
| E911 Surcharge  | \$ 240,000                                 | \$ 240,421        | \$ 421                                    | \$ 226,807             |
| Interest  | 1,200                                      | 1,305             | 105                                       | 787                    |
| <b>Total Revenues</b>                                   | <u>241,200</u>                             | <u>241,726</u>    | <u>526</u>                                | <u>227,594</u>         |
| <b>EXPENDITURES</b>                                     |  |                   |   |                        |
| Health and Welfare                                      |  |                   |   |                        |
| E911 Authority  | 43,156                                     | 33,762            | 9,394                                     | 41,148                 |
| <b>Total Expenditures</b>                               | <u>43,156</u>                              | <u>33,762</u>     | <u>9,394</u>                              | <u>41,148</u>          |
| <b>EXCESS OF REVENUES OVER (UNDER)<br/>EXPENDITURES</b> | <u>198,044</u>                             | <u>207,964</u>    | <u>9,920</u>                              | <u>186,446</u>         |
| <b>Other Financing Sources (uses)</b>                   |  |                   |   |                        |
| Transfer (out)  | (190,219)                                  | (190,219)         | -   | (186,030)              |
| <b>Total other Financing Sources (uses)</b>             | <u>(190,219)</u>                           | <u>(190,219)</u>  | <u>-</u>                                  | <u>(186,030)</u>       |
| <b>Excess of Revenues over<br/>(under) expenditures</b> | 7,825                                      | 17,745            | 9,920                                     | 416                    |
| <b>AVAILABLE RESOURCES, BEGINNING</b>                   | 211,189                                    | 201,449           | (9,740)                                   | 201,033                |
| <b>AVAILABLE RESOURCES, ENDING</b>                      | <u>\$ 219,014</u>                          | <u>\$ 219,194</u> | <u>\$ 180</u>                             | <u>\$ 201,449</u>      |

**DELTA COUNTY, COLORADO**  
**COMBINING SCHEDULE OF CHANGES IN ASSET AND LIABILITIES**  
**AGENCY FUNDS**  
**YEAR ENDED DECEMBER 31, 2016**

