

ELBERT COUNTY, COLORADO

FINANCIAL STATEMENTS

December 31, 2010

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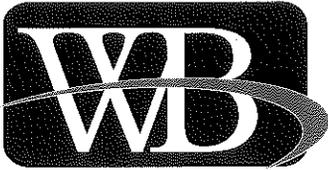
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WAGNER
BARNES, PC

Certified Public Accountants & Business Consultants

Independent Auditors' Report

To the Board of County Commissioners
Elbert County, Colorado

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Elbert County, Colorado, as of and for the year ended December 31, 2010 which collectively comprise Elbert County, Colorado's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Elbert County, Colorado's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Elbert County Emergency Telephone Service Authority, which represents 0, 0, and .001%, respectively, of the assets, net assets, and revenues of the governmental activities. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Elbert County Emergency Telephone Service Authority, is based on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards* issued by the Comptroller of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects the respective financial position of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Elbert County, Colorado, as of December 31, 2010 and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

I

Wagner Barnes, PC

In accordance with *Government Auditing Standards*, We have also issued our report dated September 30, 2011, on our consideration of Elbert County, Colorado's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of the 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* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages III through VIII and 34 through 41 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 on pages III through VIII, 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 required supplemental information on pages 34 through 41 has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Elbert County, Colorado's financial statements as a whole. The supplemental information and other schedules as listed in the table of contents are presented for purposes of additional analysis and legal compliance and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements as a whole.

Wagner Bama, PC

Lakewood, Colorado
September 30, 2011

ELBERT COUNTY, COLORADO MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Elbert County (the County), the Board of County Commissioners offers 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, 2010.

Financial Highlights

- Assets exceeded liabilities by \$87,523,889 (net assets) at the close of the fiscal year. Of this amount, \$2,436,055 in unrestricted net assets is available to meet ongoing and future obligations of the County.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$5,207,077.
- Total net assets decreased by \$1,727,516.
- Total cash and investments increased by \$1,792,293 as compared to the prior year.
- Property tax revenue decreased by \$292,934 as compared to the prior year.
- General fund expenditures decreased by \$9,920,311 as compared to the prior year, the majority of the decrease is due to the refunding of the 2005 COPS with the issuance of the 2009 Lease Mortgage Revenue Bond.
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$(683,519).
- Total debt increased by \$475,129 during the current fiscal year.

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 financial statements. This report also contains other supplementary information and schedules in addition to the basic 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 assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

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

Both of the government-wide financial statements identify functions of the County that are principally to be supported by taxes and intergovernmental revenue (governmental activities). The governmental activities of the County include general government, public safety, public works, public health and welfare, culture and recreation, auxiliary services, and debt service. The government-wide financial statements discretely present the activity of the Elbert County Emergency Telephone Service Authority, a component unit of the County.

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. The funds of the County include both governmental funds and 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.

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. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains 16 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenue, expenditures, and changes in fund balances for the General Fund, the Road and Bridge special revenue fund, Social Services special revenue fund, Sales and Use Tax special revenue fund, the Impact Assistance special revenue fund, the Elbert County Building Authority Capital Projects Fund and the Public Health and Administration special revenue fund, each of which are considered to be major funds. Data for the other nine governmental funds are combined into a single aggregated presentation. Individual fund data for these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for its major and nonmajor governmental funds. Budgetary comparison statements have been provided to demonstrate compliance with these budgets.

Fiduciary funds. Fiduciary funds are used to account for assets held for the benefit of parties outside the County. Fiduciary funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the County's own programs.

Notes to 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.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents in the form of required supplementary information, budgetary comparison statements for the major governmental funds.

The combining statements referred to earlier in connection with nonmajor governmental funds and certain Social Services special revenue fund schedules are presented immediately following the required supplementary information.

This report also contains schedules of debt service requirements to maturity and a local highway finance report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government’s financial position. The County’s assets exceeded liabilities by \$87,523,889 at the close of the most recent fiscal year.

| | Net Assets | |
|--|-------------------|---------------|
| | 2010 | 2009 |
| Current assets | \$ 14,823,961 | \$ 12,977,541 |
| Other assets | 336,979 | 370,582 |
| Capital assets | 90,812,552 | 94,002,659 |
| Total assets | 105,973,492 | 107,350,782 |
| Current liabilities | 9,666,274 | 9,791,177 |
| Long-term liabilities | 8,783,329 | 8,308,200 |
| Total liabilities | 18,449,603 | 18,099,377 |
| Net assets invested in capital assets, net of debt | 83,479,836 | 86,894,507 |
| Restricted net assets | 1,607,998 | 1,349,946 |
| Unrestricted net assets | 2,436,055 | 1,006,952 |
| Total net assets | \$ 87,523,889 | \$ 89,251,405 |

The largest portion of the County’s net assets (95%) reflects its investment in capital assets. The County uses these capital assets to provide services to citizens; consequently, the assets are not available for future spending.

An additional portion of the County's net assets (2%) represents resources that are subject to restrictions on how they can be used and/or are not currently available for the County's ongoing obligations. The remaining balance of unrestricted net assets \$2,436,055 may be used to meet the government's future expenditures.

At the end of the current fiscal year, the County was able to report positive balances in all three categories of net assets.

The County's net assets decreased by \$1,727,516 during the current fiscal year.

Change in Net Assets

| | 2010 | 2009 |
|------------------------------------|---------------|---------------|
| Revenues | | |
| Program revenues | | |
| Charges for services | \$ 2,409,973 | \$ 2,818,110 |
| Operating grants and contributions | 4,224,017 | 4,848,001 |
| Capital grants and contributions | - | 151,328 |
| General revenues | | |
| Taxes | 10,729,417 | 11,070,721 |
| Intergovernmental | 3,272,812 | 2,977,738 |
| Investment and interest income | 6,787 | 23,282 |
| Transfer of capital assets | - | 382,502 |
| Other | 758,882 | 206,815 |
| Total revenues | 21,401,888 | 22,478,497 |
| Expenses | | |
| General government | 6,158,786 | 5,812,158 |
| Public safety | 3,248,899 | 4,065,676 |
| Public works | 7,809,512 | 9,157,262 |
| Public health and welfare | 5,332,089 | 5,900,869 |
| Culture and recreation | 136,461 | 118,836 |
| Auxiliary services | 101,590 | 121,201 |
| Interest on long-term debt | 342,067 | 314,363 |
| Total expenses | 23,129,404 | 25,490,365 |
| Change in net assets | (1,727,516) | (3,011,868) |
| Net assets - Beginning | 89,251,405 | 92,263,273 |
| Net assets - Ending | \$ 87,523,889 | \$ 89,251,405 |

Financial Analysis of the Government's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$5,207,077, \$3,242,752 constitutes unreserved fund balance, which is available for spending at the County's discretion.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, the General Fund had a fund balance of \$101,863.

The Road and Bridge special revenue fund had a total fund balance of \$1,765,318 as of December 31, 2010, of which \$238,043 is restricted for inventory. The Road and Bridge special revenue fund's fund balance increased by \$864,775 from the previous year.

The Social Services special revenue fund's fund balance was \$501,201 at the end of the current fiscal year. The Social Services special revenue fund's fund balance decreased \$149,884 from the previous year.

The Sales and Use Tax special revenue fund's fund balance was \$1,340,699 at the end of the current fiscal year. The Sales and Use Tax special revenue fund's fund balance increased \$613,699 from the previous year.

The Impact Assistance special revenue fund's fund balance was \$557,096 at the end of the fiscal year. The Impact Assistance special revenue fund's fund balance increased \$23,585 from the previous year.

The Public Health and Administration special revenue fund was established in 2009 and had an ending fund balance of \$-0- at December 31, 2010 and 2009.

Capital Assets

The County invested \$1,648,201 in capital assets for its governmental-type activities for the year ended December 31, 2010. This investment in capital assets consists primarily of public facilities and vehicles.

Next Year's Budgets

The County has appropriated \$20,843,057 for spending in the 2011 fiscal year budget. Budgeted 2011 revenue of \$20,103,143 and the use of accumulated fund balances will be sufficient to cover the appropriated expenditures in 2011.

Requests for Information

This financial report is designed to provide a general overview of Elbert County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to: Elbert County, 221 Comanche Street, P.O. Box 597, Kiowa, Colorado 80117.

BASIC FINANCIAL STATEMENTS

ELBERT COUNTY, COLORADO
STATEMENT OF NET ASSETS
December 31, 2010

| | Primary Government Governmental Activities | Component Unit Emergency Telephone Service Authority |
|---|---|---|
| ASSETS | | |
| Cash and investments | \$ 4,940,615 | \$ - |
| Cash and investments - Restricted | 905,247 | - |
| Receivables | 885,255 | - |
| Property taxes receivable | 7,827,339 | - |
| Inventory of supplies | 265,505 | - |
| Other assets, net | 336,979 | - |
| Capital assets, net | | |
| Land, buildings, equipment and infrastructure | 90,812,552 | - |
| Total assets | 105,973,492 | - |
| LIABILITIES | | |
| Warrants and accounts payable | 881,247 | - |
| Due to agency fund | 647,748 | - |
| Accrued interest payable | 49,390 | - |
| Deferred revenue | 8,087,889 | - |
| Noncurrent liabilities | | |
| Due within one year | 7,439,329 | - |
| Due in more than one year | 1,344,000 | - |
| Total liabilities | 18,449,603 | - |
| NET ASSETS | | |
| Invested in capital assets, net of related debt | 83,479,836 | - |
| Restricted | 1,607,998 | - |
| Unrestricted | 2,436,055 | - |
| Total net assets | \$ 87,523,889 | \$ - |

These financial statements should be read only in connection with
the accompanying notes to financial statements.

