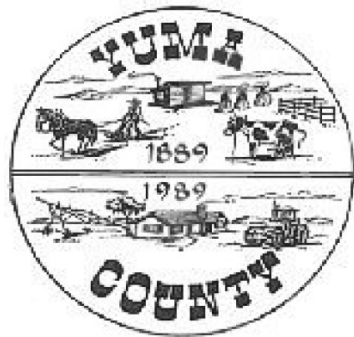


Yuma County, Colorado

Financial Report

December 31, 2015



**Yuma County, Colorado
Financial Report
December 31, 2015**

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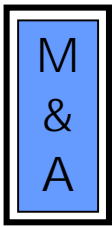
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INDEPENDENT AUDITOR'S REPORT

**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, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Member: [American Institute of Certified Public Accountants](#)

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Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Yuma County, Colorado, as of December 31, 2015, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

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

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements taken as a whole. The 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 auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

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

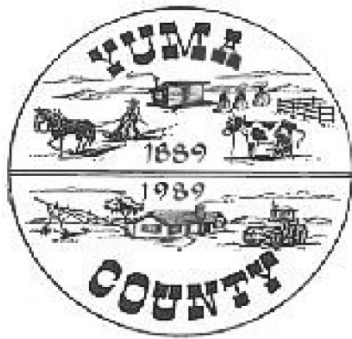
Additionally, the Schedule of Expenditures of Federal Awards included in the Single Audit section are presented for the purpose of additional analysis, as required by the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"), 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 auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated **September 28, 2016**, 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.
September 28, 2016**

MANAGEMENT'S DISCUSSION AND ANALYSIS



Yuma County, Colorado

Management's Discussion and Analysis

December 31, 2015

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, 2015.

Financial Highlights

- The assets of Yuma County exceeded its liabilities at the close of the most recent fiscal year by \$39,221,517 (net position). Of this amount, \$17,035,229 (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 \$1,291,429. A large portion of this is due to an increase in total revenue and a decrease in total expenses.
- As of the close of the current fiscal year, the County governmental funds reported combined ending fund balances of \$21,859,657, an increase of \$287,868.

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 2015, the fund balance was \$10,984,992; at the end of 2015, the fund balance was \$11,078,221. The following is a listing of the General Fund departments listed by function.

Administrative Operations:

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

Judicial:

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

Public Safety:

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

Health

Health service agencies are:

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

Community Auxiliary Services:

- Ø Yuma County Fair is held during the month of August each year, under direction of the County Commissioners through the Yuma County Fair Board.
- Ø The County is providing financial assistance to the Irrigation Research Foundation to support agriculture research.
- Ø Economic Development provides assistance to retain current businesses and assists in attracting new business into the County.
- Ø The Veterans' Office assists veterans living in the County.
- Ø W-Y Communications is used to handle charges for communications towers and phone lines necessary for fire and ambulance communications.
- Ø 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.
- Ø 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:

- Ø 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.
- Ø 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. The Junior Livestock Sale fund holds funds for livestock sales from the County Fair auction. 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 2015 and 2014:

Yuma County's Net Position:

	Governmental Activities	
	2015	2014
Assets:		
Current and other assets	\$ 29,756,793	28,699,288
Capital assets, net	32,363,875	32,458,396
Total Assets	62,120,668	61,157,684
Liabilities:		
Other liabilities	3,592,452	3,839,490
Long-term liabilities	11,644,763	12,485,807
Total Liabilities	15,237,215	16,325,297
Deferred Inflows of Resources:		
Unavailable revenue	7,661,932	6,902,295
Total Deferred Inflows of Resources	7,661,932	6,902,295
Net Position:		
Net investment in Capital Assets	21,402,856	20,667,539
Restricted	783,436	861,044
Unrestricted	17,035,229	16,401,509
Total Net Position	\$ 39,221,521	37,930,092

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 52% of its total assets; these assets are not an available source of payment of future spending.

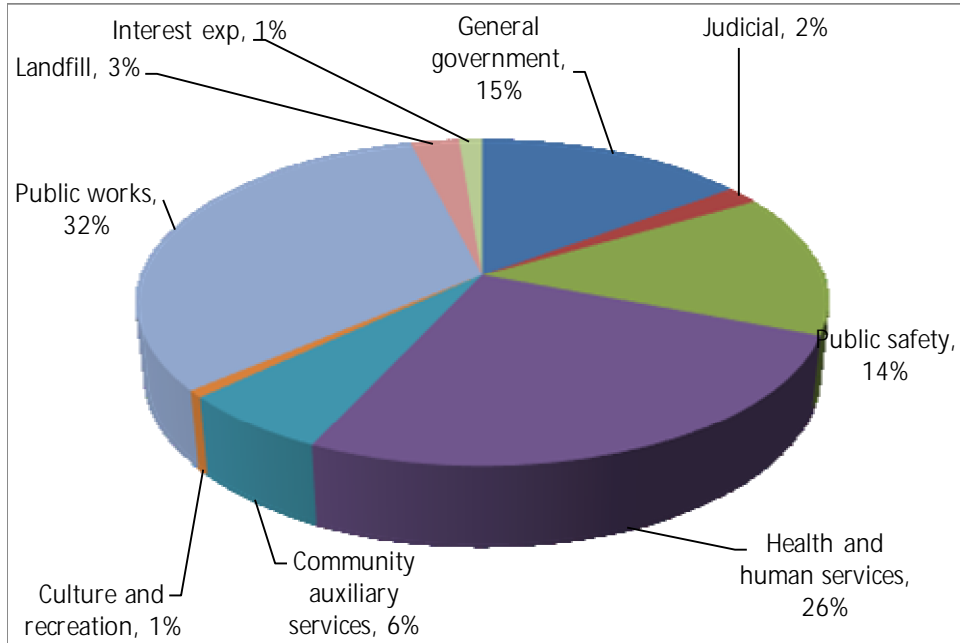
The County's net position increased \$1,291,429 during the current fiscal year. This increase is mostly attributable to conservative spending by reducing expenses over prior year.

Yuma County's Governmental Activities

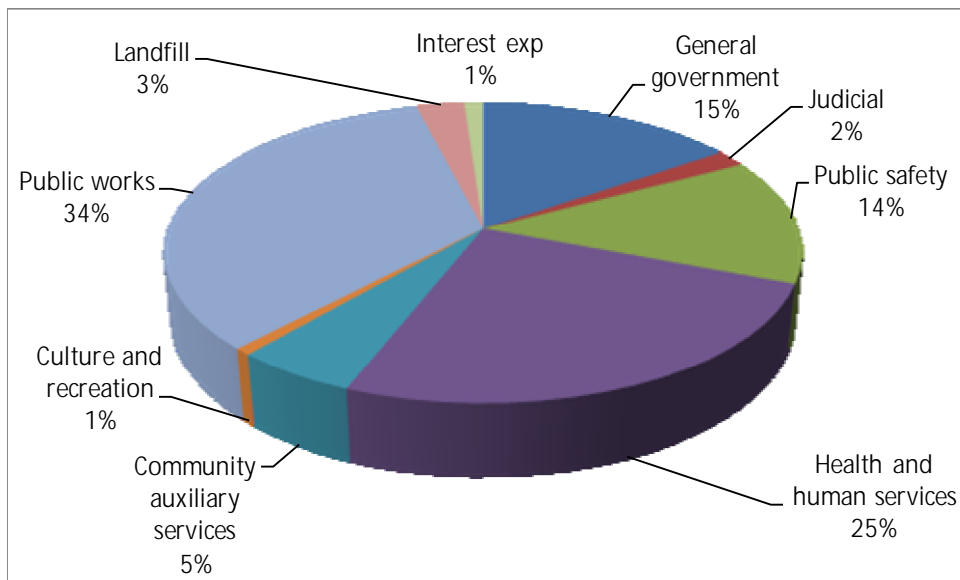
	Governmental Activities	
	<u>2015</u>	<u>2014</u>
Revenues:		
Program revenues:		
Charges for services	\$ 1,461,323	1,418,230
Grants and contributions	4,400,489	4,416,993
General revenues:		
Property taxes	6,603,250	6,180,207
Specific ownership taxes	682,219	697,481
Highway users tax	2,984,358	2,853,984
Interest & other revenue	491,086	350,852
Transfer	29,413	29,413
Total Revenues	<u>16,652,138</u>	<u>15,947,160</u>
Expenses:		
General government	2,361,264	2,168,876
Judicial	274,950	265,505
Public safety	2,100,111	2,081,719
Health and human services	3,866,087	3,812,582
Community auxiliary services	823,229	895,847
Culture and recreation	112,884	102,838
Public works	5,212,126	4,721,412
Landfill	437,192	391,337
Interest expense	172,866	186,914
Total Expenses	<u>15,360,709</u>	<u>14,627,030</u>
Change in Net Position	1,291,429	1,320,130
Net Position - Beginning of Year	37,930,092	36,609,962
Net Position - End of Year	<u>\$ 39,221,521</u>	<u>37,930,092</u>

For 2015, the County had less available property tax revenues.

