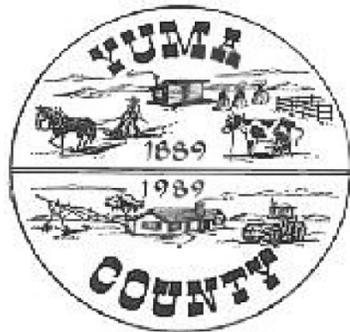


Yuma County, Colorado

Financial Report

December 31, 2012



**Yuma County, Colorado
Financial Report
December 31, 2012**

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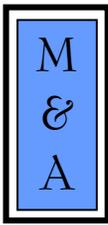
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INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Yuma County, Colorado, (the "County"), as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit includes performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall financial statement presentation.

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

Member: American Institute of Certified Public Accountants

PAUL J. BACKES, CPA, CGMA
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Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Yuma County, Colorado, as of December 31, 2012, and the respective changes in financial position thereof for the year then ended in accordance with U.S. generally accepted accounting principles.

Other Matters

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

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements taken as a whole. The combining fund financial statements, individual fund budgetary information, and the Local Highway Finance Report listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the County's financial statements. The combining fund financial statements, the individual fund budgetary information, and the Local Highway Finance Report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with U.S. generally accepted auditing standards. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

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

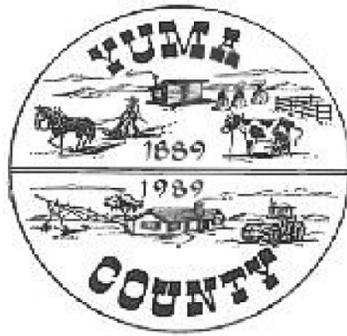
Additionally, the Schedule of Expenditures of Federal Awards included in the Single Audit section are presented for the purpose of additional analysis, as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and are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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 30, 2013, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

**McMahan and Associates, L.L.C.
August 30, 2013**

MANAGEMENT'S DISCUSSION AND ANALYSIS



Yuma County, Colorado

Management's Discussion and Analysis

December 31, 2012

As management of Yuma 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, 2012.

Financial Highlights

- The assets of Yuma County exceeded its liabilities at the close of the most recent fiscal year by \$35,629,469 (net position). Of this amount, \$14,745,101 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net position increased by \$1,469,279. A large portion of this is due to increases in property tax revenue and charges for services offset by a small decrease in total expenses.
- As of the close of the current fiscal year, the County governmental funds reported combined ending fund balances of \$20,129,555, an increase of \$1,884,860. Approximately \$14,745,101 is available for spending at the government's discretion.

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.

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

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

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

The government-wide financial statements include not only the County itself (known as the primary government), but also two legally separate districts for which the County is financially accountable. The Yuma County Water Authority Public Improvement District is reported as a blended component unit of the County (as a special revenue fund) and the Yuma County Water Authority is reported as a discretely presented component unit. Financial information for the Yuma County Water Authority is reported separately from the financial information presented for the County.

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

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

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, Human Services Fund, Grant Fund, and the Water Authority Public Improvement District, a blended component unit. 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 beginning of 2012, the fund balance was \$9,494,060; at the end of 2012, the fund balance was \$10,280,204. The following is a listing of the General Fund departments listed by function.

Administrative Operations:

- The Commissioners' Office coordinates County operations, financial reporting and accounting, budget preparation, and GIS mapping.
- The Commissioners' Attorney works under direction of the Commissioners.
- The Planning and Zoning Office monitors the change of land use within the County.
- The Assessor's Office appraises and assesses taxes for all property within the County.
- The Treasurer's Office collects taxes, fees and handles all County banking needs.
- The Clerk & Recorder's Office operates motor vehicle, recordings, runs all elections, and operates the driver's license department.
- The custodial staff under direction of the County Administrator oversees maintenance of the Courthouse and of the Health and Human Services building.

Judicial:

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

Public Safety:

- The Sheriff's Department, County Jail, Coroner's Office, Emergency Communication Center, and the Emergency Preparedness provide public safety.

Health

Health service agencies are:

- Wray, Yuma, Idalia, and South Y-W are the four ambulance services within the county licensed by the Board of County Commissioners. The Yuma Ambulance Agency is operating on its own revenue. When needed the County assists with purchases and maintains the ambulances for three agencies: Wray, Idalia and South Y-W. The agencies provide personnel, supplies and general operating costs for their ambulance agency.
- NE Colorado Health Department (NCHD) provides health care in Yuma County and five other regional counties.
- Centennial Mental Health Center Incorporated provides mental health counseling and services to Yuma County and nine other counties.

Community Auxiliary Services:

- Yuma County Fair is held during the month of August each year, under direction of the County Commissioners through the Yuma County Fair Board.
- The County is providing financial assistance to the Irrigation Research Foundation to support agriculture research.
- Economic Development provides assistance to retain current businesses and assists in attracting new business into the County.
- The Veterans' Office assists veterans living in the County.
- W-Y Communications is used to handle charges for communications towers and phone lines necessary for fire and ambulance communications.
- Yuma County provides funding to the Eastern Colorado Developmentally Disabled, Inc., which in turn provides services for developmentally disabled individuals in Yuma County and nine other counties.
- The Yuma County Water Authority Public Improvement District, which is reported as a blended component unit of the County, was created to address an imminent threat to the economic viability of a significant area within Yuma County and to assist in the State of Colorado's compliance with its obligations under a compact by purchasing surface water rights in the North Fork of the Republican River basin.

Intergovernmental Co-Operations:

- The County, in partnership with other counties of the region, supports the Extension Service, NE Colorado Association of Local Governments, NE Colorado Bookmobile, and NE Colorado Transportation Authority.
- The W-Y Communications Center dispatches E911 calls from Yuma and Washington Counties. Its operational revenues come from Washington County, Yuma County, and the Authority Board, which handles the telephone surcharge.

The County supports the Landfill along with the City of Yuma, City of Wray, and the Town of Eckley.

Governmental Funds - Special Revenue Funds: The County's special revenue funds account for specific revenues that are legally restricted to expenditures for particular purposes. The County's special revenue funds include the Road and Bridge Fund, Landfill Fund, Landfill Closure Fund, Human Services Fund, Recreation Fund, Conservation Trust Fund, Self Insurance Fund, Capital Acquisition Fund, Useful Public Service Fund, Sheriff's Victim Assistance and Grant Fund, Water Authority Public Improvement District Fund, TASK Force Fund, Separation of Employment Fund, and Gravel Fund.

Fiduciary Funds - Agency Funds: The County has assets held as an agent for other governments and/or other funds. The County Treasurer holds agency funds on behalf of other governments. The County Clerk is holding funds for the State of Colorado and others. The Employees' Section 125 Plan, Sheriff's funds, Public Trustee and Payroll Clearing Funds also had funds at year end. Sheriff's funds consist of the Sheriff's Inmate and Commissary account and Reserve Training and Equipment account. Information regarding the agency funds is available on page C7.

Notes and Schedules 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 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 F.
- The Annual *Schedule of Revenues and Expenditures for Roads, Bridges and Streets* is part of the Local Highway Finance Report sent to the State of Colorado (the "State").

The County uses fund accounting to ensure compliance with finance-related legal requirements. The County adopts annual appropriated budgets for all its funds in accordance with the requirements of the State of Colorado Budget Law. Budgetary comparison schedules have been provided to demonstrate compliance and can be found in sections E and F of this report.

Government-wide Financial Analysis:

As previously mentioned, the government-wide financial statements are designed to provide readers with a broad overview and long-term analysis of the County's finances, in a manner similar to a private-sector business. The following graph shows the County's net position for 2012 and 2011:

Yuma County's Net Position:

	Governmental Activities	
	2012	2011
Assets:		
Current and other assets	\$ 26,821,388	25,041,497
Capital assets, net	33,366,507	34,793,976
Total Assets	60,187,895	59,835,473
Deferred Outflows of Resources:		
Deferred charges	298,531	323,169
Total Deferred Outflows of Resources	298,531	323,169
Liabilities:		
Other liabilities	4,380,109	4,816,049
Long-term liabilities	14,037,473	14,817,598
Total Liabilities	18,417,582	19,633,647
Deferred Inflows of Resources:		
Unavailable revenue	6,439,375	6,364,805
Total Deferred Inflows of Resources	6,439,375	6,364,805
Net Position:		
Net investment in Capital Assets	19,973,824	20,633,896
Restricted	910,544	430,000
Unrestricted	14,745,101	13,096,294
Total Net Position	\$ 35,629,469	34,160,190

Traditionally, the largest portion of any county investments is in its capital assets: land, water rights, buildings and improvements, equipment, machinery, and specialized tools necessary to deliver and/or provide services to the residents. Capital assets of the County account for 55% of its total assets; these assets are not an available source of payment of future spending.

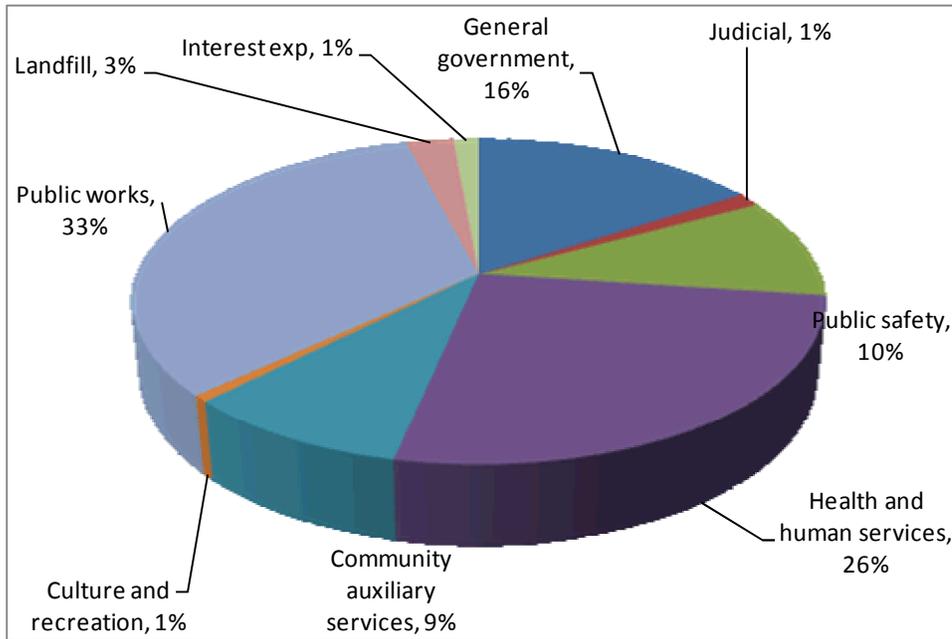
The County's net position increased \$1,469,279 during the current fiscal year. This increase is mostly attributable to increased property taxes and charges for services over prior year.

Yuma County's Governmental Activities

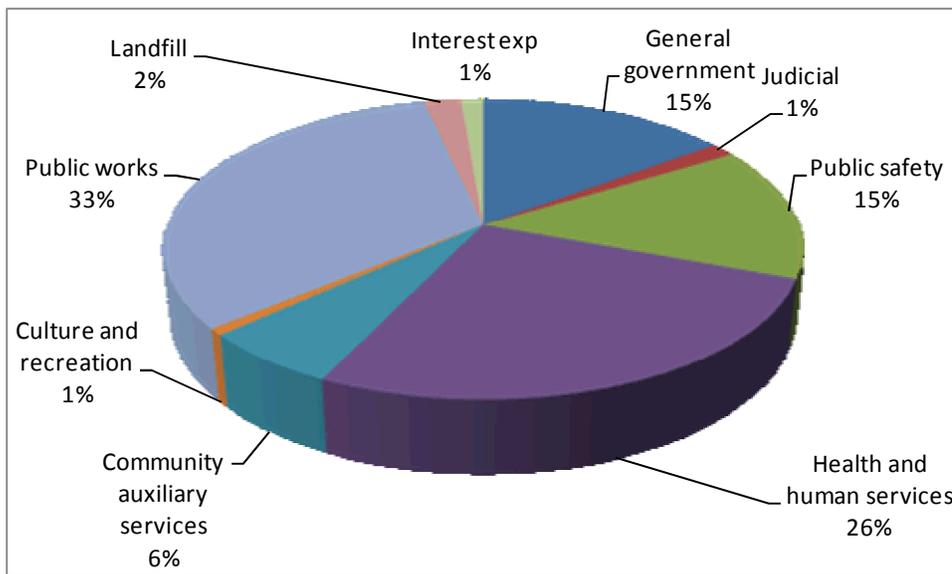
	Governmental Activities	
	<u>2012</u>	<u>2011</u>
Revenues:		
Program revenues:		
Charges for services	\$ 1,542,570	1,497,161
Grants and contributions	4,861,393	4,920,000
General revenues:		
Property taxes	7,482,389	7,086,359
Specific ownership taxes	613,667	586,661
Highway users tax	2,758,920	2,745,505
Interest & other revenue	253,840	452,178
Total Revenues	<u>17,512,779</u>	<u>17,287,864</u>
Expenses:		
General government	2,371,254	2,525,100
Judicial	233,213	211,704
Public safety	2,324,934	1,600,987
Health and human services	4,240,002	4,269,729
Community auxiliary services	980,306	1,454,145
Culture and recreation	117,174	103,947
Public works	5,213,839	5,267,115
Landfill	350,454	413,572
Interest expense	212,324	223,511
Total Expenses	<u>16,043,500</u>	<u>16,069,810</u>
Change in Net Position	1,469,279	1,218,054
Net Position - Beginning of Year	34,160,190	32,942,136
Net Position - End of Year	<u>\$ 35,629,469</u>	<u>34,160,190</u>

For 2012, the County increased funding to allow for the purchase of supplies, equipment, vehicles, manpower, and capital outlay to various departments of the governmental activities to enhance quality services.