|                                    | BALANCE<br>1/1/2016 | ADDITIONS            | DELETIONS            | BALANCE<br>12/31/2016 |
|------------------------------------|---------------------|----------------------|----------------------|-----------------------|
| <b>COUNTY TREASURER</b>            |                     |                      |                      |                       |
| <b>ASSETS</b>                      |                     |                      |                      |                       |
| Cash and investments               | \$ 703,026          | \$ 18,923,315        | \$ 18,886,031        | \$ 740,310            |
| <b>Total Assets</b>                | <u>703,026</u>      | <u>18,923,315</u>    | <u>18,886,031</u>    | <u>740,310</u>        |
| <b>LIABILITIES</b>                 |                     |                      |                      |                       |
| Taxes paid in advance              | 69,145              | 231,192              | 69,145               | 231,192               |
| Due to other governmental entities | 131,135             | 16,473,478           | 16,459,343           | 145,270               |
| Deposits and escrow balances       | 502,746             | 2,218,645            | 2,357,543            | 363,848               |
| <b>Total Liabilities</b>           | <u>703,026</u>      | <u>18,923,315</u>    | <u>18,886,031</u>    | <u>740,310</u>        |
| <b>COUNTY CLERK</b>                |                     |                      |                      |                       |
| <b>ASSETS</b>                      |                     |                      |                      |                       |
| Cash and investments               | 450,782             | 7,191,212            | 7,246,361            | 395,633               |
| <b>Total Assets</b>                | <u>450,782</u>      | <u>7,191,212</u>     | <u>7,246,361</u>     | <u>395,633</u>        |
| <b>LIABILITIES</b>                 |                     |                      |                      |                       |
| Due to other governmental entities | 333,009             | 4,029,560            | 4,067,848            | 294,721               |
| Due to other funds                 | 117,773             | 3,161,652            | 3,178,513            | 100,912               |
| <b>Total Liabilities</b>           | <u>450,782</u>      | <u>7,191,212</u>     | <u>7,246,361</u>     | <u>395,633</u>        |
| <b>PUBLIC TRUSTEE</b>              |                     |                      |                      |                       |
| <b>ASSETS</b>                      |                     |                      |                      |                       |
| Cash and investments               | 65,027              | 1,107,435            | 1,099,246            | 73,216                |
| <b>Total Assets</b>                | <u>65,027</u>       | <u>1,107,435</u>     | <u>1,099,246</u>     | <u>73,216</u>         |
| <b>LIABILITIES</b>                 |                     |                      |                      |                       |
| Deposits and escrow balances       | 55,767              | 1,067,269            | 1,060,188            | 62,848                |
| Due to other funds                 | 9,260               | 40,166               | 39,058               | 10,368                |
| <b>Total Liabilities</b>           | <u>65,027</u>       | <u>1,107,435</u>     | <u>1,099,246</u>     | <u>73,216</u>         |
| <b>COUNTY SHERIFF</b>              |                     |                      |                      |                       |
| <b>ASSETS</b>                      |                     |                      |                      |                       |
| Cash and Investments               | 14,384              | 640,548              | 641,581              | 13,351                |
| <b>Total Assets</b>                | <u>14,384</u>       | <u>640,548</u>       | <u>641,581</u>       | <u>13,351</u>         |
| <b>LIABILITIES</b>                 |                     |                      |                      |                       |
| Due to other governmental entities | 5,258               | 307,135              | 310,860              | 1,533                 |
| Deposits and escrow balances       | 9,126               | 333,413              | 330,721              | 11,818                |
| <b>Total Liabilities</b>           | <u>14,384</u>       | <u>640,548</u>       | <u>641,581</u>       | <u>13,351</u>         |
| <b>ALL AGENCY FUNDS</b>            |                     |                      |                      |                       |
| <b>ASSETS</b>                      |                     |                      |                      |                       |
| Cash and investments               | 1,233,219           | 27,862,510           | 27,873,219           | 1,222,510             |
| <b>Total Assets</b>                | <u>1,233,219</u>    | <u>27,862,510</u>    | <u>27,873,219</u>    | <u>1,222,510</u>      |
| <b>LIABILITIES</b>                 |                     |                      |                      |                       |
| Taxes paid in advance              | 69,145              | 231,192              | 69,145               | 231,192               |
| Due to other governmental entities | 469,402             | 20,810,173           | 20,838,051           | 441,524               |
| Deposits and escrow balances       | 567,639             | 3,619,327            | 3,748,452            | 438,514               |
| Due to other funds                 | 127,033             | 3,201,818            | 3,217,571            | 111,280               |
| <b>Total Liabilities</b>           | <u>\$ 1,233,219</u> | <u>\$ 27,862,510</u> | <u>\$ 27,873,219</u> | <u>\$ 1,222,510</u>   |