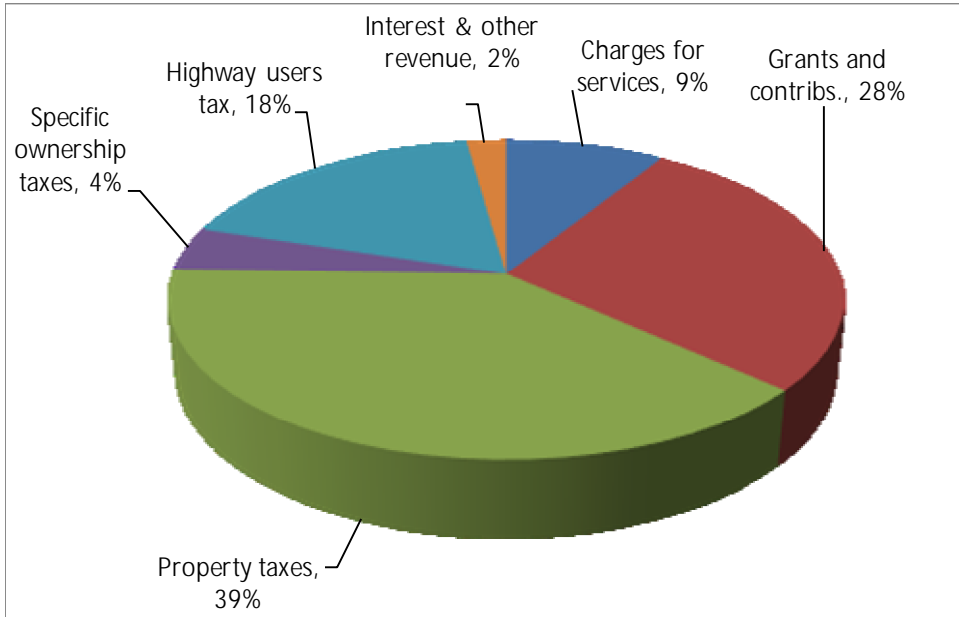
The following graph depicts the County's 2014 expenses:



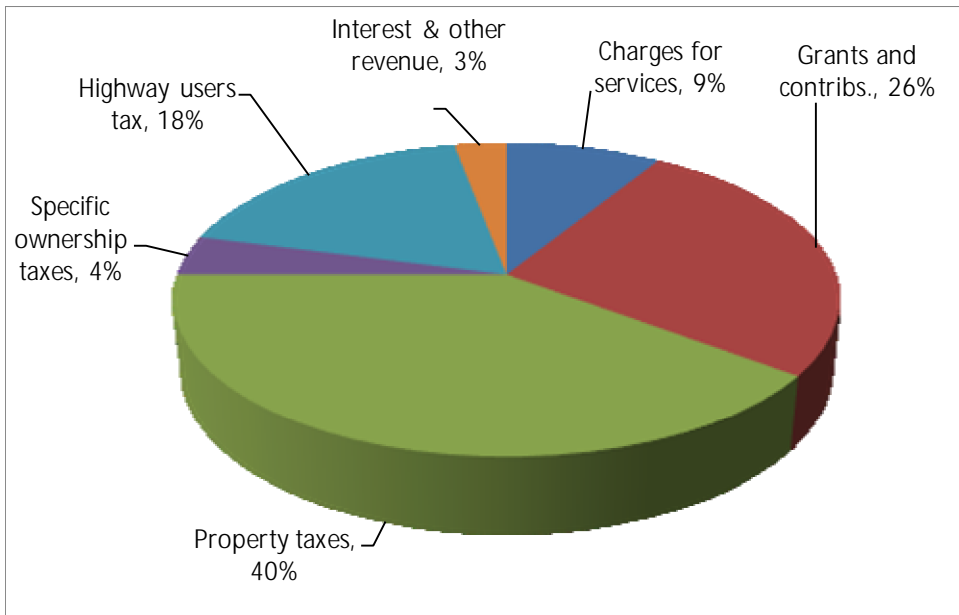
The following graph depicts the County's 2015 expenses:



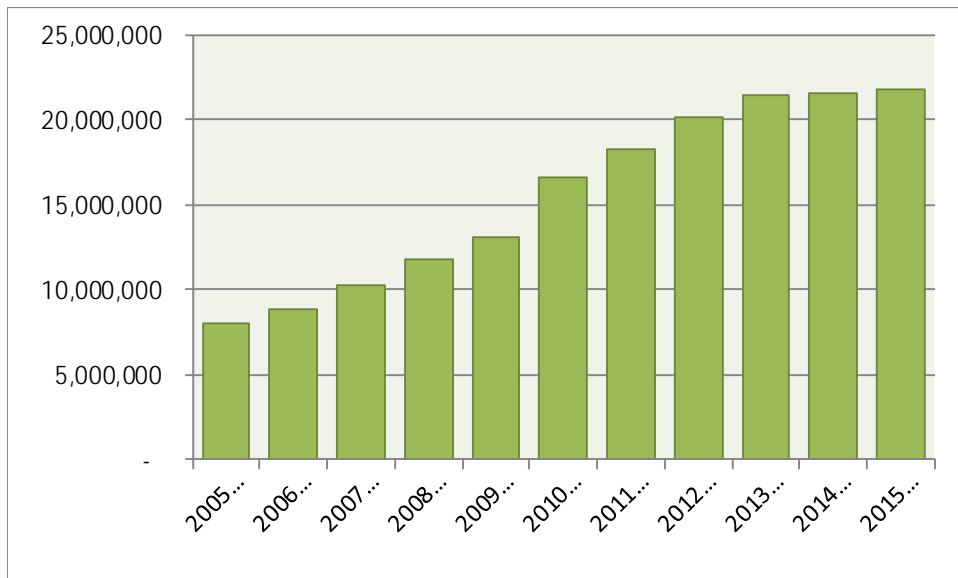
The following graph shows the County's 2014 revenue sources:



The following graph shows the County's 2015 revenue sources:



The graph below shows the County's total actual combined fund balances for fiscal years 2005 through 2015.



Next Year's Budget and Rates:

The County's General Fund balance at the end of fiscal year 2015 was \$11,078,221. 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 204% of 2015 expenditures of \$5,432,172.

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 \$123,919 to cover general operating expenditures over the original budgeted amounts. Departments receiving budgetary increases were the Commissioners, Sheriff, and 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 heavy equipment, made improvements to various buildings and County infrastructure. 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 2015, net capital assets of the County decreased by a net of \$94,521.

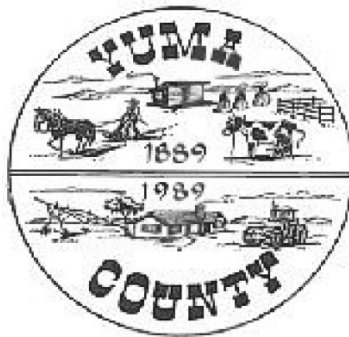
As of the end of the current fiscal year, the County's total long-term liabilities decreased by \$841,044; this decrease was mainly the result of principal payments on General Obligation debt and a note payable. A detailed description of the County's long-term liabilities is included in the Notes to the Financial Statements.

Next Year's Budget

During the current fiscal year, fund balance in the General Fund increased to \$11,078,221 and the special revenue funds increased to \$9,230,181. The County anticipates the General Fund will use approximately \$455,892 of beginning fund balance during 2016. In 2016 the County anticipates the Road and Bridge Fund will use \$669,722, the Human Services Fund will use \$26,140, the Self Insurance Fund will use \$79,841, the Recreation Fund will use \$69,472, the Conservation Trust Fund will use \$49,800, the Useful Public Service Fund will use \$2,350, the Grant Fund will use \$26,710, the Water Authority will use \$10,755, the Landfill Fund will use \$47,642, the Sheriff's trust will use \$6,658, and the Capital Acquisition Fund will use \$1,114,162, the Landfill Closure Fund will use \$85,000, the Separation of Employment Fund will use \$100,000. The County anticipates increased or no change in fund balances for the remaining 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, 2015

	Primary Government	Component Unit
	Governmental Activities	Yuma County Water Authority
Assets:		
Cash and investments	21,466,243	227,860
Receivables, net:		
Taxes	7,348,265	-
Accounts	181,583	-
Due from other governments	482,696	-
Inventory	278,006	-
Capital assets not being depreciated:		
Land	532,983	739,564
Water rights	20,139,000	-
Depreciable capital assets	34,380,027	-
Accumulated depreciation	(22,688,135)	-
Total Assets	62,120,668	967,424
Liabilities:		
Accounts payable	235,204	2,638
Accrued interest payable	107,248	-
Advanced Water Lease Revenue	3,250,000	-
Compensated absences:		
Due in more than one year	388,284	-
Notes payable:		
Due within one year	447,015	-
Due in more than one year	6,664,127	-
Bonds payable:		
Due in more than one year	415,000	-
Due in more than one year	3,434,877	-
Landfill post closure liability	295,460	-
Total Liabilities	15,237,215	2,638
Deferred Inflows of Resources:		
Unavailable revenue - property taxes	7,348,262	-
Unavailable revenue - other	313,670	-
Total Deferred Inflow of Resources	7,661,932	-
Net Position:		
Net investment in capital assets	21,402,856	739,564
Restricted for:		
Emergencies	420,000	3,000
Other purposes	363,436	-
Unrestricted	17,035,229	222,222
Total Net Position	39,221,521	964,786

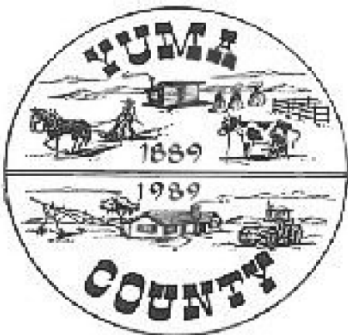
The accompanying notes are an integral part of these financial statements.

