

**Moffat County, Colorado
Craig, Colorado**

**Financial Statements
December 31, 2011**



**Moffat County, Colorado
Financial Report
December 31, 2011**

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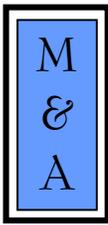
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INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners Moffat County, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Moffat County, Colorado (the "County"), as of and for the year ended December 31, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Memorial Hospital, one of the discretely presented component units of Moffat County. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for Moffat County, is based on the report of the other auditors.

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, the discretely presented component units, each major fund, and the aggregate remaining fund information of Moffat County, Colorado as of December 31, 2011, and the respective changes in financial position and cash flows, where applicable, thereof 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 July 24, 2012, on our consideration of Moffat County's internal control over financial reporting and on our tests of its compliance with provisions of laws, regulations, contracts, and grant agreements. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of and audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Member: American Institute of Certified Public Accountants

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*Board of County Commissioners
Moffat County, Colorado*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis in Section B be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The budgetary comparison schedules in Section E are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying financial information in Sections F and G is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying financial information presented as supporting schedules and the Schedule of Expenditures of Federal Awards in Section G is presented for purposes of additional analysis and as required by the U.S. Office of Management Budget Circular A-133, *Audits of States and Local Governments, and Non-Profit Organizations*, and are not a required part of the County's basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

McMahan and Associates, L.L.C.
July 24, 2012

MANAGEMENT DISCUSSION AND ANALYSIS



Moffat County, Colorado

Management's Discussion and Analysis

December 31, 2011

As management of Moffat 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 Moffat County exceeded its liabilities at the close of the most recent fiscal year by \$63,531,977 (net assets). Of this amount, \$26,306,425 (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 \$2,272,884. This increase can be attributed mainly to a decrease in expenditures including \$771,744 decrease in Public Safety from the prior year.
- As of the close of the current fiscal year, Moffat County governmental funds reported combined ending fund balances of \$28,982,601 an increase of \$727,448. Approximately \$22,326,256 is available for spending at the government's discretion (committed, assigned, and unassigned).
- At the end of the current year, the fund balance for the General Fund was \$13,837,777 or 120% 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, public safety, public works, health and human services, and community development.

The government-wide fund 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 two categories: 1) governmental funds; and 2) fiduciary 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, Social Services Fund, Jail Fund and Lease Purchase Payment Fund. The County also reports a number of non-major 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 end of 2011, the fund balance was \$13,837,777; an increase of \$733,474. Following is a listing of the General Fund departments listed by function.

Statutory Functions:

- The Commissioners' Office coordinates County operations, financial reporting and accounting, and budget preparation.
- 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, runs all elections, and operates the driver's license department.

Administration:

- The Accounting Department is responsible for collecting and preparing accounts payable and balancing the general ledger, preparation of payroll, and administers and processes all insurance billings.
- The principle functions of the Administration Department are to prepare the County budget, write and administrate grants, assist department heads and elected officials with finance duties, coordinate the annual audit, and oversee fixed asset accounting.
- The principle functions of the Human Resources Department are to improve the recruitment and retention of qualified employees and to minimize risk through compliance with all local, state and national laws and regulations.
- The County Attorney's office provides legal counsel to the Board of County Commissioners, elected County officials and the County departments and boards.

Public Safety:

- The District Attorney's Office provides judicial services jointly with other counties within the district.
- The Sheriff's Department, County Jail, Coroner's Office, Emergency Communication Center, Fire Control and the Emergency Management Office provide public safety.

Overview of the Financial Statements (continued)

Governmental Funds (continued):

General Fund (continued):

Public Works:

- The Facilities Department is responsible for the repair and upkeep of the Courthouse, CSU Annex, Museum, Public Safety Center, Loudy Simpson Park and Sherman Youth Camp, Social Services, Maybell Community Center, Hamilton Community Center, and the Craig, Maybell, and Dinosaur Libraries.
- The Fairgrounds and Luttrell Barn provide gathering facilities for livestock work and many other community and family events.
- The Pest Management Department implements the State and County Undesirable Plant Management Plan including recommendations, physical assistance and herbicide applications, handles mosquito abatement through a comprehensive integrated management plan, and treats Mormon crickets and grasshopper infestations for members of the Pest District on a complaint basis.

Health and Human Services:

- The Maybell Ambulance Service serves approximately 2,700 square miles of unincorporated Moffat County, which includes the towns of Lay, Maybell, Greystone and the Brown's Park area. The County assists with purchases and maintains the ambulances and building for the agency. The agencies provide supplies and general operating costs for their ambulance agency.
- Moffat County employ's a part-time Veteran's Officer to assist residents who served honorably in the United States Armed Services or Merchant Marines and their surviving spouses and dependants.
- Moffat County provides funding for the Crisis Intervention Team and Community Evaluation Team, which in turn provides intervention and mediation services to juveniles in conflict and/or to provide screening services to determine if a juvenile should be placed in juvenile detention for a violation of the criminal law.

Community Development:

- The Building Inspector supervises and inspects building activities in the County.
- The Planning Department provides information and direction to the general public and developers regarding zoning, subdividing and land use issues.
- The Natural Resources Department researches and implements solutions to issues affecting Moffat County's natural resources.
- Moffat County provides for the Hamilton Community Center and Maybell Community Center, Senior Bus, Park, Volunteer Fire Department, and Women's Club as well as contributions to many non-profit organizations in Moffat County.
- The Moffat County Extension Office and County Fair consist of a partnership of CSU, Moffat County and the USDA to promote the informal, non-credit educational system that links education and research with the needs of Moffat County citizens.
- Moffat County supports the Museum of Northwest Colorado, which formulates the presentation and preservation of items and artifacts of historical interest in order to preserve the history of both the place and its people.

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, Landfill Fund, Airport Fund, Social Services Fund, Retirement Fund, Conservation Trust Fund, Library Fund, Moffat County Tourism Association Fund, Senior Citizens Fund, Cemetery Fund, Emergency 911 Fund, Jail Fund, and Oil & Gas Exemption Fund.

The special revenue funds contained fund balances of \$11,283,414 at the end of 2011 as compared to \$11,475,081 at the end of 2010.

Overview of the Financial Statements (continued)

Governmental Funds (continued):

Capital Projects Funds: The County's capital projects funds are used to account for the acquisitions and construction of major capital equipment and facilities other than those financed by proprietary funds and trust funds. The County's capital projects funds include the Capital Projects Fund and the Telecommunication Capital Projects Fund. The capital projects funds contained a fund balance of \$2,749,659 at the beginning of 2011 and ended the year with a fund balance of \$2,935,407, an increase of \$185,748.

Debt Service Fund: The County's debt service fund accounts for the resources used to make the lease-purchase payments on the certificates of participation for the Public Safety Center. The debt service fund contained a fund balance of \$926,109 at the beginning of 2011 and ended the year with a fund balance of \$926,003, a decrease of \$106.

Fiduciary Funds:

Agency Funds: The County has assets held as an agent for other governments and/or other funds. Agency funds held by the County Treasurer, on behalf of other governments, are the highest dollar amount \$2,155,038. The County also has a number of other minor agency funds.

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 in Section D of this report.

Schedules:

- 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 in Section E and F of this report.
- The Annual *Statement of Receipts and Expenditures for Roads, Bridges and Streets* is part of the Local Highway Finance Report sent to the State of Colorado (the "State").

Financial Analysis:

The County uses fund accounting to ensure compliance with finance-related legal requirements. The County adopts an annual appropriated budget for 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.

Government-wide Financial Analysis (continued):

	Moffat County's Net Assets:					
	Governmental Activities		Business-type Activities		Total	
	2011	Restated 2010	2011	2010	2011	Restated 2010
Assets:						
Current and other assets	\$ 37,385,616	\$ 41,553,393	\$ 14,691	\$ 9,385	\$ 37,400,307	\$ 41,562,778
Capital assets	42,116,711	41,336,447	157,700	169,037	42,274,411	41,505,484
Total Assets	79,502,327	82,889,840	172,391	178,422	79,674,718	83,068,262
Liabilities:						
Other liabilities	6,126,905	11,280,469	972	464	6,127,877	11,280,933
Long-term liabilities	10,014,864	10,528,236	-	-	10,014,864	10,528,236
Total Liabilities	16,141,769	21,808,705	972	464	16,142,741	21,809,169
Net Assets (Liabilities):						
Invested in capital assets, net of related debt	33,231,790	31,879,247	157,700	169,037	33,389,490	32,048,284
Restricted	3,836,062	3,696,582	-	-	3,836,062	3,696,582
Unrestricted	26,292,706	25,505,306	13,719	8,921	26,306,425	25,514,227
Total Net Assets	\$ 63,360,558	\$ 61,081,135	\$ 171,419	\$ 177,958	\$ 63,531,977	\$ 61,259,093

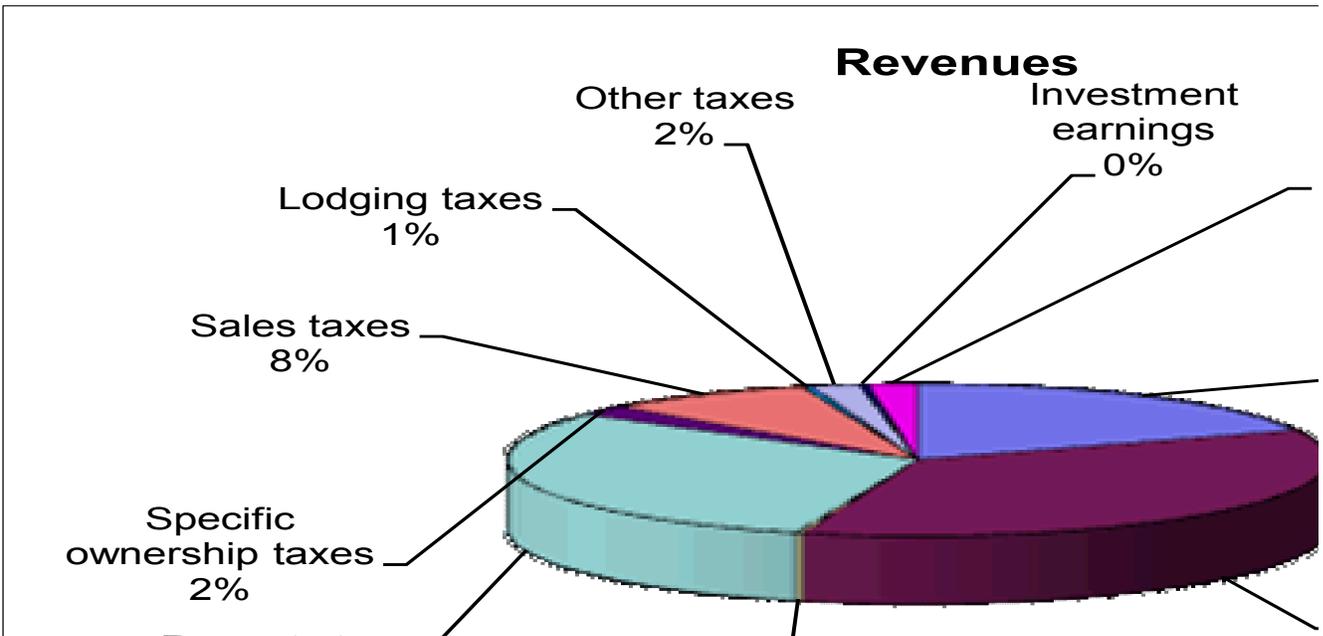
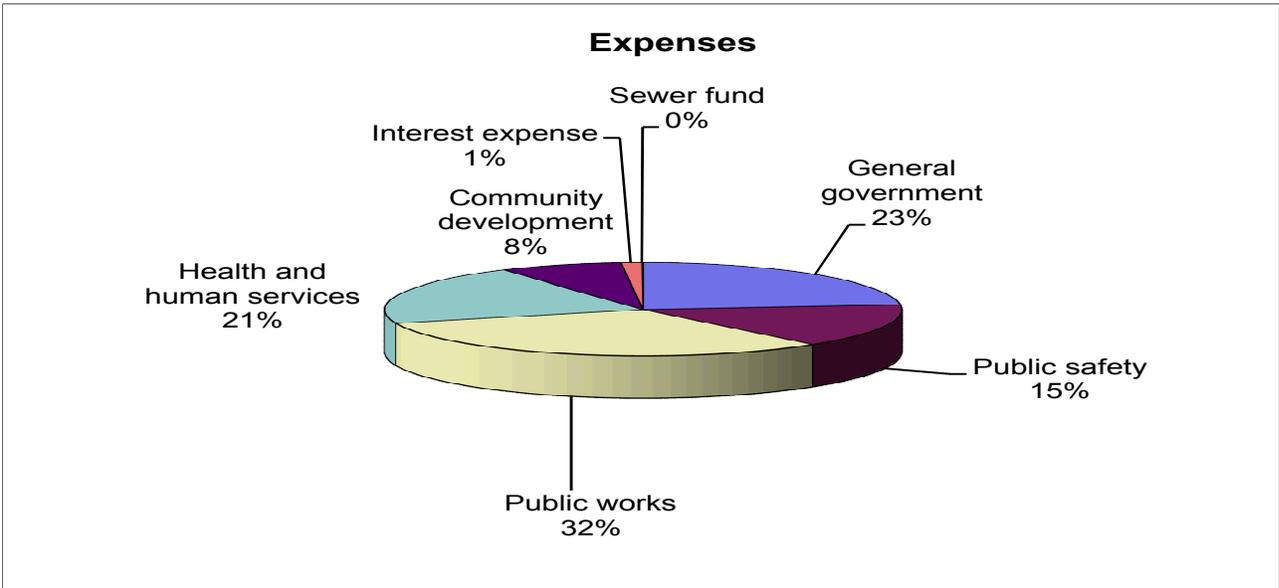
Traditionally, the largest portion of any County investments is in its capital assets: land, infrastructure, building, equipment, machinery, and specialized tools are necessary to deliver and/or provide services to the residents of Moffat County. Capital assets of the County increased due the replacement of several large pieces of equipment and road infrastructure improvements.

Moffat County's Statement of Activities:

	Governmental Activities		Business-type Activities		Total	
	2011	Restated 2010	2011	2010	2011	Restated 2010
	Revenues:					
<i>Program revenues:</i>						
Charges for services	\$ 6,072,604	\$ 6,013,750	\$ 14,346	\$ 15,460	\$ 6,086,950	\$ 6,029,210
Operating grants and contributions	12,308,504	14,340,591	362	-	12,308,866	14,340,591
Capital grants and contributions	(84,910)	191,292	-	-	(84,910)	191,292
<i>General revenues:</i>						
Property taxes	9,894,864	10,631,217	-	-	9,894,864	10,631,217
Specific ownership taxes	674,924	705,900	-	-	674,924	705,900
Sales taxes	2,695,383	2,752,354	-	-	2,695,383	2,752,354
Investment earnings	110,265	129,891	25	22	110,290	129,913
Other	737,547	557,095	-	-	737,547	557,095
Total Revenues	32,409,181	35,322,090	14,733	15,482	32,423,914	35,337,572
Expenditures:						
General government	7,022,988	6,798,592	-	-	7,022,988	6,798,592
Public safety	4,617,859	5,389,603	-	-	4,617,859	5,389,603
Public works	9,502,875	9,648,853	-	-	9,502,875	9,648,853
Health and human services	6,236,876	5,989,522	-	-	6,236,876	5,989,522
Community development	2,315,888	2,232,850	-	-	2,315,888	2,232,850
Interest	394,569	419,255	-	-	394,569	419,255
Loss on disposals	38,702	(93,630)	-	-	38,702	(93,630)
Sewer	-	-	21,273	22,058	21,273	22,058
Total Expenses	30,129,757	30,385,045	21,273	22,058	30,151,030	30,407,103
Change in net assets before transfers	2,279,424	4,937,045	(6,540)	(6,576)	2,272,884	4,930,469
Transfers	-	-	-	-	-	-
Change in net assets after transfers	2,279,424	4,937,045	(6,540)	(6,576)	2,272,884	4,930,469
Net assets-Jan 1 (restated)	61,081,134	56,144,090	177,959	184,534	61,259,093	56,328,624
Net assets - Dec 31	\$ 63,360,558	\$ 61,081,135	\$ 171,419	\$ 177,958	\$ 63,531,977	\$ 61,259,093

Overview of the Financial Statements (continued):

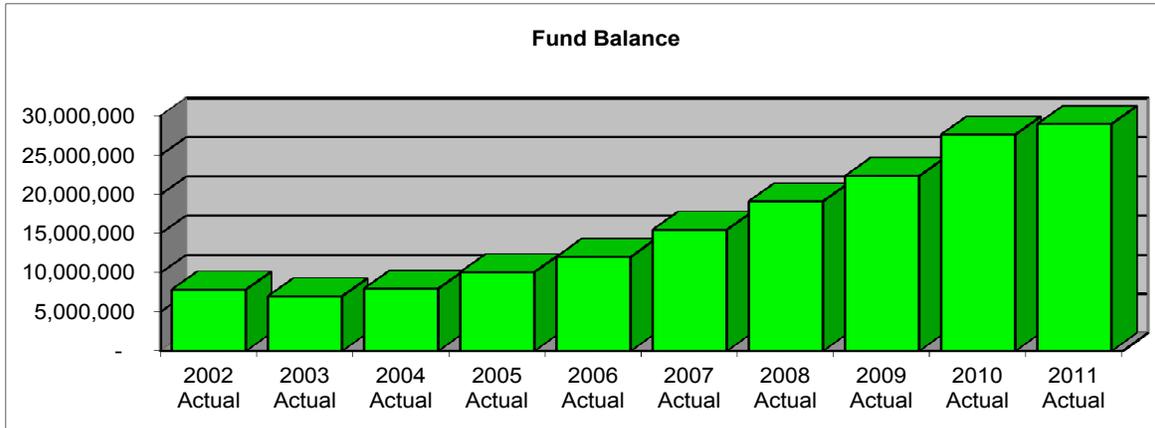
The following graphs depict the County's 2011 expenditures and revenues, respectively:



Overview of the Financial Statements (continued):

Fund Financial Analysis:

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



Fund balances have continued to increase in 2011.