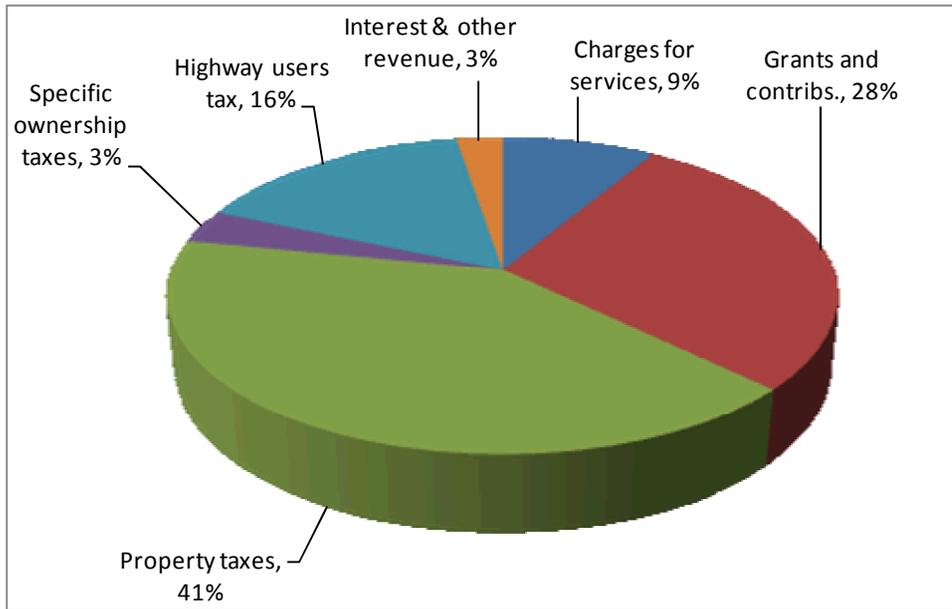
The following graph depicts the County's 2011 expenses:



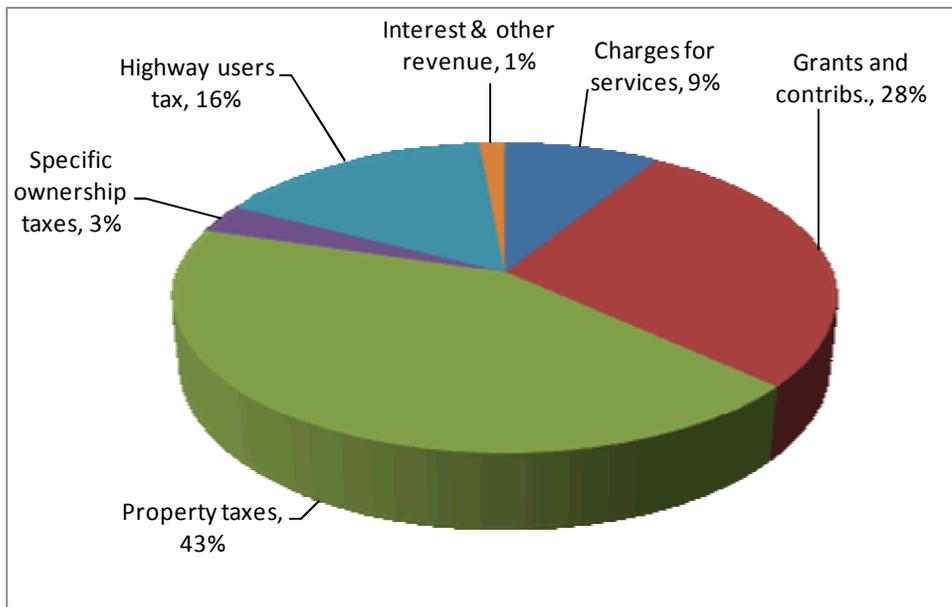
The following graph depicts the County's 2012 expenses:



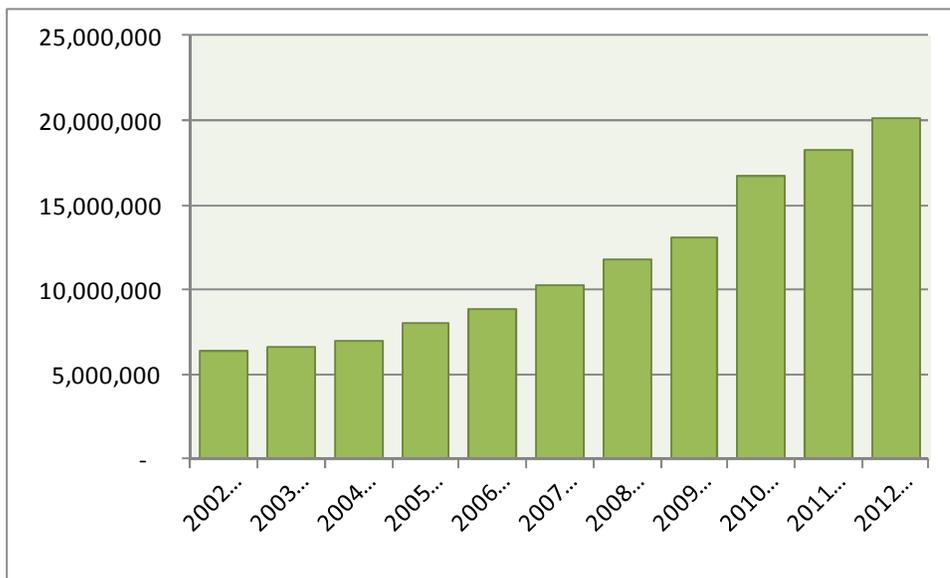
The following graph shows the County's 2011 revenue sources:



The following graph shows the County's 2012 revenue sources:



The graph below shows the County's total actual combined fund balances for fiscal years 2002 through 2012.



Next Year's Budget and Rates:

The County's General Fund balance at the end of fiscal year 2012 was \$10,280,204. A reserve is necessary to start the year and provide basic services to the residents and visitors of the County. An adequate reserve at the year-end on which to operate a minimum of three months or 25% is considered necessary, for the majority of the property tax revenue is received in April of each year. The County had a General Fund balance of 192% of 2012 expenditures of \$5,351,163.

Budget Variances:

The County was required to amend the budgets of various funds for the current fiscal year. General Fund departments received a budgetary increase totaling \$17,500 to cover general operating expenditures over the original budgeted amounts. Departments receiving budgetary increases were Building Maintenance, Coroner and County Fair.

The details of the individual departments of the General Fund and other fund budgets can be found in Sections E and F of this report.

Capital Assets and Debt Administration:

During the current fiscal year, the County purchased multiple graders, Fair concession building improvements, and Human Services equipment. A detailed description of this and other capital assets additions, capital asset disposals, and depreciation expense is included in the Notes to the Financial Statements. During 2012, net capital assets of the County decreased by a net of \$1,427,469.

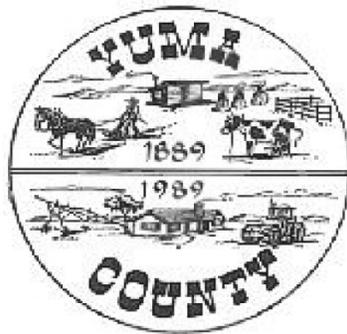
As of the end of the current fiscal year, the County's total long-term liabilities by \$780,125; this decrease was mainly the result of principal payments on General Obligation debt and a note payable. A detailed description of the County's long-term liabilities is included in the Notes to the Financial Statements.

Next Year's Budget

During the current fiscal year, fund balance in the General Fund and the special revenue funds increased to \$10,280,201 and \$9,849,351, respectively. The County anticipates the General Fund will use \$73,216 of beginning fund balance during 2013. The County has appropriated \$2,175,849 of special revenue fund balances for spending in the 2013 fiscal year budget. In 2013 the County anticipates the Road and Bridge Fund will use \$201,381, the Human Services Fund will use \$288,569, the Self Insurance Fund will use \$76,291, the Recreation Fund will use \$58,320, the Conservation Trust Fund will use \$29,800, the Useful Public Service Fund will use \$1,040, the Grant Fund will use \$26,710, the Water Authority will use \$10,755, the Landfill Fund will use \$115,390, the Drug Task Force Fund will use \$138,650, the Capital Acquisition Fund will use \$813,071, the Landfill Closure Fund will use \$70,000, the Separation of Employment Fund will use \$115,000, and the Water Authority Public Improvement District will use \$230,872. The County anticipates increased or no change in fund balances for the remaining special revenue funds.

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 Yuma County Administrative Office, 310 Ash Street, Suite A, Wray, Colorado 80758.

GOVERNMENT-WIDE FINANCIAL STATEMENTS



Yuma County, Colorado
Statement of Net Position
December 31, 2012

	Primary Government Governmental Activities	Component Unit Yuma County Water Authority
Assets:		
Cash and investments	19,963,620	226,026
Receivables, net:		
Taxes	6,114,983	-
Accounts	67,726	-
Due from other governments	397,053	-
Inventory	278,006	-
Capital assets not being depreciated:		
Land	520,061	739,564
Water rights	20,139,000	-
Depreciable capital assets	32,127,666	-
Accumulated depreciation	(19,420,220)	-
Total Assets	60,187,895	965,590
Deferred Outflows of Resources:		
Debt issuance costs	298,531	-
Total Deferred Outflows of Resources	298,531	-
Liabilities:		
Accounts payable	252,458	415
Accrued interest payable	127,651	-
Advanced Water Lease Revenue	4,000,000	-
Compensated absences:		
Due in more than one year	431,249	-
Notes payable:		
Due within one year	418,150	-
Due in more than one year	7,975,880	-
Bonds payable:		
Due in more than one year	375,000	-
Due in more than one year	4,623,653	-
Landfill post closure liability	213,541	-
Total Liabilities	18,417,582	415
Deferred Inflows of Resources:		
Unavailable revenue - property taxes	6,114,983	-
Unavailable revenue - other	324,392	-
Total Deferred Inflow of Resources	6,439,375	-
Net Position:		
Net investment in capital assets	19,973,824	739,564
Restricted for:		
Emergencies	456,000	4,000
Other purposes	454,544	-
Unrestricted	14,745,101	221,611
Total Net Position	35,629,469	965,175

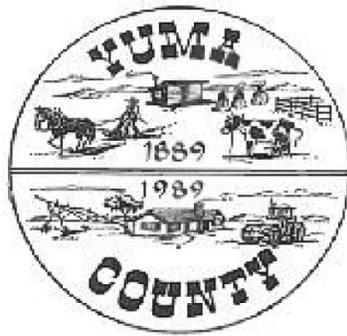
The accompanying notes are an integral part of these financial statements.

