

# **Comprehensive Annual Financial Report**



Photo by Gary Nichols

**PARK COUNTY, COLORADO**

**For Fiscal Year Ended  
December 31, 2011**

**PARK COUNTY, COLORADO**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**For the Year Ended December 31, 2011**

Prepared by the Finance Department  
Kathy Boyce, Finance Director

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## **INTRODUCTORY SECTION**



# Park County Budget and Finance Department

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Kathy Boyce, Director

June 25, 2012

Park County Board of County Commissioners:

The Comprehensive Annual Financial Report of Park County for the fiscal year ended December 31, 2011, is submitted herewith. This report was prepared by the County's Finance Department. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the County. We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the County as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the County's financial affairs have been included.

The Comprehensive Annual Financial Report is presented in three sections: Introduction, Financial and Statistical. The Introduction includes this transmittal letter. The Financial Section includes the auditor's report, the Management's Discussion and Analysis (MD&A), the basic financial statements, required supplementary information and combining and individual fund financial statements. The Statistical Section includes selected financial and demographic information with a multiyear perspective.

This report includes all of the funds of the County. The County provides a full range of services including public safety, highways and streets, culture, library, planning and zoning, environmental health, public health, human services and general administrative services.

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

## **Economic Condition and Outlook**

Established in 1861, Park County is approximately 45 miles wide from east to west, and 60 miles long, encompassing 2,166 square miles. Park County sits in the center of Colorado in the Rocky Mountains with elevations ranging from 7,000 to 14,000 feet. About 16,089 people reside in Park County with many second homeowners.

Location of property in the County determines the jurisdictions to which tax revenues are dispersed. 2011 Mill levy for Park County was 16.306 bringing in an estimated \$7.6 million in revenue to the County.

In addition to property tax assessments, the County collects a one-percent county sales tax. This tax is paid on all retail goods purchased in Park County, as well as lodging and restaurant purchases. Approved by the voters in 1997, revenues from the tax are used exclusively for the protection, enhancement and interpretation of water resources, as well as lands associated with water resources. 2011 sales tax collection showed a small decrease over the previous year for a total collection of \$506,662.

Under Article X, Section 20 (2)(e) of the Colorado Constitution, the TABOR amendment (also known as Amendment I), the County is restricted as to the amount of annual revenues exceed allowances under the amendment, the amounts which exceed the limits must either be refunded to the taxpayers or the County must establish a ballot question asking taxpayers to allow the County to keep and utilize the excess revenue.

### **Major initiatives**

Several major projects were either completed or undertaken in 2011. These included the following:

- New communications/IT/EOC building completed
- National Heritage area planning
- Several stream restoration projects
- Capital project plan
- Purchase Building Space for Maintenance Shop
- Update to many policies

### **2012 Budget Highlights**

The 2012 budget as presented was balanced and financially conservative. It continues the County's commitment to providing the best services possible within the constraints of the budget. The budget addresses current and future community needs and service demands with prudent financial management. Specific items in the 2012 Budget include the following:

- Additional funding to Capital fund for Human Svcs/Public Health Building
- Funding for large renovation on outside of County Courthouse
- Public access to Building/Environmental Health & Planning documents
- Coroner storage facility
- Demolition of McNamara Building

### **Financial Information**

A great amount of consideration is given to the adequacy of internal controls of the County's accounting system. Internal accounting controls are implemented to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. This concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the evaluations of costs and benefits require estimates and judgments by management.

Recognizing the above framework, we believe that the County's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

### **Budgetary Control**

Primary responsibility for fiscal analysis of budget to actual revenue and expenditure activity and overall program fiscal standing rests with the department operating the program. An expenditure budget is appropriated annually. Amounts are appropriated by resolution for each fund. The fund level serves as the limit at which appropriations may not be exceeded. The Finance Department also monitors financial activity and advises the other departments and the Board of Commissioners of concerns that come to its attention.

### **Debt Administration**

Outstanding bond at December 31, 2011 totaled \$1,595,000 for the Construction of the Park County Jail. Standard & Poor's rates this revenue bond issue AAA.

### **Cash Management**

Cash receipts are deposited daily. Excess cash is placed in temporary investments permitted by the State of Colorado. The County does not use derivative types of investments for any of its funds. Financial instruments that may be utilized are approved by resolution by the Board of Commissioners. Instruments used in 2011 were money markets, local government investments pools and authorized government securities. Length of investments varies from one day to five years. The amount of investment earnings in 2011 was \$128,272 as compared to \$141,676 in 2010. The average return on investment for the year 2011 was .78% as compared to .87% in 2010.

The County's investment policy is to minimize credit and market risk while maintaining a favorable yield on its portfolio. All deposits are either federally insured or collateralized per state statutes. The County's investments in federal securities are held at Pereshing Clearing and Outsourcing Services – New York, NY, under an agency agreement established pursuant to state statute. The majority of investments are classified in the lowest range of credit risk as defined by the Governmental Accounting Standards Board.

### **Risk Management**

The County is insured under the Colorado Counties, Inc. Coverage's in this County Insurance pool include defined liability, property damage, and workers' compensation. Expenses for the amount paid to Colorado Counties are apportioned to General Fund, Human Services and Road and Bridge fund.

The County also provides coverage to employees for health, dental, life and disability insurance. Contributions come from both the County and employees. The County is partially self-insured with a \$100,000 stop loss policy per incident. Employee contributions pay for part of the administration costs and the County contributions go into a separate bank account to pay claims. Revenues and expenses for this activity are recorded in the Risk Management fund.

### **Long-term Financial Planning**

The process of developing a Long-term financial plan began in 2008 with a commissioner priority projects session. At this public meeting the commissioners identified priority capital projects. This opened the opportunity for staff to start looking at different funding mechanisms, make time lines and move forward in the capital planning process.

2011 brought additional meetings for capital project priority and started architectural and cost planning on a building that had been identified in the planning process.

### **Certificate of Achievement**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to Park County, Colorado for its comprehensive annual financial report for the fiscal year ended 12/31/2010. This was the sixth consecutive year that the government 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 the GFOA to determine its eligibility for another certificate.

### **Other Information**

**Independent Audit** – State Law requires an annual audit of the County's financial statements by independent certified public accountants selected by the Board of Commissioners. This requirement has been complied with and the auditor's opinion has been included in this report.

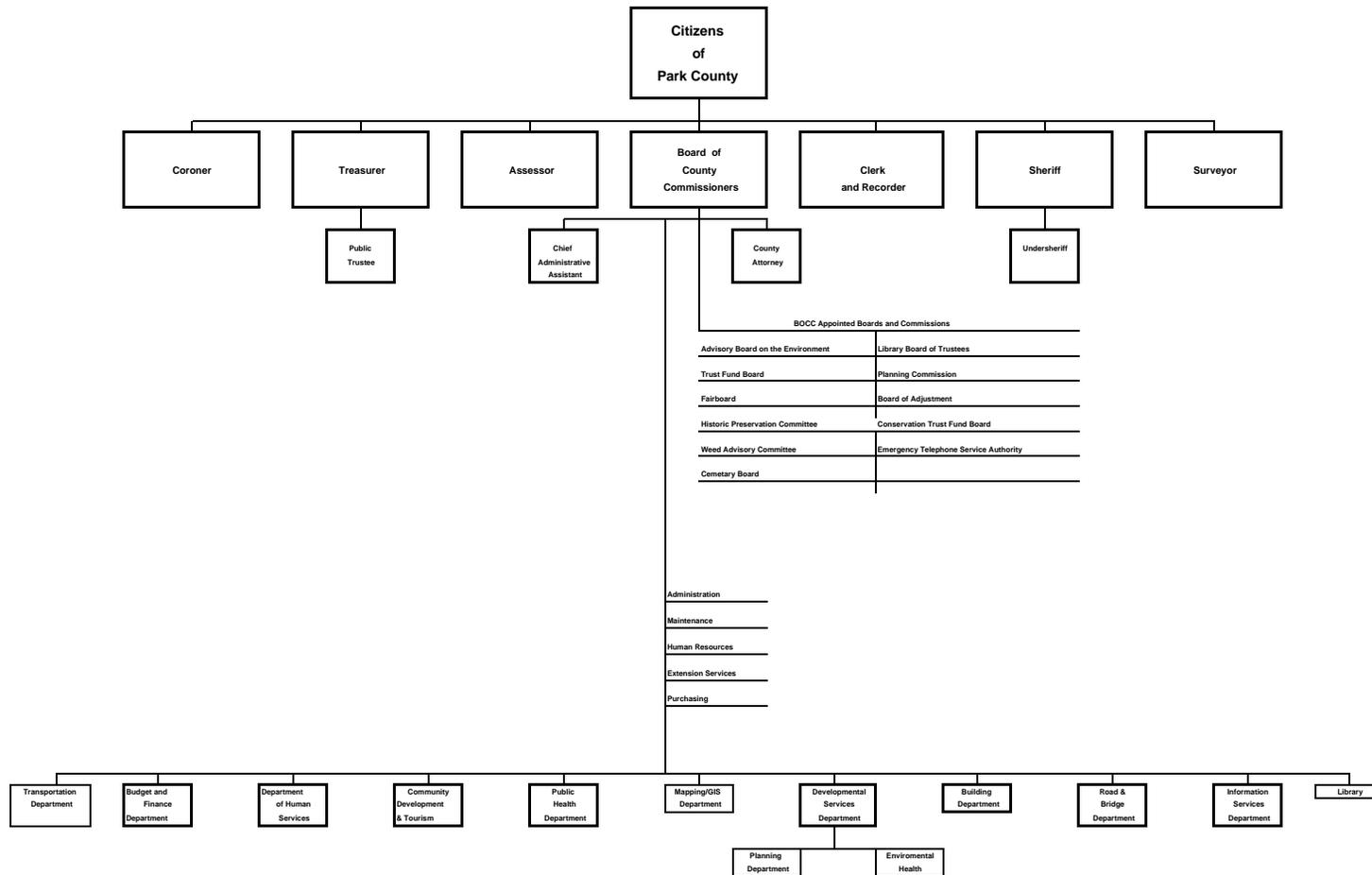
**Acknowledgements** – The preparation and completion of this report on a timely basis could not have been accomplished without the dedication and efficiency of the Counties Finance department. Special thanks to the independent certified public accounting firm John Cutler & Associates for their assistance and the professional manner in which they performed there audit engagement. I would like to also thank the Board of County Commissioners for their interest and support in planning and conducting the financial operations of the County in a responsible and progressive manner.

Respectfully submitted,



Kathy M. Boyce  
Finance Director

# Park County Government Organizational Chart



# PARK COUNTY, COLORADO

## Listing of Elected and Appointed Officials As of December 31, 2011

### ELECTED OFFICIALS:

#### BOARD OF COUNTY COMMISSIONERS

District I	John Tighe
District II	Richard Hodges
District III	Mark Dowaliby

ASSESSOR	David B. Wissel
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CLERK - RECORDER	Debra Green
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CORONER	Sharon R. Morris
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DISTRICT ATTORNEY	Thom LeDoux
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SHERIFF	Fred Wegener
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SURVEYOR	Jack L. Kirby
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TREASURER	Michelle Miller
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### APPOINTED OFFICIALS:

CHIEF ADMINISTRATIVE OFFICER	Sandy Berryman
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CHIEF BUILDING INSPECTOR	Greg Kimsey
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COUNTY ATTORNEY	Lee Phillips
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DIRECTOR, INFORMATION SERVICES	Sylvia Liles
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DIRECTOR, BUDGET AND FINANCE	Kathy Boyce
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DIRECTOR, HUMAN SERVICES	Mary Baydarian
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DIRECTOR, LIBRARIES	Patricia Chapman
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DIRECTOR, PUBLIC HEALTH	Robin Phillips
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DIRECTOR, ROAD AND BRIDGE	David Kintz, Sr.
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DIRECTOR, TOURISM AND COMMUNITY DEVELOPMENT	Gary E. Nichols
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# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Park County  
Colorado

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2010

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Linda C. Sandson*

President

*Jeffrey R. Emer*

Executive Director

## **FINANCIAL SECTION**



JOHN CUTLER  
& ASSOCIATES

To the Board of County Commissioners  
Park County, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Park County, Colorado, as of and for the year ended December 31, 2011, which collectively comprise the basic financial statements of the County, as listed in the table of contents. These financial statements are the responsibility of Park County, Colorado's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. And the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our 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 Park County, Colorado, as of December 31, 2011, and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 25, 2012, on our consideration of Park County, Colorado's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages B1-B8 and E1-E4 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Park County, Colorado's financial statements. The combining and individual fund schedules, the combining statements, the statement of changes in assets and liabilities, and schedule of expenditures of federal awards, as required by *Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations* (Circular A-133) are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The 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 combining and individual fund schedules, the combining statements, the statement of changes in assets and liabilities and the schedule of expenditure of federal awards are 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 Park County, Colorado's basic financial statements. The introductory section and statistical section are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

*John Cutler & Associates, LLC*

June 25, 2012

# **Park County, Colorado**

## **Management's Discussion and Analysis**

**December 31, 2011**

As management of Park County, Colorado (the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2011.

### **FINANCIAL HIGHLIGHTS**

- The assets of Park County exceeded its liabilities at the close of the most recent fiscal year by \$28,844,465 (net assets). Of this amount, \$15,679,415 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets increased by \$1,664,496. A large portion of this is due to a lease/purchase for Road & Bridge equipment, signed in December and unspent at the beginning of the year. As of the close of the current fiscal year, Park County governmental funds reported combined ending fund balances of \$15,047,260 an increase of \$435,665. Approximately \$8,701,859 is available for spending at the government's discretion (unassigned fund balance).
- At the end of the current year, unreserved fund balance for the General Fund was \$3,803,874 or 35% of total General Fund expenditures.

### **OVERVIEW of the FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components:

- 1) government-wide financial statements;
- 2) fund financial statements; and
- 3) notes to the financial statements.

This report also provides other supplementary information in addition to the financial statements themselves.

#### **General Purpose Financial Statements:**

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

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

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

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the County include general government, judicial, public safety, health and human services, auxiliary services, road and bridge, and culture and recreation.

The government-wide financial statements can be found on pages C1 and C2 of this report.

## **OVERVIEW of the FINANCIAL STATEMENTS (continued)**

### **Fund Financial Statements:**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, fiduciary funds and enterprise funds.

### **Governmental Funds:**

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. The County's major governmental funds include the General Fund, Road and Bridge Fund, and Human Services Fund. The County also reports a number of minor governmental funds. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. The Balance Sheet and the Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

### **General Fund:**

Administration of general County operations is accomplished through various departments within the General Fund. At the beginning of 2011, the fund balance was \$4,237,715; and at the end of 2011, the fund balance increased by \$335,011, resulting in a fund balance of \$4,572,726. Following is a listing of the General Fund departments listed by function.

#### **Administrative Operations:**

- The Commissioners' Office coordinates County operations, financial reporting and accounting, and budget preparation.
- The Commissioners' Attorney works under direction of the Commissioners.
- The Planning and Building Office monitors the change of land use within the County.
- The Assessor's Office appraises and assesses taxes for all property within the County.
- The Treasurer's Office collects taxes, fees and handles all County banking needs.
- The Clerk & Recorder's Office operates motor vehicle, recordings and runs all elections.
- The Maintenance department oversees maintenance and cleaning of County buildings.
- Finance, Purchasing and Human Resource departments administer personnel, payroll and financial support functions.

#### **Judicial:**

- The District Attorney's Office provides judicial services jointly with other counties within the district.

#### **Public Safety:**

- The Sheriff's department, County Jail, Coroner's Office, Emergency Communication Center, Emergency Management and Animal Control provide public safety.

#### **Health and Hospitals:**

- The County's Public Health department provides services for pregnant mothers, newborn babies, and vaccinations for Park County residents.
- The Environmental Health department provides restaurant, groundwater and septic permits and inspections.
- Pikes Peak Mental Health provides mental health counseling and services to Park County and other counties.

## **OVERVIEW of the FINANCIAL STATEMENTS (continued)**

### **Governmental Funds (continued):**

#### **General Fund (continued):**

##### Community Auxiliary Services:

- The Park County Fair is held annually during the month of July, under direction of the Park County Commissioners through the Park County Fair Board.
- The County provides office space and funding to South Park Senior Coalition to assist seniors in the County.
- Economic Development provides assistance to retain current businesses and assists in attracting new business into the County. This department also handles tourism requests.
- The Veterans' Office assists veterans living in the County.
- The County provides the communications network and dispatch services for most County entities including fire, local police and ambulance communications.
- The Historic Preservation and National Heritage Area preserve local Historical Properties.

##### Intergovernmental Co-operation:

- The County, in partnership with Teller County provides a Weed Management program.

#### **Special Revenue Funds:**

The County's special revenue funds account for specific revenues that are legally restricted to expenditure for a particular purpose. The County's special revenue funds include the Road and Bridge Fund, Human Services Fund, Conservation Trust Fund, Capital Projects Fund, Grant Fund, Library Fund, E-911 Fund, 1041 Fee Fund, Employee Retirement Fund and Sales Tax Trust Fund.

At the beginning of 2011, the County's special revenue funds had aggregate fund balances of \$9,394,694 and ended the year with fund balances totaling \$9,492,561; a increase of \$97,867. Decreases of \$695,177 in Capital Projects fund and \$135,246 in E-911 fund from the completion of the communications building project in 2011 were offset by the increase in the Road and Bridge Fund due to the unspent lease proceeds received in late 2011.

#### **Fiduciary Funds:**

##### **Agency Funds:**

The County Treasurer holds cash and investments as an agent for other governments, as well as for County funds. Agency funds held by the County Treasurer on behalf of other governments totaled \$725,310 at the end of 2011.

#### **Schedules and Notes to the Financial Statements:**

- The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The Notes to the Financial Statements can be found on pages D1 through D16 of this report.
- The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages F1 through F13.
- The Local Highway Finance Report on pages G1 and G2 is submitted to the State of Colorado and reflects the County's receipts and disbursements for road and street purposes during the year.
- In connection with the receipt and expenditure of Federal-source funds, the County must comply with certain requirements detailed in Circular A-133 Compliance Supplement issued by the U.S. Office of Management and Budget. The auditor's reports on the County's internal controls over such monies and compliance with those requirements are included on pages H1 through H6, together with a summary of all Federal-source expenditures for 2011 on page H8.

## FINANCIAL ANALYSIS

The County uses fund accounting to ensure compliance with finance-related legal requirements. The County adopts an annually appropriated budget for each of its funds. Budgetary comparison statements have been provided to demonstrate compliance.