**DELTA COUNTY, COLORADO**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED DECEMBER 31, 2016**

| <u>Federal Grantor/Pass Through Grantor/Program Title</u>   | <u>Federal<br/>CFDA<br/>Numbers</u> | <u>Major<br/>Program</u> | <u>Expenditures</u> |
|---|-------------------------------------|--------------------------|---------------------|
| <b>DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>  |                                     |                          |                     |
| Passed Through Colorado Department of Health care policy and Financing<br>Medical Assistance program          | 93.778                              | No                       | \$ 454,367          |
| Passed Through Colorado Department of Public Health and Environment:  |                                     |                          |                     |
| Public Health Emergency Preparedness  | 93.069                              | No                       | 29,658              |
| CDC Drinking Water  | 93.070                              | No                       | 74,743              |
| EPR   | 93.074                              | No                       | 8,756               |
| Family Planning Services  | 93.217                              | No                       | 37,107              |
| Childhood Immunization  | 93.268                              | No                       | 8,209               |
| Preventive Health Services Sexually Transmitted Diseases Research   | 93.978                              | No                       | 5,404               |
| Maternal and Child Health Services Block Grant  | 93.994                              | No                       | 32,964              |
| Passed Through Colorado Department of Human Services  |                                     |                          |                     |
| Guardianship Assistance Recovery  | 93.090                              | No                       | 1,656               |
| Temporary Assistance to Needy Families  | 93.558                              | Yes                      | 727,413             |
| Promoting safe and stable Families  | 93.556                              | No                       | 60,913              |
| Child Support Enforcement ( Title IV-d)   | 93.563                              | No                       | 286,233             |
| Low Income Home Energy Assistance   | 93.568                              | No                       | 410,665             |
| Child Care and Development Block Grant  | 93.575                              | No                       | 169,098             |
| Child Care mandatory and Matching Funds of the Child Care<br>and Development fund and Development Block Grant | 93.596                              | No                       | 174,160             |
| Child Welfare Services - State Grants   | 93.645                              | No                       | 33,771              |
| Foster Care - Title IV-E  | 93.658                              | No                       | 308,438             |
| Adoption Assistance   | 93.659                              | No                       | 90,032              |
| Social Services Block Grant   | 93.667                              | No                       | 185,797             |
| Independent living program  | 93.674                              | No                       | 41                  |
| Medical Assistance program  | 93.778                              | No                       | 31,136              |
| Adjustment to Federal Assistance  | 93.XXX                              | No                       | <u>271</u>          |
| <b>Total Department of Health and Human Services</b>  |                                     |                          | <u>\$ 3,130,832</u> |
| Passed though United States Department of Housing and Urban Development                                       |                                     |                          |                     |
| Community Services Block Grant  | 14.288                              | No                       | <u>\$ 117,735</u>   |

**DELTA COUNTY, COLORADO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2016**

| <b>Federal Grantor/Pass Through Grantor/Program Title</b>                       | <b>Federal<br/>CFDA<br/>Numbers</b> | <b>Major<br/>Program</b> | <b>Expenditures</b>        |
|---|-------------------------------------|--------------------------|----------------------------|
| <b>DEPARTMENT OF AGRICULTURE</b>  |                                     |                          |                            |
| Passed Through Colorado Department of Health Services:                          |                                     |                          |                            |
| State Administrative matching Grants for Food Stamp program                     | 10.561                              | Yes                      | \$ 194,318                 |
| Passed Through Colorado Department of Public Health and Environment:            |                                     |                          |                            |
| Special Supplemental Nutrition program for Women,<br>Infants, and Children      | 10.557                              | No                       | 105,011                    |
| Special Supplemental Nutrition program Women Infants and<br>Children - Non Cash | 10.557                              | No                       | 274,889                    |
| Passed Through Colorado Department of Local Affairs:                            |                                     |                          |                            |
| Schools and Road - Grants to states   | 10.665                              | No                       | 86,017                     |
| Partnership Agreements  | 10.699                              | No                       | 12,500                     |
| U.S. Forest Service Grant   | 10.704                              | No                       | <u>8,000</u>               |
| Total Department of Agriculture   |                                     |                          | <u>\$ 680,735</u>          |
| <b>DEPARTMENT OF ENVIRONMENTAL PROTECTION AGENCY</b>                            |                                     |                          |                            |
| Radon Grant   | 66.809                              | No                       | <u>\$ 1,155</u>            |
| <b>Total federal award expenditures</b>   |                                     |                          | <u><u>\$ 3,930,457</u></u> |

**DELTA COUNTY, COLORADO**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year ended December 31, 2016**

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**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Presentation**

The Schedule of Expenditures of Federal Awards includes the federal grant activity of Delta County and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Regulations Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* ("Uniform Guidance"). Therefore some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the general purpose financial statements.

Federal awards provided to sub recipients are treated as expenditures when paid or distributed to the sub recipients.

**NOTE B - REPORTING ENTITY**

The financial reporting entity consists of Delta County, Colorado (the County) as the primary government; organizations for which the County is financially accountable; and other organizations for which the nature and significance of their relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete.