ELBERT COUNTY, COLORADO
STATEMENT OF ACTIVITIES
December 31, 2010

| Functions/Programs | Program Revenues | | | | Net (Expense) Revenue and Changes in Net Assets | |
|---|------------------|----------------------|------------------------------------|----------------------------------|---|---------------------------------------|
| | Expenses | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Primary Government | Component Unit |
| | | | | | Governmental Activities | Emergency Telephone Service Authority |
| Primary government: | | | | | | |
| Governmental activities: | | | | | | |
| General government | \$ 6,158,786 | \$ 2,409,973 | \$ - | \$ - | \$ (3,748,813) | \$ - |
| Public safety | 3,248,899 | - | - | - | (3,248,899) | - |
| Public works | 7,809,512 | - | - | - | (7,809,512) | - |
| Public health and welfare | 5,332,089 | - | 4,172,050 | - | (1,160,039) | - |
| Culture and recreation | 136,461 | - | - | - | (136,461) | - |
| Auxiliary services | 101,590 | - | - | - | (101,590) | - |
| Interest on long-term debt | 342,067 | - | 51,967 | - | (290,100) | - |
| Total primary government | \$ 23,129,404 | \$ 2,409,973 | \$ 4,224,017 | \$ - | (16,495,414) | - |
| Component unit: | | | | | | |
| Emergency telephone service authority | \$ 157,093 | \$ 80,192 | \$ - | \$ - | | (76,901) |
| Conveyance of capital assets to other governments | 263,938 | - | - | - | | (263,938) |
| | \$ 421,031 | \$ 80,192 | \$ - | \$ - | | (340,839) |
| General revenues: | | | | | | |
| Taxes | | | | | 10,729,417 | - |
| Intergovernmental | | | | | 3,272,812 | - |
| Interest income | | | | | 6,787 | 225 |
| Other | | | | | 758,882 | - |
| Total general revenues | | | | | 14,767,898 | 225 |
| Change in net assets | | | | | (1,727,516) | (340,614) |
| Net assets - Beginning | | | | | 89,251,405 | 340,614 |
| Net assets - Ending | | | | | \$ 87,523,889 | \$ - |

These financial statements should be read only in connection with the accompanying notes to financial statements.

**ELBERT COUNTY, COLORADO
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2010**

| | <u>Special Revenue Funds</u> | | |
|---|------------------------------|----------------------------|----------------------------|
| | <u>General</u> | <u>Road and Bridge</u> | <u>Social Services</u> |
| ASSETS | | | |
| Cash and investments with Treasurer | \$ 143,753 | \$ 1,521,877 | \$ 686,076 |
| Cash and investments with Treasurer - Restricted | 757,920 | - | - |
| Accounts receivable | 278,568 | 131,865 | 68,072 |
| Assessments receivable | - | - | - |
| Due from other funds | - | - | - |
| Property taxes receivable | 4,509,718 | 2,626,108 | 414,649 |
| Inventory of supplies | 27,462 | 238,043 | - |
| Total assets | <u>\$ 5,717,421</u> | <u>\$ 4,517,893</u> | <u>\$ 1,168,797</u> |
| LIABILITIES AND FUND BALANCES | | | |
| LIABILITIES | | | |
| Warrants and accounts payable | \$ 1,084,069 | \$ 126,467 | \$ 252,947 |
| Due to other funds | 21,771 | - | - |
| Deferred revenue | 4,509,718 | 2,626,108 | 414,649 |
| Total liabilities | <u>5,615,558</u> | <u>2,752,575</u> | <u>667,596</u> |
| FUND BALANCES | | | |
| Reserved for: | | | |
| Emergency reserves | 257,920 | - | - |
| Debt service | 500,000 | - | - |
| Inventory | 27,462 | 238,043 | - |
| Unreserved, reported in: | | | |
| General fund (deficit) | (683,519) | - | - |
| Special revenue funds | - | 1,527,275 | 501,201 |
| Total fund balances | <u>101,863</u> | <u>1,765,318</u> | <u>501,201</u> |
| TOTAL LIABILITIES FUND BALANCES | <u>\$ 5,717,421</u> | <u>\$ 4,517,893</u> | <u>\$ 1,168,797</u> |

| <u>Sales and Use Tax Fund</u> | <u>Impact Assistance Fund</u> | <u>Public Health and Administration Fund</u> | <u>Nonmajor Governmental Funds</u> | <u>Total Governmental Funds</u> |
|---------------------------------------|---------------------------------------|--|--|---|
| \$ 1,238,433 | \$ 557,096 | \$ 1,162 | \$ 792,218 | \$ 4,940,615 |
| - | - | - | 147,327 | 905,247 |
| 130,264 | - | 14,218 | 1,718 | 624,705 |
| - | - | - | 260,550 | 260,550 |
| - | - | 2,787 | 18,984 | 21,771 |
| - | - | - | 276,864 | 7,827,339 |
| - | - | - | - | 265,505 |
| <u>\$ 1,368,697</u> | <u>\$ 557,096</u> | <u>\$ 18,167</u> | <u>\$ 1,497,661</u> | <u>\$ 14,845,732</u> |
| | | | | |
| \$ 27,998 | \$ - | \$ 18,167 | \$ 19,347 | \$ 1,528,995 |
| - | - | - | - | 21,771 |
| - | - | - | 537,414 | 8,087,889 |
| <u>27,998</u> | <u>-</u> | <u>18,167</u> | <u>556,761</u> | <u>9,638,655</u> |
| | | | | |
| - | - | - | 23,880 | 281,800 |
| - | - | - | 917,020 | 1,417,020 |
| - | - | - | - | 265,505 |
| - | - | - | - | (683,519) |
| 1,340,699 | 557,096 | - | - | 3,926,271 |
| <u>1,340,699</u> | <u>557,096</u> | <u>-</u> | <u>940,900</u> | <u>5,207,077</u> |
| | | | | |
| <u>\$ 1,368,697</u> | <u>\$ 557,096</u> | <u>\$ 18,167</u> | <u>\$ 1,497,661</u> | <u>\$ 14,845,732</u> |

These financial statements should be read only in connection with the accompanying notes to financial statements.

ELBERT COUNTY, COLORADO
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
GOVERNMENTAL FUNDS
December 31, 2010

Amounts reported for governmental activities in the statement of net assets are different because:

| | |
|--|-----------------------------|
| Total fund balance - Total governmental funds | \$ 5,207,077 |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. | 90,812,552 |
| Other assets, net of accumulated amortization, are not financial resources and, therefore, are not reported in the funds. | 336,979 |
| Accrued interest payable is not included in the funds. | (49,390) |
| Noncurrent liabilities, including capital leases and bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds. | <u>(8,783,329)</u> |
| Net assets of governmental activities | <u><u>\$ 87,523,889</u></u> |

These financial statements should be read only in connection with the accompanying notes to financial statements.

ELBERT COUNTY, COLORADO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended December 31, 2010

| | <u>Special Revenue Funds</u> | | | |
|---|------------------------------|----------------------------|----------------------------|---------------------------------------|
| | <u>General</u> | <u>Road and Bridge</u> | <u>Social Services</u> | <u>Sales and Use Tax Fund</u> |
| REVENUES | | | | |
| Taxes | \$ 6,056,752 | \$ 2,622,895 | \$ 414,200 | \$ 1,318,093 |
| Special assessments | - | - | - | - |
| Licenses and permits | 568,144 | - | - | - |
| Intergovernmental | 252,892 | 2,386,412 | 4,172,050 | - |
| Charges for services | 1,814,495 | - | - | - |
| Net investment income | 419 | - | - | - |
| Miscellaneous | 700,183 | 54,917 | - | - |
| Total revenues | <u>9,392,885</u> | <u>5,064,224</u> | <u>4,586,250</u> | <u>1,318,093</u> |
| EXPENDITURES | | | | |
| Current | | | | |
| General government | 4,768,288 | 78,795 | 12,438 | 39,594 |
| Public safety | 3,769,439 | - | - | - |
| Public works | - | 3,465,748 | - | - |
| Public health and welfare | - | - | 4,723,696 | - |
| Culture and recreation | 124,058 | - | - | - |
| Auxiliary services | 101,590 | - | - | - |
| Debt service | - | 634,156 | - | - |
| Capital outlay | - | 980,850 | - | 664,800 |
| Total expenditures | <u>8,763,375</u> | <u>5,159,549</u> | <u>4,736,134</u> | <u>704,394</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | <u>629,510</u> | <u>(95,325)</u> | <u>(149,884)</u> | <u>613,699</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Capital lease proceeds | - | 960,100 | - | - |
| Transfers in | 63,154 | - | - | - |
| Transfers (out) | (91,576) | - | - | - |
| Total other financing sources (uses) | <u>(28,422)</u> | <u>960,100</u> | <u>-</u> | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES) | 601,088 | 864,775 | (149,884) | 613,699 |
| FUND BALANCES (DEFICITS) - BEGINNING | (499,225) | 900,543 | 651,085 | 727,000 |
| FUND BALANCES - END OF YEAR | <u>\$ 101,863</u> | <u>\$ 1,765,318</u> | <u>\$ 501,201</u> | <u>\$ 1,340,699</u> |