Budget Variances:

The County is required to amend the budgets of various funds for the current fiscal year. General Fund departments received budgetary increase totaling \$879,663, to cover expenditures.

Capital Assets and Debt Administration:

As of the end of the current fiscal year, the County's long-term liabilities decreased \$546,576, due largely to payments made on the County's Certificates of Participation.

Next Year's Budget:

The County's General Fund balance at the end of fiscal year 2011 was \$13,837,777. A reserve is necessary to start the year and provide a consistent level of basic services to the residents and visitors of Moffat County from year to year. The County is attempting to maintain a reserve in the General Fund of 30% of operations plus and additional emergency reserve of 10% of operations. At December 31, 2011, the County had a General Fund reserve balance of 120% of the 2011 actual expenditures (including transfers).

In 2012, the County is projected to decrease the General Fund Balance by approximately \$6,782,780.

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 Moffat County Finance Office, 221 W. Victory Way, Suite 115, Craig, Colorado 81625.

GOVERNMENT-WIDE FINANCIAL STATEMENTS



Moffat County, Colorado
Statement of Net Assets
December 31, 2011

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Hospital	Housing Authority
Assets:					
Current Assets:					
Cash and cash equivalents	\$ 30,889,580	\$ 13,826	\$ 30,903,406	\$ 5,825,941	\$ 783,830
Accounts, taxes, and other receivables	11,018,944	865	11,019,809	5,018,273	-
Due from other governments	18,821	-	18,821	-	-
Prepaid expenses	273,098	-	273,098	850,232	-
Inventory	1,300,411	-	1,300,411	-	-
Due from component unit	60,344	-	60,344	-	-
Other Assets:					
Restricted cash and investments	-	-	-	1,677,641	-
Notes receivable	250,000	-	250,000	-	-
Deferred charges	212,518	-	212,518	1,787,177	62,229
Other assets	-	-	-	56,692	-
Capital Assets:					
Capital assets	76,077,638	538,989	76,616,627	58,354,245	3,651,033
Accumulated depreciation	(34,559,385)	(381,289)	(34,940,674)	(17,131,393)	(2,256,268)
Total Assets	85,541,969	172,391	85,714,360	56,438,808	2,240,824
Liabilities:					
Current Liabilities:					
Accounts payable	1,325,122	520	1,325,642	1,017,679	118,141
Accrued compensation	570,527	452	570,979	1,756,915	2,679
Due to primary government	-	-	-	-	60,344
Deferred revenue:					
Other deferred revenue	75,514	-	75,514	1,461,352	-
Deferred tax revenue	10,195,384	-	10,195,384	-	-
Non-Current Liabilities:					
Accrued interest	19,117	-	19,117	-	-
Due within one year:	525,000	-	525,000	741,028	10,840
Due longer than one year:	9,470,747	-	9,470,747	39,155,512	1,558,469
Total Liabilities	22,181,411	972	22,182,383	44,132,486	1,750,473
Net Assets:					
Invested in capital assets, net of related debt	33,231,790	157,700	33,389,490	4,552,204	(174,544)
Restricted for emergencies	792,226	-	792,226	-	-
Restricted for debt service	926,110	-	926,110	-	-
Restricted for other purposes	2,117,726	-	2,117,726	416,200	-
Unrestricted	26,292,706	13,719	26,306,425	7,337,918	664,895
Total Net Assets	\$ 63,360,558	\$ 171,419	\$ 63,531,977	\$ 12,306,322	490,351

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

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

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets			Component Units	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Hospital	Housing Authority
					Governmental Activities	Business-type Activities	Total		
Functions/Programs:									
Primary Government:									
Governmental Activities:									
General government	\$ 7,022,988	\$ 4,734,241	\$ 131,906	\$ -	\$ (2,156,841)		\$ (2,156,841)		
Public safety	4,617,859	179,359	392,036	-	(4,046,464)		(4,046,464)		
Public works	9,601,264	1,033,672	4,830,931	13,479	(3,723,182)		(3,723,182)		
Health and human services	6,236,876	41,458	5,426,037	-	(769,381)		(769,381)		
Community development	2,315,888	83,874	895,484	-	(1,336,530)		(1,336,530)		
Interest expense	394,569	-	-	-	(394,569)		(394,569)		
Total Governmental Activities	<u>30,189,444</u>	<u>6,072,604</u>	<u>11,676,394</u>	<u>13,479</u>	<u>(12,426,967)</u>		<u>(12,426,967)</u>		
Business-type Activities:									
Sewer	21,273	14,346	362	-		\$ (6,565)	(6,565)		
Total Business-type Activities	<u>21,273</u>	<u>14,346</u>	<u>362</u>	<u>-</u>		<u>(6,565)</u>	<u>(6,565)</u>		
Total Primary Government	<u>\$ 30,210,717</u>	<u>\$ 6,086,950</u>	<u>\$ 11,676,756</u>	<u>\$ 13,479</u>	<u>(12,426,967)</u>	<u>(6,565)</u>	<u>(12,433,532)</u>		
Component Units:									
Hospital	\$ 28,255,214	\$ 29,671,623	\$ 258,928	\$ 48,915			\$ 1,724,252		
Housing authority	649,369	396,388	552,999	-				\$ 300,018	
Total Component Units	<u>\$ 28,904,583</u>	<u>\$ 30,068,011</u>	<u>\$ 811,927</u>	<u>\$ 48,915</u>			<u>1,724,252</u>	<u>\$ 300,018</u>	
General Revenues:									
Taxes:									
Property tax, levied for general purposes					9,894,864	-	9,894,864	1,522,600	-
Specific ownership taxes					674,924	-	674,924	-	-
Sales taxes					2,695,383	-	2,695,383	-	-
Lodging taxes					129,066	-	129,066	-	-
Other taxes					608,481	-	608,481	-	-
Investment earnings					110,265	25	110,290	(3,236,311)	422
Grants and contributions not restricted to a specific purpose					632,110	-	632,110	164,386	-
Gain (Loss) on disposals					(38,702)	-	(38,702)	-	-
Total General Revenues					<u>14,706,391</u>	<u>25</u>	<u>14,706,416</u>	<u>(1,549,325)</u>	<u>422</u>
Change in Net Assets					2,279,424	(6,540)	2,272,884	174,927	300,440
Net Assets - January 1					61,081,134	177,959	61,259,093	12,131,395	189,911
Net Assets - December 31					<u>\$ 63,360,558</u>	<u>\$ 171,419</u>	<u>\$ 63,531,977</u>	<u>\$ 12,306,322</u>	<u>\$ 490,351</u>

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

FUND FINANCIAL STATEMENTS



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

	<u>General Fund</u>	<u>Road and Bridge Fund</u>	<u>Human Services Fund</u>	<u>Jail Fund</u>	<u>Lease Purchase Payment Fund</u>	<u>Non- major Funds</u>	<u>Total Governmental Funds</u>
Assets:							
Cash and cash equivalents	\$ 14,285,408	\$ 5,143,009	\$ 1,545,485	\$ 1,123,227	\$ 926,003	\$ 5,564,036	\$ 28,587,168
Taxes receivable	3,038,330	6,039,642	453,051	-	-	-	9,531,023
Accounts receivable	137,443	323,983	6,156	279,004	-	730,490	1,477,076
Due from other governments	-	-	(2,366)	-	-	21,187	18,821
Prepaid expenses	-	-	3,038	-	-	-	3,038
Inventories	-	1,300,411	-	-	-	-	1,300,411
Due from other funds	63,612	-	-	(10,098)	-	(103,419)	(49,905)
Due from component units	-	-	-	-	-	(3,204)	(3,204)
Total Assets	<u>\$ 17,524,793</u>	<u>\$ 12,807,045</u>	<u>\$ 2,005,364</u>	<u>\$ 1,392,133</u>	<u>\$ 926,003</u>	<u>\$ 6,209,090</u>	<u>\$ 40,864,428</u>
Liabilities and Fund Balances:							
Liabilities:							
Accounts/vouchers payable	\$ 400,565	\$ 202,436	\$ 149,086	\$ 29,351	\$ -	\$ 951,410	\$ 1,732,848
Accrued salaries and benefits	248,121	185,539	322	68,265	-	42,497	544,744
Due to other funds	-	(3,273)	-	-	-	1,884	(1,389)
Deferred revenues:							
Other	-	-	74,601	-	-	-	74,601
Property taxes not collectible until subsequent year	3,038,330	6,039,642	453,051	-	-	-	9,531,023
Total Liabilities	<u>3,687,016</u>	<u>6,424,344</u>	<u>677,060</u>	<u>97,616</u>	<u>-</u>	<u>995,791</u>	<u>11,881,827</u>
Fund Balances:							
Non-spendable	-	1,300,411	3,038	-	-	-	1,303,449
Spendable:							
Restricted	792,226	-	1,325,266	1,294,517	926,003	1,014,884	5,352,896
Committed	1,495,488	215,940	-	-	-	3,422,577	5,134,005
Assigned	-	4,866,350	-	-	-	775,838	5,642,188
Unassigned	11,550,063	-	-	-	-	-	11,550,063
Total Fund Balances	<u>13,837,777</u>	<u>6,382,701</u>	<u>1,328,304</u>	<u>1,294,517</u>	<u>926,003</u>	<u>5,213,299</u>	<u>28,982,601</u>
Total Liabilities and Fund Balances	<u>\$ 17,524,793</u>	<u>\$ 12,807,045</u>	<u>\$ 2,005,364</u>	<u>\$ 1,392,133</u>	<u>\$ 926,003</u>	<u>\$ 6,209,090</u>	<u>\$ 40,864,428</u>

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

Moffat County, Colorado
Reconciliation of Governmental Fund Balances to the Statement of Net Assets
December 31, 2011

Governmental Funds Total Fund Balance	\$ 28,982,601
<i>Add:</i>	
Capital assets, net of depreciation, are used in governmental activities are not considered current financial resources and, therefore, not reported in the governmental funds.	41,416,790
Notes receivable are long-term assets of the County	250,000
Internal service funds are used by the County to charge the costs of the employee's health insurance and administrative services to the individual funds. The assets and liabilities of the internal service fund are included with governmental activities.	2,397,211
Prepaid telecommunications costs are long-term assets of the County	116,310
Bond issuance costs and discounts are capitalized and amortized over the life of the debt in the Statement of Activities. This is the unamortized amount of issuance costs and discount.	212,518
<i>Less:</i>	
Long-term liabilities, including bonded debt payable, is not due and payable in the current period and therefore are not reported in the funds. This is the amount of bonded debt payable.	(8,185,000)
Long-term liabilities, including compensated absences, are not due and payable in the current period and therefore are not reported in the funds. This is the amount of compensated absences not currently payable.	(952,036)
Long-term liabilities, including landfill closure and post-closure costs, are not due and payable in the current period and therefore are not reported in the funds. This is the amount of landfill closure and post-closure not currently payable.	(858,719)
Interest payable on debt is not recorded on the fund statements but rather recognized as an expenditure when due. This is the accrued interest on bonded debt that has been incurred but not yet due.	(19,117)
Governmental Activities Net Assets	\$ 63,360,558

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

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

	<u>General Fund</u>	<u>Road and Bridge Fund</u>	<u>Human Services Fund</u>	<u>Jail Fund</u>	<u>Lease Purchase Payment Fund</u>	<u>Non- major Funds</u>	<u>Total Governmental Funds</u>
Revenues:							
Taxes	\$ 9,483,738	\$ 2,479,492	\$ 441,398	\$ 1,340,799	\$ -	\$ 257,292	\$ 14,002,719
Intergovernmental revenue	264,536	4,573,589	5,226,613	329,703	-	82,783	10,477,224
Charges for services	1,529,421	301,125	31,030	65,326	-	556,166	2,483,068
Reimbursements	190,448	-	-	-	-	-	190,448
Investment income	36,143	12,084	3,115	2,470	40,369	10,557	104,738
Other revenue	742,523	3,711	51,378	1,126	-	1,179,770	1,978,508
Total Revenues	<u>12,246,809</u>	<u>7,370,001</u>	<u>5,753,534</u>	<u>1,739,424</u>	<u>40,369</u>	<u>2,086,568</u>	<u>29,236,705</u>
Expenditures:							
General government	3,616,970	-	-	-	-	428,961	4,045,931
Public safety	2,369,425	-	-	1,795,420	-	51,240	4,216,085
Public works	1,985,784	7,197,987	-	-	-	1,490,154	10,673,925
Health and human services	488,194	-	5,707,184	-	-	-	6,195,378
Community development	943,046	-	-	-	-	1,336,422	2,279,468
Debt service:							
Principal	-	-	-	-	530,000	-	530,000
Interest	-	-	-	-	389,323	-	389,323
Total Expenditures	<u>9,403,419</u>	<u>7,197,987</u>	<u>5,707,184</u>	<u>1,795,420</u>	<u>919,323</u>	<u>3,306,777</u>	<u>28,330,110</u>
Excess (Deficiency) of Revenues Over Expenditures	2,843,390	172,014	46,350	(55,996)	(878,954)	(1,220,209)	906,595
Other Financing Sources (Uses):							
Transfers in	-	-	-	1,064,470	878,847	981,653	2,924,970
Transfers (out)	(2,109,916)	-	-	(878,847)	-	(115,354)	(3,104,117)
Total Other Financing Sources (Uses)	<u>(2,109,916)</u>	<u>-</u>	<u>-</u>	<u>185,623</u>	<u>878,847</u>	<u>866,299</u>	<u>(179,147)</u>
Net Change in Fund Balances	733,474	172,014	46,350	129,627	(107)	(353,910)	727,448
Fund Balances - January 1 (restated)	<u>13,104,303</u>	<u>6,210,687</u>	<u>1,281,954</u>	<u>1,164,890</u>	<u>926,110</u>	<u>5,567,209</u>	<u>28,255,153</u>
Fund Balances - December 31	<u>\$ 13,837,777</u>	<u>\$ 6,382,701</u>	<u>\$ 1,328,304</u>	<u>\$ 1,294,517</u>	<u>\$ 926,003</u>	<u>\$ 5,213,299</u>	<u>\$ 28,982,601</u>

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

Moffat County, Colorado
Reconciliation of Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2011

Net Change in Fund Balances - Governmental Funds \$ 727,448

Adjustments:

The repayment of debt is a use of current available resources but has no effect on net assets because although the County has less current available resources, it also has less debt. This is the amount of principal payments on bonded debt and capital leases during the year. 530,000

Internal service funds are used by management to charge the cost of health insurance and administrative services to individual funds. This is the amount of internal service fund net income during the year. 243,321

Long-term liabilities, including compensated absences, are not due and payable in the current period and therefore are not reported in the funds. This is the change in the amount of compensated absences not currently payable. 16,576

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the costs of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeded capital outlay, including gain or loss on disposal. 822,543

The reduction of prepaid expenses relating to telecom results in an expense on the government wide financial statements. (22,014)

Interest payable on debt is not recorded on the fund statements but rather recognized as an expenditure when due. This is the change in accrued interest and premium on bonded debt that has been incurred but not yet due. 19,644

Decreases in long-term payables does not impact current financial resources to governmental funds. This transaction does not however, have any effect on net assets because the County is responsible for future payments of this payable. This is the change in the estimated landfill closure and post-closure costs as a result of updating the closure cost study during the year. (33,204)