Yuma County, Colorado
Statement of Activities
For the Year Ended December 31, 2015

	Primary Government				Net (Expense) Revenue and Changes in Net Position	Component Units
	Expenses	Program Revenues			Governmental Activities	Yuma County Water Authority
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		
Functions/Programs:						
Governmental activities:						
General government	2,361,264	863,332	(3,326)	-	(1,501,258)	
Judicial	274,950	-	77,700	-	(197,250)	
Public safety	2,100,111	30,698	266,025	238,145	(1,565,243)	
Health and human services	3,866,087	-	2,977,283	-	(888,804)	
Community auxiliary services	823,229	250,000	-	-	(573,229)	
Culture and recreation	112,884	-	38,017	-	(74,867)	
Public works	5,212,126	38,359	49,703	756,944	(4,367,120)	
Landfill	437,192	278,934	-	-	(158,258)	
Interest expense	172,866	-	-	-	(172,866)	
Total Primary Government	<u>15,360,709</u>	<u>1,461,323</u>	<u>3,405,402</u>	<u>995,089</u>	<u>(9,498,895)</u>	
Component Units:						
Yuma County Water Authority	<u>87,790</u>	<u>29,413</u>	<u>80,830</u>	<u>-</u>		<u>22,453</u>
Total Component Units	<u>87,790</u>	<u>29,413</u>	<u>80,830</u>	<u>-</u>		<u>22,453</u>
General Revenues:						
Taxes:						
Property tax, levied for general purposes					5,471,367	-
Property tax, levied for debt service					1,131,883	-
Specific ownership tax					682,219	-
Highway user tax					2,984,358	-
Other taxes					303,397	-
Investment earnings					126,351	-
Gain (loss) on sale of assets					(3,324)	-
Grants and contributions not restricted by programs					64,660	-
Transfers					29,413	(29,413)
Total General Revenues					<u>10,790,324</u>	<u>(29,413)</u>
Change in Net Position					1,291,429	(6,960)
Net Position - Beginning of Year					37,930,092	971,746
Net Position - End of Year					<u>39,221,521</u>	<u>964,786</u>

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

FUND FINANCIAL STATEMENTS



Yuma County, Colorado
Balance Sheets
Governmental Funds
December 31, 2015

	<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	11,068,746	5,629,742	782,514	67,015	439,156	3,479,070	21,466,243
Taxes receivable	4,681,693	707,709	279,836	-	1,259,270	419,757	7,348,265
Accounts receivable	58,245	-	121,409	-	-	1,929	181,583
Due from other governments	-	495,469	-	35,181	11,411	8,118	550,179
Inventory	-	278,006	-	-	-	-	278,006
Total Assets	<u>15,808,684</u>	<u>7,110,926</u>	<u>1,183,759</u>	<u>102,196</u>	<u>1,709,837</u>	<u>3,908,874</u>	<u>29,824,276</u>
Liabilities:							
Accounts payable	48,776	151,236	362	700	-	33,948	235,022
Accrued compensation	-	-	182	-	-	-	182
Due to other governments	-	-	67,483	-	-	-	67,483
Total Liabilities	<u>48,776</u>	<u>151,236</u>	<u>68,027</u>	<u>700</u>	<u>-</u>	<u>33,948</u>	<u>302,687</u>
Deferred Inflows of Resources:							
Unavailable revenue - property taxes	4,681,687	707,710	279,838	-	1,259,270	419,757	7,348,262
Unavailable revenue - other	-	-	232,024	81,646	-	-	313,670
Total Deferred Inflow of Resources	<u>4,681,687</u>	<u>707,710</u>	<u>511,862</u>	<u>81,646</u>	<u>1,259,270</u>	<u>419,757</u>	<u>7,661,932</u>
Fund Balances:							
Nonspendable	-	278,006	-	-	-	-	278,006
Restricted	420,000	45,000	-	19,850	-	298,586	783,436
Committed	5,405,566	5,928,974	603,870	-	450,567	1,052,602	13,441,579
Assigned	5,252,655	-	-	-	-	2,103,981	7,356,636
Total Fund Balances	<u>11,078,221</u>	<u>6,251,980</u>	<u>603,870</u>	<u>19,850</u>	<u>450,567</u>	<u>3,455,169</u>	<u>21,859,657</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>15,808,684</u>	<u>7,110,926</u>	<u>1,183,759</u>	<u>102,196</u>	<u>1,709,837</u>	<u>3,908,874</u>	<u>29,824,276</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, 2015

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

Total Fund Balance on Governmental Funds	21,859,657
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.	55,052,010
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.	(22,688,135)
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.	(3,250,000)
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.	(388,284)
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.	(107,248)
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.	(7,111,142)
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.	(3,849,877)
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.	<u>(295,460)</u>
Net Position of Governmental Activities	<u><u>39,221,521</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, 2015

	General	Road and Bridge	Human Services	Grant	Water Authority Public Imp. District	Non-major Governmental Funds	Total Governmental Funds
Revenues:							
Taxes	4,206,248	1,318,345	251,695	-	1,264,511	377,298	7,418,097
Permits and licenses	6,417	1,000	-	-	-	-	7,417
Intergovernmental revenue	118,376	3,940,256	2,800,585	494,835	-	124,229	7,478,281
Charges for services	971,945	38,359	-	-	-	299,343	1,309,647
Investment income	125,961	-	-	-	-	390	126,351
Miscellaneous	68,051	15,720	-	(12,942)	742	21,503	93,074
Total Revenues	<u>5,496,998</u>	<u>5,313,680</u>	<u>3,052,280</u>	<u>481,893</u>	<u>1,265,253</u>	<u>822,763</u>	<u>16,432,867</u>
Expenditures:							
General government	1,934,570	-	-	18,883	-	529,664	2,483,117
Judicial	197,250	-	-	77,700	-	-	274,950
Public safety	2,122,305	-	-	392,170	-	212,044	2,726,519
Culture and recreation	-	-	-	-	-	112,884	112,884
Public works	-	4,738,527	-	-	-	496,329	5,234,856
Health and human services	141,117	-	3,050,505	-	-	-	3,191,622
Community auxiliary services	616,611	-	-	-	34,162	-	650,773
Landfill	-	-	-	-	-	355,984	355,984
Debt service:							
Principal	-	-	-	-	827,179	-	827,179
Interest	-	-	-	-	352,400	-	352,400
Total Expenditures	<u>5,011,853</u>	<u>4,738,527</u>	<u>3,050,505</u>	<u>488,753</u>	<u>1,213,741</u>	<u>1,706,905</u>	<u>16,210,284</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>485,145</u>	<u>575,153</u>	<u>1,775</u>	<u>(6,860)</u>	<u>51,512</u>	<u>(884,142)</u>	<u>222,583</u>
Other Financing Sources (Uses):							
Transfers in	29,413	-	-	-	-	435,129	464,542
Transfers (out)	(424,129)	-	-	-	-	(11,000)	(435,129)
Insurance recoveries	-	-	-	-	-	33,072	33,072
Sale of assets	2,800	-	-	-	-	-	2,800
Total Other Financing Sources (Uses)	<u>(391,916)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>457,201</u>	<u>65,285</u>
Net Change in Fund Balance	93,229	575,153	1,775	(6,860)	51,512	(426,941)	287,868
Fund Balances - Beginning of Year	10,984,992	5,676,827	602,095	26,710	399,055	3,882,110	21,571,789
Fund Balances - End of Year	<u>11,078,221</u>	<u>6,251,980</u>	<u>603,870</u>	<u>19,850</u>	<u>450,567</u>	<u>3,455,169</u>	<u>21,859,657</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, 2015

Net Change in Fund Balances of Governmental Funds 287,868

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

Governmental funds report the effect of 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		2,659
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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.

Donated assets	167,972	
Capital outlay	1,661,566	
Depreciation expense	<u>(1,776,327)</u>	53,211

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.

(147,731)

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	(25,201)	
Change in accrued interest payable	7,038	
Change in unaccreted interest	-	
Change in accrued compensated absences	<u>36,406</u>	18,243

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.

827,179

Change in Net Position of Governmental Activities

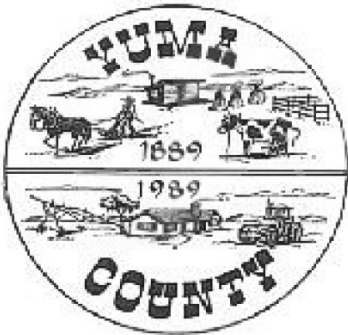
1,291,429

Yuma County, Colorado
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2015

	<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>Fair</u>	<u>Scholarship</u>	<u>Total</u>
Assets:								
Cash and investments	1,215,803	13,055	15,254	15,573	13,955	5,490	7,210	1,286,340
Accounts receivable	-	-	-	-	36,293	-	-	36,293
Total Assets	<u>1,215,803</u>	<u>13,055</u>	<u>15,254</u>	<u>15,573</u>	<u>50,248</u>	<u>5,490</u>	<u>7,210</u>	<u>1,322,633</u>
Liabilities:								
Due to other governments	903,779	-	-	-	-	-	-	903,779
Due to inmates	-	-	-	15,573	-	-	-	15,573
Due to fiduciary funds	312,024	-	-	-	-	-	-	312,024
Due to others	-	13,055	15,254	-	50,248	5,490	7,210	91,257
Total Liabilities	<u>1,215,803</u>	<u>13,055</u>	<u>15,254</u>	<u>15,573</u>	<u>50,248</u>	<u>5,490</u>	<u>7,210</u>	<u>1,322,633</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, 2015

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.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2015
(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.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2015
(Continued)

I. Summary of Significant Accounting Policies (continued)

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

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.

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. The Fair is held for the Fair Board for transaction related to the annual Yuma County Fair. 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.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2015
(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, 2015
(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.

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, 2015
(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 does not have any items reported as deferred outflows.

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, 2015
(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 2015.

1. For the 2015 budget year, prior to August 25, 2014, 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, 2014 only once by a single notification.
2. On or before October 15, 2014, 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, 2014, 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, 2015
(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 2014 were collected in 2015 and taxes certified in 2015 will be collected in 2016. 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, 2015 year-end fund balance in the General Fund for this purpose, in the amount \$420,000, which is the approximate required reserve. The Water Authority has restricted \$3,000 for this purpose at December 31, 2015.