### Government-wide Financial Analysis:

As previously mentioned, the government-wide financial statements are designed to provide readers with a broad overview and long-term analysis of the County's finances, in a manner similar to a private-sector business.

The following schedule summarizes the County's net assets at the end of 2011:

#### Park County's Net Assets at December 31, 2011

	Governmental Activities		Business-type Activities	
	2011	2010	2011	2010
<b>Assets:</b>				
Current and other assets	\$ 25,733,354	\$ 24,672,284	\$ 19,921	\$ 45,699
Capital assets, net of accumulated depreciation	18,508,637	16,743,938	0	0
<b>Total Assets</b>	<b>44,241,991</b>	<b>41,416,222</b>	<b>19,921</b>	<b>45,699</b>
<b>Liabilities:</b>				
Current liabilities	9,448,196	9,041,504	101	253
Long-term debt	5,828,927	5,240,195	0	0
<b>Total Liabilities</b>	<b>15,277,123</b>	<b>14,281,699</b>	<b>101</b>	<b>253</b>
<b>Net Assets (restated)</b>				
Invested in capital assets, net of related debt	12,679,710	12,064,606	0	0
Restricted for emergencies	485,340	532,550	0	0
Unrestricted	15,659,595	14,537,367	19,820	45,446
<b>Total Net Assets</b>	<b>\$ 28,824,645</b>	<b>\$ 27,134,523</b>	<b>\$ 19,820</b>	<b>\$ 45,446</b>

Traditionally, a government's largest investment is in its capital assets: land, building, equipment, machinery, and specialized tools which are necessary to deliver and/or provide services to its residents and customers. Because capital assets may not be quickly converted to cash, these assets are not an available source of funding for future spending. Park County's capital assets account for 41% of its total assets at the end of 2011.

At the end of the 2011 fiscal year, the County's net assets totaled \$28,844,465; an increase of \$1,664,496 over the prior year balance. This increase is partially attributable to equipment and land purchased in 2011 and overall expenses being less than anticipated. Restricted net assets totaling \$485,340, or approximately 3% of fiscal spending, has been reserved for emergencies in accordance with the Taxpayer's Bill of Rights ("TABOR") requirements for local governments. \$12,679,710 or 44% of total net assets represents the County's "equity" in capital assets (i.e., cost of capital assets, less accumulated depreciation and debt incurred to acquire those capital assets). 54% of the County's net assets are unrestricted and available to fund future government operations.

**FINANCIAL ANALYSIS (continued)**

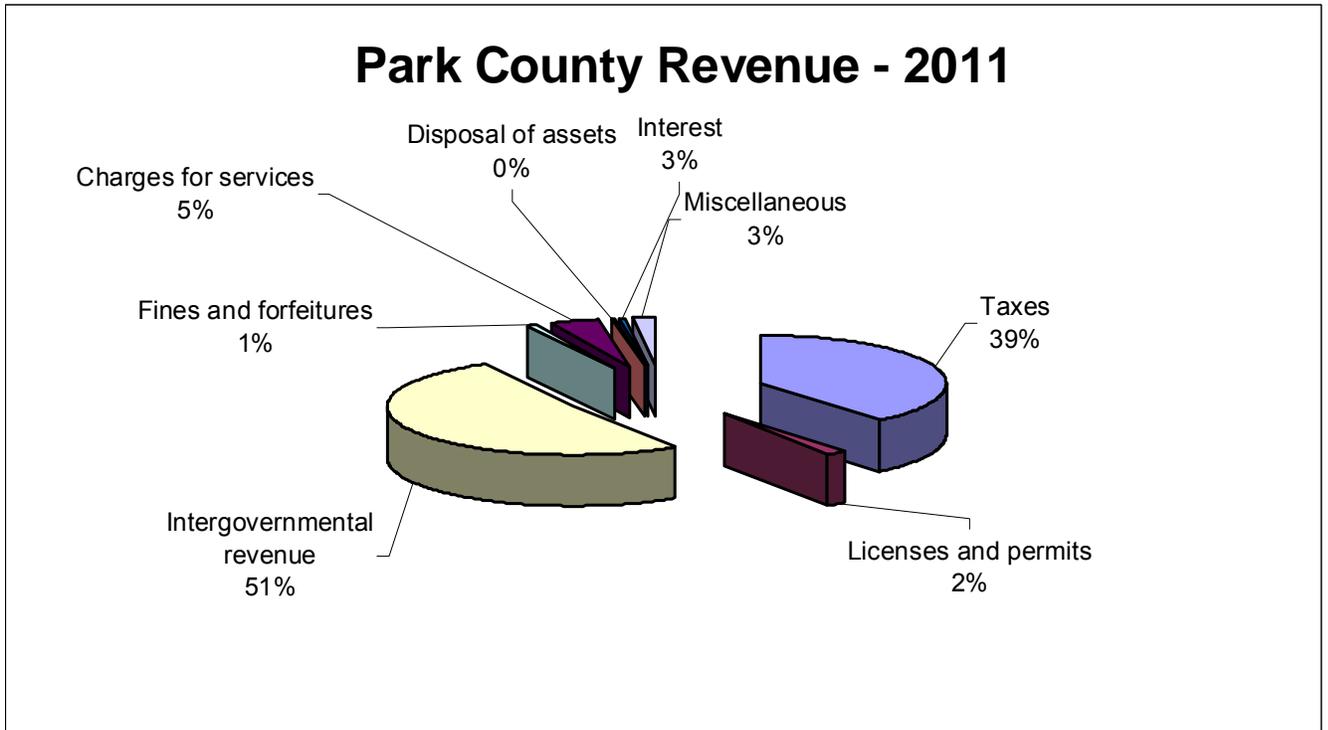
**Government-wide Financial Analysis (continued):**

The following schedule summarizes the changes in the County's net assets during 2011:

**Park County's Change in Net Assets**

	Governmental		Business-type	
	Activities		Activities	
	2011	2010	2011	2010
<b>Revenues:</b>				
Program revenues:				
Charges for services	1,604,284	1,774,878	40,036	42,948
Operating grants and contributions	9,000,406	12,242,144	0	0
Capital grants and contributions	1,778,032	2,140,000	0	0
General revenues:				
Property taxes	7,662,287	7,393,913	0	0
Other taxes, interest and other revenue	3,627,751	1,953,045	0	0
<b>Total Revenues</b>	<b>23,672,760</b>	<b>25,503,980</b>	<b>40,036</b>	<b>42,948</b>
<b>Expenses</b>				
General government	4,953,117	5,326,666	0	0
Health and welfare	4,546,267	4,414,550	0	0
Public safety	5,378,143	5,372,859	0	0
Culture and recreation	922,061	1,001,112	65,662	52,545
Judicial	300,865	303,087	0	0
Public works	5,716,486	5,265,941	0	0
Interest on long-term debt	165,699	230,137	0	0
<b>Total Expenses</b>	<b>21,982,638</b>	<b>21,914,352</b>	<b>65,662</b>	<b>52,545</b>
<b>Change in Net Assets</b>	<b>1,690,122</b>	<b>3,589,628</b>	<b>-25,626</b>	<b>-9,597</b>
<b>Net Assets - January 1</b>	<b>27,134,523</b>	<b>23,544,895</b>	<b>45,446</b>	<b>55,043</b>
<b>Net Assets - December 31</b>	<b>28,824,645</b>	<b>27,134,523</b>	<b>19,820</b>	<b>45,446</b>

The following graph illustrates the County's 2011 revenue sources:

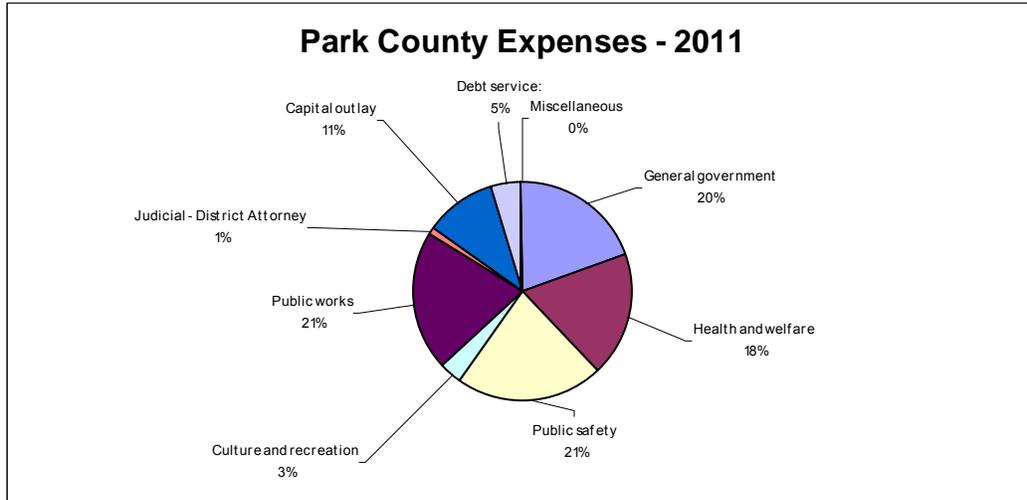


## FINANCIAL ANALYSIS (continued)

### Government-wide Financial Analysis (continued):

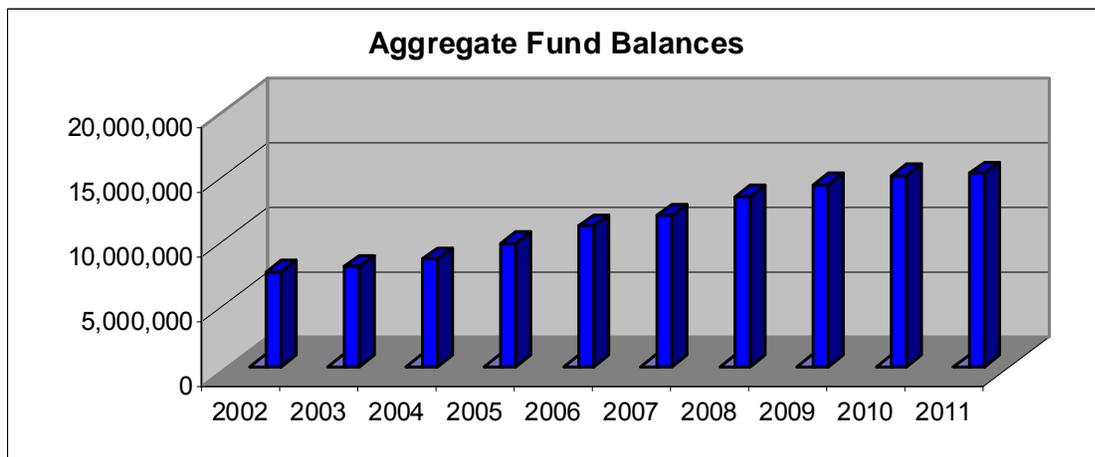
For 2011, the County increased funding to allow for the purchase of supplies, equipment, vehicles, and manpower to various departments of the governmental activities to enhance quality services.

The following graph depicts the County's 2011 expenses:



### Fund Financial Analysis:

The graphic below shows the County's actual total fund balances for fiscal years 2002 through 2011.



Aggregate fund balances at year-end showed an increase of \$435,655 due to a Road & Bridge lease/purchase that was booked in 2011 but unspent at year end.

General fund balance increased \$335,011 in 2011 due to vacancy savings in several management positions.

Human Services fund balance showed an increase of \$60,992 because federal and state reimbursements covered 91% of services and County funds covered 9%.

## **FINANCIAL ANALYSIS (continued)**

Capital Projects fund decreased the fund balance in 2011 by \$695,176 due to completion of the communications building in 2011.

### **Budget Variances and Amendments:**

The County was required to amend the budgets of several funds for the current fiscal year, in order to ensure that expenditures did not exceed appropriations and to comply with State budget statutes. The more significant of these budget amendments were as follows:

- General Fund departments received budgetary increases totaling \$599,613 to cover general operating expenditures in excess of originally budgeted amount. These increases included a capital expense for a property to house our maintenance department. Additional transfers of \$229,800 from the General Fund to the capital fund to prepare for future projects.
- The Grant fund received budgetary increases totaling \$540,960 to compensate for increased grants received.
- The Self-Insurance Fund received an increase of \$100,000 to the budget due to higher insurance claims than anticipated.

### **Capital Assets and Debt Administration:**

#### Capital Assets

The County's investment in capital assets for its governmental activities as of December 31, 2011, amounts to \$18,508,637. This is an increase of \$1,764,699 from the prior year. The main reason for the increase was the capital outlay of \$2,987,778 exceeded the depreciation expense of \$1,195,195. Additional information on the County's capital assets can be found in Note 4 of the Notes to Financial Statements.

#### Long-Term Debt

As of the end of the current fiscal year, the County's long-term debt had increased by \$588,732 due to yearly payments being made on the current debt and a new lease/purchase agreement for \$1.2 million signed in December 2011 for Road & Bridge equipment.

Additional information on the County's long-term debt can be found in Note 4 of the Notes to Financial Statements.

### **Next Year's Budget and Rates:**

The County's General Fund balance at the end of fiscal year 2011 was \$4,572,726. A reserve is considered necessary to start the year and provide basic services to the residents of and visitors to Park County. An adequate reserve at the year-end on which to operate a minimum of three months or 25% is considered necessary, as the majority of the property tax revenue is not received until April of each year. At the end of 2011, the County's General Fund balance approximated 41% of actual 2011 General Fund expenditures.

At the end of the 2011 fiscal year, unassigned fund balances in the General Fund was \$3,803,874. Park County has appropriated \$864,315 from this fund for spending in the 2011 fiscal year budget.

### **Request for Information**

This financial report is designed to provide a general overview of the County's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Park County Finance Department, P.O. Box 1373, Fairplay, Colorado 80440.

## **BASIC FINANCIAL STATEMENTS**

**Park County, Colorado**  
**Statement of Net Assets**  
**December 31, 2011**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>Assets:</b>			
Cash and investments - Unrestricted	\$ 14,309,433	\$ 19,921	\$ 14,329,354
Cash and investments - Restricted	1,433,452	-	1,433,452
Receivables, net:			
Taxes	7,745,808	-	7,745,808
Intergovernmental	564	-	564
Accounts	1,800,929	-	1,800,929
Other	60	-	60
Inventories, at cost	69,436	-	69,436
Prepaid expenses	167,156	-	167,156
Deferred bond issuance costs, net	77,395	-	77,395
Deferred bond refunding costs, net	129,121	-	129,121
Capital assets, not depreciated	4,995,806	-	4,995,806
Capital assets, depreciated, net of accumulated depreciation	13,512,831	-	13,512,831
<b>Total assets</b>	<b>44,241,991</b>	<b>19,921</b>	<b>44,261,912</b>
<b>Liabilities:</b>			
Accounts/vouchers payable	1,354,181	101	1,354,282
Accrued interest and expenses	182,081	-	182,081
Due to Other Governments	140,223	-	140,223
Deferred property taxes	7,911,934	-	7,911,934
Debt obligations:			
Due within one year	1,572,083	-	1,572,083
Due in more than one year	4,256,844	-	4,256,844
<b>Total liabilities</b>	<b>15,417,346</b>	<b>101</b>	<b>15,417,447</b>
<b>Net Assets:</b>			
Invested in capital assets, net of related debt	12,679,710	-	12,679,710
Restricted for emergencies	485,340	-	485,340
Unrestricted	15,659,595	19,820	15,679,415
<b>Total Net Assets</b>	<b>28,824,645</b>	<b>19,820</b>	<b>28,844,465</b>

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

**Park County, Colorado**  
**Statement of Activities**  
**For the Year Ended December 31, 2011**

<b>Functions/Programs:</b>	<b>Expenses</b>	<b>Program Revenues</b>			<b>Net (Expense) Revenue and Change in Net Assets</b>		
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Primary Government</b>							
<b>Governmental activities:</b>							
General government	\$ 4,953,117	\$ 1,193,756	\$ 213,658	\$ 90,000	\$ (3,455,703)	\$ -	\$ (3,455,703)
Health and welfare	4,546,267	72,984	3,579,147	-	(894,136)	-	(894,136)
Public safety	5,378,143	298,858	87,690	1,473,144	(3,518,451)	-	(3,518,451)
Culture and recreation	922,061	5,841	228,154	214,888	(473,178)	-	(473,178)
Public works	5,716,486	32,845	4,871,757	-	(811,884)	-	(811,884)
Judicial - District Attorney	300,865	-	20,000	-	(280,865)	-	(280,865)
Interest on long-term debt	165,699	-	-	-	(165,699)	-	(165,699)
<b>Total Governmental activities</b>	21,982,638	1,604,284	9,000,406	1,778,032	(9,599,916)	-	(9,599,916)
<b>Business-type activities:</b>							
Recreation	65,662	40,036	-	-	-	(25,626)	(25,626)
<b>Total Primary Government</b>	\$ 22,048,300	\$ 1,644,320	\$ 9,000,406	\$ 1,778,032	(9,599,916)	(25,626)	(9,625,542)
<b>General revenues:</b>							
Taxes:							
Property taxes					7,662,287	-	7,662,287
Specific ownership taxes					735,993	-	735,993
Sales taxes					531,304	-	531,304
Other taxes					1,680,892	-	1,680,892
Investment earnings					162,560	-	162,560
Miscellaneous					455,288	-	455,288
SPECIAL ITEM: Sale of assets					61,714	-	61,714
<b>Total general revenues and transfers</b>					11,290,038	-	11,290,038
<b>Change in Net Assets</b>					1,690,122	(25,626)	1,664,496
<b>Net Assets - January 1</b>					27,134,523	45,446	27,179,969
<b>Net Assets - December 31</b>					\$ 28,824,645	\$ 19,820	\$ 28,844,465