Yuma County, Colorado
Statement of Activities
For the Year Ended December 31, 2012

	Primary Government				Net (Expense) Revenue and Changes in Net Position	Component Units	
	Program Revenues					Governmental Activities	Yuma County Water Authority
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions			
Functions/Programs:							
Governmental activities:							
General government	2,371,254	887,754	352,218	-	(1,131,282)		
Judicial	233,213	-	82,600	-	(150,613)		
Public safety	2,324,934	32,006	155,693	769,131	(1,368,104)		
Health and human services	4,240,002	4,468	3,343,544	-	(891,990)		
Community auxiliary services	980,306	250,000	-	39,600	(690,706)		
Culture and recreation	117,174	-	39,644	-	(77,530)		
Public works	5,213,839	112,223	78,963	-	(5,022,653)		
Landfill	350,456	256,119	-	-	(94,337)		
Interest expense	212,322	-	-	-	(212,322)		
Total Primary Government	16,043,500	1,542,570	4,052,662	808,731	(9,639,537)		
Component Units:							
Yuma County Water Authority	27,824	29,413	84,580	-		86,169	
Total Component Units	27,824	29,413	84,580	-		86,169	
General Revenues:							
Taxes:							
Property tax, levied for general purposes					6,321,682	-	
Property tax, levied for debt service					1,160,707	-	
Specific ownership tax					613,667	-	
Highway user tax					2,758,920	-	
Other taxes					309,466	-	
Investment earnings					53,866	-	
Gain (loss) on sale of assets					(128,683)	-	
Grants and contributions not restricted by programs					19,191	-	
Total General Revenues					11,108,816	-	
Change in Net Position					1,469,279	86,169	
Net Position - Beginning of Year					34,160,190	879,006	
Net Position - End of Year					35,629,469	965,175	

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

FUND FINANCIAL STATEMENTS



**Yuma County, Colorado
Balance Sheets
Governmental Funds
December 31, 2012**

	<u>General</u>	<u>Road and Bridge</u>	<u>Human Services</u>	<u>Grant</u>	<u>Water Authority Public Imp. District</u>	<u>Non-major Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets:							
Cash and investments	10,292,656	4,673,847	703,909	51,531	498,302	3,743,375	19,963,620
Taxes receivable	4,701,086	711,025	281,149	-	-	421,723	6,114,983
Accounts receivable	67,374	-	-	-	-	352	67,726
Due from other governments	-	184,656	125,138	47,859	8,216	31,184	397,053
Inventory	-	278,006	-	-	-	-	278,006
Total Assets	<u>15,061,116</u>	<u>5,847,534</u>	<u>1,110,196</u>	<u>99,390</u>	<u>506,518</u>	<u>4,196,634</u>	<u>26,821,388</u>
Liabilities:							
Accounts payable	79,826	145,187	-	-	-	27,122	252,135
Accrued compensation	-	-	323	-	-	-	323
Total Liabilities	<u>79,826</u>	<u>145,187</u>	<u>323</u>	<u>-</u>	<u>-</u>	<u>27,122</u>	<u>252,458</u>
Deferred Inflows of Resources:							
Unavailable revenue - property taxes	4,701,086	711,025	281,149	-	-	421,723	6,114,983
Unavailable revenue - other	-	-	251,712	72,680	-	-	324,392
Total Deferred Inflow of Resources	<u>4,701,086</u>	<u>711,025</u>	<u>532,861</u>	<u>72,680</u>	<u>-</u>	<u>421,723</u>	<u>6,439,375</u>
Fund Balances:							
Nonspendable	-	278,006	-	-	-	-	278,006
Restricted	456,000	-	-	26,710	-	427,834	910,544
Committed	4,032,800	4,713,316	577,012	-	506,518	1,089,036	10,918,682
Assigned	5,791,404	-	-	-	-	2,230,919	8,022,323
Total Fund Balances	<u>10,280,204</u>	<u>4,991,322</u>	<u>577,012</u>	<u>26,710</u>	<u>506,518</u>	<u>3,747,789</u>	<u>20,129,555</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>15,061,116</u>	<u>5,847,534</u>	<u>1,110,196</u>	<u>99,390</u>	<u>506,518</u>	<u>4,196,634</u>	<u>26,821,388</u>

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

Yuma County, Colorado
Reconciliation of Fund Balance to Statement of Net Position
Governmental Funds
December 31, 2012

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

Total Fund Balance on Governmental Funds	20,129,555
Other long term assets, such as debt issue costs, are not available to pay for current year expenditures and therefore, are not reported in the funds.	298,531
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds. This represents the County capital assets at cost.	52,786,727
Accumulated depreciation on capital assets are recorded on the government wide financial statements to charge the cost of the asset over its estimated useful life.	(19,420,220)
Rent revenue for governmental funds is recognized when measurable and available. However, in the Statement of Activities, rent revenue is recognized over the term of the lease. This represents the amount of advanced water lease revenue.	(4,000,000)
Long-term liabilities are not due and payable in the current period and therefore, are not reported in the funds. This represents the County's compensated absences at year end.	(431,249)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. This represents the County's accrued interest at year end.	(127,651)
Long-term liabilities are not due and payable in the current period and therefore, are not reported in the funds. This represents the County's notes payable at year end.	(8,394,030)
Long-term liabilities are not due and payable in the current period and therefore, are not reported in the funds. This represents the County's bonds payable at year end.	(4,998,653)
Long-term liabilities are not due and payable in the current period and therefore, are not reported in the funds. This represents the County's landfill closure and post closure liability at year end.	(213,541)
Net Position of Governmental Activities	<u><u>35,629,469</u></u>

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

Yuma County, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
December 31, 2012

	<u>General</u>	<u>Road and Bridge</u>	<u>Human Services</u>	<u>Grant</u>	<u>Water Authority Public Imp. District</u>	<u>Non-major Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:							
Taxes	4,862,178	1,347,413	290,557	-	1,265,855	435,202	8,201,205
Permits and licenses	9,256	500	-	-	-	-	9,756
Intergovernmental revenue	103,368	3,037,556	3,343,544	1,238,050	-	190,320	7,912,838
Charges for services	1,043,970	73,061	-	-	-	272,522	1,389,553
Investment income	53,003	-	-	-	-	863	53,866
Miscellaneous	63,470	-	-	1,071	182	24,153	88,876
Total Revenues	<u>6,135,245</u>	<u>4,458,530</u>	<u>3,634,101</u>	<u>1,239,121</u>	<u>1,266,037</u>	<u>923,060</u>	<u>17,656,094</u>
Expenditures:							
General government	1,899,517	-	-	12,619	-	216,968	2,129,104
Judicial	170,545	-	-	82,600	-	-	253,145
Public safety	1,825,310	-	-	1,104,302	-	192,621	3,122,233
Culture and recreation	-	-	-	-	-	189,284	189,284
Public works	-	3,769,587	-	-	-	293,800	4,063,387
Health and human services	149,711	-	3,668,470	-	-	-	3,818,181
Community auxiliary services	669,553	-	-	39,600	35,010	-	744,163
Landfill	-	-	-	-	-	318,769	318,769
Debt service:							
Principal	-	-	-	-	763,949	-	763,949
Interest	-	-	-	-	420,242	-	420,242
Total Expenditures	<u>4,714,636</u>	<u>3,769,587</u>	<u>3,668,470</u>	<u>1,239,121</u>	<u>1,219,201</u>	<u>1,211,442</u>	<u>15,822,457</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,420,609</u>	<u>688,943</u>	<u>(34,369)</u>	<u>-</u>	<u>46,836</u>	<u>(288,382)</u>	<u>1,833,637</u>
Other Financing Sources (Uses):							
Transfers in	-	-	-	-	-	647,526	647,526
Transfers (out)	(636,526)	-	-	-	-	(11,000)	(647,526)
Insurance recoveries	-	39,162	-	-	-	-	39,162
Sale of assets	2,061	10,000	-	-	-	-	12,061
Total Other Financing Sources (Uses)	<u>(634,465)</u>	<u>49,162</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>636,526</u>	<u>51,223</u>
Net Change in Fund Balance	786,144	738,105	(34,369)	-	46,836	348,144	1,884,860
Fund Balances - Beginning of Year	<u>9,494,060</u>	<u>4,253,217</u>	<u>611,381</u>	<u>26,710</u>	<u>459,682</u>	<u>3,399,645</u>	<u>18,244,695</u>
Fund Balances - End of Year	<u>10,280,204</u>	<u>4,991,322</u>	<u>577,012</u>	<u>26,710</u>	<u>506,518</u>	<u>3,747,789</u>	<u>20,129,555</u>

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

Yuma County, Colorado
Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
December 31, 2012

Net Change in Fund Balances of Governmental Funds 1,884,860

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

Governmental funds report the effect of issuance costs, premiums, and discounts when the debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. The following amounts represent the net effect of these differences in the treatment of long-term debt and related items:

Premium on bonds issued	3,448	
Debt issue costs	<u>(24,638)</u>	(21,190)

Rent revenue for governmental funds is recognized when measurable and available. However, in the Statement of Activities, rent revenue is recognized over the term of the lease. This represents the net effect of the difference in the treatment of this lease revenue.

250,000

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.

Capital outlay	744,404	
Depreciation expense	<u>(2,031,129)</u>	(1,286,725)

Governmental funds report asset sales if proceeds are received. The government wide financial statements report the sale of capital assets at the proceeds less the book value of the assets. Thus, the change in net position differs from the change in fund balance by the cost of the capital assets sold.

(140,744)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds.

Change in landfill closure and post closure liability	(15,019)	
Change in accrued interest payable	6,403	
Change in accrued compensated absences	<u>27,745</u>	19,129

Repayment of debt obligations are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. This is the amount of repayments.

763,949

Change in Net Position of Governmental Activities

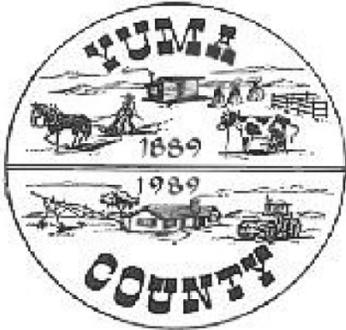
1,469,279

Yuma County, Colorado
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2012

	<u>County Treasurer</u>	<u>Public Trustee</u>	<u>Employees' Section 125 Plan</u>	<u>Sheriff's Commissary and Trust</u>	<u>Payroll Clearing</u>	<u>Total</u>
Assets:						
Cash and investments	905,528	158,527	11,160	43,721	8,958	1,127,894
Accounts receivable	-	-	-	-	41,080	41,080
Total Assets	<u>905,528</u>	<u>158,527</u>	<u>11,160</u>	<u>43,721</u>	<u>50,038</u>	<u>1,168,974</u>
Liabilities:						
Due to other governments	625,295	-	-	-	-	625,295
Due to inmates	-	-	-	43,721	-	43,721
Due to fiduciary funds	280,233	-	-	-	-	280,233
Due to others	-	158,527	11,160	-	50,038	219,725
Total Liabilities	<u>905,528</u>	<u>158,527</u>	<u>11,160</u>	<u>43,721</u>	<u>50,038</u>	<u>1,168,974</u>

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

NOTES TO THE FINANCIAL STATEMENTS



Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012

I. Summary of Significant Accounting Policies

Yuma County (the "County") was formed in 1889 and is a statutory county located in eastern Colorado. An elected Board of Commissioners is responsible for setting policy, appointing administrative personnel and adopting an annual budget in accordance with state statutes. The County's major operations include administration, health and human services, police protection, road maintenance, and landfill operations.

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 GAPP for state and local governments through its pronouncements (Statements and Interpretations).

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 Yuma County Water Authority Public Improvement District (the "Water Authority Public Improvement District") serves all of the citizens of the County and is governed by a board comprised of the County Commissioners. The Water Authority Public Improvement District was created to address an imminent threat to the economic viability of a significant area within Yuma County and to assist in the State of Colorado's compliance with its obligations under a compact by purchasing surface water rights in the North Fork of the Republican River basin. The Water Authority Public Improvement District, a blended component unit, is reported as a special revenue fund.

The Yuma County Water Authority (the "Water Authority") serves all of the citizens of the County and is governed by a board appointed by member jurisdictions, which include Yuma County, the City of Wray, the City of Yuma, and the Town of Eckley. The Water Authority was created to develop water resources, systems and facilities for the benefit of member jurisdictions. The Water Authority is reported as a discretely presented component unit.

Resource flows (except those that affect the statement of net position/balance sheet only, such as loans and repayments) between a primary government and its discretely presented component units are reported as external transactions—that is, as revenues and expenses. Resource flows between the primary government and blended component units are classified as interfund transactions in the financial statements.

During 2012, the County contributed \$50,215 to the Water Authority.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

I. Summary of Significant Accounting Policies (continued)

B. 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 and aggregate non-major funds). Government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the County. Both of the government-wide financial statements categorize primary activities as either governmental or business-type. Governmental activities are normally supported by taxes and intergovernmental revenues. Business-type activities rely to a significant extent on fees and charges for support. The County does not have any business-type activities.