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.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2015
(Continued)

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 deposits at each financial institution. Deposit balances over \$250,000 are collateralized as required by PDPA. The County had the following deposits and investments and related maturities:

	Standard & Poors Rating	Carrying Amounts	Less than one year	Less than five years
<i>Deposits:</i>				
Cash on hand	<i>Not Rated</i>	\$ 5,757	\$ 5,757	\$ -
Checking	<i>Not Rated</i>	1,750,615	1,750,615	-
Savings	<i>Not Rated</i>	1,256,204	1,256,204	-
Certificates of deposit	<i>Not Rated</i>	850,000	350,000	500,000
<i>Investments:</i>				
Pools	<i>AAAm</i>	5,459,364	5,459,364	-
Agencies	<i>Aaa - AA+</i>	13,658,503	478,831	13,179,672
Total		<u>\$ 22,980,443</u>	<u>\$ 9,300,771</u>	<u>\$ 13,679,672</u>

Financial statement captions:

Cash and investments:

Governmental funds	\$ 21,466,243
Fiduciary funds	1,286,340
Yuma County Water Authority	227,860
Total	<u>\$ 22,980,443</u>

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.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2015
(Continued)

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

Credit Risk. State law and County policy limit investments to those authorized by State statutes including U.S. agencies and 2a7-like pools. The County's general investment policy is to apply the prudent-person rule: 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>Water Authority Public Imp. District</u>	<u>Non-Major Funds</u>	<u>Grand Total</u>
Receivables:							
Taxes	\$ 4,681,693	\$ 707,709	\$ 279,836	\$ -	\$ 1,259,270	\$ 419,757	\$ 7,348,265
Accounts	58,245	-	121,409	-	-	1,929	181,583
Intergovernmental	-	495,469	-	35,181	11,411	8,118	550,179
Net receivables	<u>\$ 4,739,938</u>	<u>\$ 1,203,178</u>	<u>\$ 401,245</u>	<u>\$ 35,181</u>	<u>\$ 1,270,681</u>	<u>\$ 429,804</u>	<u>\$ 8,080,027</u>

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2015
(Continued)

III. Detailed Notes on All Funds (continued)

C. Capital Assets

Capital asset activity for the year ended December 31, 2015 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	\$ 12,922	\$ -	\$ 532,983
Water rights	20,139,000	-	-	20,139,000
Total capital assets, not being depreciated	<u>20,659,061</u>	<u>12,922</u>	<u>-</u>	<u>20,671,983</u>
Capital assets, being depreciated:				
Buildings and other improvements	6,327,328	103,260	-	6,430,588
Equipment	11,210,042	1,109,641	(567,361)	11,752,322
Infrastructure - Roads and bridges	15,593,402	603,715	-	16,197,117
Total capital assets being depreciated	<u>33,130,772</u>	<u>1,816,616</u>	<u>(567,361)</u>	<u>34,380,027</u>
Less accumulated depreciation for:				
Buildings and other improvements	(2,812,740)	(210,829)	-	(3,023,569)
Equipment	(8,593,989)	(788,344)	419,629	(8,962,704)
Infrastructure - Roads and bridges	(9,924,708)	(777,154)	-	(10,701,862)
Total accumulated depreciation	<u>(21,331,437)</u>	<u>(1,776,327)</u>	<u>419,629</u>	<u>(22,688,135)</u>
Total capital assets being depreciated, net	<u>11,799,335</u>	<u>40,289</u>	<u>(147,732)</u>	<u>11,691,892</u>
Governmental activities capital assets, net	<u>\$ 32,458,396</u>	<u>\$ 53,211</u>	<u>\$ (147,732)</u>	<u>\$ 32,363,875</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>

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2015
(Continued)

III. Detailed Notes on All Funds (continued)

C. Capital Assets (continued)

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

Governmental activities:	Depreciation Expense
General government	\$ 151,897
Public safety	132,072
Health and human services	87,718
Community auxiliary services	131,016
Public works	1,215,696
Landfill	57,928
Total depreciation expense - governmental activities	\$ 1,776,327

D. Interfund Receivables, Payables and Transfers

Transfers for 2015 were as follows:

<u>Transferred from</u>	<u>Transferred to</u>	<u>Amount</u>	<u>Reason</u>
General Fund	Landfill Fund	\$ 99,756	Fund landfill operations
General Fund	Sheriff's Victim Assistance and Grant Fund	13,443	Fund grant costs
General Fund	Separation of employment	60,000	Fund retirement costs
General Fund	Capital Acquisition Fund	250,930	Fund capital outlay
Recreation Fund	Capital Acquisition Fund		Fund capital outlay
Landfill Fund	Landfill Closure Fund	5,000	Fund closure costs
Landfill Fund	Capital Acquisition Fund	6,000	Fund lease payment
Water Authority	General Fund	29,413	Transfer excess
Total		\$ 464,542	

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.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2015
(Continued)

III. Detailed Notes on All Funds (continued)

F. Long-term Liabilities (continued)

1. General Obligation Bonds, Series 2008 (continued)

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.

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, 2015 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 \$295,460 at December 31, 2015, which is based upon 25% usage (estimated percentage filled) of the landfill. It is estimated that an additional \$522,044 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 \$817,504 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, 2015. Closure and post closure costs are estimated to be \$775,139 and \$42,365, 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.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2015
(Continued)

III. Detailed Notes on All Funds (continued)

F. Long-term Liabilities (continued)

4. Landfill Closure Costs – Contingent Liability (continued)

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.

5. Activity and Debt Service Schedules

Long-term liability activity for the year ended December 31, 2015, was as follows:

	<u>Balance January 1, 2015</u>	<u>Additions</u>	<u>(Reductions)</u>	<u>Balance December 31, 2015</u>	<u>Due Within One Year</u>
General Obligation					
Bonds, Series 200	\$ 4,242,536	\$ -	\$ (392,659)	\$ 3,849,877	\$ 415,000
Notes payable	7,548,321	-	(437,179)	7,111,142	447,015
Accrued					
compensated abse	424,690	-	(36,406)	388,284	-
Landfill closure cost	270,259	-	25,201	295,460	-
Total	<u>\$ 12,485,806</u>	<u>\$ -</u>	<u>\$ (841,043)</u>	<u>\$ 11,644,763</u>	<u>\$ 862,015</u>

Aggregate annual debt service requirements at December 31, 2015, are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 862,015	\$ 326,964	\$ 1,188,979
2017	887,073	300,305	1,187,378
2018	917,357	271,746	1,189,103
2019	947,873	240,980	1,188,853
2020	978,625	210,841	1,189,466
2021-2025	4,756,480	568,303	5,324,783
2026-2029	1,601,719	117,889	1,719,608
	<u>10,951,142</u>	<u>\$ 2,037,028</u>	<u>\$ 12,988,170</u>
Add: Deferred amounts			
Premium on bonds	9,877		
Total Debt	<u>\$ 10,961,019</u>		

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2015
(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.

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, 2015
(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	\$ 420,000	\$ -	\$ -	\$ -	\$ -
Road impact fees	-	45,000	-	-	-
Capital projects and purchases	-	-	-	19,850	-
Total Restricted:	\$ 420,000	\$ 45,000	\$ -	\$ 19,850	\$ -
Committed:					
Accrued compensation	\$ 258,519	\$ -	\$ -	\$ -	\$ -
Water Purchases	760,000	-	-	-	450,567
Commitment for future projects	4,387,047	-	-	-	-
Maintenance and monitoring	-	5,928,974	-	-	-
Human services	-	-	603,870	-	-
Total Committed:	\$ 5,405,566	\$ 5,928,974	\$ 603,870	\$ -	\$ 450,567
Assigned:					
Budget assignments	\$ 5,252,655	\$ -	\$ -	\$ -	\$ -
Total Assigned:	\$ 5,252,655	\$ -	\$ -	\$ -	\$ -
	<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	\$ -	\$ 99,049	\$ -	\$ -	\$ -
Culture and recreation	-	-	-	114,744	-
Total Restricted:	\$ -	\$ 99,049	\$ -	\$ 114,744	\$ -
Assigned:					
Capital projects and purchases	\$ -	\$ -	\$ -	\$ -	\$ 1,100,688
Culture and recreation	-	-	910,713	-	-
Landfill	92,580	-	-	-	-
Total Assigned:	\$ 92,580	\$ -	\$ 910,713	\$ -	\$ 1,100,688

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2015
(Continued)

III. Detailed Notes on All Funds (continued)

G. Fund Balance (continued)

	<u>Useful Public Fund</u>	<u>Sheriff's Victim Assistance and Grant Fund</u>	<u>Task Force Fund</u>	<u>Separation of Employment Fund</u>	<u>Self Insurance Fund</u>
Restricted:					
Public safety	\$ 17,547	67,246	-	-	-
Total Restricted:	<u>\$ 17,547</u>	<u>67,246</u>	<u>-</u>	<u>-</u>	<u>-</u>
Committed:					
Accrued compensation	\$ -	\$ -	\$ -	\$ 81,063	\$ -
County insurance	-	-	-	-	971,539
Total Committed:	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 81,063</u>	<u>\$ 971,539</u>

IV. Other Information

A. Employee Retirement 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 2015, the County matched the employees' required employer contributions, which amounted to \$177,226. The County's total payroll for 2015 was \$4,725,879 and covered payroll was \$3,544,523. 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, 2015
(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, and dependent 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, 2015.