The Department of Human Services and Health Department are considered to be part of the primary government of the County because they are not legally separate. The county is accountable and has fiscal control over these departments.

**NOTE C - PASS-THROUGH AWARDS**

The County receives certain federal awards from pass-through awards from the State of Colorado. The amounts received are commingled by the State of Colorado with other funds. Only the federal amount of such pass-through awards is included in the Schedule of Expenditures of Federal Awards.

**NOTE D – NON-CASH AWARDS EXPENDED**

Fair market value of assistance at the time of disbursement to the recipient or the assessed value, is provided by the state or federal agency.



**DELTA COUNTY, COLORADO**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year ended December 31, 2016**

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**NOTE E - SUBRECIPIENT AWARDS**

The County receives certain federal awards that are passed through to subrecipients as follows:

| Program Title   | Federal<br>CFDA<br>Number | Amount<br>Passed<br>Through |
|---|---------------------------|-----------------------------|
| Schools and Roads- Grants to States<br>Delta County Joint School District # 501 | 10.665                    | \$86,017                    |
| Community Block Grant<br>Delta Housing Authority                                | 14.228                    | \$117,735                   |

Blair  
and  
Associates P.C.

CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON  
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING  
STANDARDS***

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Commissioners  
Delta County, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Delta County, Colorado, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise Delta County, Colorado's basic financial statements, and have issued our report thereon dated June 16, 2017.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Delta County, Colorado's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Delta County, Colorado's internal control. Accordingly, we do not express an opinion on the effectiveness of Delta County, Colorado's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Collice P. Blair, Jr., CPA, CFE

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To the Board of Commissioners  
Delta County, Colorado  
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**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Delta County, Colorado's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Blair and Associates, P.C.*

Cedaredge, Colorado  
June 16, 2017

**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM  
GUIDANCE**

**INDEPENDENT AUDITOR'S**

To the Board of Commissioners  
Delta County, Colorado

**Report on Compliance for Each Major Federal Program**

We have audited the Delta County, Colorado's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Delta County, Colorado's major federal programs for the year ended December 31, 2016. Delta County, Colorado's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the Delta County, Colorado's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Delta County, Colorado's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Delta County, Colorado's compliance.

***Opinion on Each Major Federal Program***

In our opinion, the Delta County, Colorado, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2016.

To the Board of Commissioners  
Delta County, Colorado  
Page Two

### **Report on Internal Control over Compliance**

Management of the Delta County, Colorado, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Delta County, Colorado's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Delta County, Colorado's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Blair and Associates, P.C.*

Cedaredge, Colorado  
June 16, 2017

**Delta County, Colorado**  
**Schedule of Findings and Questioned Costs**  
**Year ended December 31, 2016**

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Section I - Summary of Auditor's Results

Financial Statements

|  |            |
|--|------------|
| Type of auditor's report issued:                     | Unmodified |
| Internal control over financial reporting:           |            |
| Material weakness identified                         | None Noted |
| Significant deficiency identified                    | None Noted |
| Noncompliance material to financial statements noted | None Noted |

Federal Awards

|                                       |            |
|---------------------------------------|------------|
| Internal Control over major programs: |            |
| Material weakness identified          | None Noted |
| Significant deficiency identified     | None Noted |

|  |            |
|--|------------|
| Type of auditor's report issued on compliance for major programs | Unmodified |
|--|------------|

|  |            |
|--|------------|
| Any audit findings disclosed that are required to be reported in accordance with Title 2 U.S. Code of Federal Regulations Part 200 | None Noted |
|--|------------|

Identification of major programs:

| <u>CFDA Number(s)</u> | <u>Name of Federal Program or Cluster</u> |
|-----------------------|---|
| 10.561                | Food Stamp Program                        |
| 93.558                | Temporary Assistance to Needy Families    |

|  |            |
|--|------------|
| Dollar threshold used to distinguish between Type A and Type B programs: | \$ 750,000 |
|--|------------|

|  |     |
|--|-----|
| Auditee qualified as low-risk auditee? | Yes |
|--|-----|

**Delta County, Colorado**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS — CONTINUED**  
**Year ended December 31, 2016**

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**SECTION II — FINDINGS RELATED TO FINANCIAL STATEMENTS**

There are no findings related to the financial statements as required by Government Auditing Standards.