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

I. Summary of Significant Accounting Policies (continued)

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

The County reports the following major governmental funds:

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

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

The *Human Services Fund* administers the County's state and federal revenues that are restricted for the provision of health and human services to the residents of the County.

The *Grant Fund* is used to account for major grants received from state and federal sources.

The *Water Authority Public Improvement District Fund* accounts for the activities of this district, a blended component unit.

The County Reports the following additional fund type:

Fiduciary funds account for monies held on behalf of other governments in the Treasurer's and Clerk's offices; the Employee's Section 125 Plan Fund is held for County employees health and welfare reimbursements; the Sheriff's Funds are held for inmates; the Public Trustee is a state statutorily mandated position, whose financial transactions are independent of the County; and Payroll Reimbursements are held for other entities for which the County provides payroll services. These agency funds are combined on the fiduciary fund financial statement.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

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

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts

1. Cash and Investments

The County Treasurer is responsible for central cash management for all funds, as well as other entities falling under its jurisdiction.

Cash and investments held by the County Treasurer may include demand deposits, short-term investments with original maturities of three months or less from the date of acquisition, certificates of deposit, and long-term investments in U.S. governments.

Investments are stated at fair value.

2. Receivables

Receivables are reported net of an allowance for uncollectible accounts.

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 inflow of resources.

4. Inventory

All inventories are valued at cost using the first-in / first-out (FIFO) method.

5. Capital Assets

Capital assets, which include land, water rights, buildings, building improvements, equipment, vehicles, and infrastructure assets, are reported in the government-wide financial statements. Capital assets, other than infrastructure 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 two years. Infrastructure assets are capitalized when the asset has an initial cost of \$10,000 or more. Such assets are recorded at cost where historical records are available and at estimated historical costs where no historical records exist. Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend 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.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

5. Capital Assets (continued)

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

Assets	Years
Land improvements	15
Buildings, improvements & infrastructure	10-40
Machinery, equipment and software	3-10
Vehicles	5-7

6. 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.

7. Interfund Receivables and Payables

Balances at year-end between funds are reported as “due to / from other funds” in the fund financial statements. Residual balances are eliminated in the government-wide financial statements.

8. Compensated Absences

Vested or accumulated 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 personal leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide financial statements. In accordance with provisions of GASB No. 16 *Accounting for Compensated Absences*, no liability is recorded for non-vesting accumulating rights.

9. Long-term Debt

In the government-wide financial statements long-term debt is reported as a liability. Bond premiums and discounts are deferred and amortized over the life of the bonds using the bonds outstanding method. Bonds payable are reported net of the applicable bond premium or discount. Issue costs for bonds and notes payable are deferred and amortized over the term of the debt using the straight-line method.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as debt issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs are reported as debt service expenditures in fund financial statements.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

10. Deferred Outflows and Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The government only has one item that qualifies for reporting in this category. It is deferred charges reported in the government-wide statement of net position. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The government has only two types of items that qualify for reporting in this category. Accordingly, the items, unavailable property tax revenue and unavailable revenue – other, are deferred and recognized as inflows of resources in the period that the amounts become available.

11. Interfund Transactions

Quasi-external transactions 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 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.

12. Categories and Classification of Fund Balance

Governmental accounting standards establish 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 III.G.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

I. Summary of Significant Accounting Policies (continued)

E. Significant Accounting Policies

1. 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.

2. 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 reported period. Actual results could differ from those estimates.

II. Stewardship, Compliance, and Accountability

A. Budgetary Information

Budgets are adopted on a basis consistent with generally accepted accounting principles, and Colorado statutes which require that all funds of the County be budgeted. Annual appropriations are adopted for all funds. Expenditures may not legally exceed appropriations at the fund level. All appropriations lapse at year-end.

As required by Colorado Statutes, the County followed the required timetable noted below in preparing, approving, and enacting its budget for 2012.

1. For the 2012 budget year, prior to August 25, 2011, the County Assessor was to have 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, 2011 only once by a single notification.
2. On or before October 15, 2011, 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, 2011, the County computed and certified to the County Commissioners a rate of levy that derived the necessary property taxes as computed in the proposed budget.
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) it may approve supplemental appropriations to the extent of revenues in excess of estimated revenues in the budget; c) it may approve emergency appropriations; and d) it may reduce appropriations for which originally estimated revenues are insufficient.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

II. Stewardship, Compliance, and Accountability (continued)

A. Budgetary Information (continued)

Taxes levied in one year are collected in the succeeding year. Thus, taxes certified in 2011 were collected in 2012 and taxes certified in 2012 will be collected in 2013. 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 financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future fiscal years.

TABOR also requires local governments to establish an emergency reserve 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. The County has reserved a portion of the December 31, 2012 year-end fund balance in the General Fund for this purpose, in the amount \$456,000, which is the approximate required reserve. The Water Authority has restricted \$4,000 for this purpose at December 31, 2012.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

II. Stewardship, Compliance, and Accountability (continued)

B. TABOR Amendment (continued)

On November 2, 2004, The County's electorate approved the following ballot question:

“Shall Yuma County be authorized to collect, retain, and spend all revenues and other funds collected from any sources, effective for taxes that are due January 1, 2005 and continuing thereafter, provided that Yuma County’s property tax mill levy rate shall not be increased without voter approval; and shall the revenues be spent for County purposes as a voter approved revenue change and exception to the limits which would otherwise apply in Article X, Section 20 and including the limitations of C.R.S. 29-1-301.”

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.

III. Detailed Notes on All Funds

A. Deposits and Investments

The County's deposits are entirely covered by the Federal Depository Insurance Corporation (“FDIC”) or by collateral held under Colorado’s Public Deposit Protection Act (“PDPA”). The FDIC insures the first \$250,000 of the County’s interest-bearing deposits at each financial institution. Non-interest bearing deposit balances are fully insured by the FDIC. Interest-bearing deposit balances over \$250,000 are collateralized as required by PDPA. The County had the following deposits and investments and related maturities:

	Standard & Poores Rating	Carrying Amounts	Less than one year	Less than five years
<i>Deposits:</i>				
Cash on hand	<i>Not Rated</i>	\$ 6,155	6,155	-
Checking	<i>Not Rated</i>	1,315,145	1,315,145	-
Savings	<i>Not Rated</i>	640,146	640,146	-
Certificates of deposit	<i>Not Rated</i>	1,050,000	1,050,000	-
<i>Investments:</i>				
Pools	<i>AAA_m</i>	7,316,416	7,316,416	-
Agencies	<i>AAA</i>	10,989,678	10,989,678	-
Total		<u>\$ 21,317,540</u>	<u>21,317,540</u>	<u>-</u>

Financial statement captions:

Cash and investments:	
Governmental funds	\$ 19,963,620
Fiduciary funds	1,127,894
Yuma County Water Authority	226,026
Total	<u>\$ 21,317,540</u>

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

The investment pools represent investments in COLOTRUST and C-SAFE which are 2a7-like pools. The fair value of the pools is determined by the pools' share price. The County has no regulatory oversight for the pools.

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.

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: Investments are made as prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments

Concentration of Credit Risk. The County diversifies its investments by security type and institution. Investments may only be made in those financial institutions which are insured or issued by the Federal Deposit Insurance Corporations, the Federal Home Mortgage Association, the Federal Savings and Loan Insurance Corporation, and Congressional 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.

B. Receivables

Receivables as of year-end for the County's funds are as follows. The County considers all receivables collectible and therefore, has not provided a reserve for uncollectible accounts receivable.

	<u>General</u>	<u>Road and Bridge</u>	<u>Human Services</u>	<u>Grant</u>	<u>Public Imp. District</u>	<u>Non-Major Funds</u>
Receivables:						
Taxes	\$ 4,701,086	711,025	281,149	-	-	421,723
Accounts	67,374	-	-	-	-	352
Intergovernmental	-	184,656	125,138	47,859	8,216	31,184
Net receivables	\$ 4,768,460	895,681	406,287	47,859	8,216	453,259

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

III. Detailed Notes on All Funds (continued)

C. Capital Assets

Capital asset activity for the year ended December 31, 2012 was as follows for the County:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 520,061	-	-	520,061
Water rights	20,139,000	-	-	20,139,000
Total capital assets, not being depreciated	<u>20,659,061</u>	<u>-</u>	<u>-</u>	<u>20,659,061</u>
Capital assets, being depreciated:				
Buildings and other improvements	6,091,074	86,121	-	6,177,195
Equipment	11,501,451	658,282	(539,377)	11,620,356
Infrastructure - Roads and bridges	14,330,115	-	-	14,330,115
Total capital assets being depreciated	<u>31,922,640</u>	<u>744,403</u>	<u>(539,377)</u>	<u>32,127,666</u>
Less accumulated depreciation for:				
Buildings and other improvements	(2,317,584)	(195,633)	-	(2,513,217)
Equipment	(7,834,840)	(1,078,551)	398,633	(8,514,758)
Infrastructure - Roads and bridges	(7,635,300)	(756,945)	-	(8,392,245)
Total accumulated depreciation	<u>(17,787,724)</u>	<u>(2,031,129)</u>	<u>398,633</u>	<u>(19,420,220)</u>
Total capital assets being depreciated, net	<u>14,134,916</u>	<u>(1,286,726)</u>	<u>(140,744)</u>	<u>12,707,446</u>
Governmental activities capital assets, net	<u>\$ 34,793,977</u>	<u>(1,286,726)</u>	<u>(140,744)</u>	<u>33,366,507</u>

Capital asset activity for the past year was as follows for the Water Authority:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities - Component unit:				
Capital assets, not being depreciated:				
Water rights	\$ 739,564	-	-	739,564
Total capital assets, not being depreciated	<u>739,564</u>	<u>-</u>	<u>-</u>	<u>739,564</u>
Governmental activities capital assets - Component unit	<u>\$ 739,564</u>	<u>-</u>	<u>-</u>	<u>739,564</u>

Depreciation expense was charged to functions of the primary government as follows:

	<u>Depreciation Expense</u>
Governmental activities:	
General government	\$ 121,186
Public safety	96,989
Health and human services	46,723
Community auxiliary services	127,931
Public works	1,572,262
Landfill	66,038
Total depreciation expense - governmental activities	<u>\$ 2,031,129</u>

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

III. Detailed Notes on All Funds (continued)

D. Interfund Receivables, Payables and Transfers

Transfers for 2012 were as follows:

<u>Transferred from</u>	<u>Transferred to</u>	<u>Amount</u>	<u>Reason</u>
General Fund	Landfill Fund	\$ 92,235	Fund landfill operations
Landfill Fund	Landfill Closure Fund	5,000	Fund closure costs
Landfill Fund	Capital Acquisition Fund	6,000	Fund lease payment
General Fund	Capital Acquisition Fund	490,490	Fund capital outlay
General Fund	Sheriff's Victim Assistance and Grant Fund	13,801	Fund grant costs
General Fund	Separation of employment fund	40,000	Fund retirement costs
Total		<u><u>\$ 647,526</u></u>	

E. Operating Leases

The County is committed to leases for office equipment, computer systems and equipment and gravel. 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

F. Long-term Liabilities

1. General Obligation Bonds, Series 2008

The Water Authority Public Improvement District, a blended component unit of the County, issued \$5,780,000 of general obligations bonds in 2008, the proceeds of which were used to acquire water rights. These bonds bear interest at annual rates ranging from 3.25% to 4.60%. Starting in 2010, principal payments ranging from \$100,000 to \$555,000 are due annually on December 1, through 2023. Starting in 2010, interest payments are due June 1 and December 1, through 2023.

The General Obligation Bonds, Series 2008 also bear supplemental interest for the period from the delivery of the bonds through the payment of supplemental interest registered coupons, which matured at \$225,000 on December 1, 2010.

These bonds constitute general obligations of the Water Authority Public Improvement District.

2. Colorado Water Conservation Board ("CWCB") Note Payable

The Water Authority Public Improvement District entered into a loan agreement with the CWCB in 2008 in the amount of \$9,595,000, the proceeds of which were used to acquire water rights. This note bears interest at an annual rate of 2.25%. Starting in 2010, aggregate principal and interest payments of \$607,016 are due June 1, through 2029.

The loan constitutes a general obligation of the Water Authority Public Improvement District.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

III. Detailed Notes on All Funds (continued)

F. Long-term Liabilities (continued)

3. Compensated Absences

The County has a policy for the accumulation of personal leave payouts, subject to certain maximum limits. In accordance with GAAP, the County's approximate liability for personal leave and compensation time pay earned by employees at December 31, 2012 has been reflected in the government-wide financial statements. This liability is generally liquidated by the Separation of Employment Fund.