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, 2015
(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, 2015
(Continued)

IV. Other Information (continued)

G. Significant Taxpayers

Thirty-six percent (36%) of all County-wide property taxes were paid by ten taxpayers. The following are the top ten taxpayers in the County:

<u>Name</u>	<u>Assessed Value</u>	<u>Tax Dollars</u>
AUGUSTUS ENERGY RESOURCES, LLC	\$ 18,299,010	\$ 1,211,664
ROSEWOOD RESOURCES, INC	16,980,090	1,173,428
CHEYENNE PLAINS GAS PIPELINE CO	12,683,200	922,543
BNSF RAILWAY COMPANY	10,200,700	651,472
OVERLAND PASS PIPELINE CO, LLC	7,025,500	440,581
Y-W ELEC ASSN INC	6,978,200	459,803
MURPHY-BROWN LLC	5,070,330	365,368
MOUNTAIN PETROLEUM CORPORATION	5,063,700	333,161
SEABOARD FARMS, INC	3,797,470	232,316
TRI-STATE GENERATION & TRANSMISSION ASSN.	3,679,000	238,960
Totals	<u>\$ 89,777,200</u>	<u>\$ 6,029,296</u>

H. 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 2015, the following entities provided the financial support to the Center:

Yuma County	\$ 440,000
Washington County	220,000
Washington-Yuma Counties E911 Authority	60,000
RETAC Coordinator	97,264
Total	<u>\$ 817,264</u>

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2015
(Continued)

IV. Other Information (continued)

H. Intergovernmental Agreements (continued)

1. W-Y Combined Communications Center (continued)

The following are the condensed, audited financial statements of the Center at December 31, 2015:

Statement of Net Position

Assets:

Current other assets	\$ 96,904
Capital assets, net	8,076
Total Assets	104,980

Deferred Outflows of Resources:

Pension related deferred outflows	119,373
Total Deferred Outflows of Resources	119,373

Liabilities:

Other liabilities	2,207
Long-term liabilities	896,674
Total Liabilities	898,881

Deferred Inflows of Resources:

Pension related deferred inflows	170
Total Deferred Inflows of Resources	170

Net Position:

Net investment in capital assets	8,076
Unrestricted	(682,774)
Total Net Position	\$ (674,698)

Statement of Activities:

Revenues:

Allocation governments	\$ 817,264
Other	775
Total Revenues	818,039

Expenditures:

Salaries and benefits	655,364
Other	183,731
Total Expenditures	839,095

Change in Net Position	(21,056)
Net Position - Beginning of Year	(653,642)
Net Position - End of Year	\$ (674,698)

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

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2015
(Continued)

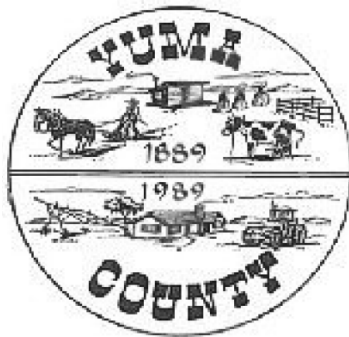
IV. Other Information (continued)

H. 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, 2015 the government-wide financial statements include earned revenue of \$250,000 and advanced water lease revenue of \$3,250,000.

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, 2015
(With Comparative Actual Amounts for 2014)

	2015			2014	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
General property taxes	4,188,781	4,188,781	4,196,590	7,809	4,006,796
Interest and delinquent taxes	7,000	7,000	9,658	2,658	8,389
Intergovernmental revenue:					
State sources	91,500	91,500	95,604	4,104	91,263
Federal sources	15,700	15,700	22,772	7,072	22,439
Licenses and permits	3,600	3,600	6,417	2,817	14,213
Charges for services	812,500	822,500	971,945	149,445	1,007,277
Investment income	125,000	125,000	125,961	961	229,973
Other	44,000	46,100	68,051	21,951	68,225
Total Revenues	<u>5,288,081</u>	<u>5,300,181</u>	<u>5,496,998</u>	<u>196,817</u>	<u>5,448,575</u>
Expenditures:					
General government:					
Administrative	140,200	140,200	130,132	10,068	126,193
Commissioners	493,300	496,000	495,737	263	473,548
Attorney	40,000	40,000	7,887	32,113	16,527
Planning and zoning	60,650	60,650	37,300	23,350	65,487
County Clerk	358,350	358,350	325,396	32,954	317,263
County Treasurer	218,500	218,500	190,914	27,586	210,223
County Assessor	387,800	387,800	332,651	55,149	350,757
GIS mapping	49,400	49,400	42,691	6,709	56,828
Elections	86,600	86,600	45,665	40,935	77,963
Building maintenance	269,400	269,400	264,689	4,711	244,944
Drivers license	52,800	52,800	55,396	(2,596)	55,099
Assessor maps	5,000	5,000	1,940	3,060	2,887
Telephone	-	4,219	4,172	47	-
Judicial:					
District Attorney	197,250	197,250	197,250	-	191,505
Public Safety:					
Sheriff	758,299	786,699	786,173	526	735,764
Jail	885,050	885,050	819,863	65,187	798,618
Coroner	56,700	56,700	46,268	10,432	62,062
E-911 communications	440,000	440,000	440,000	-	430,000
Emergency preparedness	31,800	31,800	30,001	1,799	27,507
Health and Human Services:					
Northeast Colorado Health Department	97,010	97,010	97,010	-	97,010
Centennial Mental Health	19,688	19,688	19,688	-	14,766
Emergency medical services	60,500	60,500	8,347	52,153	44,055
Eastern CO Services for Developmentally Disabled	16,072	16,072	16,072	-	17,152
Community Auxiliary Services:					
W-Y Communications tower	3,000	3,000	1,477	1,523	1,836
Irrigation research	4,000	4,000	4,000	-	4,000
Golden Plains Extension	212,930	212,930	197,630	15,300	196,000
Northeast Colorado Bookmobile	25,003	25,003	25,003	-	25,003
Veterans' Officer	8,550	8,550	8,283	267	8,656
County fair	242,000	272,000	235,260	36,740	220,409
County express	33,321	33,321	33,321	-	39,996
County economic development	45,000	45,000	45,000	-	45,000
Northeastern Colorado Association of Local Gov'ts.	16,422	16,422	16,422	-	16,223
Water expenditures	51,000	51,000	50,215	785	50,215
Total Expenditures	<u>5,365,595</u>	<u>5,430,914</u>	<u>5,011,853</u>	<u>419,061</u>	<u>5,023,496</u>
Excess (Deficiency) of Revenues Over Expenditures	(77,514)	(130,733)	485,145	615,878	425,079
Other Financing (Uses):					
Transfers in	(449,000)	(449,000)	29,413	478,413	105,413
Transfers (out)	(362,502)	(422,502)	(424,129)	(1,627)	(499,013)
Sale of assets	-	-	2,800	2,800	200
Total Other Financing (Uses)	<u>(811,502)</u>	<u>(871,502)</u>	<u>(391,916)</u>	<u>479,586</u>	<u>(393,400)</u>
Net Change in Fund Balance	<u>(889,016)</u>	<u>(1,002,235)</u>	93,229	<u>1,095,464</u>	31,679
Fund Balances - Beginning of Year			<u>10,984,992</u>		<u>10,953,313</u>
Fund Balances - End of Year			<u>11,078,221</u>		<u>10,984,992</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, 2015
(With Comparative Actual Amounts for 2014)

	2015			Final Budget Variance Positive (Negative)	2014
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Taxes:					
General property taxes	634,617	634,617	634,936	319	605,203
Specific ownership taxes	522,000	522,000	682,219	160,219	697,481
Interest and delinquent taxes	500	500	1,190	690	1,169
Total Local Sources	<u>1,157,117</u>	<u>1,157,117</u>	<u>1,318,345</u>	<u>161,228</u>	<u>1,303,853</u>
Intergovernmental revenues:					
Federal sources	65,050	65,050	342,563	277,513	66,056
State sources	3,917,982	3,917,982	3,597,693	(320,289)	3,677,529
Total Intergovernmental revenues	<u>3,983,032</u>	<u>3,983,032</u>	<u>3,940,256</u>	<u>(42,776)</u>	<u>3,743,585</u>
Permits and licenses	2,500	2,500	1,000	(1,500)	-
Charges for services	7,000	7,000	38,359	31,359	13,346
Other Revenue	<u>15,000</u>	<u>15,000</u>	<u>15,720</u>	<u>720</u>	<u>15,472</u>
Total Revenues	<u>5,164,649</u>	<u>5,164,649</u>	<u>5,313,680</u>	<u>149,031</u>	<u>5,076,256</u>
Expenditures:					
Public Works:					
Maintenance of condition	80,000	80,000	79,750	250	53,744
Administration and general	2,716,600	2,716,600	2,590,357	126,243	2,379,926
Construction and capital outlay	1,863,000	1,863,000	1,352,586	510,414	1,394,156
Reclamation	48,000	48,000	17,726	30,274	18,758
Grants and other	1,050,000	1,050,000	698,108	351,892	1,082,328
Total Expenditures	<u>5,757,600</u>	<u>5,757,600</u>	<u>4,738,527</u>	<u>1,019,073</u>	<u>4,928,912</u>
Net Change in Fund Balance	<u>(592,951)</u>	<u>(592,951)</u>	575,153	<u>1,168,104</u>	147,344
Fund Balances - Beginning of Year			<u>5,676,827</u>		<u>5,529,483</u>
Fund Balances - End of Year			<u>6,251,980</u>		<u>5,676,827</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, 2015
(With Comparative Actual Amounts for 2014)