| Impact Assistance Fund | Public Health and Administration Fund | Nonmajor Governmental Funds | Total Governmental Funds |
|-------------------------------|--|------------------------------------|---------------------------------|
| \$ - | \$ - | \$ 317,477 | \$ 10,729,417 |
| - | - | 51,967 | 51,967 |
| - | - | - | 568,144 |
| - | 511,089 | 122,419 | 7,444,862 |
| 27,334 | - | - | 1,841,829 |
| 4,212 | - | 2,156 | 6,787 |
| - | 3,782 | - | 758,882 |
| <u>31,546</u> | <u>514,871</u> | <u>494,019</u> | <u>21,401,888</u> |
| 5,410 | - | 320,973 | 5,225,498 |
| - | - | - | 3,769,439 |
| - | - | - | 3,465,748 |
| - | 582,159 | - | 5,305,855 |
| - | - | - | 124,058 |
| - | - | - | 101,590 |
| - | - | 115,947 | 750,103 |
| 2,551 | - | - | 1,648,201 |
| <u>7,961</u> | <u>582,159</u> | <u>436,920</u> | <u>20,390,492</u> |
| <u>23,585</u> | <u>(67,288)</u> | <u>57,099</u> | <u>1,011,396</u> |
| - | - | - | 960,100 |
| - | 67,288 | 24,288 | 154,730 |
| - | - | (63,154) | (154,730) |
| <u>-</u> | <u>67,288</u> | <u>(38,866)</u> | <u>960,100</u> |
| 23,585 | - | 18,233 | 1,971,496 |
| 533,511 | - | 922,667 | 3,235,581 |
| <u>\$ 557,096</u> | <u>\$ -</u> | <u>\$ 940,900</u> | <u>\$ 5,207,077</u> |

These financial statements should be read only in connection with the accompanying notes to financial statements.

ELBERT COUNTY, COLORADO
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
Year Ended December 31, 2010

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

Net change in fund balances - Total governmental funds \$ 1,971,496

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported net of depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period.

| | |
|---|-------------|
| Capital outlay | 2,526,110 |
| Depreciation | (5,630,259) |
| Disposal of assets, net of depreciation | (85,958) |

The issuance of long-term debt (e.g. capital leases and bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

| | |
|-------------------------|-----------|
| Capital lease proceeds | (960,100) |
| Principal payments made | 494,973 |

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 compensated absences | 44,980 |
| Amortization of bond issuance costs | (33,603) |
| Change in accrued interest | (173) |
| Amortization of deferred loss on refunding | (54,982) |

Change in net assets of governmental activities \$ (1,727,516)

These financial statements should be read only in connection with
the accompanying notes to financial statements.

ELBERT COUNTY, COLORADO
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
December 31, 2010

| | <u>Agency Funds</u> | | <u>Total</u> |
|--|---------------------|---------------------------|----------------|
| | <u>Treasurer</u> | <u>Public Trustee</u> | |
| ASSETS | | | |
| Cash and investments with Treasurer | \$ 26,659 | \$ 50,507 | \$ 77,166 |
| Due from other governments | 647,748 | - | 647,748 |
| Total assets | <u>674,407</u> | <u>50,507</u> | <u>724,914</u> |
| LIABILITIES | | | |
| Due to other governments | 653,707 | - | 653,707 |
| Other liabilities | 20,700 | - | 20,700 |
| Escrow deposits held by public trustee | - | 50,507 | 50,507 |
| Total liabilities | <u>674,407</u> | <u>50,507</u> | <u>724,914</u> |
| NET ASSETS | | | |
| Held in trust | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

These financial statements should be read only in connection with
the accompanying notes to financial statements.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 1 - DEFINITION OF REPORTING ENTITY

Elbert County, Colorado (County) is governed by a Board of County Commissioners. The Board consists of three elected members. The County provides the following services: public safety (including the activity of the Sheriff's Contraband account), health and welfare, construction and maintenance of roads and bridges and general administrative services.

The County follows the Governmental Accounting Standards Board (GASB) accounting pronouncements which provide guidance for determining which governmental activities, organizations and functions should be included within the financial reporting entity. GASB pronouncements set forth the financial accountability of a governmental organization's elected governing body as the basic criterion for including a possible component governmental organization in a primary government's legal entity. Financial accountability includes, but is not limited to, appointment of a voting majority of the organization's governing body, ability to impose its will on the organization, a potential for the organization to provide specific financial benefits or burdens and fiscal dependency.

As required by generally accepted accounting principles (GAAP), these financial statements present the County (the primary government) and its component units. One component unit, the Elbert County Emergency Telephone Service Authority (Authority), is discretely reported in a separate column to emphasize that it is legally separate from the County. The discretely presented component unit has a December 31 year end.

The Authority was established April 27, 1989 and reconstituted April 14, 1992 by an Intergovernmental Agreement between the County of Elbert; Towns of Simla, Kiowa, Elbert and Elizabeth; Kiowa, Elbert, Elizabeth, Tri-County, Rattlesnake, Deer Trail and Calhan Fire Protection Districts. The Authority was established pursuant to State Statute Article 11 of Title 29. The purpose of the Authority is to provide central emergency telephone services to residents within the service area in Elbert County. The Authority is included in the County's financial statements because the Elbert County Board of Commissioners appoints all of the board members. The Authority was dissolved June 29, 2010. Complete financial statements for the Authority may be obtained from the Authority's office at P.O. Box 992, Elizabeth, Colorado 80107.

The County is financially accountable for the Elbert County Building Authority (Building Authority). The Building Authority was registered with the State of Colorado as a nonprofit corporation on November 11, 2005 and had no financial activity during 2010. The Building Authority is governed by a Board of Directors that consist of three members. The initial Board was established by the County Commissioners. Any future changes to Board members will be decided by a majority vote of the existing members.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 1 - DEFINITION OF REPORTING ENTITY (CONTINUED)

The operations of the 18th Judicial District (including Crime Victim Compensation Boards) is not a part of the financial statements of the County as the County is not financially accountable for the operations of the 18th Judicial District.

Proceeds from the seizure of contraband were \$-0- for the year ended December 31, 2010.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The more significant accounting policies of the County are described as follows:

Government-wide and Fund Financial Statements

The government-wide financial statements include the statement of net assets and the statement of activities. These financial statements include all of the activities of the primary government and its component units except for the fiduciary activities. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities are normally supported by taxes and intergovernmental revenues. Likewise, the primary government is reported separately from the legally separate component units for which the primary government is financially accountable.

The statement of net assets reports all financial and capital resources of the primary government and its component units. The difference between the assets and liabilities of the County is reported as net assets.

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

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.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 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. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met. Depreciation is computed and recorded as an operating expense. Expenditures for property and equipment are shown as increases in assets, and redemption of bonds and notes are recorded as a reduction in liabilities.

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. The County has determined that expenditure-driven grants should be recognized as soon as all eligibility criteria have been met. For this purpose, the County considers grant revenues to be susceptible to accrual if they are collected within a year after the current fiscal period. The major sources of revenue susceptible to accrual are specific ownership taxes and grant funding. All other revenue items are considered to be measurable and available only when cash is received by the County. Expenditures, other than interest on long-term obligations and interest on capital leases are recorded when the liability is incurred or the long-term obligation is due.

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 general government, except those required to be accounted for in another fund.

The Road and Bridge special revenue fund is used to account for the proceeds of restricted revenue to be used for maintaining road and bridge operations.

The Social Services special revenue fund is used to account for the proceeds of restricted revenue to be used for public health and welfare programs.

The Sales and Use Tax special revenue fund is used to account for the revenue generated by the 1% sales and 1% use tax on applicable sales within the County.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The Impact Assistance special revenue fund is used to account for the proceeds of restricted revenue to be used for certain eligible projects.

The Public Health and Administration special revenue fund is used to account for grants and funds received for public health and welfare.

Additionally, the County reports Agency Funds, which are used to account for assets held by the County as an agent for other governmental units and individuals. The Agency Funds are custodial in nature and do not present results of operations or have a measurement focus.

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

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.

