



Garfield
County
Colorado

2014 Comprehensive
Annual Financial
Report For the fiscal year ended
December 31, 2014



Garfield County, Colorado

Comprehensive Annual Financial Report

For the Fiscal Year Ended December 31, 2014

Prepared by the Finance Department



Prepared by the Finance Department

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Garfield County, Colorado
 Comprehensive Annual Financial Report
 For the Year Ended December 31, 2014

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INTRODUCTORY SECTION



FINANCE DEPARTMENT
108 8th Street, Suite 201
Glenwood Springs, Colorado 81601
(970) 945-7284

May 29, 2015

To the Citizens and Board of County Commissioners of Garfield County:

State law requires Garfield County (County) to publish a complete set of financial statements prepared in accordance with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted accounting standards by a firm of licensed certified public accountants.

Pursuant to those requirements we hereby present the Comprehensive Annual Financial Report (CAFR) of Garfield County, Colorado for the fiscal year ended December 31, 2014. This report was prepared by the Finance Department of Garfield County. Responsibility for both the accuracy of the presented data and the completeness and fairness of presentation, including all disclosures, rests with the County. We believe the data are accurate in all material respects and presented in a manner designed to set forth fairly the financial activity of the various funds. All disclosures necessary for the reader to gain the maximum understanding of the County's financial affairs have been included.

This report is the result of the cooperative effort between the Finance Department and McMahan and Associates, L.L.C., our independent auditors. The independent auditor's report has been included in the financial section of this report on pages B1, B2 and B3. In their opinion, the financial statements were presented fairly in all material respects.

Garfield County is also required to undergo an annual single audit in conformity with the provisions of the Federal Single Audit Act of 1996 and the U.S. Office of Management and Budget's Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Information related to this single audit, including the schedule of expenditures of federal awards, the independent auditor's reports on the internal control and compliance with applicable laws, regulations, contracts, and grants is included in the single audit section located after the Statistical Section.

GAAP requires management provide a narrative introduction, overview, and an analysis to accompany the basic financial statements. This narrative is in the form of the Management's Discussion and Analysis (MD&A) and can be found immediately following the report of the independent auditors. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

PROFILE OF GARFIELD COUNTY

Geography

Garfield County is located approximately 158 miles west of Denver and 88 miles east of Grand Junction and stretches from the foothills of the Colorado Rocky Mountains to the east to the high desert plateaus to the west. It encompasses 2,958 square miles and has an estimated population of 57,461 in 2014. Approximately two thirds of the land is publicly owned, controlled primarily by the U.S. Forest Service and the U.S. Bureau of Land Management. The County seat is Glenwood Springs.

Operating Structure

Incorporated February 10, 1883, Garfield County is a statutory county, defined as a service arm of the State, and derives its elected official structure and its powers from the State through enabling legislation. The three-member Board of County Commissioners serves as the legislative, policy-making and administrative body governing the unincorporated area of Garfield County. Commissioners are elected at large from one of three geographical districts and serve staggered four-year terms. In addition to having the power to levy taxes, the authority to represent the County, the responsibility for the care of County property, and the management of its affairs, the Board has the exclusive responsibility and power to adopt the annual budget for operation of County government, including all offices, boards, commissions, and other spending agencies funded in whole or in part by County appropriations.

Services

Garfield County provides the full range of services contemplated by State statute including, but not limited to, assessment and property tax administration; recording of vital documents and automobile registration; sheriff patrol and jail administration; court facilities; land use planning and building inspections; road maintenance and construction; welfare and public health services; a solid waste landfill disposal facility; general aviation airport operations; fairgrounds; and environmental health protection.

Component Units

The County, for financial reporting purposes, includes all funds of the primary government, as well as all of its component units. Component units are legally separate entities, which the primary government must disclose in its financial statements. Blended component units are, from an accounting perspective, part of the primary government's operation and are included as part of the primary government. Garfield County has one blended component unit: Travelers Highland Public Improvement District.

Budget Process

The annual budget serves as the foundation for the County's financial planning and control. All activities, departments, and funds of the County are prepared in compliance with State statute and generally accepted accounting principles. Supplemental appropriations are approved by the Board of County Commissioners as needed throughout the year. The objective of budgetary control is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of County Commissioners. Expenditures may not legally exceed appropriations at the fund or elected official level. Detailed line item records provide management the capability to monitor budgets for all areas. Budgetary control is exercised through the use of system controls, which restrict payments exceeding the budget.

Internal Control

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that:

- (1) The cost of a control should not exceed the benefits likely to be derived, and
- (2) The valuation of costs and benefits requires estimates and judgments by management.

LOCAL ECONOMY

Garfield County's economy, largely dominated by agriculture, tourism, and natural resource development, continued to show signs of improvement in 2014. Single family home prices increased 15% in 2014 while the volume and number of real estate transactions also increased. The construction industry also showed strong signs of growth with the number of residential permits increasing. Area foreclosure filings peaked in 2011 at 701 and in 2014 continued their rapid decline to pre-recessionary levels at 150 filings. A similar number of foreclosures is estimated in 2015.

At the end of the 2014, the estimated average annual wage in Garfield County was \$44,408, up from \$43,628 in 2013. Since the unemployment rate peaked at 11.7 percent in March 2010 there has been a steady drop and, as of December 2014, Garfield County's unemployment rate was 3.6 percent, lower than both the State at 4.1 percent and nation at 5.6 percent.

With upturns in the housing and job markets, retail, tourism, and related sales tax revenues improved at a stronger pace than in recent years with a 7.6 percent increase in 2014 over 2013.

Property tax revenues declined in 2014 because of a drop in the price of natural gas in 2012, the year in which assessments are made for 2014 revenues. 2015 will see a 10% increase due to an improvement in price, and the outlook for 2016 is also positive. Recent industry and economic reports suggest, however, the production and price of natural gas in the Piceance Basin is contracting and indicate a multi-year downturn which will have a major impact on revenues in future years, beginning in 2017.

LONG-TERM FINANCIAL PLANNING

As mentioned previously, the financial health of Garfield County is significantly dependent on natural resource development. Approximately 50% of the County's total revenue is related to property tax, and almost three quarters of property tax revenue is associated with the energy industry. Because of this and other factors, Garfield County has built up a healthy fund balance to ensure stable levels of service to Garfield County citizens, stable employment and benefits for its employees, and a strong assurance it will not need to ask the taxpayers for tax increases to pay for the growing needs of the County during downturns in our local economy.

In order to meet emergency obligations, avoid interruptions in cash flow, generate interest income, and maintain a sound bond rating, the County has determined it will maintain an unassigned fund balance in its General Fund plus its Oil and Gas Mitigation Fund of one third of the County's total General Fund expenditures.

Due to the volatile economy driven by the oil and gas industry, Garfield County also strives to maintain an unassigned fund balance in the General Fund in excess of 15 percent of total General Fund revenues.

Looking forward, the County sees a need for constant re-evaluation of its projects and programs. These are revisited, re-evaluated, and prioritized during the annual strategic planning process and in preparation for the budget. The County emphasizes continual improvement of work processes, and prudent stewardship of public resources, to ensure the County is providing the best services possible at the lowest possible cost. We also counsel prudence and restraint regarding multiyear capital projects because a sustained reduction in natural gas production could put a significant strain on the county's reserves.

RELEVANT FINANCIAL POLICIES

In March 2014, the Board of County Commissioners and the Garfield County Treasurer adopted an amended investment policy which re-established delegation of authority for investment, the conflict of interest policy for investment, and the designated specific eligible investments, transactions, and institutions for investment. An investment advisory board currently assists the Treasurer in investment decisions consistent with policy and structure.

MAJOR INITIATIVES

In 2014, Garfield County continued to focus on the strategic priorities identified by the Board of County Commissioners in 2013. Highlights included:

- Investment in core infrastructure including Road and Bridge projects and Fairgrounds improvements;
- Investment in local municipalities infrastructure projects;
- Continued or completed master planning to provide strategic direction for key county initiatives: Facilities, Airport, Fairgrounds, Solid Waste Management, Fleet and Energy;
- Maintained operating costs and adopted a balanced budget for 2015.

AWARDS AND ACKNOWLEDGEMENTS

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Garfield County, Colorado for its comprehensive annual financial report for the fiscal year ended December 31, 2013. This was the sixth consecutive year that Garfield County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

In addition, Garfield County also received the GFOA's Distinguished Budget Presentation Award for its budget document for the period beginning January 1, 2014. This was the fifth time Garfield County received this award. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document was judged to be proficient in several

categories, including a policy document, a financial plan, an operations guide, and a communications device.

Acknowledgements

The preparation of this report would not have been possible without the efficient and dedicated service of the Garfield County Finance Department. In addition, as a staff we are grateful for the assistance we receive from our independent auditors, McMahan and Associates, L.L.C.

In closing, we wish to acknowledge the leadership of the Board of County Commissioners and the cooperation of each of the County's elected officials and departments as we work together to conduct the County's financial operations. The Board supports prudent fiscal management and stewardship in a responsible and progressive manner, and the strong financial condition of Garfield County can be attributed to its positive leadership.

Respectfully submitted,



Ann Driggers
Finance Director



Andrew Gorgey
County Manager



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

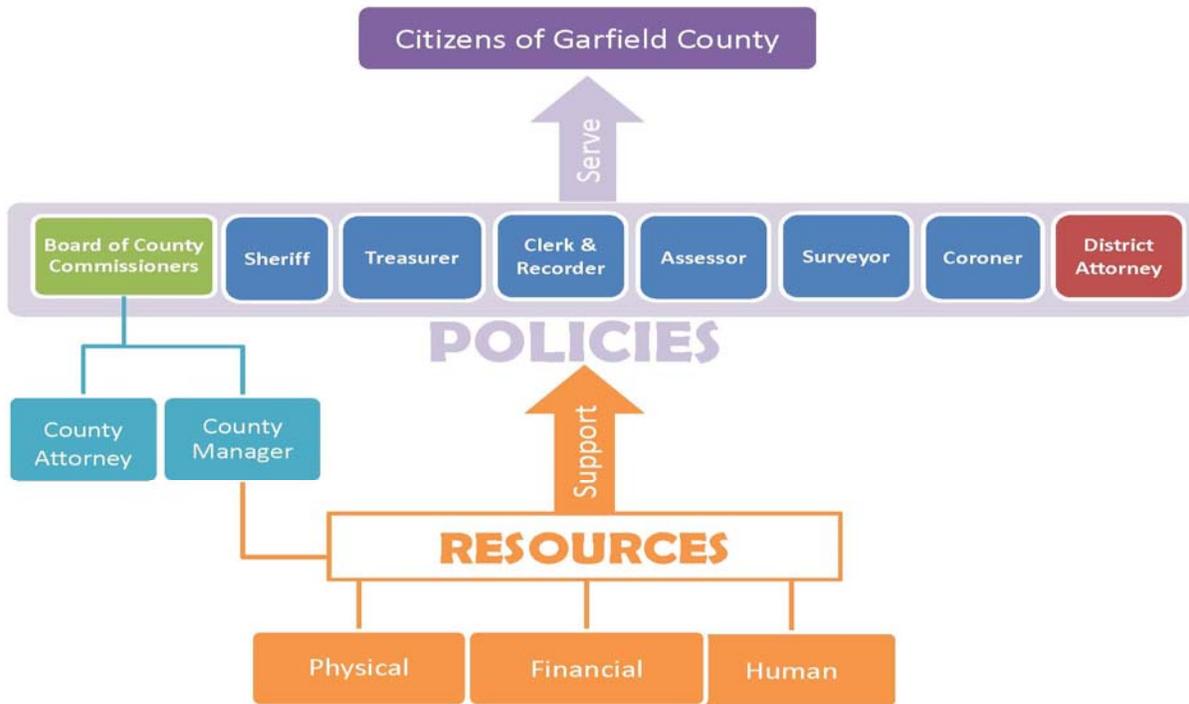
**Garfield County
Colorado**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

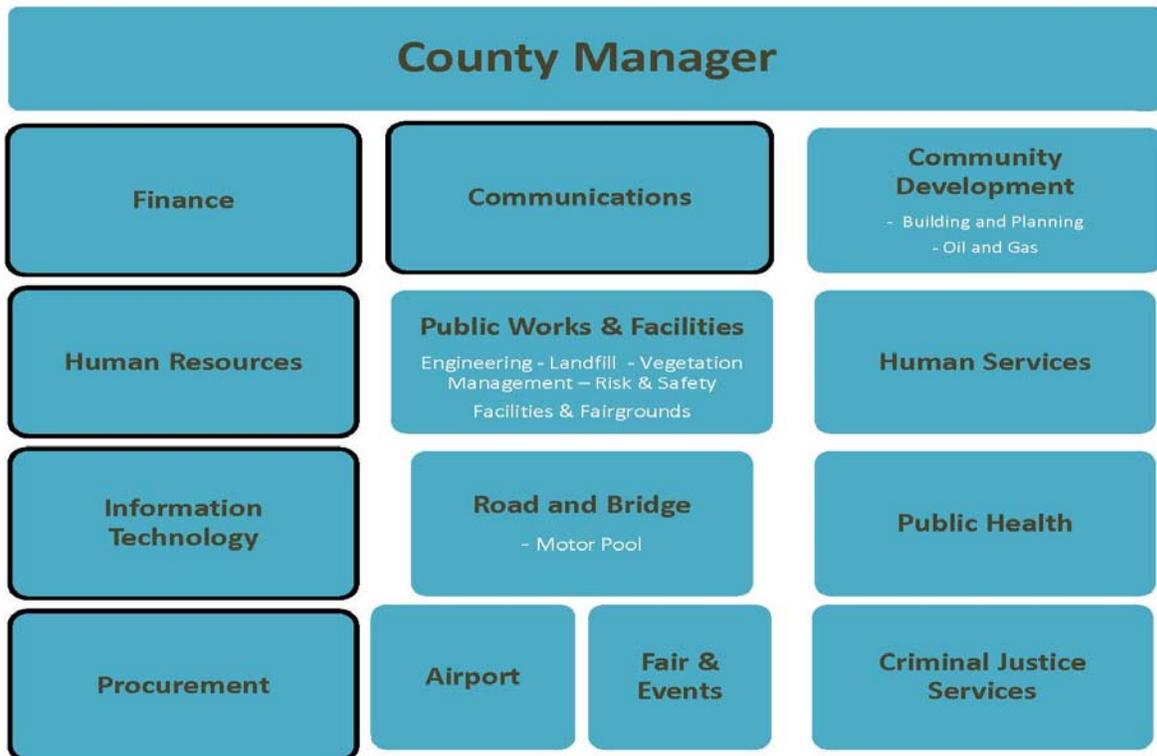
December 31, 2013

Executive Director/CEO

Organization Chart - 2014



County Administration



**Departments with black outline are internal services departments, those without are public service departments*

ELECTED OFFICIALS

Commissioner, District # 1	Tom Jankovsky
Commissioner, District # 2	John Martin
Commissioner, District # 3	Mike Samson
County Assessor	Jim Yellico
County Clerk	Jean Alberico
County Coroner	Trey Holt
County Sheriff	Lou Vallario
County Surveyor	Scott Aibner
County Treasurer/Public Trustee	Georgia Chamberlain

APPOINTED BY BOARD OF COUNTY COMMISSIONERS

County Attorney	Frank Hutfless
County Manager	Andrew Gorgey

ADMINISTRATION MANAGEMENT TEAM

Airport	Brian Condie
Criminal Justice Services	Rodney Hollandsworth
Communications	Renelle Lott
Community Development	Fred Jarman
Public Works and Facilities	Betsy Suerth
Road & Bridge	Deb Fiscus
Finance	Ann Driggers
Information Technology	Gary Noffsinger
Procurement	Jamaica Watts
Human Services	Mary Elliott Baydarian
Public Health	Yvonne Long
Human Resources	Diane Hayes

BOARD OF COUNTY COMMISSIONERS



Mike Samson

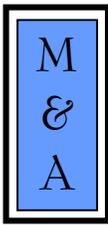
John Martin

Tom Jankovsky

Board of County Commissioners serve as both administrative and policy-making bodies for their counties. While, generally, boards have only those powers specifically conferred by the state general assembly, courts have held that they have such implied powers as may be necessary to carry out their specified powers. Constitutionally, the board also sits as the County Board of Equalization. The board also fills all vacancies in county offices other than those for county commissioners and for the public trustee. All powers of the county, as a legal entity, are exercised by the Board of County Commissioners and not by its individual members.



FINANCIAL SECTION



MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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INDEPENDENT AUDITOR'S REPORT

**To the Board of County Commissioners
Garfield 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 Garfield County, Colorado, (the "County"), as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion 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 includes 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 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 County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. 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 financial statement presentation.

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

Member: American Institute of Certified Public Accountants

PAUL J. BACKES, CPA, CGMA
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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 Garfield County, Colorado as of December 31, 2014, 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

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis in Section B 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.

The budgetary comparison information in Section E is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. The budgetary comparison information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements taken as a whole. The introductory section, combining fund financial statements, individual fund budgetary information, the Local Highway Finance Report, and the statistical section listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the County's financial statements. The combining fund financial statements, the individual fund budgetary information, and the Local Highway Finance Report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

**To the Board of County Commissioners
Garfield County, Colorado**

Additionally, the Schedule of Expenditures of Federal Awards included in the Single Audit section are presented for the purpose of additional analysis, as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and are not a required part of the County's financial statements. Such information has been subjected to the auditing procedures applied audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the 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 May 27, 2015 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with 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 the 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 County's internal control over financial reporting and compliance.

McMahan and Associates, L.L.C.

**McMahan and Associates, L.L.C.
May 27, 2015**

Garfield County, Colorado
Management's Discussion and Analysis
December 31, 2014

This section of Garfield County's (the County) Comprehensive Annual Financial Report (CAFR) presents narrative discussion and analysis of the financial activities of the County for the fiscal year ended December 31, 2014. This information should be considered in conjunction with the letter of transmittal, which can be found preceding this narrative, and the County's financial statements and notes to the financial statements, which follow.

FINANCIAL HIGHLIGHTS

- As of December 31, 2014, the County's total assets were \$475.5 million, and total liabilities and deferred inflow of resources were \$52.4 million. The total net position was therefore \$423.1 million, a decrease of 0.82 percent (\$3.5 million) over 2013.
- Total net position comprises the following:
 - (1) Investment in capital assets including property and equipment, net of related debt (if any) and accumulated depreciation, of \$295.8 million.
 - (2) Restricted net position of \$58.1 million, which is constrained for specific purposes by external providers, such as creditors, or amounts constrained due to constitutional provisions or enabling legislation.
 - (3) Unrestricted net position of \$69.2 million, which represents the portion available to maintain the County's continuing obligations to its citizens and creditors.
- Total governmental fund revenues (including transfers in) in 2014 were \$91.7 million, an 11.7 percent (\$12.1 million) decrease over 2013.
- Total governmental fund expenditures (including transfers out) in 2014 were \$95.7 million, a 4.1 percent (\$3.8 million) increase over 2013.
- As of December 31, 2014, the County's governmental funds reported combined ending fund balances of \$121.5 million. This compares to the prior year ending fund balances of \$125.6 million, a decrease of 3.3 percent (\$4.1 million) during 2014. Approximately \$45.0 million (37.1 percent) is unassigned fund balance.
- At the end of 2014, fund balance for the General Fund was \$48.7 million, amounting to 107.5 percent of total General Fund expenditures. This compares to the prior year ending fund balance of \$56.7 million with a decrease of 14.1 percent (\$8.0 million) during 2014.

The above financial highlights are explained in more detail in the financial analysis section of this document.

Garfield County, Colorado
Management's Discussion and Analysis
December 31, 2014

OVERVIEW OF THE FINANCIAL STATEMENTS

This Management Discussion and Analysis document introduces the County's basic financial statements. The basic financial statements include:

- Government-wide Financial Statements
- Fund Financial Statements
- Notes to the Basic Financial Statements

The County also includes in this report additional information to supplement the basic financial statements.

Government-wide Financial Statements

The County's annual report includes two government-wide financial statements. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds. The two statements are:

The **statement of net position** presents all of the County's assets, liabilities and deferred outflows and inflows, with the difference between reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County as a whole is improving or deteriorating. Evaluation of the overall health of the County should extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of County infrastructure, in addition to the financial information provided in this report.

The **statement of activities** reports how the County's net position changed during the fiscal year. All current year revenues and expenditures are included regardless of when cash is received or payments are made. An important purpose of the design of the statement of activities is to show the financial reliance of the County's distinct activities or functions on revenues provided by the County's taxpayers.

Both government-wide financial statements distinguish governmental activities of the County that are principally supported by property and sales taxes and from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government; public safety; health and welfare; culture and recreation; and maintenance and improvement of transportation, infrastructure, buildings, grounds, and public works. Business-type activities include the solid waste disposal operations (landfill).

The government-wide financial statements are presented on pages C1 and C2 of this report.

Fund Financial Statements

The fund financial statements are designed to report information about groupings of related accounts used to maintain control over resources segregated for specific activities or objectives. The County, like other state and local governments, uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Fund financial statements focus on the County's most significant funds, known as major funds, rather than the County as a whole. Major funds are reported separately while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

All the funds of the County fall into one of three types: governmental funds, proprietary funds, and fiduciary funds.

Garfield County, Colorado
Management's Discussion and Analysis
December 31, 2014

Governmental funds. Most of the services provided by the County are accounted for in governmental funds. Governmental funds are used to account for essentially the same functions, which are reported as governmental activities in the government-wide financial statements. Unlike the government-wide financial statements, however, the governmental funds financial statements focus on the use of spendable resources during the year and the balances available at the end of the year for future spending. Such information is useful in determining whether there will be adequate financial resources available to meet the current and near-term needs of the County.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The County's governmental funds are comprised of a general fund, a capital projects fund and eleven special revenue funds. Four governmental funds, the General Fund, the Road and Bridge Fund, the Human Services Fund and the Capital Expenditures Fund are considered major funds for financial reporting purposes. Each of the major funds is presented in a separate column in the governmental fund financial statements presented on pages C3 through C6 of this report. Individual fund information for non-major governmental funds is found in combining statements in a later section of this report.

Proprietary funds. Services for which the County charges customers a fee are accounted for in proprietary funds. The two County proprietary funds are the Solid Waste Disposal Fund and the Motor Pool Fund. The Solid Waste Disposal Fund is an enterprise fund, which encompasses the same functions reported as business-type activities in the government-wide statements. The Motor Pool Fund is an internal service fund which reports activities that provide services to the County's other programs and activities on a cost reimbursement basis. For reporting purposes, the Motor Pool Fund is included in the governmental activities in the government-wide financial statements. The basic proprietary fund financial statements are presented on pages C7 through C9 of this report.

Fiduciary funds. Assets held in a trustee or agency on behalf of another legally separate party or entity are accounted for in fiduciary funds. Since the resources of these funds are not available to support the County's own programs, they are not reflected in the government-wide financial statements and only balance sheet accounts are used. The County has no trustee funds. The County agency fund information is presented on pages C10 and F17 of this report.

Notes to the Basic Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page D1 of this report.

Other Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information on the County's annual budget. The County adopts a budget appropriated for each fund. Budgetary comparison statements are included as Required Supplementary Information for the General Fund, the Road and Bridge Fund, and the Human Services Fund on pages E1 – E3. Budgetary comparison schedules for all other governmental funds including the Capital Expenditures Fund type can be found in the Supplementary Information section of this report on pages F1, and F6 through F14. The proprietary funds budgetary comparison schedules are on pages F15 and F16. These statements and schedules demonstrate compliance with the County's adopted and amended budget.

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GOVERNMENT-WIDE FINANCIAL ANALYSIS

Summary of Net Position

An analysis of net position may serve as a useful indicator of a government's financial health. Total assets for the County on December 31, 2014 were \$475.5 million, total liabilities were \$8.8 million, and deferred inflows of resources were \$43.6 million. The County's net position is therefore \$423.1 million, a decrease of 0.8 percent over December 31, 2013. The following provides a summary of the County's net position (as presented on page C1):

SUMMARY OF NET POSITION (\$)						
	Governmental Activities		Business-type Activities		TOTAL	
	2014	2013	2014	2013	2014	2013
Assets:						
Current assets	\$174,545,376	\$175,182,978	\$5,161,544	\$5,137,047	\$179,706,920	\$180,320,025
Capital assets	292,987,403	292,692,304	2,841,099	2,808,721	295,828,502	295,501,025
Total Assets	467,532,779	467,875,282	8,002,643	7,945,768	475,535,422	475,821,050
Liabilities:						
Current liabilities	5,993,478	6,427,964	197,532	592,786	6,191,010	7,020,750
Non-current liabilities	1,351,189	1,416,134	1,253,840	1,016,351	2,605,029	2,432,485
Total Liabilities	7,344,667	7,844,098	1,451,372	1,609,137	8,796,039	9,453,235
Total Deferred Inflow of Resources	43,603,402	39,751,112	-	-	43,603,402	39,751,112
Net Position:						
Inv. in capital assets	292,987,403	292,692,304	2,841,099	2,808,721	295,828,502	295,501,025
Restricted	58,066,772	51,753,652	-	-	58,066,772	51,753,652
Unrestricted	65,530,535	75,834,116	3,710,172	3,527,910	69,240,707	79,362,026
Total Net Position	\$416,584,710	\$420,280,072	\$6,551,271	\$6,336,631	\$423,135,981	\$426,616,703

The County continues to maintain very strong current ratios. The current ratio compares current assets to current liabilities and is an indication of the ability to pay obligations within one year. The current ratio for governmental activities is 4:1 and 26:1 for business-type activities. For the County overall, the current ratio is 4:1 meaning current assets are four times greater than current liabilities.

The County reported positive balances in net position for both governmental and business-type activities. Net position decreased \$3.7 million for governmental activities and increased by \$215 thousand for business-type activities. The County's overall total net position decreased during 2014 by \$3.5 million. The loss in net position is due to less revenues and higher expenses compared to 2013.

As of December 31, 2014, the County's governmental activities reported a combined ending net position of \$416.6 million, a decrease of 0.9 percent (\$3.7 million) less than the prior year. Of this, 15.7 percent (\$65.5 million) is unrestricted and constitutes available funds for spending in the coming year at the County's discretion. Legally restricted net position includes \$2.4 million restricted to public health, \$24.9 million restricted to road and bridge, \$13.0 million restricted to human services, \$3.0 million restricted to emergency reserve, and \$14.4 million restricted to capital projects.

Approximately 70 percent of the governmental activities' net position is invested in capital assets. Capital assets are tangible property used in the operation of the County such as land, roads and bridges, buildings, machinery, furnishings and equipment. The County uses these capital assets to provide services to its citizens. For business-type activities, 43.4 percent of its net position is invested in capital assets providing facilities and equipment for the Solid Waste Disposal Fund.

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Summary of Changes in Net Position

Governmental activities and business-type activities decreased the County's net position by \$3.5 million or a negative 0.8 percent.