**SECTION III — FINDINGS RELATED TO FEDERAL AWARDS**

None noted in the current year audit.

**Delta County, Colorado**  
**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**Year ended December 31, 2016**

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SECTION II — FINDINGS RELATED TO FINANCIAL STATEMENTS

None

SECTION III — FINDINGS RELATED TO FEDERAL AWARDS

None



Calendar Year 2016

LOCAL HIGHWAY FINANCE REPORT

COUNTY/CITY:Delta County

|   |    |      |
|---|----|------|
| <b>A. Receipts from local sources</b>                           |    |      |
| 2. General Fund Appropriations:                                 | \$ | 0.00 |
| 3. Other local imposts: <i>(from A.3. Total below)</i>          | \$ |      |
| 4. Miscellaneous local receipts: <i>(from A.4. Total below)</i> | \$ |      |
| 5. Transfers from toll facilities                               | \$ | 0.00 |
| 6. Proceeds of sale of bonds and notes                          |    |      |
| a. Bonds - Original Issues:                                     | \$ | 0.00 |
| b. Bonds - Refunding Issues:                                    | \$ | 0.00 |
| c. Notes:   | \$ | 0.00 |
| <b>SubTotal:</b>  | \$ |      |
| <b>B. Private Contributions</b>                                 | \$ | 0.00 |

II - RECEIPTS FOR ROAD AND STREET PURPOSES (Detail)

|   |    |            |
|---|----|------------|
| <b>A.3. Other local imposts</b>                               |    |            |
| a. Property Taxes and Assessments                             | \$ | 281,557.92 |
| b. Other Local Imposts  |    |            |
| 1. Sales Taxes:   | \$ | 0.00       |
| 2. Infrastructure and Impact Fees:                            | \$ | 0.00       |
| 3. Liens:   | \$ | 0.00       |
| 4. Licenses:  | \$ | 0.00       |
| 5. Specific Ownership and/or Other:                           | \$ | 47,432.33  |
| <b>Total: (a + b) carried to 'Other local imposts' above)</b> | \$ |            |

|   |    |              |
|---|----|--------------|
| <b>A.4. Miscellaneous local receipts</b>                            |    |              |
| a. Interest on Investments:   | \$ | 0.00         |
| b. Traffic fines & Penalties:                                       | \$ | 0.00         |
| c. Parking Garage Fees:   | \$ | 0.00         |
| d. Parking Meter Fees:  | \$ | 0.00         |
| e. Sale of Surplus Property:  | \$ | 38,661.77    |
| f. Charges for Services:  | \$ | 159,326.29   |
| g. Other Misc. Receipts:  | \$ | 2,900.49     |
| h. Other:   | \$ | 1,267,813.77 |
| <b>Total: (a through h) carried to 'Misc local receipts' above)</b> | \$ |              |

**C. Receipts from State Government**

|                                       |    |              |
|---------------------------------------|----|--------------|
| 1. Highway User Taxes:                | \$ | 2,825,433.29 |
| 3. Other State funds:                 |    |              |
| c. Motor Vehicle Registrations:       | \$ | 90,909.26    |
| d. Other:                             |    |              |
| Comments: undefined                   | \$ | 0.00         |
| e. Other:                             |    |              |
| Comments: Severance tax/SRS Title III | \$ | 114,250.43   |
| Total: (1+3c,d,e)                     | \$ |              |

**D. Receipts from Federal Government**

|                                    |    |            |
|------------------------------------|----|------------|
| 2. Other Federal Agencies          |    |            |
| a. Forest Service:                 | \$ | 0.00       |
| b. FEMA:                           | \$ | 0.00       |
| c. HUD:                            | \$ | 0.00       |
| d. Federal Transit Administration: | \$ | 0.00       |
| e. U.S. Corp of Engineers          | \$ | 0.00       |
| f. Other Federal:                  | \$ | 148,715.16 |
| Total: (2a-f)                      | \$ |            |