Budgets

In accordance with the State Budget Law, the County Commissioners hold public hearings in the fall each year to approve the budget and appropriate the funds for the ensuing year. The appropriation is at the total fund expenditures and other financing uses level, which includes other financing uses, and lapses at year end. The County Commissioners can modify the budget by line item within the total appropriation without notification. The appropriation can only be modified upon completion of notification and publication requirements. The budget includes each fund on its basis of accounting unless otherwise indicated. For budgetary purposes, the County did not budget or appropriate for entering into capital lease transactions, as entering into a capital lease transaction does not provide for or use financial resources. The payments required under the capital lease agreements are included in the appropriations resolution.

Supplementary appropriations approved by the County modified the 2010 appropriation from \$5,016,864 to \$5,170,000 in the Road and Bridge Fund.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Net Investment Income

Except for cash held by third parties (cash and investments with trustee), all cash is deposited with the County Treasurer. When funds are received, the accounts of the fund receiving the money are credited. When expenditures are made, the cash with Treasurer is reduced and the expenditures recorded. The Treasurer invests the funds to achieve the best possible return on the investment. All funds record cash and investments as cash with County Treasurer. Net investment income is allocated to the General Fund, Conservation Trust Fund and Impact Assistance Fund, in accordance with statutory requirements. Investments are carried at fair value.

Inventories

Inventories of supplies held for consumption by the Road and Bridge Fund are valued at average cost. The cost of inventory is recorded as an expenditure at the time individual inventory items are used. Reported inventories are equally offset by a fund balance reserve which indicates that they do not constitute available spendable resources even though they are a component of assets.

Capital Assets

Capital assets, which include property, equipment, and infrastructure assets (e.g. roads and similar items), are reported in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. 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 the life of the asset are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable. Depreciation expense has been computed using the straight-line method over the estimated economic useful lives:

| | |
|----------------|-------------|
| Buildings | 39 years |
| Equipment | 3 - 7 years |
| Infrastructure | 30 years |

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property Taxes

Property taxes are levied by the County Commissioners. The levy is based on assessed valuations determined by the County Assessor generally as of January 1 of each year. The levy is normally set by December 15 by certification to put a tax lien on the individual properties as of January 1 of the following year. The County Treasurer collects the determined taxes during the ensuing calendar year. The taxes are payable by April or if in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August and generally sales of the tax liens on delinquent properties are held in November or December.

Property taxes, net of estimated uncollectible taxes, are recorded initially as deferred revenue in the year they are levied and measurable. The deferred property tax revenue are recorded as revenue in the year they are available or collected.

Amortization

Bond Issue Costs

In the government-wide financial statements, bond issue costs are reported as deferred charges and amortized over the term of the related debt using the interest method.

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

Cost of Refunding

In the government-wide financial statements, the deferred cost of refunding is being amortized using the interest method over the life of the defeased Certificates of Participation. The amortization amount is a component of interest expense and the unamortized deferred cost is reflected as a reduction of bonds payable.

Compensated Absences

The County has a policy that allows employees to accumulate unused vacation benefits up to certain maximum hours. Compensated absences are accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The County's General Fund is used to liquidate compensated absences of the governmental activities.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are legally segregated or are not subject to future appropriation. Designations of unreserved fund balances indicate the Commissioners' intention for future utilization of such funds and are subject to change by the Commissioners.

Reserved Fund Balance

Individual reserves by fund at December 31, 2010 are as follows:

Primary Government:

General Fund

| | |
|--------------------------------------|----------------|
| Reserved for emergencies under Tabor | \$ 257,920 |
| Reserved for debt service | 500,000 |
| Reserved for inventory | <u>27,462</u> |
| Total General Fund | <u>785,382</u> |

Debt Service Funds

| | |
|---|----------------|
| Reserved for payment of bond principal and interest | <u>123,447</u> |
|---|----------------|

Special Revenue Funds

| | |
|------------------------|---------|
| Road and Bridge Fund | |
| Reserved for inventory | 238,043 |

Contingency Fund

| | |
|--------------------------------------|--------|
| Reserved for emergencies under Tabor | 23,880 |
|--------------------------------------|--------|

Conservation Trust Fund

| | |
|------------------------------|----------------|
| Reserved for future projects | <u>793,573</u> |
|------------------------------|----------------|

| | |
|-----------------------------|------------------|
| Total Special Revenue Funds | <u>1,055,496</u> |
|-----------------------------|------------------|

| | |
|-------------------------------------|---------------------|
| Total reservations of fund balances | <u>\$ 1,964,325</u> |
|-------------------------------------|---------------------|

The fund balances in the Debt Service Funds are to be used for the payment of public improvement and special assessment bond principal and interest.

An amount of the fund balance equal to the reported inventory in the General Fund and Road and Bridge Fund is reserved to indicate that the inventory does not constitute spendable resources even though the inventory is a component of net assets.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Emergency reserves have been provided for as required by Article X, Section 20 of the Constitution of the State of Colorado (see Note 12).

The reserved balance for the Conservation Trust Fund is for the net unspent proceeds received from the State Lottery under the State's Conservation Trust Fund regulations.

NOTE 3 - CASH AND INVESTMENTS

Cash and investments as of December 31, 2010 are classified in the accompanying financial statements as follows:

| | |
|--|----------------------------|
| Statement of net assets: | |
| Cash and investments | \$ 4,940,615 |
| Cash and investments - Restricted | <u>905,247</u> |
| Total cash and investments - Statement of net assets | <u>5,845,862</u> |
| Statement of fiduciary net assets | <u>77,166</u> |
| | <u><u>\$ 5,923,028</u></u> |

Cash and investments as of December 31, 2010 consist of the following:

| | |
|--------------------------------------|----------------------------|
| Deposits with financial institutions | \$ 4,041,480 |
| Investments | <u>1,881,548</u> |
| Total cash and investments | <u><u>\$ 5,923,028</u></u> |

Deposits with Financial Institutions

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. The market value of the collateral must be at least 102% of the aggregate uninsured deposits.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 3 - CASH AND INVESTMENTS (CONTINUED)

The State Commissioners for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

At December 31, 2010, the County's cash deposits had a bank balance of \$4,112,549 and a carrying balance of \$4,041,480.

Investments

The County has not adopted a formal investment policy, however, the County follows State statutes regarding investments.

The County generally limits its concentration of investments to those noted with an asterisk (*) below, which are believed to have minimal credit risk, minimal interest rate risk, and no foreign currency risk. Additionally, the County is not subject to concentration of custodial risk disclosure requirements or subject to investment custodial risk for investments that are in the possession of another party.

Colorado revised statutes limit investment maturities to five years or less unless formally approved by the Board of Commissioners. Such actions are generally associated with a debt service reserve or sinking fund requirements.

Revenue bonds of local government securities, corporate and bank securities, and guaranteed investment contracts not purchased with bond proceeds are limited to maturities of three years or less.

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local governments may invest which include:

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

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 3 - CASH AND INVESTMENTS (CONTINUED)

As of December 31, 2010, the County had the following investments:

| Investment | Maturity | Fair Value |
|---|-----------------------------------|---------------------|
| Colorado Liquid Asset Trust (Colotrust) | Weighted average under 60 days | \$ 1,271,049 |
| Money Market Funds | Weighted average under 90 days | <u>511,706</u> |
| | | <u>\$ 1,782,755</u> |

COLOTRUST

The County invested in the Colorado Local Government Liquid Asset Trust (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper and repurchase agreements collateralized by certain obligations of U.S. government agencies. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. COLOTRUST is rated AAAM by Standard & Poor's.

Money Market Funds

These funds are being held in a U.S. Treasury money market fund managed by the Trustee. The managed funds invest primarily in securities that are issued or guaranteed as to payment of principal and interest by the U.S. government, its agencies or instrumentalities and repurchase agreements collateralized by such securities.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 4 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2010 was as follows:

| Primary Government | Balance at December 31, 2009 | Increases | Decreases | Balance at December 31, 2010 |
|--|---|-----------------------|---------------------|---|
| Capital assets, not being depreciated: | | | | |
| Water rights | \$ 1 | \$ - | \$ - | \$ 1 |
| Land | 622,312 | 65,000 | - | 687,312 |
| Construction in progress | 1,745,934 | 693,500 | (590,623) | 1,848,811 |
| Total capital assets, not being depreciated | <u>2,368,247</u> | <u>758,500</u> | <u>(590,623)</u> | <u>2,536,124</u> |
| Capital assets, being depreciated: | | | | |
| Buildings | 10,985,245 | - | - | 10,985,245 |
| Equipment | 8,639,886 | 1,803,035 | (1,296,584) | 9,146,337 |
| Infrastructure | 161,648,471 | 555,198 | - | 162,203,669 |
| Total capital assets, being depreciated | <u>181,273,602</u> | <u>2,358,233</u> | <u>(1,296,584)</u> | <u>182,335,251</u> |
| Less accumulated depreciation for: | | | | |
| Buildings | (3,627,370) | (240,983) | - | (3,868,353) |
| Equipment | (6,685,033) | (730,651) | 1,210,626 | (6,205,058) |
| Infrastructure | (79,326,787) | (4,658,625) | - | (83,985,412) |
| Total accumulated depreciation | <u>(89,639,190)</u> | <u>(5,630,259)</u> | <u>1,210,626</u> | <u>(94,058,823)</u> |
| Total capital assets, being depreciated, net | <u>91,634,412</u> | <u>(3,272,026)</u> | <u>(85,958)</u> | <u>88,276,428</u> |
| Capital assets, net | <u>\$ 94,002,659</u> | <u>\$ (2,513,526)</u> | <u>\$ (676,581)</u> | <u>\$ 90,812,552</u> |
| Component Unit | | | | |
| Emergency Telephone Service Authority | \$ 50,037 | \$ 60,365 | \$ (110,402) | \$ - |