The following table provides a summary of the County's changes in net position for governmental and business-type activities in 2014 and 2013:

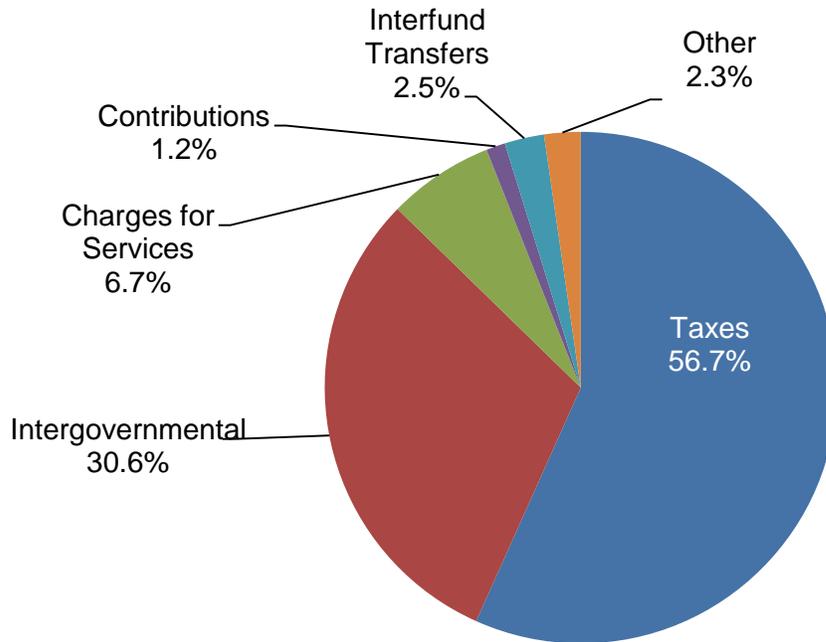
SUMMARY OF CHANGES IN NET POSITION						
	Governmental Activities		Business-type Activities		Total	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Revenues:						
Program:						
Charges for services	\$ 5,563,971	\$ 6,042,495	\$1,789,399	\$1,282,819	\$ 7,353,370	\$ 7,325,314
Operating grants	26,707,457	26,864,746	668	2,325	26,708,125	26,867,071
Capital grants and contributions	1,622,873	1,687,247	-	-	1,622,873	1,687,247
General:						
Taxes	54,578,141	64,966,210	-	-	54,578,141	64,966,210
Other	878,589	1,558,478	-	-	878,589	1,558,478
Total Revenues	89,351,031	101,119,176	1,790,067	1,285,144	91,141,098	102,404,320
Program Expenses:						
General government	24,319,885	23,665,114	-	-	24,319,885	23,665,114
Public safety	21,564,522	21,978,817	-	-	21,564,522	21,978,817
Public works	21,195,359	19,885,117	-	-	21,195,359	19,885,117
Health and welfare	21,485,469	21,573,669	-	-	21,485,469	21,573,669
Culture and recreation	1,520,033	1,273,353	-	-	1,520,033	1,273,353
Interest	-	-	-	-	-	-
Solid waste	-	-	1,559,741	1,436,183	1,559,741	1,436,183
Total Expenses	90,085,268	88,376,070	1,559,741	1,436,183	91,645,009	89,812,253
Excess (Deficiency)	(734,237)	12,743,106	230,326	(151,039)	(503,911)	12,592,067
Transfers	(88,936)	(83,352)	88,936	83,352	-	-
Change in Net Position	(823,173)	12,659,754	319,262	(67,687)	(503,911)	12,592,067
Beginning Net Position	420,280,072	407,401,736	6,336,631	6,385,464	426,616,703	413,787,200
Prior Period Adjustment	(2,872,189)	218,582	(104,622)	18,854	(2,976,811)	237,436
Beg. Net Position (Restated)	417,407,883	407,620,318	6,232,009	6,404,318	423,639,892	414,024,636
Ending Net Position	\$416,584,710	\$420,280,072	\$6,551,271	\$6,336,631	\$423,135,981	\$426,616,703

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GOVERNMENTAL REVENUES

Total governmental revenues for 2014 were \$91.7 million compared to \$103.8 million in 2013, a decrease of 11.7 percent. The source of revenues is as follows:

Governmental Revenues by Source 2014	
Taxes	\$51,989,692
Intergovernmental	28,078,028
Charges for Services	6,101,349
Contributions	1,073,688
Interfund Transfers	2,300,000
Other	2,108,268
Total	\$91,651,025



The County is heavily reliant on taxes and intergovernmental revenues to support governmental operations and capital improvements.

Property taxes are the largest source of revenue with \$40.5 million accounting for 44.2 percent of total revenues. Sales taxes of \$8.9 million represent 9.7 percent of revenues.

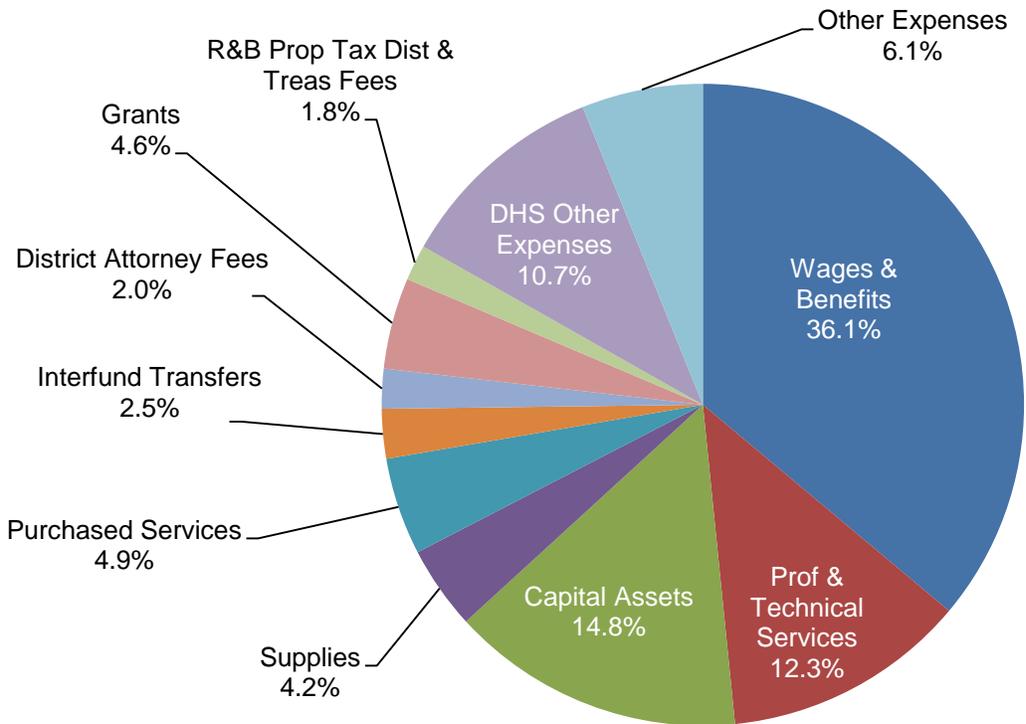
Intergovernmental revenues of \$28.1 million represents 30.6 percent of the County's total governmental revenues. This includes \$16.6 million from the State for Human Services programs, \$3.0 million from the Department Of Interior for Payment in Lieu of Taxes (PILT), \$3.2 million from the State Highway Users Tax Fund for road and bridge purposes, \$2.6 million in federal mineral severance taxes, and \$0.4 million from the State and the Federal Aviation Authority in grants for the Ten Year Airport Master Plan and A-3 Taxiway.

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GOVERNMENTAL EXPENSES

Total governmental expenses for 2014 were \$95.7 million compared with \$91.9 million in 2013, an increase of 4.1 percent. Expenses by classification are as follows:

Governmental Expenses by Classification 2014	
Wages and Benefits	\$34,564,780
Professional and Technical Services	11,729,369
Capital Assets	14,155,160
Supplies	3,984,227
Purchased Services	4,677,179
Interfund Transfers	2,388,936
District Attorney Fees	1,984,019
Grants	4,359,480
R&B Property Tax Distribution and Treasurers Fees	1,778,030
DHS Other Expenses	10,209,996
Other Expenses	5,853,259
Total	\$95,684,435



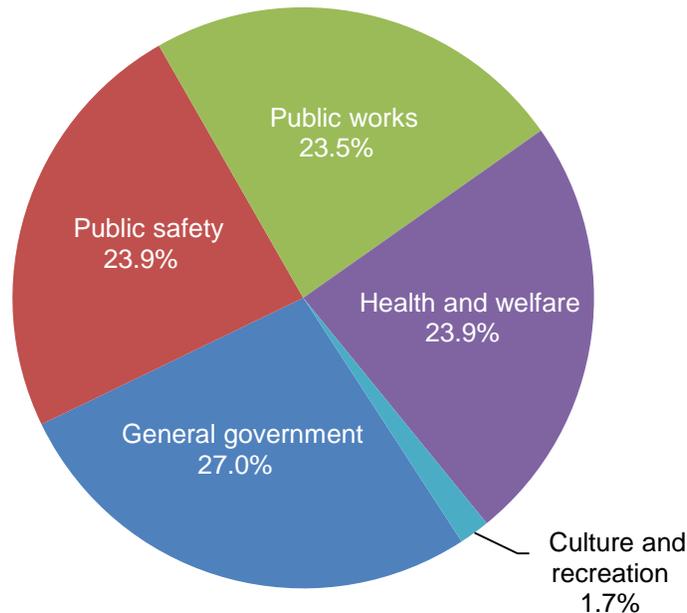
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GOVERNMENT-WIDE – GOVERNMENTAL ACTIVITIES – FUNCTION/PROGRAM ANALYSIS

Program revenues such as charges for services, operating and capital grants and contributions, cover 37.6 percent of governmental activities expenses. The government's taxpayers and the County's other general governmental revenues fund 62.4 percent of the governmental activities. As a result, the general economy and the County businesses have a major impact on the County's revenue streams.

Total governmental activities expenses by function or program are as follows:

Governmental Activities Expenses by Function/Program 2014	
General government	\$24,319,885
Public safety	21,564,522
Public works	21,195,359
Health and welfare	21,485,469
Culture and recreation	1,520,033
Total	\$ 90,085,268



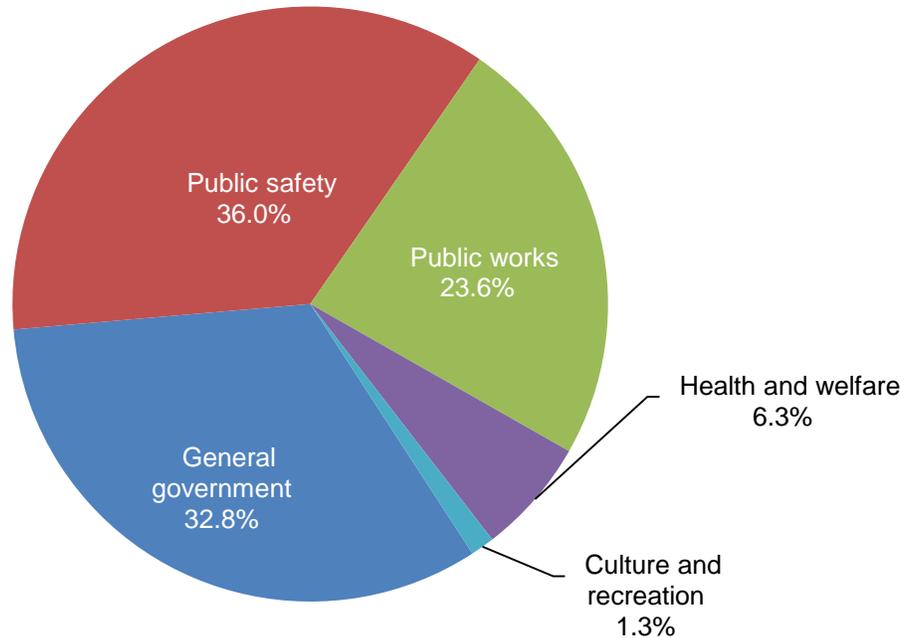
The general government, public safety, public works, and health and welfare functions account for 98.3 percent of governmental activities expenses.

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Each of these functions generates some form of revenue. The following table presents the net cost of the functions, i.e. the expenses less revenues generated by the activities. The net costs illustrate the financial burden placed on the County's taxpayers by each of these functions.

**Net Cost of Governmental Activities by
Function/Program
2014**

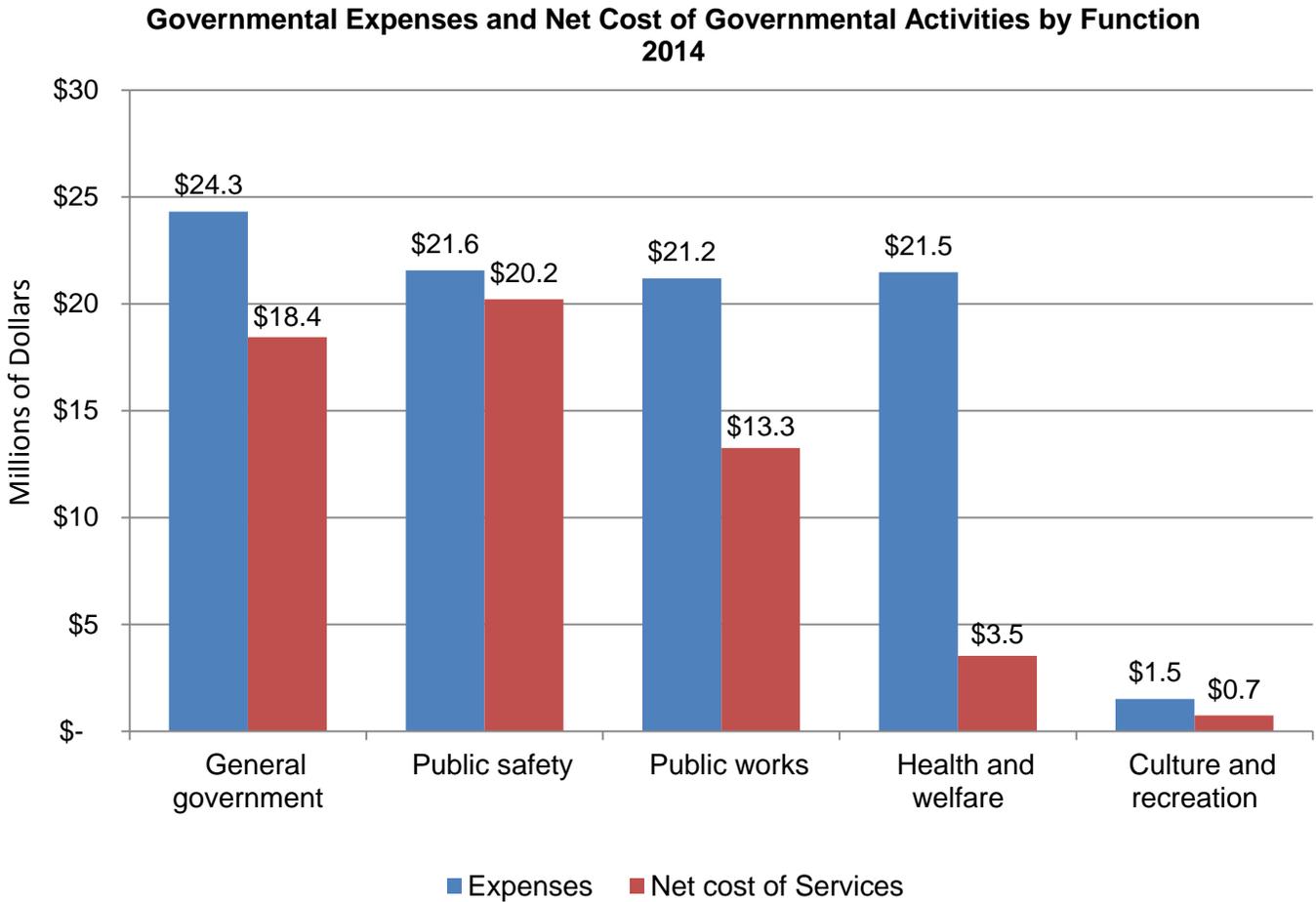
General government	\$ 18,440,734
Public safety	20,219,332
Public works	13,256,456
Health and welfare	3,534,849
Culture and recreation	739,596
Total	\$ 56,190,967



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Total net cost of governmental activities of \$56.2 million is 62.4 percent of total cost of governmental activities of \$90.1 million. This means 62.4 percent of governmental activities are paid with taxpayer dollars and 37.6 percent are funded with program revenues such as charges/fees for services, grants and contributions.

A comparison of the expenses of governmental activities and the net cost of governmental activities, by function, is as follows:



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BUSINESS-TYPE ACTIVITIES

The Solid Waste Disposal Fund, which accounts for the activities of the landfill, is the only business-type activity of the County. In 2014, the fund accounted for an increase in the County's net position of \$319,262 primarily due to higher revenues.

Operating revenues of the fund were \$1.8 million and operating expenses, excluding depreciation and other expenses were \$0.9 million. At 95.2 percent, charges for services (tipping fees) accounted for the majority of revenues. Other revenues included an interfund transfer from the General Fund for cost reimbursement.

Wages and benefits accounted for 55.0 percent of expenses and the remaining 45.0 percent was for other operating expenses.

ANALYSIS OF THE COUNTY'S GOVERNMENTAL FUNDS

As previously discussed, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the County's governmental funds is to provide information on near-term inflows, outflows and balance of resources. This information is useful in assessing the County's financing requirements.

Overall, governmental fund revenues totaled approximately \$89.4 million in 2014, a decrease of 10.2 percent over the prior year. Taxes, primarily property tax, decreased by 17.7 percent (\$11.2 million) and intergovernmental revenues were up 1.4 percent (\$0.4 million) mostly due to an increase in state mineral severance taxes by \$0.8 million. Investment income rose significantly from \$39 thousand to \$879 thousand an increase of over 2 thousand percent. Modest increases and decreases took place in other revenue sources.

In 2014, expenditures for governmental funds totaled \$93.3 million, an increase of 5.2 percent (\$4.6 million). In Public Works, an increase of \$3.4 million or 19.0 percent reflects greater investment in road and bridge projects in 2014. Culture and recreation programs increased 90.9 percent (\$2.0 million) largely due to capital improvements at the County fairgrounds in 2014.

Information on the County's major funds is as follows:

General Fund

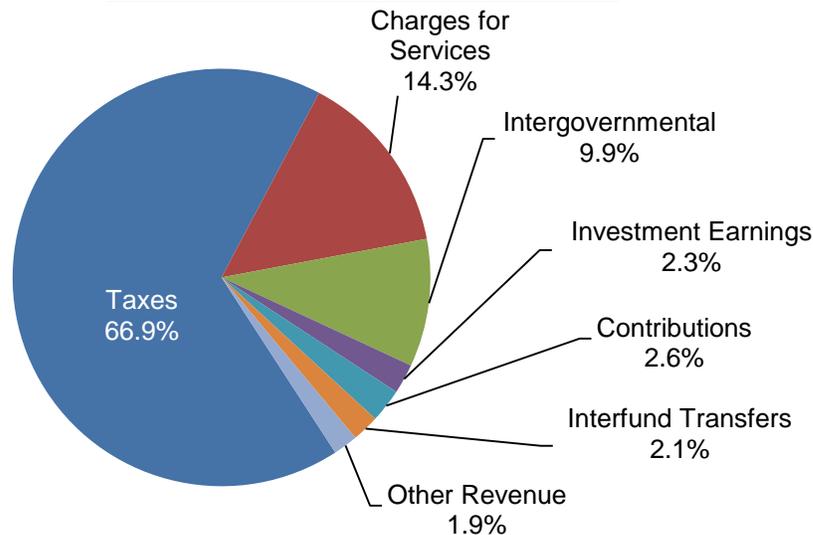
The General Fund is the primary operating fund for the County and the largest source of day-to-day service delivery.

The General Fund's fund balance decreased by 14.0 percent (\$7.9 million) in 2014 to \$48.7 million. While revenues were less than expenditures by \$6.4 million, other financing uses (interfund transfers out) reduced this margin. 92.4 percent (\$45.0 million) constitutes unassigned fund balance available for spending in the coming year at the County's discretion. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 105.0 percent of total General Fund expenditures and total fund balance represents 113.5 percent of expenditures.

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In 2014, total revenues for the General Fund were \$37.4 million (including interfund transfers in from other funds), a decrease of 35.3 percent over the prior year. Taxes generated more than half this revenue, followed by charges and fees for services, and intergovernmental revenues. The following represents General Fund revenues by classification in 2014, which was similar to the prior year:

General Fund Revenues 2014	
Taxes	\$24,989,248
Charges for Services	5,343,474
Intergovernmental	3,704,578
Investment Earnings	865,251
Contributions	968,248
Interfund Transfers	800,000
Other Revenue	687,482
Total	\$37,358,281



General Fund revenues were 1.7 percent below the amended budget in 2014. Sales tax revenues were less than budgeted due to State mandated refunds to gas companies but were higher than sales tax revenues in 2013. Investment income was 33 percent (\$215 thousand) higher than budget due to realized gains on investments.

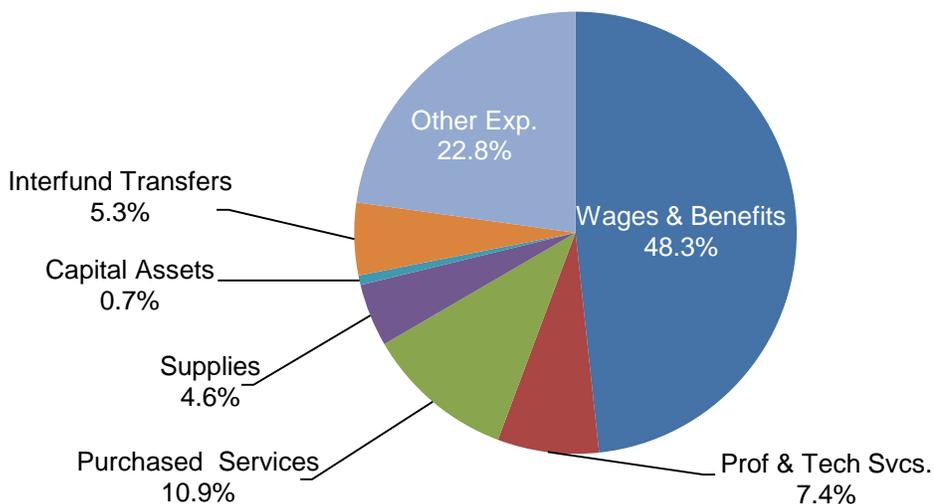
General Fund Revenues Budgetary Comparison					
	2014 Adopted Budget	2014 Amended Budget	2014 Actual	Amount Over/(Under) Amended	% Over/(Under) Amended
Taxes	\$25,895,995	\$25,895,995	\$24,989,248	(\$906,747)	(3.5%)
Charges for Services	5,253,690	5,283,140	5,343,474	60,334	1.1%
Intergovernmental	3,756,047	3,756,047	3,704,578	(51,469)	(1.4%)
Investment Income	650,480	650,480	865,251	214,771	33.0%
Contributions	735,814	744,364	968,248	223,884	30.1%
Interfund Transfers	800,000	800,000	800,000	0	0.0%
Other Revenue	868,679	868,679	687,482	(181,197)	(20.9%)
Totals	\$37,960,705	\$37,998,705	\$37,358,281	(\$640,424)	(1.7%)

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Total expenditures for the General Fund in 2014 (including interfund transfers to other funds) were \$45.3 million, a 1.3 percent increase over 2013. The majority of the increase was caused by \$1.1 million in sales tax distributions.

As mentioned previously, the General Fund is the County's primary operating fund and consequently it contains a total of eighteen elected official offices and administrative departments. Wages and benefits, therefore, make up 48.3% of total expenditures, while services provided for the County (professional and technical services, and purchased services) comprised 18.3% of the total. The following represents the total General Fund expenditures by classification:

General Fund Expenditures 2014	
Wages & Benefits	\$21,886,480
Professional and Technical Services	3,339,983
Purchased Services	4,932,599
Supplies	2,103,559
Capital Assets	332,212
Interfund Transfers	2,388,936
Other Expenses	10,320,579
Total	\$45,304,348



During 2014, there was a \$1.4 million (2.9 percent) increase in appropriations between the adopted and amended budgets for General Fund expenditures. The majority of the increase was other expenditures of \$0.8 million, purchased services of \$0.2 million and wages and benefits of \$0.2 million.

General Fund expenditures were 10.5 percent (\$5.3 million) below the amended budget in 2014, which is the trend experienced in previous years. There was a multitude of cost savings with all departments and offices coming under budget. Notable variances include: lower wages and benefits primarily due to vacancy savings of \$1.6 million; lower health insurance costs of \$722 thousand and; underspending by \$485 thousand of the emergency management contingency by the Sheriff's Office.

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General Fund Expenditures Budgetary Comparison

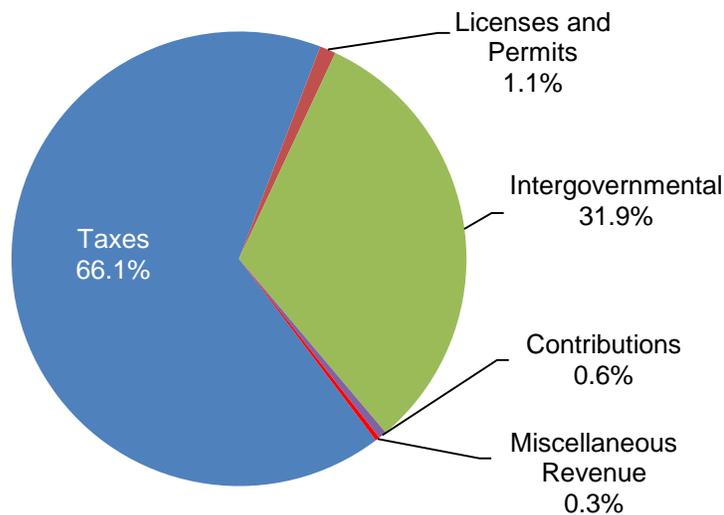
	2014 Adopted Budget	2014 Amended Budget	2014 Actual	Amount Over/(Under) Amended	% Over/ (Under) Amended
Wages & Benefits	\$24,014,833	\$24,221,530	\$21,886,480	(\$2,335,050)	(9.6%)
Professional & Technical Services	3,977,454	4,094,827	3,339,983	(754,844)	(18.4%)
Purchased Services	5,276,952	5,522,406	4,932,599	(589,807)	(10.7%)
Supplies	2,216,883	2,263,583	2,103,559	(160,024)	(7.1%)
Property & Capital Assets	371,977	394,777	332,212	(62,565)	(15.8%)
Interfund Transfers	2,390,000	2,390,000	2,388,936	(1,064)	0.0%
Other Expenditures	10,903,918	11,679,418	10,320,579	(1,358,839)	(11.6%)
Totals	\$49,152,017	\$50,566,541	\$45,304,348	(\$5,262,193)	(10.4%)

Road and Bridge Fund

The Road and Bridge Fund is used to account for the construction, maintenance, and snow removal on all County roads and bridges. The fund balance decreased by \$0.7 million in 2014 and has \$25.0 million available for future spending at the year-end. In 2014, total revenues of \$18.2 million in this fund increased by 2.8 percent over 2013 and total expenditures of \$19.0 million increased by 22.6 percent over 2013.

**Road and Bridge Fund Revenues
2014**

Taxes	\$12,060,207
Licenses and Permits	208,861
Intergovernmental	5,815,662
Contributions	104,833
Miscellaneous Revenue	55,434
Total	\$18,244,997

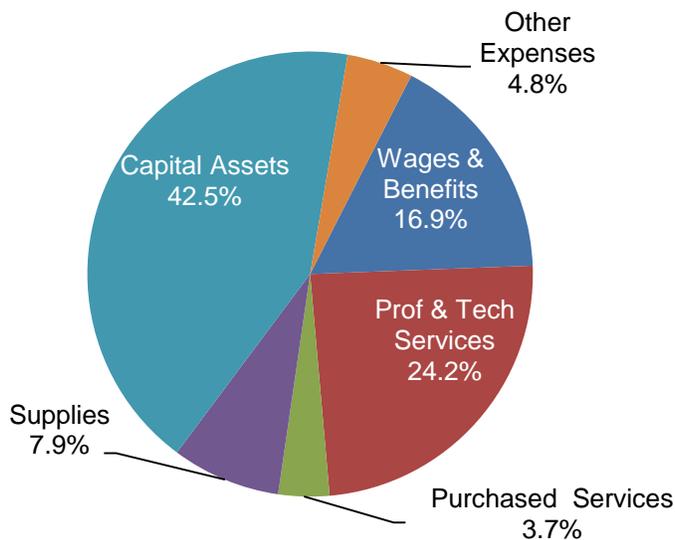


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In 2014, the majority of the increase in revenues over 2013 were in state severance taxes of \$0.9 million and sales tax collections of \$0.9 million. However, a decrease in property taxes of \$1.4 million offset these increases to some extent. A portion of intergovernmental revenues are from the State Highway Users Tax Fund and these remained similar to those collected in 2013.

All expenditures in the Road and Bridge Fund are a public works function. Expenditures by classification were as follows:

Road and Bridge Fund Expenditures 2014	
Wages and benefits	\$3,208,788
Professional and technical services	4,586,814
Purchased services	701,188
Supplies	1,501,062
Capital expenditures	8,052,083
Other expenditures	917,121
Total	\$18,967,056



Human Services Fund

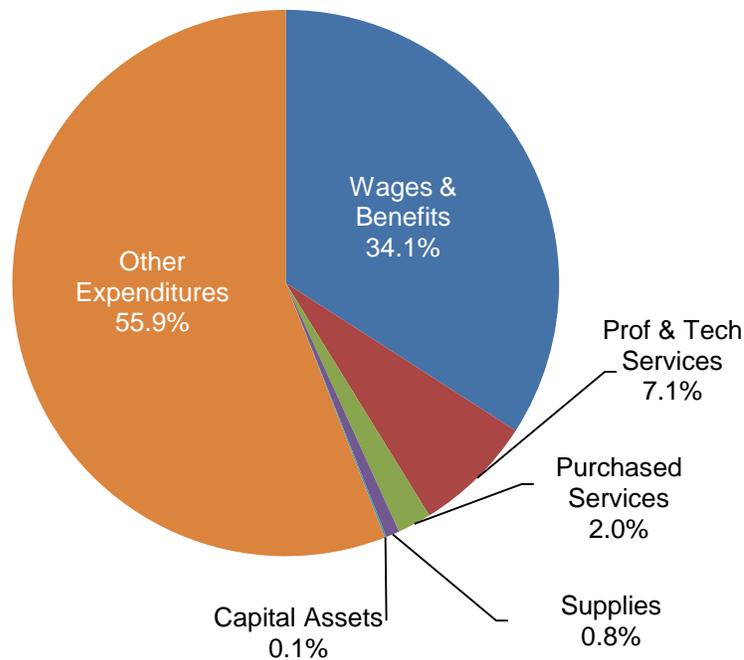
The Human Services Fund is used to account for a variety of State mandated social services including public assistance, child support, and family service programs. These are provided by the County's department of human services (DHS). In 2014, the Human Services Fund balance grew by 22.0 percent from \$10.9 million to \$13.3 million. Total revenues increased by 2.8 percent (\$0.6 million) from 2013, as the mill levy and property tax collected was increased for the fund in 2014. The majority of revenues (80.6 percent) come from intergovernmental sources and these decreased by 1.3 percent over the prior year.

Total expenditures decreased by 1.3 percent (\$241 thousand) compared with 2013 largely caused by a decrease in Food Assistance Benefits program.

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All expenditures in the Human Services Fund are a Health and Welfare function. Expenditures by classification were as follows:

Human Services Fund Expenditures 2014	
Wages and benefits	\$6,210,137
Professional and technical services	1,300,194
Purchased services	361,612
Supplies	128,556
Capital expenditures	25,210
Other expenditures	10,190,491
Total	\$18,216,200



Of the \$10.2 million categorized as other expenditures, \$1.6 million was spent on Child Welfare Block Grant programs, \$7.0 million on the Food Assistance Benefits program, \$0.9 million on the Old Age Pension program, \$0.4 million on Child Care Assistance program and \$1.3 million in Colorado Works (TANF) program.

Capital Expenditures Fund

The Capital Expenditures fund balance increased by 37.1 percent from \$10.5 million in 2013 to \$14.4 million in 2014.

In 2014, fund revenues were \$9.5 million. These included an \$8.7 million in property taxes, \$0.5 million in specific ownership taxes, \$150 thousand in a Conservation Trust Fund Grant for the New Castle pedestrian trail, and \$58 thousand from intergovernmental State Criminal Assistance Program (SCAAP) for the Sheriffs Office's jail central control board. There was also \$13 thousand from the sale of stalls at the fairgrounds.

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Total expenditures for the Capital Expenditures Fund were \$5.5 million, as follows:

Capital Expenditures Fund Expenditures 2014	
Land Improvements:	
- Town of New Castle's pedestrian trail from Apple Tree to I-70	\$ 843,601
- South Canyon trail system phase 3 Conceptual Plan (CIP)	10,478
Building:	
- Fairgrounds Modular Bldg. with Changing Room and Utilities	24,374
- Fairground improvements, riding arena extension and new stalls	2,226,289
Building Improvements:	
- Remodel of Courthouse 3 rd Floor, Glenwood Springs (GWS) for courts	142,067
- Remodel of 1102 Grand Avenue, Human Services Building, GWS	256,830
- ADA doors, Administration Building, GWS	14,714
- Generators for 810 Pitkin and Mountain View Building, GWS	82,142
- HVAC upgrade in Jail	75,360
- Remodel of DA Office on 3 rd Floor of Courthouse, GWS	72,202
- Remodel of 201 8 th St. Glenwood Springs for Human Resources	22,290
- Outside Seating, DHS Building, Rifle	12,091
- Fairgrounds roof replacement on north and south halls	72,916
- Fairgrounds wiring and cable infrastructure	26,156
- Fairgrounds outdoor arena and grandstand improvements	69,500
- Fairgrounds kitchen remodel	177,989
Machinery and Equipment:	
- Clerk and Recorder scanner	6,028
Computer Hardware:	
- Sheriff's Office jail central control board upgrade completion	153,119
- Sheriff's Office server farm and interrogations room upgrade	61,082
- IT back-up systems replacement and upgrade	138,959
- IT servers	54,000
- Treasurer check scanners	24,022
- Annual countywide hardware (computers) replacement	116,976
Computer Software:	
- Sheriff's Office inventory software program	26,288
- IT server software programs	38,444
- IT firewall replacements	24,980
- IT Microsoft 2010 countywide standardization	119,578
Furnishings:	
- 1102 Grand Avenue, GWS furniture	29,997
- Other facilities office furniture	47,835
Intangibles:	
- Facilities Master Plan	146,125
Rolling Stock:	
- County Attorney UTVs and trailer	32,456
- Fairgrounds roller/compactor	94,954
- Fairgrounds compact excavator	59,281
- Fairgrounds UTV for snow removal	19,056
- Fairgrounds skid-steer loader with buyback	6,557
Miscellaneous Countywide Capital Expenditures	13,795
Property Tax Treasurer Fees	178,010
TOTAL	\$5,520,541

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CAPITAL ASSETS AND LONG-TERM OBLIGATIONS

Capital Assets

The County's investment in capital assets, net of accumulated depreciation, for governmental (i.e., including the motor pool fund) and business-type activities as of December 31, 2014, was \$293.0 million and \$2.8 million respectively.

In 2014, major capital expenditures included:

- Six road and bridge projects for \$8.0 million, two of which were completions and four were carried-over to 2015. In 2014, two bridge projects were completed: 1) CR109 Hardwick Bridge for \$883 thousand and 2) Four Mile CR126/Black Diamond Bridge for \$2.8 million. Of the four projects carried over to 2015, three incurred engineering costs in 2014: 1) CR113 Cattle Creek Intersection for \$41 thousand, 2) CR300/Una Bridge for \$19 thousand and 3) CR134 Canyon Creek Bridge for \$54 thousand. Construction started on CR311 Divide Creek at a cost of \$4.2 million to be finished in 2015. In addition, three Battlement Mesa drainage projects, to be constructed in 2015, were engineered for \$23 thousand.
- Airport capital improvements include the A-3 Taxiway engineering, design and some construction being started in 2014 for \$238 thousand. This will be completed in 2015 for an additional \$973 thousand.
- Also at the airport an equipment shed was installed for \$27 thousand and a sidewalk on the north side of the building was replaced for \$26 thousand. Machinery and equipment purchased included a diesel fuel tank with pump dispensing system for \$48 thousand and two security night cameras for \$12 thousand and a tig stick welder for \$8 thousand.
- The building at 1102 Grand Avenue, Glenwood Springs was remodeled with furnishings for \$287 thousand for use by the Department of Human Services and the University of Denver.
- The Sheriff's Office jail central control board upgrade was completed in 2014 for \$153 thousand. The project began in 2012 and the total cost was \$1.5 million.
- The remodel of the District Attorney's office in the Glenwood Springs Courthouse began in 2014 and \$72 thousand was expended. The project is expected to be completed in 2015 for a total cost of \$1.1 million.
- Eight replacement patrol vehicles for the Sheriff's Office for \$411 thousand, and two Sheriff's Office vans for \$70 thousand. Landfill purchased one replacement pick-up truck for \$43 thousand. The Criminal Justice Services Department replaced two vans for \$52 thousand. The Road and Bridge Department purchased three replacement pick-up trucks with three CNG pick-up trucks for \$105 thousand.
- Rebuild of the north and south impoundment ponds project at the landfill in 2014 spending \$282 thousand. This project began in 2013 and was finished in 2014 for a total of \$310 thousand.
- A strategic solid waste management plan for the landfill was started in 2013 for \$103 thousand and then spent another \$97 thousand in 2014 and is projected to be completed in 2015 for another \$91 thousand for a total amount of \$291 thousand.
- The landfill started engineering and design for a land farm/PCS treatment facility for \$64 thousand to be used for storage of contaminated soils from the gas industry. The final cost of the project should be approximately \$1.3 million and will be completed in 2015.
- The County contributed \$843 thousand for the construction of the Town of New Castle's Pedestrian Trail from Apple Tree to the I-70 Bridge of which the County owns 70 percent.
- Fairground improvements included an extension to the riding arena and the removal and replacement of horse stalls for \$2.2 million dollars.

Garfield County, Colorado
Management's Discussion and Analysis
December 31, 2014

Overall, the County saw an increase of 0.1 percent in total capital assets. Note 3D Capital Assets on pages D9 and D10 provide additional information about changes in capital assets during the calendar year and outstanding at the end of the year. The following table provides a summary of capital asset activity:

	CAPITAL ASSETS					
	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Non-depreciable assets:						
Construction in progress	\$ 1,856,103	\$ 4,218,764	\$ 183,723	\$ 202,993	\$ 2,039,826	\$ 4,421,757
Land	13,879,880	14,181,753	300,000	300,000	14,179,880	14,481,753
Total non-depreciable assets	15,735,983	18,400,517	483,723	502,993	16,219,706	18,903,510
Depreciable assets:						
Land improvements	54,052,285	53,434,671	1,535,537	1,223,370	55,587,822	54,658,041
Buildings	56,308,442	54,114,438	768,258	768,258	57,076,700	54,882,696
Building improvements	6,178,901	5,404,502	15,026	20,388	6,193,927	5,424,890
Machinery and equipment	28,300,692	28,569,242	2,407,565	2,407,565	30,708,257	30,976,807
Infrastructure	286,730,366	277,487,660	-	-	286,730,366	277,487,660
Total depreciable assets	431,570,686	419,010,513	4,726,386	4,419,581	436,297,072	423,430,094
Less accumulated depreciation	154,319,266	144,718,726	2,369,010	2,113,853	156,688,276	146,832,579
Book value - depreciable assets	277,251,420	274,291,787	2,357,376	2,305,728	279,608,796	276,597,515
Percentage depreciated	36%	35%	50%	48%	36%	35%
Book value - all assets	\$ 292,987,403	\$ 292,692,304	\$ 2,841,099	\$ 2,808,721	\$ 295,828,502	\$ 295,501,025

At December 31, 2014, the depreciable capital assets for governmental activities were 36 percent depreciated. This compares with 35 percent at December 31, 2013. The County's business-type activities asset values were 50 percent depreciated by December 31, 2014, which compares to 48 percent at December 31, 2013. During 2014, the County continued to replace its capital assets at a constant level and has accumulated another year's worth of depreciation on its capital assets.

Long-term Obligations

During 2014, the County has the following long-term obligations for landfill closure and post closure costs and compensated absences:

	Long-term Obligations					
	Governmental Activities		Business-type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Landfill closure and postclosure care	\$ -	\$ -	\$ 1,231,252	\$ 991,945	\$ 1,231,252	\$ 991,945
Compensated absences	1,801,585	1,888,179	30,117	32,542	1,831,702	1,920,721
Total	\$ 1,801,585	\$ 1,888,179	\$ 1,261,369	\$ 1,024,487	\$ 3,062,954	\$ 2,912,666

Additional information about the County's long-term obligations is available on page D12.

Garfield County, Colorado
Management's Discussion and Analysis
December 31, 2014

ECONOMIC OUTLOOK AND 2015 BUDGET

Garfield County's economy, largely dominated by agriculture, tourism, and natural resource development, continued to show signs of improvement in 2014. Single family home prices increased 15% in 2014 while the volume and number of real estate transactions also increased. The construction industry also showed strong signs of growth with the number of residential permits increasing. Area foreclosure filings peaked in 2011 at 701 and in 2014 continued their rapid decline to 150. A similar number of foreclosures is estimated in 2015.

At the end of 2014, the estimated average annual wage in Garfield County was \$44,408, up from \$43,628 in 2013. Since the unemployment rate peaked at 11.7 percent in March 2010, there has been a steady drop and, as of December 2014, Garfield County's unemployment rate was 3.6 percent, lower than both the State at 4.1 percent and the nation at 5.6 percent.

With upturns in the housing and job markets, retail sales, and tourism; the related sales tax revenues improved at a stronger pace than in recent years with a 7.6 percent increase in 2014 over 2013.

Property tax revenues declined in 2014 due to a drop in the price of natural gas in 2012, the year in which assessments are made for 2014 revenues. 2015 will see a 10% increase due to an improvement in price and the outlook for 2016 is also positive. However recent industry reports suggest the production and price of natural gas in the Piceance Basin is contracting, which could have a major impact on revenues in future years.

REQUESTS FOR INFORMATION

This financial report is designed to provide an overview of the County's financial activities for all of those with an interest in the government's finances. Questions concerning any of the information provided in this report, or requests for additional financial information should be addressed to:

Ann Driggers
Finance Director
108 8th Street, Suite 201
Glenwood Springs, Colorado, 81601
970/945-7284 ext. #8
adriggers@garfield-county.com



BASIC FINANCIAL STATEMENTS

Garfield County, Colorado
Statement of Net Position
December 31, 2014

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets			
Cash and investments	\$ 128,289,305	\$ 4,858,418	\$ 133,147,723
Due from other governments	44,183,346	-	44,183,346
Accounts, taxes, and other receivables	1,728,532	300,651	2,029,183
Prepays	29,960	-	29,960
Inventories	303,744	12,964	316,708
Internal balances	10,489	(10,489)	-
Capital Assets			
Capital assets not being depreciated	15,735,983	483,723	16,219,706
Capital assets - depreciable, cost	431,570,686	4,726,386	436,297,072
Accumulated depreciation	(154,319,266)	(2,369,010)	(156,688,276)
Total Assets	467,532,779	8,002,643	475,535,422
Liabilities			
Accounts payable	3,665,191	151,297	3,816,488
Accrued expenses	1,877,891	38,706	1,916,597
Non-current Liabilities			
Due within one year			
Accrued compensated absences	450,396	7,529	457,925
Due longer than one year			
Accrued compensated absences	1,351,189	22,588	1,373,777
Landfill closure and postclosure obligations	-	1,231,252	1,231,252
Total Liabilities	7,344,667	1,451,372	8,796,039
Deferred Inflow of Resources			
Unavailable property tax revenue	43,603,402	-	43,603,402
Total Deferred Inflow of Resources	43,603,402	-	43,603,402
Net Position			
Investment in capital assets	292,987,403	2,841,099	295,828,502
Restricted for:			
Public Health	2,395,584	-	2,395,584
Road and Bridge	24,868,563	-	24,868,563
Human Services	13,007,658	-	13,007,658
Conservation Trust	247,490	-	247,490
Emergency Reserve	3,018,434	-	3,018,434
Grants	99,925	-	99,925
Capital Projects	14,429,117	-	14,429,117
Unrestricted	65,530,536	3,710,172	69,240,708
Total Net Position	\$ 416,584,710	\$ 6,551,271	\$ 423,135,981

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

Garfield County, Colorado
Balance Sheet
Governmental Funds
December 31, 2014

	<u>General</u>	<u>Road and Bridge</u>	<u>Human Services</u>	<u>Capital Expenditures</u>	<u>Total Non-major Funds</u>	<u>Total Governmental Funds</u>
Assets						
Cash and investments, unrestricted	\$ 50,448,981	\$ 25,297,352	\$ 13,234,089	\$ 14,766,450	\$ 20,803,664	\$ 124,550,536
Accounts receivable	27,526,627	11,615,467	4,761,398	-	1,890,960	45,794,452
Prepays	29,960	-	-	-	-	29,960
Due from other funds	238,277	96,569	-	1,636	20,063	356,545
Inventories	-	100,131	-	-	-	100,131
Total Assets	<u>\$ 78,243,845</u>	<u>\$ 37,109,519</u>	<u>\$ 17,995,487</u>	<u>\$ 14,768,086</u>	<u>\$ 22,714,687</u>	<u>\$ 170,831,624</u>
Liabilities						
Accounts payable	\$ 1,513,243	\$ 449,067	\$ 358,395	\$ 322,977	\$ 852,112	\$ 3,495,794
Accrued expenditures	989,922	442,988	346,408	7,750	74,843	1,861,911
Due to other funds	141,223	121,128	46,397	8,242	19,990	336,980
Total Liabilities	<u>2,644,388</u>	<u>1,013,183</u>	<u>751,200</u>	<u>338,969</u>	<u>946,945</u>	<u>5,694,685</u>
Deferred Inflow of Resources						
Unavailable property tax revenue	26,881,203	11,127,642	3,974,158	-	1,620,399	43,603,402
Total Deferred Inflow of Resources	<u>26,881,203</u>	<u>11,127,642</u>	<u>3,974,158</u>	<u>-</u>	<u>1,620,399</u>	<u>43,603,402</u>
Fund Balances						
Non-spendable	29,960	100,131	-	-	-	130,091
Spendable:						
Restricted	3,018,434	24,868,563	13,007,658	14,429,117	2,742,999	58,066,771
Committed	621,899	-	-	-	17,404,344	18,026,243
Assigned	-	-	262,471	-	-	262,471
Unassigned	45,047,961	-	-	-	-	45,047,961
Total Fund Balances	<u>48,718,254</u>	<u>24,968,694</u>	<u>13,270,129</u>	<u>14,429,117</u>	<u>20,147,343</u>	<u>121,533,537</u>
Total Liabilities, Deferred Inflow of Resources, and Fund Balances	<u>\$ 78,243,845</u>	<u>\$ 37,109,519</u>	<u>\$ 17,995,487</u>	<u>\$ 14,768,086</u>	<u>\$ 22,714,687</u>	<u>\$ 170,831,624</u>

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

Garfield County, Colorado
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
December 31, 2014

Total Governmental Fund Balances \$ 121,533,537

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities (excluding the Motor Pool Fund) are not financial resources and therefore not reported in the funds. However, in the Statement of Net Position the cost of these assets are capitalized and expensed over their estimated lives through annual depreciation expense:

Cost of capital assets	\$ 440,577,994	
Less accumulated depreciation	(149,523,854)	291,054,140

Interfund receivables and payables between governmental funds are reported on the fund Balance Sheet but eliminated on the government-wide Statement of Net Position:

Interfund receivables	\$ 336,980	
Interfund payables	(336,980)	-

An internal service fund is used by management to charge the costs of the motor pool to individual funds.

The assets and liabilities of the internal service fund are included in governmental activities in the Statement of Net Position. 5,765,112

Liabilities, including compensated absences, are not due and payable in the current period and therefore are not reported in the funds but are reported in the government-wide Statement of Net Position:

Compensated absences	\$ (1,768,079)	(1,768,079)
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Net Position of Governmental Activities **\$ 416,584,710**

Garfield County, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2014

	<u>General</u>	<u>Road and Bridge</u>	<u>Human Services</u>	<u>Capital Expenditures</u>	<u>Total Non-major Funds</u>	<u>Total Governmental Funds</u>
Revenues						
Taxes	\$ 24,989,248	\$ 12,060,207	\$ 3,884,996	\$ 9,237,655	\$ 1,817,586	\$ 51,989,692
Licenses and permits	8,123	208,861	-	-	-	216,984
Intergovernmental	3,704,578	5,815,662	16,596,975	208,985	1,751,827	28,078,027
Charges for services	5,343,474	-	123	-	757,752	6,101,349
Fines and forfeitures	109,128	-	-	-	-	109,128
Investment income	865,251	-	12,831	-	509	878,591
Contributions	968,248	104,833	-	-	607	1,073,688
Miscellaneous	570,231	55,434	136,154	12,556	129,190	903,565
Total Revenues	<u>36,558,281</u>	<u>18,244,997</u>	<u>20,631,079</u>	<u>9,459,196</u>	<u>4,457,471</u>	<u>89,351,024</u>
Expenditures						
Current						
General government	20,849,330	-	-	1,512,560	2,872,441	25,234,331
Public safety	20,098,220	-	-	345,143	451,054	20,894,417
Public works	165,902	18,967,056	-	854,078	1,414,396	21,401,432
Health and welfare	547,254	-	18,216,200	29,997	2,788,399	21,581,850
Culture and recreation	1,254,706	-	-	2,778,763	150,000	4,183,469
Total Expenditures	<u>42,915,412</u>	<u>18,967,056</u>	<u>18,216,200</u>	<u>5,520,541</u>	<u>7,676,290</u>	<u>93,295,499</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(6,357,131)</u>	<u>(722,059)</u>	<u>2,414,879</u>	<u>3,938,655</u>	<u>(3,218,819)</u>	<u>(3,944,475)</u>
Other Financing Sources (Uses)						
Transfers in	800,000	-	-	-	1,500,000	2,300,000
Transfers out	(2,388,936)	-	-	-	-	(2,388,936)
Total Other Financing Sources (Uses)	<u>(1,588,936)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,500,000</u>	<u>(88,936)</u>
Net Change in Fund Balances	<u>(7,946,067)</u>	<u>(722,059)</u>	<u>2,414,879</u>	<u>3,938,655</u>	<u>(1,718,819)</u>	<u>(4,033,411)</u>
Fund Balances Beginning of Year	<u>56,664,321</u>	<u>25,690,753</u>	<u>10,855,250</u>	<u>10,490,462</u>	<u>21,866,162</u>	<u>125,566,948</u>
Fund Balances End of Year	<u>\$ 48,718,254</u>	<u>\$ 24,968,694</u>	<u>\$ 13,270,129</u>	<u>\$ 14,429,117</u>	<u>\$ 20,147,343</u>	<u>\$ 121,533,537</u>

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

Garfield County, Colorado
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and
Changes in Fund Balances to the Statement of Activities
For the Year Ended December 31, 2014

Net Changes In Fund Balances - Total Governmental Funds \$ (4,033,411)

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 as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense in the current period.

Depreciation expense	\$ (9,877,868)	
Capital outlay	<u>13,203,901</u>	3,326,033

The County has sold assets which are shown at their sales price on governmental funds but are shown as a gain or loss on the sale of assets based upon sale price less the asset's book value. (354,155)

Elimination of transfers between governmental funds:

Transfers in	\$ 2,300,000	
Transfers out	<u>(2,300,000)</u>	-

The internal service fund, used by management to charge the costs of the motor pool to individual funds, is not reported in the government-wide Statement of Activities. Governmental fund expenditures are reduced and the related internal service fund profit is eliminated. 149,083

Compensated absences reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. This represents the change in compensated absences during the year. 89,277

Change In Net Position of Governmental Activities \$ (823,173)

Garfield County, Colorado
Statement of Net Position
Proprietary Funds
December 31, 2014

	Business-type Activities - Enterprise Fund	Governmental Activities - Internal Service Fund
Assets		
Current Assets		
Cash and investments	\$ 4,858,418	\$ 3,738,769
Accounts receivables	300,651	117,426
Due from other funds	18,412	780
Inventories	12,964	203,614
Total Current Assets	5,190,445	4,060,589
Non-current Assets		
Capital Assets:		
Construction in progress	183,723	-
Land	300,000	-
Land improvements	1,535,537	-
Buildings	768,258	-
Improvements	15,026	-
Machinery and equipment	2,407,565	6,728,663
Accumulated depreciation	(2,369,010)	(4,795,412)
Total Non-current Assets	2,841,099	1,933,251
Total Assets	8,031,544	5,993,840
Liabilities		
Current Liabilities		
Accounts payable	151,297	169,387
Accrued expenses	38,706	15,980
Accrued compensated absences	7,529	10,052
Due to other funds	28,901	9,856
Total Current Liabilities	226,433	205,275
Non-current Liabilities		
Accrued compensated absences	22,588	23,453
Closure and postclosure obligations	1,231,252	-
Total Non-current Liabilities	1,253,840	23,453
Total Liabilities	1,480,273	228,728
Net Position		
Investment in capital assets	2,841,099	1,933,251
Unrestricted	3,710,172	3,831,861
Total Net Position	\$ 6,551,271	\$ 5,765,112

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

Garfield County, Colorado
Statement of Revenues,
Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2014

	Business-type Activities - Enterprise Fund	Governmental Activities - Internal Service Fund
Operating Revenues		
Charges for services	\$ 1,789,399	\$ 1,655,066
Miscellaneous	668	12,565
Total Operating Revenues	<u>1,790,067</u>	<u>1,667,631</u>
Operating Expenses		
Personnel	519,560	297,700
Purchased services	295,836	172,864
Materials and supplies	129,221	513,996
Depreciation	260,520	532,252
Other	354,604	9,012
Total Operating Expenses	<u>1,559,741</u>	<u>1,525,824</u>
Operating Income (Loss)	230,326	141,807
Non-operating Revenues		
Sale of capital assets	-	7,275
Income Before Capital Contributions and Transfers In	230,326	149,082
Transfers in	88,936	-
Change in Net Position	319,262	149,082
Net Position Beginning of Year	6,336,631	5,616,030
Prior Period Adjustment - Note 5	<u>(104,622)</u>	<u>-</u>
Net Position Beginning of Year (Restated)	<u>6,232,009</u>	<u>5,616,030</u>
Net Position End of Year	<u>\$ 6,551,271</u>	<u>\$ 5,765,112</u>

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

Garfield County, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2014

	Business-type Activities - Enterprise Fund	Governmental Activities - Internal Service Fund
Cash Flows from Operating Activities		
Cash received from customers	\$ 1,745,185	\$ 1,679,846
Cash received from other sources	105,290	12,565
Cash payments for personal services	(521,985)	(295,017)
Cash payments for goods and services	(1,033,722)	(585,761)
Net Cash Provided by Operating Activities	<u>294,768</u>	<u>811,633</u>
Cash Flows from Noncapital Financing Activities		
Transfers in (out)	78,773	961
Net Cash (Used in) Noncapital Financing Activities	<u>78,773</u>	<u>961</u>
Cash Flows from Capital and Related Financing Activities		
Proceeds from the sale of capital assets	-	7,275
Payments for capital acquisitions	(397,520)	(727,650)
Net Cash (Used in) Capital and Related Financing Activities	<u>(397,520)</u>	<u>(720,375)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(23,979)	92,219
Cash and Cash Equivalents Beginning of Year	<u>4,882,397</u>	<u>3,646,550</u>
Cash and Cash Equivalents End of Year	<u>\$ 4,858,418</u>	<u>\$ 3,738,769</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities		
Operating Income (Loss)	\$ 230,326	\$ 141,807
Adjustments to Reconcile Operating Income to Cash Provided by Operating Activities:		
Depreciation	260,520	532,252
(Increase) decrease in accounts receivable	(44,212)	24,781
(Increase) decrease in inventory	5,888	(1,356)
Increase (decrease) in accounts payable	(396,321)	110,811
Accrued expenses	1,685	656
Compensated absences payable	(2,425)	2,682
Landfill closure and postclosure care	239,307	-
Net Cash Provided by Operating Activities	<u>\$ 294,768</u>	<u>\$ 811,633</u>

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

Garfield County, Colorado
Statement of Assets and Liabilities
Agency Funds
December 31, 2014

	<u>2014</u>
Assets	
Cash and investments	\$ 5,144,363
Total Assets	<u>\$ 5,144,363</u>
Liabilities	
Due to others	\$ 341,221
Due to other governments	4,803,142
Total Liabilities	<u>\$ 5,144,363</u>

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



NOTES TO FINANCIAL STATEMENTS

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014

Note 1 - Summary of Significant Accounting Policies

1A. Reporting Entity

Garfield County ("County") was formed in 1883. The governing body of the County is a three member Board of County Commissioners. The County provides the following services directly: general administration, sheriff, jail, roads and bridges, solid waste disposal, public health, airport and human services.

The accounting policies of the County conform to generally accepted accounting principles (GAAP) as applicable to governments and have been consistently applied in the preparation of the financial statements. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

As required by GAAP, these financial statements present Garfield County, Colorado (the primary government) and its component unit, an entity that is a legally separate organization that must be included in the financial report of the primary government. When a component unit functions as an integral part of the primary government, its data is blended with that of the primary government. The component unit below is blended since the primary government and the component unit have substantively the same governing body and the management of the primary government manages the activities of the component unit.

Travelers Highland Public Improvement District – The Travelers Highland Public Improvement District (the "PID") was established in December 2009 for the purpose of infrastructure improvements located at County Road 300 and State Highway 6&24. The boundaries of the PID are within the County but costs relating to infrastructure within the PID are borne by the PID's citizens through a separate mill levy. The County's Board sits as *ex officio* as the PID Board. The PID Board has the management, control, and supervision of all the business and affairs of the district and the acquisition, construction, installation, operation and maintenance of district improvements or the provision of services. Although the PID is a separate legal entity, for financial reporting purposes, it is part of the County and is included in the Travelers Highlands PID Fund.

1B. Measurement Focus, Basis of Accounting and Financial Statement Presentation

Government-Wide Financial Statements include the Statement of Net Position and the Statement of Activities, which display information about the primary government (the County) and its component units. These statements present summaries of Governmental and Business-type Activities for the County accompanied by a total column. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

The government-wide financial statements are presented with an economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Accordingly, all of the County's assets and liabilities, including capital assets, as well as infrastructure assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, while expenses are recognized in the period in which the liability is incurred.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014
(Continued)

1B. Measurement Focus, Basis of Accounting and Financial Statement Presentation

Separate financial statements are provided for governmental funds and proprietary funds. Major individual funds are reported as separate columns in the fund financial statements. The County's governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The primary revenue sources, which have been treated as susceptible to accrual by the County, are property tax, sales tax, intergovernmental revenues and other taxes. All other revenue items are considered to be measurable and available only when cash is received by the County.

The following are the County's major governmental funds, proprietary funds, and fiduciary funds:

The General Fund – The General Fund accounts for all financial resources except those required to be accounted for in another fund. The General Fund's fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of Colorado.

Special Revenue Funds

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The term "proceeds of specific revenue sources" establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund. The County reports the following major special revenue funds:

Road and Bridge Fund – State law empowers the County to levy property taxes for the purposes of construction and maintenance of County roads and bridges. This fund accounts for those taxes and all State and Federal monies received to maintain County roads and bridges.

Human Services Fund – This fund accounts for Federal and State welfare grant revenue. In addition, the County is required by Colorado Revised Statutes to levy a property tax to defray a portion of the cost of administering the grants.

Capital Projects Funds

Capital Projects Funds account for financial resources collected and used for the acquisition or construction of major capital facilities. The County reports one capital projects fund.

Capital Expenditures Fund – This fund accounts for resources assessed to be used to acquire capital assets and for the construction of major capital projects, excluding capital assets acquired by proprietary funds.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014
(Continued)

1B. Measurement Focus, Basis of Accounting and Financial Statement Presentation

Proprietary Funds – Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. The two proprietary funds are classified as an enterprise fund and as an internal service fund.

Solid Waste Fund (Enterprise Fund) – The Solid Waste Fund accounts for the County's landfill operations which are primarily funded by site collections.

Motor Pool Fund (Internal Service Fund) – The Motor Pool Fund accounts for transportation services provided by the Motor Pool Department to all other departments or agencies of the County on a cost reimbursement basis.

Fiduciary Funds – These funds include agency funds which account for monies held on behalf of other governments and agencies that use the County as a depository or for property taxes collected on behalf of the other governments or agencies. Agency funds are excluded from reporting in the government-wide financial statements. No budgets are adopted for the County's agency funds.

Certain eliminations have been made in regard to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

Reconciliation of the Fund financial statements to the government-wide financial statements is provided in the financial statements to explain the differences created by the integrated approach of GASB Statement No. 34.

1C. Cash, Cash Equivalents, and Investments

Except for departmental petty cash, cash held for third parties (i.e., DHS Child Welfare), and cash held by separate legal entities which are included in the County reporting entity, all cash is deposited with the County Treasurer. The Treasurer invests this cash to achieve the best possible return on the investments. Cash, cash equivalents, and investments are accounted for as cash and investments in all funds. Interest revenue is allocated to funds as designated by the Board of County Commissioners.

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within 3 months of the date acquired by the County.

Investments include amounts invested in securities and are stated at fair value based on quoted market prices.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014
(Continued)

1C. Cash, Cash Equivalents, and Investments

The County's investment policy permits investments in the following type of obligations:

- U.S. Treasury Obligations (maximum maturity of 60 months)
- Federal Instrumentality Securities (maximum maturity of 60 months)
- FDIC-insured Certificates of Deposit (maximum maturity of 18 months)
- Corporate Bonds (maximum maturity of 36 months)
- Prime Commercial Paper (maximum maturity of 9 months)
- Eligible Bankers Acceptances
- Repurchase Agreements
- General Obligations and Revenue Obligations
- Local Government Investment Pools
- Money Market Mutual Funds

1D. Receivables

All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable.

1E. Interfund Balances

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/interfund payables." These amounts are eliminated in the governmental and business-type activities columns of the Statement of Net Position, except for any net residual amounts due between governmental and business-type activities, which are reclassified and presented as internal balances.

1F. Consumable Inventories

On the government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used (i.e. the consumption method).

On the fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as an expenditure in the governmental fund types when consumed.

1G. Prepaid Expenses

Payments made to vendors for services that will benefit periods beyond December 31, 2014, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is reported as non-spendable as this amount is not available for general appropriation.

1H. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds. The County reports these assets in the governmental activities column of the government-wide Statement of Net Position but does not report these assets in the County fund financial statements. Capital assets utilized by enterprise funds are reported both in the business-type activities column of the government-wide Statement of Net Position and in the enterprise funds' Statement of Net Position.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014
(Continued)

1H. Capital Assets

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The County maintains a capitalization threshold of \$5,000. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed. Interest incurred during the construction of capital assets utilized by the enterprise fund is capitalized.

All reported capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

<u>Asset Class</u>	<u>Estimated Lives</u>	
	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Land improvements	10 - 50 Years	3 - 50 Years
Buildings	50 Years	10 - 20 Years
Building improvements	5 - 20 Years	5 - 20 Years
Machinery and equipment	3 - 20 Years	3 - 20 Years
Infrastructure and roads	20 - 50 Years	---
Intangibles	3 - 10 Years	---

1I. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

All compensated absence liabilities include salary-related payments, where applicable.

The total compensated absence liability is reported on the government-wide financial statements. Proprietary funds report the total compensated liability in each individual fund at the fund reporting level. Governmental funds report the compensated absence liability at the fund reporting level only "when due."

1J. Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of these funds. 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 for payment" during the current year.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014
(Continued)

1K. Fund Balance and Net Position

Fund equity at the governmental fund financial reporting level is classified as “fund balance.” Fund equity for all other reporting is classified as “net position.”

Fund Balance – Generally, fund balance represents the difference between the current assets and current liabilities. Governmental accounting standards establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Fund balance classifications, include Non-spendable, Restricted, Committed, Assigned, and Unassigned. These classifications reflect not only the nature of funds, but also provide clarity to the level of restriction placed upon fund balance. Fund Balance can have different levels of restraint, such as external versus internal compliance requirements. Unassigned fund balance is a residual classification within the general fund. The general fund should be the only fund that reports a positive unassigned balance. In all other funds, unassigned is limited to negative residual fund balance. For further details of the various fund balance classifications refer to Note 3I.

Net Position - Net position represents the difference between assets, liabilities, and deferred inflow (outflow) of resources. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. This net position amount also is adjusted by any bond issuance deferred amounts, where applicable. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is reported as unrestricted.

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

1L. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for solid waste and the use of vehicles in the motor pool. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of each fund.

1M. Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets, from grants or outside contributions of resources restricted to capital acquisition and construction, or from contributions (receipt) or disposals (donation) with the governmental activities funds.

1N. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after the non-operating revenues/expenses section in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements (i.e. they are netted).

Transfers between governmental and business-type activities on the government-wide Statement of Activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated. Transfers between funds reported in the business-type activities column are eliminated.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014
(Continued)

10. Estimates

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

1P. Deferred Outflows and Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The County doesn't have any items that qualify for reporting in this category at December 31, 2014.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has only one type of item that qualifies for reporting in this category. Accordingly, the item, unavailable property tax revenue, is deferred and recognized as an inflow of resources in the period that the amounts become available and earned.

Note 2 – Stewardship, Compliance and Accountability

2A. Budgetary Information – The County adopts an annual operating budget for all governmental and proprietary funds. Budgets for the governmental fund types are adopted on a basis consistent with GAAP. The proprietary fund types adopt budgets using a non-GAAP budgetary basis.

The County's original budget legislation begins with combining historical data, assessment of needs for the upcoming year and the Board's platform to review, and/or make changes to each department's budget. Before year end, a budgetary committee will meet again with each department for final review and approval of preliminary budget. The Budget is then formally presented to the Board via an advertised public process for their review, revisions and final approval by year end. All subsequent budget requests made during the year, after Board approval, must be presented via a public process and again approval by the Board.

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget generally is the individual fund level. Any change in total to a fund requires approval of the Board of County Commissioners. The County approved monthly changes to budgeted appropriations for the year ended December 31, 2014.

All unexpended annual appropriations lapse at year-end.

Note 3 – Detailed Notes in All Funds

3A. Deposits and Investments

The County's deposits are entirely covered by federal depository insurance ("FDIC") or by collateral held under Colorado's Public Deposit Protection Act ("PDPA"). The FDIC insures the first \$250,000 of the County's deposits at each financial institution. Deposit balances over \$250,000 are collateralized as required by PDPA. The carrying amount of the County's demand deposits was \$19,668,247 at year end.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014
(Continued)

3A. Deposits and Investments

The County had the following cash and investments with the following maturities:

	Standard & Poors Rating	Carrying Amounts	Less than one year	Less than five years
<i>Deposits:</i>				
Cash on Hand	<i>Not Rated</i>	\$ 5,150	\$ 5,150	\$ -
Checking and Savings	<i>Not Rated</i>	19,663,097	19,663,097	-
<i>Investments:</i>				
Pools	AAA-	33,621,304	33,621,304	-
Bonds	AA+	26,297,361	5,995,103	20,302,258
Money Market Mutual Fund	AAA-	144,946	144,946	-
Agencies	AAA	45,037,492	3,002,574	42,034,918
Treasuries	AAA	13,522,736	-	13,522,736
Total		<u>\$138,292,086</u>		

The Investment Pool represents investments in COLOTRUST and CSIP which are 2a7-like pools. The fair value of the pool is determined by the pool's share price. The County has no regulatory oversight for the pool. At December 31, 2014, the County's investments in COLOTRUST and CSIP were 14% and 7% of the County's investment portfolio, respectively.

Interest Rate Risk. As a means of limiting its exposure to interest rate risk, the County diversifies its investments by security type and institution, and limits holdings in any one type of investment with any one issuer and type of issuer. The County coordinates its investment maturities to closely match cash flow needs and restricts the maximum investment term to less than five years (less in some cases) from the purchase date. As a result of the limited length of maturities the County has limited its interest rate risk.

Credit Risk. County investment policy limits investments to those authorized by State statutes as listed in Note 1C. The County's general investment policy is to apply the prudent-person rule: investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments.

Concentration of Credit Risk. The County diversifies its investments by security type and institution. Financial institutions holding County funds must provide the County a copy of the certificate from the Banking Authority that states that the institution is an eligible public depository. At December 31, 2014, the County's investments in Fannie Mae, Freddie Mac, Federal Farm Credit Bank were 12%, 10%, and 8% of the County's investment portfolio, respectively.

At 12/31/2014, unrealized gains or (losses) were (\$437,637) which reflects the fair market value of investments.

3B. Receivables

Receivables at December 31, 2014, consisted of taxes, interest, accounts, and intergovernmental receivables arising from grants. Receivables are net of an allowance for uncollectibles. There was no allowance for uncollectibles at December 31, 2014.

Receivables and payables are recorded on the County's financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectibility.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014
(Continued)

3B. Receivables

The County had the following receivables at year end:

	Governmental Funds			
	General Fund	Road and Bridge	Human Services	Capital Expenditures
Accounts	\$ 403,746	\$ 46,678	\$ 400,277	\$ -
Taxes	27,120,746	11,568,789	3,974,158	-
Other	2,135	-	386,963	-
	\$ 27,526,627	\$ 11,615,467	\$ 4,761,398	\$ -
	Proprietary Funds			
	Nonmajor Governmental Funds	Solid Waste Disposal		Motor Pool
Accounts	\$ 371,307	\$ 300,651		\$ 117,426
Taxes	1,519,653	-		-
	\$ 1,890,960	\$ 300,651		\$ 117,426

3C. Property Taxes

Property taxes are levied on or before December 15 of each year and attach as an enforceable lien on the property on January 1. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County bills and collects its own property taxes and the taxes for various other entities. In accordance with generally accepted accounting principles, the assessed but uncollected property taxes have been recorded as a receivable and deferred inflow of resources.

3D. Capital Assets

Governmental Activities capital asset activity for the year ended December 31, 2014 follows:

	Balance 1/1/14	Additions	Deductions	Balance 12/31/14
Governmental Activities:				
Capital assets not being depreciated:				
Construction in progress	\$ 4,218,764	\$ 8,865,572	\$ (11,228,233)	\$ 1,856,103
Land	14,181,753	-	(301,873)	13,879,880
Total assets not being depreciated	<u>18,400,517</u>	<u>8,865,572</u>	<u>(11,530,106)</u>	<u>15,735,983</u>
Depreciable capital assets:				
Land improvements	53,434,671	617,614	-	54,052,285
Buildings	54,114,438	2,278,121	(84,117)	56,308,442
Building improvements	5,404,502	798,562	(24,163)	6,178,901
Machinery and equipment	28,569,242	3,120,642	(3,389,192)	28,300,692
Infrastructure	277,487,660	9,242,706	-	286,730,366
Total depreciable capital assets	<u>419,010,513</u>	<u>16,057,645</u>	<u>(3,497,472)</u>	<u>431,570,686</u>
Total capital assets	<u>437,411,030</u>	<u>24,923,217</u>	<u>(15,027,578)</u>	<u>447,306,669</u>
Accumulated depreciation:				
Land improvements	(6,279,819)	(1,546,566)	-	(7,826,385)
Buildings	(15,635,170)	(960,284)	63,088	(16,532,366)
Building improvements	(1,741,420)	(386,541)	8,725	(2,119,236)
Machinery and equipment	(15,819,475)	(2,294,436)	776,765	(17,337,146)
Infrastructure	(105,242,842)	(5,261,291)	-	(110,504,133)
Total accumulated depreciation	<u>(144,718,726)</u>	<u>(10,449,118)</u>	<u>848,578</u>	<u>(154,319,266)</u>
Governmental activities capital assets, net	<u>\$ 292,692,304</u>	<u>\$ 14,474,099</u>	<u>\$ (14,179,000)</u>	<u>\$ 292,987,403</u>

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014
(Continued)

3D. Capital Assets

Governmental Activities depreciation expense classified by function follows:

General government	\$	393,405
Public safety		1,304,116
Public works		8,390,734
Culture and recreation		122,866
Health and welfare		199,000
		199,000
 Total governmental activities depreciation expense	 \$	 10,410,121
		10,410,121

Business-type Activities capital asset activity for the year ended December 31, 2014 was as follows:

	Balance 1/1/14	Additions	Deductions	Balance 12/31/14
Business-type Activities:				
Capital assets not being depreciated:				
Construction in progress	\$ 202,993	\$ 395,519	\$ (414,789)	\$ 183,723
Land	300,000	-	-	300,000
Total assets not being depreciated	502,993	395,519	(414,789)	483,723
Depreciable capital assets:				
Land improvements	1,223,370	312,167	-	1,535,537
Buildings	768,258	-	-	768,258
Building improvements	20,388	-	(5,362)	15,026
Machinery and equipment	2,407,565	-	-	2,407,565
Total depreciable capital assets	4,419,581	312,167	(5,362)	4,726,386
Total capital assets	4,922,574	707,686	(420,151)	5,210,109
Accumulated depreciation:				
Land improvements	(501,180)	(25,712)	-	(526,892)
Buildings	(245,535)	(38,415)	-	(283,950)
Building improvements	(17,235)	(394)	5,362	(12,267)
Machinery and equipment	(1,349,903)	(195,998)	-	(1,545,901)
Total accumulated depreciation	(2,113,853)	(260,519)	5,362	(2,369,010)
Business-type activities capital assets, net	\$ 2,808,721	\$ 447,167	\$ (414,789)	\$ 2,841,099

At December 31, 2014, the County had \$18,315,492 of fully depreciated capital assets.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014
(Continued)

3E. Interfund Balances and Transfers

Interfund balances at December 31, 2014, consisted of the following amounts and represent charges for services or reimbursable expenses. These remaining balances resulted from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting period, and (3) payments between funds are made. The County expects to repay all interfund balances within one year.

	Due From	Due To
General Fund	\$ 238,277	\$ 141,223
Road and Bridge Fund	96,569	121,128
Human Services Fund	-	46,397
Capital Expenditures Fund	1,636	8,242
Nonmajor governmental funds	20,063	19,990
Solid Waste Fund	18,412	28,901
Motor Pool Fund	780	9,856
	<u>780</u>	<u>9,856</u>
Total	\$ 375,737	\$ 375,737

Interfund transfers for the year ended December 31, 2014, consisted of the following:

	Transfer In	Transfer (Out)
General Fund	\$ 800,000	\$ (2,388,936)
Nonmajor governmental funds	1,500,000	-
Solid Waste Fund	88,936	-
	<u>88,936</u>	<u>-</u>
Total	\$ 2,388,936	\$ (2,388,936)

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, (3) segregate money for anticipated capital projects, (4) provide additional resources for current operations or debt service, and (5) return money to the fund from which it was originally provided once a project is completed.

All County transfers either occur on a regular basis or are consistent with the purpose of the fund making the transfer.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014
(Continued)

3F. Landfill Closure and Postclosure Care Costs

State and Federal laws and regulations require the County to place final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each Balance Sheet date. Total closure and postclosure care costs are currently estimated to be \$2,263,331, with closure costs estimated to be \$1,588,338 and postclosure care cost estimated to be \$674,993. The \$1,231,252 reported as landfill closure and postclosure care liability at December 31, 2014, represents the cumulative amount reported to date based on the use of 54.4% of the capacity of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$1,032,079 as the remaining estimated capacity is filled. These amounts are based on estimates of what it would cost to perform all closure and postclosure care in 2014. The County expects to close the landfill in the year 2040. Actual cost may be higher due to inflation, changes in technology, or changes in applicable laws or regulations.

The County is required by State and Federal laws and regulations to provide assurance that the County has the ability to meet its financial obligations relating to closure and postclosure monitoring of the landfill. The County is in compliance with these requirements. However, if the County's financial position significantly changes in the future and resources are not available, or costs significantly change (due to changes in technology or applicable laws or regulations, for example) these costs may need to be covered by charges to future landfill users or from future tax revenue.

3G. Long-term Obligations

Changes in the County's long-term obligations consisted of the following for the year ended December 31, 2014:

	<u>Outstanding</u> <u>1/1/14</u>	<u>Additions</u>	<u>Reductions</u>	<u>Outstanding</u> <u>12/31/14</u>	<u>Amounts Due</u> <u>in One Year</u>
Governmental Activities:					
Compensated absences	\$ 1,888,179	\$ 479,860	\$ (566,454)	\$ 1,801,585	\$ 450,396
Total Governmental Activities	<u>\$ 1,888,179</u>	<u>\$ 479,860</u>	<u>\$ (566,454)</u>	<u>\$ 1,801,585</u>	<u>\$ 450,396</u>
Business-type Activities:					
Landfill closure & postclosure	\$ 991,945	\$ 239,307	\$ -	\$ 1,231,252	\$ -
Compensated absences	32,542	7,338	(9,763)	30,117	7,529
Total Business-type Activities	<u>\$ 1,024,487</u>	<u>\$ 246,645</u>	<u>\$ (9,763)</u>	<u>\$ 1,261,369</u>	<u>\$ 7,529</u>

The landfill closure and postclosure care liability is being retired by the Solid Waste Fund. The compensated absences liability will be paid from the following funds from which the employees' salaries are paid: General Fund, Public Health Fund, Road & Bridge Fund, Human Services Fund, and Airport Fund.

Conduit Debt Obligations - From time to time, the County has issued Private Activity Bonds to provide financial assistance to private sector entities for the acquisition and construction of housing and commercial facilities deemed to be in the public interest.

The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014
(Continued)

3H. Retirement Plans

Defined Contribution Plan 401(a): The County participates in the Colorado County Officials and Employees Retirement Association (“CCOERA”), a non-profit, 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. Plan investment purchases are determined by the plan participant and therefore, the plan’s investment concentration varies between participants.

State statute assigns the authority to establish and amend the benefit provisions and contribution requirements of the plans that participate in CCOERA to the respective employer governments.

There are no unfunded past service liabilities. All full-time or part-time employees (employment status of working at least 30 hours per week for a continuous period of six months or more) are required to participate in the 401(a) retirement plan. The County and the employee are required to contribute 5.0% of employee compensation, excluding items defined in the CCOERA Plan Document (such as overtime) until the employee’s tenth anniversary of employment with the County, after which the contribution from each increases to 6%. The County’s contribution for each employee, including earnings thereon allocated to the employee’s account, vest at the rate of 20% for each year (five year vesting schedule) of participation in the plan. County contributions and earnings forfeited by employees who leave employment before fully vesting are returned to the County. The County allows 401a loans, but distributions are not available to employees until termination, retirement, or death.

During 2014, there were 511 total participants. The County and employees made the required contribution amounting to \$1,226,502 each.

Defined Contribution Plan 457: The County offers its employees a voluntary deferred compensation plan created in accordance with Internal Revenue Code Section 457 that is administered by CCOERA. The plan is available to all full-time or part-time employees (employment status of working at least 30 hours per week for a continuous period of six months or more) and permits them to defer a portion of their salary until future years. Contributions to the plan can be made before-tax or after-tax (i.e. Roth). However, the total contributions are limited to the annual IRS retirement plan limits or 100% of net pay, whichever is less. The County allows 457b loans, but distributions are only available for qualified unforeseeable emergencies, separation of service, retirement, or death. There are no provisions for in-service withdrawals and Roth assets are not eligible for emergency withdrawals. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are to be held in trust for the exclusive benefit of the plan participants and their beneficiaries. Plan investment purchases are determined by the plan participant and therefore, the plan’s investment concentration varies between participants. In 2014, there were 72 total participants.

Retirement Plan Loan Program: Garfield County’s preference is that loans are used for: education expenses for the employee, spouse, or child; to prevent eviction from an employee’s home or defaulting on a mortgage; to pay un-reimbursed medical expenses; to buy a primary residence; debt consolidation; and unforeseen emergencies. All CCOERA loans are made in accordance with Article 8 of the plan and the adopted procedures by the Plan Administrator.

All eligible participants are allowed to borrow from their 401(a) and/or 457 accounts, but may only have one outstanding loan per retirement plan at any given time. Loans can be made up to 50% of an eligible participant’s vested account balance with a required minimum loan amount of \$2,500 and maximum loan amount of \$50,000, not to exceed a combined loan amount of \$50,000 on both plans (401(a) and 457 plans). The loan interest charged by the Plan Administrator is Prime + 1% which is determined on the day of plan approval plus additional fees.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014
(Continued)

3H. Retirement Plans

Retirement Plan Loan Program: Refinancing is allowed for loans (length of loan may not change) with a minimum balance of \$2,500 (additional fees applied). An eligible participant is only allowed to have one new loan or one refinance of an existing loan in a 12-month period and refinancing can't occur in the final year of the loan.

While employed by Garfield County, participant loans will be paid via payroll deductions (one to five years for General Purpose loans and up to fifteen years for Principal Residence loans). Participants can make additional payments to pay off the loan early without penalty. Upon separation of employment, the participant's loan(s) are 100% payable. If unpaid the remainder of the loan will become a taxable distribution to the IRS and subject to potential tax penalties. Participants are advised to contact the Plan Administrator to offset the loan to avoid consequences of potential default.

3I. Fund Balance Disclosure

The County classifies governmental fund balances as follows:

Non-spendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual requirements.

Spendable Fund Balance:

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through adoption of a formal Resolution, the highest level of decision making authority which is the Board of County Commissioners. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (i.e. the adoption of another resolution to remove or revise the limitation).

Assigned – includes spendable fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Assigned fund balance represents amounts constrained by the County's intent to use them for a specific purpose. The authority to assign has been delegated to the Board of County Commissioners or its management designee (i.e. County Manager). An intended use of any amount may also be expressed by the Board and recorded in the minutes of a Board meeting.

Unassigned - includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

The County uses restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the County would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The County does not have a formal minimum fund balance policy. However, the County's budget includes a calculation of a targeted reserve positions and the Administration calculates targets and report them annually to the Board.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014
(Continued)

3I. Fund Balance Disclosure

As of December 31, 2014, fund balances are composed of the following:

	General Fund	Other Governmental Funds	Total Governmental Funds	Description
Non-spendable:				
Inventories	\$ -	\$ 100,131	\$ 100,131	
Prepays	29,960	-	29,960	
Restricted:				
Public Health	-	2,395,584	2,395,584	Legislative Restriction
Road and Bridge	-	24,868,563	24,868,563	Legislative Restriction
Human Services	-	13,007,658	13,007,658	Legislative Restriction
Conservation Trust	-	247,490	247,490	Legislative Restriction
Emergency Reserve	3,018,434	-	3,018,434	Legislative Restriction
Grants	-	99,925	99,925	Federal and State Grant Restriction
Other capital projects	-	14,429,117	14,429,117	Legislative Restriction
Committed:				
Airport	-	1,497,095	1,497,095	BOCC Resolution
Community Events	567,953	-	567,953	BOCC Resolution
Clerk and Recorder EFTF	-	36,365	36,365	BOCC Resolution
Traffic Study	-	748,853	748,853	Traffic Impact Fees Resolution
Livestock Auction	42,312	-	42,312	BOCC Resolution
Commissary	11,634	-	11,634	BOCC Resolution
Retirement	-	2,452,495	2,452,495	BOCC Resolution
Oil and Gas Mitigation	-	12,640,892	12,640,892	BOCC Resolution
Traveler's Highland PID	-	28,644	28,644	BOCC Resolution
Assigned:				
Human Services	-	262,471	262,471	Grant Restriction
Unassigned	45,047,961	-	45,047,961	
Total Fund Balances	\$ 48,718,254	\$ 72,815,283	\$ 121,533,537	

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014
(Continued)

Note 4 - Other Notes

4A. Risk Management

The County participates in two risk management pools.

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 has 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 a specified self-insured retention, which is determined each policy year. There were no significant reductions in insurance coverage from prior year, and there have been no settlements that exceed the County's insurance coverage during the past three years.

4B. Contingent Liabilities

The County has received Federal and State grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could result in a request for reimbursement to the grantor agency for costs disallowed under terms of the grant. Based on prior experience, the County believes such disallowances, if any, will be immaterial.

The County was a defendant in several lawsuits at December 31, 2014. In the opinion of County management, the outcome of these contingencies will not have a material effect on the financial position of the County.

4C. Tabor Amendment

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. The Amendment is complex and subject to judicial interpretation. The County believes it is in compliance with the requirements of the amendment. However, the County has made certain interpretations of the amendment's language in order to determine its compliance. The County placed a question on the November 1994 ballot that would permit the County to keep and spend state grants, all sales tax and property tax revenues without limiting in any year the amount of other revenues that may be collected. The ballot question was approved by the County's voters.

One of the requirements of TABOR is for emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be 3% or more of fiscal year revenue (excluding bonded debt service). The County has restricted a portion of its December 31, 2014 year end fund balance in the General Fund for emergencies as required under TABOR in the amount of \$3,018,434.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2014
(Continued)

4D. Possible Violation of State Statute

There were no funds that exceeded budgeted appropriations which would have been a violation of state statutes.

4E. Construction Commitments

The County had the following contractual commitments at year end:

Fund	Project	Vendor	Contract Commitment	Completed	Retainage	Remaining
R&B	CR137 Bridge Replacement	Colorado River Engineering	\$ 279,566	\$ (55,951)	\$ -	\$ 223,615
R&B	CR311 Divide Creek Reconstuction	Con-Sy, Inc.	5,185,880	(4,807,123)	240,356	619,113
Airport	A-3 Taxiway	Gould Construction	796,607	(66,393)	-	730,214
Capital	Fairgrounds Riding Arena Kitchen	Groth Construction	472,037	(256,000)	7,750	223,787
Airport	Airport Master Plan	Jviation, Inc.	330,116	(276,634)	-	53,482
Total			\$ 7,064,206	\$ (5,462,101)	\$ 248,106	\$ 1,850,211

5. Prior period restatement

The County identified certain capital assets previously capitalized for governmental activities that were not actually assets of the County totaling \$2,872,189. The County also identified assets previously capitalized on the business type fund totaling \$104,622 that were not actually County assets. Accordingly, the County recorded a prior period restatement.

6. Subsequent Events

Management has evaluated subsequent events through May 27, 2015, the date these financial statement were available to be issued.



REQUIRED SUPPLEMENTARY INFORMATION

General Fund – accounts for financing general administration and most of the services in Garfield County. Primary sources of revenue are sales tax, property tax, grants and fees.

Special Revenue Funds:

Road & Bridge Fund – accounts for financing County road and bridge construction and maintenance. Primary sources of revenue are the Highway User Tax (HUTF), sales tax, contributions and grants.

Human Services Fund – accounts for financing public welfare programs in Garfield County. Primary sources of revenue are from federal and state grants.

Garfield County, Colorado
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)
Revenues				
Taxes				
Property tax revenue	\$ 17,239,698	\$ 17,239,698	\$ 17,155,254	\$ (84,444)
Specific ownership tax	1,375,110	1,375,110	1,060,907	(314,203)
Delinquent tax and interest	430,000	430,000	811,306	381,306
Sales tax	6,839,687	6,839,687	5,950,981	(888,706)
Other taxes	11,500	11,500	10,800	(700)
Licenses and permits	5,000	5,000	8,123	3,123
Intergovernmental				
Payment in lieu of taxes	3,035,000	3,035,000	3,060,159	25,159
Federal grants	63,000	63,000	105,488	42,488
State grants	563,047	563,047	450,416	(112,631)
Local grants	95,000	95,000	88,515	(6,485)
Charges for services				
Clerk and recorder	1,276,640	1,276,640	1,181,133	(95,507)
Community development	375,000	375,000	373,073	(1,927)
Sheriff's fees	426,500	426,500	420,232	(6,268)
Treasurer's fees	1,994,897	1,994,897	2,094,930	100,033
Livestock	420,000	435,000	427,265	(7,735)
Other fees	760,653	775,103	846,841	71,738
Fines and forfeitures	115,500	115,500	109,128	(6,372)
Investment income	650,480	650,480	865,251	214,771
Contributions	735,814	744,364	968,248	223,884
Miscellaneous	748,179	748,179	570,231	(177,948)
Total Revenues	<u>37,160,705</u>	<u>37,198,705</u>	<u>36,558,281</u>	<u>(640,424)</u>
Expenditures				
Current				
General government				
General	79,981	79,981	71,451	8,530
Board of county commissioners	1,917,617	2,684,717	2,534,680	150,037
Assessor	1,939,756	1,967,756	1,691,002	276,754
Clerk and recorder	1,646,892	1,671,896	1,536,587	135,309
Treasurer	903,886	903,886	779,035	124,851
Surveyor	48,688	48,688	40,052	8,636
County attorney	1,321,335	1,321,335	1,043,239	278,096
County manager	571,166	571,166	487,479	83,687
Finance	916,143	932,643	899,270	33,373
Human resources	545,239	545,239	485,368	59,871
Information technology	1,421,836	1,469,369	1,400,267	69,102
Purchasing	404,490	404,490	375,671	28,819
Oil and gas	318,152	318,152	248,687	69,465
General services	1,556,049	1,608,549	1,436,427	172,122
Facilities management	1,163,065	1,336,565	1,252,922	83,643
Community development	1,473,809	1,511,936	1,292,442	219,494
Communications	417,490	422,490	344,239	78,251
Contingency and fund administration	344,794	344,794	476,717	(131,923)
Sales tax distribution	5,206,250	5,206,250	4,453,795	752,455
Public safety				
District attorney	2,030,067	2,030,067	1,984,019	46,048
Sheriff	9,037,182	9,205,825	8,074,170	1,131,655
Animal rescue	909,190	909,190	930,038	(20,848)
Emergency management	724,384	724,384	239,606	484,778
Fire suppression	75,271	75,271	70,131	5,140
Jail	7,391,000	7,370,973	6,495,159	875,814
Search and rescue	44,360	44,360	32,246	12,114
Victims advocate	89,103	89,103	75,269	13,834
Coroner	233,277	236,777	243,263	(6,486)
Criminal justice services	1,935,787	1,991,931	1,887,186	104,745
Commissary	65,000	80,000	67,133	12,867
Health and welfare				
Health and welfare grants	547,100	547,100	547,254	(154)
Culture and recreation				
Personnel	313,647	313,647	300,220	13,427
Extension	163,936	163,936	165,902	(1,966)
Livestock	428,000	443,000	426,141	16,859
Fairgrounds	578,075	601,075	528,345	72,730
Total Expenditures	<u>46,762,017</u>	<u>48,176,541</u>	<u>42,915,412</u>	<u>5,261,129</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(9,601,312)</u>	<u>(10,977,836)</u>	<u>(6,357,131)</u>	<u>4,620,705</u>
Other Financing Sources (Uses)				
Transfers in	800,000	800,000	800,000	-
Transfers out	(2,390,000)	(2,390,000)	(2,388,936)	1,064
Total Other Financing Sources (Uses)	<u>(1,590,000)</u>	<u>(1,590,000)</u>	<u>(1,588,936)</u>	<u>1,064</u>
Net Change in Fund Balances	<u>\$(11,191,312)</u>	<u>\$(12,567,836)</u>	<u>\$ (7,946,067)</u>	<u>\$ 4,621,769</u>
Fund Balances Beginning of Year			56,664,321	
Fund Balances End of Year			<u>\$ 48,718,254</u>	

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

Garfield County, Colorado
Road and Bridge Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>
Revenues				
Taxes				
Property tax revenue	\$ 8,748,486	\$ 8,748,486	\$ 8,694,863	\$ (53,623)
Specific ownership tax	395,550	395,550	534,462	138,912
Delinquent tax and interest	117,000	117,000	101,241	(15,759)
Sales tax	2,812,500	2,812,500	2,589,680	(222,820)
Other taxes	136,000	136,000	139,961	3,961
Licenses and permits	250,000	250,000	208,861	(41,139)
Intergovernmental				
State grants	5,655,692	5,655,692	5,815,662	159,970
Contributions	841,500	841,500	104,833	(736,667)
Miscellaneous	75,000	75,000	55,434	(19,566)
Total Revenues	<u>19,031,728</u>	<u>19,031,728</u>	<u>18,244,997</u>	<u>(786,731)</u>
Expenditures				
Current				
Public works				
Operations	4,784,191	4,794,136	4,689,405	104,731
Maintenance	8,007,000	8,000,463	6,225,568	1,774,895
Capital outlay	22,403,000	22,825,000	8,052,083	14,772,917
Total Expenditures	<u>35,194,191</u>	<u>35,619,599</u>	<u>18,967,056</u>	<u>16,652,543</u>
Net Change in Fund Balances	<u>\$ (16,162,463)</u>	<u>\$ (16,587,871)</u>	<u>\$ (722,059)</u>	<u>\$ 15,865,812</u>
Fund Balances Beginning of Year			<u>25,690,753</u>	
Fund Balances End of Year			<u>\$ 24,968,694</u>	

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

Garfield County, Colorado
Human Services Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>
Revenues				
Taxes				
Property tax revenue	\$ 3,618,744	\$ 3,618,744	\$ 3,604,137	\$ (14,607)
Specific ownership tax	247,050	247,050	222,693	(24,357)
Delinquent tax and interest	40,000	40,000	58,166	18,166
Intergovernmental				
Federal grants	19,535,394	19,705,418	14,904,561	(4,800,857)
State grants	1,450,474	1,487,201	1,506,710	19,509
Local grants	162,288	162,288	185,704	23,416
Charges for services	-	-	123	123
Investment income	15,000	15,000	12,831	(2,169)
Miscellaneous	72,317	72,317	136,154	63,837
Total Revenues	<u>25,141,267</u>	<u>25,348,018</u>	<u>20,631,079</u>	<u>(4,716,939)</u>
Expenditures				
Current				
Health and welfare				
Administration	2,166,439	2,308,528	1,703,608	604,920
Child care assistance	665,960	665,960	395,660	270,300
Child care quality and licensing	160,712	160,712	155,494	5,218
Child support enforcement	798,270	798,270	715,785	82,485
Child welfare block grant	3,615,773	3,685,751	3,669,568	16,183
Colorado works	1,431,905	1,451,905	1,258,086	193,819
CORE services	588,799	588,799	339,829	248,970
Aid to needy disabled	160,000	160,000	59,768	100,232
Food benefits assistance	11,000,000	11,000,000	7,046,469	3,953,531
General assistance	10,000	10,000	315	9,685
Home care allowance	35,000	35,000	30,508	4,492
Low-income energy assistance program	326,634	326,634	223,002	103,632
Old age pension	1,143,320	1,143,320	902,988	240,332
Single entry point	907,503	907,503	828,486	79,017
Employment first	21,289	21,289	9,692	11,597
DHS - local grants	110,600	-	-	-
DHS excess IV-E SB91-80	2,500	2,500	2,495	5
Senior programs	832,726	853,286	810,446	42,840
Other programs	5,000	5,000	3,568	1,432
Rural runaway homeless youth	14,738	38,738	41,377	(2,639)
DHS excess parental fees SB94	12,000	12,000	19,056	(7,056)
Total Expenditures	<u>24,009,168</u>	<u>24,175,195</u>	<u>18,216,200</u>	<u>5,958,995</u>
Net Change in Fund Balances	<u>\$ 1,132,099</u>	<u>\$ 1,172,823</u>	<u>\$ 2,414,879</u>	<u>\$ 1,242,056</u>
Fund Balances Beginning of Year			<u>10,855,250</u>	
Fund Balances End of Year			<u>\$ 13,270,129</u>	

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

Garfield County, Colorado
Note to Required Supplementary Information
For the Year Ended December 31, 2014

Budgetary Information – The budget is prepared in accordance with accounting principles generally accepted in the United States of America by the County’s Finance Department and approved by the Board of County Commissioners following a public hearing.

Any change in the total to a fund’s budget requires approval of the Board of County Commissioners. All unexpended annual appropriations lapse at year-end. Budgets for these projects are appropriated in the following year.



SUPPLEMENTARY INFORMATION

Capital Projects Fund:

Capital Expenditures Fund – accounts for financing various capital improvement projects in Garfield County. Sources of revenue include property tax, grants and contributions.

Special Revenue Funds:

Airport Fund – accounts for operations at the County airport.

Oil and Gas Mitigation Fund – accounts for resources accumulated to offset the effects of oil and gas exploration and production within the County. The Colorado Department of Local Affairs distributes revenue derived from energy and mineral extraction statewide. This revenue comes from State Severance Tax receipts.

Conservation Trust Fund – accounts for lottery revenues received from the State of Colorado to be used for the acquisition and development of parks and recreational sites within Garfield County.

Grant Fund – accounts for monies that Garfield County has received through grant funding to be used on behalf of Garfield County.

Clerk & Recorder EFTF Fund – accounts for the revenues and expenditures related to the collection of a surcharge, which is to be used solely to defray the costs of implementing and providing electronic filing and recording capabilities.

Traffic Study Fund – accounts for revenues received from building & planning activity related to subdivision development. The revenues are to be used to address traffic/road concerns in the areas in which the subdivisions were approved.

Retirement Fund – accounts for the activities of the County retirement plan. The County levies a portion of property tax to fund its contribution to the plan.

Traveler's Highland PID – accounts for all revenues and expenditures of real and personal property tax dollars collected from property located within the district for specific purposes supported by statute and governing documents of the PID.

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

Garfield County, Colorado
Capital Expenditures Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>
Revenues				
Taxes				
Property tax revenue	\$ 8,684,986	\$ 8,684,986	\$ 8,655,872	\$ (29,114)
Specific ownership tax	593,190	593,190	534,462	(58,728)
Delinquent tax and interest	-	-	47,321	47,321
Intergovernmental				
Federal grants	577,000	577,000	58,464	(518,536)
State grants	-	-	521	521
Local grants	225,000	375,000	150,000	(225,000)
Miscellaneous	-	-	12,556	12,556
Total Revenues	<u>10,080,176</u>	<u>10,230,176</u>	<u>9,459,196</u>	<u>(770,980)</u>
Expenditures				
Current				
General government	2,096,700	2,702,577	1,512,560	1,190,017
Public safety	50,000	651,184	345,143	306,041
Public works	1,552,000	1,702,000	854,078	847,922
Health and welfare	-	31,000	29,997	1,003
Culture and recreation	2,812,002	3,202,002	2,778,763	423,239
Total Expenditures	<u>6,510,702</u>	<u>8,288,763</u>	<u>5,520,541</u>	<u>2,768,222</u>
Net Change in Fund Balances	<u>\$ 3,569,474</u>	<u>\$ 1,941,413</u>	<u>\$ 3,938,655</u>	<u>\$ 1,997,242</u>
Fund Balances Beginning of Year			<u>10,490,462</u>	
Fund Balances End of Year			<u>\$ 14,429,117</u>	

Garfield County, Colorado
 Combining Balance Sheet
 Non-major Governmental Funds
 December 31, 2014

	<u>Airport</u>	<u>Oil and Gas Mitigation</u>	<u>Conservation Trust</u>	<u>Grant</u>	<u>Clerk and Recorder EFTF</u>
Assets					
Cash and investments	\$ 1,612,699	\$ 13,162,250	\$ 245,675	\$ 99,925	\$ 35,137
Accounts receivable	233,044	-	-	-	1,102
Due from other funds	8,239	-	1,815	-	126
Total Assets	<u>\$ 1,853,982</u>	<u>\$ 13,162,250</u>	<u>\$ 247,490</u>	<u>\$ 99,925</u>	<u>\$ 36,365</u>
Liabilities					
Accounts payable	\$ 175,902	\$ 521,358	\$ -	\$ -	\$ -
Accrued expenditures	12,273	-	-	-	-
Due to other funds	13,411	-	-	-	-
Total Liabilities	<u>201,586</u>	<u>521,358</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred Inflow of Resources					
Unavailable property tax revenue	155,301	-	-	-	-
Total Deferred Inflow of Resources	<u>155,301</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances					
Spendable:					
Restricted	-	-	247,490	99,925	-
Committed	1,497,095	12,640,892	-	-	36,365
Total Fund Balances	<u>1,497,095</u>	<u>12,640,892</u>	<u>247,490</u>	<u>99,925</u>	<u>36,365</u>
Total Liabilities, Deferred Inflow of Resources, and Fund Balances	<u>\$ 1,853,982</u>	<u>\$ 13,162,250</u>	<u>\$ 247,490</u>	<u>\$ 99,925</u>	<u>\$ 36,365</u>

Traffic Study	Retirement	Traveler's Highland PID	Public Health	Total Non-major Governmental Funds
\$ 748,782	\$ 2,451,866	\$ 28,644	\$ 2,418,686	\$ 20,803,664
-	1,430,697	34,401	191,716	1,890,960
-	629	-	9,254	20,063
<u>\$ 748,782</u>	<u>\$ 3,883,192</u>	<u>\$ 63,045</u>	<u>\$ 2,619,656</u>	<u>\$ 22,714,687</u>
\$ -	\$ -	\$ -	\$ 154,852	\$ 852,112
-	-	-	62,570	74,843
(71)	-	-	6,650	19,990
(71)	-	-	224,072	946,945
-	1,430,697	34,401	-	1,620,399
-	1,430,697	34,401	-	1,620,399
-	-	-	2,395,584	-
748,853	2,452,495	28,644	-	2,742,999
748,853	2,452,495	28,644	2,395,584	17,404,344
748,853	2,452,495	28,644	2,395,584	20,147,343
<u>\$ 748,782</u>	<u>\$ 3,883,192</u>	<u>\$ 63,045</u>	<u>\$ 2,619,656</u>	<u>\$ 22,714,687</u>

Garfield County, Colorado
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Non-major Governmental Funds
 For the Year Ended December 31, 2014

	Airport	Oil and Gas Mitigation	Conservation Trust	Grant	Clerk and Recorder EFTF
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	564,707	-	181,501	-	-
Charges for services	540,454	-	-	-	-
Investment income	-	-	118	-	18
Contributions	-	-	-	-	-
Miscellaneous	53,518	-	-	-	11,775
Total Revenues	<u>1,158,679</u>	<u>-</u>	<u>181,619</u>	<u>-</u>	<u>11,793</u>
Expenditures					
Current					
General government	-	2,468,097	-	-	17,217
Public safety	-	-	-	-	-
Public works	1,188,442	-	-	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	150,000	-	-
Total Expenditures	<u>1,188,442</u>	<u>2,468,097</u>	<u>150,000</u>	<u>-</u>	<u>17,217</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(29,763)</u>	<u>(2,468,097)</u>	<u>31,619</u>	<u>-</u>	<u>(5,424)</u>
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(29,763)	(2,468,097)	31,619	-	(5,424)
Fund Balances Beginning of Year	<u>1,526,858</u>	<u>15,108,989</u>	<u>215,871</u>	<u>99,925</u>	<u>41,789</u>
Fund Balances End of Year	<u>\$ 1,497,095</u>	<u>\$ 12,640,892</u>	<u>\$ 247,490</u>	<u>\$ 99,925</u>	<u>\$ 36,365</u>

Traffic Study	Retirement	Traveler's Highland PID	Public Health	Non-major Governmental Funds
\$ -	\$ 1,426,546	\$ 70,879	\$ 320,161	\$ 1,817,586
-	78	-	1,005,541	1,751,827
7,066	-	-	210,232	757,752
373	-	-	-	509
-	-	-	607	607
-	62,909	-	988	129,190
<u>7,439</u>	<u>1,489,533</u>	<u>70,879</u>	<u>1,537,529</u>	<u>4,457,471</u>
-	387,127	-	-	2,872,441
-	451,054	-	-	451,054
-	135,730	90,224	-	1,414,396
-	280,754	-	2,507,645	2,788,399
-	-	-	-	150,000
<u>-</u>	<u>1,254,665</u>	<u>90,224</u>	<u>2,507,645</u>	<u>7,676,290</u>
<u>7,439</u>	<u>234,868</u>	<u>(19,345)</u>	<u>(970,116)</u>	<u>(3,218,819)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,500,000</u>	<u>1,500,000</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,500,000</u>	<u>1,500,000</u>
7,439	234,868	(19,345)	529,884	(1,718,819)
<u>741,414</u>	<u>2,217,627</u>	<u>47,989</u>	<u>1,865,700</u>	<u>21,866,162</u>
<u>\$ 748,853</u>	<u>\$ 2,452,495</u>	<u>\$ 28,644</u>	<u>\$ 2,395,584</u>	<u>\$ 20,147,343</u>

Garfield County, Colorado
Airport Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>
Revenues				
Intergovernmental				
Federal grants	\$ 370,228	\$ 630,228	\$ 297,414	\$ (332,814)
State grants	462,630	537,630	267,293	(270,337)
Charges for services	353,187	353,187	540,454	187,267
Miscellaneous	47,683	47,683	53,518	5,835
Total Revenues	<u>1,233,728</u>	<u>1,568,728</u>	<u>1,158,679</u>	<u>(410,049)</u>
Expenditures				
Current				
Public works				
Personnel costs	341,490	341,490	317,297	24,193
Purchased services	126,549	141,399	175,869	(34,470)
Operating costs	313,498	313,498	290,174	23,324
Other expenses	-	-	8,042	(8,042)
Capital outlay	885,236	1,403,025	397,060	1,005,965
Total Expenditures	<u>1,666,773</u>	<u>2,199,412</u>	<u>1,188,442</u>	<u>1,010,970</u>
Net Change in Fund Balances	<u>\$ (433,045)</u>	<u>\$ (630,684)</u>	<u>\$ (29,763)</u>	<u>\$ 600,921</u>
Fund Balances Beginning of Year			<u>1,526,858</u>	
Fund Balances End of Year			<u>\$ 1,497,095</u>	

Garfield County, Colorado
Oil and Gas Mitigation Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>
Revenues				
Intergovernmental				
Federal grants	\$ -	\$ -	\$ -	\$ -
Total Revenues	-	-	-	-
Expenditures				
Current				
General government	2,646,514	3,146,514	2,468,097	678,417
Total Expenditures	2,646,514	3,146,514	2,468,097	678,417
Net Change in Fund Balances	<u>\$(2,646,514)</u>	<u>\$ (3,146,514)</u>	\$ (2,468,097)	<u>\$ 678,417</u>
Fund Balances Beginning of Year			<u>15,108,989</u>	
Fund Balances End of Year			<u>\$ 12,640,892</u>	

Garfield County, Colorado
Conservation Trust Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Final Budget Variance Positive (Negative)
Revenues				
Intergovernmental				
State grants	\$ 190,000	\$ 190,000	\$ 181,501	\$ (8,499)
Investment income	50	50	118	68
Total Revenues	<u>190,050</u>	<u>190,050</u>	<u>181,619</u>	<u>(8,431)</u>
Expenditures				
Current				
Culture and recreation	114,000	264,000	150,000	114,000
Total Expenditures	<u>114,000</u>	<u>264,000</u>	<u>150,000</u>	<u>114,000</u>
Net Change in Fund Balances	<u>\$ 76,050</u>	<u>\$ (73,950)</u>	\$ 31,619	<u>\$ 105,569</u>
Fund Balances Beginning of Year			<u>215,871</u>	
Fund Balances End of Year			<u>\$ 247,490</u>	

Garfield County, Colorado
Grant Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>
Revenues				
Intergovernmental				
Federal grants	\$ -	\$ -	\$ -	\$ -
Total Revenues	-	-	-	-
Expenditures				
Current				
General government	-	-	-	-
Total Expenditures	-	-	-	-
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	\$ -	<u>\$ -</u>
Fund Balances Beginning of Year			<u>99,925</u>	
Fund Balances End of Year			<u>\$ 99,925</u>	

Garfield County, Colorado
Clerk and Recorder EFTF Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)
Revenues				
Investment income	\$ 30	\$ 30	\$ 18	\$ (12)
Miscellaneous	15,000	15,000	11,775	(3,225)
Total Revenues	<u>15,030</u>	<u>15,030</u>	<u>11,793</u>	<u>(3,237)</u>
Expenditures				
Current				
General government				
Clerk and recorder	17,385	17,385	17,217	168
Total Expenditures	<u>17,385</u>	<u>17,385</u>	<u>17,217</u>	<u>168</u>
Net Change in Fund Balances	<u>\$ (2,355)</u>	<u>\$ (2,355)</u>	<u>\$ (5,424)</u>	<u>\$ (3,069)</u>
Fund Balances Beginning of Year			<u>41,789</u>	
Fund Balances End of Year			<u>\$ 36,365</u>	

Garfield County, Colorado
Traffic Study Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)
Revenues				
Charges for services	\$ -	\$ -	\$ 7,066	\$ 7,066
Investment income	1,077	1,077	373	(704)
Total Revenues	<u>1,077</u>	<u>1,077</u>	<u>7,439</u>	<u>6,362</u>
Expenditures				
Current				
General government	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ 1,077</u>	<u>\$ 1,077</u>	<u>\$ 7,439</u>	<u>\$ 6,362</u>
Fund Balances Beginning of Year			<u>741,414</u>	
Fund Balances End of Year			<u>\$ 748,853</u>	

Garfield County, Colorado
Retirement Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)
Revenues				
Taxes				
Property tax revenue	\$ 1,302,748	\$ 1,302,748	\$ 1,296,996	\$ (5,752)
Specific ownership tax	89,100	89,100	80,169	(8,931)
Delinquent tax and interest	25,000	25,000	49,381	24,381
Intergovernmental				
State grants	-	-	78	78
Miscellaneous	50,000	50,000	62,909	12,909
Total Revenues	<u>1,466,848</u>	<u>1,466,848</u>	<u>1,489,533</u>	<u>22,685</u>
Expenditures				
Current				
General government	406,793	406,793	387,127	19,666
Public safety	469,042	474,251	451,054	23,197
Public works	139,188	139,188	135,730	3,458
Health and welfare	293,913	299,641	280,754	18,887
Total Expenditures	<u>1,308,936</u>	<u>1,319,873</u>	<u>1,254,665</u>	<u>65,208</u>
Net Change in Fund Balances	<u>\$ 157,912</u>	<u>\$ 146,975</u>	<u>\$ 234,868</u>	<u>\$ 87,893</u>
Fund Balances Beginning of Year			<u>2,217,627</u>	
Fund Balances End of Year			<u>\$ 2,452,495</u>	

Garfield County, Colorado
Traveler's Highland PID
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Final Budget Variance Positive (Negative)
Revenues				
Taxes				
Property tax revenue	\$ 69,001	\$ 69,001	\$ 66,507	\$ (2,494)
Specific ownership tax	2,000	2,000	4,246	2,246
Delinquent tax and interest	-	-	126	126
Total Revenues	<u>71,001</u>	<u>71,001</u>	<u>70,879</u>	<u>(122)</u>
Expenditures				
Current				
Public works	<u>72,440</u>	<u>95,440</u>	<u>90,224</u>	<u>5,216</u>
Total Expenditures	<u>72,440</u>	<u>95,440</u>	<u>90,224</u>	<u>5,216</u>
Net Change in Fund Balances	<u>\$ (1,439)</u>	<u>\$ (24,439)</u>	\$ (19,345)	<u>\$ 5,094</u>
Fund Balances Beginning of Year			<u>47,989</u>	
Fund Balances End of Year			<u>\$ 28,644</u>	

Garfield County, Colorado
Public Health Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Final Budget Variance Positive (Negative)
Revenues				
Taxes				
Sales tax	\$ 347,813	\$ 347,813	\$ 320,161	\$ (27,652)
Intergovernmental				
Federal grants	309,500	309,500	364,989	55,489
State grants	326,266	326,266	335,266	9,000
Local grants	212,666	299,962	305,286	5,324
Charges for services	169,000	169,000	210,232	41,232
Contributions	-	-	607	607
Miscellaneous	2,500	2,500	988	(1,512)
Total Revenues	<u>1,367,745</u>	<u>1,455,041</u>	<u>1,537,529</u>	<u>82,488</u>
Expenditures				
Current				
Health and welfare	2,852,653	2,940,478	2,507,645	432,833
Total Expenditures	<u>2,852,653</u>	<u>2,940,478</u>	<u>2,507,645</u>	<u>432,833</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,484,908)	(1,485,437)	(970,116)	515,321
Other Financing Sources (Uses)				
Transfers in	1,500,000	1,500,000	1,500,000	-
Total Other Financing Sources (Uses)	<u>1,500,000</u>	<u>1,500,000</u>	<u>1,500,000</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ 15,092</u>	<u>\$ 14,563</u>	<u>\$ 529,884</u>	<u>\$ 515,321</u>
Fund Balances Beginning of Year			<u>1,865,700</u>	
Fund Balances End of Year			<u>\$ 2,395,584</u>	



PROPRIETARY FUNDS

Enterprise Fund

Enterprise funds are used to account for any activity for which a fee is charged to external users for good or services.

Solid Waste Disposal Fund – accounts for all the expenses of Garfield County's solid waste management operations. Sources of revenue include fees, grants and miscellaneous revenues from recycled goods.

Internal Service Fund

Internal service funds are used to account for services to other departments or agencies of the government, or to other governments on a cost-reimbursement basis.

Motor Pool Fund – accounts for the repair and maintenance costs for all the County's vehicles and equipment. The primary source of revenue is charges to various departments based on actual usage.

Garfield County, Colorado
Solid Waste Fund
Schedule of Revenues, Expenditures and Changes in Net Position -
Budget (Non-GAAP Basis) and Actual With Reconciliation to GAAP Basis
For the Year Ended December 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Final Budget Variance Positive (Negative)
Revenues				
Charges for services	\$ 1,060,000	\$ 1,460,000	\$ 1,789,399	\$ 329,399
Others	-	-	668	668
Transfers in	90,000	90,000	88,936	(1,064)
Total Revenues	<u>1,150,000</u>	<u>1,550,000</u>	<u>1,879,003</u>	<u>329,003</u>
Expenditures				
Personnel	533,869	533,869	519,560	14,309
Purchased services	334,738	351,738	295,836	55,902
Materials and supplies	122,700	138,200	129,221	8,979
Capital outlay	393,990	570,790	512,816	57,974
Total Expenditures	<u>1,385,297</u>	<u>1,594,597</u>	<u>1,457,433</u>	<u>137,164</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures - Non-GAAP Basis	<u>\$ (235,297)</u>	<u>\$ (44,597)</u>	\$ 421,570	<u>\$ 466,167</u>
Add:				
Capitalized purchases			397,519	
Less:				
Closure/post-closure care			(239,307)	
Depreciation expense			<u>(260,520)</u>	
Change in Net Position - GAAP Basis			<u>\$ 319,262</u>	

Garfield County, Colorado
Motor Pool Fund
Schedule of Revenues, Expenditures and Changes in Net Position -
Budget (Non-GAAP Basis) and Actual With Reconciliation to GAAP Basis
For the Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)
Revenues				
Charges for services	\$ 1,924,553	\$ 1,924,553	\$ 1,655,066	\$ (269,487)
Others	-	-	12,565	12,565
Sale of capital assets	60,000	60,000	7,275	(52,725)
Total Revenues	1,984,553	1,984,553	1,674,906	(309,647)
Expenditures				
Personnel	298,566	298,566	297,700	866
Purchased services	240,368	233,468	172,864	60,604
Materials and supplies	606,350	613,250	513,996	99,254
Capital outlay	695,000	797,190	736,662	60,528
Total Expenditures	1,840,284	1,942,474	1,721,222	221,252
Excess (Deficiency) of Revenues Over (Under) Expenditures - Non-GAAP Basis	\$ 144,269	\$ 42,079	\$ (46,316)	\$ (88,395)
Add:				
Capitalized purchases			736,662	
Less:				
Loss on sale of assets			(9,012)	
Depreciation expense			(532,252)	
Change in Net Position - GAAP Basis			\$ 149,082	



FIDUCIARY FUNDS

Agency Funds

Agency funds are used to account for short-term custodial collections on resources on behalf of another individual, entity, or government.

Section 125 Plan Fund – accounts for employee flex benefit transactions.

Jail Inmate Fund – accounts for the monies held on behalf of clients (inmates) while they are serving their sentences.

Agency Fund – accounts for monies held on behalf of clients in Community Correction residential facilities; asset forfeiture funds; and the Collaborative Management Program serving “at risk” youth.

County Treasurer Fund – accounts for the monies collected (principally tax collections) by the Garfield County Treasurer for various local government entities within the County.

County Clerk Fund – accounts for the monies collected by the Garfield County Clerk for recording, licenses, and motor vehicle transactions.

Garfield County, Colorado
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2014

	<u>Balance 1/1/14</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 12/31/14</u>
Section 125 Plan				
Assets				
Cash and investments	\$ 73,292	\$ 199,594	\$ (179,167)	\$ 93,719
Liabilities				
Due to others	\$ 73,292	\$ 199,594	\$ (179,167)	\$ 93,719
Jail Inmate				
Assets				
Cash and investments	\$ 78,287	\$ -	\$ (66,670)	\$ 11,617
Liabilities				
Due to others	\$ 78,287	\$ -	\$ (66,670)	\$ 11,617
Agency				
Assets				
Cash and investments	\$ 136,048	\$ 5,822,996	\$ (5,723,159)	\$ 235,885
Liabilities				
Due to others	\$ 136,048	\$ 5,822,996	\$ (5,723,159)	\$ 235,885
County Treasurer				
Assets				
Cash and investments	\$ 2,874,018	\$ 355,345,206	\$ (354,623,194)	\$ 3,596,030
Liabilities				
Due to other governments	\$ 2,874,018	\$ 355,345,206	\$ (354,623,194)	\$ 3,596,030
County Clerk				
Assets				
Cash and investments	\$ 997,759	\$ 20,728,787	\$ (20,519,434)	\$ 1,207,112
Liabilities				
Due to other governments	\$ 997,759	\$ 20,728,787	\$ (20,519,434)	\$ 1,207,112
Total				
Assets				
Cash and investments	\$ 4,159,404	\$ 382,096,583	\$ (381,111,624)	\$ 5,144,363
	<u>\$ 4,159,404</u>	<u>\$ 382,096,583</u>	<u>\$ (381,111,624)</u>	<u>\$ 5,144,363</u>
Liabilities				
Due to others	\$ 287,627	\$ 6,022,590	\$ (5,968,996)	\$ 341,221
Due to other governments	3,871,777	376,073,993	(375,142,628)	4,803,142
	<u>\$ 4,159,404</u>	<u>\$ 382,096,583</u>	<u>\$ (381,111,624)</u>	<u>\$ 5,144,363</u>



**ANNUAL SCHEDULE OF REVENUES AND
EXPENDITURES FOR ROADS, BRIDGES, AND
STREETS**

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

LOCAL HIGHWAY FINANCE REPORT

City or County:
Garfield County
YEAR ENDING :
December 2014

This Information From The Records of Garfield County, Colorado Prepared By: Bob Prendergast, Finance Administrator
Phone: (970) 625-5912

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	7,973,507
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	5,800,778
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	
2. General fund appropriations	1,137,911	b. Snow and ice removal	2,076,267
3. Other local imposts (from page 2)	12,269,068	c. Other	0
4. Miscellaneous local receipts (from page 2)	160,267	d. Total (a. through c.)	2,076,267
5. Transfers from toll facilities		4. General administration & miscellaneous	3,116,504
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	1,137,911
a. Bonds - Original Issues		6. Total (1 through 5)	20,104,967
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	13,567,246	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	3,227,735	2. Notes:	
D. Receipts from Federal Government (from page 2)	2,587,927	a. Interest	
E. Total receipts (A.7 + B + C + D)	19,382,908	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	
			20,104,967

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	25,690,753	19,382,908	20,104,967	24,968,694	0

Notes and Comments:

Highway law enforcement and safety per the County Sheriff is approximately 33% of the Patrol operating expenditures for the year. Ending Balance for Local Road and Street Fund Balance agrees to audited R&B 120 fund as of 12/31/14.

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2014

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	8,796,106	a. Interest on investments	0
b. Other local imposts:		b. Traffic Fines & Penalties	0
1. Sales Taxes	2,589,679	c. Parking Garage Fees	0
2. Infrastructure & Impact Fees	0	d. Parking Meter Fees	0
3. Liens	0	e. Sale of Surplus Property	0
4. Licenses (permits)	348,821	f. Charges for Services	56,384
5. Specific Ownership &/or Other	534,462	g. Other MR for CR113 Cattle Creek Inter	68,039
6. Total (1. through 5.)	3,472,962	h. Other Misc. Receipts for O&G reimb	35,844
c. Total (a. + b.)	12,269,068	i. Total (a. through h.)	160,267
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	3,227,735	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	2,587,927
a. State bond proceeds		b. FEMA	0
b. Project Match		c. HUD	0
c. Motor Vehicle Registrations	0	d. Federal Transit Admin	0
d. Other (Specify) DOLA	0	e. U.S. Corps of Engineers	0
e. Other (Specify)	0	f. Other Federal	0
f. Total (a. through e.)	0	g. Total (a. through f.)	2,587,927
4. Total (1. + 2. + 3.f)	3,227,735	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs		0	0
b. Engineering Costs		767,670	767,670
c. Construction:			
(1). New Facilities		0	0
(2). Capacity Improvements		0	0
(3). System Preservation		7,205,837	7,205,837
(4). System Enhancement & Operation		0	0
(5). Total Construction (1) + (2) + (3) + (4)	0	7,205,837	7,205,837
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	7,973,507	7,973,507
			(Carry forward to page 1)

Notes and Comments:



STATISTICAL SECTION

This part of the Garfield County comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

The information in this Statistical Section of the comprehensive annual financial report is intended, when possible, to provide information about Garfield County's economic condition in the following areas.

Financial Trends - information used to understand and assess how a government's financial position has changed over time.

Revenue Capacity - information used to understand and assess the government's ability to generate own-source revenue.

Debt Capacity - information used to understand and assess the government's debt burden and its ability to issue additional debt.

Demographic and Economic Data - information used to understand the government's socioeconomic environment and facilitate comparisons of financial statement information of time or among governments.

Operating Information - information used to understand the government's operations and resources, therefore providing a context for understanding and assessing its economic condition.

Most of the data comes directly from current and prior Garfield County financial reports. Data which comes from other sources is noted on the individual tables.

Garfield County, Colorado
Net Position by Component
Last Ten Fiscal Years

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Government Activities										
Invested in Capital Assets	\$ 292,987,403	\$ 292,692,304	\$ 292,192,199	\$ 280,838,459	\$ 283,156,057	\$ 250,489,399	\$ 220,875,579	\$ 211,312,473	\$ 34,906,555	\$ 32,037,931
Restricted										
Pubic Health	2,395,584	1,865,700	1,514,597	-	-	-	-	-	-	-
Road and Bridge	24,868,563	25,472,161	23,319,842	-	-	-	-	-	-	-
Human Services	13,007,658	10,591,099	9,007,835	-	-	-	-	-	-	-
Conservation Trust	247,490	215,871	16,256	-	-	-	-	-	-	-
Emergency Reserve	3,018,434	3,018,434	3,368,434	3,168,434	2,283,434	2,183,434	1,183,434	1,183,434	1,183,434	1,183,434
Grants	99,925	99,925	99,925	-	-	-	-	-	-	-
Capital Project	14,429,117	10,490,462	13,170,017	-	-	-	-	-	-	-
Debt Service	See 2014 categories above	See 2013 categories above	See 2012 categories above	1,715,136	1,715,136	1,715,136	1,698,566	1,718,566	1,746,108	
Other Purposes				78,002,261	-	-	2,168,542	-	359,022	286,408
Unrestricted	65,530,536	75,834,116	64,712,631	37,018,493	102,199,806	74,468,083	57,803,515	51,195,085	36,657,110	26,744,226
<i>Subtotal</i>	416,584,710	420,280,072	407,401,736	400,742,783	389,354,433	328,856,052	283,729,636	265,409,558	74,852,229	60,251,999
Business-Type Activities										
Invested in Capital Activities	2,841,099	2,808,721	2,390,059	2,147,854	2,449,485	2,534,580	2,206,023	1,763,134	490,927	667,561
Unrestricted	3,710,172	3,527,910	3,995,405	4,309,557	3,955,161	4,122,576	4,921,490	4,492,462	4,349,463	3,753,524
<i>Subtotal</i>	6,551,271	6,336,631	6,385,464	6,457,411	6,404,646	6,657,156	7,127,513	6,255,596	4,840,390	4,421,085
Total Net Position	\$ 423,135,981	\$ 426,616,703	\$ 413,787,200	\$ 407,200,194	\$ 395,759,079	\$ 335,513,208	\$ 290,857,149	\$ 271,665,154	\$ 79,692,619	\$ 64,673,084

Source:
Garfield County Finance Department (CAFR)
Statement of Net Position includes GASB 34 Adjustments

GASB #54 redefined the components of fund balance which in turn changed the "Restricted for" categories on the Statement of Net Position. You will see the change in the 2012 compared to prior years.

Garfield County, Colorado
Changes in Net Position
Last Ten Fiscal Years

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Program Revenues										
Governmental Activities										
Taxes (including severance tax)	\$ 54,578,141	\$ 64,966,210	\$ 66,249,425	\$ 60,278,224	\$ 81,248,448	\$ 66,374,680	\$ 53,837,077	\$ 47,784,502	\$ 35,072,798	\$ 25,366,651
Charges for Services:										
General government	3,606,231	4,212,722	4,366,878	3,887,039	5,027,586	4,301,231	4,278,503	4,446,637	4,727,895	3,821,532
Public safety	447,677	519,384	541,817	585,749	852,418	870,048	997,190	1,051,964	1,275,640	1,010,073
Public works	726,724	606,731	534,365	617,133	516,827	657,436	846,880	845,346	722,197	849,057
Health and welfare	210,355	187,059	144,546	192,590	193,125	213,468	272,035	230,813	149,619	-
Culture and recreation	572,984	516,599	490,960	494,391	532,808	483,090	608,532	450,811	443,686	92,538
Operating Grants	26,707,457	26,864,746	30,523,566	24,503,184	25,110,324	24,081,281	18,846,379	18,331,005	20,461,821	15,765,710
Unrestricted Grants	-	-	8,794	-	-	-	15,061	3,170	25,417	-
Capital Grants and contributions	1,622,873	1,687,247	2,377,253	5,420,767	31,779,071	27,499,105	8,924,108	2,229,017	895,342	1,102,656
Investment Income	878,589	39,118	610,429	840,967	805,113	1,564,116	3,104,676	3,607,306	2,249,096	1,051,837
Loss on disposal of capital assets	-	-	(832,114)	-	-	-	-	-	-	-
Gain on sale of capital assets	-	1,519,360	-	-	-	-	-	-	-	-
Miscellaneous Revenues and transfers	(88,936)	(83,352)	(68,374)	(42,387)	(25,000)	-	27,943	(6,194,057)	-	-
Total Governmental Revenues	89,262,095	101,035,824	104,947,545	96,777,657	146,040,720	126,044,455	91,758,384	72,786,514	66,023,511	49,060,054
Business Type Activities										
Charges for Services:										
Solid waste disposal	1,789,399	1,282,819	1,101,790	1,295,525	1,308,440	1,363,718	2,306,000	1,987,931	1,548,008	1,363,199
Operating Grants	668	2,325	3,340	30,508	7,862	45,110	13,654	4,685	-	-
Capital Grants	-	-	-	-	-	-	-	-	-	29,505
Miscellaneous Revenues and transfers	88,936	83,352	68,374	42,387	25,000	-	(27,943)	300,000	-	-
Total Business Type Revenues	1,879,003	1,368,496	1,173,504	1,368,420	1,341,302	1,408,828	2,291,711	2,292,616	1,548,008	1,392,704
Total Primary Government Revenues	\$ 91,141,098	\$ 102,404,320	\$ 106,121,049	\$ 98,146,077	\$ 147,382,022	\$ 127,453,283	\$ 94,050,095	\$ 75,079,130	\$ 67,571,519	\$ 50,452,758
Program Expenses										
Governmental Activities										
General Government	\$ 24,319,885	\$ 23,665,114	\$ 26,171,545	\$ 22,744,858	\$ 21,528,329	\$ 17,605,504	\$ 17,699,368	\$ 12,630,123	\$ 9,803,166	\$ 8,908,172
Public Safety	21,564,522	21,978,817	22,492,864	21,947,452	21,446,288	21,164,697	17,958,161	15,519,455	13,091,923	11,418,247
Public Works	21,195,359	19,885,117	25,950,121	18,576,728	19,661,900	20,732,738	20,351,512	19,928,299	12,436,163	7,754,095
Health and Welfare	21,485,469	21,573,669	21,440,584	21,315,277	20,864,969	19,260,828	15,331,392	12,423,860	11,507,565	10,420,656
Culture and Recreation	1,520,033	1,273,353	1,536,630	1,194,341	1,275,899	1,294,917	1,363,837	3,226,937	3,604,810	2,502,182
Interest	-	-	696,848	757,738	764,954	859,356	734,037	1,012,466	979,659	1,067,360
Total Governmental Expenses	90,085,268	88,376,070	98,288,592	86,536,394	85,542,339	80,918,040	73,438,307	64,741,140	51,423,286	42,070,712
Business Type Activities										
Solid Waste	1,559,741	1,436,183	1,245,451	1,315,655	1,593,812	1,879,185	1,419,793	877,411	1,128,703	633,206
Total Business Type Expenses	1,559,741	1,436,183	1,245,451	1,315,655	1,593,812	1,879,185	1,419,793	877,411	1,128,703	633,206
Total Primary Government Expenses	\$ 91,645,009	\$ 89,812,253	\$ 99,534,043	\$ 87,852,049	\$ 87,136,151	\$ 82,797,225	\$ 74,858,100	\$ 65,618,551	\$ 52,551,989	\$ 42,703,918
Net Revenue (Expense)										
Governmental Activities	\$ (823,173)	\$ 12,659,754	\$ 6,658,953	\$ 10,241,263	\$ 60,498,381	\$ 45,126,415	\$ 18,320,077	\$ 8,045,374	\$ 14,600,225	\$ 6,989,342
Business-Type Activities	319,262	(67,687)	(71,947)	52,765	(252,510)	(470,357)	871,918	1,415,205	419,305	759,498
Total Primary Government	(503,911)	12,592,067	6,587,006	10,294,028	60,245,871	44,656,058	19,191,995	9,460,579	15,019,530	7,748,840
Change in Net Position	(503,911)	12,592,067	6,587,006	10,294,028	60,245,871	44,656,058	19,191,995	(173,051,377)	15,019,530	7,748,840
Net Position Beginning	426,616,703	413,787,200	407,200,194	395,759,079	335,513,208	290,857,150	271,665,154	262,204,575	64,673,089	56,924,244
Restatement of Capital Assets	-	-	-	-	-	-	-	182,511,956	-	-
Prior Period Adjustment	(2,976,811)	237,436	-	1,147,087	-	-	-	-	-	-
Net Position Ending	\$ 423,135,981	\$ 426,616,703	\$ 413,787,200	\$ 407,200,194	\$ 395,759,079	\$ 335,513,208	\$ 290,857,149	\$ 271,665,154	\$ 79,692,619	\$ 64,673,084

Source:
Garfield County Finance Department (CAFR)
Statement of Net Position includes GASB 34 Adjustments

Garfield County, Colorado
Fund Balances - Governmental Funds
Last Ten Fiscal Years

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
General Fund Balances										
Non-spendable	\$ 29,960	\$ 29,960	\$ 29,960	\$ 29,658	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,187	\$ 5,000
Spendable:										
Restricted	3,018,434	3,018,434	3,368,434	3,168,434	-	-	-	-	-	-
Committed	621,899	444,442	211,574	139,728	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	750,501	-	-	-
Unassigned	45,047,961	53,171,485	39,956,305	33,469,539	25,668,175	18,237,620	16,891,743	17,188,347	16,922,255	11,142,142
Total General Fund Balances	48,718,254	56,664,321	43,566,273	36,807,359	25,673,175	18,242,620	17,647,244	17,193,347	16,927,442	11,147,142
Other Governmental Fund Balances										
Non-spendable	100,131	218,592	91,652	58,166	80,371	110,164	69,255	93,166	48,496	48,496
Spendable:										
Restricted	55,048,337	48,735,218	47,128,472	50,459,038	3,998,570	3,898,570	2,882,000	2,902,000	3,288,564	1,469,842
Committed	17,404,344	19,684,666	22,533,846	25,593,157	-	-	-	-	-	-
Assigned	262,471	264,151	266,474	4,922,955	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Restricted/Committed (Special Rev Funds)	**	**	**	**	74,818,953	54,876,891	41,289,004	33,110,998	19,134,788	15,305,530
Total Other Governmental Fund Balances	72,815,283	68,902,627	70,020,444	81,033,316	78,897,894	58,885,625	44,240,259	36,106,164	22,423,352	16,775,372
Total Fund Balances	\$ 121,533,537	\$ 125,566,948	\$ 113,586,717	\$ 117,840,675	\$ 104,571,069	\$ 77,128,245	\$ 61,887,503	\$ 53,299,511	\$ 39,399,290	\$ 27,971,010

Source:
Garfield County Finance Department (CAFR)
Statement of Fund Balances does not include GASB 34 Adjustments.

** Prior to 2011 were Unreserved, Undesignated: Special Revenue Funds and are now categorized as Restricted/Committed since a breakdown was unavailable for prior years.

Garfield County, Colorado
Changes in Fund Balance
Governmental Funds
Last Ten Fiscal Years

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
REVENUES										
Taxes	\$ 51,989,692	\$ 63,168,261	\$ 64,104,264	\$ 58,345,702	\$ 77,695,901	\$ 54,886,105	\$ 50,713,122	\$ 45,335,372	\$ 35,209,210	\$ 25,366,651
Licenses and Permits	216,984	253,874	255,456	313,256	276,702	307,342	389,330	341,942	363,494	406,811
Intergovernmental	28,078,027	27,689,428	32,177,069	29,062,531	57,167,499	41,800,237	29,290,487	20,279,569	20,740,097	16,533,366
Charges for services	6,101,349	6,667,042	6,461,865	6,126,498	7,561,750	6,492,155	6,997,362	7,000,564	6,663,990	5,109,135
Fines and forfeitures	109,128	123,867	126,912	113,150	131,621	92,809	38,086	42,071	37,040	33,684
Interest	878,591	39,103	610,398	854,215	805,117	1,592,133	3,123,801	3,621,237	2,258,471	1,051,837
Contributions	1,073,688	700,014	1,219,142	934,536	1,450,810	19,115,900	282,009	723,248	20,906	41,256
Miscellaneous	903,565	958,215	884,113	1,156,241	1,056,321	1,757,774	881,184	1,635,111	725,679	511,426
TOTAL REVENUES	89,351,024	99,599,804	105,839,219	96,906,129	146,145,721	126,044,455	91,715,381	78,979,114	66,018,887	49,054,166
CURRENT EXPENDITURES										
General Government	25,234,331	24,480,457	26,279,455	23,584,853	18,130,293	17,802,193	17,485,665	14,583,442	12,056,525	12,526,831
Public safety	20,894,417	22,370,763	21,589,177	20,893,394	23,832,515	21,618,762	26,379,461	16,585,334	12,794,517	11,131,307
Public works	21,401,432	17,977,108	22,910,087	16,286,982	52,926,697	48,412,993	21,045,605	16,808,393	13,095,939	7,530,498
Public health and welfare	21,581,850	21,618,763	21,580,768	21,405,521	21,100,046	19,177,014	15,237,693	12,127,151	11,753,619	10,578,331
Culture and recreation	4,183,469	2,204,142	1,692,244	1,343,177	1,470,398	1,218,442	1,293,037	3,279,415	3,583,214	2,325,417
Debt Service										
Principal	-	-	15,560,000	515,000	495,000	1,760,000	850,000	810,000	820,000	640,000
Interest	-	-	417,666	708,096	718,559	810,111	850,986	886,636	870,576	1,070,254
Other	-	-	4,200	4,200	4,389	4,200	-	-	212,762	-
Intergovernmental	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	93,295,499	88,651,233	110,033,597	84,741,223	118,677,897	110,803,715	83,142,447	65,080,371	55,187,152	45,802,638
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,944,475)	10,948,571	(4,194,378)	12,164,906	27,467,824	15,240,740	8,572,934	13,898,743	10,831,735	3,251,528
Transfers In	2,300,000	3,145,920	11,766,872	4,368,469	8,270,412	7,000,000	2,155,000	2,815,000	1,464,500	304,699
Transfers Out	(2,388,936)	(3,229,272)	(11,835,246)	(4,410,856)	(8,295,412)	(7,000,000)	(2,155,000)	(2,815,000)	(1,464,500)	(304,699)
Net debt proceeds	-	-	-	-	-	-	-	-	219,456	-
Sales of Assets	-	1,098,686	8,794	-	-	-	15,061	1,461	377,090	5,888
	(88,936)	1,015,334	(59,580)	(42,387)	(25,000)	-	15,061	1,461	596,546	5,888
NET CHANGE IN FUND BALANCE	(4,033,411)	11,963,905	(4,253,958)	12,122,519	27,442,824	15,240,740	8,587,995	13,900,204	11,428,281	3,257,416
Fund Balance January 1	125,566,948	113,586,717	117,840,675	104,571,069	77,128,245	61,887,505	53,299,510	39,399,305	27,971,015	24,713,594
Restatement of Accounts Receivable	-	-	-	-	-	-	-	-	-	-
Prior Period Adjustment	-	16,326	-	1,147,087	-	-	-	-	-	-
Fund Balance December 31	\$ 121,533,537	\$ 125,566,948	\$ 113,586,717	\$ 117,840,675	\$ 104,571,069	\$ 77,128,245	\$ 61,887,505	\$ 53,299,509	\$ 39,399,296	\$ 27,971,010

Ratio of Debt Service Expenditures/ Total Non-Capital Expenditures	0.00%	0.00%	15.37%	1.58%	1.64%	3.46%	2.53%	2.86%	3.73%	4.23%
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Source:
Garfield County Finance Department (CAFR)
Revenues, Expenditures and Changes in Fund Balance does not include GASB 34 adjustments

Ratio calculation										
Debt service expenditures	\$ -	\$ -	\$ 15,981,866	\$ 1,227,296	\$ 1,217,948	\$ 2,574,311	\$ 1,700,986	\$ 1,696,636	\$ 1,903,338	\$ 1,710,254
Total expenditures	93,295,499	88,651,233	110,033,597	84,741,223	118,677,897	110,803,715	83,142,447	65,080,371	55,187,152	45,802,638
Capital outlay per p. C6 of Fin Strmts	13,203,901	9,830,157	6,069,022	7,210,287	44,270,895	36,400,507	15,908,643	5,852,698	4,227,442	5,331,455
Adjusted Non capital expenditures	\$ 80,091,598	\$ 78,821,076	\$ 103,964,575	\$ 77,530,936	\$ 74,407,002	\$ 74,403,208	\$ 67,233,804	\$ 59,227,673	\$ 50,959,710	\$ 40,471,183

Garfield County, Colorado
General Government Tax Revenues By Source (1)
Last Ten Fiscal Years

Fiscal Year	Current Property Tax	Sales Tax	Specific Ownership Tax	Other / Severance Taxes	Total
2014	\$ 31,885,686	\$ 8,860,822	\$ 2,436,939	\$ 2,739,209	\$ 45,922,656
2013	54,274,821	6,175,259	2,575,968	1,940,162	64,966,210
2012	52,387,855	9,085,232	2,488,204	2,288,134	66,249,425
2011	47,811,401	7,937,089	2,450,430	2,079,304	60,278,224
2010	71,027,575	4,076,742	2,447,030	3,697,101	81,248,448
2009	46,242,238	5,739,317	2,753,079	11,640,046	66,374,680
2008	39,053,677	7,954,973	3,539,875	3,288,552	53,837,077
2007	34,982,156	7,258,326	2,949,567	2,594,453	47,784,502
2006	24,101,668	8,677,251	2,293,879	-	35,072,798
2005	17,139,366	6,654,724	1,572,561	-	25,366,651
	(3)	(2)			

Source:

Garfield County Finance Department (CAFR)

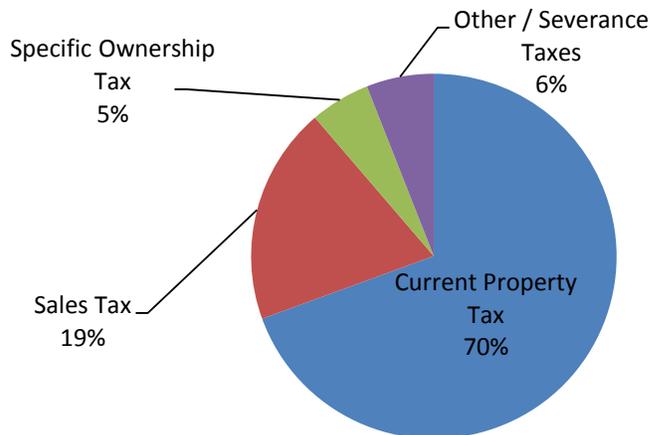
General Government Tax Revenues by Source does not include GASB 34 adjustments

(1) The TABOR (Article X Section 20) amendment to the Colorado State Constitution limits revenue increases and has other specific requirements.

(2) Sales tax is collected by the vendor on most classes of goods and is remitted to the State of Colorado. The State distributes Garfield County's percentage, which is set by statute, or that remittance to the County on a monthly basis.

(3) Full reappraisals of all Garfield County properties are completed on a bi-yearly basis.

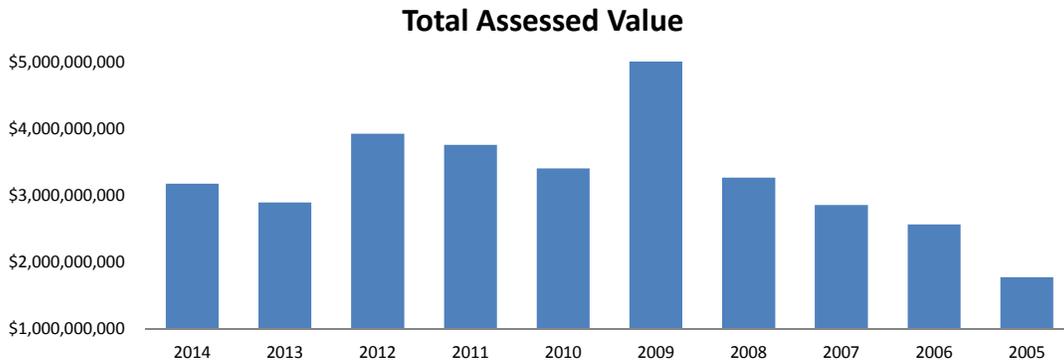
2014 Tax Revenues by Source



Garfield County, Colorado
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Year	Real Property	Personal Property	Oil and Gas Production	State Assessed and Other Property	Total Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Ratio of Assessed Value to Estimated Actual Value	Tax Collected Year
2014	\$ 723,370,250	\$ 716,243,810	\$ 1,643,051,580	\$ 96,660,700	\$ 3,179,326,340	13.655%	\$ 10,597,407,360	30.00%	2015
2013	722,210,880	765,559,120	1,311,795,190	95,430,300	2,894,995,490	13.655%	10,364,778,390	27.93%	2014
2012	926,930,520	782,538,290	2,134,729,290	86,893,100	3,931,091,200	13.655%	12,931,685,170	30.40%	2013
2011	915,790,250	701,997,730	2,062,362,640	83,748,900	3,763,899,520	13.655%	12,498,816,110	30.11%	2012
2010	1,249,223,080	643,428,730	1,439,552,250	78,238,900	3,410,442,960	13.655%	14,431,798,760	23.63%	2011
2009	1,230,812,312	787,335,350	3,069,871,590	76,407,700	5,164,426,952	13.655%	16,570,909,484	31.17%	2010
2008	933,425,320	448,851,040	1,826,010,970	62,297,700	3,270,585,030	13.655%	11,503,072,591	28.43%	2009
2007	894,456,710	284,102,650	1,624,439,890	56,637,900	2,859,637,150	13.655%	10,256,009,497	27.88%	2008
2006	739,350,790	199,540,810	1,575,593,720	51,865,300	2,566,350,620	13.655%	8,516,846,884	30.13%	2007
2005	709,530,780	136,828,340	875,571,220	50,921,500	1,772,851,840	13.655%	7,217,870,672	24.56%	2006

Source: Garfield County Assessor's Office, Abstract of Assessments



Garfield County, Colorado
Property Tax Rates - Direct and Overlapping Governments
Per \$1,000 Assessed Valuation (Mill Levy)
Last Ten Fiscal Years

Levy Year	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Collection Year	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Garfield County	13.655	13.655	13.655	13.655	13.655	13.655	13.655	13.655	13.655	13.655
School Districts										
Roaring Fork (RE-1)	42.149	42.445	38.388	39.589	30.992	30.984	33.942	34.246	37.009	37.265
Rifle (RE-2)	15.842	15.477	13.762	14.653	14.465	14.132	15.730	14.932	14.932	14.932
Parachute (16)	9.012	8.928	6.766	6.602	7.698	5.233	7.199	8.596	9.905	9.936
Debeque (JT-49)	4.108	4.026	3.984	4.491	5.762	5.638	7.646	8.416	8.717	16.433
Eagle (RE-50J)	21.517	20.826	21.362	21.601	19.474	19.402	20.414	20.051	23.050	19.595
Cities and Towns										
Town of Carbondale	3.594	3.594	3.594	3.594	3.594	3.594	3.594	3.594	3.594	3.594
City of Glenwood Springs	7.022	7.051	4.654	4.852	3.752	3.721	4.641	4.417	5.004	4.863
Town of New Castle	9.506	9.206	8.534	8.540	7.899	7.670	6.908	6.908	6.906	6.906
Town of Parachute	13.562	13.562	13.562	13.247	10.016	8.366	11.372	10.702	10.541	8.591
City of Rifle	5.261	5.261	5.261	5.261	5.261	5.261	5.261	5.261	5.261	5.261
Town of Silt	8.973	8.973	8.973	8.973	8.973	8.973	8.973	8.973	8.973	8.973
Fire Districts										
Burning Mountains Fire	-	6.102	6.102	6.102	6.102	6.102	6.102	6.102	6.102	6.102
Carbondale Fire	8.203	8.207	9.965	10.041	7.246	7.229	7.694	7.699	8.154	8.162
Colorado River Fire	6.102	-	-	-	-	-	-	-	-	-
Debeque Fire	3.862	4.000	3.930	4.000	4.000	2.555	4.000	-	-	-
Glenwood & Rural Fire	10.588	11.465	8.338	8.658	7.933	9.022	7.706	7.430	8.497	8.256
Grand Valley Fire	3.267	3.267	3.267	3.267	3.267	3.267	3.267	3.267	3.267	3.267
Gypsum Fire	6.926	6.915	6.892	6.946	6.833	6.833	6.833	6.833	6.833	6.833
Rifle & Rural Fire	-	6.102	6.102	6.284	6.284	6.284	6.259	6.388	6.388	6.569
Water and Sanitation Districts										
Basalt Water	0.044	0.044	0.044	0.044	0.044	0.044	0.055	0.055	0.067	0.068
Bluestone Water	0.005	0.006	0.005	0.005	0.006	0.006	0.009	0.011	0.013	0.024
Colo River Conservation	0.253	0.254	0.242	0.228	0.188	0.166	0.199	0.191	0.221	0.230
Consolidated Metro	-	-	-	-	-	-	-	-	-	11.860
Roaring Fork Water	7.4000	5.7230	5.7230	5.7230	3.7900	3.7905	4.1110	4.1110	4.1110	4.1110
Silt Water	0.850	0.798	0.513	0.602	0.590	0.525	0.679	0.671	0.904	0.892
Spring Valley Sanitation	4.000	4.000	4.000	4.000	4.013	4.000	4.000	4.000	4.000	4.000
West Divide Water	0.039	0.041	0.041	0.042	0.048	0.048	0.075	0.077	0.077	0.099
West Glenwood Sanitation	5.835	5.903	5.043	5.010	3.830	4.920	4.920	5.318	6.418	6.564
Yellow Jacket	0.209	0.209	0.209	0.210	0.197	0.169	0.209	0.161	0.185	0.185
Colleges										
Colorado Mountain College	3.997	3.997	3.997	3.997	3.997	3.997	3.997	3.997	3.997	3.997
Special Districts										
Glenwood GID	2.46	2.48	2.46	2.46	2.07	2.01	2.25	2.08	2.09	1.92
Grand River Hospital	5.60	5.60	5.60	5.60	5.60	5.60	5.60	5.60	5.60	5.60
Grand Valley Cemetery	0.01	0.01	0.01	0.01	0.01	0.01	0.02	0.02	0.03	0.05
Parachute/Battlement Pks & Rec	1.11	0.56	0.26	0.93	1.20	1.26	1.79	1.60	3.08	3.08
Rifle DDA	3.77	3.77	3.77	3.77	3.77	3.77	3.77	3.77	3.77	3.77
Silt URA Dollar Gen.	-	-	54.81	-	-	-	-	-	-	-
Glenwood Meadows #2	5.00	5.00	4.00	4.00	4.00	5.00	5.00	5.00	5.00	5.00
Glenwood Meadows #3	5.00	5.00	4.00	4.00	4.00	5.00	5.00	5.00	5.00	5.00
Landis Creek Metro #1	35.00	35.00	35.00	35.00	35.00	35.00	35.00	35.00	-	-
Landis Creek Metro #2	35.00	35.00	35.00	35.00	35.00	35.00	35.00	35.00	-	-
Mid Valley Metro	0.33	2.13	3.58	3.60	2.36	2.33	3.29	3.47	0.22	6.23
GarCo Library	1.00	1.00	1.00	1.00	0.86	1.00	1.00	1.00	-	-
Rifle Metro Park	-	-	-	-	-	-	-	-	-	-
River Park Metro	45.00	45.00	45.00	45.00	45.00	45.00	45.00	45.00	45.00	45.00
Traveler's Highland	50.00	50.00	50.00	50.00	50.00	50.00	-	-	-	-

Source: Garfield County Assessor's Office, Abstract of Assessment

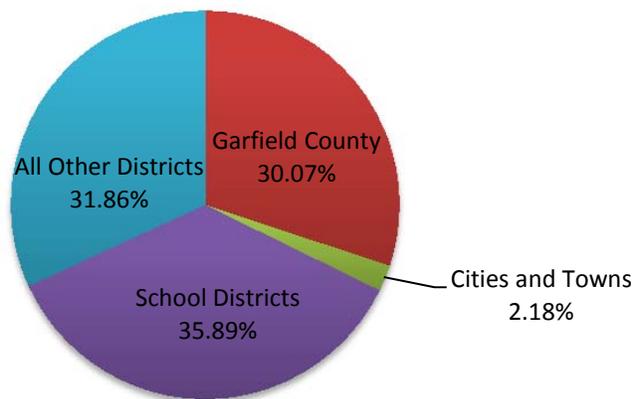
Garfield County, Colorado
Property Tax Levies - Direct and Overlapping Governments
Per \$1,000 Assessed Valuation (Mill Levy)
Last Ten Fiscal Years

Property Tax Levied

Levy Year	Collection Year	Garfield County	Cities and Towns	School Districts	All Other Districts	Total
2014	2015	\$ 43,413,700	\$ 3,142,177	\$ 51,810,814	\$ 46,003,105	\$ 144,369,796
2013	2014	39,531,163	3,074,688	48,145,099	41,325,329	132,076,279
2012	2013	53,679,053	3,276,602	55,704,823	56,795,139	169,455,617
2011	2012	51,396,049	3,180,529	55,271,198	54,313,720	164,161,496
2010	2011	46,569,598	3,792,593	52,934,023	49,664,782	152,960,996
2009	2010	70,520,252	3,649,832	65,970,392	77,226,213	217,366,689
2008	2009	44,659,836	2,958,917	51,214,791	50,322,352	149,155,896
2007	2008	39,046,737	2,748,863	47,744,366	40,640,720	130,180,686
2006	2007	35,045,196	2,361,003	45,548,224	35,016,973	117,971,396
2005	2006	24,208,292	2,194,124	35,890,187	24,385,827	86,678,430

Source: Garfield County Assessor's Office - Abstract of Assessment

Property Tax Levied 2014



**Garfield County, Colorado
Principal Taxpayers
Current Year and Ten Years Ago**

2014

Taxpayer	Type of Business	Rank	Assessed Value	Percentage of Total Assessed Value
Encana Oil & Gas (USA) Inc	Utility	1	\$ 672,208,310	21.14%
WPX Energy Rocky Mountain LLC	Utility	2	531,412,460	16.71%
Bill Barrett Corporation	Utility	3	198,531,480	6.24%
Oxy USA WTP LLC	Utility	4	111,286,790	3.50%
Ursa Resources Group II LLC	Utility	5	68,087,880	2.14%
Enterprise Gas Processing LLC	Utility	6	57,877,320	1.82%
Bargath Inc	Utility	7	40,279,870	1.27%
Chevron North America Explo & Prod	Utility	8	32,338,470	1.02%
Public Service Company of CO (Xcel)	Utility	9	30,747,200	0.97%
Noble Energy	Utility	10	30,477,640	0.96%
Total Principal Taxpayers			1,773,247,420	55.77%
All Other Taxpayers			1,406,078,920	44%
Total Assessed Valuation			<u>\$ 3,179,326,340</u>	<u>100%</u>

2004

Taxpayer	Type of Business	Rank	Assessed Value	Percentage of Total Assessed Value
Williams Production RMT Company	Utility	1	\$ 250,888,220	19.98%
Encana Oil & Gas (USA) Inc.	Utility	2	226,976,150	18.07%
Grand Valley Gathering	Utility	3	19,640,750	1.56%
Encana Gathering Services	Utility	4	18,596,370	1.48%
Petroleum Development Corp	Utility	5	16,769,200	1.34%
Public Service Company of Colo	Utility	6	15,619,130	1.24%
Calpine Natural Gas Company	Utility	7	14,537,670	1.16%
Tom Brown Inc	Utility	8	10,709,870	0.85%
Qwest Corporation	Utility	9	7,221,100	0.58%
Union Pacific Corporation	Railroad	10	7,170,200	0.57%
Total Principal Taxpayers			588,128,660	46.83%
All Other Taxpayers			667,673,840	53%
Total Assessed Valuation			<u>\$ 1,255,802,500</u>	<u>100%</u>

Source: Garfield County Assessor's Office

Garfield County, Colorado
County Property Tax Levies and Collections
Last Ten Fiscal Years

Year of Collection	Fiscal Year	Total Tax Levy	Current Tax Collected *	Percent of Levy Collected	Amount of Levy Collected in Subsequent Years	Total Tax Collections **	Percent of Total Tax Collected to Tax Levy
2015	2014	\$ 43,413,700	\$ 32,576,384	75.04%	\$ -	\$ 32,576,384	75.04%
2014	2013	39,531,163	39,435,374	99.76%	2,626	39,438,000	99.76%
2013	2012	53,679,053	53,667,457	99.98%	(31,958)	53,635,499	99.92%
2012	2011	51,396,049	51,338,743	99.89%	(165,069)	51,173,674	99.57%
2011	2010	46,569,598	46,480,084	99.81%	653,769	47,133,853	101.21%
2010	2009	70,520,252	69,065,977	97.94%	14,252	69,080,229	97.96%
2009	2008	44,659,836	43,890,163	98.28%	226,529	44,116,692	98.78%
2008	2007	39,046,737	38,419,912	98.39%	382,706	38,802,618	99.37%
2007	2006	35,045,196	34,176,739	97.52%	581,316	34,758,055	99.18%
2006	2005	24,208,292	23,768,803	98.18%	(5,633)	23,763,170	98.16%

Source:

Garfield County Assessor's Office
Garfield County Treasurer's Office

* Current Tax Collected reflects all amounts collected as of May 15, 2015 and December 31 for prior years.

** Total Tax Collections reflects all amounts collected as of May 15, 2015.

Garfield County, Colorado
General Government Revenues By Source
Last Ten Fiscal Years

Fiscal Year	Taxes	Licenses and Permits	Intergovernmental	Charges for Services	Fines and Forfeitures	Misc.	Contributions	Interest	Total
2014	\$ 51,989,692	\$ 216,984	\$ 28,078,027	\$ 6,101,349	\$ 109,128	\$ 903,565	\$ 1,073,688	\$ 878,591	89,351,024
2013	63,168,261	253,874	27,689,428	6,667,042	123,867	958,215	700,014	39,103	99,599,804
2012	64,104,264	255,456	32,177,069	6,461,865	126,912	884,113	1,219,142	610,398	105,839,219
2011	58,345,702	313,256	29,062,531	6,126,498	113,150	1,156,241	934,536	854,215	96,906,129
2010	81,248,448	276,702	57,167,499	7,561,750	131,621	1,056,321	1,450,810	805,117	149,698,268
2009	66,374,680	307,342	41,800,237	6,492,155	92,809	1,757,774	19,115,900	1,592,133	137,533,030
2008	53,837,077	389,330	29,290,487	6,997,362	38,086	881,184	282,009	3,123,801	94,839,336
2007	47,784,502	341,942	20,279,569	7,000,564	42,071	1,635,111	723,248	3,621,237	81,428,244
2006	35,072,798	363,494	20,740,097	6,663,990	37,040	725,674	20,906	2,258,471	65,882,470
2005	25,366,651	406,811	16,533,366	5,109,135	33,684	511,426	41,256	1,051,837	49,054,166

Source:

Garfield County Finance Department (CAFR)

General Government Revenues by Source does not include GASB 34 adjustments

Garfield County, Colorado
Direct and Overlapping Governmental Activities Debt
December 31, 2014

Taxing Jurisdiction	Net General Obligation Debt Outstanding	Percentage Applicable to Garfield County	County Share of Direct and Overlapping Debt
Direct: Garfield County	-	100%	-
Overlapping:			
School Districts			
Garfield County School District No. 16	\$ 28,251,975	100%	\$ 28,251,975
Roaring Fork School District No. RE-1	82,859,984	58%	48,224,511
Garfield County School District No. RE-2	98,060,851	100%	98,060,851
Cities and Towns			
City of Glenwood Springs	1,410,000	100%	1,410,000
City of Rifle	2,312,426	100%	2,312,426
Town of New Castle	1,035,183	100%	1,035,183
Town of Parachute	276,726	100%	276,726
Fire Districts			
Carbondale & Rural Fire Protection District	4,479,998	86%	3,852,798
Glenwood Rural Fire	300,000	100%	300,000
Water and Sanitation Districts			
Mid Valley Metro District	-	7%	-
West Glenwood Sanitation	199,500	100%	199,500
Special Districts			
Glenwood Meadows Metropolitan District No. 1	-	100%	-
Glenwood Meadows Metropolitan District No. 3	13,066,680	100%	13,066,680
Grand River Hospital	6,885,000	99%	6,816,150
Total Overlapping Debt	<u>239,138,323</u>		<u>203,806,800</u>
Total Direct and Overlapping Debt	<u>\$ 239,138,323</u>		<u>\$ 203,806,800</u>

Source: Debt amounts and percentages are provided by each taxing entity.

Garfield County, Colorado
Computation of Legal Debt Margin
General Obligation Debt
Last Ten Fiscal Years

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Computation of legal debt limit:										
Taxable assessed valuation	\$ 3,179,326,340	\$ 2,894,995,490	\$ 3,931,091,200	\$ 3,763,899,520	\$ 3,410,442,960	\$ 5,164,426,952	\$ 3,270,585,030	\$ 2,859,637,150	\$ 2,566,350,620	\$ 1,772,851,840
Plus exempt property	227,630,540	200,431,430	243,840,650	210,773,500	249,245,270	193,607,070	193,319,840	191,153,620	132,985,490	132,985,490
Total assessed value	3,406,956,880	3,095,426,920	4,174,931,850	3,974,673,020	3,659,688,230	5,358,034,022	3,463,904,870	3,050,790,770	2,699,336,110	1,905,837,330
Legal debt limit percentage	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
	51,104,353	46,431,404	62,623,978	59,620,095	54,895,323	80,370,510	51,958,573	45,761,862	40,490,042	28,587,560
Amount of debt applicable to debt limit:										
Total long-term borrowings	-	-	-	15,560	16,075	16,075,000	18,330,000	19,180,000	19,990,000	19,935,000
Less:										
Certificates of participation	-	-	-	(15,560)	(16,075)	(16,075,000)	(18,330,000)	(19,180,000)	(19,990,000)	(19,935,000)
Lease purchase obligations	-	-	-	-	-	-	-	-	-	-
Net borrowings applicable to the debt limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$ 51,104,353	\$ 46,431,404	\$ 62,623,978	\$ 59,620,095	\$ 54,895,323	\$ 80,370,510	\$ 51,958,573	\$ 45,761,862	\$ 40,490,042	\$ 28,587,560

Source:
Colorado Revised Statute 30-26-301
Garfield County Finance Department (CAFR)

Note: Garfield County has had no general obligation bonded debt in the last ten years. Therefore, the historical table "Ratios of General Bonded Debt" is not included.

Garfield County, Colorado
Ratios Of Outstanding Debt By Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of Personal Income *	Per Capita
	General Obligation Bonds	Certificates of Participation	Capital Leases	General Obligation Bonds	Capital Leases				
2014	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0%	\$ -
2013	-	-	-	-	-	-	-	0%	-
2012	-	-	-	-	-	-	-	0%	-
2011	-	15,560,000	-	-	-	15,560,000	15,560,000	0.73%	277
2010	-	16,075,000	-	-	-	16,075,000	16,075,000	1.18%	285
2009	-	16,075,000	-	-	-	16,075,000	16,075,000	1.07%	286
2008	-	18,330,000	-	-	-	18,330,000	18,330,000	1.10%	321
2007	-	19,180,000	-	-	-	19,180,000	19,180,000	1.01%	348
2006	-	19,990,000	-	-	-	19,990,000	19,990,000	0.94%	377
2005	-	19,935,000	-	-	-	19,935,000	19,935,000	0.87%	393

Source: Garfield County Finance Department (CAFR)

* See the Schedule of Demographic and Economic Statistics on page G15 for personal income and population data.

Garfield County, Colorado
Demographic and Economic Statistics
Last Ten Fiscal Years

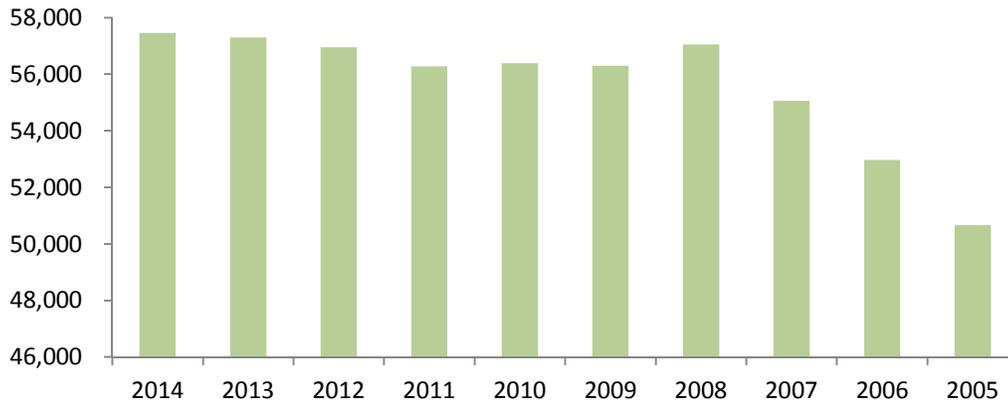
Fiscal Year	(1) Population	(2) Fall School Enrollment (PK-12)	Percent of School Enrollment to Population	(3) Total Labor Force	(3) Un-employment Rate	(4) Total Personal Income (in thousands)	(4) Per Capita Income	(5) Retail Sales
2014	* 57,461	11,479	19.98%	25,905	3.60%	\$ **	\$ **	2,655,257
2013	57,302	11,496	20.06%	32,800	5.80%	2,359,201	41,171	2,588,920
2012	56,953	11,292	19.83%	33,230	8.00%	2,238,523	39,305	2,607,905
2011	56,270	11,275	20.04%	32,971	9.10%	2,130,264	37,858	2,658,287
2010	56,389	11,325	20.08%	33,006	10.10%	1,363,951	37,277	2,159,779
2009	56,298	11,508	20.44%	34,731	7.90%	1,508,517	37,099	2,040,464
2008	57,050	11,578	20.29%	37,035	3.10%	1,661,981	41,890	2,785,872
2007	55,063	10,859	19.72%	35,394	2.40%	1,897,575	40,003	2,550,233
2006	52,969	10,484	19.79%	33,649	2.90%	2,118,760	37,127	2,123,175
2005	50,663	8,578	16.93%	30,069	3.80%	2,297,179	33,796	1,649,590

Source:

- (1) US Census Bureau Estimate
- (2) Colorado Department of Education
- (3) Colorado Department of Labor and Employment website - Labor Statistics section
- (4) Bureau of Economic Analysis - Regional Economic Accounts section
- (5) Colorado Department of Revenue

* Estimate from the United States Census Bureau
 ** Information will become available November 20th

Population for Garfield County



**Garfield County, Colorado
Principal Employers
Current Year and Six Years Ago ***

2014 Principal Employers

Employer	Rank	Type of Business	Number of Employees	Percentage of Total
Valley View Hospital	1	Healthcare	1,031	3.53%
Roaring Fork School District RE-1	2	Schools	708	2.43%
Garfield County School District RE-2	3	Schools	670	2.30%
Colorado Mountain College	4	Schools	521	1.79%
Garfield County	5	Government	491	1.68%
Grand River Health	6	Healthcare	472	1.62%
City Market	7	Retail	378	1.30%
Wal-Mart	8	Retail	370	1.27%
WPX Energy	9	Oil & Gas	222	0.76%
Glenwood Hot Springs Lodge & Pool	10	Lodge & Pool	216	0.74%
Total employed by principal employers			5,079	17.41%
Employed by other employers			20,826	82.59%
Total employed in Garfield County			<u>25,905</u>	<u>100%</u>

2008 Principal Employers

Employer	Rank	Type of Business	Number of Employees	Percentage of Total
Roaring Fork School District RE-1	1	Schools	671	2.30%
Valley View Hospital	2	Healthcare	620	2.13%
Garfield County School District RE-2	3	Schools	500	1.71%
Garfield County	4	Government	477	1.64%
Wal-Mart	5	Retail	450	1.54%
City Market	6	Retail	403	1.38%
City of Glenwood Springs	7	Government	198	0.68%
Garfield County School District 16	8	Schools	174	0.60%
Holy Cross Energy	9	Utility	169	0.58%
Lowe's	10	Retail	140	0.48%
Total employed by principal employers			3,802	13.03%
Employed by other employers			33,233	86.97%
Total employed in Garfield County			<u>37,035</u>	<u>100%</u>

* A 10-year comparison was not provided due to statistics prior to 2008 not being available from all employers.

Source: Colorado Department of Labor website & individual employers

**Garfield County, Colorado
Positions by Department
Last Ten Fiscal Years**

	2014		2013		2012		2011		2010		2009		2008		2007		2006		2005	
	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time
General Government																				
Board of Commissioners	3	-	3	-	3	-	3	-	3	-	3	-	3	-	3	-	3	-	3	-
Assessor	20	-	21	-	22	-	21	-	23	1	23	1	20	1	17	1	17	1	17	1
Clerk and Recorder	22	2	22	1	22	2	23	1	25	2	25	3	24	3	22	3	20	3	18	3
Treasurer	8	1	9	1	9	1	8	1	7	1	7	1	7	1	7	1	7	-	7	-
Surveyor	1	-	1	-	1	-	1	-	1	-	1	-	1	-	1	-	1	-	1	-
County Attorney	10	1	10	1	10	1	10	1	10	1	10	-	10	-	8	-	7	-	7	-
County Manager	3	-	2	-	5	-	5	-	6	-	6	-	6	-	5	-	6	-	6	-
Finance	8	1	8	1	9	1	9	1	9	1	9	-	8	-	7	-	7	-	6	-
Human Resources	5	-	5	-	5	-	5	-	4	1	4	1	4	1	4	1	4	1	4	1
Information Technology	9	-	8	-	9	-	11	-	11	-	10	-	9	-	8	-	8	-	7	-
Procurement	4	-	4	-	3	-	3	-	3	-	3	-	2	-	2	-	1	-	1	-
Oil & Gas	2	-	2	-	2	-	2	-	3	-	3	-	2	-	2	-	1	1	1	1
General Services																				
General Ops	-	-	1	-	1	-	1	-	1	-	1	-	1	-	1	-	1	-	1	-
Facilities Maintenance	-	-	1	-	1	-	2	-	2	-	2	-	2	-	2	-	2	-	2	-
Vegetation Management	-	-	1	-	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Communications	4	-	4	-	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Community Development	13	-	14	-	13	1	13	1	16	1	17	-	16	-	14	-	11	-	11	-
Community Events	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Engineering	-	-	2	-	2	-	2	-	2	-	2	-	2	-	2	-	2	-	2	-
Total General Government	113	5	118	4	119	6	119	5	126	8	126	6	117	6	105	6	98	6	94	6
Culture and Recreation																				
Fairgrounds	3	-	3	-	3	-	3	-	3	-	3	-	3	-	3	-	2	-	2	-
Total Culture and Recreation	3	-	3	-	3	-	3	-	3	-	3	-	3	-	3	-	2	-	2	-
Health and Welfare																				
Public Health	25	5	24	5	25	5	25	5	23	6	22	5	22	5	20	5	18	4	18	4
Dept of Human Services	98	2	89	2	84	2	84	1	89	4	87	8	87	5	81	4	68	12	63	10
Total Health and Welfare	123	7	113	7	109	7	109	6	112	10	109	13	109	10	101	9	86	16	81	14
Public Safety																				
Coroner	1	-	1	-	1	-	1	-	1	-	1	-	1	-	1	-	1	-	1	-
Criminal Justice Services	19	-	19	-	19	-	19	-	19	-	19	-	18	-	17	-	14	-	14	-
Commissary	-	-	-	-	-	-	-	-	-	-	2	-	2	-	2	-	2	-	2	-
Sheriff	144	-	151	-	151	-	151	-	149	2	145	2	143	4	131	4	113	1	105	1
Total Public Safety	164	-	171	-	171	-	171	-	169	2	165	4	162	6	149	6	128	3	120	3
Public Works																				
Public Works	8	5	2	5	2	1	1	1	-	-	-	-	-	-	-	-	-	-	-	-
Road and Bridge	44	3	44	3	43	7	47	3	48	2	49	1	44	2	41	2	46	2	43	2
Airport	4	-	4	-	4	-	3	-	3	-	2	2	1	2	1	2	1	1	1	1
Total Public Works	56	8	50	8	49	8	51	4	51	2	51	3	45	4	42	4	47	3	44	3
Business-type Activities																				
Solid Waste Disposal	8	-	8	-	9	-	9	-	14	-	8	4	7	4	3	4	3	4	3	4
Total Solid Waste	8	-	8	-	9	-	9	-	14	-	8	4	7	4	3	4	3	4	3	4
Intergovernmental Services																				
Motor Pool	4	-	4	-	4	-	4	-	4	-	4	-	4	-	2	-	2	-	2	-
Total Intergovernmental	4	-	4	-	4	-	4	-	4	-	4	-	4	-	2	-	2	-	2	-
Library																				
Library	Was not a part of county government after 2006																29	17	29	17
Total Library																				
Total Budgeted Employees	471	20	467	19	464	21	466	15	479	22	466	30	447	30	405	29	395	49	375	47

Source: Garfield County Budget Documents

Garfield County, Colorado
Capital Assets By Function/Program
Last Ten Fiscal Years

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
General Government										
Buildings	6	6	4	4	4	4	4	4	4	4
Public Safety										
Buildings	5	5	4	4	4	3	3	2	1	1
Equipment (pieces)	121	112	119	115	113	107	93	81	69	54
Public Works										
Buildings	10	9	9	9	9	8	8	6	6	6
Infrastructure (road miles maintained)	1,056	702	697	698	695	695	700	704	703	705
Road Maintenance Equipment	213	192	191	177	181	179	161	160	161	154
Public Health and Welfare										
Buildings	4	4	4	4	4	3	3	3	2	2
Culture and Recreation										
Buildings	4	3	3	3	3	3	3	3	3	3
Business-Type Activities										
Buildings	2	2	2	2	2	2	2	2	2	2
Waste Compaction/Movement (pieces)	22	22	19	19	19	17	15	15	13	11
Intergovernmental										
Buildings	1	1	1	1	1	1	1	1	1	1
Library										
Library	-	-	-	-	-	-	-	-	6	6

Source: Garfield County Finance Department

Garfield County, Colorado
Operating Indicators By Function/Program
Last Ten Fiscal Years

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
General Government										
Number of Employees	118	122	125	124	134	132	123	111	104	100
Building(s) Sq. footage	38,127	38,127	33,471	33,471	31,211	31,385	31,385	25,965	30,106	27,882
Service Level										
Tax notices	29,267	29,217	29,530	29,350	29,316	30,289	51,471	50,586	51,252	50,173
Documents recorded	12,985	15,521	16,672	16,026	16,584	19,085	20,562	26,039	24,946	23,498
Number of active voters	28,873	27,480	25,579	21,081	24,047	23,851	22,955	19,501	18,130	16,752
Parcels assessed	31,450	31,447	31,635	31,468	30,289	51,471	50,586	51,252	50,173	48,947
Building permits issued	246	197	246	311	218	293	401	525	498	408
Public Safety										
Number of Employees	164	171	171	171	171	169	168	155	131	123
Building(s) Sq. footage	103,518	99,768	99,768	99,768	99,768	81,010	74,091	80,620	70,948	56,964
Service Level										
Calls for Law Enforcement Service	100,440	98,832	91,516	90,754	93,276	92,203	83,624	84,948	101,530	100,808
Jail bookings	2,284	2,285	2,591	2,717	2,515	2,899	3,231	3,721	3,799	3,270
Useful Public Service Clients Sentenced	731	797	1,056	1,156	1,087	1,183	1,674	1,896	1,730	1,779
Public Works										
Number of Employees	64	58	57	55	53	54	49	46	50	47
Building(s) Sq. footage	53,125	51,875	51,875	51,875	51,875	51,875	51,875	Information not available prior to 2008		
Service Level										
Miles of road maintained	1,056	702	697	698	695	695	700	704	703	705
Health and Welfare										
Number of Employees	130	120	116	115	122	122	119	110	102	95
Building(s) Sq. footage	44,773	43,396	43,396	43,396	43,396	35,251	35,251	35,251	41,896	41,896
Service Level										
Immunizations	6,576	6,909	9,195	12,660	12,349	14,801	9,213	10,293	15,259	15,629
Birth Certificates	812	769	833	818	866	964	992	991	945	816
Death Certificates	318	288	248	297	281	292	261	277	289	268
Human Services Caseload	10,136	8,669	9,050	6,090	5,707	4,763	3,428	3,014	3,334	Information not available prior to 2006
Culture and Recreation										
Number of Employees	3	3	3	3	3	3	3	3	2	2
Building(s) Sq. footage	39,500	39,500	39,500	39,500	39,500	39,500	39,500	Information not available prior to 2008		
Service Level										
Fairground service days	355	365	365	365	365	365	365	365	365	365
County Fair attendance (ticket sales)	7,308	7,382	3,249	3,091	*4000	*4000	*3000	*5000	*6000	*8000
Business-type Activities										
Number of Employees	8	8	9	9	14	12	11	7	7	7
Building(s) Sq. footage	4,821	4,821	4,821	4,821	4,821	4,821	4,821	Information not available prior to 2008		
Service Level										
Cubic yds of landfill space consumed	119,704	84,230	78,567	72,589	77,127	53,800	87,106	89,252	60,040	55,771
Intergovernmental										
Number of Employees	4	4	4	4	4	4	4	2	2	2
Building(s) Sq. footage	Information not available									
Library										
Number of Employees	**	**	**	**	**	**	**	**	46	46
Building(s) Sq. footage	**	**	**	**	**	**	**	**	46,745	46,745

Sources:
Garfield County Offices/Departments and documents
Colorado Department of Public Health and Environment

Numbers are projected for year based on seven months of data for current year.
*Numbers from 2009 and previous are estimates of total attendance because ticket sales data was not available.
**Library became separate entity after 2006.

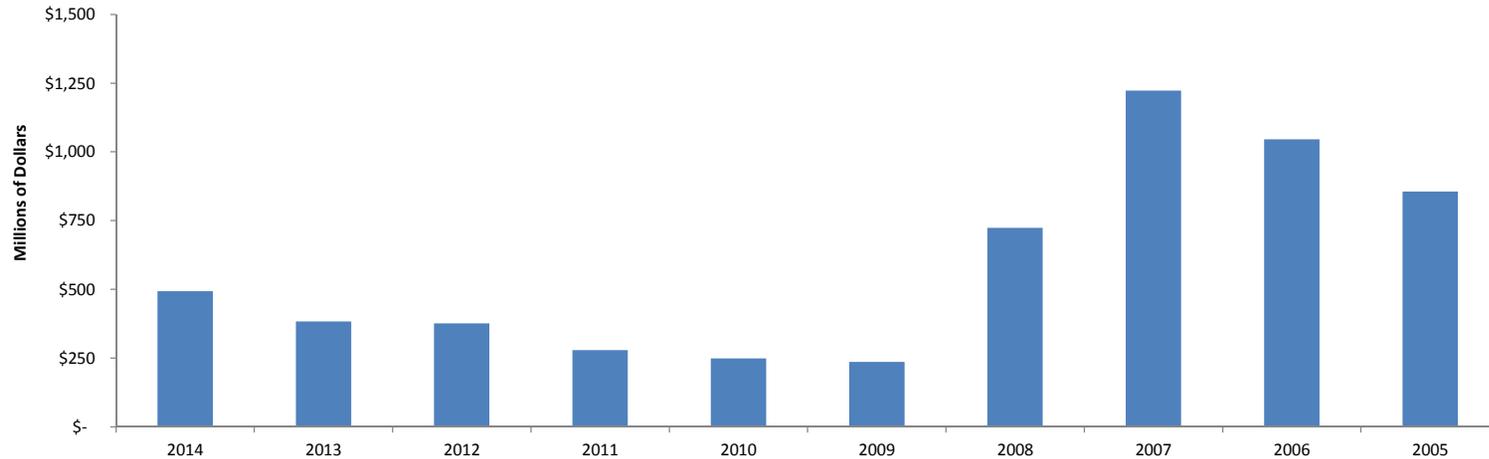
**Garfield County, Colorado
Property Transfers (All Types) - Total Dollar Volume
Last Ten Fiscal Years**

Dollar Volume

Month	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
January	\$ 26,864,925	\$ 23,657,100	\$ 22,066,900	\$ 17,481,300	\$ 11,461,500	\$ 16,624,800	\$ 69,205,900	\$ 92,346,900	\$ 53,279,100	\$ 55,518,500
February	30,023,600	18,961,800	20,486,100	16,374,200	12,503,900	14,143,900	102,818,300	53,852,300	41,301,100	36,032,100
March	27,564,600	18,584,400	28,487,050	26,954,300	24,342,200	10,759,800	48,078,900	93,135,200	87,858,300	51,237,500
April	31,087,200	33,594,160	19,483,259	24,004,500	21,940,200	20,680,100	85,697,500	98,420,300	66,939,000	55,945,300
May	40,434,600	41,220,050	35,977,400	18,828,200	17,487,500	15,653,500	61,858,400	121,937,600	96,372,600	69,472,000
June	51,175,800	26,888,300	33,223,399	22,964,600	20,376,300	28,415,500	72,589,200	106,104,300	89,135,600	89,577,700
July	49,114,288	39,482,800	38,158,000	27,370,900	24,709,600	24,760,700	68,893,800	157,463,100	100,260,500	69,683,500
August	43,238,000	49,376,700	45,076,180	35,724,600	21,049,700	21,537,650	56,415,900	103,403,600	101,278,900	71,598,100
September	41,916,200	32,667,800	29,378,700	18,404,300	17,782,700	17,315,200	55,872,200	94,217,300	91,258,700	98,475,300
October	72,606,200	33,600,400	43,073,850	26,725,300	20,320,900	18,898,900	35,180,900	104,331,100	85,807,900	76,845,900
November	34,152,700	28,487,265	32,741,970	22,498,600	19,163,600	13,072,600	28,896,600	72,937,800	127,843,600	102,825,400
December	45,211,700	36,496,800	28,185,216	21,741,800	37,739,700	34,301,900	37,660,100	124,476,100	104,042,100	78,755,300
Total	\$ 493,389,813	\$ 383,017,575	\$ 376,338,024	\$ 279,072,600	\$ 248,877,800	\$ 236,164,550	\$ 723,167,700	\$ 1,222,625,600	\$ 1,045,377,400	\$ 855,966,600

Source: Land Title Market Analysis Report

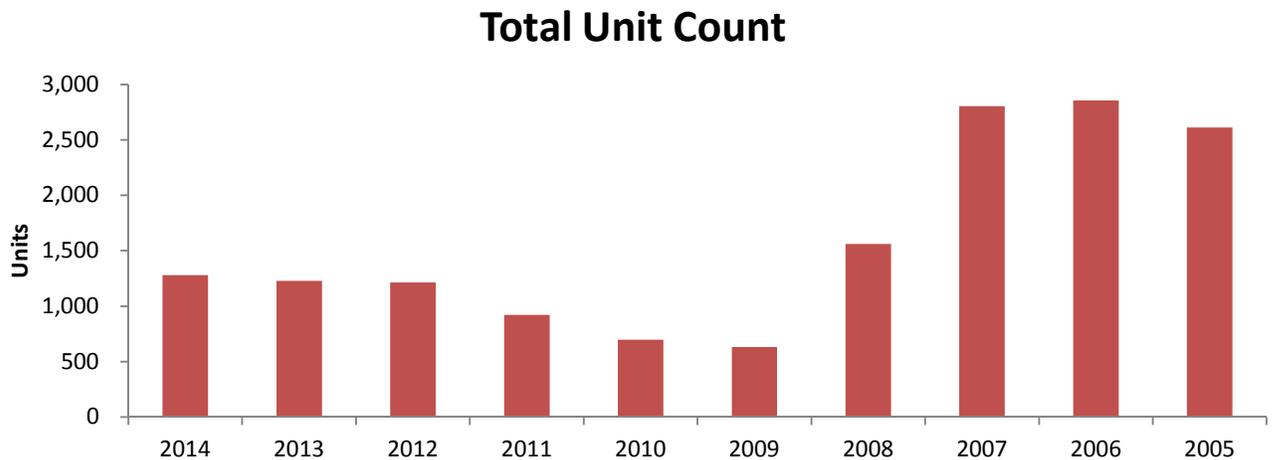
Total Dollar Volume



Garfield County, Colorado
Property Transfers (All Types) - Total Unit Count
Last Ten Fiscal Years

Month	Unit Count									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
January	59	86	71	56	34	38	169	237	158	148
February	74	84	61	43	33	46	125	138	125	140
March	89	78	114	80	61	33	120	237	227	206
April	101	102	83	87	63	43	171	244	211	203
May	119	118	117	68	61	43	179	313	261	217
June	125	103	106	72	68	75	153	268	267	253
July	130	105	97	83	69	64	153	312	282	238
August	117	134	123	92	56	57	140	252	318	234
September	111	107	112	83	55	61	120	232	292	266
October	125	108	119	91	60	57	95	228	259	253
November	95	85	109	77	58	46	65	166	241	224
December	136	120	101	89	81	68	70	178	215	230
Total	1,281	1,230	1,213	921	699	631	1,560	2,805	2,856	2,612

Source: Land Title Market Analysis Report

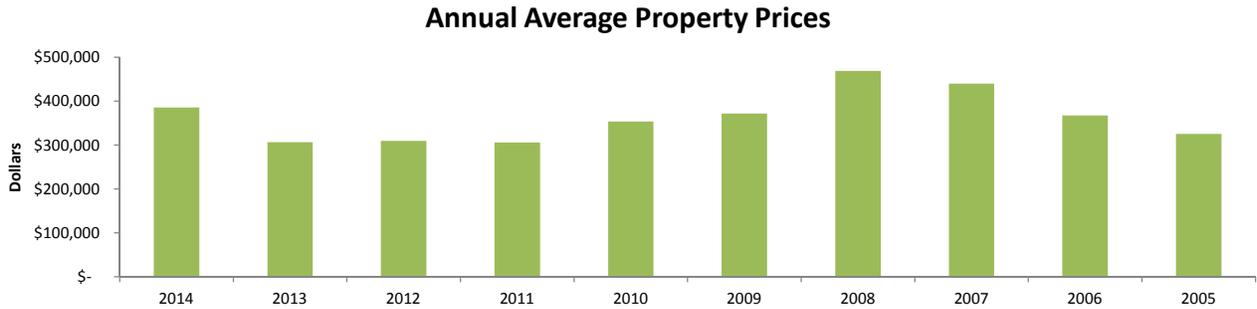


Garfield County, Colorado
Property Transfers (All Types) - Average Property Prices
Last Ten Fiscal Years

Average Property Prices

Month	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
January	\$ 455,338	\$ 275,083	\$ 310,801	\$ 312,166	\$ 337,103	\$ 437,495	\$ 409,502	\$ 389,649	\$ 337,209	\$ 375,125
February	405,724	225,736	335,838	380,795	378,906	307,476	822,546	390,234	330,409	257,372
March	309,715	238,262	249,886	336,929	399,052	326,055	400,658	392,976	387,041	248,726
April	307,794	329,355	234,738	275,914	348,257	480,933	501,155	403,362	317,246	275,593
May	339,787	349,322	307,499	276,885	286,680	364,035	345,578	389,577	369,244	320,147
June	409,406	261,051	313,428	318,953	299,651	378,873	474,439	395,912	333,841	354,062
July	377,802	376,027	393,381	329,770	358,110	386,886	450,286	504,689	355,534	292,788
August	369,556	368,483	366,473	388,311	375,888	377,854	402,971	410,332	318,487	305,975
September	377,623	305,307	262,310	221,739	323,322	283,856	465,602	406,109	312,530	370,208
October	580,850	311,115	361,965	293,685	338,682	331,560	370,325	457,593	331,305	303,739
November	359,502	335,144	300,385	292,190	330,407	284,187	444,563	439,384	530,471	459,042
December	332,439	304,140	279,062	244,290	465,922	504,440	538,001	699,304	483,917	342,414
Annual Average	\$ 385,461	\$ 306,585	\$ 309,647	\$ 305,969	\$ 353,498	\$ 371,971	\$ 468,802	\$ 439,927	\$ 367,269	\$ 325,433

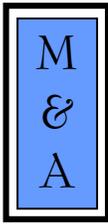
Source: Land Title Market Analysis Report





STATUTORY REPORT SECTION

Single Audit Reports and Schedules



MCMAHAN AND ASSOCIATES, L.L.C.

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

Independent Auditor's Report

**To the Board of County Commissioners
Garfield County, Colorado**

We have audited, 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Garfield County, Colorado (the "County") as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated May 27, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit on the financial statements, we considered the County's internal control over financial reporting 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 the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the County'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.

Member: American Institute of Certified Public Accountants

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**To the Board of County Commissioners
Garfield County, Colorado**

Compliance and Other Matters

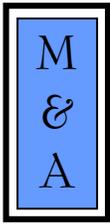
As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect 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 County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

McMahan and Associates, L.L.C.

**McMahan and Associates, L.L.C.
May 27, 2015**



MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Independent Auditor's Report

To the Board of County Commissioners
Garfield County, Colorado

Report on Compliance for Each Major Program

We have audited the Garfield County, Colorado's (the "County") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2014. The County'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 the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County'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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 County'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 on the County's compliance with those requirements.

Opinion on Each Major Federal Program

In our opinion, the County 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, 2014.

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Report on Internal Control Over Compliance

Management of the County 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, we considered the County's internal control over compliance with types of requirements that could have a direct and material effect on each major federal program to determine our 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 OMB Circular A-133, 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 County'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 or on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a 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 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 charges with governance.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to indentify 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 in 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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



McMahan and Associates, L.L.C.
May 27, 2015

Garfield County, Colorado
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2014

Part 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 section 510(a) of Circular A-133	None noted
Major programs:	
Food Assistance Administration	CFDA #10.561
Medical Assistance Program	CFDA #93.778
Foster Care – Title IV-E	CFDA #93.658
Dollar threshold used to identify Type A from Type B programs	\$300,000
Identified as low-risk auditee	Yes

Part II: Findings Related to Financial Statements

Findings related to financial statements as required by Government Auditing Standards	None noted
Auditor-assigned reference number	Not applicable

Part III: Findings Related to Federal Awards

Internal control findings	None noted
Compliance findings	None noted
Questioned costs	None noted
Auditor-assigned reference number	Not applicable

Garfield County, Colorado
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2014
(Continued)

Note: There were no findings for the fiscal year ended December 31, 2013.

Garfield County, Colorado
Schedule of Expenditures of Federal Awards
For the Year Ended December 2014

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Major Program</u>	<u>Expenditures</u>
Department of Agriculture:			
Passed through Colorado Department of Human Services:			
Food Assistance Administration	10.561	Yes	527,927
Passed through Colorado Department of Public Health and Environment:			
Special Supplemental Nutrition Program for Women, Infants and Children (non-cash incentives)	10.557	No	746,235
Special Supplemental Nutrition Program for Women, Infants and Children	10.557	No	262,710
Special Supplemental Nutrition Program for Women, Infants and Children (B - Project Grants)	10.578	No	2,100
Forest Service SRS Title II Funds for Weed Work	10.666	No	24,500
Total Department of Agriculture			<u>1,563,472</u>
Department of Health and Human Services:			
Passed through Colorado Department of Health Care Policy and Financing:			
State Medicaid Fraud and Control Units	93.775	No	32,314
Children's Health Insurance Program	93.767	No	44,700
Medical Assistance Program	93.778	Yes	554,943
Passed through Colorado Department of Human Services:			
Guardianship Assistance - Title IV-E (ARRA)	93.090	No	29
Affordable Care Act (ACA) Personal Responsibility Education Program	93.092	No	172,138
Family Preservation and Support	93.556	No	22,753
Temporary Assistance for Needy Families	93.558	No	994,922
Child Support Enforcement (Title IV-D - Administration)	93.563	No	622,150
Low-Income Home Energy Assistance	93.568	No	208,451
Child Care and Development Block Grant	93.575	No	140,439
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	No	208,006
Child Welfare Services - State Grants	93.645	No	36,916
Foster Care - Title IV-E	93.658	Yes	610,594
Adoption Assistance	93.659	No	60,645
Social Services Block Grant	93.667	No	257,336
Independent Living	93.674	No	9,783
Medical Assistance Program	93.778	Yes	533,065
Adjustment to Federal Assistance	93.XXX	No	37,145
Passed through Colorado Department of Public Health and Environment:			
Public Health Emergency Preparedness	93.069	No	2,000
Support Oral Health Workforce Activities	93.236	No	48,266
Immunization Grants	93.268	No	22,778
Breastfeeding Promotion and Support - Improving Maternity Card	93.741	No	6,067
Preventative Health and Health Services Block	93.991	No	7,500
Maternal and Child Health Block Grant	93.994	No	25,203
Passed through Mesa County, Colorado:			
Special Programs for the Aging Title III, Part C Nutrition Services	93.045	No	130,756
Nutrition Services Incentive Program	93.053	No	15,700
Passed through Colorado Department of Local Affairs:			
Community Service Block Grant	93.569	No	61,523
Total Department of Health and Human Services			<u>4,866,122</u>

Garfield County, Colorado
Schedule of Expenditures of Federal Awards
For the Year Ended December 2014
(Continued)

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Major Program</u>	<u>Expenditures</u>
Department of Interior:			
Invasive and Noxious Plant Management	15.230	No	3,000
Total Department of Interior			<u>3,000</u>
Department of Justice:			
Passed through Colorado Department of Public Safety:			
State Criminal Alien Assistance Program (SCAAP)	16.606	No	58,464
Bulletproof Vest Partnership Program	16.607	No	13,327
Passed through City of Glenwood Springs, Colorado:			
Victims of Crime Act (VOCA)	16.575	No	36,750
High Intensity Drug Trafficking Assistance (HIDTA)	16.729	No	30,142
Total Department of Justice			<u>138,683</u>
Department of Transportation:			
Airport Improvement Program (FAA)	20.106	No	228,060
Total Department of Transportation			<u>228,060</u>
Department of Environmental Protection Agency:			
Indoor Radon Testing	66.605	No	4,775
Total of Department of Environmental Protection Agency			<u>4,775</u>
Total Federal Financial Assistance			<u>\$ 6,804,112</u>

Notes to the Schedule of Expenditures of Federal Awards For the Year Ended December 31, 2014.

Note 1. Basis of Presentation:

The Schedule of Expenditures of Federal Awards includes the federal grant activity of Garfield County and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the general purpose financial statements.

Note 2. Determining the Name of Non-cash Awards Expended:

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

Note 3. Pass Through Sub recipients:

The County had no sub recipients as of December 31, 2014.