Payment of debt issuance costs is an expenditure in the governmental funds, but is amortized over the life of the outstanding debt in the Statement of Net Assets. This is the bond issuance and bond discount amortization for the year. (24,890)

Change in Net Assets of Governmental Activities \$ 2,279,424

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

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

	Business-type Activities Enterprise Fund	Governmental Activities Internal Service
	Sewer Fund	Funds
Assets:		
Current assets:		
Cash and investments	\$ 13,826	\$ 2,422,412
Accounts receivable	865	10,796
Prepaid expenses	-	33,750
Internal balances	-	48,516
Due (to) from component unit	-	63,547
Total current assets	14,691	2,579,021
Non-current assets:		
Capital assets	538,989	143,883
Accumulated depreciation	(381,289)	(42,420)
Total non-current assets	157,700	101,463
Total Assets	172,391	2,680,484
Liabilities:		
Accounts payable and accrued liabilities	520	256,577
Accrued salaries and benefits	452	25,783
Deferred revenue	-	913
Total Liabilities	972	283,273
Net Assets:		
Invested in capital assets, net of related debt	157,700	101,463
Unrestricted	13,719	2,295,748
Total Net Assets	\$ 171,419	\$ 2,397,211

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

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

	Business-type	
	Activities	Governmental
	Enterprise Fund	Activities
	Sewer	Internal Service
	Fund	Funds
Operating Revenues:		
Charges for services	\$ 14,346	\$ 78,601
Contributions	-	3,231,902
Reimbursements	-	283,606
Other	362	101,869
Total Operating Revenues	<u>14,708</u>	<u>3,695,978</u>
Operating Expenses:		
Operations and maintenance	9,936	1,251,528
Claims and related insurance expenses	-	2,368,267
Depreciation	11,337	17,388
Total Operating Expenses	<u>21,273</u>	<u>3,637,183</u>
Operating Income (Loss)	(6,565)	58,795
Non-operating Revenue:		
Investment income	25	5,379
Income (Loss) Before Transfers	(6,540)	64,174
Transfers In	-	179,147
Change in Net Assets	(6,540)	243,321
Net Assets - January 1	<u>177,959</u>	<u>2,153,890</u>
Net Assets - December 31	<u>\$ 171,419</u>	<u>\$ 2,397,211</u>

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

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

	Business-type Activities Enterprise Fund	Governmental Activities Internal Service Funds
	Sewer Fund	Funds
Cash Flows From Operating Activities:		
Cash received from customers	\$ 13,874	\$ 3,625,817
Other cash receipts	362	-
Cash paid for goods and services	(9,568)	(3,507,390)
Net Cash Provided (Used) by Operating Activities	4,668	118,427
Cash Flows From Non-Capital Financing Activities:		
Transfer from other fund	-	(65,153)
Net Cash Provided by Non-Capital Financing Activities	-	(65,153)
Cash Flows From Investing Activities:		
Interest received	24	5,378
Net Cash Provided by Investing Activities	24	5,378
Net Change in Cash and Cash Equivalents	4,692	58,652
Cash and Cash Equivalents - Beginning	9,134	2,363,760
Cash and Cash Equivalents - Ending	13,826	2,422,412
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Operating income (loss)	(6,565)	58,795
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	11,337	17,388
(Increase) decrease in accounts receivable	(472)	(70,159)
(Increase) decrease in prepaid expenses	20	(33,728)
Increase (decrease) in accounts payable and accrued liabilities	40	127,302
Increase (decrease) in accrued salaries and benefits	308	18,829
Total Adjustments	11,233	59,632
Net Cash Provided (Used) by Operating Activities	\$ 4,668	\$ 118,427

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

Moffat County, Colorado
Agency Funds
Statement of Fiduciary Net Assets
December 31, 2011

	<u>County Treasurer</u>	<u>Public Trustee</u>	<u>Inmate Commissary</u>	<u>Inmate Welfare</u>	<u>Sheriff Scholarship</u>	<u>Extension</u>	<u>Search and Rescue</u>	<u>Total</u>
Assets:								
Cash and investments	\$ 31,996,263	\$ 38,171	\$ 12,104	\$ 49,878	\$ 5,852	\$ 53,331	\$ 6,071	\$ 32,161,670
Less: cash held for County funds	<u>(29,841,225)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(29,841,225)</u>
Total Assets	<u><u>\$ 2,155,038</u></u>	<u><u>\$ 38,171</u></u>	<u><u>\$ 12,104</u></u>	<u><u>\$ 49,878</u></u>	<u><u>\$ 5,852</u></u>	<u><u>\$ 53,331</u></u>	<u><u>\$ 6,071</u></u>	<u><u>\$ 2,320,445</u></u>
Liabilities								
Held for other governments and agencies	\$ 2,155,038	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,155,038
Held by Public Trustee	-	38,171	-	-	-	-	-	38,171
Held for others	<u>-</u>	<u>-</u>	<u>12,104</u>	<u>49,878</u>	<u>5,852</u>	<u>53,331</u>	<u>6,071</u>	<u>127,236</u>
Total Liabilities	<u><u>\$ 2,155,038</u></u>	<u><u>\$ 38,171</u></u>	<u><u>\$ 12,104</u></u>	<u><u>\$ 49,878</u></u>	<u><u>\$ 5,852</u></u>	<u><u>\$ 53,331</u></u>	<u><u>\$ 6,071</u></u>	<u><u>\$ 2,320,445</u></u>

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

NOTES TO THE FINANCIAL STATEMENTS



Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011

I. Summary of Significant Accounting Policies

Moffat County (the "County") is located in northern Colorado. An elected Board of Commissioners is responsible for setting policy, appointing administrative personnel and the adoption of an annual budget in accordance with state statutes. The County's operations include health and human services, police protection, road maintenance, community development, landfill and general government operations. The County is also responsible for the operation of the County's jail and the Maybell Water and Sanitation District.

The County's financial statements are prepared in accordance with generally accepted accounting principles ("GAAP"). The Governmental Accounting Standards Board ("GASB") is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board ("FASB") issued through November 30, 1989, when applicable, that do not conflict with or contradict GASB pronouncements.

A. Reporting Entity

The reporting entity consists of (a) the primary government; i.e., the County, and (b) organizations for which the County is financially accountable. The County is considered financially accountable for legally separate organizations if it is able to appoint a voting majority of an organization's governing body and is either 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. Consideration is also given to other organizations which are fiscally dependent; i.e., unable to adopt a budget, levy taxes, or issue debt without approval by the County. Organizations for which the nature and significance of their relationship with the County are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete are also included in the reporting entity.

The following entities are discretely presented as component units within the reporting entity:

The Memorial Hospital

The Memorial Hospital (the "Hospital") operations are included in these financial statements as a component unit due to the positive responses to the majority of the reporting entity criteria. The Hospital was formed to provide services within the County's boundaries. The Board of Directors is appointed by the County and the County approves the mill levy and approves all debt arrangements. Complete financial statements for the Hospital may be obtained directly from their administrative offices: 750 Hospital Loop, Craig, Colorado, 81625.

Housing Authority of Moffat County, Colorado

The Housing Authority of Moffat County (the "Housing Authority") operations are included in these financial statements as a component unit due to the positive responses to the majority of the reporting entity criteria. The Authority was formed to provide housing within the County boundaries. The Board of Directors is appointed by the County. Complete financial statements for the Housing Authority may be obtained directly from their administrative offices: 595 Ledford Street, Craig, Colorado, 81625.

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

I. Summary of Significant Accounting Policies (continued)

A. Reporting Entity (continued)

The County has entered into various governmental agreements that do not meet the criteria for inclusion in these financial statements as component units or as joint ventures.

The County receives funding from local, state, and federal government sources and must comply with all requirements of these funding sources. However, the County is not included in any other governmental reporting entity.

B. Component Unit Condensed Financial Statements

	<u>The Memorial Hospital</u>	<u>Housing Authority of Moffat County</u>	<u>Total Component Units</u>
Assets:			
Current assets and other	\$ 15,215,956	\$ 846,059	\$ 16,062,015
Plant, property, and equipment, net	41,222,852	1,394,765	42,617,617
Total Assets	<u>56,438,808</u>	<u>2,240,824</u>	<u>58,679,632</u>
Liabilities and Fund Equity:			
Current liabilities	4,235,946	181,164	4,417,110
Long-term debt	39,896,540	1,569,309	41,465,849
Total Liabilities	<u>44,132,486</u>	<u>1,750,473</u>	<u>45,882,959</u>
Fund Equity:			
Net assets - Restricted	4,968,404	(174,544)	4,793,860
Net assets - Unrestricted	7,337,918	664,895	8,002,813
Total Fund Equity	<u>12,306,322</u>	<u>490,351</u>	<u>12,796,673</u>
Total Liabilities and Fund Equity	<u>\$ 56,438,808</u>	<u>\$ 2,240,824</u>	<u>\$ 58,679,632</u>
Operating Revenues	\$ 29,979,466	\$ 949,387	\$ 30,928,853
Expenses:			
Operating and other expenses	(25,035,540)	(560,846)	(25,596,386)
Depreciation and amortization	(3,219,674)	(88,523)	(3,308,197)
Operating Income (Loss)	<u>1,724,252</u>	<u>300,018</u>	<u>2,024,270</u>
Net Non-operating Revenues, Expenses and Transfers	(1,549,325)	422	(1,548,903)
Net Income	174,927	300,440	475,367
Net Assets - January 1	<u>12,131,395</u>	<u>189,911</u>	<u>12,321,306</u>
Net Assets - December 31	<u>\$ 12,306,322</u>	<u>\$ 490,351</u>	<u>\$ 12,796,673</u>

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

I. Summary of Significant Accounting Policies (continued)

C. Government-wide and Fund Financial Statements

The County's basic financial statements include both government-wide (reporting the County as a whole) and fund financial statements (reporting the County's major funds). Government-wide financial statements report on information of all of the non-fiduciary activities of the County and its component units. Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The County's public safety, public works, health and human services, community development, and administration are classified as governmental activities. The Maybell Water and Sanitation District is reported as a business-type activity.

The government-wide Statement of Activities reports both the gross and net cost of each of the County's functions and business-type activities. The governmental functions are also supported by general government revenues (sales taxes, property and specific ownership taxes, investment earnings, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the governmental function or business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The government-wide focus is on the sustainability of the County as an entity and the change in the County's net assets resulting from the current year's activities.

D. Fund Financial Statements

The financial transactions of the County are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses.

The fund focus is on current available resources and budget compliance.

The County reports the following major governmental fund types and funds:

General Fund – 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.

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

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 the providing of health and human services to the residents of the County.

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Fund Financial Statements (continued)

The *Jail Fund* accounts for transactions relating to the operation of the County Jail building. Expenditures are funded by dedicated sales tax revenue.

The *Lease Purchase Payment Fund* accounts for transactions related to the County's general obligation bonds and interest.

Proprietary Funds - Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows.

The *Sewer Fund* accounts for the operations of the Maybell Sanitation District, which operates a sewage treatment plant in an unincorporated area.

Internal service funds account for the health insurance plan provided to County employees and administrative services and maintenance provided to the various County departments.

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

E. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Measurement focus refers to whether financial statements measure changes in current resources only (current financial focus) or changes in both current and long-term resources (long-term economic focus). Basis of accounting refers to the point at which revenues, expenditures, or expenses are recognized in the accounts and reported in the financial statements. Financial statement presentation refers to classification of revenues by source and expenses by function.

1. Long-term Economic Focus and Accrual Basis

Both the governmental and business-type activities in the government-wide financial statements and the proprietary and fiduciary financial statements use the long-term economic focus and are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred, regardless of the timing of the related cash flows.

2. Current Financial Focus and Modified Accrual Basis

The governmental fund financial statements use the current financial focus and are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter (60 days) to be used to pay liabilities of the current period. Expenditures are generally recognized when the related liability is incurred. The exception to this general rule is that principal and interest on general long-term debt and compensated absences are recorded only when payment is due.

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

I. Summary of Significant Accounting Policies (continued)

E. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

3. Financial Statement Presentation

As a general rule, the effect of Interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments where the amounts are reasonable equivalent to the value of the Interfund services provided and other charges between the County's sanitation function and various other functions of the County. Elimination of these charges would distort the direct costs and program revenues reported for the sanitation function.

Amounts reported as program revenues include 1) charges to customers and applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

F. Financial Statement Accounts

1. Equity in Pooled Cash and Investments

The County's Treasurer is responsible for central cash management for all funds, as well as other entities falling under their jurisdiction. The County pools deposits and investments of all funds. Each fund's share of the pool is readily identified by the County's internal records. Investments are stated at market value.

Cash and cash equivalents held by the County Treasurer include demand deposits, short-term investments with original maturities of three months or less from the date of acquisition, and long-term investments in U.S. government obligations.

Certain proceeds of debt issues, as well as certain resources set aside for their repayment, have been classified as restricted assets on the balance sheet because their use is limited by applicable covenants. Restricted assets also include certain deposits that have been limited as to usage pursuant to escrow and similar agreements.

2. Receivables

Receivables are reported net of an allowance for uncollectible accounts.

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

I. Summary of Significant Accounting Policies (continued)

F. Financial Statement Accounts (continued)

3. Property Taxes

Property taxes are assessed in one year as a lien on the property, but not collected by the governmental unit until the subsequent year. In accordance with GAAP, the assessed but uncollected property taxes have been recorded as a receivable and as deferred revenue on the fund financial statements.

4. Internal Transactions

Interfund services provided and used are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures or expenses initially made from it that are properly applicable to another fund, are recorded as expenditures or expenses in the reimbursing fund and as reductions of expenditures or expenses in the fund that is reimbursed.

5. Inventories

Inventory consists of fuel, gravel, parts and supplies for the County's use and is carried at cost using the first-in, first-out method. The costs of governmental fund type inventories are recorded as expenditures when consumed rather than when purchased.

6. Prepaid Expenses

Payments made to vendors for services that will benefit periods beyond December 31, 2011 are recorded as prepaid expenses. The cost of governmental type prepaid expenses are recorded as expenditures when consumed rather than when purchased.

7. Debt Issuance Costs

Issuance costs for bond payable are deferred and amortized over the term to maturity of the debt, using the straight-line method for governmental activities. The unamortized issuance costs at December 31, 2011 were \$348,458.

8. Discount on Bonded Debt

The discount on bonded debt is deferred and amortized over the life of the debt using the amount of principal outstanding methodology. The unamortized discount at December 31, 2011 was \$34,918.

9. Capital Assets

Capital assets, which include land, buildings, improvements, equipment, vehicles and infrastructure assets, are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at cost where historical records are available and at an estimated historical cost where no historical record exists. Donated capital assets are recorded at estimated fair value at the date of donation.

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

I. Summary of Significant Accounting Policies (continued)

F. Financial Statement Accounts (continued)

9. Capital Assets (continued)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable. Capital outlay for projects is capitalized as projects are constructed. Interest incurred during the construction phase is capitalized as part of the value of the assets.

Capital assets (excluding land) are depreciated using the straight-line method, over the following estimated lives:

Buildings	25 - 40 years
Building improvements	7 - 25 years
Infrastructure	5 - 30 years
Vehicles	5 - 15 years
Equipment	5 - 10 years

10. Deferred Revenue

For governmental funds, deferred revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. For proprietary funds, deferred revenues arise when potential revenue is unearned.

11. Compensated Absences

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the governmental activities column in the government-wide financial statements. Vested or accumulated vacation leave of the proprietary fund type is recorded as an expense and liability of that fund as the benefits accrue to employees. In accordance with provisions of GASB No.16 *Accounting for Compensated Absences*, no liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

12. Interfund Transactions

Quasi-external transactions are accounted for as revenue, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures or expenses initially made from it that are properly applicable to another fund, are recorded as expenditures or expenses in the reimbursing fund as a reduction of expenditures or expenses in the fund that is reimbursed. All other interfund transactions, except for quasi-external transactions and reimbursements, are reported as transfers.

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

I. Summary of Significant Accounting Policies (continued)

G. Significant Accounting Policies

1. Use of Estimates

The preparation of financial statements in conformity with GAAP requires the County's management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

2. Proprietary Funds

As required by GASB 20, the County has elected to follow for its proprietary funds, all (1) GASB pronouncements and (2) FASB Statements and Interpretations, APB Opinions, and Accounting Research Bulletins (ARBs) issued on or before November 30, 1989, except those that conflict with a GASB pronouncement.

3. Credit Risk

Receivables in the County's funds are primarily due from other governments. Management believes that the credit risk related to these receivables is minimal.