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

**Park County, Colorado  
Balance Sheets  
Governmental Funds  
December 31, 2011**

	<u>General Fund</u>	<u>Road and Bridge Fund</u>	<u>Human Services Fund</u>	<u>Non-major Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets:</b>					
Cash and investments - Unrestricted	4,386,275	3,674,655	1,281,365	4,018,698	13,360,993
Cash and investments - Restricted	-	1,200,000		233,452	1,433,452
Accounts receivable	241,200	214,881	335,020	1,009,828	1,800,929
Due from other governments	-	-	564	-	564
Due from other funds	266,668	-	-	-	266,668
Interest receivable	60	-	-	-	60
Prepaid items	42,312	-	-	44	42,356
Inventory	-	69,436	-	-	69,436
Property taxes receivable	7,184,415	237,072	324,321	-	7,745,808
<b>Total assets</b>	<u>\$ 12,120,930</u>	<u>\$ 5,396,044</u>	<u>\$ 1,941,270</u>	<u>\$ 5,262,022</u>	<u>\$ 24,720,266</u>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities:</b>					
Accounts/vouchers payable	\$ 363,789	\$ 191,551	\$ 378,243	\$ 420,598	\$ 1,354,181
Due to other funds	-	-	-	266,668	266,668
Due to other governments	-	-	-	140,223	140,223
Deferred property taxes not collectible until subsequent year	-	-	-	-	-
	7,184,415	237,072	324,321	166,126	7,911,934
<b>Total liabilities</b>	<u>7,548,204</u>	<u>428,623</u>	<u>702,564</u>	<u>993,615</u>	<u>9,673,006</u>
<b>Fund balances:</b>					
Non-Spendable	283,512	69,436	-	44	352,992
Restricted	485,340	-	-	2,916,910	3,402,250
Committed	-	-	1,238,706	45,393	1,284,099
Assigned	-	-	-	1,306,060	1,306,060
Unassigned	3,803,874	4,897,985	-	-	8,701,859
<b>Total fund balances</b>	<u>4,572,726</u>	<u>4,967,421</u>	<u>1,238,706</u>	<u>4,268,407</u>	<u>15,047,260</u>
<b>Total liabilities and fund balances</b>	<u>\$ 12,120,930</u>	<u>\$ 5,396,044</u>	<u>\$ 1,941,270</u>	<u>\$ 5,262,022</u>	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	18,508,637
Internal service funds are used by management to charge the costs of health insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.	898,982
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. These include bonds payable (\$1,595,000), Certificates of Participation (\$1,100,000) Capital Leases (\$2,665,547), Compensated Absences (\$468,380), Bond Issue Costs \$77,395, Deferred Debt Refunding Costs \$129,121, and Accrued Interest (\$7,823).	<u>(5,630,234)</u>

**Net assets of governmental activities** \$ 28,824,645

**Park County, Colorado**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended December 31, 2011**

	General Fund	Road and Bridge Fund	Human Services Fund	Non-major Funds	Total Governmental Funds
<b>Revenues:</b>					
Taxes	\$ 7,707,740	\$ 242,843	\$ 358,043	\$ 911,824	\$ 9,220,450
Licenses and permits	387,778	32,845	-	-	420,623
Intergovernmental revenue	2,960,010	4,871,758	3,396,270	940,433	12,168,471
Fines and forfeitures	232,058	-	-	-	232,058
Charges for services	951,603	-	-	-	951,603
Disposal of assets	21,017	14,295	-	26,402	61,714
Interest	159,485	-	-	3,075	162,560
Miscellaneous	154,667	66,679	37,392	196,550	455,288
<b>Total revenues</b>	<u>12,574,358</u>	<u>5,228,420</u>	<u>3,791,705</u>	<u>2,078,284</u>	<u>23,672,767</u>
<b>Expenditures:</b>					
General government	4,735,807	-	-	274,889	5,010,696
Health and welfare	365,437	-	3,714,639	454,013	4,534,089
Public safety	4,698,324	-	-	449,124	5,147,448
Culture and recreation	460,689	-	-	410,079	870,768
Public works	433	5,179,823	-	-	5,180,256
Judicial - District Attorney	300,865	-	-	-	300,865
Capital outlay	368,653	65,969	16,074	2,256,655	2,707,351
Debt service:					
Principal	-	488,988	-	729,797	1,218,785
Interest	-	42,007	-	124,929	166,936
Miscellaneous	-	-	-	(92)	(92)
<b>Total expenditures</b>	<u>10,930,208</u>	<u>5,776,787</u>	<u>3,730,713</u>	<u>4,699,394</u>	<u>25,137,102</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>1,644,150</u>	<u>(548,367)</u>	<u>60,992</u>	<u>(2,621,110)</u>	<u>(1,464,335)</u>
<b>Other financing sources (uses):</b>					
Issuance of Debt	-	1,200,000	-	700,000	1,900,000
Transfers in from other funds	-	-	-	1,309,139	1,309,139
Transfers (out) to other funds	(1,309,139)	-	-	-	(1,309,139)
<b>Total other financing sources (uses)</b>	<u>(1,309,139)</u>	<u>1,200,000</u>	<u>-</u>	<u>2,009,139</u>	<u>1,900,000</u>
<b>Net change in fund balances</b>	335,011	651,633	60,992	(611,971)	435,665
<b>Fund balances - January 1</b>	<u>4,237,715</u>	<u>4,315,788</u>	<u>1,177,714</u>	<u>4,880,378</u>	<u>14,611,595</u>
<b>Fund balances - December 31</b>	<u>\$ 4,572,726</u>	<u>\$ 4,967,421</u>	<u>\$ 1,238,706</u>	<u>\$ 4,268,407</u>	<u>\$ 15,047,260</u>

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

PARK COUNTY, COLORADO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
Year Ended December 31, 2011

Amounts Reported for Governmental Activities in the Statement of Activities  
are Different Because:

Net Changes in Fund Balances - Total Governmental Funds	\$ 435,665
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay \$2,987,778, exceeded depreciation (\$1,195,105) and the disposal of assets, (\$27,974), in the current period.	1,764,699
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. These include payments on bonds of \$295,000, Certificates of Participation \$200,000, Capital Leases \$723,785, and Change in Accrued Compensated Absences of \$92,490.	1,311,275
Some expenses reported in the statement of activities do not require the use of current resources and therefore are not reported as expenditures in governmental funds. These amortization of bond issue costs \$19,350, amortization of bond refunding costs \$32,279 and change in accrued interest (\$1,230).	(50,399)
The issuance of long-term debt (capital leases) provides current financial resources to the governmental funds, but do not have any effect on net assets.	(1,900,000)
The Internal service fund is used by management to charge the cost of health insurance to individual funds. The net revenue (expense) of the internal service fund is reported with governmental activities.	<u>128,882</u>
Change in Net Assets of Governmental Activities	<u>\$ 1,690,122</u>

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

**Park County, Colorado  
Statement of Net Assets  
Proprietary Funds  
December 31, 2011**

	<b>Business-type Activities - Enterprise Fund</b>	<b>Governmental Activities - Internal Service Fund</b>
<b>Assets:</b>		
Cash and cash equivalents	\$ 19,921	\$ 948,440
Prepaid expenses	-	124,800
<b>Total assets</b>	<b>19,921</b>	<b>1,073,240</b>
<b>Liabilities:</b>		
Accounts payable and accrued liabilities	101	174,258
<b>Total liabilities</b>	<b>101</b>	<b>174,258</b>
<b>Net assets:</b>		
Unrestricted	19,820	898,982
<b>Total Net assets</b>	<b>\$ 19,921</b>	<b>\$ 1,073,240</b>

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

**Park County, Colorado**  
**Statement of Revenues, Expenses and Changes in Net Assets**  
**Proprietary Funds**  
**For the Year Ended December 31, 2011**

	<b>Business-type Activities - Enterprise Fund</b>	<b>Governmental Activities - Internal Service Fund</b>
<b>Revenues:</b>		
Contributions	\$ -	\$ 2,390,986
Fee revenue	40,036	-
<b>Total revenues</b>	40,036	2,390,986
<b>Expenses:</b>		
Culture and recreation	\$ 65,662	\$ -
Claims and administration	-	2,262,913
<b>Total expenses</b>	65,662	2,262,913
<b>Operating income (loss)</b>	(25,626)	128,073
<b>Non-operating revenues:</b>		
Interest	-	809
<b>Total non-operating revenues</b>	-	809
<b>Change in net assets</b>	(25,626)	128,882
<b>Net assets - January 1</b>	45,446	770,100
<b>Net assets - December 31</b>	\$ 19,820	\$ 898,982

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

**Park County, Colorado**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended December 31, 2011**

	<b>Business-type Activities - Enterprise Fund</b>	<b>Governmental Activities - Internal Service Fund</b>
<b>Cash flows from operating activities:</b>		
Cash received from customers	\$ 40,036	\$ 2,390,986
Cash paid for goods and services	(65,814)	(2,363,803)
<b>Net cash provided by operating activities</b>	<b>(25,778)</b>	<b>27,183</b>
<b>Cash flows from investing activities:</b>		
Interest received	-	809
<b>Net cash provided by investing activities</b>	<b>-</b>	<b>809</b>
<b>Net increase in cash and cash equivalents</b>	(25,778)	27,992
<b>Cash and cash equivalents - January 1</b>	<b>45,699</b>	<b>920,448</b>
<b>Cash and cash equivalents - December 31</b>	<b>\$ 19,921</b>	<b>\$ 948,440</b>
 <b>Reconciliation of operating income (loss) to Net cash provided by operating activities:</b>		
Operating income (loss)	\$ (25,626)	\$ 128,073
 <b>Adjustments to reconcile operating income (loss) to net cash provided by operating activities:</b>		
Decrease (increase) in prepaid expenses	-	(124,800)
Increase (decrease) in accounts payable and accrued liabilities	(152)	23,910
<b>Total adjustments</b>	<b>(152)</b>	<b>(100,890)</b>
<b>Net cash provided by operating activities</b>	<b>\$ (25,778)</b>	<b>\$ 27,183</b>

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

Park County, Colorado

STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUND  
December 31, 2011

	<u>Agency Fund</u>
<b>Assets</b>	
Cash and investments	\$ 911,281
<b>Liabilities</b>	
Due to other governmental agencies	\$ 725,310
Held by Public Trustee	<u>185,971</u>
<b>Total liabilities</b>	<u>\$ 911,281</u>

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

PARK COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2011

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Park County, Colorado (the "County") is a political subdivision organized under the statutes of the State of Colorado. A three-member Board of Commissioners is responsible for setting policy, appointing administrative personnel and the adoption of an annual budget in accordance with state statutes.

The accounting policies of the County conform to generally accepted accounting principles as applicable to governments. Following is a summary of the more significant policies.

**Reporting Entity**

In accordance with governmental accounting standards, the County has considered the possibility of inclusion of additional entities in its financial statements.

The definition of the reporting entity is based primarily on financial accountability. The County is financially accountable for organizations that make up its legal entity. It is also financially accountable for legally separate organizations if County officials appoint a voting majority of the organizations governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the County. The County may also be financially accountable for organizations that are fiscally dependent upon it.

Based on the criteria above, the County is not financially accountable for any other entity and therefore does not include additional organizations in its reporting entity.

**Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the County. For the most part, the effect of interfund activity has been removed from these statements. However, the effect of interfund services provided and used is not eliminated in the statement of activities. *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 the given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

PARK COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2011

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**Government-Wide and Fund Financial Statements** (Continued)

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

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

Governmental fund financial statements are reported using the current *financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. 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.

Property taxes, specific ownership taxes, grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County.

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, are recorded only when payment is due.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary (enterprise) fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

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

PARK COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2011

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation**  
(Continued)

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

In the fund financial statements, the County reports the following major governmental funds:

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

The *Road and Bridge Fund* accounts for the County's share of State revenues that are legally restricted for the maintenance of highways and roads within the County's boundaries and to account for property taxes and other revenues restricted for highway and road purposes.

The *Human Services Fund* administers the County's State and Federal revenues that are restricted for providing of health and human services to the residents of the County.

Additionally, the County reports the following non-major fund types:

The *Recreation Enterprise Fund* accounts for the financial activities associated with the County's recreational fishing program.

The *Internal Service Fund* is used to account for the partially self-insured health insurance program for County employees. These services are provided to other County funds and departments on a cost reimbursement basis.

*Agency Funds* are used to account for the collection and distribution of property and other taxes between the County's funds and other governments and agencies. Agency Funds are also used to account for the activities of the County's Public Trustee and segregate these activities into a separate fund as required by state statutes.

PARK COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2011

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**Cash and Investments**

Cash equivalents include investments with original maturities of three months or less.

Investments are recorded at fair value.

**Receivables**

Receivables are reported net of an allowance for uncollectible accounts.

**Inventories**

Inventories consist of supplies for the County's use are carried at cost using the first-in, first-out method. Inventories are reported net of an allowance for obsolescence.

**Capital Assets**

Capital assets, which include property and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Property and equipment of the County is depreciated using the straight line method over the following estimated useful lives:

Land Improvements	15 years
Buildings and Improvements	20 - 40 years
Roads	50 years
Equipment	3 - 10 years
Vehicles	5 years

**Compensated Absences**

Employees of the County are allowed to accumulate unused vacation time at the rate of 8 hours per month for zero to five years of service, 12 hours per month for six to fourteen years of service and 16 hours a month for fifteen or more years of service. An employee can carry over a maximum of their annual amount. These maximums are 96 hours, 144 hours and 192 hours for the three levels of experience as noted above.

Employees accrue paid sick leave at the rate of 8 hours per month. They may accrue a maximum of 480 hours. As sick leave does not vest, no liability is recorded.

PARK COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2011

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**Compensated Absences** (Continued)

These compensated absences are recognized as current salary costs when earned in the proprietary fund types and when due in the governmental fund types. A long-term liability has been recorded in the government-wide financial statements for the accrued compensated absences.

**Long-Term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net assets. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**Fund Balance Classification**

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- *Nonspendable* – This classification includes amounts that cannot be spent because they are either not in a spendable form (such as inventories and prepaid amounts) or are legally or contractually required to be maintained intact.
- *Restricted* – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The County has classified Emergency Reserves as being restricted because their use is restricted by State Statute for declared emergencies. The County has classified the balances of the *Conservation Trust Fund*, the *Sheriff's Seizure and Program Fund*, and the *E-911 Authority Fund* as restricted because their use is restricted by State Statute. The County has classified the *Sales Tax Trust Fund* as restricted because its use is restricted through voter approval and the *Debt Service Fund* balance is restricted for the repayment of long-term debt.

PARK COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2011

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**Fund Balance Classification** (Continued)

- *Committed* – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Directors. These amounts cannot be used for any other purpose unless the Board of Directors removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The County has classified the *1041 Fee Fund* as committed as of December 31, 2011.
- *Assigned* – This classification includes amounts the government intends to use for specific purposes that do not meet the criteria to be classified as restricted or committed. The County has classified the fund balance of the *Employee Retirement Fund* as assigned as of December 31, 2011.
- *Unassigned* – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

The County would typically use Restricted fund balances first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned.

**Property Taxes**

Property taxes are levied on or before December 15 and attach as an enforceable lien on property on January 1. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County Treasurer's office collects property taxes and remits to them on a monthly basis. Unpaid amounts and the accrued interest thereon become delinquent on June 16.

Since property tax revenues are collected in arrears during the succeeding year, a receivable and corresponding deferred revenue are recorded at December 31. As the tax is collected in the succeeding year, the deferred revenue is recognized as revenue and the receivable is reduced.

**Comparative Data**

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the County's financial position and operations. However, complete comparative data in accordance with generally accepted accounting principles has not been presented since its inclusion would make the financial statements unduly complex and difficult to read.

PARK COUNTY, COLORADO  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2011

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Comparative Data (Continued)**

Data in these columns do not present financial position or results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**NOTE 2: CASH AND INVESTMENTS**

A summary of the primary government cash and investments as of December 31, 2011 follows:

Petty Cash	\$ 3,135
Cash Deposits	5,184,987
Investments	<u>11,485,965</u>
<b>Total</b>	<b><u>\$ 16,674,087</u></b>

The above amounts are classified in the financial statements as follows:

Governmental activities – unrestricted	\$ 14,309,433
Governmental activities – restricted	1,433,452
Business-type activities	19,921
Agency Fund	<u>911,281</u>
<b>Total</b>	<b><u>\$ 16,674,087</u></b>

**Deposits**

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. At December 31, 2011, State regulatory commissioners have indicated that all financial institutions holding deposits for the County are eligible public depositories. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all the uninsured public deposits as a group. The fair value of the collateral must be at least equal to 102% of the uninsured deposits. The County has no policy regarding custodial credit risk for deposits.

PARK COUNTY, COLORADO  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2011

**NOTE 2: CASH AND INVESTMENTS** (Continued)

**Deposits** (Continued)

At December 31, 2011, the County had deposits with financial institutions with a carrying amount of \$5,184,987. The bank balances with the financial institutions were \$5,006,758. Of these balances, \$1,096,958 was covered by federal depository insurance and \$3,909,800 was covered by collateral held by authorized escrow agents in the financial institutions name (PDPA).

**Investments**

As of December 31, 2011, the County has the following investments:

	<u>Investment Maturity (Years)</u>		
	<u>Fair Value</u>	<u>Less than One Year</u>	<u>1-5 Years</u>
Government Agencies	\$ 4,560,000	\$ -	\$ 4,560,000
Colotrust	6,925,965	6,925,965	-
	<b><u>\$ 11,485,965</u></b>	<b><u>\$ 6,925,965</u></b>	<b><u>\$ 4,560,000</u></b>

Interest Rate Risk

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

Credit Risk

Colorado statutes specify in which instruments the units of local government may invest which includes:

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

The above investments are authorized for all funds and fund types used by Colorado governments. The Government Agency securities have a rating of AA+ from Standard and Poor. The County has no formal policy for managing credit risk.

PARK COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2011

**NOTE 2: CASH AND INVESTMENTS** (Continued)

**Investments** (Continued)

The County had invested \$6,925,965 in the Colorado Government Liquid Asset Trust and Colorado Surplus Asset Fund Trust (COLOTRUST and CSAFE); investment vehicles established for local government entities in Colorado to pool surplus funds and are registered with the State Securities Commissioner. The Funds operate similarly to a money market fund and each share is equal in value to \$1.00. Investments consist of U.S. Treasury and U.S. Agency securities and repurchase agreements collateralized by U.S. Treasury and U.S. Agency securities.

A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the entities. Colostrust is rated AAAM from Standard and Poor.

**Restricted Cash**

Cash in the amount of \$233,453 is restricted in the Debt Service Fund as a required reserve for the County's 2004 Certificates of Participation. Cash in the amount of \$1,200,000 is restricted in the Road and Bridge Fund for the purchase of equipment acquired under a capital lease.