4. 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 post closure care. Closure and post closure care costs are recognized based on the amount of the landfill used during the year.

The estimated liability for landfill closure and post closure care costs has a balance of \$213,541 at December 31, 2012, which is based upon 25% usage (estimated percentage filled) of the landfill. It is estimated that an additional \$492,189 will be recognized as closure and post closure care expenses between the date of the balance sheet and 2080; the date the landfill is expected to be filled to capacity. The estimated total current cost of the landfill closure and post closure costs of \$705,730 is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31, 2012. Closure and post closure costs are estimated to be \$606,562 and \$99,168, respectively. However, the actual costs of closure and post closure may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

The County is required by state and federal laws and regulations to provide adequate financial resources to pay for all closure and post closure care. The remaining portion of anticipated future inflation costs and additional costs that might arise from changes in post closure requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be covered by charges to future landfill users, taxpayers, or both.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

III. Detailed Notes on All Funds (continued)

F. Long-term Liabilities (continued)

5. Activity and Debt Service Schedules

Long-term liability activity for the year ended December 31, 2012, was as follows:

	<u>Balance January 1, 2012</u>	<u>Additions</u>	<u>(Reductions)</u>	<u>Balance December 31, 2012</u>	<u>Due Within One Year</u>
General Obligation Bonds, Series 2008	\$ 5,357,101	-	(358,448)	4,998,653	375,000
Notes payable	8,802,979	-	(408,949)	8,394,030	418,150
Accrued compensated absences	458,994	-	(27,745)	431,249	-
Landfill closure costs	198,524	-	15,017	213,541	-
Total	<u>\$ 14,817,598</u>	<u>-</u>	<u>(780,125)</u>	<u>14,037,473</u>	<u>793,150</u>

Aggregate annual debt service requirements at December 31, 2012, are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 793,150	398,616	1,191,766
2014	802,559	376,082	1,178,641
2015	827,179	352,400	1,179,579
2016	862,015	326,964	1,188,979
2017	887,073	300,305	1,187,378
2018-2022	4,884,334	1,047,880	5,932,214
2023-2027	3,286,978	328,632	3,615,610
2028-2029	1,030,742	33,247	1,063,989
	<u>13,374,030</u>	<u>3,164,126</u>	<u>16,538,156</u>
Add: Deferred amounts			
Premium on bonds	<u>18,653</u>		
Total Debt	<u>\$ 13,392,683</u>		

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

III. Detailed Notes on All Funds (continued)

G. Fund Balance

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 County Commissioners. The County's original budget legislation begins with combining historical data, assessment of needs for the upcoming year and the County Commissioners' 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 County Commissioners via an advertised public process for their review, revisions and final approval by year end. All subsequent budget requests made during the year, after the County Commissioners approval, must be presented via a public process and again approval by the County Commissioners.

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 County Commissioners or its management designee.

Unassigned - includes residual positive fund balance within a 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. The County does not have a formal minimum fund balance policy.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

III. Detailed Notes on All Funds (continued)

G. Fund Balance (continued)

Fund balance classifications are reported in the aggregate on the face of the balance sheet. The components of each classification are as follows:

	<u>General</u>	<u>Road and Bridge</u>	<u>Human Services</u>	<u>Grant</u>	<u>Water Authority Public Imp. District</u>
Nonspendable:					
Inventory	\$ -	278,006	-	-	-
Total Nonspendable:	-	278,006	-	-	-
Restricted:					
Constitutionally required emergency reserve	456,000	-	-	-	-
Capital projects and purchases	-	-	-	26,710	-
Total Restricted:	456,000	-	-	26,710	-
Committed:					
Accrued compensation	270,712	-	-	-	-
Water Purchases	860,000	-	-	-	506,519
Commitment for future projects	2,902,088	-	-	-	-
Maintenance and monitoring monitoring	-	4,713,315	-	-	-
Human services	-	-	577,011	-	-
Total Committed:	4,032,800	4,713,315	577,011	-	506,519
Assigned:					
Budget assignments	5,791,404	-	-	-	-
Total Assigned:	5,791,404	-	-	-	-
	<u>Landfill Fund</u>	<u>Landfill Closure Fund</u>	<u>Recreation Fund</u>	<u>Conservation Trust Fund</u>	<u>Capital Acquisitions Fund</u>
Restricted:					
Maintenance and monitoring	-	83,645	-	-	-
Culture and recreation	-	-	-	77,963	-
Total Restricted:	-	83,645	-	77,963	-
Assigned:					
Capital projects and purchases	-	-	-	-	1,100,426
Culture and recreation	-	-	938,223	-	-
Landfill	192,270	-	-	-	-
Total Assigned:	192,270	-	938,223	-	1,100,426

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

III. Detailed Notes on All Funds (continued)

G. Fund Balance (continued)

	Useful Public Fund	Sheriff's Victim Assistance and Grant Fund	Task Force Fund	Separation of Employment Fund	Self Insurance Fund
Restricted:					
Accrued compensation	\$ -	-	-	-	-
Public safety	18,544	45,604	202,078	-	-
Total Restricted:	18,544	45,604	202,078	-	-
Committed:					
Accrued compensation	-	-	-	69,901	-
County insurance	-	-	-	-	1,019,136
Total Committed:	-	-	-	69,901	1,019,136

IV. Other Information

A. Pension Plans

1. Defined Contribution Pension Plan (401a)

Under a defined contribution pension plan, the benefits a participant will receive depend solely on the amount contributed to the participant's account plus the returns earned on investments of those contributions.

Participation is mandatory for all employees after one year of employment. Eligible employees contribute 5% of their base pay, and the County contributes 5% of their base pay. The plan has a five (5) year vesting period and is distributed upon an employee's separation from service, disability, or death.

The contribution requirements of the retirement plan participants and the County are established, and may be amended, by the County Commissioners. During 2012, the County matched the employees' required employer contributions, which amounted to \$182,584. The County's total payroll for 2012 was \$4,372,318 and covered payroll was \$3,651,681. The plan is administered by the Colorado Counties Officers and Employees Retirement Association ("CCOERA").

As the County is not the trustee and does not administer the plan, the plan is not included in the financial statements. The County has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

2. Deferred Compensation Plan (Section 457)

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until separation from service or death.

The County has no liability for losses under the plan, does not administer the plan and is not the trustee of the plan; therefore, the plan is not included in the financial statements.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

IV. Other Information (continued)

B. Cafeteria Plan

The County offers a cafeteria plan organized under Internal Revenue Code Section 125 that includes the following benefits: accident and/or term life insurance, health insurance premiums, unreimbursed health expense, orthodontia reimbursement and dependant day care reimbursement. No cost to the County is recognized, as the plan is a salary reduction plan.

C. Post Employment Health Care Benefits

All County employees covered by COBRA insurance may continue their health insurance following a reduction in work hours or termination of employment. Employees who elect continued coverage must pay for premiums from the termination date of coverage and monthly thereafter. No cost to the County is recognized as participants make payments directly to the CTSI – County Health Pool for their premium cost.

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.

During the normal course of business, the County incurs claims and other assertions against it from various agencies and individuals. Management of the County believes that none of these claims or assertions is significant enough that they would materially affect the fairness of the presentation of the financial statements at December 31, 2012.

E. Risk Management

The County is exposed to various risks of loss related to workers compensation; general liability; unemployment; torts; theft of, damage to, and destruction of assets; and errors and omissions. The County has acquired commercial coverage for these risks and claims, if any, are not expected to exceed the commercial insurance coverage. The County has also joined the following self-insurance pools to obtain insurance coverage. The pools are groups of other Colorado counties that have associated to obtain various types of insurance.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

IV. Other Information (continued)

E. Risk Management (continued)

The County is a member of the Colorado Counties Casualty and Property Pool (“CAPP”) and the County Worker’s Compensation Pool (“CWCP”). CAPP and CWCP have a legal obligation for claims against its members to the extent that funds are available in their annually established loss funds; amounts are available from insurance providers under excess specific and aggregate insurance contracts. Losses incurred in excess of loss funds are direct liabilities of the participating members. CAPP and CWCP have indicated that the amount of any excess losses would be billed to members in proportion to their contributions in the year such excess occurs, although they are not legally required to do so. The ultimate liability, if any, to the County resulting from claims not covered by CAPP and CWCP is not presently determinable. Management is of the opinion that the final outcome of such claims, if any, will not have a materially adverse effect on the County’s financial statements.

1. Colorado Counties Casualty and Property Pool

The County is exposed to various risks of loss related to property and casualty losses. The County joined together with other counties in the State of Colorado to form the Colorado Counties Casualty and Property Pool (“CAAP”), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The County pays an annual contribution to CAPP for its property and casualty insurance coverage. The intergovernmental agreement of formation of CAPP provides that the Pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members’ claims in excess of a specified self-insured retention, which is determined each policy year.

2. County Workers’ Compensation Pool

The County is exposed to various risks of loss related to injuries of employees while on the job. As previously explained, the County joined together with other counties in the State of Colorado to form the County Worker’s Compensation Pool (“CWCP”), a public entity risk pool currently operating as a common risk management and insurance program for member counties.

The County pays an annual contribution to CWCP for its workers’ compensation insurance coverage. The intergovernmental agreement of formation of CWCP provides that the Pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members’ claims in excess of a specified self-insured retention, which is determined each policy year.

F. Other Employee Benefits

The County utilizes the CTSI – County Health Pool to provide health insurance benefits. The County provides basic, major medical, life, voluntary dental and vision coverage to all full-time employees and their eligible dependents. The plan is funded by the County and employee contributions, and benefits are administered through the CTSI – County Health Pool.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

IV. Other Information (continued)

G. Intergovernmental Agreements

1. W-Y Combined Communications Center

The W-Y Combined Communications Center (the "Center") was formed by intergovernmental agreement to provide emergency and dispatch services to the public safety providers in the Washington and Yuma County area. During 2012, the following entities provided the financial support to the Center:

Yuma County	\$	406,000
Washington County		203,000
Washington-Yuma Counties E911 Authority		60,000
RETAC Coordinator		92,194
Total	\$	761,194

The following are the condensed, audited financial statements of the Center at December 31, 2012:

Statement of Net Position

Assets:

Current other assets	\$	89,950
Capital assets, net		15,466
Total Assets		105,416

Liabilities and Equity:

Liabilities:

Other liabilities		2,058
Long-term liabilities		53,995
Total Liabilities		56,053

Net Position:

Net investment in capital assets		15,466
Unrestricted		33,897
Total Net Position	\$	49,363

Statement of Activities:

Revenues:

Allocation governments	\$	761,194
Other		4,803
Total Revenues		765,997

Expenditures:

Salaries and benefits		713,983
Other		67,424
Total Expenditures		781,407

Change in Net Position

		(15,410)
Net Position - Beginning of Year		64,773
Net Position - End of Year	\$	49,363

Complete separate financial statements of the Center may be obtained from the County.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2012
(Continued)

IV. Other Information (continued)

G. Intergovernmental Agreements (continued)

2. Republican River Water Conservation District

The Yuma County Water Authority Public Improvement District, a blended component unit of the County, entered into an agreement with the Republican River Water Conservation District (the "Conservation District") in 2008 whereby the Water Authority Public Improvement District is leasing certain water rights to the Conservation District for \$5,000,000. The lease term is for twenty years and expires December 31, 2028. The related revenue was received by the Water Authority Public Improvement District in 2008. This revenue was recognized on the fund financial statements in 2008. However, for the government-wide financial statements, the revenue is recognized evenly over the twenty year lease term. For the year ended December 31, 2012 the government-wide financial statements include earned revenue of \$250,000 and advanced water lease revenue of \$4,000,000.