4. Restricted and Unrestricted Resources

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

5. Subsequent Events

Management has evaluated subsequent events through July 24, 2012, the date these financial statements were available to be issued.

6. Net Assets and Categories and Classification of Fund Balance

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

At December 31, 2011, the County reported \$926,110 of net assets restricted for debt service payments, and \$792,226 of net assets restricted for emergencies.

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

II. Reconciliation of Government-wide and Fund Financial Statements

A. Explanation of Certain Differences between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Assets

The governmental fund Balance Sheet includes a reconciliation between fund balance of the total governmental funds and net assets of governmental activities as reported in the government-wide Statement of Net Assets. One element of that reconciliation explains that "Capital assets, net of depreciation, are used in governmental activities are not considered current financial resources, and therefore, are not reported in the governmental funds". This \$41,416,790 difference is related to property, plant and equipment of \$75,933,755 less accumulated depreciation of \$34,516,965.

B. Explanation of Certain Differences between the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances and the Government-wide Statement of Activities

The governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances includes reconciliation between net change in fund balances of governmental funds and changes in net assets of governmental activities as reported in the government-wide Statement of Activities. One element of that reconciliation explains "Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense". The details of this \$822,543 difference represents capital outlay of \$2,733,748, less depreciation expense of \$1,872,502 and loss on disposals in the amount of \$38,702.

III. Stewardship, Compliance, and Accountability

A. Budgetary Information

As required by Colorado Statutes, all funds have legally adoptable budgets and appropriations. The total expenditures for each fund may not exceed the amount appropriated. Appropriations for a fund may be increased if unanticipated revenues offset them. All appropriations lapse at year-end.

Budgets are prepared on the basis of GAAP for all funds except for the Sewer Fund, and the Central Duplicating/IT Fund.

The budgets for these funds have been adopted on a non-GAAP basis and are reconciled to GAAP below:

	Sewer Fund	Central Duplicating/ IT Fund
Change in Net Assets - Budget Basis	\$ (6,540)	\$ 49,605
Reconciliation to GAAP Basis:		
Adjustments:		
Depreciation	-	(17,388)
Capital outlay	-	8,145
	(6,540)	40,362
Change in Net Assets - GAAP Basis		
Net Assets - January 1	177,959	182,086
Net Assets - December 31	\$ 171,419	\$ 222,448

As required by Colorado Statutes, the County followed the required timetable noted below in preparing, approving, and enacting its budget for 2011.

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

III. Stewardship, Compliance, and Accountability (continued)

A. Budgetary Information (continued)

1. For the 2011 budget year, prior to August 25, 2010, the County Assessor sent to the County a certified assessed valuation of all taxable property within the County's boundaries. The County Assessor may change the assessed valuation on or before December 10, 2010 only once by a single notification.
2. On or before October 15, 2010, the County Administrator submitted to the County Commissioners a recommended budget which detailed the necessary property taxes needed along with other available revenues to meet the County's operating requirements.
3. Prior to December 15, 2010, 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.
4. After a 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 upcoming year.
5. 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.

Taxes levied in one year are collected in the succeeding year. Thus, taxes certified in 2010 were collected in 2011 and taxes certified in 2011 will be collected in 2012. Taxes are due on January 1st in the year of collection; however, they may be paid in either one installment (no later than April 30th) or two equal installments (not later than February 28th and June 15th) without interest or penalty. Taxes that are not paid within the prescribed time bear interest at the rate of one percent (1%) per month until paid. Unpaid amounts and the accrued interest thereon become delinquent on June 16th.

During the year, supplemental appropriations were necessary. The budgetary comparison statements reflect the original budget and the final budget after legally authorized revisions were made.

B. TABOR Amendment

In November 1992, Colorado voters amended Article X of the Colorado Constitution by adding Section 20, commonly known as the Taxpayer's Bill of Rights ("TABOR"). TABOR contains revenue, spending, tax and debt limitations that apply to the State of Colorado and local governments. TABOR requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of any expiring tax, or tax policy change directly causing a net tax revenue gain to any local government.

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future fiscal years.

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

III. Stewardship, Compliance, and Accountability (continued)

B. TABOR Amendment (continued)

TABOR also requires local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be 3% or more of fiscal year spending for fiscal years ending after December 31, 1995. Fiscal year spending excludes bonded debt service and enterprise spending. The County has reserved a portion of the December 31, 2011 year-end fund balance in the General Fund for this purpose in the amount of \$792,226, which is the approximate required reserve.

On November 5, 1996 the County's electorate approved the following ballot question:

"Shall Moffat County, Colorado be authorized and permitted to collect, retain and expend all revenues and other funds collected during 1995 and each subsequent year from any source; notwithstanding the limitations of Article X, Section 20 of the Colorado Constitution, effective January 1, 1995, provided, however, that no sales tax, use tax or property tax mill levy shall increased at any time nor shall any new tax be imposed without the prior approval of the voters of Moffat County?"

The County's management believes it is in compliance with the financial provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of its provisions, including the interpretation of how to calculate fiscal year spending limits, will require judicial interpretation.

IV. Detailed Notes on All Funds

A. Authorization for Deposits and Investments

The County has adopted, by ordinance, an investment policy governing the types of institutions and investments with which it may deposit funds and transact business. Under this policy, the County may invest in federally insured banks, debt obligations of the U.S. Government, its agencies and instrumentalities, governmental mutual funds and pools and repurchase agreements subject to policy requirements.

The County's deposits are entirely covered by federal depository insurance ("FDIC") or by collateral held under Colorado's Public Deposit Protection Act ("PDPA"). Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. The PDPA allows the institution to create a single collateral pool for all public funds. The collateral pool is to be maintained by another institution or held in trust for all the uninsured public as a group. The market value of the collateral must equal or exceed 102% of the uninsured deposits.

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

IV. Detailed Notes on All Funds (continued)

A. Authorization for Deposits and Investments (continued)

At December 31, 2011, the carrying value of the County's deposits was \$33,223,851. The bank balances of these accounts were \$33,405,693. At the end of 2011, the County held deposits and investments with the following maturities:

<u>Type:</u>	<u>Rating</u>	<u>Carrying Amount</u>	<u>Maturities</u>	
			<u>Less Than One Year</u>	<u>Less Than Five Years</u>
<i>Deposits:</i>				
Petty Cash	Not Rated	\$ 9,549	\$ 9,549	\$ -
Checking Accounts	Not Rated	266,155	266,155	-
Savings Accounts	Not Rated	11,341,882	11,341,882	-
Certificates of Deposit	Not Rated	1,992,000	1,992,000	-
<i>Investments:</i>				
Investment Pools	AAAm	2,700,051	2,700,051	-
Repurchase agreements	Not Rated	15,606,607	15,606,607	-
U.S. Agencies	AA+	381,603	-	381,603
Cash with Trustee	Not Rated	926,004	926,004	-
		<u>\$ 33,223,851</u>	<u>\$ 32,842,248</u>	<u>\$ 381,603</u>

The County's holdings in investment pools are comprised of balances with COLOTRUST and CSAFE, which are investment vehicles established for local government entities in Colorado to pool surplus funds. They operate similarly to money market funds, whereby each share is equal in value to \$1. Investments of the trusts consist of U.S. Treasury bills, notes and note strips, and repurchase agreements collateralized by U.S. Treasury securities. The County has no regulatory oversight for the pool.

The County has a standard "Master Repurchase Agreement" that requires that the securities underlying the repurchase agreement have market values equal to or exceeding the aggregate "Buyers Margin Amount". Percentages for calculating the "Buyers Margin Amount" are 100% for cash, 103% for FNMA mortgage backed securities.

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

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

IV. Detailed Notes on All Funds (continued)

B. Deposits and Investments (continued)

Credit Risk. State law and County policy limit investments to those authorized by State statutes including U.S. Agencies and 2a7-like pools. The County's general investment policy is to apply the prudent-person rule: A prudent investor shall exercise the judgment and care, under circumstances prevailing, which men of prudence, discretion, and intelligence exercise in the management of property of one another, not in regard to speculation but in regard to the permanent disposition of funds, considering the probable income as well as the probable safety of their capital.

Concentration of Credit Risk. The County diversifies its investments by security type and institution. Investments may only be made in those financial institutions which are insured or issued by the Federal Deposit Insurance Corporation, the Federal Home Mortgage Association, the Federal Savings and Loan Insurance Corporation, Congressionally authorized mortgage lenders and investments that are federally guaranteed. Financial institutions holding County funds must provide the County a copy of the certificate from the Banking Authority that states that the institution is an eligible public depository.

The County's Certificates of Participation, Series 2001 and 2006 require securities to be held by the Trustee, Wells Fargo Investment Management and Trust.

The bank balance value of deposits for the Hospital, a discretely presented component unit, was \$4,648,831. At December 31, 2011 all of the Hospital's bank balances were either insured by FDIC or collateralized by securities held by the pledging financial institution's trust department in the Hospital's name.

At December 31, 2011, the Hospital, held the following investments:

Cash and cash equivalents	\$ 5,955,063
Fixed income funds	1,465,447
Other	83,072
Total	\$ 7,503,582

C. Receivables

Receivables as of year-end for the County's governmental funds, including applicable allowances for uncollectible accounts, are as follows:

	General Fund	Road and Bridge Fund	Human Services Fund	Jail Fund	Non- major Funds	Total Governmental Funds
Receivables:						
Accounts	\$ 536,000	\$ 323,981	\$ -	\$ 378,692	\$ 76,977	\$ 1,315,650
Taxes	3,038,330	6,039,642	453,051	-	664,361	10,195,384
Other	-	-	6,156	-	-	6,156
Intergovernmental	-	-	(2,366)	-	21,187	18,821
Gross receivables	3,574,330	6,363,623	456,841	378,692	762,525	11,536,011
Less: allowance for uncollectible	(398,557)	-	-	(99,689)	-	(498,246)
Net Receivables	\$ 3,175,773	\$ 6,363,623	\$ 456,841	\$ 279,003	\$ 762,525	\$ 11,037,765

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

IV. Detailed Notes on All Funds (continued)

C. Receivables (continued)

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. The \$10,195,384 of deferred revenue is property taxes levied in 2011 but not available until 2013. Additionally, grants and fees totaling \$75,514 were collected in 2011, but will not be available for use until 2013.

E. Capital Assets

Capital asset activity for the year ended December 31, 2011 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Reclassification</u>	<u>Ending Balance</u>
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 1,823,694	\$ -	\$ -	\$ -	\$ 1,823,694
Construction in progress	-	486,555	-	-	486,555
Total capital assets, not being depreciated	<u>1,823,694</u>	<u>486,555</u>	<u>-</u>	<u>-</u>	<u>2,310,249</u>
Capital assets, being depreciated:					
Infrastructure	28,453,430	1,176,199	-	-	29,629,629
Improvements	5,066,768	566,959	-	-	5,633,727
Buildings	21,108,325	111,546	(7,718)	-	21,212,153
Equipment	17,006,228	384,343	(98,691)	-	17,291,880
Total capital assets being depreciated	<u>71,634,751</u>	<u>2,239,047</u>	<u>(106,409)</u>	<u>-</u>	<u>73,767,389</u>
Less accumulated depreciation for:					
Infrastructure	(8,953,381)	(517,012)	-	-	(9,470,393)
Improvements	(3,997,948)	(73,704)	-	-	(4,071,652)
Buildings	(8,256,639)	(375,944)	4,487	-	(8,628,096)
Equipment	(11,537,377)	(923,231)	71,364	-	(12,389,244)
Total accumulated depreciation	<u>(32,745,345)</u>	<u>(1,889,891)</u>	<u>75,851</u>	<u>-</u>	<u>(34,559,385)</u>
Total capital assets being depreciated, net	<u>38,889,406</u>	<u>349,156</u>	<u>(30,558)</u>	<u>-</u>	<u>39,208,004</u>
Governmental activities capital assets, net	<u>\$ 40,713,100</u>	<u>\$ 835,711</u>	<u>\$ (30,558)</u>	<u>\$ -</u>	<u>\$ 41,518,253</u>

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

IV. Detailed Notes on All Funds (continued)

E. Capital Assets (continued)

The Governmental Accounting Standards Board Statement No. 34 ("GASB-34") requires the capitalization of general infrastructure not prospectively and retroactively. Retroactive application requires governments to capitalize major infrastructure assets they acquired in the past 25 years or during fiscal years ending after June 30, 1980.

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 37,000	\$ -	\$ -	\$ 37,000
Total capital assets, not being depreciated	<u>37,000</u>	<u>-</u>	<u>-</u>	<u>37,000</u>
Capital assets, being depreciated:				
Improvements	416,211	-	-	416,211
Buildings	37,278	-	-	37,278
Equipment	48,500	-	-	48,500
Total capital assets being depreciated	<u>501,989</u>	<u>-</u>	<u>-</u>	<u>501,989</u>
Less accumulated depreciation for:				
Improvements	(296,548)	(10,405)	-	(306,953)
Buildings	(24,904)	(932)	-	(25,836)
Equipment	(48,500)	-	-	(48,500)
Total accumulated depreciation	<u>(369,952)</u>	<u>(11,337)</u>	<u>-</u>	<u>(381,289)</u>
Total capital assets being depreciated, net	<u>132,037</u>	<u>(11,337)</u>	<u>-</u>	<u>120,700</u>
Business-type activities capital assets, net	<u><u>\$ 169,037</u></u>	<u><u>\$ (11,337)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 157,700</u></u>

The County had the following capital outlay and depreciation expense for the following functions:

	<u>Capital Outlay</u>	<u>Depreciation</u>
Governmental Activities:		
General government	\$ 207,011	\$ 54,625
Public safety	88,448	469,878
Public works	2,430,143	1,320,505
Health and human services	-	5,840
Community development	-	39,043
Total Governmental Activities	<u><u>\$ 2,725,602</u></u>	<u><u>\$ 1,889,891</u></u>
Business-type Activities:		
Sanitation	\$ -	\$ 11,337
Total Business-type Activities	<u><u>\$ -</u></u>	<u><u>\$ 11,337</u></u>

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

IV. Detailed Notes on All Funds (continued)

F. Operating Leases

The County is committed to leases for office equipment. These leases are considered, for accounting purposes, to be operating leases, and therefore, the liability and the related assets have not been recorded on these financial statements.

G. Interfund Transfers

Transfers for 2011 were as follows:

<u>Transfer In</u>	<u>Transfer out</u>	<u>Amount</u>
General	Cemetery	\$ 115,355
Retirement	General	449,129
Airport	General	12,083
Library	General	423,903
Senior Citizens	General	96,538
Central Dup.	General	179,147
Lease purchase	Jail	878,847
Jail	General	1,064,470
Total		<u>\$ 3,219,472</u>

All transfers were made to supplement funds available for operations or to make debt service payments.

H. Interfund Receivables and Payables

Internal balances at December 31, 2011 were comprised of the following:

<u>Due (to) from:</u>	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 63,612	\$ -
Special Revenue Funds:		
Road and Bridge	-	3,273
Jail	(10,098)	-
Non-Major Funds	(103,419)	(1,884)
Internal Service Funds:		
Central Duplicating/IT	5,132	43,384
	<u>\$ (44,773)</u>	<u>\$ 44,773</u>

These balances resulted from the time lag between the dates that (1) interfund goods and services were provided or reimbursable expenditures occurred, (2) transactions were recorded in the accounting system, and (3) payments between funds were made.

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

IV. Detailed Notes on All Funds (continued)

I. Long-term Liabilities – Governmental Activities

1. Certificates of Participation, Series 2001

On February 1, 2001, the County issued \$2,100,000 of COPs, Series 2001. Approximately \$675,000 of the net proceeds of this series was used for the completion of the public safety center. The County has appropriated amounts from the Lease Purchase Payment Fund to meet required payments. The balance was issued for telecommunications and other capital projects. The certificates are in \$5,000 denominations. The 2001 series has an interest rate ranging from 3.25% to 5.05%. Principal payments began May 15, 2001. All certificates are insured by Ambac. These bonds were refunded by the Series 2006 COPs. There are considered defeased for financial reporting purposes.

2. Refunding Certificates of Participation, Series 2006

In 2006 the County issued refunding Certificates of Participation, Series 2006. The proceeds were used to refund a portion of the 1998 COPs. The certificates are in \$5,000 denominations and carry an interest rate of 3.6% to 4.4%. All certificates are insured by Ambac.

3. Defeasance of Debt

As noted above, proceeds of the 2006 refunding bond issuance were used to purchase U.S. government securities to retire previous bond issues. Sufficient U.S. government, state and local governmental securities were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of the refunded debt. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the County's financial records. The amount of the County's defeased debt is not readily determinable.