**NOTE 3: CAPITAL ASSETS**

Capital assets activity for the year ended December 31, 2011 is summarized below:

	Balances <u>12/31/10</u>	<u>Additions</u>	<u>Deletions</u>	Balances <u>12/31/11</u>
<b>Governmental Activities</b>				
Capital Assets, not depreciated				
Land and Easements	\$ 5,009,597	\$ -	\$ 13,791	\$ 4,995,806
Capital Assets, depreciated				
Roads	746,481	-	-	746,481
Buildings and Improvements	13,976,441	2,631,890	-	16,608,331
Equipment	4,181,677	46,271	-	4,227,948
Vehicles	12,906,876	309,617	53,136	13,163,357
Total Capital Assets, depreciated	<u>31,811,475</u>	<u>2,987,778</u>	<u>53,136</u>	<u>34,746,117</u>
Less Accumulated Depreciation				
Roads	147,228	14,929	-	162,157
Buildings and Improvements	7,482,803	333,374	-	7,816,177
Equipment	1,278,699	622,045	-	1,900,744
Vehicles	11,168,404	224,757	38,953	11,354,208
Total Accumulated Depreciation	<u>20,077,134</u>	<u>1,195,105</u>	<u>38,953</u>	<u>21,233,286</u>
Total Capital Assets, depreciated, net	11,734,341	1,792,673	14,183	13,512,831
Governmental Activities, Capital Assets, Net	<u>\$ 16,743,938</u>	<u>\$ 1,792,673</u>	<u>\$ 27,974</u>	<u>\$ 18,508,637</u>

PARK COUNTY, COLORADO  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2011

**NOTE 3: CAPITAL ASSETS** (Continued)

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

<b>Governmental Activities</b>	
General Government	\$ 143,337
Culture and Recreation	51,293
Health and Welfare	12,178
Public Works	628,720
Public Safety	<u>359,577</u>
Total	<b><u>\$ 1,195,105</u></b>

**NOTE 4: LONG-TERM DEBT**

**Governmental Activities**

Following is a summary of long-term debt transactions for the governmental activities for the year ended December 31, 2011.

	<u>Balance</u> <u>12/31/10</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance</u> <u>12/31/11</u>	<u>Due In</u> <u>One Year</u>
Capital Improvement					
Bonds	\$ 1,890,000	\$ -	\$ 295,000	\$ 1,595,000	\$ 305,000
Certificate of Participation	1,300,000	-	200,000	1,100,000	205,000
Capital Leases	1,489,332	1,900,000	723,785	2,665,547	851,312
Compensated Absences	<u>560,863</u>	<u>627,142</u>	<u>719,625</u>	<u>468,380</u>	<u>210,771</u>
Total	<b><u>\$ 5,240,195</u></b>	<b><u>\$ 2,527,142</u></b>	<b><u>\$ 1,938,410</u></b>	<b><u>\$ 5,828,927</u></b>	<b><u>\$ 1,572,083</u></b>

In December of 1996, the County issued \$4,450,000 Jail Facility Capital Improvement Bonds. Bond proceeds were used to acquire and improve the County's jail facilities. Interest accrues at rates ranging from 3.7% to 5.4% per annum and is payable semi-annually on June 1 and December 1. Principal payments are due annually on December 1, through 2006. All maturities due after 2006 were advance refunded with the 2004 Jail Refunding Capital Improvement Bonds.

In March of 2004, the County issued \$3,145,000 Jail Refunding Capital Improvement Bonds. Bond proceeds were used to advance refund a portion of the 1996 Jail Facility Capital Improvement Bonds. Interest accrues at rates ranging from 2.5% to 3.65% per annum and is payable semi-annually on June 1 and December 1. Principal payments are due annually on December 1, through 2015.

PARK COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2011

**NOTE 4: LONG-TERM DEBT** (Continued)

The County issued \$2,310,000 of certificates of participation in 2004 to provide funds for the expansion of the County's jail facility in additions to funding the establishment of a reserve fund. The Certificates have a stated interest rate ranging from 2.5% to 3.7% per annum and are payable semi-annually on June 1 and December 1. Principal payments are due annually on December 1, through 2015.

The County has entered into several capital lease agreements to purchase equipment. These leases are paid from revenues of the Road and Bridge Fund. The leases require interest to be paid ranging from 2.86% to 4.75%. These leases mature from 2009 to 2015.

Compensated absences are expected to be paid by revenues generated by the General Fund.

**Future Debt Service Requirements**

Annual debt service requirements for the outstanding bonds and certificates at December 31, 2011 are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$ 510,000	\$ 93,875	\$ 603,875
2013	530,000	77,682	607,682
2014	545,000	59,820	604,820
2015	<u>1,110,000</u>	<u>40,745</u>	<u>1,150,745</u>
Total Debt Service Requirements	<b><u>\$2,695,000</u></b>	<b><u>\$ 272,122</u></b>	<b><u>\$2,967,122</u></b>

Debt service requirements for the capital leases are as follows:

<u>Year Ended December 31,</u>	
2012	\$ 968,769
2013	732,575
2014	653,844
2015	<u>437,772</u>
Total Payments	2,792,960
Less: Amounts representing interest	<u>(127,413)</u>
<b>Total</b>	<b><u>\$2,665,547</u></b>

Vehicles, equipment, and buildings in the amount of \$5,029,422 purchased under capital leases have been capitalized in the government-wide financial statements.

PARK COUNTY, COLORADO  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2011

**NOTE 5: INTERFUND AMOUNTS**

Interfund transfers at December 31, 2011, were comprised of the following:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
Capital Projects	General	\$ 703,112
Debt Service	General	<u>606,027</u>
<b>Total</b>		<b><u>\$ 1,309,139</u></b>

Transfers are made from the General Fund to fund capital projects and assist in making debt service payments.

**NOTE 6: RISK MANAGEMENT**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has acquired commercial coverage for these risks and claims, if any, are not expected to exceed the commercial insurance coverage. The County has addressed these risks in the following manner:

**1. County Workers' Compensation Pool**

The County is exposed to various risks of loss related to injuries of employees while on the job. The County purchases commercial workman's compensation insurance from Pinnacol Assurance, a quasi-public authority of the State of Colorado. Settled claims resulting from these risks have not exceeded coverage in any of the past five years and coverage limits remain unchanged from the prior year.

**2. Colorado Counties Casualty and Property Pool**

The County is exposed to various risks of loss related to property and casualty 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 operation as a common risk management and insurance program for member counties. The County pays an annual contribution to CAPP for its property and casualty insurance coverage. The intergovernmental agreement of formulation of CAPP provides that the Pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year.

PARK COUNTY, COLORADO  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2011

**NOTE 6: RISK MANAGEMENT** (Continued)

**3. Self Insurance Plan**

The County has established a self-insured health benefit plan. The plan is administered by BlueCross/Blue Shield of Colorado and is funded through a combination of employee contributions and contributions made by the County. Claims are paid from funds accumulated through these contributions. Under the terms of contract with Blue Cross/ Blue Shield the plan has a stop-loss coverage for individual occurrences in excess of \$100,000 and becomes fully insured at any time claims exceed 110% of the retained premiums of the plan.

Changes in the claims liability amounts in 2011:

	<u>2011</u>	<u>2010</u>
Balance January 1,	\$ 150,348	\$ 160,062
Claims and Changes in Estimates	2,286,823	2,192,514
Claims Paid	<u>2,262,913</u>	<u>2,202,228</u>
Balance December 31,	<u>\$ 174,258</u>	<u>\$ 150,348</u>

**NOTE 7: RETIREMENT COMMITMENTS**

**Employees Pension Plan**

The County contributes to a multiple employer defined contribution retirement plan administered by the Colorado Officials and Employees Retirement Association. Every employee who is employed by the County for more than one year is eligible to participate in the Plan. Both the County and the employee contribute 3% of the employee's base salary. Plan provisions are established and may be amended by County Commissioners. The County Commissioners set and change the contribution rates to the plan. During the year ended December 31, 2011, employer and employee contributions were \$213,721, equal to their required contributions.

Participants vest in employer contributions and in earnings, losses, and changes in fair market value of Plan assets at a rate of 20% for each full twelve months of participating in the Plan. Participants are immediately vested in their own contributions and earnings.

PARK COUNTY, COLORADO  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2011

**NOTE 8: COMMITMENTS AND CONTINGENCIES**

**Claims and Judgments**

The County participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the County may be required to reimburse the grantor government. As of December 31, 2011, significant amounts of grant expenditures have not been audited but the County believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on the overall financial position of the County.

**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 government. In November 1995, voters within the County approved the collection, retention and expenditure of grants and revenues generated from the operation of the jail commencing on January 1, 1995, and subsequent years.

In November 1998, voters within the County approved the collection, retention and expenditure of interest and investment earnings, revenue from federal, other local and district governmental entities commencing on January 1, 1999, and subsequent years. The County has established an emergency reserve, representing 3% of qualifying expenditures, as required by the Amendment. At December 31, 2011, the emergency reserve of \$485,340 was recorded as a reservation of Fund Balance in the General Fund.

**Litigation**

The County is involved in various lawsuits. The outcome of this litigation cannot be determined at this time.

**REQUIRED SUPPLEMENTARY INFORMATION**

**Park County, Colorado**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2011**  
**(With Comparative Actual Amounts for 2010)**

	2011			Final Budget Variance Positive (Negative)	2010
	Original Budget	Final Budget	Actual		Actual
<b>Revenues:</b>					
Property tax	\$ 6,927,733	\$ 6,927,733	\$ 6,964,528	\$ 36,795	\$ 6,729,251
Specific ownership tax	730,000	730,000	654,235	(75,765)	683,040
Severance tax	25,000	25,000	55,961	30,961	39,114
Other taxes	8,500	8,500	33,016	24,516	8,760
Licenses and permits	363,686	363,686	387,778	24,092	307,736
Intergovernmental	2,665,771	2,665,771	2,960,010	294,239	3,056,422
Fines and forfeitures	210,250	210,250	232,058	21,808	224,945
Charges for services	845,458	845,458	951,603	106,145	1,011,202
Disposal of assets	-	-	21,017	21,017	77,072
Interest	148,000	148,000	159,485	11,485	164,369
Miscellaneous revenues	123,010	123,010	154,667	31,657	171,300
<b>Total revenues</b>	<u>12,047,408</u>	<u>12,047,408</u>	<u>12,574,358</u>	<u>526,950</u>	<u>12,473,211</u>
<b>Expenditures:</b>					
General government	5,438,709	5,761,022	4,735,807	1,025,215	4,824,772
Health and welfare	453,822	455,043	365,437	89,606	468,562
Public safety	4,971,920	5,014,753	4,698,324	316,429	4,684,599
Culture and recreation	643,203	491,184	460,689	30,495	368,892
Judicial - District Attorney	300,663	300,663	300,865	(202)	303,087
Highways & Streets	750	750	433	317	-
Capital outlay	269,100	424,565	368,653	55,912	267,077
<b>Total expenditures</b>	<u>12,078,167</u>	<u>12,447,980</u>	<u>10,930,208</u>	<u>1,517,772</u>	<u>10,916,989</u>
<b>Excess of revenues over expenditures</b>	<u>(30,759)</u>	<u>(400,572)</u>	<u>1,644,150</u>	<u>2,044,722</u>	<u>1,556,222</u>
<b>Other financing (uses):</b>					
Transfers (out)	(1,006,027)	(1,235,827)	(1,309,139)	(73,312)	(1,164,949)
<b>Total other financing (uses)</b>	<u>(1,006,027)</u>	<u>(1,235,827)</u>	<u>(1,309,139)</u>	<u>(73,312)</u>	<u>(1,164,949)</u>
<b>Net change in fund balances</b>	(1,036,786)	(1,636,399)	335,011	1,971,410	391,273
<b>Fund balances - January 1</b>	<u>4,237,715</u>	<u>4,237,715</u>	<u>4,237,715</u>	<u>-</u>	<u>3,846,442</u>
<b>Fund balances - December 31</b>	<u>\$ 3,200,929</u>	<u>\$ 2,601,316</u>	<u>\$ 4,572,726</u>	<u>\$ 1,971,410</u>	<u>\$ 4,237,715</u>

See the accompanying independent auditors' report.

**Park County, Colorado  
Road and Bridge Fund  
Budgetary Comparison Schedule  
For the Year Ended December 31, 2011  
(With Comparative Actual Amounts for 2010)**

	2011		Final Budget Variance Positive (Negative)	2010
	Original and Final Budget	Actual		Actual
<b>Revenues:</b>				
Property tax	\$ 228,858	\$ 223,451	\$ (5,407)	\$ 244,540
Specific ownership tax	21,000	19,392	(1,608)	20,235
Licenses and permits	27,000	32,845	5,845	32,269
Intergovernmental	4,791,910	4,871,758	79,848	4,994,629
Disposal of assets	-	14,295	14,295	320,403
Miscellaneous revenues	2,800	66,679	63,879	4,136
<b>Total revenues</b>	5,071,568	5,228,420	156,852	5,616,212
<b>Expenditures:</b>				
Public works	5,515,838	5,179,823	336,015	4,546,802
Capital outlay	-	65,969	(65,969)	1,220,666
Debt service:				
Principal	488,988	488,988	-	473,312
Interest	42,007	42,007	-	57,683
<b>Total expenditures</b>	6,046,833	5,776,787	270,046	6,298,463
<b>Excess (deficiency) of revenues over expenditures</b>	(975,265)	(548,367)	426,898	(682,251)
<b>Other financing sources:</b>				
Proceeds from capital leases	-	1,200,000	1,200,000	1,000,000
<b>Total other financing sources</b>	-	1,200,000	1,200,000	1,000,000
<b>Net change in fund balances</b>	(975,265)	651,633	1,626,898	317,749
<b>Fund balances - January 1</b>	4,315,788	4,315,788	-	3,998,039
<b>Fund balances - December 31</b>	\$ 3,340,523	\$ 4,967,421	\$ 1,626,898	\$ 4,315,788

See the accompanying independent auditors' report.

**Park County, Colorado  
Human Services Fund  
Budgetary Comparison Schedule  
For the Year Ended December 31, 2011  
(With Comparative Actual Amounts for 2010)**

	<b>2011</b>			<b>2010</b>
	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>	<b>Actual</b>
<b>Revenues:</b>				
Property tax	\$ 312,686	\$ 313,999	\$ 1,313	\$ 442,894
Specific ownership tax	34,391	44,044	9,653	45,985
Intergovernmental	3,754,346	3,396,270	(358,076)	3,321,916
Miscellaneous	11,411	37,392	25,981	46,465
<b>Total revenues</b>	<u>4,112,834</u>	<u>3,791,705</u>	<u>(321,129)</u>	<u>3,857,260</u>
<b>Expenditures:</b>				
Health and welfare	4,178,406	3,714,639	463,767	3,568,700
Capital outlay	-	16,074	(16,074)	-
<b>Total expenditures</b>	<u>4,178,406</u>	<u>3,730,713</u>	<u>447,693</u>	<u>3,568,700</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(65,572)</u>	<u>60,992</u>	<u>126,564</u>	<u>288,560</u>
<b>Other financing (uses):</b>				
Transfers out	-	-	-	(800,000)
<b>Total other financing(uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(800,000)</u>
<b>Net change in fund balance</b>	<u>(65,572)</u>	<u>60,992</u>	<u>126,564</u>	<u>(511,440)</u>
<b>Fund balances - January 1</b>	<u>1,177,714</u>	<u>1,177,714</u>	<u>-</u>	<u>1,689,154</u>
<b>Fund balances - December 31</b>	<u>\$ 1,112,142</u>	<u>\$ 1,238,706</u>	<u>\$ 126,564</u>	<u>\$ 1,177,714</u>

See the accompanying independent auditors' report.

PARK COUNTY, COLORADO

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

December 31, 2011

**NOTE 1: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**Budgets and Budgetary Accounting**

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

Prior to the August 2011, the County Assessor sent to the County a certified assessed valuation of all property in the County.

- On or before October 2011, the Finance Director submitted to the County Commissioners a recommended budget which detailed the necessary property taxes needed along with other available resources to meet the County's operating requirements.
- Prior to December 15, 2011, the County computed and certified to the County Commissioners a rate of levy that derived the necessary property taxes as computed in the proposed budget.
- After required publication of "Notice of Proposed Budget" and a public hearing , the County adopted the proposed budget and an appropriating resolution, which legally appropriated expenditures for the coming year.
- After adoption of the budget resolution, the County may make the following changes:  
a) it may transfer appropriated money between funds; b) approve supplemental appropriations to the extent of revenues in excess of estimated revenues in the budget; c) approve emergency appropriations; and d) reduce appropriations for which originally estimated revenues are insufficient.
- Budgets are legally adopted for all funds of the County. All budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).
- Budgeted amounts in the financial statements are as originally adopted or as amended by the Board of County Commissioners. All appropriations lapse at year end. Colorado governments may not exceed budgeted appropriations by fund.

**COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES**

Park County, Colorado  
Combining Balance Sheet  
Non-major Governmental Funds  
December 31, 2011

	Special Revenue							Debt Service	Capital Projects	Total Non-major Governmental Funds		
	Conservation Trust Fund	Grant Fund	Employee Retirement Fund	Sales Tax Trust Fund	Sheriff's Seizure and Program Fund	E-911 Authority Fund	1041 Fee Fund	Federal Mineral Impact Fund	Debt Service Fund	Capital Projects Fund	2011	2010
	<b>Assets:</b>											
Cash and investments - Unrestricted	\$ 103,634	\$ -	\$ 216,172	\$ 1,502,912	\$ 47,060	\$ -	\$ 45,393	\$ 27,259	\$ 749,746	\$ 1,326,522	\$ 4,018,698	\$ 4,564,394
Cash and investments - Restricted	-	-	-	-	-	-	-	-	233,452	-	233,452	231,017
Accounts receivable	67	288,457	166,126	76,606	2,017	476,555	-	-	-	-	1,009,828	168,679
Prepaid expenses	-	-	-	-	-	44	-	-	-	-	44	-
Property taxes receivable	-	-	-	-	-	-	-	-	-	-	-	160,082
<b>Total assets</b>	<b>\$ 103,701</b>	<b>\$ 288,457</b>	<b>\$ 382,298</b>	<b>\$ 1,579,518</b>	<b>\$ 49,077</b>	<b>\$ 476,599</b>	<b>\$ 45,393</b>	<b>\$ 27,259</b>	<b>\$ 983,198</b>	<b>\$ 1,326,522</b>	<b>\$ 5,262,022</b>	<b>\$ 5,124,172</b>
<b>Liabilities:</b>												
Accounts payable	\$ 1,653	\$ 108,550	\$ -	\$ 67,045	\$ 241	\$ 4,800	\$ -	\$ 450	\$ 1,225	\$ 236,634	\$ 420,598	\$ 48,928
Accrued expenses	-	-	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	39,684	-	-	-	226,984	-	-	-	-	266,668	-
Due to other governments	-	140,223	-	-	-	-	-	-	-	-	140,223	34,784
Deferred property taxes not collectible until subsequent year	-	-	166,126	-	-	-	-	-	-	-	166,126	160,082
<b>Total liabilities</b>	<b>1,653</b>	<b>288,457</b>	<b>166,126</b>	<b>67,045</b>	<b>241</b>	<b>231,784</b>	<b>-</b>	<b>450</b>	<b>1,225</b>	<b>236,634</b>	<b>993,615</b>	<b>243,794</b>
<b>Fund balances:</b>												
Non-Spendable	-	-	-	-	-	44	-	-	-	-	44	-
Restricted	102,048	-	-	1,512,473	48,836	244,771	-	26,809	981,973	-	2,916,910	2,836,454
Committed	-	-	-	-	-	-	45,393	-	-	-	45,393	-
Assigned	-	-	216,172	-	-	-	-	-	-	1,089,888	1,306,060	1,998,531
Unassigned	-	-	-	-	-	-	-	-	-	-	-	45,393
<b>Total fund balances</b>	<b>102,048</b>	<b>-</b>	<b>216,172</b>	<b>1,512,473</b>	<b>48,836</b>	<b>244,815</b>	<b>45,393</b>	<b>26,809</b>	<b>981,973</b>	<b>1,089,888</b>	<b>4,268,407</b>	<b>4,880,378</b>
<b>Total liabilities and fund balances</b>	<b>\$ 103,701</b>	<b>\$ 288,457</b>	<b>\$ 382,298</b>	<b>\$ 1,579,518</b>	<b>\$ 49,077</b>	<b>\$ 476,599</b>	<b>\$ 45,393</b>	<b>\$ 27,259</b>	<b>\$ 983,198</b>	<b>\$ 1,326,522</b>	<b>\$ 5,262,022</b>	<b>\$ 5,124,172</b>

See the accompanying independent auditors' report.

**Park County, Colorado**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Non-major Governmental Funds**  
**For the Year Ended December 31, 2011**

	Special Revenue							Debt Service	Capital Projects	Total Non-major Governmental Funds		
	Conservation Trust Fund	Grant Fund	Employee Retirement Fund	Sales Tax Trust Fund	Sheriff's Seizure and Program Fund	E-911 Authority Fund	1041 Fee Fund	Federal Mineral Impact Fund	Debt Service Fund	Capital Projects Fund	2011	2010
	<b>Revenues:</b>											
Property tax	\$ -	\$ -	\$ 160,309	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 160,309	\$ 133,007
Specific ownership tax	-	-	18,322	-	-	-	-	-	-	-	18,322	19,129
Sales tax	-	-	-	506,662	-	-	-	-	-	-	506,662	509,514
E911 Surcharge	-	-	-	-	-	226,531	-	-	-	-	226,531	253,213
Sale of assets	-	-	-	-	-	-	-	-	-	26,402	26,402	-
Intergovernmental	119,789	779,872	-	-	13,519	-	-	27,253	-	-	940,433	3,009,177
Interest	132	-	-	1,586	-	-	-	6	1,351	-	3,075	6,546
Miscellaneous	-	-	28,899	60,323	15	-	-	-	-	107,313	196,550	24,186
<b>Total revenues</b>	<u>119,921</u>	<u>779,872</u>	<u>207,530</u>	<u>568,571</u>	<u>13,534</u>	<u>226,531</u>	<u>-</u>	<u>27,259</u>	<u>1,351</u>	<u>133,715</u>	<u>2,078,284</u>	<u>3,954,772</u>
<b>Expenditures:</b>												
General government	-	123,831	150,608	-	-	-	-	450	-	-	274,889	207,434
Health and welfare	-	37,489	-	416,524	-	-	-	-	-	-	454,013	360,832
Public safety	-	326,932	-	-	18,915	103,277	-	-	-	-	449,124	294,001
Culture and recreation	118,459	291,620	-	-	-	-	-	-	-	-	410,079	582,472
Capital outlay	-	-	-	16,195	-	708,500	-	-	-	1,531,960	2,256,655	2,892,115
Debt service:												
Principal	-	-	-	-	-	234,797	-	-	495,000	-	729,797	480,000
Interest	-	-	-	-	-	15,203	-	-	109,726	-	124,929	121,926
Miscellaneous	-	-	-	-	-	-	-	-	(135)	43	(92)	4,735
<b>Total expenditures</b>	<u>118,459</u>	<u>779,872</u>	<u>150,608</u>	<u>432,719</u>	<u>18,915</u>	<u>1,061,777</u>	<u>-</u>	<u>450</u>	<u>604,591</u>	<u>1,532,003</u>	<u>4,699,394</u>	<u>4,943,515</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>1,462</u>	<u>-</u>	<u>56,922</u>	<u>135,852</u>	<u>(5,381)</u>	<u>(835,246)</u>	<u>-</u>	<u>26,809</u>	<u>(603,240)</u>	<u>(1,398,288)</u>	<u>(2,621,110)</u>	<u>(988,743)</u>
<b>Other financing sources (uses):</b>												
Proceeds from capital leases	-	-	-	-	-	700,000	-	-	-	-	700,000	-
Operating transfers in from other funds	-	-	-	-	-	-	-	-	606,027	703,112	1,309,139	1,764,949
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>700,000</u>	<u>-</u>	<u>-</u>	<u>606,027</u>	<u>703,112</u>	<u>2,009,139</u>	<u>1,764,949</u>
<b>Net change in fund balances</b>	<u>1,462</u>	<u>-</u>	<u>56,922</u>	<u>135,852</u>	<u>(5,381)</u>	<u>(135,246)</u>	<u>-</u>	<u>26,809</u>	<u>2,787</u>	<u>(695,176)</u>	<u>(611,971)</u>	<u>776,206</u>
<b>Fund balances - January 1</b>	<u>100,586</u>	<u>-</u>	<u>159,250</u>	<u>1,376,621</u>	<u>54,217</u>	<u>380,061</u>	<u>45,393</u>	<u>-</u>	<u>979,186</u>	<u>1,785,064</u>	<u>4,880,378</u>	<u>4,104,172</u>
<b>Fund balances - December 31</b>	<u>\$ 102,048</u>	<u>\$ -</u>	<u>\$ 216,172</u>	<u>\$ 1,512,473</u>	<u>\$ 48,836</u>	<u>\$ 244,815</u>	<u>\$ 45,393</u>	<u>\$ 26,809</u>	<u>\$ 981,973</u>	<u>\$ 1,089,888</u>	<u>\$ 4,268,407</u>	<u>\$ 4,880,378</u>

See the accompanying independent auditors' report.

**Park County, Colorado  
Conservation Trust Fund  
Budgetary Comparison Schedule  
For the Year Ended December 31, 2011  
(With Comparative Actual Amounts for 2010)**

	<u>2011</u>			<u>2010</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
<b>Revenues:</b>				
Intergovernmental	\$ 116,000	\$ 119,789	\$ 3,789	\$ 120,188
Interest	400	132	(268)	329
<b>Total revenues</b>	<u>116,400</u>	<u>119,921</u>	<u>3,521</u>	<u>120,517</u>
<b>Expenditures:</b>				
Culture and recreation	217,241	118,459	98,782	171,170
<b>Total expenditures</b>	<u>217,241</u>	<u>118,459</u>	<u>98,782</u>	<u>171,170</u>
<b>Excess (Deficiency) of revenues over expenditures</b>	(100,841)	1,462	102,303	(50,653)
<b>Fund balances - January 1</b>	<u>100,586</u>	<u>100,586</u>	<u>-</u>	<u>151,239</u>
<b>Fund balances - December 31</b>	<u>\$ (255)</u>	<u>\$ 102,048</u>	<u>\$ 102,303</u>	<u>\$ 100,586</u>

See the accompanying independent auditors' report.

**Park County, Colorado  
Grant Fund  
Budgetary Comparison Schedule  
For the Year Ended December 31, 2011  
(With Comparative Actual Amounts for 2010)**

	2011			Final Budget Variance Positive (Negative)	2010
	Original Budget	Final Budget	Actual		Actual
<b>Revenues:</b>					
Intergovernmental	\$ 290,073	\$ 782,376	\$ 779,872	\$ (2,504)	\$ 679,013
<b>Total revenues</b>	<u>290,073</u>	<u>782,376</u>	<u>779,872</u>	<u>(2,504)</u>	<u>679,013</u>
<b>Expenditures:</b>					
General government	32,000	145,616	123,831	21,785	47,190
Health and welfare	29,918	71,609	37,489	34,120	161,220
Public safety	162,869	395,312	326,932	68,380	238,456
Culture and recreation	98,482	251,692	291,620	(39,928)	232,147
<b>Total expenditures</b>	<u>323,269</u>	<u>864,229</u>	<u>779,872</u>	<u>84,357</u>	<u>679,013</u>
<b>Excess (deficiency) of revenues over expenditures</b>	(33,196)	(81,853)	-	81,853	-
<b>Fund balances - January 1</b>	-	-	-	-	-
<b>Fund balances (deficit) - December 31</b>	<u>\$ (33,196)</u>	<u>\$ (81,853)</u>	<u>\$ -</u>	<u>\$ 81,853</u>	<u>\$ -</u>

See the accompanying independent auditors' report.

**Park County, Colorado  
Employee Retirement Fund  
Budgetary Comparison Schedule  
For the Year Ended December 31, 2011  
(With Comparative Actual Amounts for 2010)**

	<b>2011</b>			<b>2010</b>
	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>	<b>Actual</b>
<b>Revenues:</b>				
Property taxes	\$ 160,230	\$ 160,309	\$ 79	\$ 133,007
Specific ownership taxes	-	18,322	18,322	19,129
Miscellaneous revenues	5,370	28,899	23,529	651
<b>Total revenues</b>	<u>165,600</u>	<u>207,530</u>	<u>41,930</u>	<u>152,787</u>
<b>Expenditures:</b>				
General government	165,600	150,608	14,992	160,244
<b>Total expenditures</b>	<u>165,600</u>	<u>150,608</u>	<u>14,992</u>	<u>160,244</u>
<b>Excess (deficiency) of revenues over expenditures</b>	-	56,922	56,922	(7,457)
<b>Fund balances - January 1</b>	<u>159,250</u>	<u>159,250</u>	-	<u>166,707</u>
<b>Fund balances - December 31</b>	<u><u>\$ 159,250</u></u>	<u><u>\$ 216,172</u></u>	<u><u>\$ 56,922</u></u>	<u><u>\$ 159,250</u></u>

See the accompanying Independent auditors' report.

**Park County, Colorado  
Sales Tax Trust Fund  
Budgetary Comparison Schedule  
For the Year Ended December 31, 2011  
(With Comparative Actual Amounts for 2010)**

	<b>2011</b>		<b>Final Budget Variance Positive (Negative)</b>	<b>2010</b>
	<b>Original and Final Budget</b>	<b>Actual</b>		<b>Actual</b>
<b>Revenues:</b>				
Sales tax	\$ 500,000	\$ 506,662	\$ 6,662	\$ 509,514
Miscellaneous	-	60,323	60,323	4,000
Interest	4,000	1,586	(2,414)	3,540
State grants	-	-	-	2,140,000
<b>Total revenues</b>	<u>504,000</u>	<u>568,571</u>	<u>64,571</u>	<u>2,657,054</u>
<b>Expenditures:</b>				
Health and welfare	322,915	416,524	(93,609)	199,612
Capital outlay	518,000	16,195	501,805	2,658,201
<b>Total expenditures</b>	<u>840,915</u>	<u>432,719</u>	<u>408,196</u>	<u>2,857,813</u>
<b>Excess (deficiency) of revenues over expenditures</b>	(336,915)	135,852	472,767	(200,759)
<b>Fund balances - January 1</b>	<u>1,376,621</u>	<u>1,376,621</u>	-	<u>1,577,380</u>
<b>Fund balances - December 31</b>	<u><u>\$ 1,039,706</u></u>	<u><u>\$ 1,512,473</u></u>	<u><u>\$ 472,767</u></u>	<u><u>\$ 1,376,621</u></u>

See the accompanying independent auditors' report.

**Park County, Colorado**  
**Sheriff's Seizure and Program Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2011**  
**(With Comparative Actual Amounts for 2010)**

	<u>2011</u>		<b>Final Budget Variance Positive (Negative)</b>	<b>2010 Actual</b>
	<b>Original and Final Budget</b>	<b>Actual</b>		
<b>Revenues:</b>				
Intergovernmental	\$ 6,200	\$ 13,519	\$ 7,319	\$ 7,273
Miscellaneous	30	15	(15)	19,535
<b>Total revenues</b>	<u>6,230</u>	<u>13,534</u>	<u>7,304</u>	<u>26,808</u>
<b>Expenditures:</b>				
Public safety	55,490	18,915	36,575	18,890
<b>Total expenditures</b>	<u>55,490</u>	<u>18,915</u>	<u>36,575</u>	<u>18,890</u>
<b>Excess (deficiency) of revenues over expenditures</b>	(49,260)	(5,381)	43,879	7,918
<b>Fund balances - January 1</b>	<u>54,217</u>	<u>54,217</u>	<u>-</u>	<u>46,299</u>
<b>Fund balances - December 31</b>	<u>\$ 4,957</u>	<u>\$ 48,836</u>	<u>\$ 43,879</u>	<u>\$ 54,217</u>

See the accompanying independent auditors' report.

**Park County, Colorado  
E-911 Authority Fund  
Budgetary Comparison Schedule  
For the Year Ended December 31, 2011  
(With Comparative Actual Amounts for 2010)**

	2011			Final Budget Variance Positive (Negative)	2010
	Original Budget	Final Budget	Actual		Actual
<b>Revenues:</b>					
E911 Surcharge	\$ 187,000	\$ 220,597	\$ 226,531	\$ 5,934	\$ 253,213
<b>Total revenues</b>	<u>187,000</u>	<u>220,597</u>	<u>226,531</u>	<u>5,934</u>	<u>253,213</u>
<b>Expenditures:</b>					
Public safety	100,388	133,985	103,277	30,708	36,655
Capital outlay	700,000	700,000	708,500	(8,500)	19,765
Debt service:					
Principal	234,797	234,797	234,797	-	-
Interest	15,203	15,203	15,203	-	-
<b>Total expenditures</b>	<u>1,050,388</u>	<u>1,083,985</u>	<u>1,061,777</u>	<u>22,208</u>	<u>56,420</u>
<b>Other financing sources:</b>					
Proceeds from capital leases	700,000	700,000	700,000	-	-
<b>Excess (deficiency) of revenues over expenditures</b>	(163,388)	(163,388)	(135,246)	28,142	196,793
<b>Fund balances - January 1</b>	<u>380,061</u>	<u>380,061</u>	<u>380,061</u>	<u>-</u>	<u>183,268</u>
<b>Fund balances - December 31</b>	<u>\$ 216,673</u>	<u>\$ 216,673</u>	<u>\$ 244,815</u>	<u>\$ 28,142</u>	<u>\$ 380,061</u>

See the accompanying independent auditors' report.

**Park County, Colorado**  
**1041 Fee Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2011**  
**(With Comparative Actual Amounts for 2010)**

	<u>2011</u>		<u>Variance Positive (Negative)</u>	<u>2010</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
<b>Revenues:</b>				
Miscellaneous	\$ -	\$ -	\$ -	\$ -
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures:</b>				
Culture and recreation	45,392	-	45,392	-
<b>Total expenditures</b>	<u>45,392</u>	<u>-</u>	<u>45,392</u>	<u>-</u>
<b>Excess (deficiency) of revenues over expenditures</b>	(45,392)	-	45,392	-
<b>Fund balances - January 1</b>	<u>45,393</u>	<u>45,393</u>	<u>-</u>	<u>45,393</u>
<b>Fund balances - December 31</b>	<u>\$ 1</u>	<u>\$ 45,393</u>	<u>\$ 45,392</u>	<u>\$ 45,393</u>

See the accompanying independent auditors' report.

**Park County, Colorado  
Federal Mineral Impact Fund  
Budgetary Comparison Schedule  
For the Year Ended December 31, 2011  
(With Comparative Actual Amounts for 2010)**

	<b>2011</b>			<b>2010</b>
	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>	<b>Actual</b>
<b>Revenues:</b>				
Intergovernmental	\$ 800	\$ 27,253	\$ 26,453	\$ -
Interest	-	6	6	-
<b>Total revenues</b>	<u>800</u>	<u>27,259</u>	<u>26,459</u>	<u>-</u>
<b>Expenditures:</b>				
General government	800	450	350	-
<b>Total expenditures</b>	<u>800</u>	<u>450</u>	<u>350</u>	<u>-</u>
<b>Excess (deficiency) of revenues over expenditures</b>	-	26,809	26,809	-
<b>Fund balances - January 1</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances - December 31</b>	<u>\$ -</u>	<u>\$ 26,809</u>	<u>\$ 26,809</u>	<u>\$ -</u>

See the accompanying independent auditors' report.

**Park County, Colorado**  
**Debt Service Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2011**  
**(With Comparative Actual Amounts for 2010)**

	2011			Final Budget Variance Positive (Negative)	2010
	Original Budget	Final Budget	Actual		Actual
<b>Revenues:</b>					
Interest	\$ -	\$ -	\$ 1,351	\$ 1,351	\$ 2,677
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>1,351</u>	<u>1,351</u>	<u>2,677</u>
<b>Expenditures:</b>					
Principal	495,000	495,000	495,000	-	480,000
Interest	108,727	109,727	109,726	1	121,926
Other	2,300	2,300	(135)	2,435	4,735
<b>Total expenditures</b>	<u>606,027</u>	<u>607,027</u>	<u>604,591</u>	<u>2,436</u>	<u>606,661</u>
<b>Excess (Deficiency) of revenues over expenditures</b>	(606,027)	(607,027)	(603,240)	3,787	(603,984)
<b>Other financing sources (uses):</b>					
Transfers in from other funds	606,027	606,027	606,027	-	604,227
<b>Total other financing sources (uses)</b>	<u>606,027</u>	<u>606,027</u>	<u>606,027</u>	<u>-</u>	<u>604,227</u>
<b>Net change in fund balances</b>	-	(1,000)	2,787	3,787	243
<b>Fund balances - January 1</b>	<u>979,186</u>	<u>979,186</u>	<u>979,186</u>	<u>-</u>	<u>978,943</u>
<b>Fund balances - December 31</b>	<u>\$ 979,186</u>	<u>\$ 978,186</u>	<u>\$ 981,973</u>	<u>\$ 3,787</u>	<u>\$ 979,186</u>

See the accompanying independent auditors' report.

**Park County, Colorado  
Capital Projects Fund  
Budgetary Comparison Schedule  
For the Year Ended December 31, 2011  
(With Comparative Actual Amounts for 2010)**

	<u>2011</u>			<u>2010</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
<b>Revenues:</b>				
Sale of assets	\$ -	\$ 26,402	\$ 26,402	\$ -
Miscellaneous reimbursement	-	107,313	107,313	-
<b>Total revenues</b>	<u>-</u>	<u>133,715</u>	<u>107,313</u>	<u>-</u>
<b>Expenditures:</b>				
Other	400,000	43	399,957	-
Capital outlay	1,800,000	1,531,960	268,040	175,149
<b>Total expenditures</b>	<u>2,200,000</u>	<u>1,532,003</u>	<u>667,997</u>	<u>175,149</u>
<b>Excess (Deficiency) of revenues over expenditures</b>	<u>(2,200,000)</u>	<u>(1,398,288)</u>	<u>801,712</u>	<u>(175,149)</u>
<b>Other financing sources:</b>				
Transfers in from other funds	400,000	703,112	303,112	1,000,000
<b>Total other financing sources</b>	<u>400,000</u>	<u>703,112</u>	<u>303,112</u>	<u>1,000,000</u>
<b>Net change in fund balances</b>	(1,800,000)	(695,176)	1,104,824	824,851
<b>Fund balances - January 1</b>	<u>1,785,064</u>	<u>1,785,064</u>	<u>-</u>	<u>960,213</u>
<b>Fund balances - December 31</b>	<u>\$ (14,936)</u>	<u>\$ 1,089,888</u>	<u>\$ 1,104,824</u>	<u>\$ 1,785,064</u>

See the accompanying independent auditors' report.

**Park County, Colorado**  
**Risk Management Internal Service Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended December 31, 2011**  
**(With Comparative Actual Amounts for 2010)**

	<u>2011</u>			<b>Final Budget Variance Positive (Negative)</b>	<u>2010</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
<b>Operating revenues:</b>					
Contributions	\$ 2,340,100	\$ 2,340,100	2,390,986	\$ 50,886	\$ 2,106,875
<b>Total operating revenues</b>	<u>2,340,100</u>	<u>2,340,100</u>	<u>2,390,986</u>	<u>50,886</u>	<u>2,106,875</u>
<b>Operating expenses:</b>					
Claims and administration	2,563,402	2,663,402	2,262,913	400,489	2,202,228
<b>Total operating expenses</b>	<u>2,563,402</u>	<u>2,663,402</u>	<u>2,262,913</u>	<u>400,489</u>	<u>2,202,228</u>
<b>Operating income (loss)</b>	<u>(223,302)</u>	<u>(323,302)</u>	<u>128,073</u>	<u>451,375</u>	<u>(95,353)</u>
<b>Non-operating revenues:</b>					
Interest	1,400	1,400	809	(591)	1,357
Transfer in from other funds	-	-	-	-	200,000
<b>Total non-operating revenues</b>	<u>1,400</u>	<u>1,400</u>	<u>809</u>	<u>(591)</u>	<u>201,357</u>
<b>Change in net assets</b>	<u>\$ (221,902)</u>	<u>\$ (321,902)</u>	<u>128,882</u>	<u>\$ 450,784</u>	<u>106,004</u>
<b>Net assets - January 1</b>			<u>770,100</u>		<u>664,096</u>
<b>Net assets - December 31</b>			<u>\$ 898,982</u>		<u>\$ 770,100</u>

See the accompanying independent auditors' report.

**Park County, Colorado  
Recreation Fund  
Budgetary Comparison Schedule  
For the Year Ended December 31, 2011  
(With Comparative Actual Amounts for 2010)**

	<u>2011</u>			<u>Final Budget Variance Positive (Negative)</u>	<u>2010</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
<b>Revenues:</b>					
Fee revenue	\$ 39,240	\$ 70,000	\$ 40,036	\$ (29,964)	\$ 42,948
<b>Total revenues</b>	<u>39,240</u>	<u>70,000</u>	<u>40,036</u>	<u>(29,964)</u>	<u>42,948</u>
<b>Expenditures:</b>					
Culture and recreation	39,240	70,000	65,662	4,338	52,545
<b>Total expenditures</b>	<u>39,240</u>	<u>70,000</u>	<u>65,662</u>	<u>4,338</u>	<u>52,545</u>
<b>Excess (Deficiency) of revenues over expenditures</b>	<u>-</u>	<u>-</u>	<u>(25,626)</u>	<u>(25,626)</u>	<u>(9,597)</u>
<b>Net change in fund balances</b>	-	-	(25,626)	(25,626)	(9,597)
<b>Fund balances - January 1</b>	<u>45,446</u>	<u>45,446</u>	<u>45,446</u>	<u>-</u>	<u>55,043</u>
<b>Fund balances - December 31</b>	<u>\$ 45,446</u>	<u>\$ 45,446</u>	<u>\$ 19,820</u>	<u>\$ (25,626)</u>	<u>\$ 45,446</u>

See the accompanying independent auditors' report.

**Park County, Colorado**  
**Agency Fund**  
**Treasurer and Public Trustee**  
**Statement of Changes in Assets and Liabilities**  
**For the Year Ended December 31, 2011**

	Balance January 1 2011	Additions	Deletions	Balance December 31 2011
<b>Assets</b>				
Cash and Investments - County Treasurer	\$ 16,138,870	\$ 52,361,896	\$ 53,449,028	\$ 15,051,738
Cash and Investments - Public Trustee	162,971	1,264,826	1,241,826	185,971
	16,301,841	53,626,722	54,690,854	15,237,709
Less: Held for County Funds	(15,466,040)			(14,326,428)
<b>Total Assets</b>	\$ 835,801			\$ 911,281
<b>Liabilities:</b>				
Due to other governmental agencies	\$ 672,830	\$ 21,865,422	\$ 21,812,942	\$ 725,310
Due to Public Trustee	162,971	1,264,826	1,241,826	185,971
	162,971	1,264,826	1,241,826	185,971
<b>Total Liabilities</b>	\$ 835,801	\$ 23,130,248	\$ 23,054,768	\$ 911,281

See the accompanying independent auditors' report.

**STATISTICAL SECTION**

Park County, Colorado  
**STATISTICAL SECTION**

This part of Park County's comprehensive annual 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.

Contents

**Financial Trends**

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time G1

**Revenue Capacity**

These schedules contain information to help the reader access the government's most significant revenue source, property tax G7

**Debt Capacity**

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future. G13

**Demographic and Operating Information**

These schedules offer demographic and economic indicators to help the reader Understand the environment within which the government's financial activities Take place. G15

**PARK COUNTY, COLORADO**  
**NET ASSETS BY COMPONENT**  
**Last Eight Fiscal Years**

	<i>FISCAL YEAR</i>							
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
GOVERNMENTAL ACTIVITIES								
Invested in Capital Assets	\$ 12,679,710	\$ 12,064,606	\$ 7,976,143	\$ 8,418,177	\$ 7,501,297	\$ 4,166,262	\$ 6,170,758	\$ 5,798,354
Restricted	485,340	532,550	565,069	577,886	577,886	535,902	532,178	492,659
Unrestricted	15,659,595	14,537,367	14,934,233	13,175,138	12,383,469	12,897,645	9,110,032	8,780,807
TOTAL GOVERNMENTAL NET ASSETS	<u>\$ 28,824,645</u>	<u>\$ 27,134,523</u>	<u>\$ 23,475,445</u>	<u>\$ 22,171,201</u>	<u>\$ 20,462,652</u>	<u>\$ 17,599,809</u>	<u>\$ 15,812,968</u>	<u>\$ 15,071,820</u>
BUSINESS-TYPE ACTIVITIES								
Invested in Capital Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-	-	-	-
Unrestricted	19,820	45,446	55,043	54,664	55,664	65,875	44,884	-
TOTAL BUSINESS-TYPE NET ASSETS	<u>\$ 19,820</u>	<u>\$ 45,446</u>	<u>\$ 55,043</u>	<u>\$ 54,664</u>	<u>\$ 55,664</u>	<u>\$ 65,875</u>	<u>\$ 44,884</u>	<u>\$ -</u>
TOTAL PRIMARY GOVERNMENT								
Invested in Capital Assets	\$ 12,679,710	\$ 12,064,606	\$ 7,976,143	\$ 8,418,177	\$ 7,501,297	\$ 4,166,262	\$ 6,170,758	\$ 5,798,354
Restricted	485,340	532,550	565,069	577,886	577,886	535,902	532,178	492,659
Unrestricted	15,679,415	14,582,813	14,989,275	13,229,802	12,442,856	12,963,520	9,154,916	8,780,807
TOTAL PRIMARY GOVERNMENTAL NET ASSETS	<u>\$ 28,844,465</u>	<u>\$ 27,179,969</u>	<u>\$ 23,530,487</u>	<u>\$ 22,225,865</u>	<u>\$ 20,522,039</u>	<u>\$ 17,665,684</u>	<u>\$ 15,857,852</u>	<u>\$ 15,071,820</u>

**Note: The County first implemented GASB Statement 34 for the year ended December 31, 2004.**

**PARK COUNTY COLORADO**  
**Changes in Net Assets By Component**  
**Last Eight Fiscal Years**  
**(Accrual Basis of Accounting)**

<b>Expenses</b>	2011	2010	2009	2008	2007	2006	2005	2004
<b>Governmental Activities:</b>								
General Government	\$ 4,953,117	\$ 5,232,437	\$ 5,617,639	\$ 5,298,813	\$ 5,042,281	\$ 5,127,655	\$ 5,051,259	\$ 4,411,996
Health and Welfare	4,546,267	4,412,017	4,319,977	3,580,749	2,839,386	3,386,282	3,154,045	3,438,429
Public Safety	5,378,143	5,463,364	5,845,168	5,873,263	5,718,203	6,376,205	5,837,046	4,908,770
Culture and Recreation	922,061	973,846	664,826	913,188	723,001	660,923	765,044	720,525
Public Works	5,716,486	5,161,098	4,717,830	4,717,971	4,334,745	4,421,922	4,749,936	4,447,360
Judicial - District Attorney	300,865	303,087	303,087	282,300	263,781	260,781	242,637	236,409
Interest on long-term debt	165,699	179,609	178,154	200,826	267,896	306,517	391,905	401,172
Total governmental activities	<u>21,982,638</u>	<u>21,725,459</u>	<u>21,646,681</u>	<u>20,867,110</u>	<u>19,189,293</u>	<u>20,540,285</u>	<u>20,191,872</u>	<u>18,564,661</u>
<b>Business type Activities:</b>								
Recreation	65,662	52,545	40,074	41,864	45,398	6,988	-	-
Total business type activities								
Total primary government expenses	<u>\$ 22,048,300</u>	<u>\$ 21,778,004</u>	<u>\$ 21,686,755</u>	<u>\$ 20,908,974</u>	<u>\$ 19,234,691</u>	<u>\$ 20,547,273</u>	<u>\$ 20,191,872</u>	<u>\$ 18,564,661</u>
 <b>Program Revenues</b>								
<b>Governmental Activities:</b>								
Charges for services								
General Government	\$ 1,193,756	\$ 810,852	\$ 1,528,304	\$ 810,852	\$ 1,688,882	\$ 1,545,274	\$ 961,622	\$ 1,697,855
Health and Welfare	72,984	5,879	79,895	5,879	299,142	180,163	214,029	50,195
Public Safety	298,858	2,637,021	3,191,962	2,637,021	2,298,627	3,136,428	2,593,929	1,613,760
Culture and Recreation	5,841	144,943	262,859	144,943	5,024	3,853	-	27,994
Public Works	32,845	570,812	-	570,812	586,903	136,925	747,868	358,500
Operating grants and contributions	9,000,406	7,761,913	2,000	3,076,012	7,480,543	8,501,411	8,453,903	7,283,513
Capital grants and contributions	1,778,032	138,405	8,447,126	4,824,306	148,738	305,503	130,780	49,771
Total governmental activities	<u>12,382,722</u>	<u>12,069,825</u>	<u>13,512,146</u>	<u>12,069,825</u>	<u>12,507,859</u>	<u>13,809,557</u>	<u>13,102,131</u>	<u>11,081,588</u>
<b>Business type Activities:</b>								
Recreation	40,036	42,948	40,453	37,141	38,910	27,979	22,078	-
Total business type activities	<u>40,036</u>	<u>42,948</u>	<u>40,453</u>	<u>37,141</u>	<u>38,910</u>	<u>27,979</u>	<u>22,078</u>	<u>-</u>
Total primary government program revenues	<u>\$ 12,422,758</u>	<u>\$ 12,112,773</u>	<u>\$ 13,552,599</u>	<u>\$ 12,106,966</u>	<u>\$ 12,546,769</u>	<u>\$ 13,837,536</u>	<u>\$ 13,124,209</u>	<u>\$ 11,081,588</u>

*Note: The County first implemented GASB Statement 34 for the year ended December 31, 2004.*

**PARK COUNTY COLORADO**  
**Changes in Net Assets By Component**  
**Last Seven Fiscal Years**  
**(Accrual Basis of Accounting)**  
**(Continued)**

	2011	2010	2009	2008	2007	2006	2005	2004
<b>Net (Expense) Revenue</b>								
Governmental activities	\$ (9,599,916)	\$ (5,757,330)	\$ (8,134,535)	\$ (8,797,284)	\$ (6,681,434)	\$ (6,730,728)	\$ (7,089,741)	\$ (7,483,073)
Business-type activities	-	-	379	(4,723)	(6,488)	20,991	22,078	-
<b>Total primary government</b>	<b>(9,599,916)</b>	<b>(5,757,330)</b>	<b>(8,134,156)</b>	<b>(8,802,007)</b>	<b>(6,687,922)</b>	<b>(6,709,737)</b>	<b>(7,067,663)</b>	<b>(7,483,073)</b>
<b>General Revenues and Other Changes</b>								
Taxes								
Property taxes	\$ 7,662,287	\$ 7,393,913	\$ 7,219,939	\$ 6,867,640	\$ 6,408,427	\$ 5,996,015	\$ 5,768,466	\$ 5,352,851
Specific ownership taxes	735,993	768,389	850,435	852,685	982,479	933,056	914,383	966,593
Sales taxes	531,304	509,514	491,307	619,743	577,799	553,845	520,243	478,836
Other taxes	1,680,892	301,087	85,865	1,086,305	135,634	120,921	109,475	778,997
Investment earnings	162,560	170,915	161,587	461,421	706,652	554,644	332,116	221,725
Miscellaneous	455,288	203,140	269,087	450,926	720,469	325,813	209,012	321,490
Sales of capital assets	61,714	-	398,721	179,930	-	133,275	-	41,440
Transfers	-	-	22,426	-	-	(100,000)	(22,806)	-
<b>Total government activities</b>	<b>11,290,038</b>	<b>9,346,958</b>	<b>9,499,367</b>	<b>10,518,650</b>	<b>9,531,460</b>	<b>8,517,569</b>	<b>7,830,889</b>	<b>8,161,932</b>
Business-type activities								
Transfers	-	-	-	-	-	-	22,806	-
<b>Total primary government</b>	<b>11,290,038</b>	<b>9,346,958</b>	<b>9,499,367</b>	<b>10,518,650</b>	<b>\$ 9,531,460</b>	<b>\$ 8,517,569</b>	<b>\$ 7,853,695</b>	<b>\$ 8,161,932</b>
<b>Changes in Net Assets</b>								
Governmental activities	1,690,122	3,589,628	1,373,694	1,721,366	\$ 2,850,026	\$ 1,786,841	\$ 741,148	\$ 678,859
Business-type activities	(25,626)	(9,597)	379	(4,723)	(6,488)	20,991	44,884	-
<b>Total primary government</b>	<b>1,664,496</b>	<b>3,580,031</b>	<b>1,374,073</b>	<b>1,716,643</b>	<b>\$ 2,843,538</b>	<b>\$ 1,807,832</b>	<b>\$ 786,032</b>	<b>\$ 678,859</b>

Note: The County first implemented GASB Statement 34 for the year ended December 31, 2004.

**Park County, Colorado  
Fund Balances, Governmental Funds  
Last Ten Fiscal Years**

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
General Fund										
Non-Spendable	\$ 283,512	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	485,340	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	532,550	322,134	587,925	577,905	564,765	553,476	515,422	436,655	448,892
Unassigned	3,803,874	3,705,165	3,524,308	3,070,227	3,063,097	2,899,489	2,703,057	1,970,338	2,410,565	2,041,067
<b>Total General Fund</b>	<b>\$ 4,572,726</b>	<b>\$ 4,237,715</b>	<b>\$ 3,846,442</b>	<b>\$ 3,658,152</b>	<b>\$ 3,641,002</b>	<b>\$ 3,464,254</b>	<b>\$ 3,256,533</b>	<b>\$ 2,485,760</b>	<b>\$ 2,847,220</b>	<b>\$ 2,489,959</b>
All other governmental funds										
Non-Spendable	\$ 69,480	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	2,916,910	-	-	-	-	-	-	-	-	-
Committed	1,284,099	-	-	-	-	-	-	-	-	-
Assigned	1,306,060	2,764,250	1,983,285	1,727,326	1,205,835	1,080,614	953,912	902,757	706,257	1,131,264
Unassigned	4,897,985	7,609,630	7,808,080	7,787,395	6,876,222	6,383,441	5,339,543	4,968,613	4,208,389	3,822,536
<b>Total all other governmental funds</b>	<b>\$ 10,474,534</b>	<b>\$ 10,373,880</b>	<b>\$ 9,791,365</b>	<b>\$ 9,514,721</b>	<b>\$ 8,082,057</b>	<b>\$ 7,464,055</b>	<b>\$ 6,293,455</b>	<b>\$ 5,871,370</b>	<b>\$ 4,914,646</b>	<b>\$ 4,953,800</b>

\*\*GASB 54 was not implemented until 2011, so prior years have not be restated.