H. Significant Taxpayers

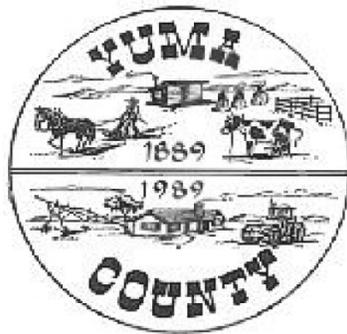
Forty-six percent (46%) of all County property taxes were paid by ten taxpayers. The following are the top ten taxpayers in the County:

Name	Assessed	
	Value	Tax Dollars
AUGUSTUS ENERGY PARTNERS, LLC	\$ 25,442,160	\$ 2,073,600
ROSEWOOD RESOURCES, INC	22,181,340	1,638,561
NOBLE ENERGY, INC	20,288,140	1,270,150
CHEYENNE PLAINS GAS PIPELINE CO	15,529,700	935,714
PDC ENERGY, INC	10,530,610	923,734
MOUNTAIN PETROLEUM CORPORATION	9,413,480	793,224
BNSF RAILWAY COMPANY	7,881,000	486,583
OVERLAND PASS PIPELINE CO, LLC	5,357,400	307,625
BITTERCREEK PIPELINE	5,050,300	427,055
YUMA ETHANOL, LLC	4,732,800	321,892
Totals	\$ 126,406,930	\$ 9,178,140

I. Implementation of Government Accounting Standards Board Statement No. 63, Financial Reporting of Deferred Outflows, Deferred Inflows of Resources, and Net Position

The County implemented Government Accounting Standards Board Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, which establishes guidance for reporting deferred outflows of resources, deferred inflows of resources and net position in a financial statement. As such, the financial statements have been modified to reflect these components of net position. Net position in total has not been affected by implementation.

REQUIRED SUPPLEMENTARY INFORMATION



Yuma County, Colorado
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for 2011)

	2012			Final Budget Variance Positive (Negative)	2011
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Taxes:					
General property taxes	4,867,743	4,867,743	4,853,190	(14,553)	4,590,451
Interest and delinquent taxes	7,000	7,000	8,988	1,988	14,093
Intergovernmental revenue:					
State sources	78,876	78,876	80,906	2,030	43,431
Federal sources	10,500	10,500	22,462	11,962	27,226
Licenses and permits	3,600	3,600	9,256	5,656	5,670
Charges for services	791,900	791,900	1,043,970	252,070	1,009,135
Investment income	28,000	28,000	53,003	25,003	82,938
Other	33,100	33,100	63,470	30,370	61,051
Total Revenues	<u>5,820,719</u>	<u>5,820,719</u>	<u>6,135,245</u>	<u>314,526</u>	<u>5,833,995</u>
Expenditures:					
General government:					
Administrative	221,000	221,000	151,946	69,054	144,625
Commissioners	460,735	460,735	445,465	15,270	437,304
Attorney	40,000	40,000	8,222	31,778	7,769
Planning and zoning	41,875	41,875	21,781	20,094	27,165
County Clerk	332,235	332,235	293,688	38,547	326,271
County Treasurer	266,050	266,050	227,581	38,469	249,140
County Assessor	380,550	380,550	348,633	31,917	358,601
GIS mapping	58,025	58,025	52,505	5,520	44,120
Elections	129,600	129,600	80,925	48,675	46,436
Building maintenance	256,900	259,900	217,915	41,985	204,260
Drivers license	51,165	51,165	48,316	2,849	47,717
Assessor maps	5,000	5,000	2,540	2,460	2,003
Judicial:					
District Attorney	170,545	170,545	170,545	-	170,377
Public Safety:					
Sheriff	662,299	662,299	637,480	24,819	640,569
Jail	746,290	746,290	699,308	46,982	693,974
Coroner	52,150	58,000	56,509	1,491	39,884
E-911 communications	406,000	406,000	406,000	-	400,000
Emergency preparedness	28,000	28,000	26,013	1,987	27,500
Health and Human Services:					
Northeast Colorado Health Department	97,010	97,010	97,010	-	97,010
Centennial Mental Health	21,466	21,466	21,466	-	25,800
Emergency medical services	60,500	60,500	17,025	43,475	11,149
Eastern CO Services for Developmentally Disabled	14,210	14,210	14,210	-	12,615
Community Auxiliary Services:					
W-Y Communications tower	3,000	3,000	1,965	1,035	1,559
Irrigation research	4,000	4,000	4,000	-	4,000
Golden Plains Extension	188,066	188,066	172,583	15,483	176,056
Northeast Colorado Bookmobile	25,003	25,003	25,003	-	25,003
Veterans' Officer	8,250	8,250	7,891	359	8,264
County fair	236,215	244,865	209,664	35,201	187,282
County express	53,153	53,153	53,153	-	47,489
County economic development	131,000	131,000	130,801	199	155,513
Northeastern Colorado Association of Local Govts.	14,278	14,278	14,278	-	17,373
Water expenditures	70,139	70,139	50,215	19,924	50,000
Total Expenditures	<u>5,234,709</u>	<u>5,252,209</u>	<u>4,714,636</u>	<u>537,573</u>	<u>4,686,828</u>
Excess (Deficiency) of Revenues Over Expenditures	586,010	568,510	1,420,609	852,099	1,147,167
Other Financing (Uses):					
Transfers in	100,000	100,000	-	(100,000)	300,000
Transfers (out)	(638,526)	(638,526)	(636,526)	2,000	(580,577)
Sale of assets	-	-	2,061	2,061	2,551
Total Other Financing (Uses)	<u>(538,526)</u>	<u>(538,526)</u>	<u>(634,465)</u>	<u>(95,939)</u>	<u>(278,026)</u>
Net Change in Fund Balance	<u>47,484</u>	<u>29,984</u>	<u>786,144</u>	<u>756,160</u>	<u>869,141</u>
Fund Balances - Beginning of Year			9,494,060		8,624,919
Fund Balances - End of Year			<u>10,280,204</u>		<u>9,494,060</u>

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

Yuma County, Colorado
Road and Bridge Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for 2011)

	2012			2011
	Original and Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues:				
Taxes:				
General property taxes	734,649	732,452	(2,197)	693,216
Specific ownership taxes	499,000	613,667	114,667	586,661
Interest and delinquent taxes	500	1,294	794	1,948
Total Local Sources	<u>1,234,149</u>	<u>1,347,413</u>	<u>113,264</u>	<u>1,281,825</u>
Intergovernmental revenues:				
Federal sources	105,050	78,593	(26,457)	109,341
State sources	2,932,838	2,958,963	26,125	3,001,207
Total Intergovernmental revenues	<u>3,037,888</u>	<u>3,037,556</u>	<u>(332)</u>	<u>3,110,548</u>
Permits and licenses	2,500	500	(2,000)	2,000
Charges for services	<u>11,550</u>	<u>73,061</u>	<u>61,511</u>	<u>38,598</u>
Total Revenues	<u>4,286,087</u>	<u>4,458,530</u>	<u>172,443</u>	<u>4,432,971</u>
Expenditures:				
Public Works:				
Maintenance of condition	80,000	66,365	13,635	48,119
Administration and general	2,582,050	2,266,671	315,379	2,253,069
Construction and capital outlay	1,500,000	1,421,848	78,152	1,393,553
Reclamation	48,000	14,703	33,297	20,334
Grants	2,500	-	2,500	-
Total Expenditures	<u>4,212,550</u>	<u>3,769,587</u>	<u>442,963</u>	<u>3,715,075</u>
Excess (Deficiency) of Revenues Over Expenditures	73,537	688,943	615,406	717,896
Other Financing Sources (Uses):				
Sale of assets	-	10,000	10,000	3,908
Insurance recoveries	-	39,162	39,162	28,983
Total Other Financing Sources (Uses)	<u>-</u>	<u>49,162</u>	<u>49,162</u>	<u>32,891</u>
Net Change in Fund Balance	<u>73,537</u>	738,105	<u>664,568</u>	750,787
Fund Balances - Beginning of Year		<u>4,253,217</u>		<u>3,502,430</u>
Fund Balances - End of Year		<u>4,991,322</u>		<u>4,253,217</u>

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

Yuma County, Colorado
Human Services Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for 2011)

	<u>2012</u>			<u>2011</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Local sources:				
General property taxes	290,877	290,557	(320)	275,002
Total local sources	<u>290,877</u>	<u>290,557</u>	<u>(320)</u>	<u>275,002</u>
Program revenues:				
Federal and State	3,684,742	3,343,544	(341,198)	3,401,817
Total Revenues	<u>3,975,619</u>	<u>3,634,101</u>	<u>(341,518)</u>	<u>3,676,819</u>
Expenditures:				
Colorado works	278,366	235,575	42,791	250,403
Child care	181,687	102,921	78,766	146,138
Child care grants	-	29,467	(29,467)	26,830
Administration & medical exams	284,387	248,798	35,589	284,884
Child welfare	870,339	790,021	80,318	723,419
Independent living	6,037	7,780	(1,743)	4,518
Core services	241,384	134,225	107,159	159,125
Child support	58,874	60,874	(2,000)	56,920
Employment first	10,845	13,807	(2,962)	8,600
LEAP - Low Energy Assistance Program	289,875	143,356	146,519	237,668
AND - Aid for Needy Disabled	42,424	76,483	(34,059)	43,962
Aid for Blind	1,800	(1,066)	2,866	2,238
OAP - Old Age Pension	247,140	258,065	(10,925)	263,115
HCA (Home Care Allowance)	27,864	18,298	9,566	26,397
Food stamps	1,428,590	1,501,778	(73,188)	1,438,007
Title XX	1,800	-	1,800	-
Non-Alloc Programs	35,000	17,064	17,936	17,887
Other programs	2,588	52,290	(49,702)	(779)
IV-E and parental fees	-	-	-	1,367
IV-D retained collections	-	(22,027)	22,027	(15,147)
TANF collections	-	761	(761)	(1,286)
Total Expenditures	<u>4,009,000</u>	<u>3,668,470</u>	<u>340,530</u>	<u>3,674,266</u>
Net Change in Fund Balance	<u>(33,381)</u>	(34,369)	<u>(988)</u>	2,553
Fund Balances - Beginning of Year		<u>611,381</u>		<u>608,828</u>
Fund Balances - End of Year		<u>577,012</u>		<u>611,381</u>

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

Yuma County, Colorado
Special Revenue Funds
Grant Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for 2011)

	<u>2012</u>			Final Budget Variance Positive (Negative)	<u>2011</u>
	<u>Original Budget</u>	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Intergovernmental grants	2,048,191	2,048,191	1,238,050	(810,141)	1,072,736
Miscellaneous	25,099	25,099	1,071	(24,028)	2,375
Total Revenues	<u>2,073,290</u>	<u>2,073,290</u>	<u>1,239,121</u>	<u>(834,169)</u>	<u>1,075,111</u>
Expenditures:					
General government	241,208	241,208	12,619	228,589	34,311
Judicial	67,297	82,797	82,600	197	58,250
Public safety	1,706,495	1,742,505	1,104,302	638,203	482,550
Community auxiliary services	85,000	85,000	39,600	45,400	500,000
Total Expenditures	<u>2,100,000</u>	<u>2,151,510</u>	<u>1,239,121</u>	<u>912,389</u>	<u>1,075,111</u>
Excess (Deficiency) of Revenues Over Expenditures	(26,710)	(78,220)	-	78,220	-
Other Financing Sources:					
Transfers in	26,710	26,710	-	(26,710)	-
Transfers (out)	-	-	-	-	(200,000)
Total Other Financing Sources	<u>26,710</u>	<u>26,710</u>	<u>-</u>	<u>(26,710)</u>	<u>(200,000)</u>
Net Change in Fund Balance	<u>-</u>	<u>(51,510)</u>	<u>-</u>	<u>51,510</u>	<u>(200,000)</u>
Fund Balances - Beginning of Year			<u>26,710</u>		<u>226,710</u>
Fund Balances - End of Year			<u>26,710</u>		<u>26,710</u>

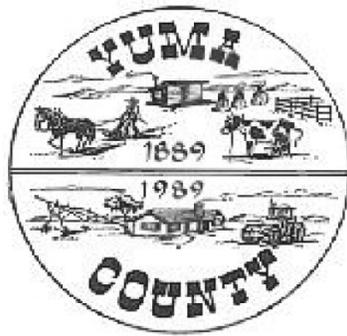
The accompanying notes are an integral part of these financial statements.