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

| | |
|----------------------------|---------------------|
| General government | \$ 290,684 |
| Public safety | 215,904 |
| Public health and welfare | 16,740 |
| Public works | 5,094,528 |
| Culture and recreation | 12,403 |
| Total depreciation expense | <u>\$ 5,630,259</u> |

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 5 - LONG-TERM OBLIGATIONS

The following is an analysis of the changes in the County's long-term obligations for the year ended December 31, 2010:

| | <u>Balance at December 31, 2009</u> | <u>Additions</u> | <u>Reductions</u> | <u>Balance at December 31, 2010</u> | <u>Due Within One Year</u> |
|---------------------------------|---|-------------------|-------------------|---|------------------------------------|
| Governmental Activities: | | | | | |
| Capital lease obligations | \$ 606,675 | \$ 960,100 | \$ 293,973 | \$ 1,272,802 | \$ 516,518 |
| Special assessment debt | 286,000 | - | 16,000 | 270,000 | 20,000 |
| General obligation debt | 845,000 | - | 35,000 | 810,000 | 35,000 |
| Lease mortgage revenue bond | 6,840,000 | - | 150,000 | 6,690,000 | 6,690,000 |
| Compensated absences | 222,791 | - | 44,980 | 177,811 | 177,811 |
| | <u>8,800,466</u> | <u>960,100</u> | <u>539,953</u> | <u>9,220,613</u> | <u>7,439,329</u> |
| Cost of refunding | (492,266) | - | 54,982 | (437,284) | - |
| | <u>\$ 8,308,200</u> | <u>\$ 960,100</u> | <u>\$ 484,971</u> | <u>\$ 8,783,329</u> | <u>\$ 7,439,329</u> |

*See Lease Mortgage Revenue Bond on page 25

The detail of the County's long-term obligations is as follows:

Capital Leases

The County has entered into lease agreements as lessee for financing the acquisition of certain road and bridge equipment as described below. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

The assets acquired through capital leases at December 31, 2010 are as follows:

| | <u>Governmental Activities</u> |
|-------------------------------|------------------------------------|
| Equipment | \$ 5,049,624 |
| Less accumulated depreciation | (2,684,703) |
| Total | <u>\$ 2,364,921</u> |

On February 7, 2006, the County entered into a capital lease obligation to purchase a motor grader. The lease is on a monthly basis for 60 consecutive monthly periods with 59 monthly principal and interest payments of \$1,963.09 with interest of 4.64% and one final payment of \$121,482 which is due January 7, 2011.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 5 - LONG-TERM OBLIGATIONS (CONTINUED)

On March 3, 2007, the County entered into a capital lease obligation to purchase a Sterling LT9500 truck. The lease is on a monthly basis for 60 consecutive monthly periods with payments of \$3,050.13, consisting of principal and interest, with a rate of 4.54%.

On July 7, 2008, the County entered into a capital lease obligation to purchase five Kenworth semi-trucks. The lease is on an annual basis for five years, with payments of \$98,394, consisting of principal and interest, with a rate of 4.75%.

In July 2010, the County entered into a lease purchase agreement to purchase six sheriff vehicles. The lease is on an annual basis for three years, with payments of \$63,932, consisting of principal and interest, with a rate of 3.585%.

On July 28, 2010, the County entered into a capital lease obligation to purchase a motor grader valued at \$244,650. The County traded in existing equipment as part of the planned rotation of equipment which left a balance of \$141,500. The lease is on a quarterly basis for 16 consecutive quarterly periods with payments of \$9,340.62, consisting of principal and interest, with a rate of 2.95%.

On July 28, 2010, the County entered into a capital lease obligation to purchase a motor grader valued at \$250,650. The County traded in existing equipment as part of the planned rotation of equipment which left a balance of \$183,000. The lease is on a quarterly basis for 20 consecutive quarterly periods with payments of \$9,804.33, consisting of principal and interest, with a rate of 2.95%.

On July 28, 2010, the County entered into a capital lease obligation to purchase a motor grader valued at \$244,650. The County traded in existing equipment as part of the planned rotation of equipment which left a balance of \$142,500. The lease is on a quarterly basis for 16 consecutive quarterly periods with payments of \$9,406.63, consisting of principal and interest, with a rate of 2.95%.

On July 28, 2010, the County entered into a capital lease obligation to purchase a motor grader valued at \$244,650. The County traded in existing equipment as part of the planned rotation of equipment which left a balance of \$122,650. The lease is on a quarterly basis for 16 consecutive quarterly periods with payments of \$8,096.30, consisting of principal and interest, with a rate of 2.95%.

On July 28, 2010, the County entered into a capital lease obligation to purchase a motor grader valued at \$244,650. The County traded in existing equipment as part of the planned rotation of equipment which left a balance of \$122,650. The lease is on a quarterly basis for 16 consecutive quarterly periods with payments of \$8,096.30, consisting of principal and interest, with a rate of 2.95%.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 5 - LONG-TERM OBLIGATIONS (CONTINUED)

On November 1, 2010, the County entered into a capital lease obligation to purchase a motor grader valued at \$250,650. The County traded in existing equipment as part of the planned rotation of equipment which left a balance of \$123,900. The lease is on a quarterly basis for 20 consecutive quarterly periods with payments of \$6,607.39, consisting of principal and interest, with a rate of 2.75%.

On November 1, 2010, the County entered into a capital lease obligation to purchase a motor grader valued at \$250,650. The County traded in existing equipment as part of the planned rotation of equipment which left a balance of \$123,900. The lease is on a quarterly basis for 20 consecutive quarterly periods with payments of \$6,607.39, consisting of principal and interest, with a rate of 2.75%.

The lease purchase agreements do not constitute general obligation debts of the County as defined by Colorado Revised Statutes as there are annual appropriation clauses in the lease agreements.

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2010, were as follows:

| <u>Year Ending</u> <u>December 31,</u> | <u>Governmental</u> <u>Activities</u> |
|---|--|
| 2011 | \$ 552,244 |
| 2012 | 339,379 |
| 2013 | 231,833 |
| 2014 | 161,959 |
| 2015 | 59,256 |
| Total minimum lease payments | <u>1,344,671</u> |
| Less amount representing interest | <u>(71,874)</u> |
| Present value of minimum lease payments | <u>\$ 1,272,797</u> |

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 5 - LONG-TERM OBLIGATIONS (CONTINUED)

Special Assessment Bonds

The following Special Assessment Bonds are to be serviced by special assessments levied against real property in the County, which is specifically benefited by the improvements.

The Amanda Pines Estates Local Improvement District Special Assessment Bonds, dated July 19, 2001, were issued in the principal amount of \$215,000. Principal and interest, computed at 5.75% per annum, is payable annually on July 1, and maturing July 1, 2011, except if redeemed prior thereof. The bonds are subject to prepayment prior to maturity by the County on July 1, 2002, and each July 1, thereafter. The principal amount outstanding at December 31, 2010 was \$-0- as the obligation was paid in full in 2010.

The Rolling Hills Acres Local Improvement District Special Assessment Bonds, dated April 24, 2002 were issued in the principal amount of \$175,000. Principal and interest, computed at 6.125% per annum, is payable annually on July 1, and maturing July 1, 2012, except if redeemed prior thereof. The bonds are subject to prepayment prior to maturity by the County on July 1, 2003, and each July 1, thereafter. The principal amount outstanding at December 31, 2010 was \$40,000.

The Chaparral Valley 2 Local Improvement District Special Assessment Bonds, dated January 10, 2003 were issued in the principal amount of \$350,000. Principal and interest, computed at 6.00% per annum, is payable annually on July 1, and maturing July 1, 2022, except if redeemed prior thereof. The bonds are subject to prepayment prior to maturity by the County on July 1, 2003, and each July 1, thereafter. The principal amount outstanding at December 31, 2010 was \$230,000.

General Obligation Bonds

The Meadows Station Subdivision Public Improvement District General Obligation Bonds, dated December 23, 2004 were issued in the principal amount of \$625,000. Principal and interest, computed at a variable rate of 3.15% - 5.25% per annum, is payable semi-annually on June 1 and December 1, and maturing December 1, 2024, except if redeemed prior thereof. The bonds are subject to prepayment prior to maturity by the County on December 1, 2006, and each December 1 thereafter. The principal amount outstanding at December 31, 2010 was \$500,000.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 5 - LONG-TERM OBLIGATIONS (CONTINUED)

The Foxwood Estates Subdivision Public Improvement District General Obligation Bonds, dated January 27, 2005 were issued in the principal amount of \$345,000. Principal and interest are computed at a variable rate of 3.25% - 5.50% per annum. The principal amount outstanding at December 31, 2010 was \$310,000.