	2015			Final Budget Variance Positive (Negative)	2014
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Local sources:					
General property taxes	250,936	250,936	251,695	759	239,920
Total local sources	<u>250,936</u>	<u>250,936</u>	<u>251,695</u>	<u>759</u>	<u>239,920</u>
Program revenues:					
Federal and State	3,420,668	3,420,668	2,800,585	(620,083)	2,949,327
Total Revenues	<u>3,671,604</u>	<u>3,671,604</u>	<u>3,052,280</u>	<u>(619,324)</u>	<u>3,189,247</u>
Expenditures:					
Colorado works	282,533	282,533	143,751	138,782	195,432
Child care	116,087	116,087	80,406	35,681	86,753
Child care grants	-	-	36,947	(36,947)	20,748
Administration & medical exams	269,170	269,170	267,441	1,729	256,662
Child welfare	712,043	712,043	611,394	100,649	679,913
Independent living	5,805	5,805	50	5,755	2,287
Core services	230,466	230,466	196,303	34,163	120,103
Child support	64,324	64,324	70,430	(6,106)	45,290
Employment first	62,302	62,302	107,801	(45,499)	42,271
LEAP - Low Energy Assistance Program	133,177	133,177	427	132,750	177,342
AND - Aid for Needy Disabled	49,509	49,509	47,983	1,526	43,636
Aid for Blind	1,000	1,000	-	1,000	-
OAP - Old Age Pension	293,381	293,381	256,798	36,583	266,895
HCA (Home Care Allowance)	12,103	12,103	14,703	(2,600)	10,184
Food stamps	1,371,971	1,371,971	1,193,771	178,200	1,175,729
Non-Allocated Programs	13,034	13,034	3,530	9,504	2,930
Other programs	48,791	48,791	33,731	15,060	56,828
IV-E and parental fees	-	-	-	-	10,656
IV-D retained collections	-	-	(17,714)	17,714	(15,875)
TANF collections	(1,159)	(1,159)	2,753	(3,912)	(1,446)
Total Expenditures	<u>3,664,537</u>	<u>3,664,537</u>	<u>3,050,505</u>	<u>614,032</u>	<u>3,176,338</u>
Net Change in Fund Balance	<u>7,067</u>	<u>7,067</u>	1,775	<u>(5,292)</u>	12,909
Fund Balances - Beginning of Year			602,095		589,186
Fund Balances - End of Year			<u>603,870</u>		<u>602,095</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, 2015
(With Comparative Actual Amounts for 2014)

	2015			Final Budget Variance Positive (Negative)	2014
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Intergovernmental grants	931,598	931,598	494,835	(436,763)	653,530
Investment income	-	-	-	-	-
Miscellaneous	41,692	41,692	(12,942)	(54,634)	1,952
Total Revenues	973,290	973,290	481,893	(491,397)	655,482
Expenditures:					
General government	402,025	402,025	18,883	383,142	21,877
Judicial	77,700	77,700	77,700	-	74,000
Public safety	505,275	505,275	392,170	113,105	487,172
Community auxiliary services	-	-	-	-	72,433
Culture and recreation	15,000	15,000	-	15,000	-
Total Expenditures	1,000,000	1,000,000	488,753	511,247	655,482
Excess (Deficiency) of Revenues Over Expenditures	(26,710)	(26,710)	(6,860)	19,850	-
Other Financing Sources:					
Transfers in	26,710	26,710	-	(26,710)	-
Total Other Financing Sources	26,710	26,710	-	(26,710)	-
Net Change in Fund Balance	-	-	(6,860)	(6,860)	-
Fund Balances - Beginning of Year			26,710		26,710
Fund Balances - End of Year			19,850		26,710

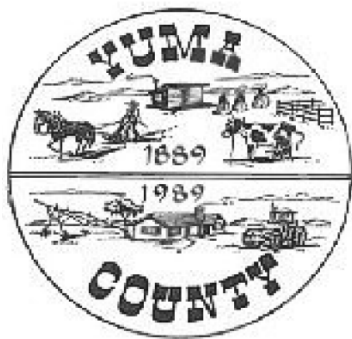
The accompanying notes are an integral part of these financial statements.

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, 2015
(With Comparative Actual Amounts for 2014)

	<u>2015</u>			Final Budget Variance Positive (Negative)	<u>2014</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Taxes:					
General property taxes	1,129,187	1,129,187	1,129,807	620	957,123
Specific ownership taxes	97,000	97,000	132,628	35,628	120,432
Interest and delinquent taxes	-	-	2,076	2,076	1,900
Other		500	742	242	657
Total Revenues	<u>1,226,187</u>	<u>1,226,687</u>	<u>1,265,253</u>	<u>38,566</u>	<u>1,080,112</u>
Expenditures:					
Community Auxiliary Services:					
Administration and general	187,200	187,200	34,162	153,038	28,965
Debt Service:					
Principal	824,761	824,761	827,179	(2,418)	802,559
Interest	354,818	354,818	352,400	2,418	376,082
Total Expenditures	<u>1,366,779</u>	<u>1,366,779</u>	<u>1,213,741</u>	<u>153,038</u>	<u>1,207,606</u>
Net Change in Fund Balance	<u>(140,592)</u>	<u>(140,092)</u>	51,512	<u>191,604</u>	(127,494)
Fund Balances (deficit) - Beginning of Year			<u>399,055</u>		<u>526,549</u>
Fund Balances - End of Year			<u>450,567</u>		<u>399,055</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, 2015

	Special Revenue										
	Capital Acquisitions Fund	Landfill Fund	Landfill Closure Fund	Recreation Fund	Conservation Trust 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	1,122,441	99,592	99,049	911,894	114,744	16,874	61,874	-	81,063	971,539	3,479,070
Property taxes receivable	-	-	-	279,838	-	-	-	-	-	139,919	419,757
Accounts receivable	1,253	-	-	-	-	676	-	-	-	-	1,929
Due from other governments	-	1,108	-	-	-	-	7,010	-	-	-	8,118
Total Assets	<u>1,123,694</u>	<u>100,700</u>	<u>99,049</u>	<u>1,191,732</u>	<u>114,744</u>	<u>17,550</u>	<u>68,884</u>	<u>-</u>	<u>81,063</u>	<u>1,111,458</u>	<u>3,908,874</u>
Liabilities:											
Accounts payable	23,006	8,120	-	1,181	-	3	1,638	-	-	-	33,948
Total Liabilities	<u>23,006</u>	<u>8,120</u>	<u>-</u>	<u>1,181</u>	<u>-</u>	<u>3</u>	<u>1,638</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,948</u>
Deferred Inflows of Resources:											
Unavailable revenue - property taxes	-	-	-	279,838	-	-	-	-	-	139,919	419,757
Total Deferred Inflow of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>279,838</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>139,919</u>	<u>419,757</u>
Fund Balances:											
Restricted	-	-	99,049	-	114,744	17,547	67,246	-	-	-	298,586
Committed	-	-	-	-	-	-	-	-	81,063	971,539	1,052,602
Assigned	1,100,688	92,580	-	910,713	-	-	-	-	-	-	2,103,981
Total Fund Balances	<u>1,100,688</u>	<u>92,580</u>	<u>99,049</u>	<u>910,713</u>	<u>114,744</u>	<u>17,547</u>	<u>67,246</u>	<u>-</u>	<u>81,063</u>	<u>971,539</u>	<u>3,455,169</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>1,123,694</u>	<u>100,700</u>	<u>99,049</u>	<u>1,191,732</u>	<u>114,744</u>	<u>17,550</u>	<u>68,884</u>	<u>-</u>	<u>81,063</u>	<u>1,111,458</u>	<u>3,908,874</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, 2015

	Special Revenue										
	Capital Acquisitions Fund	Landfill Fund	Landfill Closure Fund	Recreation Fund	Conservation Trust 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	-	-	-	251,530	-	-	-	-	-	125,768	377,298
Intergovernmental	30,984	-	-	164	37,958	-	54,672	369	-	82	124,229
Charges for services	-	278,934	-	-	-	5,280	15,129	-	-	-	299,343
Investment income	-	-	197	-	192	-	-	-	-	1	390
Other sources	-	-	-	-	-	824	-	-	-	20,679	21,503
Total Revenues	<u>30,984</u>	<u>278,934</u>	<u>197</u>	<u>251,694</u>	<u>38,150</u>	<u>6,104</u>	<u>69,801</u>	<u>369</u>	<u>-</u>	<u>146,530</u>	<u>822,763</u>
Expenditures:											
General government	296,537	-	-	-	-	-	-	-	79,958	153,169	529,664
Public safety	-	-	-	-	-	6,723	95,551	109,770	-	-	212,044
Culture and recreation	-	-	-	108,116	4,768	-	-	-	-	-	112,884
Public works	496,329	-	-	-	-	-	-	-	-	-	496,329
Landfill	-	355,984	-	-	-	-	-	-	-	-	355,984
Total Expenditures	<u>792,866</u>	<u>355,984</u>	<u>-</u>	<u>108,116</u>	<u>4,768</u>	<u>6,723</u>	<u>95,551</u>	<u>109,770</u>	<u>79,958</u>	<u>153,169</u>	<u>1,706,905</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(761,882)</u>	<u>(77,050)</u>	<u>197</u>	<u>143,578</u>	<u>33,382</u>	<u>(619)</u>	<u>(25,750)</u>	<u>(109,401)</u>	<u>(79,958)</u>	<u>(6,639)</u>	<u>(884,142)</u>
Other Financing Sources (Uses):											
Transfers in	256,930	99,756	5,000	-	-	-	13,443	-	60,000	-	435,129
Transfers (out)	-	(11,000)	-	-	-	-	-	-	-	-	(11,000)
Insurance recoveries	33,072	-	-	-	-	-	-	-	-	-	33,072
Total Other Financing Sources (Uses)	<u>290,002</u>	<u>88,756</u>	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,443</u>	<u>-</u>	<u>60,000</u>	<u>-</u>	<u>457,201</u>
Net Change in Fund Balance	<u>(471,880)</u>	<u>11,706</u>	<u>5,197</u>	<u>143,578</u>	<u>33,382</u>	<u>(619)</u>	<u>(12,307)</u>	<u>(109,401)</u>	<u>(19,958)</u>	<u>(6,639)</u>	<u>(426,941)</u>
Fund Balances - Beginning of Year	<u>1,572,568</u>	<u>80,874</u>	<u>93,852</u>	<u>767,135</u>	<u>81,362</u>	<u>18,166</u>	<u>79,553</u>	<u>109,401</u>	<u>101,021</u>	<u>978,178</u>	<u>3,882,110</u>
Fund Balances - End of Year	<u>1,100,688</u>	<u>92,580</u>	<u>99,049</u>	<u>910,713</u>	<u>114,744</u>	<u>17,547</u>	<u>67,246</u>	<u>-</u>	<u>81,063</u>	<u>971,539</u>	<u>3,455,169</u>