Yuma County, Colorado
Special Revenue Funds
Water Authority Public Improvement District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for 2011)

	2012			Variance Positive (Negative)	2011
	Original Budget	Original and Final Budget	Actual		Actual
Revenues:					
Taxes:					
General property taxes	1,163,506	1,163,506	1,158,925	(4,581)	1,097,364
Specific ownership taxes	72,000	72,000	105,148	33,148	100,252
Interest and delinquent taxes	-	-	1,782	1,782	1,975
Other		<u>500</u>	<u>182</u>	<u>(318)</u>	<u>198</u>
Total Revenues	<u>1,235,506</u>	<u>1,236,006</u>	<u>1,266,037</u>	<u>30,031</u>	<u>1,199,789</u>
Expenditures:					
Community Auxiliary Services:					
Administration and general	235,400	235,400	35,010	200,390	33,358
Debt Service:					
Principal	761,687	761,687	763,949	(2,262)	744,950
Interest	<u>422,504</u>	<u>422,504</u>	<u>420,242</u>	<u>2,262</u>	<u>440,453</u>
Total Expenditures	<u>1,419,591</u>	<u>1,419,591</u>	<u>1,219,201</u>	<u>200,390</u>	<u>1,218,761</u>
Net Change in Fund Balance	<u>(184,085)</u>	<u>(183,585)</u>	46,836	<u>230,421</u>	(18,972)
Fund Balances (deficit) - Beginning of Year			<u>459,682</u>		<u>478,654</u>
Fund Balances - End of Year			<u>506,518</u>		<u>459,682</u>

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

SUPPLEMENTARY INFORMATION



Yuma County, Colorado
Combining Balance Sheet
Non-Major Governmental Funds
December 31, 2012

	Special Revenue										
	Landfill Fund	Landfill Closure Fund	Recreation Fund	Conservation Trust Fund	Capital Acquisitions Fund	Useful Public Service	Sheriff's Victim Assistance and Grant Fund	TASK Force Fund	Separation of Employment Fund	Self Insurance Fund	Total Non-major Governmental Funds
Assets:											
Cash and investments	210,751	83,645	938,223	77,963	1,100,426	18,282	41,169	183,835	69,901	1,019,180	3,743,375
Property taxes receivable	-	-	281,149	-	-	-	-	-	-	140,574	421,723
Accounts receivable	-	-	-	-	-	352	-	-	-	-	352
Due from other governments	3,742	-	-	-	-	-	8,919	18,523	-	-	31,184
Total Assets	<u>214,493</u>	<u>83,645</u>	<u>1,219,372</u>	<u>77,963</u>	<u>1,100,426</u>	<u>18,634</u>	<u>50,088</u>	<u>202,358</u>	<u>69,901</u>	<u>1,159,754</u>	<u>4,196,634</u>
Liabilities:											
Accounts payable	22,223	-	-	-	-	90	4,484	280	-	45	27,122
Total Liabilities	<u>22,223</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>90</u>	<u>4,484</u>	<u>280</u>	<u>-</u>	<u>45</u>	<u>27,122</u>
Deferred Inflows of Resources:											
Unavailable revenue - property taxes	-	-	281,149	-	-	-	-	-	-	140,574	421,723
Total Deferred Inflow of Resources	<u>-</u>	<u>-</u>	<u>281,149</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>140,574</u>	<u>421,723</u>
Fund Balances:											
Restricted:	-	83,645	-	77,963	-	18,544	45,604	202,078	-	-	427,834
Committed	-	-	-	-	-	-	-	-	69,901	1,019,135	1,089,036
Assigned	192,270	-	938,223	-	1,100,426	-	-	-	-	-	2,230,919
Total Fund Balances	<u>192,270</u>	<u>83,645</u>	<u>938,223</u>	<u>77,963</u>	<u>1,100,426</u>	<u>18,544</u>	<u>45,604</u>	<u>202,078</u>	<u>69,901</u>	<u>1,019,135</u>	<u>3,747,789</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>214,493</u>	<u>83,645</u>	<u>1,219,372</u>	<u>77,963</u>	<u>1,100,426</u>	<u>18,634</u>	<u>50,088</u>	<u>202,358</u>	<u>69,901</u>	<u>1,159,754</u>	<u>4,196,634</u>

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

Yuma County, Colorado
Combining Statement of Revenues Expenditures and Changes in Fund Balance
Non-Major Governmental Funds
For the Year Ended December 31, 2012

	Special Revenue										
	Landfill Fund	Landfill Closure Fund	Recreation Fund	Conservation Trust Fund	Capital Acquisitions Fund	Useful Public Service Fund	Sheriff's Victim Assistance and Grant Fund	TASK Force Fund	Separation of Employment Fund	Self Insurance Fund	Total Non-major Governmental Funds
Revenues:											
Taxes	-	-	290,133	-	-	-	-	-	-	145,069	435,202
Intergovernmental	-	-	142	39,237	-	-	53,651	97,220	-	70	190,320
Charges for services	256,119	-	-	-	-	4,620	11,783	-	-	-	272,522
Investment income	-	197	-	142	-	-	-	524	-	-	863
Other sources	-	-	361	-	-	1,159	-	-	-	22,633	24,153
Total Revenues	<u>256,119</u>	<u>197</u>	<u>290,636</u>	<u>39,379</u>	<u>-</u>	<u>5,779</u>	<u>65,434</u>	<u>97,744</u>	<u>-</u>	<u>167,772</u>	<u>923,060</u>
Expenditures:											
General government	-	-	-	-	7,265	-	-	-	42,511	167,192	216,968
Public safety	-	-	-	-	-	5,907	71,111	115,603	-	-	192,621
Culture and recreation	-	-	180,832	8,452	-	-	-	-	-	-	189,284
Public works	-	-	-	-	293,800	-	-	-	-	-	293,800
Landfill	318,769	-	-	-	-	-	-	-	-	-	318,769
Total Expenditures	<u>318,769</u>	<u>-</u>	<u>180,832</u>	<u>8,452</u>	<u>301,065</u>	<u>5,907</u>	<u>71,111</u>	<u>115,603</u>	<u>42,511</u>	<u>167,192</u>	<u>1,211,442</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(62,650)</u>	<u>197</u>	<u>109,804</u>	<u>30,927</u>	<u>(301,065)</u>	<u>(128)</u>	<u>(5,677)</u>	<u>(17,859)</u>	<u>(42,511)</u>	<u>580</u>	<u>(288,382)</u>
Other Financing Sources (Uses):											
Transfers in	92,235	5,000	-	-	496,490	-	13,801	-	40,000	-	647,526
Transfers (out)	(11,000)	-	-	-	-	-	-	-	-	-	(11,000)
Total Other Financing Sources (Uses)	<u>81,235</u>	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>496,490</u>	<u>-</u>	<u>13,801</u>	<u>-</u>	<u>40,000</u>	<u>-</u>	<u>636,526</u>
Net Change in Fund Balance	<u>18,585</u>	<u>5,197</u>	<u>109,804</u>	<u>30,927</u>	<u>195,425</u>	<u>(128)</u>	<u>8,124</u>	<u>(17,859)</u>	<u>(2,511)</u>	<u>580</u>	<u>348,144</u>
Fund Balances - Beginning of Year	<u>173,685</u>	<u>78,448</u>	<u>828,419</u>	<u>47,036</u>	<u>905,001</u>	<u>18,672</u>	<u>37,480</u>	<u>219,937</u>	<u>72,412</u>	<u>1,018,555</u>	<u>3,399,645</u>
Fund Balances - End of Year	<u>192,270</u>	<u>83,645</u>	<u>938,223</u>	<u>77,963</u>	<u>1,100,426</u>	<u>18,544</u>	<u>45,604</u>	<u>202,078</u>	<u>69,901</u>	<u>1,019,135</u>	<u>3,747,789</u>

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

**Yuma County, Colorado
Special Revenue Funds
Landfill Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for 2011)**

	<u>2012</u>			<u>2011</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Local governmental contributions	108,275	113,859	5,584	113,629
Charges for services	77,500	141,827	64,327	135,461
Other	-	433	433	3,919
Total Revenues	<u>185,775</u>	<u>256,119</u>	<u>70,344</u>	<u>253,009</u>
Expenditures:				
Operations	328,060	291,824	36,236	319,110
Capital outlay	35,000	26,945	8,055	74,934
Total Expenditures	<u>363,060</u>	<u>318,769</u>	<u>44,291</u>	<u>394,044</u>
Excess (Deficiency) of Revenues Over Expenditures	(177,285)	(62,650)	114,635	(141,035)
Other Financing Sources (Uses):				
Transfers in	92,235	92,235	-	92,235
Transfers (out)	(11,000)	(11,000)	-	(11,000)
Sale of assets	-	-	-	3,751
Total Other Financing Sources	<u>81,235</u>	<u>81,235</u>	<u>-</u>	<u>84,986</u>
Net Change in Fund Balance	<u>(96,050)</u>	18,585	<u>114,635</u>	(56,049)
Fund Balances - Beginning of Year		<u>173,685</u>		<u>229,734</u>
Fund Balances - End of Year		<u>192,270</u>		<u>173,685</u>

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

Yuma County, Colorado
Special Revenue Funds
Landfill Closure Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for 2011)

	<u>2012</u>			<u>2011</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Interest	-	197	197	698
Total Revenues	<u>-</u>	<u>197</u>	<u>197</u>	<u>698</u>
Expenditures:				
Closure costs	70,000	-	70,000	-
Total Expenditures	<u>70,000</u>	<u>-</u>	<u>70,000</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	(70,000)	197	70,197	698
Other Financing Sources:				
Transfers in	5,000	5,000	-	5,000
Total Other Financing Sources	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Net Change in Fund Balance	<u>(65,000)</u>	5,197	<u>70,197</u>	5,698
Fund Balances - Beginning of Year		<u>78,448</u>		<u>72,750</u>
Fund Balances - End of Year		<u>83,645</u>		<u>78,448</u>

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

Yuma County, Colorado
Special Revenue Funds
Recreation Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for 2011)

	<u>2012</u>			<u>2011</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Local Sources:				
General property taxes	290,490	289,622	(868)	274,106
Delinquent taxes and interest	600	511	(89)	770
Intergovernmental	90	142	52	125
Other	500	361	(139)	382
Total Revenues	<u>291,680</u>	<u>290,636</u>	<u>(1,044)</u>	<u>275,383</u>
Expenditures:				
Culture and recreation	<u>350,000</u>	<u>180,832</u>	<u>169,168</u>	<u>93,012</u>
Total Expenditures	<u>350,000</u>	<u>180,832</u>	<u>169,168</u>	<u>93,012</u>
Net Change in Fund Balance	<u>(58,320)</u>	109,804	<u>168,124</u>	182,371
Fund Balances - Beginning of Year		<u>828,419</u>		<u>646,048</u>
Fund Balances - End of Year		<u>938,223</u>		<u>828,419</u>

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

Yuma County, Colorado
Special Revenue Funds
Conservation Trust Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for 2011)

	<u>2012</u>			<u>2011</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Conservation Trust lottery revenue	30,000	39,237	9,237	36,226
Interest	200	142	(58)	329
Total Revenues	<u>30,200</u>	<u>39,379</u>	<u>9,179</u>	<u>36,555</u>
Expenditures:				
Parks and recreation	60,000	8,452	51,548	10,935
Total Expenditures	<u>60,000</u>	<u>8,452</u>	<u>51,548</u>	<u>10,935</u>
Net Change in Fund Balance	<u>(29,800)</u>	30,927	<u>60,727</u>	25,620
Fund Balances - Beginning of Year		<u>47,036</u>		<u>21,416</u>
Fund Balances - End of Year		<u>77,963</u>		<u>47,036</u>

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

Yuma County, Colorado
Special Revenue Funds
Capital Acquisitions Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for 2011)

	<u>2012</u>		<u>2011</u>	
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Intergovernmental grants	-	-	-	132,329
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>132,329</u>
Expenditures:				
General government	349,688	7,265	342,423	227,918
Public works	900,312	293,800	606,512	269,479
Total Expenditures	<u>1,250,000</u>	<u>301,065</u>	<u>948,935</u>	<u>497,397</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,250,000)	(301,065)	948,935	(365,068)
Other Financing Sources:				
Transfers in	496,490	496,490	-	480,541
Insurance recoveries	-	-	-	9,997
Total Other Financing Sources	<u>496,490</u>	<u>496,490</u>	<u>-</u>	<u>490,538</u>
Net Change in Fund Balance	<u>(753,510)</u>	195,425	<u>948,935</u>	125,470
Fund Balances - Beginning of Year		<u>905,001</u>		<u>779,531</u>
Fund Balances - End of Year		<u>1,100,426</u>		<u>905,001</u>

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

Yuma County, Colorado
Special Revenue Funds
Useful Public Service Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for 2011)