**PARK COUNTY, COLORADO**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
<b>REVENUES</b>										
Taxes	\$ 9,220,443	\$ 9,128,682	\$ 8,656,408	\$ 8,409,241	\$ 8,104,339	\$ 7,603,838	\$ 7,312,567	\$ 6,911,145	\$ 6,515,703	\$ 5,777,037
Licenses and Permits	420,623	340,005	446,465	656,646	733,392	890,184	849,619	871,767	902,865	1,285,241
Intergovernmental revenue	12,168,471	14,382,144	11,723,564	11,270,176	10,479,712	11,645,985	10,947,881	9,694,628	9,675,912	9,362,733
Fines and forfeitures	232,058	224,945	267,558	209,381	207,286	217,141	167,130	203,782	155,626	137,332
Charges for services	951,603	1,011,202	1,074,559	969,107	1,087,469	1,056,246	1,137,501	1,090,408	999,617	676,419
Disposal of assets	61,714	397,475	22,426	179,785	77,883	133,275	70,910	104,084	125,211	104,857
Interest	162,560	170,915	269,087	488,340	706,652	554,644	324,842	221,725	195,076	222,944
Miscellaneous	455,288	246,087	398,721	405,800	642,586	325,813	138,102	208,625	320,637	238,573
<b>TOTAL REVENUES</b>	<b>23,672,760</b>	<b>25,901,455</b>	<b>22,858,788</b>	<b>22,588,476</b>	<b>22,039,319</b>	<b>22,427,126</b>	<b>20,948,552</b>	<b>19,306,164</b>	<b>18,890,647</b>	<b>17,805,136</b>
<b>EXPENDITURES</b>										
General Government	5,010,696	5,032,206	5,351,931	5,098,582	4,885,246	4,846,053	4,453,857	4,319,546	3,767,469	3,594,298
Health and Welfare	4,534,089	4,398,094	4,308,719	3,566,826	2,887,080	3,358,983	3,133,859	3,418,414	2,589,794	2,822,520
Public safety	5,147,448	4,978,600	5,479,824	5,388,499	5,403,603	5,831,385	5,335,929	4,177,231	4,064,412	3,744,712
Culture and Recreation	870,768	951,364	623,094	890,707	717,399	636,695	743,486	698,878	806,655	604,514
Public works	5,180,256	4,546,802	4,074,138	4,103,674	3,908,702	3,573,763	4,046,238	3,502,774	3,312,141	4,368,940
Judicial - District Attorney	300,865	303,087	303,087	282,300	270,137	260,781	242,637	236,409	444,209	520,840
Capital outlay	2,707,351	4,579,798	1,377,314	2,126,914	627,365	736,583	1,103,660	3,036,265	2,699,660	1,842,514
Debt issue costs	-	-	-	-	-	-	-	221,995	-	-
Debt service:										
Principal	1,218,785	953,312	855,891	878,035	1,958,914	1,394,244	1,040,430	1,088,743	2,668,578	1,067,183
Interest	166,936	179,609	179,143	200,826	268,822	307,868	341,183	349,587	611,198	501,333
Miscellaneous	(92)	4,735	2,300	4,735	17,300	2,450	2,612	16,214	150	-
<b>TOTAL EXPENDITURES</b>	<b>25,137,102</b>	<b>25,927,607</b>	<b>22,555,441</b>	<b>22,541,098</b>	<b>20,944,568</b>	<b>20,948,805</b>	<b>20,443,891</b>	<b>21,066,056</b>	<b>20,964,266</b>	<b>19,066,854</b>

**PARK COUNTY, COLORADO**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
**(Continued)**

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Excess of Revenues over (under)										
Expenditures	(1,464,342)	173,788	464,934	47,378	1,094,751	1,478,321	504,661	(1,759,892)	(1,629,646)	(1,261,718)
<b>OTHER FINANCING SOURCES (USES)</b>										
Proceeds from capital leases	1,900,007	1,000,000	-	1,400,000	-	-	-	-	423,742	1,291,334
Proceeds from debt issuance	-	-	-	-	-	-	210,780	5,455,000	-	-
Premiums on debt issuance	-	-	-	-	-	-	-	4,605	-	-
Payments to bond refunding agent	-	-	-	-	-	-	-	(3,104,449)	-	-
Transfers In	1,309,139	1,764,949	1,038,737	1,409,552	881,857	1,198,812	1,185,830	776,048	1,047,667	877,913
Transfers Out	(1,309,139)	(1,964,949)	(1,038,737)	(1,409,552)	(1,181,857)	(1,298,812)	(1,208,636)	(776,048)	-	(917,913)
Total Other Sources (Uses)	1,900,007	800,000	-	1,400,000	(300,000)	(100,000)	187,974	2,355,156	1,471,409	1,251,334
Net change in fund balance	\$ 435,665	\$ 973,788	\$ 464,934	\$ 1,447,378	\$ 794,751	\$ 1,378,321	\$ 692,635	\$ 595,264	\$ (158,237)	\$ (10,384)
Debt service as a percentage of noncapital expenditures	0.79%	5.61%	5.14%	5.58%	12.33%	9.20%	7.69%	8.80%	21.89%	10.02%

**PARK COUNTY, COLORADO**  
**Assessed and Estimated Actual Value of Taxable Property**  
**Last Ten Years**  
**(Unaudited)**

Real and Personal Property								
Fiscal Year	Assessed Value Real Estate	Assessed Value Personal	Estimated Actual Value	Actual Tax Collected	Ratio of Total Assessed to Total Estimated Actual Value	Assessed Residential Property Tax Value to Market (a)	Total Direct Rate	
2002	273,264,084	13,176,256	2,076,217,262	4,372,552	13.8	9.15	1.53%	
2003	278,824,003	13,228,149	2,160,296,960	5,085,357	13.5	7.96	1.74%	
2004	297,565,850	13,715,525	2,473,620,686	5,344,974	12.6	7.96	1.72%	
2005	302,131,549	13,135,262	2,548,018,568	5,763,584	12.4	7.96	1.83%	
2006	340,309,643	13,045,658	2,832,018,926	5,992,743	12.5	7.96	1.70%	
2007	344,906,552	12,461,034	2,911,724,971	6,407,985	12.3	7.96	1.79%	
2008	396,130,040	15,975,100	3,392,900,170	6,779,631	12.1	7.96	1.65%	
2009	400,692,260	16,492,375	3,751,686,961	6,419,024	11.1	7.96	1.54%	
2010	452,118,623	16,795,326	3,777,121,164	7,374,127	12.4	7.96	1.57%	
2011	451,764,531	17,684,241	3,515,793,310	7,619,836	13.4	7.96	1.62%	

(a) Commercial and industrial property is assessed at 29% of market value.  
Source: Park County Assessor's Office

**PARK COUNTY, COLORADO**  
**Property Tax Levies**  
**Direct and Overlapping**  
**2002 - 2011**  
**(Unaudited)**

<u>Park County</u>								
<b>Fiscal</b>	<b>Assessment</b>	<b>General</b>	<b>Special</b>	<b>All</b>			<b>Percent</b>	
<b>Year</b>	<b>Year</b>	<b>Fund</b>	<b>Revenue</b>	<b>Total</b>	<b>Other</b>	<b>School</b>	<b>Total</b>	<b>County to</b>
			<b>Fund</b>		<b>Special</b>	<b>Districts (1)</b>		<b>Total</b>
					<b>Districts (1)</b>	<b>Districts (1)</b>		<b>Total</b>
<b>2002</b>	<b>2001</b>	14.067	1.320	15.387	10.121	29.242	54.750	28.10%
<b>2003</b>	<b>2002</b>	15.338	1.922	17.260	9.880	27.390	54.530	31.65%
<b>2004</b>	<b>2003</b>	15.438	1.938	17.376	8.705	25.780	51.861	33.50%
<b>2005</b>	<b>2004</b>	16.342	2.043	18.385	9.501	25.134	53.020	34.68%
<b>2006</b>	<b>2005</b>	15.168	1.904	17.072	9.340	23.950	50.362	33.90%
<b>2007</b>	<b>2006</b>	15.168	1.904	17.072	10.002	23.951	51.025	33.46%
<b>2008</b>	<b>2007</b>	14.686	1.850	16.536	9.631	21.938	48.105	34.37%
<b>2009</b>	<b>2008</b>	15.461	1.942	17.403	10.570	22.676	50.649	34.36%
<b>2010</b>	<b>2009</b>	14.061	1.773	15.834	10.996	24.065	50.895	31.11%
<b>2011</b>	<b>2010</b>	14.749	1.557	16.306	10.770	24.131	51.207	31.84%

(1) Average

**PARK COUNTY, COLORADO**  
**Principal Taxpayers**  
**Assessment Year 2010**  
**(Fiscal Year 2011)**

<b>Taxpayer</b>	<b>Type of Business</b>	<b>2011 Assessed Value</b>	<b>Percentage of Total Taxable Assessed Value</b>
1) Intermountain Rural Electric Assn	Utility	6,382,800	2.02%
2) Public Service CO (XCEL)	Utility	4,291,000	1.36%
3) Colorado Natural Gas	Utility	3,007,700	0.95%
4) Qwest	Utility	2,823,100	0.90%
5) Flying Horse Ranch LLC	Mixed Use	1,004,260	0.32%
6) Kopunec Stan	Commercial	770,000	0.24%
7) Hartsel Springs Ranch of CO Inc	Vacant Land	768,940	0.24%
8) CenturyTel of Eagle	Utility	719,700	0.23%
9) Verizon Wireless (VAW) LLC	Utility	645,900	0.20%
10) Pine Ridge Residential LLC	Vacant Land	643,340	0.20%
Total Top Ten Principal Taxpayers		<u>\$21,056,740</u>	<u>5.26%</u>
Total Assessed Valuation		<u>\$400,692,260</u>	<u>100.00%</u>

Source: County Assessor

\*does not include Exempt Account Types

Information from the period nine years prior to 12/31/2007 was not available.

**PARK COUNTY, COLORADO**  
**Property Tax Levies and Collections**  
**2002-2011**  
**(Unaudited)**

<b>Fiscal Year</b>	<b>Total Tax Levy</b>	<b>Current Tax Collected</b>	<b>Percent of Levy Collected</b>	<b>Delinquent Tax Collected</b>	<b>Total Tax Collections</b>	<b>Collections As % of Current Levy</b>
2002	4,407,458	4,372,552	99.21%	17,172	4,389,724	99.60%
2003	5,040,820	5,085,357	100.88%	4,009	5,089,366	100.96%
2004	5,408,826	5,344,974	98.82%	7,264	5,352,237	98.95%
2005	5,796,181	5,763,584	99.44%	4,882	5,768,466	99.52%
2006	6,032,481	5,992,743	99.34%	2,817	5,995,560	99.39%
2007	6,435,475	6,407,985	99.57%	442	6,408,427	99.58%
2008	6,814,571	6,779,631	99.49%	5,694	6,785,325	99.57%
2009	6,443,910	6,419,024	99.61%	(1,010)	6,418,014	99.60%
2010	7,443,071	7,374,127	99.07%	19,786	7,393,913	99.34%
2011	7,654,832	7,619,836	99.54%	42,451	7,662,287	100.10%

Source: Park County Treasurer

**PARK COUNTY, COLORADO**  
**Distribution of Property**  
**by Property Type Classification\***  
**(Unaudited)**

<b>Property Classification</b>	<b>2010 Assessed Valuation</b>	<b>2011 Assessed Valuation</b>	<b>2011 Percent of Tax Roll</b>
Residential Properties	226,393,750	208,654,300	47.35%
Vacant Land	174,003,180	163,648,350	37.14%
Commercial Properties	27,700,251	24,056,584	5.46%
State Assessed Properties	16,352,100	19,065,000	4.33%
Agricultural Properties	17,166,850	17,416,460	3.95%
Natural Resources Properties	4,379,240	4,254,750	0.97%
Producing Mines	0	3,200	0.00%
Industrial Land and Improvements	887,290	812,840	0.18%
Personal Property	2,566,111	2,742,061	0.62%
<b>County Total (All Classifications)</b>	<b>469,448,772</b>	<b>440,653,545</b>	<b>100.00%</b>

\*Data provided by Park County Assessor

**PARK COUNTY, COLORADO**  
**Schedule of Sales Tax Collection**  
**2002 - 2011**  
**(Unaudited)**

	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>Percent Increase (Decrease) over 2010</b>
<b>January</b>	27,704.34	37,064.38	23,507.10	31,114.01	33,646.61	34,635.74	34,236.55	36,618.87	28,659.84	33,970.27	18.53%
<b>February</b>	25,259.34	25,221.08	34,354.25	28,968.15	31,177.39	32,789.84	38,538.21	42,639.59	25,899.60	28,836.79	11.34%
<b>March</b>	31,006.85	29,427.31	31,209.03	37,847.75	35,441.45	39,936.13	37,683.03	32,172.26	35,125.97	35,550.04	1.21%
<b>April</b>	31,571.97	26,792.89	35,858.79	32,539.29	37,985.96	36,352.81	30,132.89	29,643.03	31,088.22	30,765.87	-1.04%
<b>May</b>	35,640.37	38,440.21	32,214.94	38,154.41	43,565.94	44,547.69	42,070.91	33,368.94	42,389.37	35,893.07	-15.33%
<b>June</b>	45,125.20	48,668.60	56,048.34	55,833.27	63,268.74	64,471.58	57,112.61	32,030.18	56,809.20	51,463.57	-9.41%
<b>July</b>	50,453.66	48,580.68	51,081.91	60,375.26	58,941.05	62,743.70	66,554.59	38,850.09	59,474.52	58,121.50	-2.27%
<b>August</b>	46,317.28	50,908.55	43,708.20	56,531.05	63,128.05	61,159.81	68,965.71	59,198.05	57,480.49	56,334.59	-1.99%
<b>September</b>	44,369.50	47,628.50	58,144.87	58,498.37	63,707.71	67,854.33	67,049.10	52,939.47	54,890.08	57,686.56	5.09%
<b>October</b>	29,860.53	44,945.02	34,479.79	40,897.21	43,710.03	48,114.95	47,772.07	51,793.18	39,329.22	41,433.83	5.35%
<b>November</b>	32,397.77	33,151.62	38,821.52	36,682.14	30,377.02	40,099.17	36,618.87	55,387.58	40,203.65	35,319.84	-12.15%
<b>December</b>	35,592.07	34,187.34	39,406.95	40,802.40	48,895.28	45,092.71	42,639.59	37,618.08	38,163.61	41,286.47	8.18%
<b>Total</b>	<b>435,298.88</b>	<b>465,016.18</b>	<b>478,835.69</b>	<b>518,243.31</b>	<b>553,845.23</b>	<b>577,798.46</b>	<b>569,374.13</b>	<b>502,259.32</b>	<b>509,513.77</b>	<b>506,662.40</b>	<b>-0.56%</b>

**PARK COUNTY, COLORADO**  
**Ratios of Outstanding Debt by Type**  
**2002-2011**  
**(Unaudited)**

<b>Fiscal Year</b>	<b>Capital Improvement Revenue Bonds</b>	<b>Certificates of Participation</b>	<b>Capital Leases</b>	<b>Total Primary Government</b>	<b>Percentage of Personal Income</b>	<b>Per Capita</b>
2002	3,575,000	-	5,239,822	8,816,824	2.67%	560.23
2003	3,400,000	-	4,203,121	7,603,121	1.73%	471.66
2004	3,495,000	2,270,000	3,384,378	9,149,378	1.83%	531.35
2005	3,285,000	2,230,000	2,804,728	8,319,728	1.63%	481.38
2006	2,995,000	2,050,000	1,880,485	6,925,485	1.33%	404.90
2007	2,730,000	1,870,000	366,571	4,966,571	0.95%	292.74
2008	2,460,000	1,685,000	1,343,535	5,488,535	1.06%	315.78

**PARK COUNTY, COLORADO**  
**Computation of Legal Debt Margin**  
**2002-2011**  
**(Unaudited)**

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Assessed Value	440,653,545	469,448,772	468,913,949	417,184,635	412,989,018	357,367,586	353,355,301	311,281,375	292,052,152	286,440,340
Debt Limit 1.5% of assessed value	6,609,803	7,041,732	7,033,709	6,257,770	6,194,835	5,360,514	5,300,330	4,669,221	4,380,782	4,296,605
Outstanding Bonded Debt Applied to Limit	-	-	-	-	-	-	-	-	-	-
Legal Debt Margin	<u>\$ 6,609,803</u>	<u>\$ 7,041,732</u>	<u>\$ 7,033,709</u>	<u>\$ 6,257,770</u>	<u>\$ 6,194,835</u>	<u>\$ 5,360,514</u>	<u>\$ 5,300,330</u>	<u>\$ 4,669,221</u>	<u>\$ 4,380,782</u>	<u>\$ 4,296,605</u>

**PARK COUNTY, COLORADO**  
**Demographic Information**  
**(Unaudited)**

<u>Year</u>	<u>Population</u>	<u>Per Capita Income</u>	<u>Personal Income</u>	<u>% of Unemployment</u>
1990	7,174	\$16,073	115,307,702	
1991	7,723	16,707	129,028,161	
1992	8,136	17,392	141,501,312	
1993	8,649	19,006	164,382,894	
1994	9,625	19,615	188,794,375	4.2% ***
1995	10,713	19,867	212,835,171	4.1% ***
1996	11,552	20,885	241,263,520	4.5% ***
1997	12,583	21,588	271,641,804	3.3% ***
1998	13,331	20,837	277,778,047	3.8% ***
1999	14,128	22,323	315,379,344	3.0% ***
2000	14,700	24,235	356,254,500	2.5% ***
2001	15,301	22,569	345,328,269	3.5% ***
2002	15,738	20,990	330,340,620	5.3% ***
2003	16,120	27,297 **	440,027,640	5.5% ***
2004	17,219 **	28,981 **	499,023,839	5.4% ***
2005	17,283 **	29,590 **	511,403,970	4.8% ***
2006	17,104 **	30,547 **	522,475,888	4.0% ***
2007	16,966 **	30,814 **	522,790,324	3.6% ***
2008	17,381	29,843 **	518,701,183	4.8% ***
2009	16,953	31,111	527,419,000	7.2% ***
2010	17,302 **	29,366 **	508,090,532	8.9% ***
2011	16,089 *	33,452 **	538,209,228	8.3% ***