Lease Mortgage Revenue Bond

On October 1, 2009, the County entered into a Mortgage and Loan agreement for \$7,300,000 to refinance the Series 2005 Certificates of Participation (COPs) issued by the Building Authority and to receive additional funds to complete the projects originally contemplated in the issuance of the COPs. The bonds bear interest of 5.25% per annum, which will be reset after ten years. Principal and interest on the bond is due annually on December 1st. Any unpaid principal on the bond may be prepaid in whole or in part by the County on any payment date on or after December 1, 2015 at an amount equal to 100% of the principal amount being prepaid, plus accrued interest to the prepayment date. If the County prepays the full principal amount of the bond, the prepayment will include an amount sufficient to cover administration fees and expenses accrued through the final payment of the bond. The defeased COPs are not considered a liability of the County since sufficient funds in the amount of \$5,370,361 were deposited into an Escrow Fund and invested in U.S. government securities for the purpose of paying the principal and interest of the defeased COPs when due. As of December 31, 2010, the outstanding principal balance of the COPs is \$4,240,000 and it is anticipated the bonds will be called in full on December 1, 2015.

The Lease Mortgage Revenue Bond requires the County to establish a reserve fund in the amount of \$500,000 within the General Fund. Through the agreement, the building authority assets were transferred to the County who is responsible for the repairs and maintenance of such assets. Additionally, the County has covenants that require compliance as part of the agreement. The County has requested, and is awaiting, waiver of one covenant for 2010. As of the date of this report, the County has not received such waiver from the lender. Accordingly, the \$6,690,000 principal amount of the Lease Mortgage Revenue Bond has been classified as "Due within one year" in these financial statements. At such time as the anticipated waiver is received, \$155,000 would be due within one year and \$6,535,000 of the principal balance would be due in more than one year.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 5 - LONG-TERM OBLIGATIONS (CONTINUED)

Annual debt service requirements to maturity for Special Assessment Bonds, General Obligation Bonds and the Lease Mortgage Revenue Bonds are as follows:

| Year Ending December 31, | Governmental Activities | | |
|-------------------------------------|--------------------------------|--------------------|---------------------|
| | Principal | Interest | Total |
| 2011 | \$ 210,000 | \$ 406,938 | \$ 616,938 |
| 2012 | 240,000 | 396,147 | 636,147 |
| 2013 | 225,000 | 384,177 | 609,177 |
| 2014 | 240,000 | 372,592 | 612,592 |
| 2015 | 245,000 | 360,180 | 605,180 |
| 2016-2020 | 1,475,000 | 1,590,190 | 3,065,190 |
| 2021-2025 | 1,785,000 | 1,162,341 | 2,947,341 |
| 2026-2029 | 3,350,000 | 472,326 | 3,822,326 |
| | <u>\$ 7,770,000</u> | <u>\$5,144,891</u> | <u>\$12,914,891</u> |

Compensated Absences

According to the County's Compensated Absences Policy, the maximum hours of vacation accrual for all employees, except for Sherriff, Patrol and Dispatch, is 72. The Sherriff, Patrol and Dispatch may accrue up to 80 hours of vacation annually. As of December 31, 2010, the County has a total balance of \$177,811 in compensated absences.

Conduit Debt Obligation

During 2006, the County issued \$439,250 in Revenue Bonds to provide financial assistance to the Centennial Mental Health Center to finance projects of public interest. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liability in the accompanying financial statements. As of December 31, 2010, \$385,576 in principal was outstanding.

The long-term obligations of the County have been and will continue to be liquidated by various County funds. The Road and Bridge Fund services the capital lease obligations. The General Fund services the compensated absences and the Lease Mortgage Revenue Bond. The Special Assessment Debt and General Obligation Debt are serviced by the specific funds that were established with the sole purpose of liquidating the debt obligation.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 6 - NET ASSETS

The County has net assets consisting of three components - invested in capital assets, net of related debt, restricted, and unrestricted.

Invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of capital leases and bonds that are attributable to the acquisition, construction, or improvement of those assets. As of December 31, 2010, the County had invested in capital assets, net of related debt of \$83,479,836 calculated as follows:

| | Governmental Activities |
|---|------------------------------------|
| Invested in capital assets, net of related debt: | |
| Capital assets, net | \$ 90,812,552 |
| Loss on refunding (net of accumulated amortization) | 437,284 |
| Current portion of long-term obligations | (210,000) |
| Noncurrent portion of long-term obligations | (7,560,000) |
| Invested in capital assets, net of related debt | \$ 83,479,836 |

Restricted assets include net assets that are restricted for use either externally imposed by creditors, grantors, contributors, or laws and regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The County had restricted net assets of \$1,607,998 as of December 31, 2010 as follows:

| | Governmental Activities |
|---|------------------------------------|
| <u>Primary Government</u> | |
| Restricted net assets: | |
| Debt service - Special assessment debt | \$ 32,625 |
| Reserve for Lease Mortgage Revenue bond | 500,000 |
| Emergencies under TABOR | 281,800 |
| Trust for future projects | 793,573 |
| Total restricted net assets | \$ 1,607,998 |

The County's unrestricted net assets as of December 31, 2010 are \$2,436,055.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 7 - PENSION PLAN

The County has adopted a multiple employer defined contribution pension plan administered by Colorado Counties Officials and Employees Retirement Association (CCOERA) which covers substantially all employees meeting the minimum eligibility requirements of 20 or more hours of work per week and one full year of continuous service. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees must match the employer contributions which may range from 3% to 6% of gross wages less overtime pay. An employee may contribute an additional 10% of eligible compensation after taxes or defer up to the lesser of \$8,500 or 25% of gross wages until retirement. Withdrawal from the Plan may occur only upon retirement, death, disability or termination of employment.

Employees vest 100% in personal contributions and 20% for each year of employment in employer contributions. Unvested employer contributions forfeited at termination revert to the County.

Both the County and the employees contributed 4% of eligible gross wages to the Plan during 2010. During the year ended December 31, 2010, participants made additional voluntary contributions. Additionally, certain participants participated in the Voluntary Deferred Compensation Plan during 2010. Information regarding the pension plan contributions for 2010 is as follows:

| | <u>2010</u> | <u>2009</u> | <u>2008</u> |
|------------------------|--------------|-------------|-------------|
| Total payroll | \$ 6,604,628 | \$7,940,678 | \$8,928,388 |
| Base salary - Eligible | 6,505,402 | 7,574,615 | 8,135,952 |
| County contribution | 251,353 | 278,655 | 298,628 |
| Employee contribution | 81,170 | 95,594 | 140,456 |

NOTE 8 - DEFERRED COMPENSATION PLAN

The County has a deferred compensation plan created in accordance with Internal Revenue Code Section 457. This plan is also administered by CCOERA. Participation in the plan is optional for all employees. The plan allows the employees to defer a portion of their salary until future years.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 9 - COMMITMENTS AND CONTINGENCIES

Operating Leases

The County leases equipment under operating leases that expire through 2011. Total rental expense for the year ended December 31, 2010 was \$321,006. The future minimum annual rental commitments under these leases are as follows:

| <u>Year ending December 31,</u> | <u>Minimum Lease Payments</u> |
|---------------------------------|---------------------------------------|
| 2011 | \$152,558 |
| 2012 | 96,991 |
| Total | <u>\$249,549</u> |

Litigation

The County has been named in various pending or threatened litigation, claims or assessments. The ultimate outcome/resolution of these matters is not known at this time. The County is monitoring the progress of these matters and has referred various matters to the County's insurance carrier for consultation and representation. Insurance could participate in defense, settlement and claims costs subject to the terms and conditions of the insuring agreements.

NOTE 10 - TRANSFERS

| Transfers Out | Transfers In | | | | Total |
|--------------------------------|-------------------------|-------------------------------------|--|--|-------------------|
| | General Fund | Road and Bridge Fund | Public Health and Administration Fund | Nonmajor Governmental Funds | |
| General Fund | \$ - | \$ - | \$ 67,288 | \$ 24,288 | \$ 91,576 |
| Nonmajor Governmental Funds | 63,154 | - | - | - | 63,154 |
| | <u>\$ 63,154</u> | <u>\$ -</u> | <u>\$ 67,288</u> | <u>\$ 24,288</u> | <u>\$ 154,730</u> |

The transfer from the General Fund to the Retirement Fund (Nonmajor Governmental Funds) of \$24,288 is to cover appropriate expenditures.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 10 – TRANSFERS (CONTINUED)

The transfer to the General Fund from the Conservation Trust Fund (Nonmajor Governmental Funds) of \$63,154 reimburses the General Fund for expenditures eligible for payment out of the Conservation Trust Fund.