4. Compensated Absences

The County has a policy allowing the accumulation of paid vacation and sick leave, subject to certain maximum limits. In accordance with GAAP, the County's approximate liability for vacation pay earned by employees at December 31, 2011 has been reflected in the governmental activities column of the government-wide financial statements.

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

IV. Detailed Notes on All Funds (continued)

I. Long-term Liabilities – Governmental Activities (continued)

5. Landfill Closure Costs – Contingent Liability

State and federal laws and regulations require that the County place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. In addition to operating expenses relating to current activities of the landfill, a liability provision is being recognized based on the future closure and postclosure care. Closure and postclosure care costs are being recognized based on the amount of the landfill used during the year. The County is appropriating amounts from the Landfill Operations Fund to meet landfill closure costs. The estimated liability is calculated as follows:

Landfill	Total Costs	Used	Liability
Regional - Closure	\$ 1,014,396	47.61%	\$ 482,966
Regional - Postclosure	414,664	47.61%	\$ 197,427
Closed - Postclosure	341,146	52.27%	\$ 178,327
Total	\$ 1,770,206		\$ 858,720

The County has stopped accepting waste and has substantially completed closure of one landfill (noted as closed above) in 1997. The postclosure costs relating to the closed landfill are anticipated to be paid out over the next twenty four years. The regional landfill, which is now accepting waste, is estimated to be filled to 47.61% of capacity as of year-end. It is estimated that another \$911,486 will be recognized between the balance sheet date and the date the landfills are expected to reach capacity in 2041. The actual costs of closure and post closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

6. Schedule of Changes in Long-Term Debt

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Certificates of Participation:					
Series 2001	\$ 1,620,000	\$ -	\$ (85,000)	\$ 1,535,000	\$ 50,000
Series 2006	7,095,000	-	(445,000)	6,650,000	475,000
Landfill postclosure	825,515	33,205	-	858,720	-
Compensated absences	968,603		(16,576)	952,027	-
Total Governmental Activities Long-term Liabilities	\$ 10,509,118	\$ 33,205	\$ (546,576)	\$ 9,995,747	\$ 525,000

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

IV. Detailed Notes on All Funds (continued)

I. Long-term Liabilities – Governmental Activities (continued)

7. Schedule of Future Payments

The County's annual debt service is as follows:

Year	Principal	Interest	Total
2012	\$ 525,000	\$ 358,660	\$ 883,660
2013	560,000	335,942	895,942
2014	570,000	309,693	879,693
2015	560,000	281,528	841,528
2016	620,000	252,040	872,040
2017	3,305,000	847,143	4,152,143
2022	2,045,000	176,120	2,221,120
Total	<u>\$ 8,185,000</u>	<u>\$ 2,561,126</u>	<u>\$ 10,746,126</u>

J. General Long-term Debt – Component Units

At December 31, 2011, the Hospital had note payable obligations of \$10,840.

The Housing Authority has \$1,558,469 of mortgages outstanding and a long-term capital recovery payable of \$10,840. The mortgages included in the Housing Authority liability are:

- CHFA Primary Mortgage (6.5%) \$191,931
- HUD Restructuring Note (1%) \$1,217,516
- HUD Contingent Note (1%) \$149,022

The following is a schedule of future annual debt payments for all component units:

Year	Hospital		Housing Authority	
	Principal	Interest	Principal	Interest
2012	\$ 741,028	\$ 3,105,049	\$ 10,840	\$ 12,358
2013	791,489	3,049,498	4,465	12,077
2014	827,703	2,995,996	4,763	11,779
2015	766,597	2,928,707	5,082	11,461
2016	829,194	2,866,110	5,423	11,119
2017	5,279,163	13,197,357	33,072	49,640
2022	7,816,455	10,660,065	45,733	36,979
2027	11,573,230	6,903,290	63,240	19,472
2032	11,271,681	1,661,279	1,396,691	326,243
Total	<u>\$ 39,896,540</u>	<u>\$ 47,367,351</u>	<u>\$ 1,569,309</u>	<u>\$ 491,128</u>

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

IV. Detailed Notes on All Funds (continued)

K. Fund Balance Disclosure

The County classifies governmental fund balances as follows:

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

Spendable Fund Balance:

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

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority which is the Board of County Commissioners. The County's original budget legislation begins with combining historical data, assessment of needs for the upcoming year and the Board's platform to review, and/or make changes to each department's budget. Before year end, a budgetary committee will meet again with each department for final review and approval of preliminary budget. The Budget is then formally presented to the Board via an advertised public process for their review, revisions and final approval by year end. All subsequent budget requests made during the year, after Board approval, must be presented via a public process and again approval by the Board.

Assigned – includes spendable fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Board or its management designee.

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

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

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

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

IV. Detailed Notes on All Funds (continued)

K. Fund Balance Disclosure (continued)

At December 31, 2011, the County had restricted fund balances for the following purposes:

<u>Restricted For:</u>	<u>Balance</u>
<i>General Fund (Tabor)</i>	\$ 792,226
<i>Human Services</i>	1,325,266
<i>Jail</i>	1,294,517
<i>Lease Purchase</i>	926,003
<i>Non-major funds:</i>	
Landfill post-closure	276,000
Conservation trust projects	147,986
E-911	282,022
Oil and Gas Exemption projects	155,293
Tourism promotion	153,583
	<u>\$ 5,352,896</u>

At December 31, 2011, the County had committed fund balances for the following purposes:

<u>Committed For:</u>	<u>Balance</u>
<i>General Fund:</i>	
Museum	\$ 1,213,385
30% operating reserve	282,103
<i>Road and Bridge - 30% operating reserve</i>	215,940
<i>Non-major funds:</i>	
Landfill - 30% operating reserve	148,432
Library - Memorial	80,104
Library - 30% operating reserve	154,938
Senior Citizens - 30% operating reserve	92,959
Airport 30% operating reserve	10,737
Capital projects:	
Courthouse expansion/major renovation	562,746
Senior Housing Improvements	337,746
Multi-use building at Fairgrounds	562,911
Capital projects	1,013,239
Telecommunications	458,765
	<u>\$ 5,134,005</u>

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

V. Other Information

A. Pension Plans

1. Deferred Compensation Plan (457)

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The Plan is administered by Valic. The plan, available to all employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are to be held in trust for the exclusive benefit of the plan participants and their beneficiaries.

Plan investment purchases are determined by the plan participant and therefore, the plan's investment concentration varies between participants.

2. Money Savings Plan

The County also offers its employees a money savings plan. The plan requires all employees to contribute a minimum of 6% of their salary. Additional contributions in excess of 6% are not allowed. The County contributes an additional six percent of the employee's salary. Vesting in the plan occurs at a rate of 25% per annum, with 100% vesting after four years. Taxes on the employee contribution, the County's match, and any investment earnings are deferred until distribution. The plan is administered by Valic and investment decisions are determined by the employees.

B. County's Employee's Health Insurance Trust Fund

The County established a fund to account for the monies accumulated to offset the costs of a health and dental plan for County employees. The resources accumulated in this fund can only be used to offset the cost of the County employees' health and dental insurance program. The County accounts for the fund as an internal service fund. The County carried commercial reinsurance to pay for any individual claims greater than \$80,000 and total claims greater than \$2,886,744.

C. Post Employment HealthCare Benefits

All County employees covered by COBRA insurance may continue their health insurance due to a reduction in work hours or termination of employment. Employees who elect continued coverage must pay the County for premiums from the termination date of coverage and monthly thereafter. No cost to the County is recognized as employees reimburse 100% of their premium cost to the County.

D. Commitments and Contingencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

V. Other Information (continued)

D. Commitments and Contingencies (continued)

During the normal course of business, the County incurs claims and other assertions against it from various agencies and individuals. Management of the County and their legal representatives feel none of these claims or assertions are significant enough that they would materially affect the fairness of the presentation of the financial statements at December 31, 2011.

In 1994 the County issued \$42,855,000 of Pollution Control Revenue Refunding Bonds PACIFIC CORP Project Series 1995 of Moffat County. The bonds were authorized by the State of Colorado to promote industry and develop trade or other economic activity within the State of Colorado. The bonds are not a debt of the County. The bonds will be payable and secured only by the revenues arising from the pledge and assignment under the indentures of the amounts due under the loan agreement.

E. 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; workers compensation; and natural disasters. The County carries commercial insurance to provide coverage for the risks noted. Losses are not expected to exceed the commercial limits.

F. Federal Seizure Funds

Funds received by the County Sheriff from seizures are accounted for in the General Fund. These funds are to be used only for the specific purpose of law enforcement activities.

G. Museum Collections

The County operates a Museum as a department of the General Fund. The County has elected not to capitalize its collections and therefore, does not include its collections as an asset on its financial statements. The Museum has met the following conditions in order to not recognize donation contributions of works of art, historical treasures, and similar assets. Collections are for public exhibition in furtherance of public service rather than financial gain, protected, kept unencumbered, cared for, preserved, and subject to an organizational policy that requires the proceeds from sales of collection items to be used to acquire other collection items.

The Museum's collections consists of pictures, paintings, books, paper documents, scientific data, relics, mementos, artifacts, and related items that preserve for posterity the history of those honored by the Museum, together with documentation of their accomplishments and contributions to the region of the American west.

H. Expenditures in Excess of Appropriations

During the year ended December 31, 2011, the County reported expenditures in excess of appropriations for the following funds:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Over Budget</u>
Sewer	\$ 16,457	\$ 21,273	\$ 4,816
Senior Citizens	584,024	597,075	13,051
Cemetery	30,020	115,355	85,335

Moffat County, Colorado
Notes to the Financial Statements
December 31, 2011
(Continued)

V. Other Information (continued)

I. Significant Taxpayers

Fifty-nine (59%) of all County property taxes were paid by ten taxpayers. The following are the top ten taxpayers in the County:

Name	Assessed Value	Tax Dollars
TRI-STATE GEN & TRANS ASSOC INC	\$ 93,526,399	\$ 5,853,272
WEXPRO COMPANY	44,937,930	2,575,348
COLOWYO/KENNECOTT	21,713,146	1,349,096
ROCKIES EXPRESS PIPELINE	26,147,400	1,498,481
PACIFICORP-ELEC OPERATIONS	20,918,400	1,310,036
CHEVRON USA INC	12,866,361	737,412
SALT RIVER PROJECT	14,656,000	917,847
TRAPPER MINING INC	21,210,394	1,328,279
PUBLIC SERVICE CO OF COLORADO	13,730,400	857,206
WYOMING INTERSTATE GAS	18,757,900	1,075,109
TOTALS	\$ 288,464,330	\$ 17,502,086

J. Notes Receivable

On January 26, 2010 the County received a promissory note for the sale of the Shadow Mountain facility in the amount of \$250,000. The note is secured by a deed of trust on the property. The terms of the note are as follows:

The sum of \$10.00 per month, commencing on the first day of February 2010, and with monthly payments due and payable on the first day of each month thereafter, and with the entire unpaid balance due and payable upon the occurrence of the earliest of the following:

- a) The County's receipt of grant funding sufficient to pay the entire principal amount outstanding; or
- b) February 1, 2011, unless said Note is extended in writing, in which case the entire principal amount outstanding shall be due and payable on February 1, 2016

At December 31, 2011, \$250,000 was outstanding as receivable on this note receivable.

K. Prior Period Adjustment

As part of the overall implementation of GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, the County identified and reclassified certain balances in the Human Services Fund which had grant-related restrictions to restricted equity. Previously, the County had classified these balances, totaling \$628,341, as deferred revenue.

REQUIRED SUPPLEMENTARY INFORMATION



Moffat County, Colorado
General Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	2011			Final Budget Variance Positive (Negative)	2010
	Original Budget	Final Budget	Actual Amounts		Actual
Revenues:					
Taxes:					
Property taxes	\$ 9,400,534	\$ 9,400,534	\$ 9,452,793	\$ 52,259	\$ 9,630,472
Sales tax	-	-	24,008	24,008	994,304
Cigarette tax	4,000	4,000	4,478	478	3,913
Other	-	-	2,459	2,459	282,041
Intergovernmental:					
Federal	40,000	42,235	72,348	30,113	739,927
State and local	85,242	212,351	192,188	(20,163)	263,301
Charges for services	1,240,400	1,337,526	1,529,421	191,895	1,682,775
Investment earnings	30,000	30,000	36,143	6,143	39,952
Other	356,605	541,263	932,971	391,708	1,457,374
Total Revenues	11,156,781	11,567,909	12,246,809	678,900	15,094,059
Expenditures:					
General Government:					
Commissioners	419,370	442,984	405,709	37,275	402,274
Clerk and Recorder	509,821	597,244	590,395	6,849	519,651
Elections	47,705	47,705	35,900	11,805	71,026
Treasurer	439,455	446,176	434,955	11,221	427,846
Public Trustee	17,946	17,946	15,279	2,667	16,795
Assessor	545,027	557,070	527,202	29,868	524,969
Accounting	210,408	233,124	226,752	6,372	240,422
Administration	161,154	159,442	118,434	41,008	162,441
Human resources	279,107	316,078	294,817	21,261	221,034
County Attorney	181,276	183,926	181,872	2,054	181,450
Surveyor	24,514	24,514	24,108	406	21,532
Other administrative services	1,038,643	995,266	761,547	233,719	816,042
Total General Government	3,874,426	4,021,475	3,616,970	404,505	3,605,482
Public Safety:					
District Attorney	394,666	394,962	394,666	296	399,994
Sheriff	1,691,741	1,787,480	1,713,726	73,754	1,609,748
Emergency management	37,145	37,882	37,432	450	34,979
Fire control	17,940	32,021	31,244	777	53,952
Coroner	104,805	104,965	93,029	11,936	99,480
Community safety	108,728	108,728	99,328	9,400	144,446
Total Public Safety	2,355,025	2,466,038	2,369,425	96,613	2,342,599
Public Works:					
Grounds and buildings	724,281	655,787	485,997	169,790	404,299
Fairgrounds	427,487	429,562	362,617	66,945	245,637
Parks and recreation	693,446	693,446	553,458	139,988	408,608
Cemetery	-	348,597	97,579	251,018	-
Shadow mountain	-	-	-	-	3,383
Sherman youth camp	22,093	22,093	12,030	10,063	16,666
Arts	2,750	2,750	2,090	660	2,348
Pest and weed control	449,800	486,537	472,013	14,524	467,612
Total Public Works	2,319,857	2,638,772	1,985,784	652,988	1,548,553

(continued)

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

Moffat County, Colorado
General Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)
(Continued)

	2011			Final Budget Variance Positive (Negative)	2010
	Original Budget	Final Budget	Actual Amounts		Actual
Expenditures (continued):					
Health and Human Services:					
Ambulance service	23,707	24,190	19,345	4,845	25,008
Maybell fire	12,500	14,001	10,536	3,465	10,345
Allotments - Health	190,000	232,994	219,228	13,766	225,974
Veterans office	18,070	23,785	19,758	4,027	20,504
Crisis intervention program	-	-	-	-	233,555
Community evaluation team	209,073	230,052	219,327	10,725	-
Total Health and Human Services	<u>453,350</u>	<u>525,022</u>	<u>488,194</u>	<u>36,828</u>	<u>515,386</u>
Community Development:					
Building inspector	95,398	96,281	93,091	3,190	92,307
Planning	90,274	91,155	88,753	2,402	86,704
Natural resources	159,991	230,414	192,983	37,431	193,185
Hamilton community center	6,500	9,200	5,670	3,530	8,009
Maybell center	10,852	13,121	9,497	3,624	12,432
County fair	60,889	98,959	71,651	27,308	74,906
Extension service	128,917	139,963	127,633	12,330	129,506
Museum	202,825	304,205	281,916	22,289	253,728
Museum minerals	1,000	4,362	1,852	2,510	592
Contributions	70,000	70,000	70,000	-	107,454
Total Community Development	<u>826,646</u>	<u>1,057,660</u>	<u>943,046</u>	<u>114,614</u>	<u>958,823</u>
Total Expenditures	<u>9,829,304</u>	<u>10,708,967</u>	<u>9,403,419</u>	<u>1,305,548</u>	<u>8,970,843</u>
Excess (Deficiency) of					
Revenues Over Expenditures	<u>1,327,477</u>	<u>858,942</u>	<u>2,843,390</u>	<u>1,984,448</u>	<u>6,123,216</u>
Other Financing Sources (Uses):					
Transfers (out)	(2,684,481)	(2,434,481)	(2,109,916)	324,565	(2,321,924)
Total Other Financing (Uses)	<u>(2,684,481)</u>	<u>(2,434,481)</u>	<u>(2,109,916)</u>	<u>324,565</u>	<u>(2,321,924)</u>
Net Change in Fund Balances	<u>\$ (1,357,004)</u>	<u>\$ (1,575,539)</u>	<u>733,474</u>	<u>\$ 2,309,013</u>	<u>3,801,292</u>
Fund Balances - January 1			<u>13,104,303</u>		<u>9,303,011</u>
Fund Balances - December 31			<u>\$ 13,837,777</u>		<u>\$ 13,104,303</u>

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

Moffat County, Colorado
Special Revenue Funds
Road and Bridge Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	2011			Final Budget Variance Positive (Negative)	2010
	Original Budget	Final Budget	Actual Amounts		Actual
Revenues:					
Taxes:					
Sales tax	\$ 1,108,767	\$ 1,108,767	\$ 1,326,330	\$ 217,563	\$ 355,534
Specific ownership	600,000	600,000	674,924	74,924	705,900
Other taxes	300,000	300,000	478,238	178,238	45,000
Intergovernmental:					
Federal	1,530,500	1,530,500	559,790	(970,710)	1,071,818
State and local	3,474,213	3,474,213	4,013,799	539,586	3,998,946
Charges for services	237,965	243,233	301,125	57,892	252,938
Investment income	20,000	20,000	12,084	(7,916)	19,426
Other	3,000	3,000	3,711	711	821
Total Revenues	7,274,445	7,279,713	7,370,001	90,288	6,450,384
Expenditures:					
Highways:					
Personnel	3,012,967	2,962,623	2,868,848	93,775	2,844,706
Operating	854,900	873,142	591,283	281,859	853,153
Maintenance and equipment:					
Personnel	569,038	569,038	495,283	73,755	487,243
Operating	1,338,500	1,341,640	1,129,019	212,621	1,007,577
Administration:					
Personnel	287,278	310,821	308,389	2,432	283,090
Operating	126,650	143,846	133,474	10,372	113,739
Other:					
Fuel & other	115,459	156,552	144,897	11,655	119,544
Intergovernmental revenue sharing	40,000	40,000	39,607	393	38,684
Capital outlay	382,700	403,180	292,970	110,210	413,829
Capital projects	1,429,484	1,429,484	1,194,217	235,267	130,817
Total Expenditures	8,156,976	8,230,326	7,197,987	1,032,339	6,292,382
Net Change in Fund Balances	\$ (882,531)	\$ (950,613)	172,014	\$ 1,122,627	158,002
Fund Balances - January 1			6,210,687		6,052,685
Fund Balances - December 31			\$ 6,382,701		\$ 6,210,687

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

Moffat County, Colorado
Special Revenue Funds
Human Services Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	2011		2010	
	Original and Final Budget	Actual Amounts	Final Budget Variance Positive (Negative)	Restated Actual
Revenues:				
Taxes:				
Property taxes	\$ 444,956	\$ 440,617	\$ (4,339)	\$ 478,596
Delinquent taxes & interest	500	781	281	813
Intergovernmental	6,225,114	5,226,613	(998,501)	5,011,087
Charges for services	2,500	31,030	28,530	53,698
Investment income	4,500	3,115	(1,385)	4,573
Other	-	51,378	51,378	8,198
Total Revenues	6,677,570	5,753,534	(924,036)	5,556,965
Expenditures:				
Health & Welfare:				
Medication transportation	25,000	21,974	3,026	3,515
CSBG	17,307	11,976	5,331	16,709
IVE Incentives	-	703	(703)	-
Home Based treatment	10,210	43,188	(32,978)	8,026
Intensive family therapy	26,873	33,281	(6,408)	13,564
Life skills	114,435	128,596	(14,161)	121,927
Day treatment	124,447	44,857	79,590	51,688
Sexual abuse	21,518	35,454	(13,936)	13,730
Mental health & sub abuse	169,998	112,002	57,996	106,446
Spec. economic assistance	2,000	64	1,936	-
Child care	191,354	171,626	19,728	158,392
Child care quality	2,500	1,413	1,087	1,392
NCCCF	115,269	93,299	21,970	98,287
Child welfare 80/20	707,440	569,025	138,415	636,942
Child welfare 100	85,501	75,877	9,624	96,567
Child welfare program	531,000	543,926	(12,926)	371,823
OAP	86,500	55,267	31,233	78,130
Colorado works	492,773	270,188	222,585	281,888
Fraud incentives	-	-	-	367
Aid to the Blind	500	-	500	-
Aid to Needy Disabled	26,500	26,205	295	(6,793)
LEAP - Low-income Energy Assistance	350,000	197,656	152,344	303,934
LEAP Administration	35,064	20,067	14,997	27,933
LEAP Outreach	2,500	747	1,753	2,131
Food stamps	2,980,000	2,537,763	442,237	2,438,222
Commodities	-	603	(603)	28
COLO refugee & immigration	200	-	200	-
Regular administration	486,095	468,679	17,416	409,842
Non allocated administration	1,700	2,134	(434)	1,975
OAP administration	12,000	7,291	4,709	11,324
Child support	249,452	222,273	27,179	203,609
IVD State incentives	-	-	-	2,000
AFDC RTND - CO portion of collection	(40,000)	(34,192)	(5,808)	(38,029)
GA / WF	7,800	45,242	(37,442)	14,748
Total Expenditures	6,835,936	5,707,184	1,128,752	5,430,317
Net Change in Fund Balances	\$ (158,366)	46,350	\$ 204,716	126,648
Fund Balances - January 1 (restated)		1,281,954		1,155,306
Fund Balances - December 31		\$ 1,328,304		\$ 1,281,954

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

Moffat County, Colorado
Special Revenue Funds
Jail Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	<u>2011</u>			<u>Final Budget</u>	<u>2010</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:					
Taxes					
Property taxes	\$ -	\$ -	\$ 2	\$ 2	\$ 2,169
Sales tax	969,848	969,848	1,340,797	370,949	1,396,433
Intergovernmental					
Federal	700,148	709,031	307,545	(401,486)	511,917
State	65,000	65,000	22,158	(42,842)	31,410
Charges for services	60,000	68,828	65,326	(3,502)	77,974
Investment Income	4,500	4,500	2,470	(2,030)	2,366
Other	-	1,126	1,126	-	-
Total Revenues	<u>1,799,496</u>	<u>1,818,333</u>	<u>1,739,424</u>	<u>(78,909)</u>	<u>2,022,269</u>
Expenses:					
Personnel	1,682,760	1,642,368	1,380,800	261,568	1,477,776
Operating	535,035	615,442	414,620	200,822	609,079
Total Expenses	<u>2,217,795</u>	<u>2,257,810</u>	<u>1,795,420</u>	<u>462,390</u>	<u>2,086,855</u>
Excess (Deficiency) of Revenues Over Expenditures	(418,299)	(439,477)	(55,996)	383,481	(64,586)
Other Financing Sources (Uses):					
Transfers in	1,181,581	1,181,581	1,064,470	(117,111)	1,172,005
Transfers (out)	(919,848)	(919,848)	(878,847)	41,001	(891,146)
Total Other Financing Sources (Uses)	<u>261,733</u>	<u>261,733</u>	<u>185,623</u>	<u>(76,110)</u>	<u>280,859</u>
Net Change in Fund Balances	<u>\$ (156,566)</u>	<u>\$ (177,744)</u>	129,627	<u>\$ 307,371</u>	216,273
Fund Balances - January 1			1,164,890		948,617
Fund Balances - December 31			<u>\$ 1,294,517</u>		<u>\$ 1,164,890</u>

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

Moffat County, Colorado
Special Revenue Funds
Lease Purchase Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	<u>2011</u>			<u>2010</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Investment income	\$ 40,000	\$ 40,370	\$ 370	\$ 40,416
Total revenues	<u>40,000</u>	<u>40,370</u>	<u>370</u>	<u>40,416</u>
Expenses:				
Principal	530,000	530,000	-	520,000
Interest and other	<u>389,848</u>	<u>389,323</u>	<u>525</u>	<u>411,538</u>
Total expenses	<u>919,848</u>	<u>919,323</u>	<u>525</u>	<u>931,538</u>
Excess (Deficiency) of Revenues Over Expenditures	(879,848)	(878,953)	895	(891,122)
Other Financing Sources:				
Transfers in	<u>919,848</u>	<u>878,847</u>	<u>(41,001)</u>	<u>891,146</u>
Total Other Financing Sources	<u>919,848</u>	<u>878,847</u>	<u>(41,001)</u>	<u>891,146</u>
Net Change in Fund Balances	<u>\$ 40,000</u>	(106)	<u>\$ (40,106)</u>	24
Fund Balances - January 1		<u>926,109</u>		<u>926,085</u>
Fund Balances - December 31		<u>\$ 926,003</u>		<u>\$ 926,109</u>

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

SUPPLEMENTARY INFORMATION



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

	Special Revenue Funds									Capital Projects Funds		Total Non-major Governmental Funds	
	Landfill Fund	Library Fund	Retirement Fund	Senior Citizens Fund	Airport Fund	Cemetery Fund	Conservation Trust Fund	E-911 Fund	Oil & Gas Exemption Fund	Tourism Promotion Fund	Capital Projects Fund		Telecomm- unications Fund
Assets:													
Cash and cash equivalents	\$ 953,526	\$ 389,520	\$ 126,247	\$ 108,669	\$ 37,622	\$ 117,303	\$ 147,986	\$ 261,780	\$ 155,293	\$ 156,000	\$ 2,649,377	\$ 460,713	\$ 5,564,036
Accounts receivable	38,580	664,363	667	5,569	296	-	-	21,015	-	-	-	-	730,490
Due from other governments	-	-	-	-	-	-	-	-	-	21,187	-	-	21,187
Due from other funds	-	-	-	-	-	(112,250)	-	-	-	-	8,831	-	(103,419)
Due from component unit	-	-	-	(3,204)	-	-	-	-	-	-	-	-	(3,204)
Total Assets	\$ 992,106	\$ 1,053,883	\$ 126,914	\$ 111,034	\$ 37,918	\$ 5,053	\$ 147,986	\$ 282,795	\$ 155,293	\$ 177,187	\$ 2,658,208	\$ 460,713	\$ 6,209,090
Liabilities and Fund Balances:													
Accounts payable and accrued liabilities	\$ 28,529	\$ 676,896	\$ 18,258	\$ 13,167	\$ 1,616	\$ 5,053	\$ -	\$ 773	\$ -	\$ 23,604	\$ 181,566	\$ 1,948	\$ 951,410
Accrued salaries and benefits	16,213	21,193	-	4,908	183	-	-	-	-	-	-	-	42,497
Due to other funds	-	3,406	-	-	(1,522)	-	-	-	-	-	-	-	1,884
Total Liabilities	44,742	701,495	18,258	18,075	277	5,053	-	773	-	23,604	181,566	1,948	995,791
Fund Balances:													
Spendable													
Restricted	276,000	-	-	-	-	-	147,986	282,022	155,293	153,583	-	-	1,014,884
Committed	148,432	235,042	-	92,959	10,737	-	-	-	-	-	2,476,642	458,765	3,422,577
Assigned	522,932	117,346	108,656	-	26,904	-	-	-	-	-	-	-	775,838
Total Fund Balances	947,364	352,388	108,656	92,959	37,641	-	147,986	282,022	155,293	153,583	2,476,642	458,765	5,213,299
Total Liabilities and Fund Balances	\$ 992,106	\$ 1,053,883	\$ 126,914	\$ 111,034	\$ 37,918	\$ 5,053	\$ 147,986	\$ 282,795	\$ 155,293	\$ 177,187	\$ 2,658,208	\$ 460,713	\$ 6,209,090

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

Moffat 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 Funds							Capital Projects Funds		Total Non-major Governmental Funds			
	Landfill Fund	Library Fund	Retirement Fund	Senior Citizens Fund	Airport Fund	Cemetery Fund	Conservation Trust Fund	E-911 Fund	Oil & Gas Exemption Fund		Tourism Promotion Fund	Capital Projects Fund	Telecomm- unications Fund
Revenues:													
Taxes	\$ -	\$ 2	\$ 1	\$ -	\$ 4,780	\$ -	\$ -	\$ 122,775	\$ 668	\$ 129,066	\$ -	\$ -	\$ 257,292
Intergovernmental	-	-	-	18,050	25,562	-	39,171	-	-	-	-	-	82,783
Charges for services	479,551	13,011	8,924	37,280	8,569	-	-	-	-	-	8,831	-	556,166
Investment income	1,853	1,288	554	390	54	-	313	499	-	412	5,194	-	10,557
Other	6,065	7,641	132	393,341	599	-	-	82	-	2,361	768,441	1,108	1,179,770
Total Revenues	487,469	21,942	9,611	449,061	39,564	-	39,484	123,356	668	131,839	782,466	1,108	2,086,568
Expenditures:													
General government	-	-	428,961	-	-	-	-	-	-	-	-	-	428,961
Public safety	-	-	-	-	-	-	51,240	-	-	-	-	-	51,240
Public works	494,773	-	-	-	35,791	-	-	361,764	-	-	574,552	23,274	1,490,154
Community development	-	516,460	-	597,075	-	-	18,528	-	204,359	-	-	-	1,336,422
Total Expenditures	494,773	516,460	428,961	597,075	35,791	-	18,528	51,240	361,764	204,359	574,552	23,274	3,306,777
Excess (Deficiency) of Revenues Over Expenditures	(7,304)	(494,518)	(419,350)	(148,014)	3,773	-	20,956	72,116	(361,096)	(72,520)	207,914	(22,166)	(1,220,209)
Other Financing Sources (Uses):													
Transfers in	-	423,903	449,129	96,538	12,083	-	-	-	-	-	-	-	981,653
Transfers (out)	-	-	-	-	-	(115,354)	-	-	-	-	-	-	(115,354)
Net Change in Fund Balances	(7,304)	(70,615)	29,779	(51,476)	15,856	(115,354)	20,956	72,116	(361,096)	(72,520)	207,914	(22,166)	(353,910)
Fund Balances - January 1	954,668	423,003	78,877	144,435	21,785	115,354	127,030	209,906	516,389	226,103	2,268,728	480,931	5,567,209
Fund Balances - December 31	\$ 947,364	\$ 352,388	\$ 108,656	\$ 92,959	\$ 37,641	\$ -	\$ 147,986	\$ 282,022	\$ 155,293	\$ 153,583	\$ 2,476,642	\$ 458,765	\$ 5,213,299

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

Moffat County, Colorado
Special Revenue Funds
Landfill Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	<u>2011</u>			Final Budget Variance Positive (Negative)	<u>2010</u>
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Charges for services	\$ 556,000	\$ 556,000	\$ 479,551	\$ (76,449)	\$ 492,061
Investment income	5,000	5,000	1,853	(3,147)	3,074
Other revenue	-	-	6,065	6,065	1
Total Revenues	<u>561,000</u>	<u>561,000</u>	<u>487,469</u>	<u>(73,531)</u>	<u>495,136</u>
Expenditures:					
Public Works:					
Personnel	304,339	307,014	306,432	582	296,432
Operating	193,775	225,258	188,341	36,917	190,395
Capital outlay	62,400	62,400	-	62,400	4,769
Debt Service:					
Principal	-	-	-	-	99,519
Interest	-	-	-	-	4,827
Total Expenditures	<u>560,514</u>	<u>594,672</u>	<u>494,773</u>	<u>99,899</u>	<u>595,942</u>
Net Change in Fund Balances	<u>\$ 486</u>	<u>\$ (33,672)</u>	<u>(7,304)</u>	<u>\$ 26,368</u>	<u>(100,806)</u>
Fund Balances - January 1			<u>954,668</u>		<u>1,055,474</u>
Fund Balances - December 31			<u>\$ 947,364</u>		<u>\$ 954,668</u>

Moffat County, Colorado
Special Revenue Funds
Library Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	2011			Final Budget Variance Positive (Negative)	2010
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Taxes:					
Property taxes	\$ -	\$ -	\$ 2	\$ 2	\$ 1,443
Charges for services	10,500	10,500	13,011	2,511	13,112
Investment income	7,500	7,500	1,288	(6,212)	2,261
Other	2,100	2,100	7,641	5,541	44,854
Total Revenues	<u>20,100</u>	<u>20,100</u>	<u>21,942</u>	<u>1,842</u>	<u>61,670</u>
Expenditures:					
Personnel	404,122	404,122	386,925	17,197	377,116
Operating	191,950	205,572	129,535	76,037	143,969
Total Expenditures	<u>596,072</u>	<u>609,694</u>	<u>516,460</u>	<u>93,234</u>	<u>521,085</u>
Excess (Deficiency) of Revenues Over Expenditures	(575,972)	(589,594)	(494,518)	95,076	(459,415)
Other Financing Sources:					
Transfers in	423,903	423,903	423,903	-	496,256
Total Other Financing Sources	<u>423,903</u>	<u>423,903</u>	<u>423,903</u>	<u>-</u>	<u>496,256</u>
Net Change in Fund Balances	<u>\$ (152,069)</u>	<u>\$ (165,691)</u>	(70,615)	<u>\$ 95,076</u>	36,841
Fund Balances - January 1			423,003		386,162
Fund Balances - December 31			<u>\$ 352,388</u>		<u>\$ 423,003</u>