**DISBURSEMENTS FOR ROAD AND STREET PURPOSES****A. Local highway disbursements**

|   |    |              |
|---|----|--------------|
| 1. Capital outlay: (from A.1.d. Total Capital Outlay below) | \$ |              |
| 2. Maintenance:   | \$ | 2,136,983.55 |
| 3. Road and street services                                 |    |              |
| a. Traffic control operations:                              | \$ | 483,845.33   |
| b. Snow and ice removal:                                    | \$ | 161,281.78   |
| c. Other:   | \$ | 0.00         |
| 4. General administration & miscellaneous                   | \$ | 441,094.41   |
| 5. Highway law enforcement and safety                       | \$ | 0.00         |
| Total: (A.1-5)  | \$ |              |

**B. Debt service on local obligations**

|                 |    |      |
|-----------------|----|------|
| 1. Bonds        |    |      |
| a. Interest     | \$ | 0.00 |
| b. Redemption   | \$ | 0.00 |
| 2. Notes        |    |      |
| a. Interest     | \$ | 0.00 |
| b. Redemption   | \$ | 0.00 |
| SubTotal: (1+2) | \$ |      |

|   |    |           |
|---|----|-----------|
| <b>C. Payments to State for Highways:</b> | \$ | 0.00      |
| <b>D. Payments to Toll Facilities:</b>    | \$ | 0.00      |
| <b>Total Disbursements: (A+B+C+D)</b>     |    | <b>\$</b> |

**II. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - (By Fund)**

|  | A. ON NATIONAL<br>HIGHWAY SYSTEM | B. OFF NATIONAL<br>HIGHWAY SYSTEM | C. TOTAL |
|--|----------------------------------|-----------------------------------|----------|
| <b>A.1. Capital Outlay</b>                             |                                  |                                   |          |
| a. Right-Of-Way Costs:                                 | \$ 0.00                          | \$ 5,564.68                       | \$       |
| b. Engineering Costs:                                  | \$ 0.00                          | \$ 174,699.10                     | \$       |
| c. Construction  |                                  |                                   |          |
| 1. New Facilities:                                     | \$ 0.00                          | \$ 0.00                           | \$       |
| 2. Capacity Improvements:                              | \$ 0.00                          | \$ 0.00                           | \$       |
| 3. System Preservation:                                | \$ 0.00                          | \$ 1,955,691.27                   | \$       |
| 4. System Enhancement:                                 | \$ 0.00                          | \$ 0.00                           | \$       |
| 5. Total Construction:                                 |                                  |                                   | \$       |
| d. Total Capital Outlay: (Lines A.1 a. + 1 b. + 1 c 5) |                                  |                                   | \$       |

**III. HIGHWAY DEBT STATE**

|                              | OPENING DEBT | AMOUNT ISSUED | REDEMPTIONS | CLOSING DEBT |
|------------------------------|--------------|---------------|-------------|--------------|
| <b>A. Bonds (Total)</b>      | \$ 0.00      | \$ 0.00       | \$ 0.00     | \$           |
| 1. Bonds (Refunding Portion) |              | \$ 0.00       | \$ 0.00     | \$           |
| <b>B. Notes (Total):</b>     | \$ 0.00      | \$ 0.00       | \$ 0.00     | \$           |

**IV. LOCAL ROAD AND STREET FUND BALANCE**

| A. Beginning Balance | B. Total Receipts | C. Total Disbursements | D. Ending Balance | E. Reconciliation |
|----------------------|-------------------|------------------------|-------------------|-------------------|
| \$ 5,539,453.00      | \$ 4,977,000.71   | \$ 5,359,160.12        | \$ 5,157,293.59   | \$ 0.00           |

Notes & Comments:

Date Submitted:

