

2013 Comprehensive Annual Financial Report

For the fiscal year ended December 31, 2013



Garfield
County
Colorado



Garfield County



Garfield County, Colorado

Comprehensive Annual Financial Report

For the Fiscal Year Ended December 31, 2013

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, 2013

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INTRODUCTORY SECTION



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

Date June 16, 2014

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, 2013. 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 57,302 in 2013. 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 is largely dominated by agriculture, tourism, and natural resource development. The economy continues to recover from the 2008 recession. Peak unemployment of 11.7 percent was reached in March 2010, and since then there has been a steady drop. As of December 2013, Garfield County's unemployment rate was 5.8 percent, lower than both state and national averages.

The housing market has also improved with foreclosures continuing their rapid decline recording 283 in 2013, 60% off the peak of 701 in 2011. Real estate activity in the county, including dollar volume and transaction totals, surpassed each of the previous three years in October 2013. The number and value of building permits, issued by the Garfield County Community Development Department, have declined significantly in recent years. 2013 saw the number of permits remaining stagnant though valuations increased. Both are expected to pick up in 2014 reflecting local economic conditions.

Overall, Garfield County's economy showed good signs of improvement in 2013, and this trend is expected to continue in 2014. With upturns in the housing and job markets, incomes are expected to rise, and retail, tourism, and related sales tax revenues are also expected to increase. Property tax revenues, however, will decrease significantly in 2014 as the price of natural gas fell 50% in 2012, the year in which assessments are made for 2014 revenues, and because natural gas production slowed dramatically. These are expected to increase slightly in 2015 with an increase in natural gas prices.

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.

RELEVANT FINANCIAL POLICIES

In February 2013, 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.

The Finance Department has been working towards developing a comprehensive financial policy document for Garfield County. In April 2013, the Board of County Commissioners approved a revised Purchasing Card policy and new policies governing Annual Budget Preparation and Monitoring; Debt; Post Issuance Compliance of Debt; Central Purchasing; Supply Inventory; Capital Assets and Theft Sensitive Items; End of Year; Employee Payroll and; Accounts Receivable Billing. In October 2013, the Board of County Commissioners approve new policies governing Accounts Payable and Travel Expenditures.

MAJOR INITIATIVES

In 2013, Garfield County continued to focus on the strategic priorities identified by the Board of County Commissioners in 2012. Highlights included:

- Establishment of an investment policy and Investment Advisory Board, increased term investments and interest earnings;
- Increased investment in core infrastructure including Road and Bridge projects and Fairgrounds improvements;
- Increased investment in local municipalities infrastructure projects;
- Streamlined development standards through the Land Use and Development Code of 2013;
- Began master planning to provide strategic direction for key county initiatives: Facilities, Airport, Fairgrounds, Solid Waste Management, and Energy;
- Decreased operating costs by 3% and adopted a balanced budget for 2014.

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, 2012. This was the fifth 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, 2013. This was the fourth 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

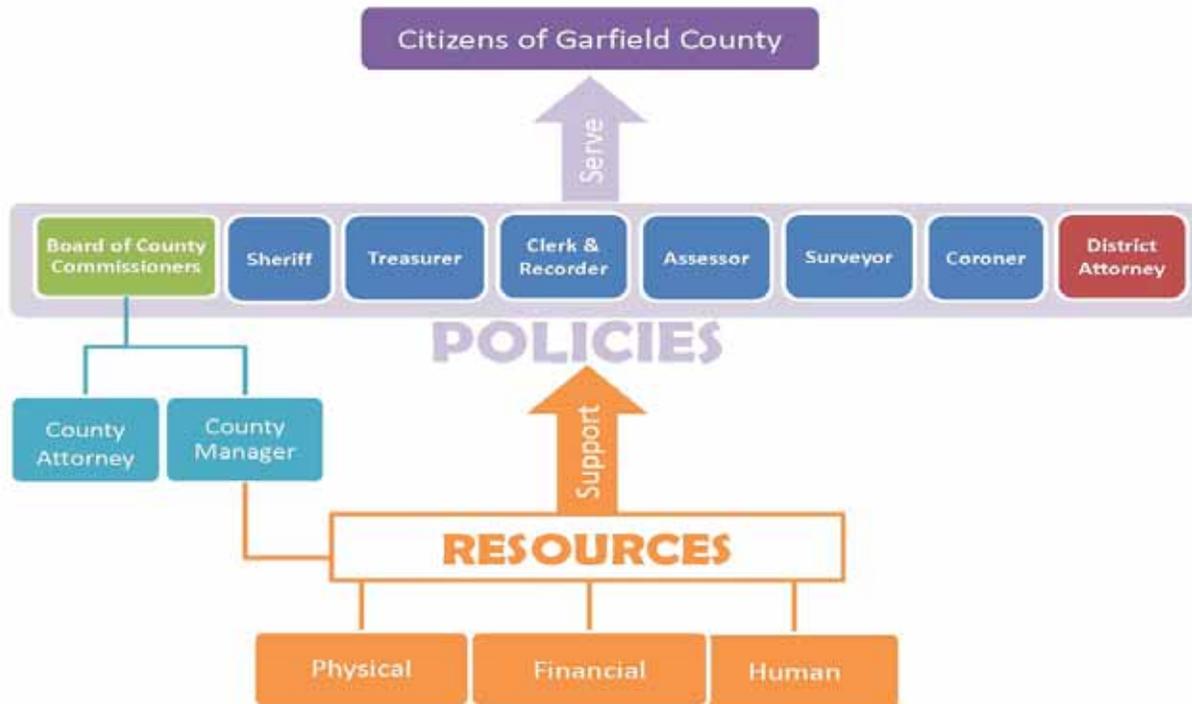
**Garfield County
Colorado**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

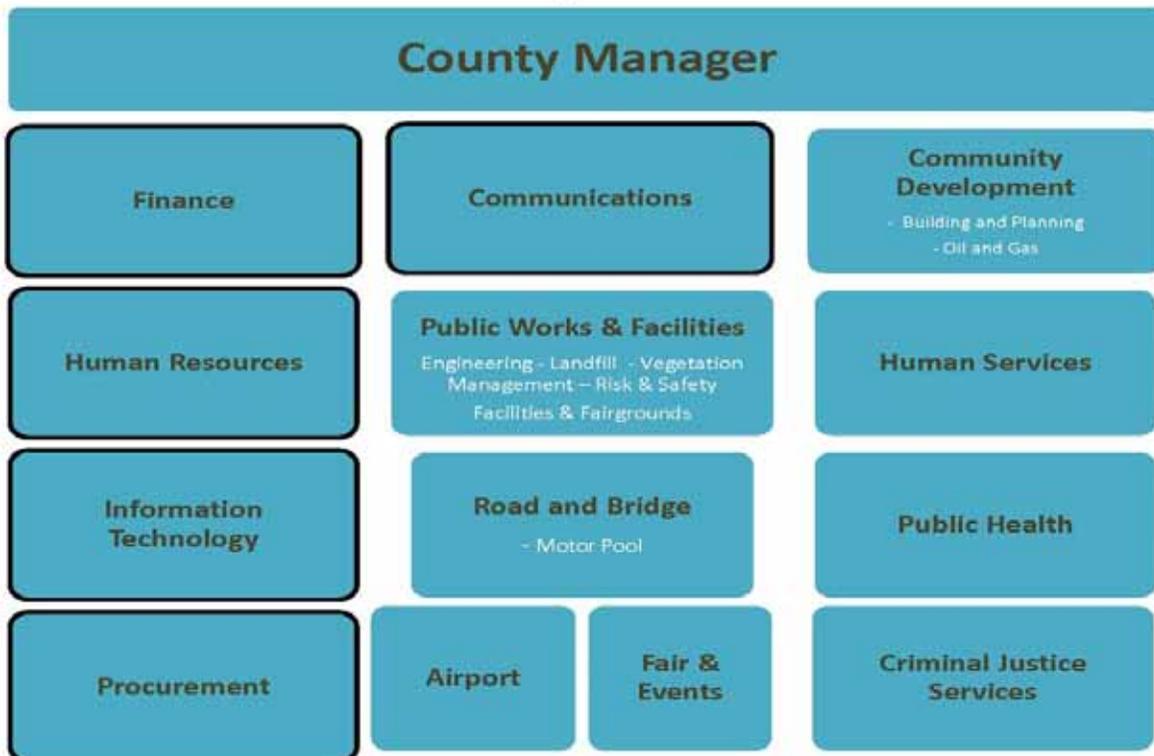
December 31, 2012

Executive Director/CEO

Organization Chart - 2013



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	Katherine Ross

BOARD OF COUNTY COMMISSIONERS



Mike Samson

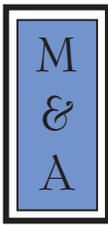
John Martin

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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Garfield County, Colorado, (the "County"), as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express 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

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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, 2013, 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 June 13, 2014 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.
June 13, 2014**

Garfield County, Colorado
Management's Discussion and Analysis
December 31, 2013

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, 2013. This information should be considered in conjunction with that furnished in the letter of transmittal, which can be found preceding this narrative, and with the County's financial statements and notes to the financial statements, which follow.

FINANCIAL HIGHLIGHTS

- As of December 31, 2013, the County's total assets were \$475.8 million, and total liabilities and deferred inflow of resources were \$49.2 million. The total net position was therefore \$426.6 million, an increase of 3.10 percent (\$12.8 million) over 2012.
- 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 \$295.5 million
 - (2) Restricted net position of \$51.7 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 \$79.4 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 2013 were \$103.8 million, an 11.7 percent (\$13.8 million) decrease over 2012.
- Total governmental fund expenditures (including transfers out) in 2013 were \$91.9 million, a 24.6 percent (\$30.0 million) decrease over 2012.
- As of December 31, 2013, the County's governmental funds reported combined ending fund balances of \$125.6 million. This compares to the prior year ending fund balances of \$113.6 million, an increase of 10.6 percent (\$12.0 million) during 2013. Approximately \$53.2 million (42.4 percent) is unassigned fund balance.
- At the end of 2013, fund balance for the General Fund was \$56.7 million, amounting to 126.8 percent of total General Fund expenditures. This compares to the prior year ending fund balance of \$43.6 million with an increase of 30.0 percent (\$13.1 million) during 2013.

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, 2013

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, 2013

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, 2013 were \$475.8 million, total liabilities were \$9.5 million, and deferred inflows of resources were \$39.8 million. The County's net position is therefore \$426.6 million, an increase of 3.1 percent over December 31, 2012. 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	
	2013	2012	2013	2012	2013	2012
Assets:						
Current assets	\$175,182,978	\$176,498,437	\$5,137,047	\$4,899,356	\$180,320,025	\$181,397,793
Capital assets	292,692,304	292,192,199	2,808,721	2,390,059	295,501,025	294,582,258
Total Assets	467,875,282	468,690,636	7,945,768	7,289,415	475,821,050	475,980,051
Liabilities:						
Current liabilities	6,427,964	5,939,934	592,786	176,769	7,020,750	6,116,703
Non-current liabilities	1,416,134	1,382,205	1,016,351	727,182	2,432,485	2,109,387
Total Liabilities	7,844,098	7,322,139	1,609,137	903,951	9,453,235	8,226,090
Total Deferred Inflow of Resources	39,751,112	53,966,761	-	-	39,751,112	53,966,761
Net Position:						
Inv. in capital assets	292,692,304	292,192,199	2,808,721	2,390,059	295,501,025	294,582,258
Restricted	51,753,652	50,496,906	-	-	51,753,652	50,496,906
Unrestricted	75,834,116	64,712,631	3,527,910	3,995,405	79,362,026	68,708,036
Total Net Position	\$420,280,072	\$407,401,736	\$6,336,631	\$6,385,464	\$426,616,703	\$413,787,200

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 9:1 for business-type activities. For the County overall, the current ratio is 4:1 meaning assets are four times greater than liabilities.

The County reported positive balances in net position for both governmental and business-type activities. Net position increased \$12.9 million for governmental activities and decreased by \$49 thousand for business-type activities. The County's overall total net position increased during 2013 by \$12.8 million. The growth in net position is due to an excess of revenues over expenditures both of which decreased from 2012.

As of December 31, 2013, the County's governmental activities reported a combined ending net position of \$420.3 million, an increase of 3.2 percent (\$12.9 million) over the prior year. Of this, 18.0 percent (\$75.8 million) is unrestricted and constitutes available funds for spending in the coming year at the County's discretion. Legally restricted net position includes \$1.9 million restricted to public health, \$25.5 million restricted to road and bridge, \$10.6 million restricted to human services, \$3.0 million restricted to emergency reserve, and \$10.5 million restricted to capital projects.

Approximately seventy 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, 44.3 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 increased the County's net position by \$12.8 million or 3.1 percent.

The following table provides a summary of the County's changes in net position for governmental and business-type activities in 2013 and 2012:

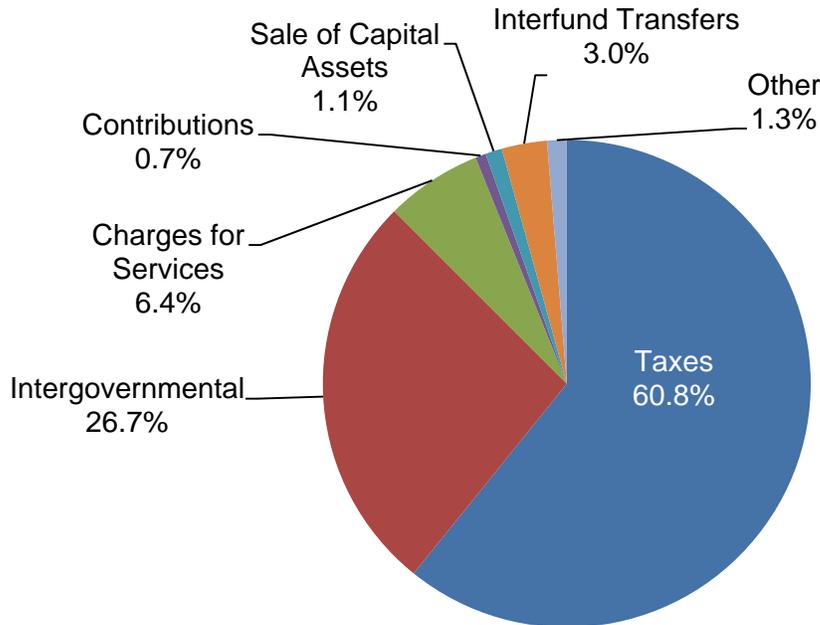
SUMMARY OF CHANGES IN NET POSITION						
	Governmental Activities		Business-type Activities		Total	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Revenues:						
Program:						
Charges for services	\$ 6,042,495	\$ 6,078,566	\$1,282,819	\$1,101,790	\$ 7,325,314	\$ 7,180,356
Operating grants	26,864,746	30,523,566	2,325	3,340	26,867,071	30,526,906
Capital grants and contributions	1,687,247	2,377,253	-	-	1,687,247	2,377,253
General:						
Taxes	64,966,210	66,249,425	-	-	64,966,210	66,249,425
Other	1,558,478	(212,891)	-	-	1,558,478	(212,891)
Total Revenues	101,119,176	105,015,919	1,285,144	1,105,130	102,404,320	106,121,049
Program Expenses:						
General government	23,665,114	26,171,545	-	-	23,665,114	26,171,545
Public safety	21,978,817	22,492,864	-	-	21,978,817	22,492,864
Public works	19,885,117	25,950,121	-	-	19,885,117	25,950,121
Health and welfare	21,573,669	21,440,584	-	-	21,573,669	21,440,584
Culture and recreation	1,273,353	1,536,630	-	-	1,273,353	1,536,630
Interest	-	696,848	-	-	-	696,848
Solid waste	-	-	1,436,183	1,245,451	1,436,183	1,245,451
Total Expenses	88,376,070	98,288,592	1,436,183	1,245,451	89,812,253	99,534,043
Excess (Deficiency)	12,743,106	6,727,327	(151,039)	(140,321)	12,592,067	6,587,006
Transfers	(83,352)	(68,374)	83,352	68,374	-	-
Change in Net Position	12,659,754	6,658,953	(67,687)	(71,947)	12,592,067	6,587,006
Beginning Net Position	407,401,736	400,742,783	6,385,464	6,457,411	413,787,200	407,200,194
Prior Period Adjustment	218,582		18,854		237,436	
Beg. Net Position (Restated)	407,620,318	400,742,783	6,404,318	6,457,411	414,024,636	407,200,194
Ending Net Position	\$420,280,072	\$407,401,736	\$6,336,631	\$6,385,464	\$426,616,703	\$413,787,200

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GOVERNMENTAL REVENUES

Total governmental revenues for 2013 were \$103.8 million compared to \$117.6 million in 2012, a decrease of 11.7 percent. The source of revenues is as follows:

Governmental Revenues by Source 2013	
Taxes	\$63,168,261
Intergovernmental	27,689,428
Charges for Services	6,667,042
Contributions	700,014
Sale of Capital Assets	1,098,686
Interfund Transfers	3,145,920
Other	1,375,059
Total	\$103,844,410



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 \$54.3 million accounting for 52.3 percent of total revenues. Sales taxes of \$6.2 million represent 6.0 percent of revenues.

Intergovernmental revenues of \$27.7 million represents 26.7 percent of the County's total governmental revenues. This includes \$16.8 million from the State for Human Services programs, \$2.8 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, \$1.8 million in federal mineral severance taxes, and \$0.5 million from the Federal Aviation Authority in grants for a Doppler system and Ten Year Airport Master Plan.

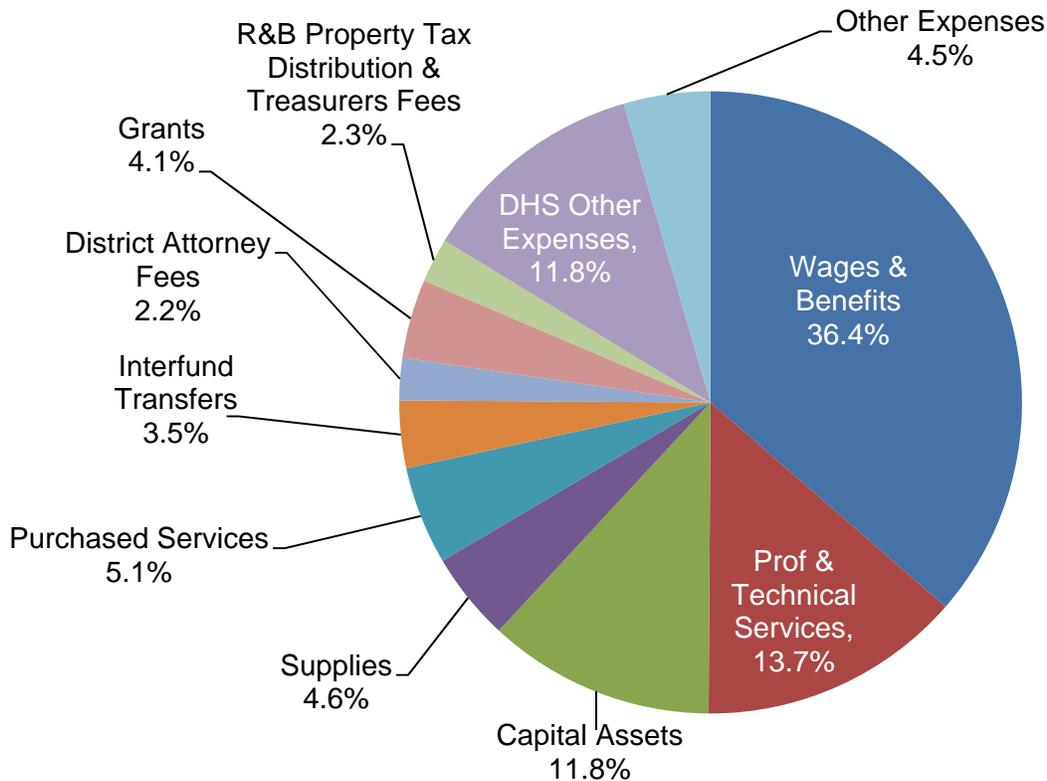
During 2013, the county also netted a gain on the sale of capital assets of \$1.5 million.

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GOVERNMENTAL EXPENDITURES

Total governmental expenditures for 2013 were \$91.9 million compared with \$121.9 million in 2012, a decrease of 24.6 percent. Expenditures by classification are as follows:

Governmental Expenditures by Classification 2013	
Wages and Benefits	\$33,452,733
Professional and Technical Services	12,578,806
Capital Assets	10,827,284
Supplies	4,209,480
Purchased Services	4,674,723
Interfund Transfers	3,229,272
District Attorney Fees	2,033,395
Grants	3,799,227
R&B Property Tax Distribution and Treasurers Fees	2,074,623
DHS Other Expenses	10,847,603
Other Expenses	4,153,359
Total	\$91,880,505



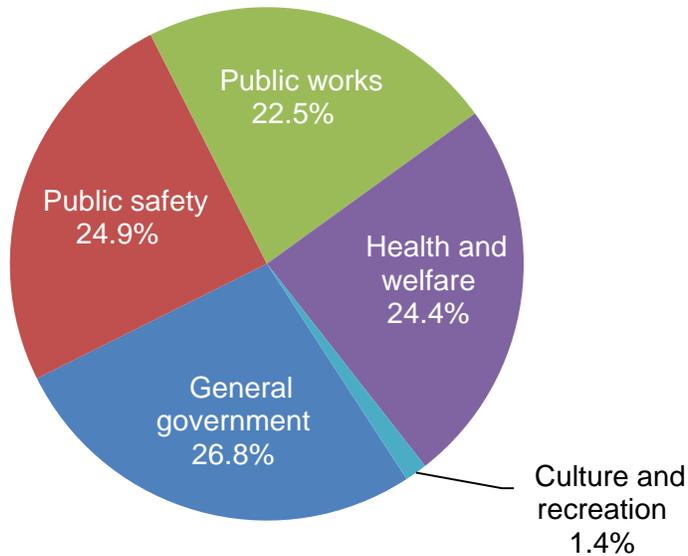
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GOVERNMENT-WIDE – GOVERNMENTAL ACTIVITIES – FUNCTION/PROGRAM ANALYSIS

Program revenues such as charges for services, operating and capital grants and contributions, cover 39.1 percent of governmental activities expenses. This is a very high percentage and largely relates to the social services grants and other grants mentioned above. This means that the government's taxpayers and the County's other general governmental revenues fund 60.9 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 2013	
General government	\$23,665,114
Public safety	21,978,817
Public works	19,885,117
Health and welfare	21,573,669
Culture and recreation	1,273,353
Total	\$ 88,376,070

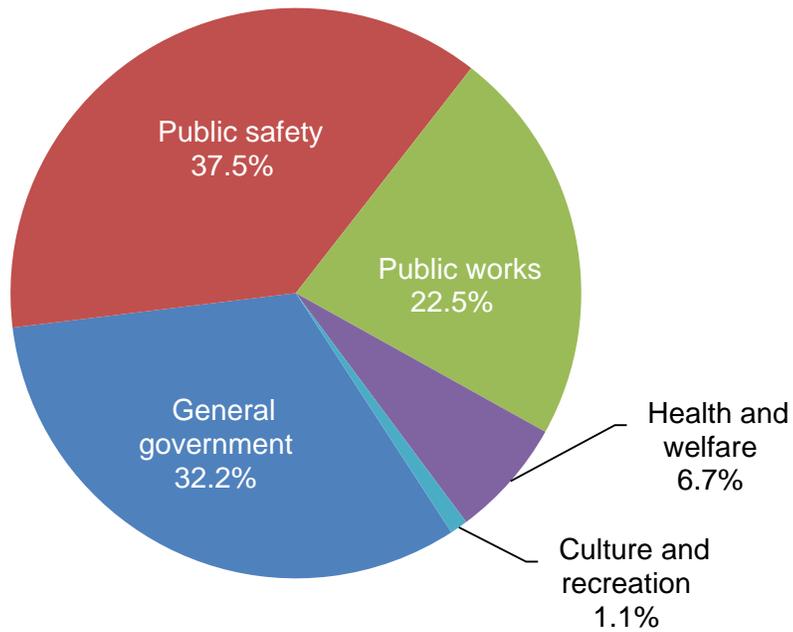


The general government, public safety, public works, and health and welfare functions account for 98.6 percent of governmental activities expenses.

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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 2013	
General government	\$ 17,337,209
Public safety	20,149,350
Public works	12,124,384
Health and welfare	3,627,911
Culture and recreation	542,728
Total	\$ 53,781,582

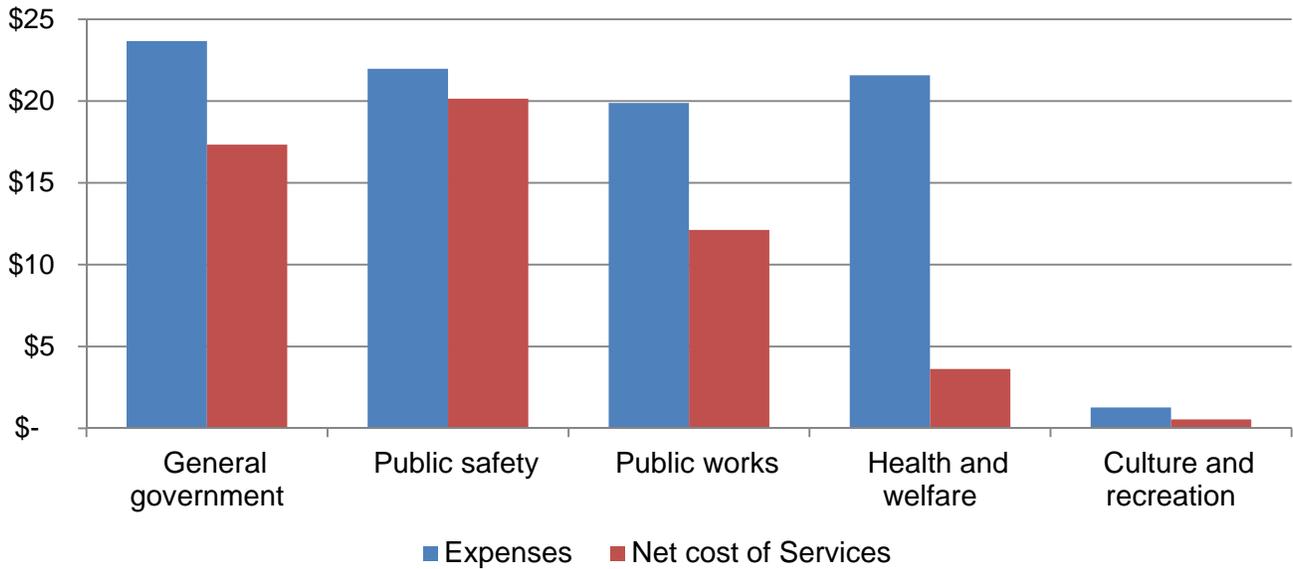


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Total net cost of governmental activities of \$53.8 million is 60.9 percent of total cost of governmental activities of \$88.4 million. This means 60.9 percent of governmental activities are paid for with taxpayer dollars and 39.1 percent are funded with program revenues such as charges/fees for services, grants and contributions.

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

**Governmental Expenses and Net Cost of Governmental Activities by Function
2013**



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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 2013, the fund accounted for a reduction in the County's net position of \$67,687 primarily due to capital improvements.

Operating revenues of the fund were \$1.3 million and operating expenses were \$1.4 million. At 93.7 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 36.1 percent of expenses and the remaining 63.9 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 \$99.6 million in 2013, a decrease of 5.9 percent over the prior year. Taxes, primarily property tax, decreased by 1.5 percent (\$0.9 million) and intergovernmental revenues were down 13.9 percent (\$4.5 million) due to grants received for the West Parachute interchange project which ended in 2012. Modest increases and decreases took place in other revenue sources.

In 2013, expenditures for governmental funds totaled \$88.7 million, a decrease of 19.4 percent (\$21.4 million). \$16.0 million of the decrease took place in the Capital Expenditures fund of which \$15.6 million was due to the cost of retiring the certificates of participation in 2012. Public works also saw a substantial decrease of 21.5 percent (\$4.9 million) reflecting less investment in road and bridge projects in 2013.

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

General Fund

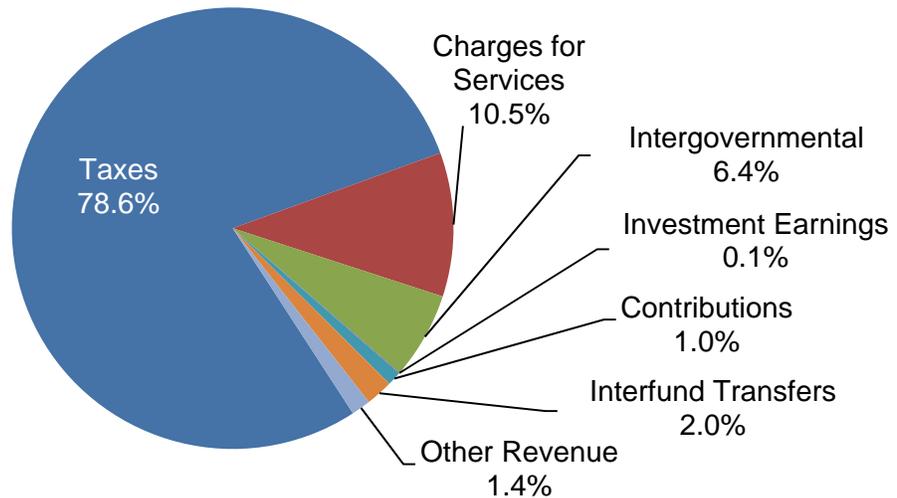
The General Fund is the primary operating fund for the County and the largest source of day-to-day service delivery.

The General Fund's fund balance increased by 30.1 percent (\$13.1 million) in 2013 to \$56.7 million. While revenues exceeded expenditures by \$14.7 million other financing uses (interfund transfers out) reduced this margin. 93.8 percent (\$53.2 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 126.6 percent of total General Fund expenditures and total fund balance represents 134.9 percent of expenditures.

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In 2013, total revenues for the General Fund were \$57.8 million (including interfund transfers in from other funds), an increase of 3.5 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 2013, which was similar to the prior year:

General Fund Revenues 2013	
Taxes	\$45,455,948
Charges for Services	6,093,342
Intergovernmental	3,679,863
Investment Earnings	27,007
Contributions	595,437
Interfund Transfers	1,150,000
Other Revenue	810,399
Total	\$57,811,996



General Fund revenues were 2.8 percent below the amended budget in 2013. Sales tax revenues were less than expected due to State refunds to gas companies. Investment income was significantly less than budget due to unrealized losses of \$505,410 which represents the fair market value of investments held. This unrealized loss is not included in the budget, which is based upon actual interest earned.

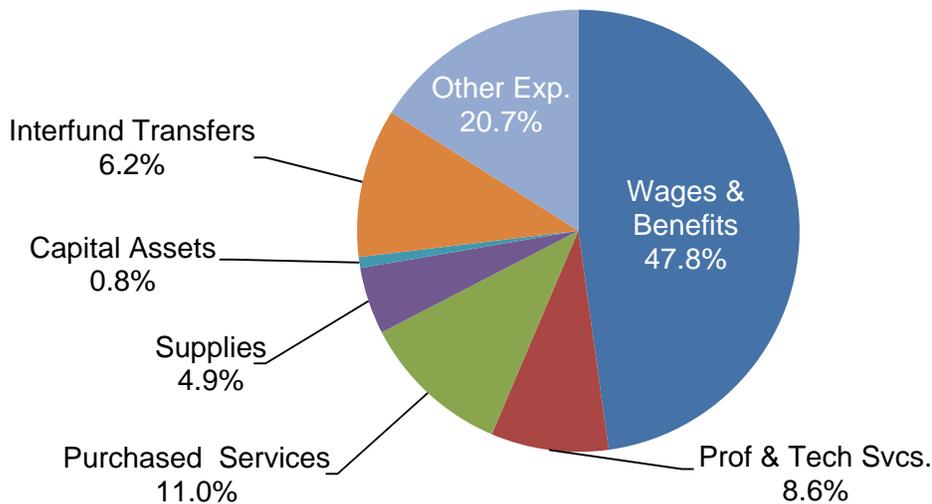
General Fund Revenues Budgetary Comparison					
	2013 Adopted Budget	2013 Amended Budget	2013 Actual	Amount Over/(Under) Amended	% Over/(Under) Amended
Taxes	\$46,305,124	\$46,305,124	\$45,455,948	(\$849,176)	(1.8%)
Charges for Services	5,799,402	5,799,402	6,093,342	293,940	5.1%
Intergovernmental	1,225,273	3,659,287	3,679,863	20,576	0.6%
Investment Income	1,029,393	1,029,393	27,007	(1,002,386)	(97.4%)
Contributions	815,731	815,731	595,437	(220,294)	(27.0%)
Interfund Transfers	1,150,000	1,150,000	1,150,000	0	0.0%
Other Revenue	673,690	728,440	810,399	81,959	11.3%
Totals	\$56,998,613	\$59,487,377	\$57,811,996	(\$1,675,381)	(2.8%)

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Total expenditures for the General Fund in 2013 (including interfund transfers to other funds) were \$44.7 million, a 4.4 percent decrease over 2012. The majority of the decrease is accounted for by a reduction in interfund transfers out of \$2.2 million.

As mentioned previously, the General Fund is the County's primary operating fund and consequently it contains a total of nineteen elected official offices and departments. Wages and benefits, therefore, make up 47.8% of total expenditures, while services provided for the County (professional and technical services, and purchased services) comprised 19.6% of the total. The following presents the total General Fund expenditures by classification:

General Fund Expenditures 2013	
Wages & Benefits	\$21,370,464
Professional and Technical Services	3,837,646
Purchased Services	4,933,287
Supplies	2,205,531
Capital Assets	360,652
Interfund Transfers	2,733,352
Other Expenses	9,273,016
Total	\$44,713,948



During 2013, there was a \$0.4 million (0.8 percent) increase in appropriations between the adopted and amended budgets for General Fund expenditures. The majority of the increase was other expenditures of \$0.3 million and professional and technical services of \$0.2 million offset by a drop in purchased services of \$0.1 million.

General Fund expenditures were 13.0 percent (\$6.7 million) below the amended budget in 2013, which is the normal trend the County has experienced in previous years. There was a multitude of cost savings across the board with all departments and offices coming under budget. Notable variances include: lower than budgeted wages and benefits primarily due to vacancy savings of \$2.1 million and lower health insurance costs of \$885 thousand, and the Sheriff's office spent only 8% of the emergency management contingency and returned \$459 thousand to fund balance.

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General Fund Expenditures Budgetary Comparison

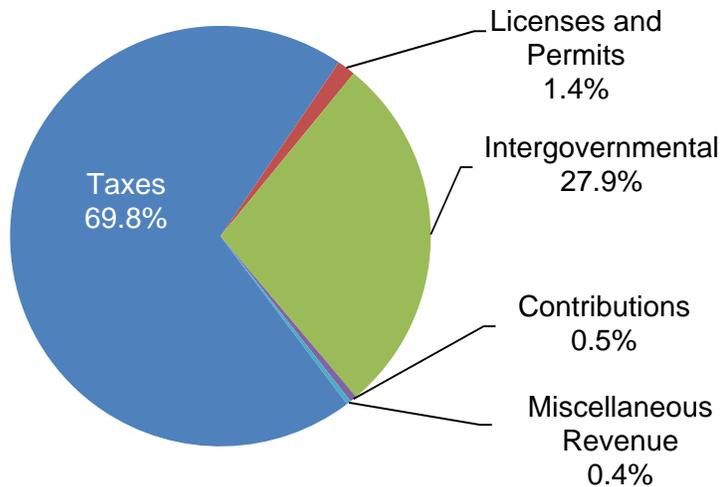
	2013 Adopted Budget	2013 Amended Budget	2013 Actual	Amount Over/(Under) Amended	% Over/ (Under) Amended
Wages & Benefits	\$24,277,197	\$24,370,985	\$21,370,464	(\$3,000,521)	(12.3%)
Professional & Technical Services	4,555,865	4,728,108	3,837,646	(890,462)	(18.8%)
Purchased Services	5,570,786	5,456,554	4,933,287	(523,267)	(9.6%)
Supplies	2,395,483	2,364,154	2,205,531	(158,623)	(6.7%)
Property & Capital Assets	378,782	403,182	360,652	(42,530)	(10.5%)
Interfund Transfers	2,700,000	2,700,000	2,733,352	33,352	1.2%
Other Expenditures	11,088,364	11,347,839	9,273,016	(2,074,823)	(18.3%)
Totals	\$50,966,477	\$51,370,822	\$44,713,948	(\$6,656,874)	(13.0%)

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 increased by \$2.2 million in 2013 and has \$25.7 million available for future spending at the year-end. In 2013, total revenues of \$17.7 million in this fund increased by 6.6 percent over 2012 and total expenditures of \$15.5 million increased by 9.9 percent over 2012.

**Road and Bridge Fund Revenues
2013**

Taxes	\$12,380,682
Licenses and Permits	249,122
Intergovernmental	4,953,128
Contributions	94,427
Miscellaneous Revenue	61,853
Total	\$17,739,212

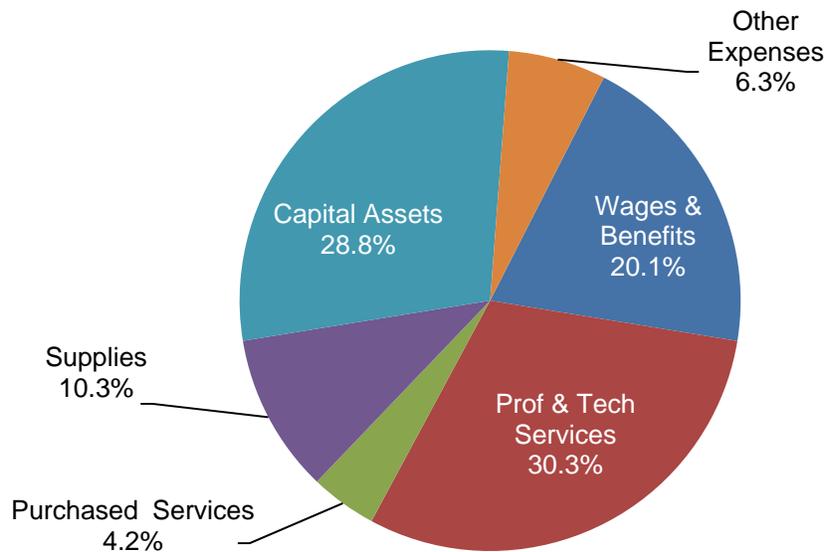


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In 2013, the majority of the increase in revenue was in intergovernmental state severance of \$1.8 million that was in the capital fund in 2012. As an offset, sales tax collections were \$0.9 million lower than in the prior year. Intergovernmental revenues are from the State Highway Users Tax Fund and remained about the same as collected in 2012.

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

Road and Bridge Fund Expenditures 2013	
Wages and benefits	\$3,111,564
Professional and technical services	4,693,807
Purchased services	670,289
Supplies	1,590,861
Capital expenditures	4,458,756
Other expenditures	983,054
Total	\$15,508,331



Human Services Fund

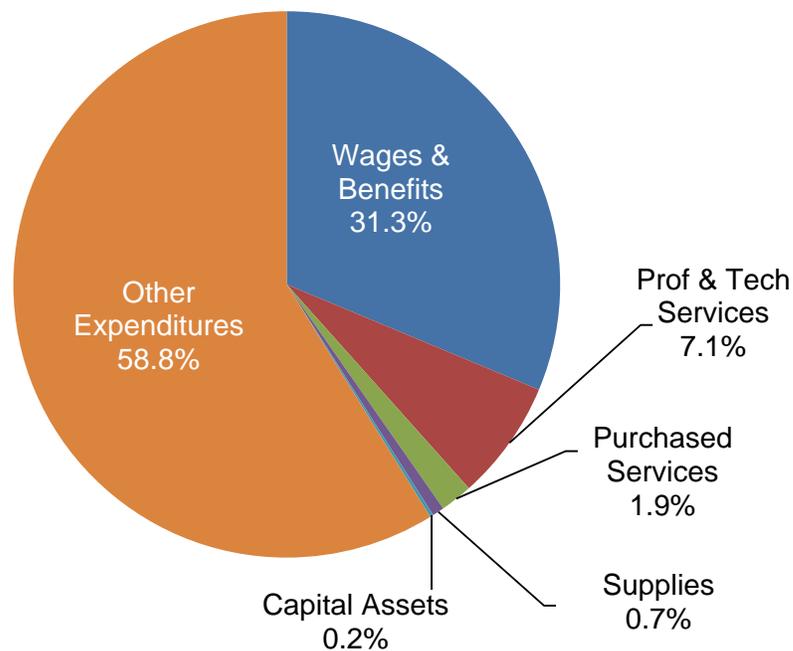
The Human Services Fund is used to account for a variety of State mandated social services including public assistance, child support, and family service programs. These are provided by the County's department of human services (DHS). In 2013, the Human Services Fund balance grew by 18.5 percent from \$9.3 million to \$10.9 million. Total revenues increased by 6.1 percent (\$1.2 million) from 2012, as the mill levy and property tax collected was increased for the fund in 2013. The majority of revenues (83.8 percent) come from intergovernmental revenues sources and these increased by 0.8 percent over the prior year.

Total expenditures increased by 0.7 percent (\$122 thousand) compared with 2012 largely caused by an increase in the Old Age Pensions 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 2013	
Wages and benefits	\$5,785,629
Professional and technical services	1,308,690
Purchased services	354,066
Supplies	127,371
Capital expenditures	30,858
Other expenditures	10,851,081
Total	\$18,457,695



Of the \$10.9 million categorized as other expenditures, \$1.5 million was spent on Child Welfare Block Grant programs, \$7.9 million on the Food Benefits Assistance program, \$1 million on the Old Age Pension program, \$0.3 million on Child Care Assistance program and \$0.2 million in Colorado Works (TANF) program.

Capital Expenditures Fund

The Capital Expenditures fund balance decreased by 20.4 percent from \$13.2 million in 2012 to \$10.5 million in 2013.

In 2013, fund revenues and transfers in were \$1.9 million. These included a \$1.1 million gain realized during a land swap with Valley View Hospital in Glenwood Springs, \$0.5 million interfund transfer from the Oil and Gas Mitigation Fund, and \$255 thousand in intergovernmental grants. Of the latter, \$210 thousand came from the State Criminal Alien Assistance Program (SCAAP) for the Sheriffs Office's jail central control board. There was also \$75 thousand of delinquent property taxes plus interest and penalties collected from previous years.

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Total expenditures were \$4.6 million, as follows:

Capital Expenditures Fund Expenditures 2013	
Land:	
- Purchase of 810 Pitkin, Glenwood Springs (GWS)	\$465,370
Land Improvements:	
- GWS Courthouse East Parking Lot Reconstruction	37,658
- GWS 716 Colorado Avenue Parking Improvements	259,036
- Sunnyside Retirement Center Parking Lot Improvements	72,813
- GWS and Rifle Parking Lot Improvements	23,830
- Fairgrounds Convert Track to Parking Area and Other Associated Areas with Lighting	945,855
- South Canyon Trail System Phase 3 – Conceptual Plan	11,115
Building:	
- Purchase of 810 Pitkin, GWS	399,759
- Criminal Justice Tool Shed	5,000
Building Improvements:	
- GWS Courthouse Air Conditioning	158,460
- GWS CIP Retrofit Courthouse for Courts	10,580
- Fairgrounds CIP Replace Roof on N. & S. Hall	9,864
- Miscellaneous Building Improvements	23,101
Machinery and Equipment:	
- Fairgrounds PA System Replacement Horns for Outdoor Arena	8,000
Computer Hardware:	
- Sheriff's Office Jail Central Control Board Upgrade	1,299,914
- IT Replace/Upgrade Avamar Back-up System	111,650
- County Attorney New Computers/Monitors for Office	18,407
- Criminal Justice Server & Hardware for New Software Program	14,161
Computer Software:	
- Finance eEmployee Module in NWS	23,609
- Finance NextGen Software Version Upgrade in NWS	19,434
- Finance Dynamic Reporting Software in NWS	9,994
- Facilities Management Software	2,400
- Criminal Justice Software Program	32,199
Furnishings:	
- GWS Annex (810 Pitkin) Furniture	49,800
- Criminal Justice Control Room Furniture	8,300
Intangibles:	
- Purchase of Ruedi Water Rights	495,920
Rolling Stock:	
- Fairgrounds Tractor	64,580
- Ranger for Search and Rescue	15,000
Service and Treasurer Fees	9,393
TOTAL	\$4,605,202

Garfield County, Colorado
Management's Discussion and Analysis
December 31, 2013

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, 2013, was \$292.7 million and \$2.8 million respectively.

In 2013, major capital expenditures included:

- Eight road and bridge projects for \$2.9 million, three of which were completed and five were carried-over to 2014. Of those completed, a drainage ditch in Battlement Mesa was reconstructed for \$14 thousand, County Road 115/121 (School House) intersection reconstruction was completed for \$15 thousand, and the replacement of County Road 168/Oak Meadows Entrance Bridge was completed for \$696 thousand. There were three major projects, budgeted for \$14.6 million, initiated in 2013, which expended the following: CR126/Black Diamond Bridge, \$973 thousand; CR311 Divide Creek Reconstruction, \$1.1 million and; CR300/Una Bridge, \$114 thousand. These projects are expected to be completed in 2014.
- \$1.4 million in heavy equipment for the Road and Bridge department including one Multi Use Hook Truck for \$390 thousand and three motor graders with roller attachments for \$806 thousand (less three trade-ins of \$170 thousand).
- Airport capital improvements include a ten-year master plan update for \$184 thousand in 2013. Total project cost is \$330 thousand of which \$93 thousand was spent in 2012 and the remaining \$53 thousand will be spent in 2014. This project will be reimbursed by the FAA and the state at 95 percent (\$315 thousand).
- Airport completed VOR relocate and Doppler upgrade for \$2.7 million and the FAA reimbursement rate is 95% (\$2.6 million) for this project. In 2013, the last payment was made for \$349 thousand with a \$332 thousand FAA reimbursement.
- Acquisition of land and buildings at 810 Pitkin Avenue, Glenwood Springs for \$865 thousand and at 110 8th Street, Glenwood Springs. The latter was obtained through a land exchange with Valley View Hospital.
- Ruedi Reservoir Water Rights for \$496 thousand.
- Ten replacement patrol vehicles for the Sheriff's Office for \$449 thousand, and one replacement cargo box truck with lift for \$47 thousand for the Criminal Justice Services Department.
- Completion of the landfill dirt-moving project to mitigate methane in cells for \$20 thousand of which \$591 thousand was spent in 2012 for a total project cost of \$611 thousand.
- Rebuild of the north and south impoundment ponds at the landfill for \$200 thousand. This project was started in 2013 and will be completed in 2014.
- A strategic solid waste management plan for the landfill was started. In 2013, \$17 thousand was expended and the remainder of the \$120 thousand dollar project will be completed in 2014.
- A landfill compactor for \$454 thousand was purchased.

Garfield County, Colorado
Management's Discussion and Analysis
December 31, 2013

Overall, the County saw an increase of 0.3 percent in total 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	
	2013	2012	2013	2012	2013	2012
Non-depreciable assets:						
Construction in progress	\$ 4,218,764	\$ 3,104,723	\$ 202,993	\$ 41,325	\$ 4,421,757	\$ 3,146,048
Land	14,181,753	13,907,163	300,000	300,000	14,481,753	14,207,163
Total non-depreciable assets	\$ 18,400,517	\$ 17,011,886	\$ 502,993	\$ 341,325	\$ 18,903,510	\$ 17,353,211
Depreciable assets:						
Land improvements	53,434,671	52,061,202	1,223,370	1,912,817	54,658,041	53,974,019
Buildings	54,114,438	53,098,476	768,258	768,258	54,882,696	53,866,734
Building improvements	5,404,502	5,207,150	20,388	20,388	5,424,890	5,227,538
Machinery and equipment	28,569,242	23,824,243	2,407,565	1,974,097	30,976,807	25,798,340
Infrastructure	277,487,660	276,478,738	-	-	277,487,660	276,478,738
Total depreciable assets	419,010,513	410,669,809	4,419,581	4,675,560	423,430,094	415,345,369
Less accumulated depreciation	144,718,726	135,489,496	2,113,853	2,626,826	146,832,579	138,116,322
Book value - depreciable assets	274,291,787	275,180,313	2,305,728	2,048,734	276,597,515	277,229,047
Percentage depreciated	35%	33%	48%	56%	35%	33%
Book value - all assets	\$ 292,692,304	\$ 292,192,199	\$ 2,808,721	\$ 2,390,059	\$ 295,501,025	\$ 294,582,258

At December 31, 2013, the depreciable capital assets for governmental activities were 35 percent depreciated. This compares with 33 percent at December 31, 2012. The County's business-type activities asset values were 48 percent depreciated by December 31, 2013, which was less because new assets were added, compared to 56 percent at December 31, 2012. During 2013, the County continued to replace its capital assets at a constant level and has accumulated another years worth of depreciation on its capital assets.

Long-term Obligations

During 2013, the County has the following long-term obligations for landfill closure and post closure costs and compensated absences:

	Governmental Activities		Business-type Activities		Totals	
	2013	2012	2013	2012	2013	2012
	Landfill closure and post closure care	-	-	991,945	703,547	991,945
Compensated absences	1,888,179	1,842,940	32,542	31,513	1,920,721	1,874,453
Total	\$ 1,888,179	\$ 1,842,940	\$ 1,024,487	\$ 735,060	\$ 2,912,666	\$ 2,578,000

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

ECONOMIC OUTLOOK AND 2014 BUDGET

The economy continues to recover from the recession. Peak unemployment of 11.7 percent was reached in March 2010 and since then there has been a steady drop. As of December 2013, Garfield County's unemployment rate was 5.8 percent, lower than both the State and nation.

The housing market has also improved with foreclosures continuing their rapid decline recording 283 in 2013, 60% off the peak of 701 in 2011. Real estate activity in the county, including dollar volume and transaction totals, surpassed each of the previous three years in October 2013. The number and value of building permits, issued by the Garfield County Community Development Department, have declined significantly in recent years. 2013 saw the number of permits remaining stagnant though valuations increased. It is expected both will pick up in 2014 reflecting local economic conditions.

Overall Garfield County's economy showed good signs of improvement in 2013 and this trend is expected to continue in 2014. With upturns in the housing and job markets, incomes are expected to rise, and retail, tourism, and related sales tax revenues are also expected to increase. Property tax revenues however will decrease significantly in 2014 as the price of natural gas fell 50% in 2012, the year in which assessments are made for 2014 revenues, and because natural gas production slowed dramatically. These are expected to increase slightly in 2015 with an increase in natural gas prices. While preparing the 2014 budget recognition of this fact was included and drove decisions both in the short-term and with long-term impacts.

At the same time, the county continues to experience high demand for many of its services, especially Road and Bridge and Human Services. With careful and prudent management and efficient use of funds and resources it is expected that the county will be continue to provide quality services while maintaining operating expenditures at similar levels in 2014 and beyond.

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, 2013

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets			
Cash and investments	\$ 133,514,731	\$ 4,882,397	\$ 138,397,128
Due from other governments	40,029,294	-	40,029,294
Accounts, taxes, and other receivables	1,167,504	256,437	1,423,941
Prepays	29,960	-	29,960
Inventories	420,848	18,854	439,702
Internal balances	20,641	(20,641)	-
Capital Assets			
Capital assets not being depreciated	18,400,517	502,993	18,903,510
Capital assets - depreciable, cost	419,010,513	4,419,581	423,430,094
Accumulated depreciation	(144,718,726)	(2,113,853)	(146,832,579)
Total Assets	467,875,282	7,945,768	475,821,050
Liabilities			
Accounts payable	3,856,262	547,629	4,403,891
Accrued expenses	2,099,657	37,021	2,136,678
Non-current Liabilities			
Due within one year			
Accrued compensated absences	472,045	8,136	480,181
Due longer than one year			
Accrued compensated absences	1,416,134	24,406	1,440,540
Landfill closure and postclosure obligations	-	991,945	991,945
Total Liabilities	7,844,098	1,609,137	9,453,235
Deferred Inflow of Resources			
Unavailable property tax revenue	39,751,112	-	39,751,112
Total Deferred Inflow of Resources	39,751,112	-	39,751,112
Net Position			
Investment in capital assets	292,692,304	2,808,721	295,501,025
Restricted for:			
Public Health	1,865,700	-	1,865,700
Road and Bridge	25,472,161	-	25,472,161
Human Services	10,591,099	-	10,591,099
Conservation Trust	215,871	-	215,871
Emergency Reserve	3,018,434	-	3,018,434
Grants	99,925	-	99,925
Capital Projects	10,490,462	-	10,490,462
Unrestricted	75,834,116	3,527,910	79,362,026
Total Net Position	\$ 420,280,072	\$ 6,336,631	\$ 426,616,703

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

Garfield County, Colorado
Balance Sheet
Governmental Funds
December 31, 2013

	<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	\$ 58,645,367	\$ 26,599,652	\$ 11,094,385	\$ 11,185,013	\$ 22,343,764	\$ 129,868,181
Accounts receivable	17,783,137	8,961,751	4,080,278	8,684,986	1,544,440	41,054,592
Prepays	29,960	-	-	-	-	29,960
Due from other funds	255,362	86,027	28	17,216	20,304	378,937
Inventories	-	218,592	-	-	-	218,592
Total Assets	<u>\$ 76,713,826</u>	<u>\$ 35,866,022</u>	<u>\$ 15,174,691</u>	<u>\$ 19,887,215</u>	<u>\$ 23,908,508</u>	<u>\$ 171,550,262</u>
Liabilities						
Accounts payable	\$ 1,373,632	\$ 1,072,901	\$ 272,832	\$ 649,355	\$ 428,966	\$ 3,797,686
Accrued expenditures	1,297,225	283,840	322,897	62,412	68,762	2,035,136
Due to other governments	-	-	49,197	-	-	49,197
Due to other funds	138,950	133,542	55,771	-	21,920	350,183
Total Liabilities	<u>2,809,807</u>	<u>1,490,283</u>	<u>700,697</u>	<u>711,767</u>	<u>519,648</u>	<u>6,232,202</u>
Deferred Inflow of Resources						
Unavailable property tax revenue	17,239,698	8,684,986	3,618,744	8,684,986	1,522,698	39,751,112
Total Deferred Inflow of Resources	<u>17,239,698</u>	<u>8,684,986</u>	<u>3,618,744</u>	<u>8,684,986</u>	<u>1,522,698</u>	<u>39,751,112</u>
Fund Balances						
Non-spendable	29,960	218,592	-	-	-	248,552
Spendable:						
Restricted	3,018,434	25,472,161	10,591,099	10,490,462	2,181,496	51,753,652
Committed	444,442	-	-	-	19,684,666	20,129,108
Assigned	-	-	264,151	-	-	264,151
Unassigned	53,171,485	-	-	-	-	53,171,485
Total Fund Balances	<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>
Total Liabilities, Deferred Inflow of Resources, and Fund Balances	<u>\$ 76,713,826</u>	<u>\$ 35,866,022</u>	<u>\$ 15,174,691</u>	<u>\$ 19,887,215</u>	<u>\$ 23,908,508</u>	<u>\$ 171,550,262</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, 2013

Total Governmental Fund Balances	\$	125,566,948
 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	\$ 431,276,993	
Less accumulated depreciation	<u>(140,322,542)</u>	290,954,451
 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	\$ 350,183	
Interfund payables	<u>(350,183)</u>	-
 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.		
		5,616,029
 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	<u>\$ (1,857,356)</u>	<u>(1,857,356)</u>
 Net Position of Governmental Activities	 \$	 <u><u>420,280,072</u></u>

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

Garfield County, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2013

	<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	\$ 45,455,948	\$ 12,380,681	\$ 3,156,973	\$ 75,371	\$ 2,099,288	\$ 63,168,261
Licenses and permits	4,752	249,122	-	-	-	253,874
Intergovernmental	3,679,863	4,953,129	16,823,791	255,670	1,976,975	27,689,428
Charges for services	6,093,342	-	43	-	573,657	6,667,042
Fines and forfeitures	123,867	-	-	-	-	123,867
Investment income	27,007	-	11,436	-	660	39,103
Contributions	595,437	94,427	150	-	10,000	700,014
Miscellaneous	681,780	61,853	78,295	-	136,287	958,215
Total Revenues	<u>56,661,996</u>	<u>17,739,212</u>	<u>20,070,688</u>	<u>331,041</u>	<u>4,796,867</u>	<u>99,599,804</u>
Expenditures						
Current						
General government	19,597,835	-	-	2,172,978	2,709,644	24,480,457
Public safety	20,545,206	-	-	1,390,411	435,146	22,370,763
Public works	171,817	15,508,331	-	11,115	2,285,845	17,977,108
Health and welfare	492,294	-	18,457,695	-	2,668,774	21,618,763
Culture and recreation	1,173,444	-	-	1,030,698	-	2,204,142
Total Expenditures	<u>41,980,596</u>	<u>15,508,331</u>	<u>18,457,695</u>	<u>4,605,202</u>	<u>8,099,409</u>	<u>88,651,233</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>14,681,400</u>	<u>2,230,881</u>	<u>1,612,993</u>	<u>(4,274,161)</u>	<u>(3,302,542)</u>	<u>10,948,571</u>
Other Financing Sources (Uses)						
Sale of capital assets	-	-	-	1,098,686	-	1,098,686
Transfers in	1,150,000	-	-	495,920	1,500,000	3,145,920
Transfers out	(2,733,352)	-	-	-	(495,920)	(3,229,272)
Total Other Financing Sources (Uses)	<u>(1,583,352)</u>	<u>-</u>	<u>-</u>	<u>1,594,606</u>	<u>1,004,080</u>	<u>1,015,334</u>
Net Change in Fund Balances	13,098,048	2,230,881	1,612,993	(2,679,555)	(2,298,462)	11,963,905
Fund Balances Beginning of Year	43,566,273	23,411,494	9,274,309	13,170,017	24,164,624	113,586,717
Prior Period Adjustment - Note 5	-	48,378	(32,052)	-	-	16,326
Fund Balances Beginning of Year (Restated)	<u>43,566,273</u>	<u>23,459,872</u>	<u>9,242,257</u>	<u>13,170,017</u>	<u>24,164,624</u>	<u>113,603,043</u>
Fund Balances End 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>

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, 2013

Net Changes In Fund Balances - Total Governmental Funds		\$ 11,963,905
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	\$ (9,768,887)	
Capital contributions	14,875	
Capital outlay	9,830,157	76,145
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.		
		407,100
Elimination of transfers between governmental funds:		
Transfers in	\$ 3,145,920	
Transfers out	(3,145,920)	-
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.		
		256,032
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.		
		(43,428)
Change In Net Position of Governmental Activities		\$ 12,659,754

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

Garfield County, Colorado
Statement of Net Position
Proprietary Funds
December 31, 2013

	Business-type Activities - Enterprise Fund	Governmental Activities - Internal Service Fund
Assets		
Current Assets		
Cash and investments	\$ 4,882,397	\$ 3,646,550
Accounts receivables	256,437	142,206
Due from other funds	12,249	1,281
Inventories	18,854	202,256
Total Current Assets	5,169,937	3,992,293
Non-current Assets		
Capital Assets:		
Construction in progress	202,993	-
Land	300,000	-
Land improvements	1,223,370	-
Buildings	768,258	-
Improvements	20,388	-
Machinery and equipment	2,407,565	6,134,037
Accumulated depreciation	(2,113,853)	(4,396,184)
Total Non-current Assets	2,808,721	1,737,853
Total Assets	7,978,658	5,730,146
Liabilities		
Current Liabilities		
Accounts payable	547,629	58,576
Accrued expenses	37,021	15,324
Accrued compensated absences	8,136	9,247
Due to other funds	32,890	9,394
Total Current Liabilities	625,676	92,541
Non-current Liabilities		
Accrued compensated absences	24,406	21,576
Closure and postclosure obligations	991,945	-
Total Non-current Liabilities	1,016,351	21,576
Total Liabilities	1,642,027	114,117
Net Position		
Investment in capital assets	2,808,721	1,737,853
Unrestricted	3,527,910	3,878,176
Total Net Position	\$ 6,336,631	\$ 5,616,029

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, 2013

	Business-type Activities - Enterprise Fund	Governmental Activities - Internal Service Fund
Operating Revenues		
Charges for services	\$ 1,282,819	\$ 1,749,637
Miscellaneous	2,325	17,557
Total Operating Revenues	<u>1,285,144</u>	<u>1,767,194</u>
Operating Expenses		
Personnel	512,475	292,629
Purchased services	283,733	192,701
Materials and supplies	121,850	579,949
Depreciation	212,263	568,612
Other	290,987	25,787
Total Operating Expenses	<u>1,421,308</u>	<u>1,659,678</u>
Operating Income (Loss)	(136,164)	107,516
Non-operating Revenues		
Sale of capital assets	-	36,311
Income Before Capital Contributions and Transfers In	(136,164)	143,827
Capital contributions (disposals)	(14,875)	112,205
Transfers in	83,352	-
Change in Net Position	(67,687)	256,032
Net Position Beginning of Year	6,385,464	5,157,741
Prior Period Adjustment - Note 5	<u>18,854</u>	<u>202,256</u>
Net Position Beginning of Year (Restated)	<u>6,404,318</u>	<u>5,359,997</u>
Net Position End of Year	<u>\$ 6,336,631</u>	<u>\$ 5,616,029</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, 2013

	Business-type Activities - Enterprise Fund	Governmental Activities - Internal Service Fund
Cash Flows from Operating Activities		
Cash received from customers	\$ 1,140,949	\$ 1,748,729
Cash received from other sources	2,325	17,557
Cash payments for personal services	(511,446)	(290,818)
Cash payments for goods and services	7,592	(790,290)
Net Cash Provided by Operating Activities	<u>639,420</u>	<u>685,178</u>
Cash Flows from Noncapital Financing Activities		
Transfers in (out)	142,738	1,459
Net Cash (Used in) Noncapital Financing Activities	<u>142,738</u>	<u>1,459</u>
Cash Flows from Capital and Related Financing Activities		
Proceeds from the sale of capital assets	-	36,311
Payments for capital acquisitions	(645,802)	(473,269)
Net Cash (Used in) Capital and Related Financing Activities	<u>(645,802)</u>	<u>(436,958)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	136,356	249,679
Cash and Cash Equivalents Beginning of Year	<u>4,746,041</u>	<u>3,396,871</u>
Cash and Cash Equivalents End of Year	<u>\$ 4,882,397</u>	<u>\$ 3,646,550</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities		
Operating Income (Loss)	\$ (136,164)	\$ 107,516
Adjustments to Reconcile Operating Income to Cash Provided by Operating Activities:		
Depreciation	212,263	568,612
(Increase) decrease in accounts receivable	(141,870)	(908)
Increase (decrease) in accounts payable	441,006	7,695
Accrued expenses	(25,242)	452
Compensated absences payable	1,029	1,811
Landfill closure and postclosure care	288,398	-
Net Cash Provided by Operating Activities	<u>\$ 639,420</u>	<u>\$ 685,178</u>
Non-cash Capital Items		
Capital contributions (disposals)	<u>\$ (14,875)</u>	<u>\$ 112,205</u>

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

Garfield County, Colorado
Statement of Assets and Liabilities
Agency Funds
December 31, 2013

	<u>2013</u>
Assets	
Cash and investments	\$ 4,159,404
Total Assets	<u>\$ 4,159,404</u>
Liabilities	
Due to others	\$ 287,627
Due to other governments	3,871,777
Total Liabilities	<u>\$ 4,159,404</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, 2013

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, entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities, are in substance part of the County's operations. A brief description of the blended component unit follows:

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. 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, 2013
(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, 2013
(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, 2013
(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
- 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, 2013, 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, 2013
(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, 2013
(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, 2013
(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, 2013.

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, 2013.

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 \$13,395,005 at year end.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2013
(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>	\$ 4,750	\$ 4,750	-
Checking and Savings	<i>Not Rated</i>	13,390,255	13,390,255	-
<i>Investments:</i>				
Pools	AAA-	50,062,765	50,062,765	-
Bonds	AA+	24,270,594	4,493,195	19,777,399
Money Market Mutual Fund	AAA-	144,941	144,941	-
Agencies	AAA	49,696,118	5,526,848	44,169,270
Treasuries	AAA	4,987,109	-	4,987,109
		<u>\$ 142,556,532</u>		

The Investment Pool represents investments in COLOTRUST, CSAFE, 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, 2013, the County's investments in COLOTRUST, CSAFE, and CSIP were 18%, 10%, 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, 2013, the County's investments in Fannie Mae, Freddie Mac, Federal Farm Credit Bank were 11%, 10%, and 7% of the County's investment portfolio, respectively.

During 2013, unrealized gains or (losses) of (\$505,410) were recorded to reflect the fair market value of investments. This amount is netted with interest income and included in investment income totaling (\$39,102).

3B. Receivables

Receivables at December 31, 2013, 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, 2013.

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, 2013
(Continued)

3B. Receivables

The County had the following receivables at year end:

Governmental Funds				
	General Fund	Road and Bridge	Human Services	Capital Expenditures
Accounts	\$ 397,977	\$ 19,286	\$ 461,534	\$ -
Taxes	17,379,509	8,942,465	3,618,744	8,684,986
Other	5,651	-	-	-
Total	\$ 17,783,137	\$ 8,961,751	\$ 4,080,278	\$ 8,684,986

Proprietary Funds			
	Nonmajor Governmental Funds	Solid Waste Disposal	Motor Pool
Accounts	\$ 140,850	\$ 256,437	\$ 142,206
Taxes	1,403,590	-	-
Total	\$ 1,544,440	\$ 256,437	\$ 142,206

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, 2013 follows:

	Balance 1/1/13	Additions	Deductions	Balance 12/31/13
Governmental Activities:				
Capital assets not being depreciated:				
Construction in progress	\$ 3,104,723	\$ 5,293,317	\$ (4,179,276)	\$ 4,218,764
Land	13,907,163	1,722,717	(1,448,127)	14,181,753
Total assets not being depreciated	<u>17,011,886</u>	<u>7,016,034</u>	<u>(5,627,403)</u>	<u>18,400,517</u>
Depreciable capital assets:				
Land improvements	52,061,202	1,373,469	-	53,434,671
Buildings	53,098,476	1,015,962	-	54,114,438
Building improvements	5,207,150	197,352	-	5,404,502
Machinery and equipment	23,824,243	6,063,714	(1,318,715)	28,569,242
Infrastructure	276,478,738	1,008,922	-	277,487,660
Total depreciable capital assets	<u>410,669,809</u>	<u>9,659,419</u>	<u>(1,318,715)</u>	<u>419,010,513</u>
Total capital assets	<u>427,681,695</u>	<u>16,675,453</u>	<u>(6,946,118)</u>	<u>437,411,030</u>
Accumulated depreciation:				
Land improvements	(4,756,266)	(1,523,553)	-	(6,279,819)
Buildings	(14,706,419)	(928,751)	-	(15,635,170)
Building improvements	(1,374,341)	(367,079)	-	(1,741,420)
Machinery and equipment	(14,637,193)	(2,290,552)	1,108,270	(15,819,475)
Infrastructure	(100,015,277)	(5,227,565)	-	(105,242,842)
Total accumulated depreciation	<u>(135,489,496)</u>	<u>(10,337,500)</u>	<u>1,108,270</u>	<u>(144,718,726)</u>
Governmental activities capital assets, net	<u>\$ 292,192,199</u>	<u>\$ 6,337,953</u>	<u>\$ (5,837,848)</u>	<u>\$ 292,692,304</u>

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2013
(Continued)

3D. Capital Assets

Governmental Activities depreciation expense classified by function follows:

General government	\$ 502,718
Public safety	1,227,107
Public works	8,288,194
Culture and recreation	106,745
Health and welfare	<u>212,736</u>
 Total governmental activities depreciation expense	 <u><u>\$ 10,337,500</u></u>

Business-type Activities capital asset activity for the year ended December 31, 2013 was as follows:

	<u>Balance 1/1/13</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 12/31/13</u>
Business-type Activities:				
Capital assets not being depreciated:				
Construction in progress	\$ 41,325	\$ 161,668	\$ -	\$ 202,993
Land	300,000	-	-	300,000
Total assets not being depreciated	<u>341,325</u>	<u>161,668</u>	<u>-</u>	<u>502,993</u>
Depreciable capital assets:				
Land improvements	1,912,817	29,666	(719,113)	1,223,370
Buildings	768,258	-	-	768,258
Building improvements	20,388	-	-	20,388
Machinery and equipment	1,974,097	454,468	(21,000)	2,407,565
Total depreciable capital assets	<u>4,675,560</u>	<u>484,134</u>	<u>(740,113)</u>	<u>4,419,581</u>
Total capital assets	<u>5,016,885</u>	<u>645,802</u>	<u>(740,113)</u>	<u>4,922,574</u>
Accumulated depreciation:				
Land improvements	(1,194,581)	(25,712)	719,113	(501,180)
Buildings	(207,120)	(38,415)	-	(245,535)
Building improvements	(16,840)	(395)	-	(17,235)
Machinery and equipment	(1,208,285)	(147,743)	6,125	(1,349,903)
Total accumulated depreciation	<u>(2,626,826)</u>	<u>(212,265)</u>	<u>725,238</u>	<u>(2,113,853)</u>
Business-type activities capital assets, net	<u>\$ 2,390,059</u>	<u>\$ 433,537</u>	<u>\$ (14,875)</u>	<u>\$ 2,808,721</u>

At December 31, 2013, the County had \$17,039,443 of fully depreciated capital assets.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2013
(Continued)

3E. Interfund Balances and Transfers

Interfund balances at December 31, 2013, 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.

	<u>Due From</u>	<u>Due To</u>
General Fund	\$ 255,362	\$ 138,950
Road and Bridge Fund	86,027	133,542
Human Services Fund	28	55,771
Capital Expenditures Fund	17,216	-
Nonmajor governmental funds	20,304	21,920
Solid Waste Fund	12,249	32,890
Motor Pool Fund	1,281	9,394
	<u> </u>	<u> </u>
Total	<u>\$ 392,467</u>	<u>\$ 392,467</u>

Interfund transfers for the year ended December 31, 2013, consisted of the following:

	<u>Transfer In</u>	<u>Transfer (Out)</u>
General Fund	\$ 1,150,000	\$ (2,733,352)
Capital Expenditures Fund	495,920	-
Nonmajor governmental funds	1,500,000	(495,920)
Solid Waste Fund	83,352	-
	<u> </u>	<u> </u>
Total	<u>\$ 3,229,272</u>	<u>\$ (3,229,272)</u>

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, 2013
(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 \$2,280,334, with closure costs estimated to be \$1,565,760 and postclosure care cost estimated to be \$714,574. The \$991,945 reported as landfill closure and postclosure care liability at December 31, 2013, represents the cumulative amount reported to date based on the use of 43.5% of the capacity of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$1,288,389 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 2013. The County expects to close the landfill in the year 2052. 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, 2013:

	<u>Outstanding 1/1/13</u>	<u>Additions</u>	<u>Reductions</u>	<u>Outstanding 12/31/13</u>	<u>Amounts Due in One Year</u>
Governmental Activities:					
Compensated absences	\$ 1,842,940	\$ 598,121	\$ (552,882)	\$ 1,888,179	\$ 472,045
Total Governmental Activities	<u>\$ 1,842,940</u>	<u>\$ 598,121</u>	<u>\$ (552,882)</u>	<u>\$ 1,888,179</u>	<u>\$ 472,045</u>
Business-type Activities:					
Landfill closure & postclosure	\$ 703,547	\$ 288,398	\$ -	\$ 991,945	\$ -
Compensated absences	31,513	10,483	(9,454)	32,542	8,136
Total Business-type Activities	<u>\$ 735,060</u>	<u>\$ 298,881</u>	<u>\$ (9,454)</u>	<u>\$ 1,024,487</u>	<u>\$ 8,136</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, 2013
(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 401(a) retirement plan is not available to employees until termination, retirement, or death.

During 2013, there were 500 total participants. The County and employees made the required contribution amounting to \$1,173,555 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 deferred compensation is not available to employees until termination, retirement, or death. 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 2013, there were 69 total participants.

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2013
(Continued)

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 or its management designee.

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, 2013
(Continued)

3I. Fund Balance Disclosure

As of December 31, 2013, fund balances are composed of the following:

	General Fund	Other Governmental Funds	Total Governmental Funds	Description
Non-spendable:				
Inventories	\$ -	\$ 218,592	\$ 218,592	
Prepays	29,960	-	29,960	
Restricted:				
Public Health	-	1,865,700	1,865,700	Legislative Restriction
Road and Bridge	-	25,472,161	25,472,161	Legislative Restriction
Human Services	-	10,591,099	10,591,099	Legislative Restriction
Conservation Trust	-	215,871	215,871	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	-	10,490,462	10,490,462	Legislative Restriction
Committed:				
Airport	-	1,526,858	1,526,858	BOCC Resolution
Community Events	387,108	-	387,108	BOCC Resolution
Clerk and Recorder EFTF	-	41,789	41,789	BOCC Resolution
Traffic Study	-	741,414	741,414	Traffic Impact Fees Resolution
Livestock Auction	37,834	-	37,834	BOCC Resolution
Commissary	19,500	-	19,500	BOCC Resolution
Retirement	-	2,217,627	2,217,627	BOCC Resolution
Oil and Gas Mitigation	-	15,108,989	15,108,989	BOCC Resolution
Traveler's Highland PID	-	47,989	47,989	BOCC Resolution
Assigned:				
Human Services	-	264,151	264,151	Grant Restriction
Unassigned	53,171,485	-	53,171,485	
Total Fund Balances	\$ 56,664,321	\$ 68,902,627	\$ 125,566,948	

Garfield County, Colorado
Notes to the Basic Financial Statements
December 31, 2013
(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, 2013. 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, 2013 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, 2013
(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	Road Improvements	Gould Construction	3,344,970	(802,602)	40,130	2,582,498
R&B	Divide Creek Reconstruction	Con-Sy Inc.	5,185,880	(873,120)	43,656	4,356,416
CF	Detention Center Control Board	Easter-Owens Electric Co.	1,377,524	(1,248,239)	62,412	191,697
Airport	Airport Master Plan	Jviation Inc.	330,116	(276,634)	-	53,482
Total			\$ 10,238,490	\$ (3,200,595)	\$ 146,198	\$ 7,184,093

5. Prior Period Restatement

The County identified certain inventory in the Road and Bridge, Solid Waste, and Motor Pool funds in the amounts of \$48,378, \$18,854, and \$202,256, respectively, which had not been previously reported. Accordingly, the County recorded a prior period restatement.

The County determined that a payment was not being properly deducted from the State of Colorado's monthly settlement for the Department of Human Services. As a result the County has recorded program revenue that should have been paid to another County. Accordingly the County has recorded the payment totaling \$32,052 as a payable which has a commensurate reduction in fund balance for the Human Services Fund.

6. Subsequent Events

On February 14th, 2014, the County reached a settlement in an outstanding lawsuit with St. Paul Sober Living, L.L.C. and several other related claimants whereby the County agrees to pay a sum of \$550,000 to the claimants. The settlement releases all future claims and the matter is now concluded.

Management has evaluated subsequent events through June 13, 2014, 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, 2013

	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)
Revenues				
Taxes				
Property tax revenue	\$ 38,866,139	\$ 38,866,139	\$ 38,875,160	\$ 9,021
Specific ownership tax	1,413,750	1,413,750	1,865,205	451,455
Delinquent tax and interest	200,000	200,000	395,329	195,329
Sales tax	5,813,735	5,813,735	4,311,227	(1,502,508)
Other taxes	11,500	11,500	9,027	(2,473)
Licenses and permits	4,000	4,000	4,752	752
Intergovernmental				
Payment in lieu of taxes	433,118	2,858,412	2,859,470	1,058
Federal grants	81,000	86,000	97,145	11,145
State grants	607,505	611,225	625,023	13,798
Local grants	103,650	103,650	98,225	(5,425)
Charges for services				
Clerk and recorder	1,141,400	1,141,400	1,254,070	112,670
Community development	350,000	350,000	357,864	7,864
Sheriff's fees	457,000	457,000	462,923	5,923
Treasurer's fees	2,699,192	2,699,192	2,652,937	(46,255)
Livestock	450,000	450,000	394,120	(55,880)
Other fees	701,810	701,810	971,428	269,618
Fines and forfeitures	112,560	112,560	123,867	11,307
Investment income	1,029,393	1,029,393	27,007	(1,002,386)
Contributions	815,731	815,731	595,437	(220,294)
Miscellaneous	557,130	611,880	681,780	69,900
Total Revenues	<u>55,848,613</u>	<u>58,337,377</u>	<u>56,661,996</u>	<u>(1,675,381)</u>
Expenditures				
Current				
General government				
General	81,018	81,018	68,371	12,647
Board of county commissioners	2,353,335	2,201,310	2,218,408	(17,098)
Assessor	1,982,126	2,193,935	1,844,424	349,511
Clerk and recorder	1,506,110	1,512,261	1,480,762	31,499
Treasurer	1,115,023	1,115,023	770,422	344,601
Surveyor	48,644	48,644	44,380	4,264
County attorney	1,232,926	1,235,650	935,754	299,896
County manager	414,596	523,279	404,016	119,263
Finance	946,452	965,524	881,266	84,258
Human resources	562,908	562,908	511,145	51,763
Information technology	1,361,139	1,448,139	1,337,060	111,079
Purchasing	825,265	413,905	324,595	89,310
Oil and gas	336,544	336,544	267,694	68,850
General services	1,568,656	1,825,898	1,448,811	377,087
Facilities management	1,124,778	1,155,678	1,236,458	(80,780)
Community development	1,576,855	1,741,405	1,334,001	407,404
Engineering	280,478	280,478	259,672	20,806
Contingency and fund administration	927,944	927,944	888,427	39,517
Sales tax distribution	4,425,313	4,425,313	3,342,169	1,083,144
Public safety				
District attorney	2,194,750	2,194,750	2,033,395	161,355
Sheriff	9,308,889	9,340,971	8,309,234	1,031,737
Animal rescue	932,049	932,049	922,438	9,611
Emergency management	716,708	716,708	255,391	461,317
Fire suppression	72,837	75,148	71,897	3,251
Jail	7,991,205	7,941,111	6,709,054	1,232,057
Search and rescue	44,700	48,420	41,041	7,379
Victims advocate	90,212	95,212	84,560	10,652
Coroner	236,331	249,907	217,281	32,626
Criminal justice services	1,862,213	1,882,217	1,820,377	61,840
Threat assessment team	5,500	5,500	6,959	(1,459)
Commissary	130,000	130,000	73,579	56,421
Health and welfare				
Health and welfare grants	581,500	581,500	492,294	89,206
Culture and recreation				
Extension	172,992	172,992	171,817	1,175
Livestock	463,000	463,000	392,788	70,212
Fairgrounds	793,481	846,481	780,656	65,825
Total Expenditures	<u>48,266,477</u>	<u>48,670,822</u>	<u>41,980,596</u>	<u>6,690,226</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>7,582,136</u>	<u>9,666,555</u>	<u>14,681,400</u>	<u>5,014,845</u>
Other Financing Sources (Uses)				
Transfers in	1,150,000	1,150,000	1,150,000	-
Transfers out	(2,700,000)	(2,700,000)	(2,733,352)	(33,352)
Total Other Financing Sources (Uses)	<u>(1,550,000)</u>	<u>(1,550,000)</u>	<u>(1,583,352)</u>	<u>(33,352)</u>
Net Change in Fund Balances	<u>\$ 6,032,136</u>	<u>\$ 8,116,555</u>	<u>\$ 13,098,048</u>	<u>\$ 4,981,493</u>
Fund Balances Beginning of Year			43,566,273	
Fund Balances End of Year			<u>\$ 56,664,321</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, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>
Revenues				
Taxes				
Property tax revenue	\$ 10,030,412	\$ 10,030,412	\$ 10,050,220	\$ 19,808
Specific ownership tax	364,065	364,065	480,674	116,609
Delinquent tax and interest	25,000	25,000	57,710	32,710
Sales tax	2,390,625	2,390,625	1,658,891	(731,734)
Other taxes	100,000	100,000	133,186	33,186
Licenses and permits	250,000	250,000	249,122	(878)
Intergovernmental				
State grants	6,345,000	5,645,000	4,953,129	(691,871)
Contributions	50,000	82,420	94,427	12,007
Miscellaneous	24,000	24,000	61,853	37,853
Total Revenues	<u>19,579,102</u>	<u>18,911,522</u>	<u>17,739,212</u>	<u>(1,172,310)</u>
Expenditures				
Current				
Public works				
Operations	4,973,707	5,001,369	4,663,999	337,370
Maintenance	7,525,500	7,498,200	6,391,184	1,107,016
Capital outlay	14,861,000	17,984,500	4,453,148	13,531,352
Total Expenditures	<u>27,360,207</u>	<u>30,484,069</u>	<u>15,508,331</u>	<u>14,975,738</u>
Net Change in Fund Balances	<u>\$ (7,781,105)</u>	<u>\$ (11,572,547)</u>	<u>\$ 2,230,881</u>	<u>\$ 13,803,428</u>
Fund Balances Beginning of Year			23,411,494	
Prior Period Adjustment - Note 5			<u>48,378</u>	
Fund Balances Beginning of Year (Restated)			<u>23,459,872</u>	
Fund Balances End of Year			<u>\$ 25,690,753</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, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>
Revenues				
Taxes				
Property tax revenue	\$ 3,000,000	\$ 3,000,000	\$ 2,999,684	\$ (316)
Specific ownership tax	109,005	109,005	144,014	35,009
Delinquent tax and interest	-	-	13,275	13,275
Intergovernmental				
Federal grants	17,557,147	17,819,350	15,275,583	(2,543,767)
State grants	1,207,723	1,207,723	1,350,595	142,872
Local grants	253,952	169,782	197,613	27,831
Charges for services	100	100	43	(57)
Investment income	-	-	11,436	11,436
Contributions	-	-	150	150
Miscellaneous	86,103	86,103	78,295	(7,808)
Total Revenues	<u>22,214,030</u>	<u>22,392,063</u>	<u>20,070,688</u>	<u>(2,321,375)</u>
Expenditures				
Current				
Health and welfare				
Administration	1,899,957	1,966,158	1,594,041	372,117
Child care assistance	744,172	744,172	382,681	361,491
Child care quality and licensing	155,157	157,157	147,491	9,666
Child support enforcement	794,013	794,013	709,751	84,262
Child welfare block grant	3,474,213	3,522,653	3,324,922	197,731
Colorado works	1,367,803	1,367,803	1,088,247	279,556
CORE services	507,870	507,870	359,118	148,752
Aid to needy disabled	160,000	160,000	93,749	66,251
Food benefits assistance	9,906,759	9,855,394	7,920,277	1,935,117
General assistance	10,000	10,000	3,078	6,922
Home care allowance	35,000	35,000	23,558	11,442
Low-income energy assistance program	378,570	378,570	168,310	210,260
Old age pension	885,000	885,000	1,035,481	(150,481)
Single entry point	889,333	889,333	753,186	136,147
Employment first	21,204	21,204	9,442	11,762
DHS - local grants	158,200	158,200	110,600	47,600
DHS excess IV-E SB91-80	5,000	5,000	1,815	3,185
Senior programs	779,934	779,934	713,150	66,784
Other programs	5,000	5,000	3,775	1,225
Rural runaway homeless youth	36,640	36,640	13,206	23,434
DHS excess parental fees SB94	5,000	5,000	1,817	3,183
Total Expenditures	<u>22,218,825</u>	<u>22,284,101</u>	<u>18,457,695</u>	<u>3,826,406</u>
Net Change in Fund Balances	<u>\$ (4,795)</u>	<u>\$ 107,962</u>	<u>\$ 1,612,993</u>	<u>\$ 1,505,031</u>
Fund Balances Beginning of Year			9,274,309	
Prior Period Adjustment - Note 5			<u>(32,052)</u>	
Fund Balances Beginning of Year (Restated)			<u>9,242,257</u>	
Fund Balances End of Year			<u>\$ 10,855,250</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, 2013

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, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>
Revenues				
Taxes				
Delinquent tax and interest	\$ -	\$ -	\$ 75,371	\$ 75,371
Intergovernmental				
Federal grants	126,640	210,262	210,262	-
State grants	-	45,400	45,408	8
Local grants	190,000	-	-	-
Total Revenues	<u>316,640</u>	<u>255,662</u>	<u>331,041</u>	<u>75,379</u>
Expenditures				
Current				
General government	1,329,600	2,764,220	2,172,978	591,242
Public safety	684,589	1,641,272	1,390,411	250,861
Public works	-	-	11,115	(11,115)
Health and welfare	8,500	8,500	-	8,500
Culture and recreation	969,000	1,159,000	1,030,698	128,302
Total Expenditures	<u>2,991,689</u>	<u>5,572,992</u>	<u>4,605,202</u>	<u>967,790</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,675,049)	(5,317,330)	(4,274,161)	1,043,169
Other Financing Sources (Uses)				
Sale of capital assets	-	1,100,000	1,098,686	(1,314)
Transfers in	-	495,920	495,920	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>1,595,920</u>	<u>1,594,606</u>	<u>(1,314)</u>
Net Change in Fund Balances	<u>\$ (2,675,049)</u>	<u>\$ (3,721,410)</u>	<u>\$ (2,679,555)</u>	<u>\$ 1,041,855</u>
Fund Balances Beginning of Year			<u>13,170,017</u>	
Fund Balances End of Year			<u>\$ 10,490,462</u>	

Garfield County, Colorado
 Combining Balance Sheet
 Non-major Governmental Funds
 December 31, 2013

	<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	\$ 1,681,654	\$ 15,347,597	\$ 213,875	\$ 99,882	\$ 39,727
Accounts receivable	99,735	-	-	-	1,911
Due from other funds	9,242	-	1,996	43	151
Total Assets	<u>\$ 1,790,631</u>	<u>\$ 15,347,597</u>	<u>\$ 215,871</u>	<u>\$ 99,925</u>	<u>\$ 41,789</u>
Liabilities					
Accounts payable	\$ 87,827	\$ 238,608	\$ -	\$ -	\$ -
Accrued expenditures	11,730	-	-	-	-
Due to other funds	13,267	-	-	-	-
Total Liabilities	<u>112,824</u>	<u>238,608</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred Inflow of Resources					
Unavailable property tax revenue	150,949	-	-	-	-
Total Deferred Inflow of Resources	<u>150,949</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances					
Spendable:					
Restricted	-	-	215,871	99,925	-
Committed	1,526,858	15,108,989	-	-	41,789
Total Fund Balances	<u>1,526,858</u>	<u>15,108,989</u>	<u>215,871</u>	<u>99,925</u>	<u>41,789</u>
Total Liabilities, Deferred Inflow of Resources, and Fund Balances	<u>\$ 1,790,631</u>	<u>\$ 15,347,597</u>	<u>\$ 215,871</u>	<u>\$ 99,925</u>	<u>\$ 41,789</u>

Traffic Study	Retirement	Traveler's Highland PID	Public Health	Total Non-major Governmental Funds
\$ 741,327	\$ 2,217,037	\$ 49,305	\$ 1,953,360	\$ 22,343,764
-	1,302,748	69,001	71,045	1,544,440
-	590	-	8,282	20,304
<u>\$ 741,327</u>	<u>\$ 3,520,375</u>	<u>\$ 118,306</u>	<u>\$ 2,032,687</u>	<u>\$ 23,908,508</u>
\$ 1	\$ -	\$ 1,316	\$ 101,214	\$ 428,966
-	-	-	57,032	68,762
(88)	-	-	8,741	21,920
(87)	-	1,316	166,987	519,648
-	1,302,748	69,001	-	1,522,698
-	1,302,748	69,001	-	1,522,698
-	-	-	1,865,700	-
741,414	2,217,627	47,989	-	2,181,496
741,414	2,217,627	47,989	1,865,700	19,684,666
<u>\$ 741,327</u>	<u>\$ 3,520,375</u>	<u>\$ 118,306</u>	<u>\$ 2,032,687</u>	<u>\$ 23,908,508</u>

Garfield County, Colorado
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Non-major Governmental Funds
 For the Year Ended December 31, 2013

	Airport	Oil and Gas Mitigation	Conservation Trust	Grant	Clerk and Recorder EFTF
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	933,404	-	199,553	4,294	-
Charges for services	377,858	-	-	-	-
Investment income	-	-	62	-	28
Contributions	-	-	-	-	-
Miscellaneous	54,811	-	-	-	15,634
Total Revenues	<u>1,366,073</u>	<u>-</u>	<u>199,615</u>	<u>4,294</u>	<u>15,662</u>
Expenditures					
Current					
General government	-	2,328,716	-	4,294	7,713
Public safety	-	-	-	-	-
Public works	2,040,952	-	-	-	-
Health and welfare	-	-	-	-	-
Total Expenditures	<u>2,040,952</u>	<u>2,328,716</u>	<u>-</u>	<u>4,294</u>	<u>7,713</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(674,879)</u>	<u>(2,328,716)</u>	<u>199,615</u>	<u>-</u>	<u>7,949</u>
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	-
Transfers out	-	(495,920)	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(495,920)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(674,879)	(2,824,636)	199,615	-	7,949
Fund Balances Beginning of Year	<u>2,201,737</u>	<u>17,933,625</u>	<u>16,256</u>	<u>99,925</u>	<u>33,840</u>
Fund Balances End of Year	<u>\$ 1,526,858</u>	<u>\$ 15,108,989</u>	<u>\$ 215,871</u>	<u>\$ 99,925</u>	<u>\$ 41,789</u>

Traffic Study	Retirement	Traveler's Highland PID	Public Health	Non-major Governmental Funds
\$ -	\$ 1,849,711	\$ 44,436	\$ 205,141	\$ 2,099,288
-	78	-	839,646	1,976,975
8,783	-	-	187,016	573,657
570	-	-	-	660
-	-	-	10,000	10,000
-	59,026	-	6,816	136,287
<u>9,353</u>	<u>1,908,815</u>	<u>44,436</u>	<u>1,248,619</u>	<u>4,796,867</u>
-	368,921	-	-	2,709,644
-	435,146	-	-	435,146
-	134,889	110,004	-	2,285,845
-	271,258	-	2,397,516	2,668,774
<u>-</u>	<u>1,210,214</u>	<u>110,004</u>	<u>2,397,516</u>	<u>8,099,409</u>
<u>9,353</u>	<u>698,601</u>	<u>(65,568)</u>	<u>(1,148,897)</u>	<u>(3,302,542)</u>
-	-	-	1,500,000	1,500,000
-	-	-	-	(495,920)
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,500,000</u>	<u>1,004,080</u>
9,353	698,601	(65,568)	351,103	(2,298,462)
<u>732,061</u>	<u>1,519,026</u>	<u>113,557</u>	<u>1,514,597</u>	<u>24,164,624</u>
<u>\$ 741,414</u>	<u>\$ 2,217,627</u>	<u>\$ 47,989</u>	<u>\$ 1,865,700</u>	<u>\$ 21,866,162</u>

Garfield County, Colorado
Airport Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>
Revenues				
Intergovernmental				
Federal grants	\$ 300,000	\$ 631,793	\$ 493,258	\$ (138,535)
State grants	335,058	735,058	440,146	(294,912)
Charges for services	360,616	360,616	377,858	17,242
Miscellaneous	47,500	47,500	54,811	7,311
Total Revenues	<u>1,043,174</u>	<u>1,774,967</u>	<u>1,366,073</u>	<u>(408,894)</u>
Expenditures				
Current				
Public works				
Personnel costs	333,812	333,812	317,960	15,852
Purchased services	148,679	148,679	125,483	23,196
Operating costs	313,474	313,474	302,720	10,754
Other expenses	-	-	533	(533)
Capital outlay	885,568	1,641,317	1,294,256	347,061
Total Expenditures	<u>1,681,533</u>	<u>2,437,282</u>	<u>2,040,952</u>	<u>396,330</u>
Net Change in Fund Balances	<u>\$ (638,359)</u>	<u>\$ (662,315)</u>	<u>\$ (674,879)</u>	<u>\$ (12,564)</u>
Fund Balances Beginning of Year			<u>2,201,737</u>	
Fund Balances End of Year			<u>\$ 1,526,858</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, 2013

	<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	4,042,019	4,410,071	2,328,716	2,081,355
Total Expenditures	4,042,019	4,410,071	2,328,716	2,081,355
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,042,019)	(4,410,071)	(2,328,716)	2,081,355
Other Financing Sources (Uses)				
Transfers out	-	(495,920)	(495,920)	-
Total Other Financing Sources (Uses)	-	(495,920)	(495,920)	-
Net Change in Fund Balances	<u>\$(4,042,019)</u>	<u>\$ (4,905,991)</u>	\$ (2,824,636)	<u>\$ 2,081,355</u>
Fund Balances Beginning of Year			<u>17,933,625</u>	
Fund Balances End of Year			<u>\$ 15,108,989</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, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Final Budget Variance Positive (Negative)
Revenues				
Intergovernmental				
State grants	\$ 190,000	\$ 190,000	\$ 199,553	\$ 9,553
Investment income	100	100	62	(38)
Total Revenues	<u>190,100</u>	<u>190,100</u>	<u>199,615</u>	<u>9,515</u>
Expenditures				
Current				
Culture and recreation	190,000	-	-	-
Total Expenditures	<u>190,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ 100</u>	<u>\$ 190,100</u>	<u>\$ 199,615</u>	<u>\$ 9,515</u>
Fund Balances Beginning of Year			<u>16,256</u>	
Fund Balances End of Year			<u>\$ 215,871</u>	

Garfield County, Colorado
Grant Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Final Budget Variance Positive (Negative)
Revenues				
Intergovernmental				
Federal grants	\$ -	\$ 4,294	\$ 4,294	\$ -
Total Revenues	<u>-</u>	<u>4,294</u>	<u>4,294</u>	<u>-</u>
Expenditures				
Current				
General government	-	4,294	4,294	-
Total Expenditures	<u>-</u>	<u>4,294</u>	<u>4,294</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ -</u>	<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, 2013

	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)
Revenues				
Investment income	\$ -	\$ -	\$ 28	\$ 28
Miscellaneous	15,000	15,000	15,634	634
Total Revenues	<u>15,000</u>	<u>15,000</u>	<u>15,662</u>	<u>662</u>
Expenditures				
Current				
General government				
Clerk and recorder	7,900	7,900	7,713	187
Total Expenditures	<u>7,900</u>	<u>7,900</u>	<u>7,713</u>	<u>187</u>
Net Change in Fund Balances	<u>\$ 7,100</u>	<u>\$ 7,100</u>	\$ 7,949	<u>\$ 849</u>
Fund Balances Beginning of Year			<u>33,840</u>	
Fund Balances End of Year			<u>\$ 41,789</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, 2013

	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)
Revenues				
Charges for services	\$ -	\$ -	\$ 8,783	\$ 8,783
Investment income	1,173	1,173	570	(603)
Total Revenues	<u>1,173</u>	<u>1,173</u>	<u>9,353</u>	<u>8,180</u>
Expenditures				
Current				
General government	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ 1,173</u>	<u>\$ 1,173</u>	<u>\$ 9,353</u>	<u>\$ 8,180</u>
Fund Balances Beginning of Year			<u>732,061</u>	
Fund Balances End of Year			<u>\$ 741,414</u>	

Garfield County, Colorado
Retirement Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)
Revenues				
Taxes				
Property tax revenue	\$ 1,750,000	\$ 1,750,000	\$ 1,751,197	\$ 1,197
Specific ownership tax	63,570	63,570	84,071	20,501
Delinquent tax and interest	15,000	15,000	14,443	(557)
Intergovernmental				
State grants	-	-	78	78
Miscellaneous	45,000	45,000	59,026	14,026
Total Revenues	1,873,570	1,873,570	1,908,815	35,245
Expenditures				
Current				
General government	400,263	400,263	368,921	31,342
Public safety	494,194	494,194	435,146	59,048
Public works	143,609	143,609	134,889	8,720
Health and welfare	292,923	294,108	271,258	22,850
Total Expenditures	1,330,989	1,332,174	1,210,214	121,960
Net Change in Fund Balances	\$ 542,581	\$ 541,396	\$ 698,601	\$ 157,205
Fund Balances Beginning of Year			1,519,026	
Fund Balances End of Year			\$ 2,217,627	

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, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Final Budget Variance Positive (Negative)
Revenues				
Taxes				
Property tax revenue	\$ 41,789	\$ 41,789	\$ 41,789	\$ -
Specific ownership tax	2,000	2,000	2,004	4
Delinquent tax and interest	-	-	643	643
Total Revenues	<u>43,789</u>	<u>43,789</u>	<u>44,436</u>	<u>647</u>
Expenditures				
Current				
Public works	<u>100,920</u>	<u>133,320</u>	<u>110,004</u>	<u>23,316</u>
Total Expenditures	<u>100,920</u>	<u>133,320</u>	<u>110,004</u>	<u>23,316</u>
Net Change in Fund Balances	<u>\$ (57,131)</u>	<u>\$ (89,531)</u>	<u>\$ (65,568)</u>	<u>\$ 23,963</u>
Fund Balances Beginning of Year			<u>113,557</u>	
Fund Balances End of Year			<u>\$ 47,989</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, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Final Budget Variance Positive (Negative)
Revenues				
Taxes				
Sales tax	\$ 295,641	\$ 295,641	\$ 205,141	\$ (90,500)
Intergovernmental				
Federal grants	337,863	337,863	277,493	(60,370)
State grants	296,710	303,453	416,288	112,835
Local grants	2,000	130,296	145,865	15,569
Charges for services	162,000	162,000	187,016	25,016
Contributions	-	10,000	10,000	-
Miscellaneous	-	-	6,816	6,816
Total Revenues	<u>1,094,214</u>	<u>1,239,253</u>	<u>1,248,619</u>	<u>9,366</u>
Expenditures				
Current				
Health and welfare	<u>2,647,636</u>	<u>2,829,139</u>	<u>2,397,516</u>	<u>431,623</u>
Total Expenditures	<u>2,647,636</u>	<u>2,829,139</u>	<u>2,397,516</u>	<u>431,623</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,553,422)	(1,589,886)	(1,148,897)	440,989
Other Financing Sources (Uses)				
Transfers in	<u>1,500,000</u>	<u>1,500,000</u>	<u>1,500,000</u>	<u>-</u>
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>\$ (53,422)</u>	<u>\$ (89,886)</u>	<u>\$ 351,103</u>	<u>\$ 440,989</u>
Fund Balances Beginning of Year			<u>1,514,597</u>	
Fund Balances End of Year			<u>\$ 1,865,700</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, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>
Revenues				
Charges for services	\$ 1,050,000	\$ 1,050,000	\$ 1,282,819	\$ 232,819
Others	-	-	2,325	2,325
Transfers in	50,000	50,000	83,352	33,352
Total Revenues	<u>1,100,000</u>	<u>1,100,000</u>	<u>1,368,496</u>	<u>268,496</u>
Expenditures				
Personnel	555,193	555,193	512,475	42,718
Purchased services	315,636	335,636	283,733	51,903
Materials and supplies	106,630	106,630	121,850	(15,220)
Capital outlay	259,500	709,500	648,391	61,109
Total Expenditures	<u>1,236,959</u>	<u>1,706,959</u>	<u>1,566,449</u>	<u>140,510</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures - Non-GAAP Basis	<u>\$ (136,959)</u>	<u>\$ (606,959)</u>	<u>\$ (197,953)</u>	<u>\$ 409,006</u>
Add:				
Capitalized purchases			645,802	
Less:				
Capital disposals			(14,875)	
Closure/post-closure care			(288,398)	
Depreciation expense			<u>(212,263)</u>	
Change in Net Position - GAAP Basis			<u>\$ (67,687)</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, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>
Revenues				
Charges for services	\$ 1,968,944	\$ 1,968,944	\$ 1,749,637	\$ (219,307)
Others	-	-	17,557	17,557
Sale of capital assets	-	-	36,311	36,311
Total Revenues	<u>1,968,944</u>	<u>1,968,944</u>	<u>1,803,505</u>	<u>(165,439)</u>
Expenditures				
Personnel	292,762	292,762	292,629	133
Purchased services	251,868	260,633	192,701	67,932
Materials and supplies	662,600	662,790	579,949	82,841
Other	-	-	3	(3)
Capital outlay	711,000	702,045	499,053	202,992
Total Expenditures	<u>1,918,230</u>	<u>1,918,230</u>	<u>1,564,335</u>	<u>353,895</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures - Non-GAAP Basis	<u>\$ 50,714</u>	<u>\$ 50,714</u>	\$ 239,170	<u>\$ 188,456</u>
Add:				
Capitalized purchases			496,006	
Capital contributions			112,205	
Less:				
Loss on sale of assets			(22,737)	
Depreciation expense			<u>(568,612)</u>	
Change in Net Position - GAAP Basis			<u>\$ 256,032</u>	



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.

Grants Fund – accounts for monies held on behalf of various entities that have received grant funding for which Garfield County's role is to administer.

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, 2013

	Balance 1/1/13	Additions	Deductions	Balance 12/31/13
Section 125 Plan				
Assets				
Cash and investments	\$ 67,863	\$ 204,028	\$ (198,599)	\$ 73,292
Liabilities				
Due to others	\$ 67,863	\$ 204,028	\$ (198,599)	\$ 73,292
Jail Inmate				
Assets				
Cash and investments	\$ 100,640	\$ -	\$ (22,353)	\$ 78,287
Liabilities				
Due to others	\$ 100,640	\$ -	\$ (22,353)	\$ 78,287
Grants				
Assets				
Cash and investments	\$ 19	\$ 44,604	\$ (44,623)	\$ -
Liabilities				
Due to others	\$ 19	\$ 44,604	\$ (44,623)	\$ -
Agency				
Assets				
Cash and investments	\$ 170,330	\$ 6,162,905	\$ (6,197,187)	\$ 136,048
Liabilities				
Due to others	\$ 170,330	\$ 6,162,905	\$ (6,197,187)	\$ 136,048
County Treasurer				
Assets				
Cash and investments	\$ 3,512,459	\$ 424,344,081	\$ (424,982,522)	\$ 2,874,018
Liabilities				
Due to other governments	\$ 3,512,459	\$ 424,344,081	\$ (424,982,522)	\$ 2,874,018
County Clerk				
Assets				
Cash and investments	\$ 948,989	\$ 18,465,909	\$ (18,417,139)	\$ 997,759
Liabilities				
Due to other governments	\$ 948,989	\$ 18,465,909	\$ (18,417,139)	\$ 997,759
Total				
Assets				
Cash and investments	\$ 4,800,300	\$ 449,221,527	\$ (449,862,423)	\$ 4,159,404
	<u>\$ 4,800,300</u>	<u>\$ 449,221,527</u>	<u>\$ (449,862,423)</u>	<u>\$ 4,159,404</u>
Liabilities				
Due to others	\$ 338,852	\$ 6,411,537	\$ (6,462,762)	\$ 287,627
Due to other governments	4,461,448	442,809,990	(443,399,661)	3,871,777
	<u>\$ 4,800,300</u>	<u>\$ 449,221,527</u>	<u>\$ (449,862,423)</u>	<u>\$ 4,159,404</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 2013

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)	2,933,442
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	7,687,638
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	1,167,625	b. Snow and ice removal	1,737,355
3. Other local imposts (from page 2)	12,629,803	c. Other	0
4. Miscellaneous local receipts (from page 2)	156,280	d. Total (a. through c.)	1,737,355
5. Transfers from toll facilities		4. General administration & miscellaneous	3,149,896
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	1,167,625
a. Bonds - Original Issues		6. Total (1 through 5)	16,675,956
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)	13,953,708	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	3,155,623	2. Notes:	
D. Receipts from Federal Government (from page 2)	1,797,506	a. Interest	
E. Total receipts (A.7 + B + C + D)	18,906,837	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)	16,675,956

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
	23,459,872	18,906,837	16,675,956	25,690,753	0

Notes and Comments:

Highway law enforcement and safety per the County Sheriff is approximately 33% of the Patrol operating expenditures for the year. Beginning Balance for Local Road and Street Fund Balance is more than last year's HUTF report due to recording a prior period adjustment for a new diesel supply inventory balance sheet account of \$48,378. Ending Balance for Local Road and Street Fund Balance agrees to audited R&B 120 fund as of 12/31/13.

LOCAL HIGHWAY FINANCE REPORT

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	10,107,930	a. Interest on investments	0
b. Other local imposts:		b. Traffic Fines & Penalties	0
1. Sales Taxes	1,658,891	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)	382,308	f. Charges for Services	63,454
5. Specific Ownership &/or Other	480,674	g. Other MR for CR300 6&24 & CR108	82,420
6. Total (1. through 5.)	2,521,873	h. Other Misc. Receipts for O&G reimb	10,406
c. Total (a. + b.)	12,629,803	i. Total (a. through h.)	156,280
	(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	3,155,180	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	1,797,506
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) DOW PILT	443	e. U.S. Corps of Engineers	0
e. Other (Specify)	0	f. Other Federal	0
f. Total (a. through e.)	443	g. Total (a. through f.)	1,797,506
4. Total (1. + 2. + 3.f)	3,155,623	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		444,419	444,419
c. Construction:			
(1). New Facilities		0	0
(2). Capacity Improvements		0	0
(3). System Preservation		2,489,023	2,489,023
(4). System Enhancement & Operation		0	0
(5). Total Construction (1) + (2) + (3) + (4)	0	2,489,023	2,489,023
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	2,933,442	2,933,442
			(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

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Government Activities										
Invested in Capital Assets	\$ 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	\$ 28,117,424
Restricted										
Public Health	1,865,700	1,514,597	-	-	-	-	-	-	-	-
Road and Bridge	25,472,161	23,319,842	-	-	-	-	-	-	-	-
Human Services	10,591,099	9,007,835	-	-	-	-	-	-	-	-
Conservation Trust	215,871	16,256	-	-	-	-	-	-	-	-
Emergency Reserve	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	978,735
Grants	99,925	99,925	-	-	-	-	-	-	-	-
Capital Project	10,490,462	13,170,017	-	-	-	-	-	-	-	-
Debt Service	<i>See 2013 categories above</i>	<i>See 2012 categories above</i>	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	701,666
Unrestricted	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	23,464,832
Subtotal	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	53,262,657
Business-Type Activities										
Invested in Capital Activities:	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	612,028
Unrestricted	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	3,049,556
Subtotal	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	3,661,584
Total Net Position	\$ 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	\$ 56,924,241

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

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Program Revenues										
Governmental Activities										
Taxes (including severance tax)	\$ 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	\$ 19,010,387
Charges for Services:										
General government	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	3,070,969
Public safety	519,384	541,817	585,749	852,418	870,048	997,190	1,051,964	1,275,640	1,010,073	1,040,246
Public works	606,731	534,365	617,133	516,827	657,436	846,880	845,346	722,197	849,057	417,343
Health and welfare	187,059	144,546	192,590	193,125	213,468	272,035	230,813	149,619	-	174,669
Culture and recreation	516,599	490,960	494,391	532,808	483,090	608,532	450,811	443,686	92,538	47,242
Operating Grants	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	15,503,101
Unrestricted Grants	-	8,794	-	-	-	15,061	3,170	25,417	-	-
Capital Grants and contributions	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	1,875,910
Investment Income	39,118	610,429	840,967	805,113	1,564,116	3,104,676	3,607,306	2,249,096	1,051,837	601,995
Loss on disposal of capital assets	-	(832,114)	-	-	-	-	-	-	-	-
Gain on sale of capital assets	1,519,360	-	-	-	-	-	-	-	-	-
Miscellaneous Revenues and transfers	(83,352)	(68,374)	(42,387)	(25,000)	-	27,943	(6,194,057)	-	-	410,651
Total Governmental Revenues	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	42,152,513
Business Type Activities										
Charges for Services:										
Solid waste disposal	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	1,448,091
Operating Grants	2,325	3,340	30,508	7,862	45,110	13,654	4,685	-	-	-
Capital Grants	-	-	-	-	-	-	-	-	29,505	-
Miscellaneous Revenues and transfers	83,352	68,374	42,387	25,000	-	(27,943)	300,000	-	-	-
Total Business Type Revenues	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	1,448,091
Total Primary Government Revenues	\$ 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	\$ 43,600,604
Program Expenses										
Governmental Activities										
General Government	\$ 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	\$ 9,336,872
Public Safety	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	9,602,933
Public Works	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	4,572,600
Health and Welfare	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	11,199,914
Culture and Recreation	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	2,289,927
Interest	-	696,848	757,738	764,954	859,356	734,037	1,012,466	979,659	1,067,360	1,088,290
Total Governmental Expenses	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	38,090,536
Business Type Activities										
Solid Waste	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	509,241
Total Business Type Expenses	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	509,241
Total Primary Government Expenses	\$ 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	\$ 38,599,777
Net Revenue (Expense)										
Governmental Activities	\$ 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	\$ 4,061,977
Business-Type Activities	(67,687)	(71,947)	52,765	(252,510)	(470,357)	871,918	1,415,205	419,305	759,498	938,850
Total Primary Government	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	5,000,827
Change in Net Position	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	7,672,515
Net Position Beginning	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	51,923,414
Restatement of Capital Assets	-	-	-	-	-	-	182,511,956	-	-	(2,671,688)
Prior Period Adjustment	237,436	-	1,147,087	-	-	-	-	-	-	-
Net Position Ending	\$ 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	\$ 56,924,241

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

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
General Fund Balances										
Non-spendable	\$ 29,960	\$ 29,960	\$ 29,658	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,187	\$ 5,000	\$ -
Spendable:										
Restricted	3,018,434	3,368,434	3,168,434	-	-	-	-	-	-	-
Committed	444,442	211,574	139,728	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	750,501	-	-	-	-
Unassigned	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	7,282,610
Total General Fund Balances	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	7,282,610
Other Governmental Fund Balances										
Non-spendable	218,592	91,652	58,166	80,371	110,164	69,255	93,166	48,496	48,496	89,751
Spendable:										
Restricted	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	6,474,639
Committed	19,684,666	22,533,846	25,593,157	-	-	-	-	-	-	-
Assigned	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	10,866,594
Total Other Governmental Fund Balances	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	17,430,984
Total Fund Balances	\$ 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	\$ 24,713,594

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

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
REVENUES										
Taxes	\$ 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	\$ 19,010,387
Licenses and Permits	253,874	255,456	313,256	276,702	307,342	389,330	341,942	363,494	406,811	359,370
Intergovernmental	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	17,128,408
Charges for services	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	4,549,371
Fines and forfeitures	123,867	126,912	113,150	131,621	92,809	38,086	42,071	37,040	33,684	28,273
Interest	39,103	610,398	854,215	805,117	1,592,133	3,123,801	3,621,237	2,258,471	1,051,837	601,995
Contributions	700,014	1,219,142	934,536	1,450,810	19,115,900	282,009	723,248	20,906	41,256	52,463
Miscellaneous	958,215	884,113	1,156,241	1,056,321	1,757,774	881,184	1,635,111	725,679	511,426	425,663
TOTAL REVENUES	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	42,155,930
CURRENT EXPENDITURES										
General Government	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	9,110,683
Public safety	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	9,285,671
Public works	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	7,773,453
Public health and welfare	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	11,255,666
Culture and recreation	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	2,769,861
Debt Service										
Principal	-	15,560,000	515,000	495,000	1,760,000	850,000	810,000	820,000	640,000	475,000
Interest	-	417,666	708,096	718,559	810,111	850,986	886,636	870,576	1,070,254	1,090,616
Other	-	4,200	4,200	4,389	4,200	-	-	212,762	-	-
Intergovernmental	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	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	41,760,950
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	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	394,980
Transfers In	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	173,000
Transfers Out	(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)	(173,000)
Net debt proceeds	-	-	-	-	-	-	-	219,456	-	-
Sales of Assets	1,098,686	8,794	-	-	-	15,061	1,461	377,090	5,888	5,706
	<u>1,015,334</u>	<u>(59,580)</u>	<u>(42,387)</u>	<u>(25,000)</u>	<u>-</u>	<u>15,061</u>	<u>1,461</u>	<u>596,546</u>	<u>5,888</u>	<u>5,706</u>
NET CHANGE IN FUND BALANCE	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	400,686
Fund Balance January 1	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	24,312,908
Restatement of Accounts Receivable	-	-	-	-	-	-	-	-	-	-
Prior Period Adjustment	16,326	-	1,147,087	-	-	-	-	-	-	-
Fund Balance December 31	<u>\$ 125,566,948</u>	<u>\$ 113,586,717</u>	<u>\$ 117,840,675</u>	<u>\$ 104,571,069</u>	<u>\$ 77,128,245</u>	<u>\$ 61,887,505</u>	<u>\$ 53,299,509</u>	<u>\$ 39,399,296</u>	<u>\$ 27,971,010</u>	<u>\$ 24,713,594</u>

Ratio of Debt Service Expenditures/ Total Non-Capital Expenditures	0.00%	15.37%	1.58%	1.64%	3.46%	2.53%	2.86%	3.73%	4.23%	4.29%
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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	\$ 1,565,616
Total expenditures	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	41,760,950
Capital outlay per p. C6 of Fin Stmt	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	5,255,460
Adjusted Non capital expenditures	<u>\$ 78,821,076</u>	<u>\$ 103,964,575</u>	<u>\$ 77,530,936</u>	<u>\$ 74,407,002</u>	<u>\$ 74,403,208</u>	<u>\$ 67,233,804</u>	<u>\$ 59,227,673</u>	<u>\$ 50,959,710</u>	<u>\$ 40,471,183</u>	<u>\$ 36,505,490</u>

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
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
2004	12,393,801	5,078,295	1,472,486	65,805	19,010,387
	(3)	(2)			

Source:

Garfield County Finance Department (CAFR)

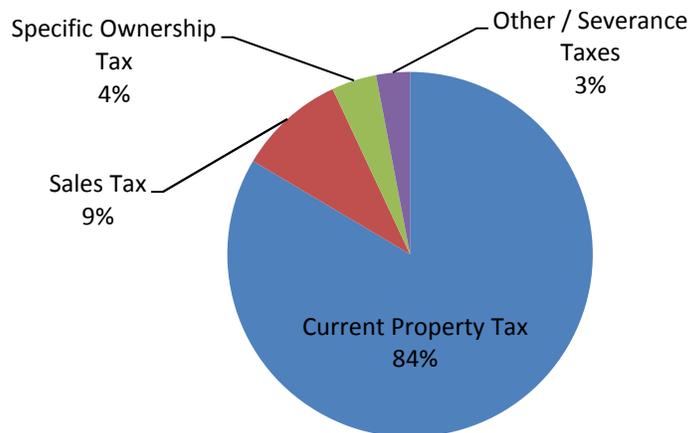
General Government Tax Revenues by Source does not include GASB 34 adjustments

(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.

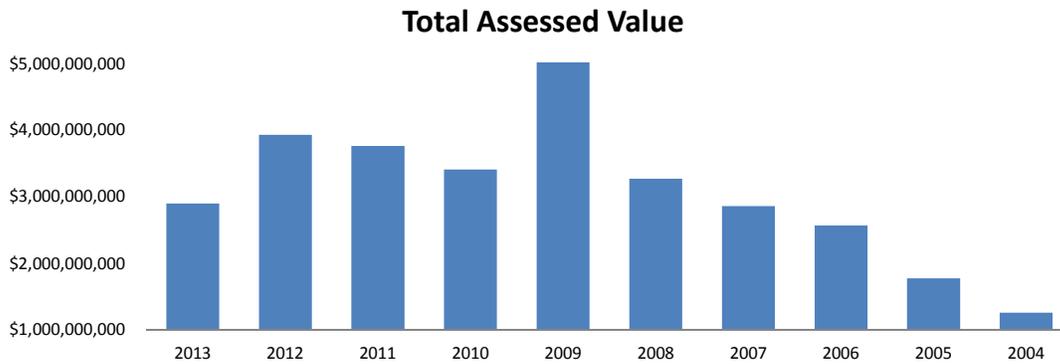
2013 Tax Revenues by Source



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
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
2004	613,371,960	86,517,270	505,063,900	50,849,370	1,255,802,500	13.655%	6,021,121,860	20.86%	2005

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	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Collection Year	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
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)	42.445	38.388	39.589	30.992	30.984	33.942	34.246	37.009	37.265	41.246
Rifle (RE-2)	15.477	13.762	14.653	14.465	14.132	15.730	14.932	14.932	14.932	21.084
Parachute (16)	8.928	6.766	6.602	7.698	5.233	7.199	8.596	9.905	9.936	15.978
Debeque (JT-49)	4.026	3.984	4.491	5.762	5.638	7.646	8.416	8.717	16.433	25.248
Ealge (RE-50J)	20.826	21.362	21.601	19.474	19.402	20.414	20.051	23.050	19.595	21.080
Cities and Towns										
Town of Carbondale	3.594	3.594	3.594	3.594	3.594	3.594	3.594	3.594	3.594	3.721
City of Glenwood Springs	7.051	4.654	4.852	3.752	3.721	4.641	4.417	5.004	4.863	5.482
Town of New Castle	9.206	8.534	8.540	7.899	7.670	6.908	6.908	6.906	6.906	6.906
Town of Parachute	13.562	13.562	13.247	10.016	8.366	11.372	10.702	10.541	8.591	11.362
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	6.102
Carbondale Fire	8.207	9.965	10.041	7.246	7.229	7.694	7.699	8.154	8.162	8.367
Debeque Fire	4.000	3.930	4.000	4.000	2.555	4.000	-	-	-	-
Glenwood & Rural Fire	11.465	8.338	8.658	7.933	9.022	7.706	7.430	8.497	8.256	8.843
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	6.915	6.892	6.946	6.833	6.833	6.833	6.833	6.833	6.833	7.127
Rifle & Rural Fire	6.102	6.102	6.284	6.284	6.284	6.259	6.388	6.388	6.569	6.734
Water and Sanitation Districts										
Basalt Water	0.044	0.044	0.044	0.044	0.044	0.055	0.055	0.067	0.068	0.072
Bluestone Water	0.006	0.005	0.005	0.006	0.006	0.009	0.011	0.013	0.024	0.037
Colo River Conservation	0.254	0.242	0.228	0.188	0.166	0.199	0.191	0.221	0.230	0.252
Consolidated Metro	-	-	-	-	-	-	-	-	11.860	13.202
Mid Valley Metro	2.133	3.582	3.603	2.356	2.334	3.290	3.466	0.221	6.232	6.993
Roaring Fork Water	5.7230	5.7230	5.7230	3.7900	3.7905	4.1110	4.1110	4.1110	4.1110	4.1110
Silt Water	0.798	0.513	0.602	0.590	0.525	0.679	0.671	0.904	0.892	1.044
Spring Valley Sanitation	4.000	4.000	4.000	4.013	4.000	4.000	4.000	4.000	4.000	4.000
West Divide Water	0.041	0.041	0.042	0.048	0.048	0.075	0.077	0.077	0.099	0.137
West Glenwood Sanitation	5.903	5.043	5.010	3.830	4.920	4.920	5.318	6.418	6.564	6.949
Yellow Jacket	0.209	0.209	0.210	0.197	0.169	0.209	0.161	0.185	0.185	0.220
River Park Metro	45.000	45.000	45.000	45.000	45.000	45.000	45.000	45.000	45.000	45.000
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	2.484	2.460	2.458	2.074	2.010	2.253	2.084	2.091	1.921	2.277
Grand River Hospital	5.597	5.597	5.597	5.597	5.597	5.597	5.597	5.597	5.597	5.597
Grand Valley Cemetery	0.009	0.009	0.009	0.011	0.011	0.018	0.022	0.027	0.050	0.075
Parachute/Battlement Pks & Rec	0.556	0.259	0.930	1.200	1.260	1.790	1.600	3.080	3.080	3.570
Rifle DDA	3.774	3.774	3.774	3.774	3.774	3.774	3.774	3.774	3.774	3.774
Silt URA Dollar Gen.	-	54.807	-	-	-	-	-	-	-	-
Glenwood Meadows #2	5.000	4.000	4.000	4.000	5.000	5.000	5.000	5.000	5.000	-
Glenwood Meadows #3	5.000	4.000	4.000	4.000	5.000	5.000	5.000	5.000	5.000	-
Landis Creek Metro #1	35.000	35.000	35.000	35.000	35.000	35.000	35.000	-	-	-
Landis Creek Metro #2	35.000	35.000	35.000	35.000	35.000	35.000	35.000	-	-	-
GarCo Library	1.000	1.000	1.000	0.864	1.000	1.000	1.000	-	-	-
Rifle Metro Park	-	-	-	-	-	-	-	-	-	0.994
Traveler's Highland	50.000	50.000	50.000	50.000	50.000	-	-	-	-	-

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

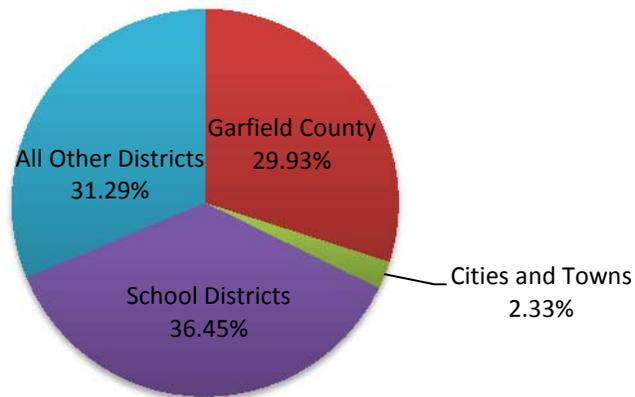
Garfield County, Colorado
Property Tax Levies - Direct and Overlapping Governments
Per \$1,000 Assessed Valuation (Mill Levy)
Last Ten Fiscal Years

Property Tax Levied

Levy Year	Collection year	Garfield County	Cities and Towns	School Districts	All Other Districts	Total
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
2004	2005	17,147,984	2,019,098	34,315,139	17,283,352	70,765,573

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

Property Tax Levied 2013



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

2013

Taxpayer	Type of Business	Rank	Assessed Value	Percentage of Total Assessed Value
WPX Energy Rocky Mountain LLC	Utility	1	\$ 894,786,370	30.91%
Encana Oil & Gas (USA) Inc	Utility	2	554,545,370	19.16%
Bill Barrett Corporation	Utility	3	318,706,180	11.01%
Oxy USA WTP LLC	Utility	4	133,145,860	4.60%
Bargath Inc	Utility	5	82,581,170	2.85%
Chevron North America Explo & Prod Co	Utility	6	70,262,760	2.43%
Enterprise Gas Processing LLC	Utility	7	59,149,420	2.04%
Noble Energy	Utility	8	56,075,870	1.94%
Antero Resources	Utility	9	43,117,930	1.49%
Total Principal Taxpayers			2,212,370,930	76.42%
All Other Taxpayers			682,624,560	24%
Total Assessed Valuation			<u><u>\$ 2,894,995,490</u></u>	<u><u>100%</u></u>

2003

Taxpayer	Type of Business	Rank	Assessed Value	Percentage of Total Assessed Value
Williams Production RMT Company	Utility	1	\$ 146,796,640	2.69%
Encana Oil & Gas (USA) Inc.	Utility	2	52,799,470	0.97%
Grand Valley Gathering	Utility	3	19,591,230	0.36%
Public Service Company of CO	Utility	4	16,295,910	0.30%
Mesa Hydrocarbons Inc	Utility	5	12,842,270	0.24%
Qwest Corporation	Utility	6	8,186,500	0.15%
American Soda LLP	Utility	7	7,975,000	0.15%
Calpine Natural Gas Company	Utility	8	7,727,810	0.14%
Encana Gathering Services	Utility	9	6,994,440	0.13%
Union Pacific Corporation	Railroad	10	6,007,840	0.11%
Total Principal Taxpayers			285,217,110	5.23%
All Other Taxpayers			5,164,665,566	95%
Total Assessed Valuation			<u><u>\$ 5,449,882,676</u></u>	<u><u>100%</u></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
2014	2013	\$ 39,531,163	\$ 28,471,826	72.02%	\$ -	\$ 28,471,826	72.02%
2013	2012	53,679,053	53,667,457	99.98%	(29,079)	53,638,378	99.92%
2012	2011	51,396,049	51,338,743	99.89%	1,381	51,340,124	99.89%
2011	2010	46,569,598	46,480,084	99.81%	54,851	46,534,935	99.93%
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%
2005	2004	17,147,984	16,953,538	98.87%	(2,698)	16,950,840	98.85%

Source:
Garfield County Assessor's Office
Garfield County Treasurer's Office

* Current Tax Collected reflects all amounts collected as of May 15, 2014 and December 31 for prior years.

** Total Tax Collections reflects all amounts collected as of May 15, 2014.

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
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
2004	19,010,387	359,370	17,128,408	4,549,371	28,273	425,663	52,463	601,995	42,155,930

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, 2013

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	\$ 28,920,250	100%	\$ 28,920,250
Roaring Fork School District No. RE-1	87,699,984	58%	51,041,391
Garfield County School District No. RE-2	102,608,126	100%	102,608,126
Cities and Towns			
City of Glenwood Springs	1,630,000	100%	1,630,000
City of Rifle	2,849,735	100%	2,849,735
Town of New Castle	1,133,325	100%	1,133,325
Town of Parachute	292,229	100%	292,229
Fire Districts			
Carbondale & Rural Fire Protection District	4,894,998	87%	4,258,648
Glenwood Rural Fire	435,000	100%	435,000
Water and Sanitation Districts			
Mid Valley Metro District	135,000	7%	9,936
West Glenwood Sanitation	391,000	100%	391,000
Special Districts			
Glenwood Meadows Metropolitan District No. 1	4,138,684	100%	4,138,684
Glenwood Meadows Metropolitan District No. 3	11,406,622	100%	11,406,622
Grand River Hospital	8,047,578	99%	7,967,102
Total Overlapping Debt	<u>254,582,531</u>		<u>217,082,048</u>
Total Direct and Overlapping Debt	<u>\$ 254,582,531</u>		<u>\$ 217,082,048</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

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Computation of legal debt limit:										
Taxable assessed valuation	\$ 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	\$ 1,255,802,500
Plus exempt property	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	111,467,320
Total assessed value	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	1,367,269,820
Legal debt limit percentage	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
	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	20,509,047
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	20,575,000
Less:										
Certificates of participation	-	-	(15,560)	(16,075)	(16,075,000)	(18,330,000)	(19,180,000)	(19,990,000)	(19,935,000)	(20,575,000)
Lease purchase obligations	-	-	-	-	-	-	-	-	-	-
Net borrowings applicable to the debt limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$ 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	\$ 20,509,047

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				
2013	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0%	\$ -
2012	-	-	-	-	-	-	-	0%	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
2004	-	20,575,000	-	-	-	20,575,000	20,575,000	0.99%	418

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

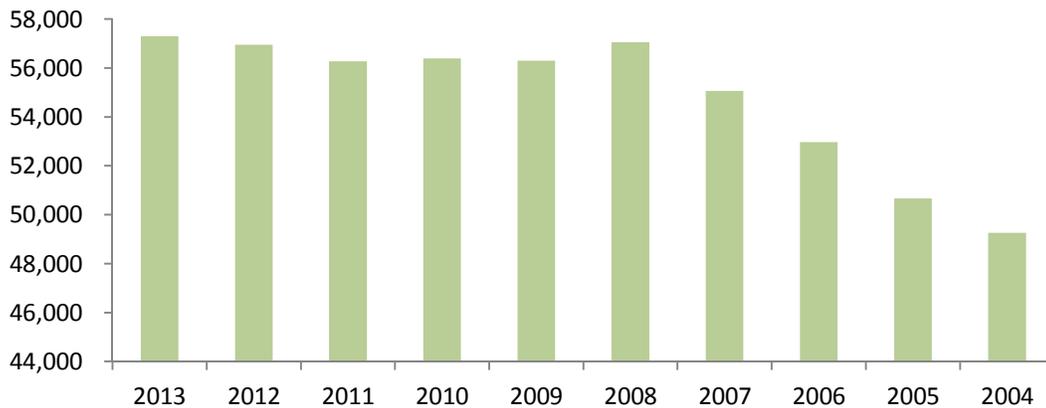
Fiscal Year	(1) Population	(2) Fall School Enrollment (K-12)	Percent of School Enrollment to Population	(3) Total Labor Force	(3) Un-employment Rate	(4) Total Personal Income (in thousands)	(4) Per Capita Income	(5) Retail Sales
2013	* 57,302	11,496	20.06%	32,800	5.80%	\$ **	\$ **	\$ 2,592,046
2012	56,953	11,292	19.83%	33,230	8.00%	2,238,523	39,305	2,581,152
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
2004	49,254	9,872	20.04%	28,239	4.30%	2,088,581	31,506	1,436,930

Source:

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

* 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 Five Years Ago ***

2013 Principal Employers

Employer	Rank	Type of Business	Number of Employees	Percentage of Total
Valley View Hospital	1	Healthcare	984	3.37%
Roaring Fork School District RE-1	2	Schools	862	2.95%
Garfield County School District RE-2	3	Schools	660	2.26%
Alpine Bank	4	Bank	573	1.96%
Colorado Mountain College	5	College	527	1.81%
Garfield County	6	Government	486	1.67%
Grand River Hospital & Medical Center	7	Medical	426	1.46%
Wal-Mart	8	Retail	381	1.31%
City Market	9	Retail	363	1.24%
City of Glenwood Springs	10	Government	313	1.07%
Total employed by principal employers			4,591	15.74%
Employed by other employers			28,209	84.26%
Total employed in Garfield County			32,800	100%

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			37,035	100%

* 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 Nine Fiscal Years**

	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
General Government																		
Board of Commissioners	3	-	3	-	3	-	3	-	3	-	3	-	3	-	3	-	3	-
Assessor	21	-	22	-	21	-	23	1	23	1	20	1	17	1	17	1	17	1
Clerk and Recorder	22	1	22	2	23	1	25	2	25	3	24	3	22	3	20	3	18	3
Treasurer	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	-
County Attorney	10	1	10	1	10	1	10	1	10	-	10	-	8	-	7	-	7	-
County Manager	2	-	5	-	5	-	6	-	6	-	6	-	5	-	6	-	6	-
Finance	8	1	9	1	9	1	9	1	9	-	8	-	7	-	7	-	6	-
Human Resources	5	-	5	-	5	-	4	1	4	1	4	1	4	1	4	1	4	1
Information Technology	8	-	9	-	11	-	11	-	10	-	9	-	8	-	8	-	7	-
Procurement	4	-	3	-	3	-	3	-	3	-	2	-	2	-	1	-	1	-
Oil & Gas	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	-	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Community Development	14	-	13	1	13	1	16	1	17	-	16	-	14	-	11	-	11	-
Engineering	2	-	2	-	2	-	2	-	2	-	2	-	2	-	2	-	2	-
Total General Government	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	-	2	-	2	-
Total Culture and Recreation	3	-	3	-	3	-	3	-	3	-	3	-	3	-	2	-	2	-
Health and Welfare																		
Public Health	24	5	25	5	25	5	23	6	22	5	22	5	20	5	18	4	18	4
Dept of Human Services	89	2	84	2	84	1	89	4	87	8	87	5	81	4	68	12	63	10
Total Health and Welfare	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	-
Criminal Justice Services	19	-	19	-	19	-	19	-	19	-	18	-	17	-	14	-	14	-
Commissary	-	-	-	-	-	-	-	-	-	2	-	2	-	2	-	2	-	2
Sheriff	151	-	151	-	151	-	149	2	145	2	143	4	131	4	113	1	105	1
Total Public Safety	171	-	171	-	171	-	169	2	165	4	162	6	149	6	128	3	120	3
Public Works																		
Public Works	2	5	2	1	1	1	-	-	-	-	-	-	-	-	-	-	-	-
Road and Bridge	44	3	43	7	47	3	48	2	49	1	44	2	41	2	46	2	43	2
Airport	4	-	4	-	3	-	3	-	2	2	1	2	1	2	1	1	1	1
Total Public Works	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	-	9	-	9	-	14	-	8	4	7	4	3	4	3	4	3	4
Total Solid Waste	8	-	9	-	9	-	14	-	8	4	7	4	3	4	3	4	3	4
Intergovernmental Services																		
Motor Pool	4	-	4	-	4	-	4	-	4	-	4	-	2	-	2	-	2	-
Total Intergovernmental	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															29	17	29	17
Total Budgeted Employees	467	19	464	21	466	15	479	22	466	30	447	30	405	29	395	49	375	47

Information not available prior to 2005

Source: Garfield County Budget Documents

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

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
General Government										
Buildings	6	4	4	4	4	4	4	4	4	4
Public Safety										
Buildings	5	4	4	4	3	3	2	1	1	1
Equipment (pieces)	112	119	115	113	107	93	81	69	54	51
Public Works										
Buildings	9	9	9	9	8	8	6	6	6	6
Infrastructure (road miles maintained)	702	697	698	695	695	700	704	703	705	705
Road Maintenance Equipment	192	191	177	181	179	161	160	161	154	146
Public Health and Welfare										
Buildings	4	4	4	4	3	3	3	2	2	2
Culture and Recreation										
Buildings	3	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	19	19	19	17	15	15	13	11	10
Intergovernmental										
Buildings	1	1	1	1	1	1	1	1	1	1
Library										
Library	-	-	-	-	-	-	-	6	6	6

Source: Garfield County Finance Department

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

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
General Government										
Number of Employees	122	125	124	134	132	123	111	104	100	Information not available prior to 2005
Building(s) Sq. footage	38,127	33,471	33,471	31,211	31,385	31,385	25,965	30,106	27,882	Information not available prior to 2005
Service Level										
Tax notices	29,217	29,530	29,350	29,316	30,289	51,471	50,586	51,252	50,173	48,947
Documents recorded	15,521	16,672	16,026	16,584	19,085	20,562	26,039	24,946	23,498	22,263
Number of active voters	27,480	25,579	21,081	24,047	23,851	22,955	19,501	18,130	16,752	15,798
Parcels assessed	31,447	31,635	31,468	30,289	51,471	50,586	51,252	50,173	48,947	47,603
Building permits issued	197	246	311	218	293	401	525	498	408	392
Public Safety										
Number of Employees	171	171	171	171	169	168	155	131	123	Information not available prior to 2005
Building(s) Sq. footage	99,768	99,768	99,768	99,768	81,010	74,091	80,620	70,948	56,964	Information not available prior to 2005
Service Level										
Calls for Law Enforcement Service	98,832	91,516	90,754	93,276	92,203	83,624	84,948*	101,530*	100,808	97,971
Jail bookings	2,285	2,591	2,717	2,515	2,899	3,231	3,721	3,799	3,270	3,420
Useful Public Service Clients Sentenced	797	1,056	1,156	1,087	1,183	1,674	1,896	1,730	1,779	1,625
Public Works										
Number of Employees	58	57	55	53	54	49	46	50	47	Information not available prior to 2005
Building(s) Sq. footage	51,875	51,875	51,875	51,875	51,875	51,875	Information not available prior to 2008			
Service Level										
Miles of road maintained	702	697	698	695	695	700	704	703	705	705
Health and Welfare										
Number of Employees	120	116	115	122	122	119	110	102	95	Information not available prior to 2005
Building(s) Sq. footage	43,396	43,396	43,396	43,396	35,251	35,251	35,251	41,896	41,896	Information not available prior to 2005
Service Level										
Immunizations	6,909	9,195	12,660	12,349	14,801	9,213	10,293	15,259	15,629	Information not available prior to 2005
Birth Certificates	769	833	818	866	964	992	991	945	816	803
Death Certificates	288	248	297	281	292	261	277	289	268	271
Human Services Caseload	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	2	2	Information not available prior to 2005
Building(s) Sq. footage	39,500	39,500	39,500	39,500	39,500	39,500	Information not available prior to 2008			
Service Level										
Fairground service days	365	365	365	365	365	365	365	365	365	365
County Fair attendance (ticket sales)	7,382	3,249	3,091	*4000	*4000	*3000	*5000	*6000	*8000	*10000
Business-type Activities										
Number of Employees	8	9	9	14	12	11	7	7	7	Information not available prior to 2005
Building(s) Sq. footage	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	84,230	78,567	72,589	77,127	53,800	87,106	89,252	60,040	55,771	56,053
Intergovernmental										
Number of Employees	4	4	4	4	4	4	2	2	2	Information not available prior to 2005
Building(s) Sq. footage	Information not available									
Library										
Number of Employees	**	**	**	**	**	**	**	46	46	Information not available prior to 2005
Building(s) Sq. footage	**	**	**	**	**	**	**	46,745	46,745	Information not available prior to 2005

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.

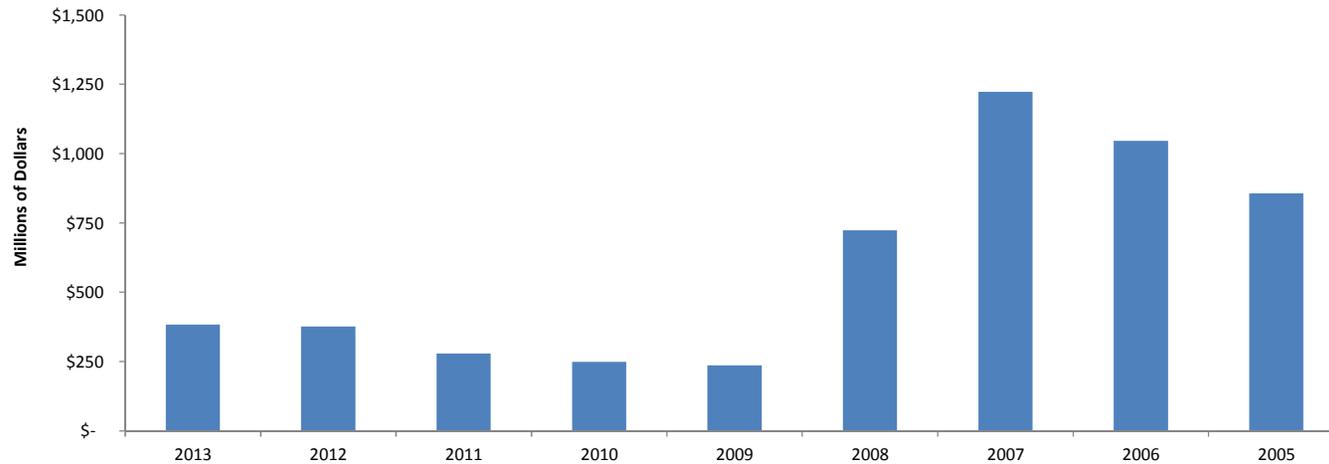
**Library became separate entity after 2006.

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

Month	2013	2012	2011	2010	2009	2008	2007	2006	2005	
January	\$ 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	Information not available prior to 2005
February	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	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	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	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	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	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	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	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	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	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	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	\$ 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

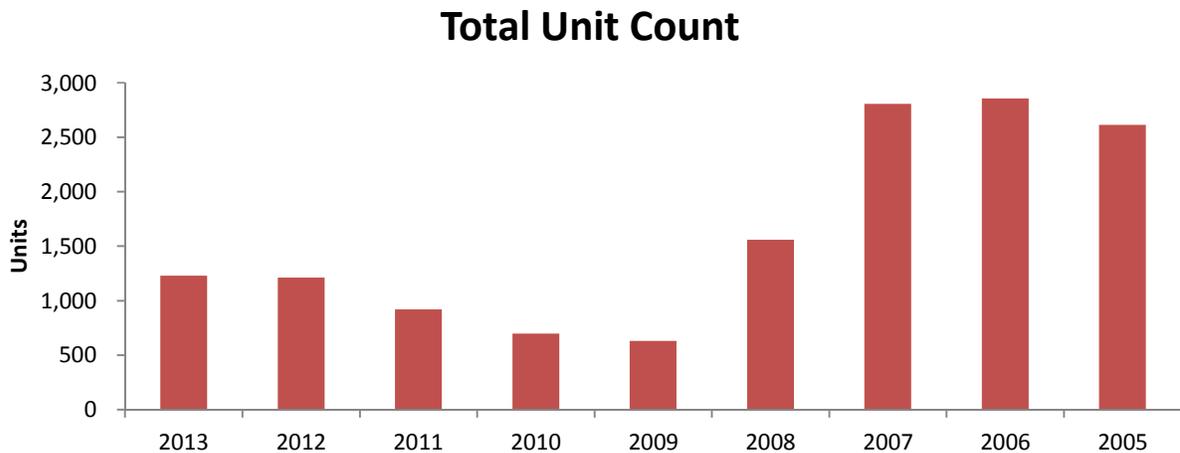
Total Dollar Volume



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

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

Source: Land Title Market Analysis Report

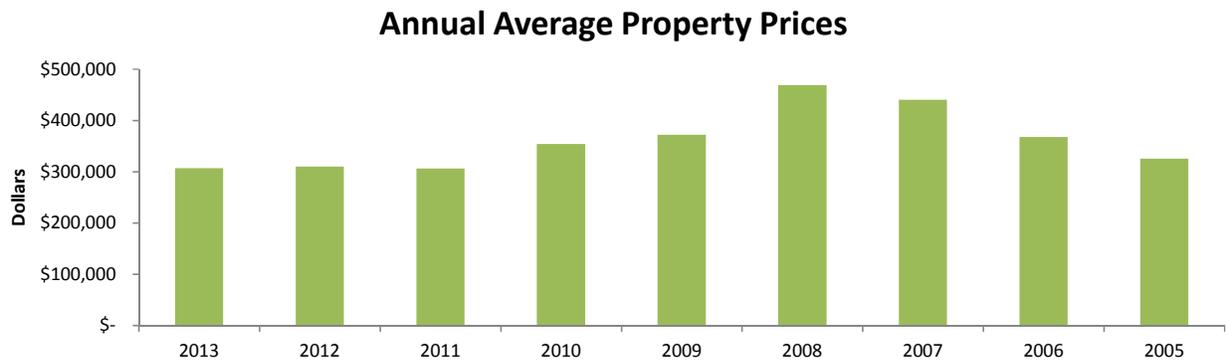


Garfield County, Colorado
Property Transfers (All Types) - Average Property Prices
Last Nine Fiscal Years

Average Property Prices

Month	2013	2012	2011	2010	2009	2008	2007	2006	2005	Information not available prior to 2005
January	\$ 275,083	\$ 310,801	\$ 312,166	\$ 337,103	\$ 437,495	\$ 409,502	\$ 389,649	\$ 337,209	\$ 375,125	
February	225,736	335,838	380,795	378,906	307,476	822,546	390,234	330,409	257,372	
March	238,262	249,886	336,929	399,052	326,055	400,658	392,976	387,041	248,726	
April	329,355	234,738	275,914	348,257	480,933	501,155	403,362	317,246	275,593	
May	349,322	307,499	276,885	286,680	364,035	345,578	389,577	369,244	320,147	
June	261,051	313,428	318,953	299,651	378,873	474,439	395,912	333,841	354,062	
July	376,027	393,381	329,770	358,110	386,886	450,286	504,689	355,534	292,788	
August	368,483	366,473	388,311	375,888	377,854	402,971	410,332	318,487	305,975	
September	305,307	262,310	221,739	323,322	283,856	465,602	406,109	312,530	370,208	
October	311,115	361,965	293,685	338,682	331,560	370,325	457,593	331,305	303,739	
November	335,144	300,385	292,190	330,407	284,187	444,563	439,384	530,471	459,042	
December	304,140	279,062	244,290	465,922	504,440	538,001	699,304	483,917	342,414	
Annual Average	\$ 306,585	\$ 309,647	\$ 305,969	\$ 353,498	\$ 371,971	\$ 468,802	\$ 439,927	\$ 367,269	\$ 325,433	

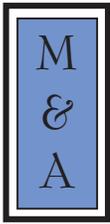
Source: Land Title Market Analysis Report





STATUTORY REPORT SECTION

Single Audit Reports and Schedules



MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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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, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 13, 2014.

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 (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of 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

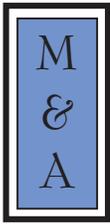
As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect 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.
June 13, 2014**



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, 2013. 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, 2013.

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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 charged 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 identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

McMahan and Associates, L.L.C.

McMahan and Associates, L.L.C.
June 13, 2014

Garfield County, Colorado
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2013

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:	
Special Supplemental Nutrition for Women, Infants & Children (non-cash)	CFDA #10.557
Special Supplemental Nutrition for Women, Infants & Children	CFDA #10.557
Child Care and Development Block Grant	CFDA #93.575
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	CFDA #93.596
Airport Improvement Program	CFDA #20.106
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, 2013
(Continued)

Note: There were no findings for the fiscal year ended December 31, 2012.

Garfield County, Colorado
Schedule of Expenditures of Federal Awards
For the Year Ended December 2013

<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	No	575,427
Passed through Colorado Department of Public Health and Environment:			
Special Supplemental Nutrition Program for Women, Infants and Children (non-cash incentives)	10.557	Yes	745,185
Special Supplemental Nutrition Program for Women, Infants and Children	10.557	Yes	306,273
Total Department of Agriculture			<u>1,626,885</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	24,529
Children's Health Insurance Program	93.767	No	9,811
Medical Assistance Program	93.778	No	345,661
Passed through Colorado Department of Human Services:			
Guardianship Assistance - Title IV-E (ARRA)	93.090	No	36
Affordable Care Act (ACA) Personal Responsibility Education Program	93.092	No	149,673
Transition Living Homeless Youth	93.550	No	15,485
Family Preservation and Support	93.556	No	25,331
Temporary Assistance for Needy Families	93.558	No	924,569
Child Support Enforcement (Title IV-D - Administration)	93.563	No	690,599
Low-Income Home Energy Assistance	93.568	No	154,945
Child Care and Development Block Grant	93.575	Yes	(18,665)
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	Yes	325,603
Child Welfare Services - State Grants	93.645	No	40,988
Foster Care - Title IV-E	93.658	No	611,317
Adoption Assistance	93.659	No	72,806
Social Services Block Grant	93.667	No	319,686
Child Abuse and Neglect State Grants	93.669	No	(136)
Child Abuse and Neglect Discretionary Activities	93.670	No	9,747
Independent Living	93.674	No	10,249
Medical Assistance Program	93.778	No	325,715
Adjustment to Federal Assistance	93.XXX	No	22,582
Passed through Colorado Department of Public Health and Environment:			
Public Health Emergency Preparedness	93.069	No	33,818
Support Oral Health Workforce Activities	93.236	No	41,829
Immunization Grants	93.268	No	22,571
Center for Disease Control and Prevention - Investigations and Technical Assistance (West Nile)	93.283	No	12,379
Capacity Bldg Assistance to Strengthen PH Immunization and Performance	93.539	No	5,000
Refugee and Entrant Assistance	93.566	No	786
Maternal and Child Health Block Grant	93.994	No	36,027
Total Department of Health and Human Services			<u>4,212,941</u>

Garfield County, Colorado
Schedule of Expenditures of Federal Awards
For the Year Ended December 2013
(Continued)

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Major Program</u>	<u>Expenditures</u>
Department of Justice:			
Passed through Colorado Department of Public Safety:			
State Criminal Alien Assistance Program (SCAAP)	16.606	No	210,262
Bulletproof Vest Partnership Program	16.607	No	10,223
Passed through City of Glenwood Springs, Colorado:			
Victims of Crime Act (VOCA)	16.575	No	59,603
High Intensity Drug Trafficking Assistance (HIDTA)	16.729	No	6,580
Total Department of Justice			<u>286,668</u>
Department of Transportation:			
Airport Improvement Program (FAA)	20.106	Yes	506,906
Total Department of Transportation			<u>506,906</u>
Department of Environmental Protection Agency:			
Air Quality Ozone Monitoring	66.340	No	20,659
Total of Department of Environmental Protection Agency			<u>20,659</u>
Department of Energy:			
EECBG-C - Energy Efficiency Community Block Competitive Grant	81.128	No	4,294
Total Department of Energy			<u>4,294</u>
Total Federal Financial Assistance			<u>\$ 6,658,353</u>

Notes to the Schedule of Expenditures of Federal Awards For the Year Ended December 2013.

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 2013.