Moffat County, Colorado
Special Revenue Funds
Retirement Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>	<u>2010 Actual</u>
Revenues:				
Taxes:				
Property taxes	\$ -	\$ 1	\$ 1	\$ 942
Other:				
Charges for services	10,002	8,924	(1,078)	9,995
Interest income	1,895	554	(1,341)	804
Other	-	132	132	1,093
Total Revenues	<u>11,897</u>	<u>9,611</u>	<u>(2,286)</u>	<u>12,834</u>
Expenditures:				
Retirement benefits	454,876	425,835	29,041	441,150
Administrative	6,150	3,126	3,024	7,539
Total Expenditures	<u>461,026</u>	<u>428,961</u>	<u>32,065</u>	<u>448,689</u>
Excess (Deficiency) of Revenues Over Expenditures	(449,129)	(419,350)	29,779	(435,855)
Other Financing Sources (Uses):				
Transfers in	449,129	449,129	-	388,333
Total Other Financing Sources	<u>449,129</u>	<u>449,129</u>	<u>-</u>	<u>388,333</u>
Net Change in Fund Balances	<u>\$ -</u>	<u>29,779</u>	<u>\$ 29,779</u>	<u>(47,522)</u>
Fund Balances - January 1		<u>78,877</u>		<u>126,399</u>
Fund Balances - December 31		<u>\$ 108,656</u>		<u>\$ 78,877</u>

Moffat County, Colorado
Special Revenue Funds
Senior Citizens Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	<u>2011</u>			<u>2010</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:					
Taxes:					
Property taxes	\$ 450	\$ 450	\$ -	\$ (450)	\$ 410
Intergovernmental:					
Intergovernmental	21,000	21,000	18,050	(2,950)	24,581
Charges for services:					
Charges for services	36,000	36,000	37,280	1,280	32,168
Other:					
Interest	980	980	390	(590)	842
Other	43,968	369,468	393,341	23,873	361,923
Total Revenues	<u>102,398</u>	<u>427,898</u>	<u>449,061</u>	<u>21,163</u>	<u>419,924</u>
Expenditures:					
Administration	15,812	16,849	17,115	(266)	13,725
Transportation	57,019	60,919	59,736	1,183	58,356
Meal program	141,072	141,072	136,956	4,116	131,528
Voucher program	27,684	353,184	383,268	(30,084)	340,599
Capital outlay	12,000	12,000	-	12,000	-
Total Expenditures	<u>253,587</u>	<u>584,024</u>	<u>597,075</u>	<u>(13,051)</u>	<u>544,208</u>
Excess (Deficiency) of Revenues Over Expenditures	(151,189)	(156,126)	(148,014)	8,112	(124,284)
Other Financing Sources (Uses):					
Transfers in	96,538	96,538	96,538	-	-
Total Other Financing Sources	<u>96,538</u>	<u>96,538</u>	<u>96,538</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ (54,651)</u>	<u>\$ (59,588)</u>	(51,476)	<u>\$ 8,112</u>	(124,284)
Fund Balances - January 1			<u>144,435</u>		<u>268,719</u>
Fund Balances - December 31			<u>\$ 92,959</u>		<u>\$ 144,435</u>

Moffat County, Colorado
Special Revenue Funds
Airport Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	<u>2011</u>			Final Budget Variance Positive (Negative)	<u>2010</u>
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Taxes:					
Taxes - Aircraft tax	\$ 3,000	\$ 3,000	\$ 4,780	\$ 1,780	\$ 3,638
Charges for services:					
Rents	20,000	20,000	8,569	(11,431)	11,294
Other:					
Investment income	300	300	54	(246)	342
Intergovernmental	32,000	45,479	25,562	(19,917)	139,816
Other	1,000	1,000	599	(401)	1,272
Total Revenues	<u>56,300</u>	<u>69,779</u>	<u>39,564</u>	<u>(30,215)</u>	<u>156,362</u>
Expenditures:					
Personnel	1,875	1,875	2,319	(444)	2,397
Operations	62,385	64,218	33,472	30,746	30,339
Capital outlay	-	13,479	-	13,479	172,580
Total Expenditures	<u>64,260</u>	<u>79,572</u>	<u>35,791</u>	<u>43,781</u>	<u>205,316</u>
Excess (Deficiency) of Revenues Over Expenditures	(7,960)	(9,793)	3,773	13,566	(48,954)
Other Financing Sources (Uses):					
Transfers in	32,000	32,000	12,083	(19,917)	1,774
Total Other Financing Sources	<u>32,000</u>	<u>32,000</u>	<u>12,083</u>	<u>(19,917)</u>	<u>1,774</u>
Net Change in Fund Balances	<u>\$ 24,040</u>	<u>\$ 22,207</u>	15,856	<u>\$ (6,351)</u>	(47,180)
Fund Balances - January 1			21,785		68,965
Fund Balances - December 31			<u>\$ 37,641</u>		<u>\$ 21,785</u>

Moffat County, Colorado
Special Revenue Funds
Cemetery Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>2010 Actual</u>
Revenues:					
Charges for services	\$ 20,500	\$ -	\$ -	\$ (20,500)	\$ 33,595
Other	-	-	-	-	70
Total Revenues	<u>20,500</u>	<u>-</u>	<u>-</u>	<u>(20,500)</u>	<u>33,665</u>
Expenditures:					
Personnel	76,757	30,020	-	76,757	75,117
Operations	46,860	-	-	46,860	39,276
Capital outlay	255,000	-	-	255,000	-
Total Expenditures	<u>378,617</u>	<u>30,020</u>	<u>-</u>	<u>378,617</u>	<u>114,393</u>
Excess (Deficiency) of Revenues Over Expenditures	(358,117)	(30,020)	-	358,117	(80,728)
Other Financing Sources (Uses):					
Transfers in	322,182	72,182	-	(322,182)	108,858
Transfers (out)	-	-	(115,354)	(115,354)	-
Total Other Financing Sources	<u>322,182</u>	<u>72,182</u>	<u>(115,354)</u>	<u>(437,536)</u>	<u>108,858</u>
Net Change in Fund Balances	<u>\$ (35,935)</u>	<u>\$ 42,162</u>	(115,354)	<u>\$ (79,419)</u>	28,130
Fund Balances - January 1			115,354		87,224
Fund Balances - December 31			<u>\$ -</u>		<u>\$ 115,354</u>

Moffat County, Colorado
Special Revenue Funds
Conservation Trust Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	2011		Final Budget Variance Positive (Negative)	2010
	Original and Final Budget	Actual		Actual
Revenues:				
Intergovernmental:				
Lottery proceeds	\$ 35,800	\$ 39,171	\$ 3,371	\$ 38,541
Other:				
Interest income	550	313	(237)	478
Total Revenues	36,350	39,484	3,134	39,019
Expenditures:				
Recreation	30,000	18,133	11,867	20,000
Treasurer's fees	-	395	(395)	390
Capital outlay	-	-	-	10,887
Total Expenditures	30,000	18,528	11,472	31,277
Net Change in Fund Balances	\$ 6,350	20,956	\$ 14,606	7,742
Fund Balances - January 1		127,030		119,288
Fund Balances - December 31		\$ 147,986		\$ 127,030

Moffat County, Colorado
Special Revenue Funds
E-911 Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	<u>2011</u>		<u>Final Budget Variance Positive (Negative)</u>	<u>2010</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Taxes:				
Phone tax	\$ 132,106	\$ 122,775	\$ (9,331)	\$ 126,450
Other:				
Interest income	-	499	499	1,353
Other	-	82	82	-
Total Revenues	<u>132,106</u>	<u>123,356</u>	<u>(8,750)</u>	<u>127,803</u>
Expenditures:				
Operations	42,000	21,666	20,334	22,587
Special projects	50,000	29,574	20,426	341,601
Total Expenditures	<u>92,000</u>	<u>51,240</u>	<u>40,760</u>	<u>364,188</u>
Net Change in Fund Balances	<u>\$ 40,106</u>	72,116	<u>\$ 32,010</u>	(236,385)
Fund Balances - January 1		<u>209,906</u>		<u>446,291</u>
Fund Balances - December 31		<u>\$ 282,022</u>		<u>\$ 209,906</u>

Moffat County, Colorado
Special Revenue Funds
Oil and Gas Exemption Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	<u>2011</u>			<u>2010</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Taxes:				
Property tax	\$ -	\$ 668	\$ 668	\$ 516,389
Total Revenues	<u>-</u>	<u>668</u>	<u>668</u>	<u>516,389</u>
Expenditures:				
Public works	514,001	361,764	152,237	-
Total Expenditures	<u>514,001</u>	<u>361,764</u>	<u>152,237</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ (514,001)</u>	<u>(361,096)</u>	<u>\$ 152,905</u>	516,389
Fund Balances - January 1		<u>516,389</u>		<u>-</u>
Fund Balances - December 31		<u>\$ 155,293</u>		<u>\$ 516,389</u>

Moffat County, Colorado
Special Revenue Funds
Tourism Promotion Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	<u>2011</u>			<u>2010</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:					
Taxes:					
Lodging tax	\$ 153,737	\$ 153,737	\$ 129,066	\$ (24,671)	\$ 102,137
Other:					
Other revenue	-	-	2,361	2,361	359
Investment income	1,300	1,300	412	(888)	1,082
Total Revenues	<u>155,037</u>	<u>155,037</u>	<u>131,839</u>	<u>(23,198)</u>	<u>103,578</u>
Expenditures:					
Personnel	2,378	3,378	2,245	1,133	28,466
Advertising	84,000	84,000	64,137	19,863	61,811
Operations	292,564	292,564	137,977	154,587	110,776
Capital outlay	-	-	-	-	3,966
Total Expenditures	<u>378,942</u>	<u>379,942</u>	<u>204,359</u>	<u>175,583</u>	<u>205,019</u>
Net Change in Fund Balances	<u>\$ (223,905)</u>	<u>\$ (224,905)</u>	<u>(72,520)</u>	<u>\$ 152,385</u>	<u>(101,441)</u>
Fund Balances - January 1			<u>226,103</u>		<u>327,544</u>
Fund Balances - December 31			<u>\$ 153,583</u>		<u>\$ 226,103</u>

Moffat County, Colorado
Capital Projects Funds
Capital Project Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	<u>2011</u>			<u>Final Budget</u>	<u>2010</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
	<u>Budget</u>	<u>Budget</u>		<u>Positive</u>	
				<u>(Negative)</u>	
Revenues:					
Other:					
Interest	\$ -	\$ -	\$ 5,194	\$ 5,194	\$ 4,557
Other	50,000	50,000	777,272	727,272	1,120,438
Total Revenues	<u>50,000</u>	<u>50,000</u>	<u>782,466</u>	<u>732,466</u>	<u>1,124,995</u>
Expenditures:					
Other capital projects	300,000	772,242	574,552	197,690	65,278
Total Expenditures	<u>300,000</u>	<u>772,242</u>	<u>574,552</u>	<u>197,690</u>	<u>65,278</u>
Net Change in Fund Balances	<u>\$ (250,000)</u>	<u>\$ (722,242)</u>	207,914	<u>\$ 930,156</u>	1,059,717
Fund Balances - January 1			<u>2,268,728</u>		<u>1,209,011</u>
Fund Balances - December 31			<u>\$ 2,476,642</u>		<u>\$ 2,268,728</u>

Moffat County, Colorado
Capital Projects Funds
Telecommunications
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	<u>2011</u>		Final Budget Variance Positive (Negative)	<u>2010</u>
	Original and Final Budget	Actual		Actual
Revenues:				
Investment income	\$ -	\$ -	\$ -	\$ 1,863
Other income	3,000	1,108	(1,892)	-
Total Revenues	<u>3,000</u>	<u>1,108</u>	<u>(1,892)</u>	<u>1,863</u>
Expenditures:				
Capital outlay	30,000	23,274	6,726	25,135
Total Expenditures	<u>30,000</u>	<u>23,274</u>	<u>6,726</u>	<u>25,135</u>
Net Change in Fund Balances	<u>\$ (27,000)</u>	(22,166)	<u>\$ 4,834</u>	(23,272)
Fund Balances - January 1		<u>480,931</u>		<u>504,203</u>
Fund Balances - December 31		<u>\$ 458,765</u>		<u>\$ 480,931</u>

Moffat County, Colorado
Enterprise Fund
Sewer Fund
Schedule of Revenues, Expenses and Changes in Fund Net Assets
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	<u>2011</u>			<u>2010</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Operating Revenues:				
Charges for services	\$ 14,502	\$ 14,346	\$ (156)	\$ 15,460
Other	-	362	362	-
Total Operating Revenues	<u>14,502</u>	<u>14,708</u>	<u>206</u>	<u>15,460</u>
Operating Expenses:				
Operations and maintenance	16,457	9,936	6,521	10,720
Depreciation	-	11,337	(11,337)	11,337
Total Operating Expenses	<u>16,457</u>	<u>21,273</u>	<u>(4,816)</u>	<u>22,057</u>
Operating Income (Loss)	(1,955)	(6,565)	(4,610)	(6,597)
Non-Operating Revenues:				
Investment income	<u>28</u>	<u>25</u>	<u>(3)</u>	<u>22</u>
Change in Net Assets - Budget Basis:	<u>\$ (1,927)</u>	(6,540)	<u>\$ (4,613)</u>	(6,575)
Change in Net Assets - GAAP Basis		(6,540)		(6,575)
Net Assets - January 1		<u>177,959</u>		<u>184,534</u>
Net Assets - December 31		<u>\$ 171,419</u>		<u>\$ 177,959</u>

Moffat County, Colorado
Internal Service Funds
Combining Statement of Net Assets
December 31, 2011

	Health Insurance Trust Fund	Central Duplicating/ IT Fund	Total Internal Service Funds
Assets:			
Current Assets:			
Cash and cash equivalents	\$ 2,347,827	\$ 74,585	\$ 2,422,412
Accounts receivable	-	10,796	10,796
Prepaid expenses	33,750	-	33,750
Internal balances	-	48,516	48,516
Due (to) from component unit	-	63,547	63,547
Total Current Assets	2,381,577	197,444	2,579,021
Non-current Assets:			
Property, plant and equipment, net of accumulated depreciation	-	101,463	101,463
Total Assets	2,381,577	298,907	2,680,484
Liabilities:			
Accounts payable and accrued liabilities	198,669	57,908	256,577
Accrued salaries and benefits	-	25,783	25,783
Deferred revenue	-	913	913
Total Liabilities	198,669	84,604	283,273
Net Assets:			
Unrestricted	2,182,908	214,303	2,397,211
Total Net Assets	\$ 2,182,908	\$ 214,303	\$ 2,397,211

Moffat County, Colorado
Internal Service Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Net Assets
For the Year Ended December 31, 2011

	Health Insurance Trust Fund	Central Duplicating/ IT Fund	Total Internal Service Funds
Revenues:			
Charges for services	\$ -	\$ 78,601	\$ 78,601
Contributions	3,231,902	-	3,231,902
Reimbursements	-	283,606	283,606
Other	-	101,869	101,869
Total Revenues	<u>3,231,902</u>	<u>464,076</u>	<u>3,695,978</u>
Expenditures:			
Operations and maintenance	657,909	564,496	1,222,405
Claims and related insurance expenses	2,368,267	-	2,368,267
Capital outlay	-	29,123	29,123
Depreciation	-	17,388	17,388
Total Expenditures	<u>3,026,176</u>	<u>611,007</u>	<u>3,637,183</u>
Operating Income (Loss)	<u>205,726</u>	<u>(146,931)</u>	<u>58,795</u>
Non-operating Revenues:			
Interest	<u>5,378</u>	<u>-</u>	<u>5,378</u>
Income (Loss) Before Transfers	211,104	(146,931)	64,173
Transfers In	<u>-</u>	<u>179,148</u>	<u>179,148</u>
Change in Net Assets	211,104	32,217	243,321
Net Assets - January 1	<u>1,971,804</u>	<u>182,086</u>	<u>2,153,890</u>
Net Assets - December 31	<u>\$ 2,182,908</u>	<u>\$ 214,303</u>	<u>\$ 2,397,211</u>

Moffat County, Colorado
Internal Service Funds
Combining Statement of Cash Flows
For the Year Ended December 31, 2011