The transfer to the Public Health and Administration Fund from the General Fund of \$67,288 is to cover additional costs in excess of the Public Health and Administration Fund revenues.

NOTE 11 - RISK MANAGEMENT

The County is exposed to various risks of loss related to torts, thefts of, damage to or destruction of assets; errors or omissions; injuries to employees, or acts of God. The County is one of several counties which are members of the Colorado Counties Casualty and Property Pool and the County Workers' Compensation Pool (Pools). The Pools are organizations created by intergovernmental agreement. The Colorado Counties Casualty and Property Pool provides general liability, automobile liability, property and auto physical damage to its members. The County Workers' Compensation Pool provides workers' compensation coverage to its members.

The County pays annual contributions to the Pools for its property and casualty insurance and its workers' compensation insurance. The County has a \$500 deductible per claim for its property insurance. The intergovernmental agreements which formed the Pools provides that the Pools will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pools will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year.

Each pool is managed by an independent risk manager/claims administrator who reports to the Pool Board of Directors. Each member's contribution to the respective pool is determined on factors including, but not limited to, the Pool's claim experience, premium costs, cost of administration and other operating expenses, the number of participants, the adequacy of both operating and reserve funds and other factors effecting the status of the Pool or an individual participant, and as approved by the Colorado Insurance Commissioner.

The County's contributions as a percentage of pool revenue are less than 3%.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 11 - RISK MANAGEMENT (CONTINUED)

The Pools provide the following types of coverage:

| | Self-Insured Retentions (Per Occurrence) | Excess Insurance Limits (Per Occurrence) |
|-----------------------|---|---|
| Liability | \$ 250,000 | \$ 10,000,000 |
| Property | \$ 150,000 | \$ 100,000,000 |
| Workers' compensation | \$ 500,000 | to statutory limit |

Settled claims have not exceeded coverage provided by the Pools in any of the past three fiscal years.

NOTE 12 - TAX, SPENDING AND DEBT LIMITATIONS

Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer's Bill of Rights (TABOR) contains tax, spending, revenue and debt limitations which apply to the State of Colorado and all local governments.

Spending and revenue limits are determined based on the prior year's Fiscal Year Spending adjusted for allowable increases based upon inflation and local growth. Fiscal Year Spending is generally defined as expenditures plus reserve increases with certain exceptions. Revenue in excess of the Fiscal Year Spending limit must be refunded unless the voters approve retention of such revenue.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service). Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

ELBERT COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

NOTE 12 - TAX, SPENDING AND DEBT LIMITATIONS (CONTINUED)

The County's management believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of the provisions, including the interpretation of how to calculate Fiscal Year Spending limits will require judicial interpretation. Accordingly, the possibility exists that the County's interpretation of certain TABOR provisions may subsequently be determined to be incorrect. This could result in a potential refund of revenue unless voters approve retention of such revenue. The ultimate outcome of these matters cannot presently be determined and no provision for any liability for a refund of revenue has been made in the financial statements.

On November 5, 1996, a majority of the County's electors authorized the County to retain or expend all revenue derived from building and other development related fees, exactions and permits; and revenues, cost reimbursements and grants from other governments during 1996 and each subsequent year. The County is authorized to spend all such revenues on road improvements, growth management, public safety and such other costs as may be directly related to growth unless otherwise provided by law, agreement, or grant, without regard to any limitation contained in Article X, Section 20 of the Colorado constitution and without limiting in any year the amount of other revenues that may be collected and spent by the County under Article X, Section 20 of the Colorado constitution or any other law; provided, however, that no property tax mill levy shall be increased at any time, nor shall any new tax be imposed, without consent of the voters approving any such increase or new tax.

This information is an integral part of the accompanying financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

ELBERT COUNTY, COLORADO
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2010

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|--|-------------------|---|
| REVENUES | | | |
| Taxes | \$ 5,605,550 | \$ 6,056,752 | \$ 451,202 |
| Licenses and permits | 263,125 | 568,144 | 305,019 |
| Intergovernmental | 186,815 | 252,892 | 66,077 |
| Charges for service | 2,841,258 | 1,814,495 | (1,026,763) |
| Net investment income | 30,000 | 419 | (29,581) |
| Miscellaneous | 145,475 | 700,183 | 554,708 |
| Total revenues | <u>9,072,223</u> | <u>9,392,885</u> | <u>320,662</u> |
| EXPENDITURES | | | |
| General government | 4,849,679 | 4,768,288 | 81,391 |
| Public safety | 3,797,681 | 3,769,439 | 28,242 |
| Culture and recreation | 125,500 | 124,058 | 1,442 |
| Auxiliary services | 121,448 | 101,590 | 19,858 |
| Total expenditures | <u>8,894,308</u> | <u>8,763,375</u> | <u>130,933</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | <u>177,915</u> | <u>629,510</u> | <u>451,595</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | 130,000 | 63,154 | (66,846) |
| Transfers (out) | (180,000) | (91,576) | 88,424 |
| Total other financing sources (uses) | <u>(50,000)</u> | <u>(28,422)</u> | <u>21,578</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES | 127,915 | 601,088 | 473,173 |
| FUND BALANCE (DEFICIT) - BEGINNING OF YEAR | <u>624,399</u> | <u>(499,225)</u> | <u>(1,123,624)</u> |
| FUND BALANCE - END OF YEAR | <u>\$ 752,314</u> | <u>\$ 101,863</u> | <u>\$ (650,451)</u> |

ELBERT COUNTY, COLORADO
GENERAL FUND
SCHEDULE OF REVENUES - BUDGET AND ACTUAL
Year Ended December 31, 2010

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|----------------------------------|--|---------------------|---|
| REVENUES | | | |
| Taxes | | | |
| Property taxes | \$ 4,462,234 | \$ 4,913,974 | \$ 451,740 |
| Specific ownership taxes | 1,057,886 | 1,087,428 | 29,542 |
| Cigarette taxes | 5,500 | 7,077 | 1,577 |
| Other taxes | 79,930 | 48,273 | (31,657) |
| Total taxes | <u>5,605,550</u> | <u>6,056,752</u> | <u>451,202</u> |
| Licenses and permits | | | |
| Building and zoning fees | 262,500 | 564,970 | 302,470 |
| Liquor licenses | 625 | 3,174 | 2,549 |
| Total licenses and permits | <u>263,125</u> | <u>568,144</u> | <u>305,019</u> |
| Intergovernmental revenues | | | |
| VALE grant | 73,000 | 82,001 | 9,001 |
| Other intergovernmental revenues | 113,815 | 170,891 | 57,076 |
| Total intergovernmental revenues | <u>186,815</u> | <u>252,892</u> | <u>66,077</u> |
| Charges for services | | | |
| Sheriff | 1,349,500 | 898,425 | (451,075) |
| Clerk | 850,000 | 619,119 | (230,881) |
| Treasurer | 187,306 | 56,592 | (130,714) |
| Public trustee fees | 100,000 | 112,805 | 12,805 |
| Other | 354,452 | 127,554 | (226,898) |
| Total charges for services | <u>2,841,258</u> | <u>1,814,495</u> | <u>(1,026,763)</u> |
| Interest income | <u>30,000</u> | <u>419</u> | <u>(29,581)</u> |
| Miscellaneous revenues | | | |
| DUI insurance | 1,535 | 1,155 | (380) |
| Fair receipts | 25,000 | 35,256 | 10,256 |
| Insurance reimbursements | 118,940 | 586,747 | 467,807 |
| Other | - | 77,025 | 77,025 |
| Total miscellaneous revenues | <u>145,475</u> | <u>700,183</u> | <u>554,708</u> |
| Transfers in | <u>130,000</u> | <u>63,154</u> | <u>(66,846)</u> |
| Total revenues | <u>\$ 9,202,223</u> | <u>\$ 9,456,039</u> | <u>\$ 253,816</u> |

ELBERT COUNTY, COLORADO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
Year Ended December 31, 2010

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|--|---------------------|---|
| EXPENDITURES | | | |
| General government | | | |
| Office of Commissioners | \$ 257,737 | \$ 274,185 | \$ (16,448) |
| Clerk of the Board | 50,040 | 50,324 | (284) |
| County attorney | 128,000 | 128,687 | (687) |
| Clerk and recorder | 369,735 | 319,566 | 50,169 |
| Clerk and recorder - Elections | 187,400 | 111,695 | 75,705 |
| County Treasurer | 226,207 | 208,252 | 17,955 |
| County Assessor | 466,229 | 334,303 | 131,926 |
| Maintenance of grounds and buildings | 271,276 | 234,951 | 36,325 |
| Central data processing | 216,071 | 218,235 | (2,164) |
| Debt service | 510,937 | 514,020 | (3,083) |
| Other administration | 1,551,407 | 1,756,755 | (205,348) |
| Budget/payroll | 105,400 | 99,830 | 5,570 |
| District attorney | 509,240 | 517,485 | (8,245) |
| Total general government | <u>4,849,679</u> | <u>4,768,288</u> | <u>81,391</u> |
| Public safety | | | |
| County sheriff | 1,177,333 | 1,212,346 | (35,013) |
| County jail | 1,138,642 | 1,284,214 | (145,572) |
| County coroner | 85,900 | 88,451 | (2,551) |
| Judicial center | 133,330 | 126,193 | 7,137 |
| Building inspection | 137,087 | 80,567 | 56,520 |
| Land use administration | 309,966 | 256,122 | 53,844 |
| Planning commission | 7,750 | 2,937 | 4,813 |
| Emergency communications and operations | 807,673 | 718,609 | 89,064 |
| Total public safety | <u>3,797,681</u> | <u>3,769,439</u> | <u>28,242</u> |
| Culture and recreation | 125,500 | 124,058 | 1,442 |
| Auxiliary services | 121,448 | 101,590 | 19,858 |
| Total expenditures | <u>\$ 8,894,308</u> | <u>\$ 8,763,375</u> | <u>\$ 130,933</u> |