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

Yuma County, Colorado
Capital Acquisitions Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2015
(With Comparative Actual Amounts for 2014)

	<u>2015</u>			Final Budget Variance Positive (Negative)	<u>2014</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Intergovernmental grants	-	-	30,984	30,984	20,491
Total Revenues	<u>-</u>	<u>-</u>	<u>30,984</u>	<u>30,984</u>	<u>20,491</u>
Expenditures:					
General government	640,910	640,910	296,537	344,373	237,938
Public works	1,009,090	1,009,090	496,329	512,761	209,417
Total Expenditures	<u>1,650,000</u>	<u>1,650,000</u>	<u>792,866</u>	<u>857,134</u>	<u>447,355</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,650,000)	(1,650,000)	(761,882)	888,118	(426,864)
Other Financing Sources:					
Transfers in	256,936	256,936	256,930	(6)	745,523
Sale of assets	-	-	-	-	67,790
Insurance recoveries	-	-	33,072	33,072	38,389
Total Other Financing Sources	<u>256,936</u>	<u>256,936</u>	<u>290,002</u>	<u>33,066</u>	<u>851,702</u>
Net Change in Fund Balance	<u>(1,393,064)</u>	<u>(1,393,064)</u>	<u>(471,880)</u>	<u>921,184</u>	424,838
Fund Balances - Beginning of Year			<u>1,572,568</u>		<u>1,147,730</u>
Fund Balances - End of Year			<u>1,100,688</u>		<u>1,572,568</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, 2015
(With Comparative Actual Amounts for 2014)

	<u>2015</u>			Final Budget Variance Positive (Negative)	<u>2014</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Local governmental contributions	117,102	117,102	117,102	-	111,517
Charges for services	105,000	105,000	161,659	56,659	116,451
Other	-	-	173	173	200
Total Revenues	<u>222,102</u>	<u>222,102</u>	<u>278,934</u>	<u>56,832</u>	<u>228,168</u>
Expenditures:					
Operations	367,550	367,550	352,200	15,350	315,698
Capital outlay	20,000	20,000	3,784	16,216	84,496
Total Expenditures	<u>387,550</u>	<u>387,550</u>	<u>355,984</u>	<u>31,566</u>	<u>400,194</u>
Excess (Deficiency) of Revenues Over Expenditures	(165,448)	(165,448)	(77,050)	88,398	(172,026)
Other Financing Sources (Uses):					
Transfers in	99,756	99,756	99,756	-	95,004
Transfers (out)	(11,000)	(11,000)	(11,000)	-	(11,000)
Sale of assets	-	-	-	-	1,023
Total Other Financing Sources	<u>88,756</u>	<u>88,756</u>	<u>88,756</u>	<u>-</u>	<u>85,027</u>
Net Change in Fund Balance	<u>(76,692)</u>	<u>(76,692)</u>	11,706	<u>88,398</u>	(86,999)
Fund Balances - Beginning of Year			<u>80,874</u>		<u>167,873</u>
Fund Balances - End of Year			<u>92,580</u>		<u>80,874</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, 2015
(With Comparative Actual Amounts for 2014)

	2015			Final Budget Variance Positive (Negative)	2014
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Interest	-	-	197	197	107
Total Revenues	-	-	197	197	107
Expenditures:					
Closure costs	85,000	85,000	-	85,000	-
Total Expenditures	85,000	85,000	-	85,000	-
Excess (Deficiency) of Revenues Over Expenditures	(85,000)	(85,000)	197	85,197	107
Other Financing Sources:					
Transfers in	5,000	5,000	5,000	-	5,000
Total Other Financing Sources	5,000	5,000	5,000	-	5,000
Net Change in Fund Balance	(80,000)	(80,000)	5,197	85,197	5,107
Fund Balances - Beginning of Year			93,852		88,745
Fund Balances - End of Year			99,049		93,852

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, 2015
(With Comparative Actual Amounts for 2014)

	<u>2015</u>			Final Budget Variance Positive (Negative)	<u>2014</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Local Sources:					
General property taxes	250,930	250,930	251,062	132	239,296
Delinquent taxes and interest	600	600	468	(132)	462
Intergovernmental	90	90	164	74	164
Total Revenues	<u>251,620</u>	<u>251,620</u>	<u>251,694</u>	<u>74</u>	<u>239,922</u>
Expenditures:					
Culture and recreation	<u>350,000</u>	<u>350,000</u>	<u>108,116</u>	<u>241,884</u>	<u>99,391</u>
Total Expenditures	<u>350,000</u>	<u>350,000</u>	<u>108,116</u>	<u>241,884</u>	<u>99,391</u>
Excess (Deficiency) of Revenues Over Expenditures	(98,380)	(98,380)	143,578	241,958	140,531
Other Financing (Uses):					
Transfers (out)	-	-	-	-	(500,000)
Total Other Financing (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(500,000)</u>
Net Change in Fund Balance	<u>(98,380)</u>	<u>(98,380)</u>	143,578	<u>241,958</u>	(359,469)
Fund Balances - Beginning of Year			<u>767,135</u>		<u>1,126,604</u>
Fund Balances - End of Year			<u>910,713</u>		<u>767,135</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, 2015
(With Comparative Actual Amounts for 2014)

	2015			Final Budget Variance Positive (Negative)	2014
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Conservation Trust lottery revenue	30,000	30,000	37,958	7,958	37,813
Interest	200	200	192	(8)	72
Total Revenues	<u>30,200</u>	<u>30,200</u>	<u>38,150</u>	<u>7,950</u>	<u>37,885</u>
Expenditures:					
Parks and recreation	80,000	80,000	4,768	75,232	3,447
Total Expenditures	<u>80,000</u>	<u>80,000</u>	<u>4,768</u>	<u>75,232</u>	<u>3,447</u>
Net Change in Fund Balance	<u>(49,800)</u>	<u>(49,800)</u>	33,382	<u>83,182</u>	34,438
Fund Balances - Beginning of Year			<u>81,362</u>		<u>46,924</u>
Fund Balances - End of Year			<u>114,744</u>		<u>81,362</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, 2015
(With Comparative Actual Amounts for 2014)

	<u>2015</u>			Final Budget Variance Positive (Negative)	<u>2014</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Charges for services	6,000	6,000	5,280	(720)	5,412
Other	200	200	824	624	142
Total Revenues	<u>6,200</u>	<u>6,200</u>	<u>6,104</u>	<u>(96)</u>	<u>5,554</u>
Expenditures:					
Programs	7,700	7,700	6,723	977	6,773
Total Expenditures	<u>7,700</u>	<u>7,700</u>	<u>6,723</u>	<u>977</u>	<u>6,773</u>
Net Change in Fund Balance	<u>(1,500)</u>	<u>(1,500)</u>	(619)	<u>881</u>	(1,219)
Fund Balances - Beginning of Year			<u>18,166</u>		<u>19,385</u>
Fund Balances - End of Year			<u>17,547</u>		<u>18,166</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, 2015
(With Comparative Actual Amounts for 2014)

	<u>2015</u>			Final Budget Variance Positive (Negative)	<u>2014</u>
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Federal grants	26,442	26,442	27,547	1,105	28,537
State grants	19,125	19,125	19,125	-	20,000
Other sources	8,000	8,000	8,000	-	6,500
Charges for services	10,200	10,200	15,129	4,929	13,103
Total Revenues	<u>63,767</u>	<u>63,767</u>	<u>69,801</u>	<u>6,034</u>	<u>68,140</u>
Expenditures:					
Public safety	109,635	123,740	95,551	28,189	83,613
Total Expenditures	<u>109,635</u>	<u>123,740</u>	<u>95,551</u>	<u>28,189</u>	<u>83,613</u>
Excess (Deficiency) of Revenues Over Expenditures	(45,868)	(59,973)	(25,750)	34,223	(15,473)
Other Financing Sources:					
Transfers in	35,986	35,986	13,443	(22,543)	38,486
Total Other Financing Sources	<u>35,986</u>	<u>35,986</u>	<u>13,443</u>	<u>(22,543)</u>	<u>38,486</u>
Net Change in Fund Balance	<u>(9,882)</u>	<u>(23,987)</u>	(12,307)	<u>11,680</u>	23,013
Fund Balances - Beginning of Year			79,553		<u>56,540</u>
Fund Balances - End of Year			<u>67,246</u>		<u>79,553</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, 2015
(With Comparative Actual Amounts for 2014)

	<u>2015</u>			Final Budget Variance Positive (Negative)	<u>2014</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Intergovernmental:					
Local match	102,250	102,250	35	(102,215)	11,750
Other	-	-	334	334	1,133
Investment income	100	100	-	(100)	132
Total Revenues	<u>102,350</u>	<u>102,350</u>	<u>369</u>	<u>(101,981)</u>	<u>13,015</u>
Expenditures:					
Public safety	102,350	21,286	109,770	(88,484)	19,707
Total Expenditures	<u>102,350</u>	<u>21,286</u>	<u>109,770</u>	<u>(88,484)</u>	<u>19,707</u>
Excess (Deficiency) of Revenues Over Expenditures	-	81,064	(109,401)	(190,465)	(6,692)
Other Financing Sources:					
Transfers (out)	-	(88,483)	-	88,483	-
Total Other Financing Sources	<u>-</u>	<u>(88,483)</u>	<u>-</u>	<u>88,483</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	<u>(7,419)</u>	<u>(109,401)</u>	<u>(101,982)</u>	<u>(6,692)</u>
Fund Balances - Beginning of Year			109,401		116,093
Fund Balances - End of Year			<u>-</u>		<u>109,401</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, 2015
(With Comparative Actual Amounts for 2014)