	Health Insurance Trust Fund	Central Duplicating/ IT Fund	Total
Cash Flows From Operating Activities:			
Cash received from customers	\$ 3,231,114	\$ 394,703	\$ 3,625,817
Other cash receipts	-	-	-
Cash paid for goods and services	<u>(2,985,462)</u>	<u>(521,928)</u>	<u>(3,507,390)</u>
Net Cash Provided (Used) by Operating Activities	<u>245,652</u>	<u>(127,225)</u>	<u>118,427</u>
Cash Flows From Non-Capital Financing Activities:			
Transfer (to) from other fund	<u>(197,329)</u>	<u>132,176</u>	<u>(65,153)</u>
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>(197,329)</u>	<u>132,176</u>	<u>(65,153)</u>
Cash Flows From Investing Activities:			
Interest received	<u>5,378</u>	<u>-</u>	<u>5,378</u>
Net Cash Provided by Investing Activities	<u>5,378</u>	<u>-</u>	<u>5,378</u>
Net Increase (Decrease) in Cash and Cash Equivalents	53,701	4,951	58,652
Cash and Cash Equivalents - January 1	<u>2,294,126</u>	<u>69,634</u>	<u>2,363,760</u>
Cash and Cash Equivalents - December 31	<u><u>2,347,827</u></u>	<u><u>74,585</u></u>	<u><u>2,422,412</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating income (loss)	<u>205,726</u>	<u>(146,931)</u>	<u>58,795</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
(Increase) decrease in accounts receivable	(788)	(69,371)	(70,159)
(Increase) decrease in prepaid expenses	(33,750)	22	(33,728)
Increase (decrease) in accounts payable and accrued liabilities	74,464	52,838	127,302
Increase (decrease) in accrued salaries and benefits	-	18,829	18,829
Increase (decrease) in deferred revenues	-	-	-
Depreciation	-	17,388	17,388
Total Adjustments	<u>39,926</u>	<u>19,706</u>	<u>59,632</u>
Net Cash Provided (Used) by Operating Activities	<u><u>\$ 245,652</u></u>	<u><u>\$ (127,225)</u></u>	<u><u>\$ 118,427</u></u>

Moffat County, Colorado
Internal Service Funds
Health Insurance Trust Fund
Schedule of Revenues, Expenses and Changes in Fund Net Assets
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	<u>2011</u>			Final Budget Variance Positive (Negative)	<u>2010</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Operating Revenues:					
Contributions	\$ 3,320,545	\$ 3,320,545	\$ 3,231,902	\$ (88,643)	\$ 3,040,815
Other	-	-	-	-	690
Total Operating Revenues	<u>3,320,545</u>	<u>3,320,545</u>	<u>3,231,902</u>	<u>(88,643)</u>	<u>3,041,505</u>
Operating Expenses:					
Claims and related insurance expenses	2,672,152	2,672,152	2,368,268	303,884	2,007,857
Operations	<u>657,393</u>	<u>657,393</u>	<u>657,909</u>	<u>(516)</u>	<u>573,434</u>
Total Operating Expenses	<u>3,329,545</u>	<u>3,329,545</u>	<u>3,026,177</u>	<u>303,368</u>	<u>2,581,291</u>
Operating Income (Loss)	(9,000)	(9,000)	205,725	214,725	460,214
Non-operating Revenues:					
Interest	<u>9,000</u>	<u>9,000</u>	<u>5,378</u>	<u>(3,622)</u>	<u>6,485</u>
Change in Net Assets - GAAP Basis	<u>\$ -</u>	<u>\$ -</u>	211,103	<u>\$ 211,103</u>	466,699
Net Assets - January 1			<u>1,971,805</u>		<u>1,505,106</u>
Net Assets - December 31			<u>\$ 2,182,908</u>		<u>\$ 1,971,805</u>

Moffat County, Colorado
Internal Service Funds
Central Duplicating/IT Fund
Schedule of Revenues, Expenses and Changes in Fund Net Assets
Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2011
(With Comparative Actual Amounts For the Year Ended December 31, 2010)

	2011			2010	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Charges for services	\$ 77,264	\$ 77,264	\$ 78,601	\$ 1,337	\$ 85,444
Other revenues	31,400	31,400	101,869	70,469	31,993
Reimbursements	-	471,463	283,606	(187,857)	-
Total Revenues	108,664	580,127	464,076	(116,051)	117,437
Expenses:					
Operations and maintenance	122,100	521,961	389,426	132,535	105,174
Personnel	129,746	175,328	175,070	258	103,502
Capital outlay	29,100	29,100	29,123	(23)	48,277
Total Expenses	280,946	726,389	593,619	132,770	256,953
Operating Income (Loss)	(172,282)	(146,262)	(129,543)	16,719	(139,516)
Transfers in	179,148	179,148	179,148	-	154,698
Change in Net Assets - Budget Basis	\$ 6,866	\$ 32,886	49,605	\$ 16,719	15,182
Reconciliation to GAAP Basis:					
Adjustments:					
Depreciation			(17,388)		(25,031)
			(17,388)		(25,031)
Change in Net Assets - GAAP Basis			32,217		(9,849)
Net Assets - January 1			182,086		191,935
Net Assets - December 31			\$ 214,303		\$ 182,086

Moffat County, Colorado
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Year Ended December 31, 2011

County Treasurer	Balance January 1, 2011	Additions	Deductions	Balance December 31, 2011
Assets:				
Cash	\$ 31,488,680	\$ 95,481,181	\$ (94,973,598)	\$ 31,996,263
Less: cash held for County funds	(28,799,487)			(29,841,225)
Total Assets	\$ 2,689,193	\$ 95,481,181	\$ (94,973,598)	\$ 2,155,038
Liabilities:				
Held by Trustee	\$ 2,689,193	\$ 95,481,181	\$ (94,973,598)	\$ 2,155,038
Total Liabilities	\$ 2,689,193	\$ 95,481,181	\$ (94,973,598)	\$ 2,155,038
Public Trustee				
Assets:				
Cash	\$ 37,055	\$ 24,878	\$ (23,762)	\$ 38,171
Total Assets	\$ 37,055	\$ 24,878	\$ (23,762)	\$ 38,171
Liabilities:				
Held by Trustee	\$ 37,055	\$ 24,878	\$ (23,762)	\$ 38,171
Total Liabilities	\$ 37,055	\$ 24,878	\$ (23,762)	\$ 38,171
Inmate Commissary				
Assets:				
Cash	\$ 8,633	\$ 100,818	\$ (97,347)	\$ 12,104
Total Assets	\$ 8,633	\$ 100,818	\$ (97,347)	\$ 12,104
Liabilities:				
Held by Trustee	\$ 8,633	\$ 100,818	\$ (97,347)	\$ 12,104
Total Liabilities	\$ 8,633	\$ 100,818	\$ (97,347)	\$ 12,104
Inmate Welfare				
Assets:				
Cash	\$ 40,884	38,821	(29,827)	49,878
Total Assets	\$ 40,884	38,821	(29,827)	49,878
Liabilities:				
Held by Trustee	\$ 40,884	38,821	(29,827)	49,878
Total Liabilities	\$ 40,884	38,821	(29,827)	49,878

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

Moffat County, Colorado
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Year Ended December 31, 2011

<u>Sheriff Scholarship</u>	<u>Balance January 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2011</u>
Assets:				
Cash	\$ 7,251	\$ 601	\$ (2,000)	\$ 5,852
Total Assets	<u>\$ 7,251</u>	<u>\$ 601</u>	<u>\$ (2,000)</u>	<u>\$ 5,852</u>
Liabilities:				
Held by Trustee	\$ 7,251	\$ 601	\$ (2,000)	\$ 5,852
Total Liabilities	<u>\$ 7,251</u>	<u>\$ 601</u>	<u>\$ (2,000)</u>	<u>\$ 5,852</u>
<u>Extension</u>	<u>Balance January 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2011</u>
Assets:				
Cash	\$ 57,672	\$ 10,911	\$ (15,252)	\$ 53,331
Total Assets	<u>\$ 57,672</u>	<u>\$ 10,911</u>	<u>\$ (15,252)</u>	<u>\$ 53,331</u>
Liabilities:				
Held by Trustee	\$ 57,672	\$ 10,911	\$ (15,252)	\$ 53,331
Total Liabilities	<u>\$ 57,672</u>	<u>\$ 10,911</u>	<u>\$ (15,252)</u>	<u>\$ 53,331</u>
<u>Search and Rescue</u>	<u>Balance January 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2011</u>
Assets:				
Cash	\$ 4,227	\$ 6,838	\$ (4,994)	\$ 6,071
Total Assets	<u>\$ 4,227</u>	<u>\$ 6,838</u>	<u>\$ (4,994)</u>	<u>\$ 6,071</u>
Liabilities:				
Held by Trustee	\$ 4,227	\$ 6,838	\$ (4,994)	\$ 6,071
Total Liabilities	<u>\$ 4,227</u>	<u>\$ 6,838</u>	<u>\$ (4,994)</u>	<u>\$ 6,071</u>

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

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Moffat
	YEAR ENDING : December 2011

This Information From The Records Of (County of Moffat):	Prepared By: Tinneal Gerber Phone: 9708249140
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I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

II. RECEIPTS FOR ROAD AND STREET PURPOSES		III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES	
ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	1,555,980
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	4,619,966
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	15,424
2. General fund appropriations	111,542	b. Snow and ice removal	239,572
3. Other local imposts (from page 2)	2,001,254	c. Other	292,970
4. Miscellaneous local receipts (from page 2)	471,704	d. Total (a. through c.)	547,966
5. Transfers from toll facilities	0	4. General administration & miscellaneous	481,470
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	256,439
a. Bonds - Original Issues	0	6. Total (1 through 5)	7,461,821
b. Bonds - Refunding Issues	0	B. Debt service on local obligations:	
c. Notes	0	1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	0
7. Total (1 through 6)	2,584,500	b. Redemption	0
B. Private Contributions	0	c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	4,008,057	2. Notes:	
D. Receipts from Federal Government (from page 2)	1,041,279	a. Interest	0
E. Total receipts (A.7 + B + C + D)	7,633,836	b. Redemption	0
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	0
		D. Payments to toll facilities	0
		E. Total disbursements (A.6 + B.3 + C + D)	7,461,821

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

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

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	6,210,684	7,633,836	7,461,821	6,382,699	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT	STATE: Colorado
	YEAR ENDING (mm/yy): December 2011

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	0	a. Interest on investments	12,084
b. Other local imposts:		b. Traffic Fines & Penalties	0
1. Sales Taxes	1,326,330	c. Parking Garage Fees	0
2. Infrastructure & Impact Fees		d. Parking Meter Fees	0
3. Liens		e. Sale of Surplus Property	0
4. Licenses		f. Charges for Services	87,268
5. Specific Ownership &/or Other	674,924	g. Other Misc. Receipts	10,588
6. Total (1. through 5.)	2,001,254	h. Other	361,764
c. Total (a. + b.)	2,001,254	i. Total (a. through h.)	471,704
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	3,960,648	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	8,811
a. State bond proceeds		b. FEMA	0
b. Project Match		c. HUD	0
c. Motor Vehicle Registrations	32,196	d. Federal Transit Admin	0
d. Other (Maint. Cont.)	15,213	e. U.S. Corps of Engineers	0
e. Other (Specify)	0	f. Other Federal	1,032,468
f. Total (a. through e.)	47,409	g. Total (a. through f.)	1,041,279
4. Total (1. + 2. + 3.f)	4,008,057	3. Total (1. + 2.g)	
			(Carry forward to page 1)

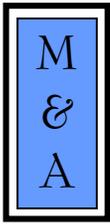
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		1,555,980	1,555,980
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	1,555,980	1,555,980
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	1,555,980	1,555,980
			(Carry forward to page 1)

Notes and Comments:

**REPORTS AND SCHEDULES FOR REPORTING REQUIREMENTS
OF OMB CIRCULAR A-133**





MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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

Board of County Commissioners Moffat County, Colorado Craig, Colorado

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Moffat County, Colorado (the "County") as of and for the year ended December 31, 2011, which collectively comprise the County's basic financial statements and have issued our report thereon dated July 24, 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

In planning and performing our audit, we considered the County's internal control over financial reporting in as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County'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 above.

Compliance and Other Matters

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

Member: American Institute of Certified Public Accountants

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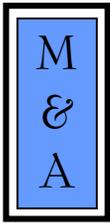
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**Board of County Commissioners
Moffat County, Colorado**

This report is intended solely for the information and use of management, others within the entity, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

**McMahan and Associates, L.L.C.
July 24, 2012**



MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

**Board of County Commissioners
Moffat County, Colorado
Craig, Colorado**

Compliance

We have audited the compliance of the Moffat County, Colorado (the "County") with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2011. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County'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 the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

In our opinion, Moffat 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

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with 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 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 Moffat County's internal control over compliance.

Member: American Institute of Certified Public Accountants

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**Board of County Commissioners
Moffat County, Colorado**

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 by management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

**McMahan and Associates, L.L.C.
July 24, 2012**

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

Part I: Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unqualified
Internal control over financial reporting:	
Material weakness identified	None noted
Reportable condition identified that is not considered to be material weaknesses	None reported
Noncompliance material to financial statements noted	None noted

Federal Awards

Internal control over major programs:	
Material weakness identified	None noted
Material weaknesses that are not considered to be significant deficiencies	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	No
Major programs:	
Temporary Assistance for Needy Families	CFDA #93.558
Mortgage Insurance-Rental and Cooperative Housing	CFDA #14.135
Lower Income Housing Assistance Program Section 8	CFDA #14.871
Dollar threshold used to identify Type A from Type B programs	\$300,000
Identified as low-risk auditee	No

Part II: Findings Related to Financial Statements

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

Part III: Findings Related to Federal Awards

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

Moffat County, Colorado
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2011

There were no findings for the year ended December 31, 2010.

Moffat County, Colorado
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2011

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Major Program</u>	<u>Expenditures</u>
Department of Agriculture:			
Forest Reserve	10.666	No	8,811
Passed through Colorado Department of Human Services:			
State Administrative Matching Grants for Supplemental Nutrition Assistance Program	10.561	No	132,905
Emergency Food Assistance Program (Food Commodities)	10.569	No	19,218
Total Department of Agriculture			<u>160,934</u>
Department of Human Services:			
Passed through Colorado Department of Human Services:			
Temporary Assistance for Needy Families	93.558	Yes	373,511
Child Support Enforcement	93.563	No	184,244
Low-income Energy Assistance	93.568	No	185,085
Child Care and Development Block Grant	93.575	No	6,706
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	No	96,285
Runaway and Homeless Youth Grant	93.623	No	10,577
Stephanie tubbs Jones Child Welfare Services Program	93.645	No	15,561
Foster Care Title IV-E	93.658	No	218,453
Adoption Assistance	93.659	No	32,916
Social Services Block Grant	93.667	No	83,652
Medical Assistance Program	93.778	No	114,016
Transitional Living for Homeless Youth	93.550	No	48,518
Adjustment to federal assistance	93	No	(1,261)
Passed through Colorado Department of Local Affairs:			
Colorado State Block Grant	93.569	No	11,976
Passed through Colorado Department of Public Health and Environment:			
Centers for Disease Control Technical Assistance	93.283	No	4,896
Passed through Colorado Department Education:			
Temporary Assistance for Needy Families	93.558	No	59,264
Total Department of Human Services			<u>1,444,399</u>
Department of Transportation:			
Airport Improvement Program	20.106	No	13,479
Total Department of Transportation			<u>13,479</u>
Department of Homeland Security:			
Emergency Management Program Grant	97.042	No	17,791
Total Department of Homeland Security:			<u>17,791</u>
Department of Justice:			
State Criminal Alien Assistance	16.606	No	8,561
Bulletproof Vest Grant	16.607		2,235
Total Department of Justice:			<u>10,796</u>
Department of Energy:			
Energy Outreach Colorado	81.128	No	237,344
Total Department of Energy:			<u>237,344</u>
Department of Housing and Urban Development:			
Passed through Colorado Housing and Finance Authority:			
Section 221 Insured Loan Program	14.135	Yes	1,366,538
Section 8 Rental Voucher Program	14.856	No	239,977
Section 8 Rental Voucher Program	14.871	Yes	360,234
Total Department of Housing and Urban Development			<u>1,966,749</u>
Total Expenditures			<u>\$ 3,851,492</u>

Notes to the Schedule of Expenditures of Federal Awards For the Year Ended December 31, 2011

Note 1. Basis of Presentation:

The Schedule of Expenditures of Federal Awards includes the federal grant activity of Moffat 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 or used in this schedule may differ from amounts presented in or used in the preparation of the general purpose financial statements.

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

Food assistance: Fair market value of food assistance at the time of receipt, or the assessed value provided by the federal agency.
Commodities: Fair market value of commodities at the time of receipt, or the assessed value provided by the federal agency.

Note 3. Sub-recipients:

The County had no sub recipients as of December 31, 2011

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