	<u>2012</u>		<u>Variance Positive (Negative)</u>	<u>2011</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Charges for services	6,000	4,620	(1,380)	8,059
Other	1,700	1,159	(541)	765
Total Revenues	<u>7,700</u>	<u>5,779</u>	<u>(1,921)</u>	<u>8,824</u>
Expenditures:				
Programs	7,700	5,907	1,793	5,618
Total Expenditures	<u>7,700</u>	<u>5,907</u>	<u>1,793</u>	<u>5,618</u>
Net Change in Fund Balance	<u>-</u>	<u>(128)</u>	<u>(128)</u>	3,206
Fund Balances - Beginning of Year		<u>18,672</u>		<u>15,466</u>
Fund Balances - End of Year		<u>18,544</u>		<u>18,672</u>

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

Yuma County, Colorado
Special Revenue Funds
Sheriff's Victim Assistance and Grant Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for 2011)

	<u>2012</u>			Final Budget Variance Positive (Negative)	<u>2011</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Federal grants	26,751	26,751	26,751	-	29,596
State grants	19,856	19,856	19,856	-	22,062
Other sources	6,000	6,000	7,044	1,044	6,101
Charges for services	6,000	6,000	11,783	5,783	8,196
Total Revenues	<u>58,607</u>	<u>58,607</u>	<u>65,434</u>	<u>6,827</u>	<u>65,955</u>
Expenditures:					
Public safety	74,520	75,720	71,111	4,609	87,896
Total Expenditures	<u>74,520</u>	<u>75,720</u>	<u>71,111</u>	<u>4,609</u>	<u>87,896</u>
Excess (Deficiency) of Revenues Over Expenditures	(15,913)	(17,113)	(5,677)	11,436	(21,941)
Other Financing Sources:					
Transfers in	13,801	13,801	13,801	-	13,801
Total Other Financing Sources	<u>13,801</u>	<u>13,801</u>	<u>13,801</u>	<u>-</u>	<u>13,801</u>
Net Change in Fund Balance	<u>(2,112)</u>	<u>(3,312)</u>	8,124	<u>11,436</u>	(8,140)
Fund Balances - Beginning of Year			<u>37,480</u>		<u>45,620</u>
Fund Balances - End of Year			<u>45,604</u>		<u>37,480</u>

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

Yuma County, Colorado
Special Revenue Funds
TASK Force Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for 2011)

	<u>2012</u>		<u>Variance Positive (Negative)</u>	<u>2011</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Intergovernmental:				
Federal grants	88,000	71,219	(16,781)	80,531
Local match	91,350	23,250	(68,100)	27,750
Other	200	2,751	2,551	1,810
Investment income	450	524	74	1,983
Total Revenues	<u>180,000</u>	<u>97,744</u>	<u>(82,256)</u>	<u>112,074</u>
Expenditures:				
Public safety	<u>180,000</u>	<u>115,603</u>	<u>64,397</u>	<u>90,789</u>
Total Expenditures	<u>180,000</u>	<u>115,603</u>	<u>64,397</u>	<u>90,789</u>
Net Change in Fund Balance	<u>-</u>	<u>(17,859)</u>	<u>(17,859)</u>	21,285
Fund Balances - Beginning of Year		<u>219,937</u>		<u>198,652</u>
Fund Balances - End of Year		<u>202,078</u>		<u>219,937</u>

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

Yuma County, Colorado
Special Revenue Funds
Separation of Employment Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for 2011)

	<u>2012</u>		<u>Variance Positive (Negative)</u>	<u>2011</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Expenditures:				
Personal leave	115,000	42,511	72,489	26,636
Total Expenditures	<u>115,000</u>	<u>42,511</u>	<u>72,489</u>	<u>26,636</u>
Excess (Deficiency) of Revenues Over Expenditures	(115,000)	(42,511)	72,489	(26,636)
Other Financing Sources:				
Transfers in	-	40,000	40,000	-
Total Other Financing Sources	<u>-</u>	<u>40,000</u>	<u>40,000</u>	<u>-</u>
Net Change in Fund Balance	<u>(115,000)</u>	(2,511)	<u>112,489</u>	(26,636)
Fund Balances - Beginning of Year		<u>72,412</u>		<u>99,048</u>
Fund Balances - End of Year		<u>69,901</u>		<u>72,412</u>

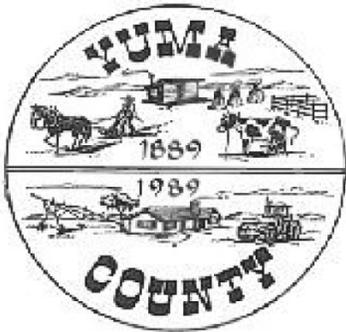
The accompanying notes are an integral part of these financial statements.

Yuma County, Colorado
Special Revenue Funds
Self-Insurance Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for 2011)

	<u>Original and Final Budget</u>	<u>2012 Actual</u>	<u>Variance Positive (Negative)</u>	<u>2011 Actual</u>
Revenues:				
Taxes:				
General property taxes	145,245	144,813	(432)	137,053
Delinquent taxes and interest	205	256	51	385
Total Taxes	<u>145,450</u>	<u>145,069</u>	<u>(381)</u>	<u>137,438</u>
Other:				
Intergovernmental	40	70	30	63
Miscellaneous	10,000	22,633	12,633	32,134
Total Other	<u>10,040</u>	<u>22,703</u>	<u>12,663</u>	<u>32,197</u>
Total Revenues	<u>155,490</u>	<u>167,772</u>	<u>12,282</u>	<u>169,635</u>
Expenditures:				
General government:				
Insurance premiums and claims	204,000	167,192	36,808	179,213
Total Expenditures	<u>204,000</u>	<u>167,192</u>	<u>36,808</u>	<u>179,213</u>
Net Change in Fund Balance	<u>(48,510)</u>	580	<u>49,090</u>	(9,578)
Fund Balances - Beginning of Year		<u>1,018,555</u>		<u>1,028,133</u>
Fund Balances - End of Year		<u>1,019,135</u>		<u>1,018,555</u>

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

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



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

LOCAL HIGHWAY FINANCE REPORT	City or County: Yuma County
	YEAR ENDING : December 2012
This Information From The Records Of the County of Yuma	Prepared By: Linda Briggs / Yuma County Administrator Phone: 970-332-5796

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	1,534,750
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	2,222,221
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	
2. General fund appropriations		b. Snow and ice removal	
3. Other local imposts (from page 2)	1,350,504	c. Other Transfer to Cities	44,450
4. Miscellaneous local receipts (from page 2)	122,928	d. Total (a. through c.)	44,450
5. Transfers from toll facilities		4. General administration & miscellaneous	
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	3,801,421
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	1,473,432	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	3,003,467	2. Notes:	
D. Receipts from Federal Government (from page 2)	78,593	a. Interest	
E. Total receipts (A.7 + B + C + D)	4,555,492	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	3,801,421

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

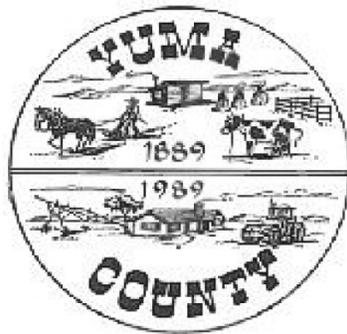
	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	4,205,416	4,555,492	3,801,421	4,959,486	(0)

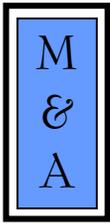
Notes and Comments:

Funds to the City of Wray 19,297
Funds to the City of Yuma 25,153
TOTAL 44,450

LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado	
		YEAR ENDING (mm/yy): December 2012	
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	732,452	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	10,000
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	618,052	g. Other Misc. Receipts	72,158
6. Total (1. through 5.)	618,052	h. Other Permits	40,771
c. Total (a. + b.)	1,350,504	i. Total (a. through h.)	122,928
	(Carry forward to page 1)		(Carry forward to page 1)
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL			
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	2,758,920	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	44,504	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)-Severance Tax	200,043	f. Other Federal	78,593
f. Total (a. through e.)	244,547	g. Total (a. through f.)	78,593
4. Total (1. + 2. + 3.f)	3,003,467	3. Total (1. + 2.g)	
			(Carry forward to page 1)
		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			0
(4). System Enhancement & Operation		1,534,750	1,534,750
(5). Total Construction (1) + (2) + (3) + (4)		0	1,534,750
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)		0	1,534,750
			(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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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENTAL AUDITING STANDARDS

Independent Auditor's Report

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

We have audited, in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Yuma County, Colorado (the "County") as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated August 30, 2013.

Internal Control Over Financial Reporting

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

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

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

Member: American Institute of Certified Public Accountants

PAUL J. BACKES, CPA, CGMA
MICHAEL N. JENKINS, CA, CPA, CGMA
DANIEL R. CUDAHY, CPA, CGMA

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

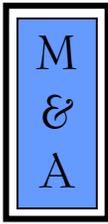
Compliance and Other Matters

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

Purpose of this Report

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

**McMahan and Associates, L.L.C.
August 30, 2013**



MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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

Independent Auditor's Report

To the Board of County Commissioners
Yuma County, Colorado
County, Colorado

Report on Compliance for Each Major Program

We have audited the Yuma County, Colorado's (the "County") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2012. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2012.

Member: American Institute of Certified Public Accountants

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Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit, we considered the County's internal control over compliance with types of requirements that could have a direct and material effect on each major federal program to determine our auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

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

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

McMahan and Associates, L.L.C.
August 30, 2013

Yuma County, Colorado, Colorado
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2012

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
Significant deficiency identified	None reported
Noncompliance material to financial statements noted	None noted

Federal Awards

Internal control over major programs:	
Material weakness identified	None noted
Significant deficiency identified	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	None noted
Major program – Capitalization Grants for TANF CO Works	CFDA #93.558
TANF ARRA	CFDA #93.714
Homeland Security Grant Program	CFDA #97.067
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

Yuma County, Colorado
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2012
(Continued)

Note: There were no findings for the fiscal year ended December 31, 2011.

Yuma County, Colorado
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2012

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Major Program (Yes/No)</u>	<u>2012 Expenditures</u>
Department of Human Services:			
Passed through Colorado Department of Health and Human Services:			
Promoting Safe and Stable Families	93.556	No	25,302
TANF CO Works	93.558	Yes	235,227
TANF - ARRA	93.714	Yes	3,928
Title IV-D - Admin	93.563	No	62,923
Low income energy assistance program	93.568	No	143,356
CCDF - Discretionary	93.575	No	1,545
CCDF	93.596	No	88,753
Child care - Title IVB	93.645	No	11,204
Foster Care - Title IV-E	93.658	No	106,541
Adoption	93.659	No	23,208
Block Grant - Title XX	93.667	No	77,231
Independent Living - Title IV-E	93.674	No	7,780
Medical Assistance Program - Title XIX	93.778	No	60,068
Adjustment to federal assistance	93.000	No	3,867
Total Department of Human Services			<u>850,933</u>
Department of Agriculture:			
Passed through Colorado Department of Human Services:			
TEFAP	10.569		11
Food Stamps - Administration	10.561	No	90,966
Total Department of Agriculture			<u>90,977</u>
National Aeronautics and Space Administration:			
Summer of Innovation Mini-grant	43.008	No	2,472
Department of Homeland Security:			
Homeland Security Grant Program	97.067	Yes	1,076,176
Emergency Management Performance Grants (EMPG)	97.042	No	40,007
Total Department of Homeland Security			<u>1,116,183</u>
Department of Housing and Urban Development:			
Community Development Block Grant	14.228	No	39,600
Department of Justice:			
Community Oriented Police Services	16.710	No	64,245
State Criminal Alien Assistance Program (SCAAP)	16.606	No	4,476
Passed through the Colorado Division of Criminal Justice:			
Victims of Crime Act	16.575	No	23,776
Law Enforcement Block Grant	16.592	No	-
Bullet Proof Vest PTR Program	16.607	No	2,975
Total Department of Justice			<u>95,472</u>
Total Expenditures			<u>2,195,637</u>

Notes to the Schedule of Expenditures of Federal Awards For the Year Ended December 31, 2012

Note 1. Basis of Presentation:

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

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

Food Issuances: Fair market value of food issuances at the time recipient receives award and the assessed value provided by the federal agency. Food Distribution: Fair market value of food distributions at the time recipient receives award and the assessed value provided by the federal agency.

Note 3. Subrecipients:

The County passes-through certain Federal assistance received from the Department of Housing and Urban Development to a not-for-profit agency (The Northeast Revolving Loan Fund) (sub recipient). As described in Note 1, the County records expenditures of Federal awards to sub recipients when paid in cash. The sub recipient agencies have certain compliance responsibilities related to administering these Federal Programs. Under Federal Circular A-133, the County is responsible for monitoring sub recipients to help assure that Federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements, and that performance goals are achieved

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