\*Source: Colorado Division of Local Governments

\*\* Source: ESRI Business Solutions

\*\*\*Source: CO Dept of Labor & Employment

**PARK COUNTY, COLORADO**  
**Principal Employers by Category**

<b>Industry</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>
<b>Name</b>	<b>Employers</b>									
Government (all)	26	26	24	27	29	30	30	29	29	28
Construction Trade	114	117	147	154	180	174	173	166	140	144
Food & Lodging	40	39	43	39	47	44	46	41	39	40
Retail Trade (all)	40	41	48	50	48	48	46	41	39	38
Professional & Tech.	70	58	72	62	83	86	72	66	49	45
Admin. Services	34	40	35	34	31	30	25	25	17	11
Wholesale Trade	33	34	35	16	28	29	32	35	15	20
Manufacturing	14	15	14	17	20	22	21	18	15	18
Health Care/Social	21	20	18	17	16	11	10	10	16	15
Real Estate	24	24	30	30	30	27	23	21	18	21
Finance & Insurance	12	11	13	10	14	14	13	12	9	8
Information Services	12	11	12	12	12	11	10	9	6	8
Entertainment/Rec	6	7	7	12	7	7	5	6	5	4

\*Source: Colorado Division of Local Governments

**Park County, Colorado**  
**Recent History of Foreclosures**  
**(Unaudited)**

<b>Year</b>	<b>Number of Foreclosures</b>	<b>Percent Change</b>
2000	64	-9%
2001	92	44%
2002	147	60%
2003	139	-5%
2004	155	12%
2005	200	29%
2006	208	4%
2007	205	-1%
2008	266	30%
2009	346	30%
2010	297	-14%
2011	225	-24%

**Park County, Colorado**  
**Schedule of Indirect Costs, Fringe Benefits, and Allocation Base**  
**Last Ten Fiscal Years**  
(Unaudited)

	Fiscal Year									
	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
<b>Fringe Benefits</b>										
Contribution to Pension	213,721	223,542	221,979	218,775	215,843	218,792	211,794	203,520	193,275	186,889
Payroll Taxes	560,080	587,529	593,778	593,430	585,972	592,006	570,117	535,701	504,393	546,401
Group Health Insurance	2,205,914	1,912,423	1,884,900	1,918,708	1,860,656	1,591,914	1,237,654	1,165,768	1,125,244	976,835
Worker's Comp	228,145	252,231	239,253	254,630	260,884	279,711	286,713	299,224	222,160	187,609
Unemployment	21,962	14,925	15,206	21,101	17,179	22,946	21,896	13,697	12,850	15,855
Long Term Disability	33,376	39,085	33,900	29,849	27,104	24,878	21,868	21,994	21,164	17,980
Paid time off earned	19,606	12,323	24,870	19,626	21,794	22,676	20,806	20,532	19,705	21,526
Annual leave earned (used)	19,619	81,406	22,475	19,917	22,079	22,332	16,969	17,280	15,364	20,109
Sick leave used	11,460	12,323	8,279	14,908	13,182	15,751	12,913	10,926	9,729	12,156
Total fringe benefits	<u>3,313,882</u>	<u>3,135,786</u>	<u>3,044,640</u>	<u>3,090,944</u>	<u>3,024,694</u>	<u>2,791,005</u>	<u>2,400,728</u>	<u>2,288,642</u>	<u>2,123,884</u>	<u>1,985,359</u>
Allocation base = salaries	7,653,531	7,966,351	8,007,981	8,020,322	7,938,286	7,991,039	7,678,848	7,237,372	6,933,339	6,785,371
Fringe benefit rate	43.30%	39.36%	38.02%	38.54%	38.10%	34.93%	31.26%	31.62%	30.63%	29.26%

Source: County's Financial Reports

**PARK COUNTY, COLORADO**  
**Miscellaneous Statistics**  
**December 31, 2011**  
**(Unaudited)**

Date of Incorporation	1861
Form of Government	Board of County Commissioner
County Seat	Fairplay, Colorado
Incorporated Towns:	
<i>Alma</i>	
<i>Fairplay</i>	
Land (In Square Miles)	
<i>Federal Land</i>	1,125
<i>State Land</i>	131
<i>Other Government</i>	50
<i>Private Land</i>	860
Population (1)	16,089
Miles of County Maintained Roads: (3)	1,658
Motor Vehicle Registration: (2)	37,537
Total Voter Registration: (2)	9,907

Notes: (1) Source ESRI Business Solutions  
(2) Source Park County Clerk and Recorder  
(3) Source Park County Road and Bridge Department

**PARK COUNTY, COLORADO**  
**Full-time Equivalent County Government Employees by Function/Program**

Function/Program	Budgeted Positions as of Year End									
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
<b>General Government</b>										
Management Services	3	3	3	3	3	3	3	3	3	3
Support	14	13.5	15	16	17.5	18	16.5	15.75	12.25	12.5
Treasurer	5	5	5.5	5.5	6	6	6	6	6	6
Clerk	9	9	10	10	10	10	10	10	10.5	10.5
Coroner	0.75	0.75	0.75	0.75	0.75	0.75	0.5	0.5	0.5	0.5
Assessor	11	11	12	12	12.5	12.5	12.5	12.5	12.5	12.75
Surveyor	0.25	0.25	0.25	0.25	0.25	0	0	0	0	0
Development Services	16	16	20	20	20	19	17.25	17.5	15.5	16.5
Other	5.25	5.25	7	6	7.75	4.25	4.25	4.75	3.25	3.25
<b>Police</b>										
Sheriff	30	33.5	35	33	32.75	32.75	32	30	29	29
Jail	23	26	32	35.5	36	35.5	33	27	27.25	28.5
Animal Control	3	3	3.5	3.5	4	4	4	3.5	3.5	3.5
Communications	11	11	10	11	11	11	11	9	9	9
<b>Public Works</b>										
Equipment Operators	43	43	46	46	45	44	44	40	40	42
Other	15	15	21.5	14	15	17	16	19.5	19.5	20
<b>Library</b>	4.15	4.15	4.5	4.5	5	5	4.5	4.5	4.75	4.5
<b>Human Services</b>	14	14	13	12	12	11	11	10.5	10.5	9
<b>Public Health</b>	4	4	7	6	6	5.5	5	5	5.25	5.5
<b>Total</b>	211.4	217.4	246	239	244.5	239.25	230.5	219	212.25	216

**PARK COUNTY, COLORADO**  
**Operating Indicators by Function/Program**

<b>Function/Program</b>	<b>Fiscal Year</b>									
	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>
<b>Police</b>										
Physical Arrests	425	502	447	318	428	366	414	353	N/A	N/A
Animal Control Violations	72	84	145	162	202	205	148	147	N/A	N/A
Traffic Violations	3,058	2,368	2,499	2,428	2,599	3,166	2,471	2,889	N/A	N/A
<b>Communications</b>										
Calls; Service	24,739	23,541	23,954	20,016	16,756	8,655	8,146	8,096	1,403	1,487
EMS	1,844	876	996	564	788	728	728	844	613	651
Fire	3,355	2,973	2,075	1,278	1,219	1,174	1,082	1,130	790	836
<b>Coroner</b>										
# of Deaths	57	60	70	60	38	62	48	59	43	44
<b>Human Services</b>										
Food Stamp Issuance	1,895,342	1,719,664	1,343,320	902,272	750,285	723,279	805,697	717,982	476,396	317,957
TANF	205,838	149,698	282,450	37,936	80,532	81,247	113,586	131,827	109,025	132,124
LEAP	322,191	350,942	310,496	249,613	149,030	202,645	180,066	181,633	127,890	100,441
<b>Public Health</b>										
WIC	102,866	33,554	108,395	114,091	105,269	86,369	21,523	92,243	83,648	89,064
WIC Vaccines	7,385	10,326	21,666	24,394	29,801	17,264	3,423	8,918	9,716	2,593
<b>Clerk</b>										
Motor Vehicle Registration	37,537	37,928	41,302	23,441	23,431	23,025	29,288	21,493		22,281
Total Voter Registration	9,907	12,342	11,083	11,559	12,074	11,521	12,125	12,602		11,501
<b>Public Works</b>										
Road Maintenance (miles)	1,658	1,620	1,664	1,664	1,664	1,664	1,664	1,664	1,664	1,623
<b>Library</b>										
Volumes in Collection	63,274	59,618	54,234	57,946	55,771	52,218	48,417	50,244	51,754	48,182
Total Volume Borrowed	84,295	82,305	78,764	69,252	67,564	67,355	63,473	67,288	65,778	80,852
<b>Assessor</b>										
Tax Schedules	41,705	41,822	41,904	41,883	41,715	41,485	40,578	40,415	40,282	38,359
Deeds	2,292	2,211	1,903	2,366	3,285	3,591	3,557	3,330	3,252	3,948
<b>Treasurer</b>										
Investments	12,046,325	15,148,479	15,122,643	14,110,257	13,760,399	11,740,844	9,924,767	9,910,858	9,235,287	8,882,032
<b>Public Trustee</b>										
Foreclosures	225	297	346	266	205	208	200	155	139	147
Releases	1,420	1,416	1,778	1,786	2,340	2,680	3,026	3,339	4,694	4,736
<b>Building</b>										
Permits (Dwellings)	72	93	106	159	239	280	291	320	300	346
Permits (Other)	611	673	618	631	672	711	659	746	660	701

**PARK COUNTY, COLORADO**  
Capital Asset Statistics by Function/Program

Function/Program	Fiscal Year									
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
<b>General Government</b>										
Buildings	34	33	33	33	33	33	32	31	27	27
Vehicles	148	151	147	153	149	149	144	129	102	105
<b>Information Technology</b>										
#Servers	21	21	20	19	17	16	12	9	0	0
#Servers replaced	1	0	0	1	4	3	1	0	0	0
PC's	238	210	206	205	195	185	178	175	0	0
Vehicles	4	4	4	4	4	3	1	0	0	0
<b>Telecommunications</b>										
Radio Towers	7	7	7	7	6	6	6	6	0	0
# Phones	212	186	177	177	173	0	0	0	0	0
<b>Sheriff</b>										
Stations	1	1	1	1	1	1	1	1	1	1
Sub Stations	2	2	2	2	2	2	1	1	1	1
Patrol Units	27	27	27	25	23	20	19	20	21	21
Other Vehicles	27	27	26	22	24	24	20	20	22	17
<b>Public Works</b>										
Roads Maintained (miles)	1664	1664	1664	1664	1664	1664	1664	1664	1623	1623
<b>Parks and Recreation</b>										
Bike Path (miles)	6	6	6	6	6	6	6	6	6	6
Fishing leases (miles)	13	13	13	13	10	8	8	6	0	0
<b>Cemeteries</b>										
Acreage	19	19	19	19	19	19	19	19	0	0
# Owned	6	6	6	6	6	6	6	6	6	5
Inactive	2	2	2	2	2	2	2	1	1	0

**COMPLIANCE**

<b>HIGHWAY FINANCE REPORT</b>	City or County: <b>Park</b>
	YEAR ENDING : <b>December 2011</b>
This Information From The Records Of (example - City of _ or County of <b>County of PARK</b> )	Prepared By: <b>Kathy Boyce, Finance Director</b> Phone: <b>719-836-4214</b>

**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				

**FOR ROAD AND STREET PURPOSES**

**III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES**

ITEM	AMOUNT	ITEM	AMOUNT
<b>A. Receipts from local sources:</b>		<b>A. Local highway disbursements:</b>	
1. Local highway-user taxes		1. Capital outlay (from page 2)	-
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	2,184,292.53
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	57,052.06
2. General fund appropriations		b. Snow and ice removal	1,446,834.16
3. Other local imposts (from page 2)	0	c. Other	7,644.71
4. Miscellaneous local receipts (from page 2)	1,464.97	d. Total (a. through c.)	1,511,530.93
5. Transfers from toll facilities		4. General administration & miscellaneous	394,033.11
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	12,785.10
a. Bonds - Original Issues		6. Total (1 through 5)	4,102,641.67
b. Bonds - Refunding Issues		<b>B. Debt service on local obligations:</b>	
c. Notes	-	1. Bonds:	
d. Total (a. + b. + c.)	-	a. Interest	
7. Total (1 through 6)	1,464.97	b. Redemption	
<b>B. Private Contributions</b>		c. Total (a. + b.)	-
<b>C. Receipts from State government</b> (from page 2)	-	2. Notes:	
<b>D. Receipts from Federal Government</b> (from page 2)	-	a. Interest	42,007.27
<b>E. Total receipts (A.7 + B + C + D)</b>	1,464.97	b. Redemption	488,987.71
		c. Total (a. + b.)	530,994.98
		3. Total (1.c + 2.c)	530,994.98
		<b>C. Payments to State for highways</b>	
		<b>D. Payments to toll facilities</b>	
		<b>E. Total disbursements (A.6 + B.3 + C + D)</b>	4,633,636.65

**CAL HIGHWAY DEBT STATUS**

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
<b>A. Bonds (Total)</b>				0
1. Bonds (Refunding Portion)				
<b>B. Notes (Total)</b>	1,489,332.00	1,255,025.04	530,994.98	2,213,362.06

**ROAD AND STREET FUND BALANCE**

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	4,315,788.00	1,464.97	4,633,636.65	(316,383.68)	

Notes and Comments:





**JOHN CUTLER  
& ASSOCIATES**

To the Board of County Commissioners  
Park County, Colorado

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Park County, Colorado, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 25, 2012. 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.

**Internal Control over Financial Reporting**

Management of Park County, Colorado is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered Park County, Colorado's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Park County, Colorado's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Park County, Colorado's internal control over financial reporting.

*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 entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined previously.

### **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 grants, 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*.

We noted certain matters that we reported to management of Park County, Colorado in a separate letter dated June 25, 2012.

This report is intended solely for the information and use of the County Commissioners, management, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

*John Luthr & Associates, LLC*

June 25, 2012



**JOHN CUTLER**  
& ASSOCIATES

To the Board of County Commissioners  
Park County, Colorado

**Report on Compliance With Requirements Applicable That Could Have a  
Direct and Material Effect on Each Major Program and on Internal Control  
Over Compliance in Accordance With OMB Circular A-133**

**Compliance**

We have audited the compliance of Park County, Colorado with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011. Park County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Park County, Colorado's management. Our responsibility is to express an opinion on Park County, Colorado's compliance based on our audit.

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 Park County, Colorado's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Park County, Colorado's compliance with those requirements.

In our opinion, Park County, Colorado complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2011.

**Internal Control Over Compliance**

Management of Park County, Colorado is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Park County, Colorado's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance 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 Park County, Colorado's internal control over compliance

In planning and performing our audit, we considered Park County, Colorado's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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

This report is intended solely for the information and use of the County Commissioners, management, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

*John Luthr & Associates, LLC*

June 25, 2012

PARK COUNTY, COLORADO

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended December 31, 2011

**Summary of Auditors= Results**

*Financial Statements*

Type of auditors= report issued: unqualified

Internal control over financial reporting:

- Material weaknesses identified? \_\_\_\_\_ yes  no
- Significant deficiency(ies) identified \_\_\_\_\_ yes  none reported

Noncompliance material to financial statements noted? \_\_\_\_\_ yes  no

*Federal Awards*

Internal control over major programs:

- Material weaknesses identified? \_\_\_\_\_ yes  no
- Significant deficiency(ies) identified \_\_\_\_\_ yes  none reported

Type of auditor's report issued on compliance for major programs: unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? \_\_\_\_\_ yes  no

Identification of major program:

93.568            Low-Income Home Energy Assistance  
16.803            Recovery Act – Edward Byrne Memorial Justice Assistance Grant (JAG) Program

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee?  yes \_\_\_\_\_ no

**Findings Related to Financial Statements**

The audit of the financial statements did not disclose any significant deficiencies in internal control that would be considered a material weakness, and did not disclose any instances of noncompliance with requirements of certain provisions of laws, regulations, and grants that were material to those financial statements.

**Findings and Questioned Costs for Federal Awards**

The audit of federal awards did not disclose any significant deficiencies in internal control that would be considered a material weakness, and did not disclose any instances of noncompliance with requirements of certain provisions of laws, regulations, and grants that were material to those federal awards.

**Park County, Colorado**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended December 31, 2011**

	Major Program ?	CDFA #	2011 TOTAL EXPENDITURES
<b><u>US DEPARTMENT OF HEALTH AND HUMAN SERVICES</u></b>			
Passed through the State Department of Public Health			
WIC Vaccines	No	93.268	7,385
Maternal & Child Health Block Grant	No	93.994	1,627
Emergency Preparedness and Response Division	No	93.069	47,604
ARRA - Innovative Project	No	93.712	5,351
Passed through the State Department of Human Services			
TANF CO Works	No	93.558	236,106
Title IV-D	No	93.563	95,942
LEAP	Yes	93.568	322,362
CCDF	No	93.596	47,921
CCDF Discretion	No	93.575	(7,825)
Title IV-B	No	93.645	4,494
Title IV-E	No	93.658	103,918
IV-E Adoption	No	93.659	10,634
Title XX Block Grant	No	93.667	7,273
Title XIX Medicaid EPSDT	No	93.778	57,442
Child Care and Development Block Grant	No	93.713	
Children's Health Insurance Program - CHIP	No	93.767	1,733
<b><u>U.S DEPARTMENT OF Commerce</u></b>			
PSIC	No	11.555	92,250
<b><u>U.S DEPARTMENT OF Agriculture</u></b>			
Passed through the State Department of Human Services			
TEFAP Commodities	No	10.569	13,178
WIC	No	10.557	102,866
Food Stamp Administration	No	10.561	72,489
<b><u>U.S DEPARTMENT OF Interior</u></b>			
National Park Service - National Heritage Area	No	15.939	242,730
<b><u>U.S. DEPARTMENT OF JUSTICE</u></b>			
Passed through the State Department of Public Health			
US Department of Justice - VOCA	No	16.575	39,441
US Department of Justice - VAWA	No	16.588	8,626
US Department of Justice - JAG	Yes	16.803	125,000
US Department of Justice - JAG	No	16.738	10,000
<b><u>Federal Emergency Management</u></b>			
Emergency Management Performance Grant	No	97.042	32,887
<b>Total Federal Financial Assistance</b>			<b>\$ 1,681,434</b>

**NOTES**

**1. Basis of Presentation**

The Schedule of Expenditures of Federal Awards includes the federal grant activity of Park 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 purpose financial statements.

**2. Sub-recipients**

The County does not have significant sub recipients.

**3. Determining the Value of Non-cash Awards Expended**

Food issuances and commodities: Fair market value of food stamps (food issuances) or commodities, respectively, at the time of receipt, or the assessed value provided by the federal agency.

Immunization incentive funds: Dollar amounts of vaccines used, provided by the federal agency.