	2015			Final Budget Variance Positive (Negative)	2014
	Original Budget	Final Budget	Actual		Actual
Expenditures:					
Personal leave	100,000	100,000	79,958	20,042	33,193
Total Expenditures	<u>100,000</u>	<u>100,000</u>	<u>79,958</u>	<u>20,042</u>	<u>33,193</u>
Excess (Deficiency) of Revenues Over Expenditures	(100,000)	(100,000)	(79,958)	20,042	(33,193)
Other Financing Sources:					
Transfers in	-	-	60,000	60,000	50,000
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>60,000</u>	<u>60,000</u>	<u>50,000</u>
Net Change in Fund Balance	<u>(100,000)</u>	<u>(100,000)</u>	(19,958)	<u>80,042</u>	16,807
Fund Balances - Beginning of Year			101,021		<u>84,214</u>
Fund Balances - End of Year			<u>81,063</u>		<u>101,021</u>

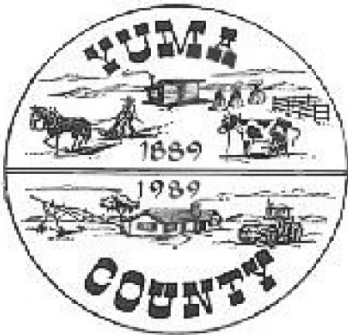
The accompanying notes are an integral part of these financial statements.

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, 2015
(With Comparative Actual Amounts for 2014)

	<u>2015</u>			Final Budget Variance Positive (Negative)	<u>2014</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Taxes:					
General property taxes	125,465	125,465	125,535	70	119,717
Delinquent taxes and interest	200	200	233	33	231
Total Taxes	<u>125,665</u>	<u>125,665</u>	<u>125,768</u>	<u>103</u>	<u>119,948</u>
Other:					
Intergovernmental	40	40	82	42	82
Investment income	-	-	1	1	-
Miscellaneous	10,000	10,000	20,679	10,679	22,176
Total Other	<u>10,040</u>	<u>10,040</u>	<u>20,762</u>	<u>10,722</u>	<u>22,258</u>
Total Revenues	<u>135,705</u>	<u>135,705</u>	<u>146,530</u>	<u>10,825</u>	<u>142,206</u>
Expenditures:					
General government:					
Insurance premiums and claims	227,000	227,000	153,169	73,831	153,762
Total Expenditures	<u>227,000</u>	<u>227,000</u>	<u>153,169</u>	<u>73,831</u>	<u>153,762</u>
Net Change in Fund Balance	<u>(91,295)</u>	<u>(91,295)</u>	(6,639)	<u>84,656</u>	(11,556)
Fund Balances - Beginning of Year			978,178		989,734
Fund Balances - End of Year			<u>971,539</u>		<u>978,178</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

YEAR ENDING :

December 2015

This Information From The Records Of County of Yuma

Prepared By:

Kara Hoover

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)	2,544,257
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	2,148,171
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)	1,276,659	c. Other	46,099
4. Miscellaneous local receipts (from page 2)	55,943	d. Total (a. through c.)	46,099
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)	4,738,527
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)	1,332,603	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	3,586,324	2. Notes:	
D. Receipts from Federal Government (from page 2)	395,360	a. Interest	
E. Total receipts (A.7 + B + C + D)	5,314,287	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)	4,738,527

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
	5,676,827	5,314,287	4,738,527	6,252,587	(0)

Notes and Comments:

Funds to the City of Wray 20,603
Funds to the City of Yuma 25,496
TOTAL 46,099

LOCAL HIGHWAY FINANCE REPORT	STATE:	County / Yuma
	Colorado	
	YEAR ENDING (mm/yy):	12/15

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	634,948	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	720
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	641,712	g. Other Misc. Receipts+WSugar Impact fee	49,108
6. Total (1. through 5.)	641,712	h. Other Permits	6,115
c. Total (a. + b.)	1,276,659	i. Total (a. through h.)	55,943
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	2,984,358	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	293,741
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	41,686	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant	392,415	e. U.S. Corps of Engineers	
e. Other (Specify) Severance tax	167,865	f. Other Federal - RAMP Grant/Fed Lease P	101,619
f. Total (a. through e.)	601,966	g. Total (a. through f.)	395,360
4. Total (1. + 2. + 3.f)	3,586,324	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation			0
(4). System Enhancement & Operation		2,544,257	2,544,257
(5). Total Construction (1) + (2) + (3) + (4)	0	2,544,257	2,544,257
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	2,544,257	2,544,257
			(Carry forward to page 1)

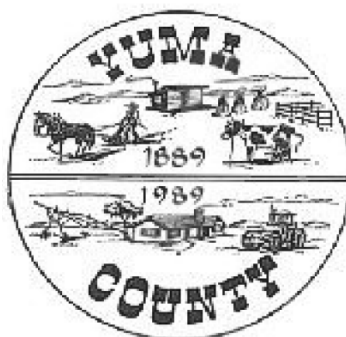
Notes and Comments:

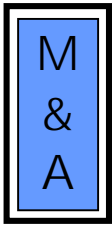
C3d
DOLA EIAF #77605 Grant Landfill CR 34 and CR R 392,415

D2b
FEMA-2015 Storm Damage 293,741

D2f
RAMP/CDOT Turning Lane Hwy 34/H & J 52,907
Federal Mineral Lease 48,712

SINGLE AUDIT





McMahan and Associates, I.I.c.

Certified Public Accountants and Consultants

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P.O. Box 5850, Avon, CO 81620

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E-mail: mcmahan@mcmahancpa.com

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 *Governmental Audit 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, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated September 28, 2016.

Internal Control Over Financial Reporting

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

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

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

Member: [American Institute of Certified Public Accountants](#)

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

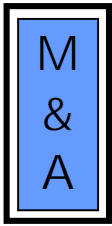
Compliance and Other Matters

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.
September 28, 2016



McMahan and Associates, I.I.c.

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REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

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 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, 2015. 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 the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") 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, 2015.

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 Uniform Guidance, 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 Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

McMahan and Associates, L.L.C.
September 28, 2016

Yuma County, Colorado, Colorado
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2015

Part I: Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

Material weakness identified None noted

Significant deficiency identified None noted

Noncompliance material to financial statements noted None noted

Federal Awards

Internal control over major programs:

Material weakness identified None noted

Significant deficiency identified None noted

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

Any audit findings disclosed that are required to be reported in accordance with Title 2 U.S. Code of Federal Regulations Part 200 None noted

Major program – Capitalization Grants for Homeland Security Grant Program CFDA #97.067

Dollar threshold used to identify Type A from Type B programs \$750,000

Identified as low-risk auditee Yes

Part II: Findings Related to Financial Statements

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

Part III: Findings Related to Federal Awards

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

Yuma County, Colorado
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2015
(Continued)

Note: There were no findings for the fiscal year ended December 31, 2014.

Yuma County, Colorado
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2015

Program Title	Federal CFDA Number	Pass through Entity Identifying Number	Major Program (Yes/No)	2015 Expenditures
Department of Human Services:				
Passed through Colorado Department of Health and Human Services:				
Guardianship Assistance	93.090	DHS-FFA	No	801
TANF CO Works	93.558	DHS-FFA	No	147,655
Title IV-D - Admin	93.563	DHS-FFA	No	63,853
Low income energy assistance program	93.568	DHS-FFA	No	162,055
CCDF - Discretionary	93.575	DHS-FFA	No	13,578
CCDF	93.596	DHS-FFA	No	29,368
Child care - Title IVB	93.645	DHS-FFA	No	5,561
Foster Care - Title IV-E	93.658	DHS-FFA	No	123,259
Adoption	93.659	DHS-FFA	No	20,212
Block Grant - Title XX	93.667	DHS-FFA	No	18,422
Independent Living - Title IV-E	93.674	DHS-FFA	No	50
Medical Assistance Program - Title XIX	93.778	DHS-FFA	No	71,337
Adjustment to federal assistance	93.000	DHS-FFA	No	118
Total Department of Human Services				<u>656,269</u>
Department of Agriculture:				
Passed through Colorado Department of Human Services:				
Food Stamps - Administration	10.561	DHS-FFA	No	167,413
Total Department of Agriculture				<u>167,413</u>
Department of Homeland Security:				
Homeland Security Grant Program	97.067	##SHS##NER	Yes	362,097
Emergency Management Performance Grants (EMPG)	97.042	EM1516-64	No	15,000
Total Department of Homeland Security				<u>377,097</u>
Department of Justice:				
State Criminal Alien Assistance Program (SCAAP)	16.606	2015APBX0791	No	2,142
Passed through the Colorado Division of Criminal Justice:				
Victims of Crime Act	16.575	2014VA14003116	No	26,442
Bullet Proof Vest Program	16.607	15076766	No	1,105
Total Department of Justice				<u>29,689</u>
Total Expenditures				<u>1,230,468</u>

A
A

Additional Information for Clusters:

Amount

A - Child Care Cluster \$ 42,946

Notes to the Schedule of Expenditures of Federal Awards For the Year Ended December 31, 2015.

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 Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, or used in the preparation of the financial statements.

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

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

Note 3. Pass Through Sub recipients:

The County had no sub recipients as of December 31, 2015.

Note 4. Indirect Facilities and Administration costs:

The County does not use the 10% de minimis cost rate allowed in Title 2 U.S. Code of Federal Regulations (CFR) Part 200.414 Indirect (F & A) costs. Instead, the County prepares an annual cost allocation plan to allocate indirect costs