ELBERT COUNTY, COLORADO
ROAD AND BRIDGE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2010

| | Budget Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------|-------------------|---------------------|---|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ 2,631,545 | \$ 2,631,545 | \$ 2,622,895 | \$ (8,650) |
| Intergovernmental | 1,746,185 | 1,746,185 | 2,386,412 | 640,227 |
| Miscellaneous | 3,250 | 3,250 | 54,917 | 51,667 |
| Total revenues | <u>4,380,980</u> | <u>4,380,980</u> | <u>5,064,224</u> | <u>683,244</u> |
| EXPENDITURES | | | | |
| General government | 127,460 | 127,460 | 78,795 | 48,665 |
| Public works | 4,219,747 | 4,219,747 | 3,465,748 | 753,999 |
| Debt service | 587,657 | 587,657 | 634,156 | (46,499) |
| Capital outlay | 82,000 | 235,136 | 980,850 | (745,714) |
| Total expenditures | <u>5,016,864</u> | <u>5,170,000</u> | <u>5,159,549</u> | <u>10,451</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | | | | |
| | <u>(635,884)</u> | <u>(789,020)</u> | <u>(95,325)</u> | <u>693,695</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Capital lease proceeds | - | - | 960,100 | 960,100 |
| Transfers in | 420,000 | 420,000 | - | (420,000) |
| Total other financing sources (uses) | <u>420,000</u> | <u>420,000</u> | <u>960,100</u> | <u>540,100</u> |
| EXCESS (DEFICIENCY) OF REVENUES (UNDER) EXPENDITURES AND OTHER FINANCING (USES) | | | | |
| | <u>(215,884)</u> | <u>(369,020)</u> | <u>864,775</u> | <u>1,233,795</u> |
| FUND BALANCES - BEGINNING OF YEAR | | | | |
| | <u>616,007</u> | <u>616,007</u> | <u>900,543</u> | <u>284,536</u> |
| FUND BALANCES - END OF YEAR | | | | |
| | <u>\$ 400,123</u> | <u>\$ 246,987</u> | <u>\$ 1,765,318</u> | <u>\$ 1,518,331</u> |

ELBERT COUNTY, COLORADO
SOCIAL SERVICES FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2010

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|--|-------------------|---|
| REVENUES | | | |
| Taxes | \$ 410,854 | \$ 414,200 | \$ 3,346 |
| Intergovernmental | 5,109,237 | 4,172,050 | (937,187) |
| Total revenues | <u>5,520,091</u> | <u>4,586,250</u> | <u>(933,841)</u> |
| EXPENDITURES | | | |
| General government | - | 12,438 | (12,438) |
| Public health and welfare | 5,893,217 | 4,723,696 | 1,169,521 |
| Total expenditures | <u>5,893,217</u> | <u>4,736,134</u> | <u>1,157,083</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | (373,126) | (149,884) | 223,242 |
| FUND BALANCES - BEGINNING OF YEAR | <u>633,965</u> | <u>651,085</u> | <u>17,120</u> |
| FUND BALANCES - END OF YEAR | <u>\$ 260,839</u> | <u>\$ 501,201</u> | <u>\$ 240,362</u> |

ELBERT COUNTY, COLORADO
SALES AND USE TAX FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2010

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|--|---------------------|---|
| REVENUES | | | |
| Sales tax | \$ 600,000 | \$ 738,119 | \$ 138,119 |
| Use tax | 600,000 | 579,974 | (20,026) |
| Total revenues | <u>1,200,000</u> | <u>1,318,093</u> | <u>118,093</u> |
| EXPENDITURES | | | |
| General government | 30,000 | 39,594 | (9,594) |
| Capital outlay | 800,000 | 664,800 | 135,200 |
| Total expenditures | <u>830,000</u> | <u>704,394</u> | <u>125,606</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | <u>370,000</u> | <u>613,699</u> | <u>243,699</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers (out) | <u>(400,000)</u> | <u>-</u> | <u>400,000</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES) | (30,000) | 613,699 | 643,699 |
| FUND BALANCES - BEGINNING OF YEAR | <u>216,128</u> | <u>727,000</u> | <u>510,872</u> |
| FUND BALANCES - END OF YEAR | <u>\$ 186,128</u> | <u>\$ 1,340,699</u> | <u>\$ 1,154,571</u> |

ELBERT COUNTY, COLORADO
IMPACT ASSISTANCE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2010

| | Original and Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--|--------------------------|---|
| REVENUES | | | |
| Charges for services | \$ 60,000 | \$ 27,334 | \$ (32,666) |
| Interest income | 5,000 | 4,212 | (788) |
| Total revenues | <u>65,000</u> | <u>31,546</u> | <u>(33,454)</u> |
| EXPENDITURES | | | |
| General government | 300,000 | 5,410 | 294,590 |
| Capital outlay | - | 2,551 | (2,551) |
| Total expenditures | <u>300,000</u> | <u>7,961</u> | <u>292,039</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | <u>(235,000)</u> | <u>23,585</u> | <u>258,585</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers (out) | <u>(20,000)</u> | <u>-</u> | <u>20,000</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES) | <u>(255,000)</u> | <u>23,585</u> | <u>278,585</u> |
| FUND BALANCES - BEGINNING OF YEAR | <u>710,876</u> | <u>533,511</u> | <u>(177,365)</u> |
| FUND BALANCES - END OF YEAR | <u><u>\$ 455,876</u></u> | <u><u>\$ 557,096</u></u> | <u><u>\$ 101,220</u></u> |

ELBERT COUNTY, COLORADO
PUBLIC HEALTH AND ADMINISTRATION SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2010

| | Original and Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--|-----------------|---|
| REVENUES | | | |
| Intergovernmental | \$ 362,024 | \$ 511,089 | \$ 149,065 |
| Miscellaneous | 116,899 | 3,782 | (113,117) |
| Total revenues | <u>478,923</u> | <u>514,871</u> | <u>35,948</u> |
| EXPENDITURES | | | |
| Public health | 598,923 | 582,159 | 16,764 |
| Total expenditures | <u>598,923</u> | <u>582,159</u> | <u>16,764</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | <u>(120,000)</u> | <u>(67,288)</u> | <u>52,712</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | <u>120,000</u> | <u>67,288</u> | <u>(52,712)</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES) | - | - | - |
| FUND BALANCES - BEGINNING OF YEAR | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES - END OF YEAR | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

SUPPLEMENTAL INFORMATION

ELBERT COUNTY, COLORADO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2010

| | <u>Special Revenue Funds</u> | <u>Debt Service Funds</u> | <u>Total Nonmajor Governmental Funds</u> |
|--|--------------------------------------|-----------------------------------|--|
| ASSETS | | | |
| Cash and investments with Treasurer | \$ 792,218 | \$ - | \$ 792,218 |
| Cash and investments with Treasurer - Restricted | 23,880 | 123,447 | 147,327 |
| Accounts receivable | 1,718 | - | 1,718 |
| Due from other funds | 18,984 | - | 18,984 |
| Assessments receivable | - | 260,550 | 260,550 |
| Property taxes receivable | 194,332 | 82,532 | 276,864 |
| TOTAL ASSETS | <u>\$ 1,031,132</u> | <u>\$ 466,529</u> | <u>\$ 1,497,661</u> |
| LIABILITIES AND FUND BALANCES | | | |
| LIABILITIES | | | |
| Warrants and accounts payable | \$ 19,347 | \$ - | \$ 19,347 |
| Deferred revenue | 194,332 | 343,082 | 537,414 |
| Total liabilities | <u>213,679</u> | <u>343,082</u> | <u>556,761</u> |
| FUND BALANCES | | | |
| Reserved | 817,453 | 123,447 | 940,900 |
| Total fund balances | <u>817,453</u> | <u>123,447</u> | <u>940,900</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 1,031,132</u> | <u>\$ 466,529</u> | <u>\$ 1,497,661</u> |

ELBERT COUNTY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year Ended December 31, 2010

| | <u>Special Revenue Funds</u> | <u>Debt Service Funds</u> | <u>Total Nonmajor Governmental Funds</u> |
|--|--------------------------------------|-----------------------------------|--|
| REVENUES | | | |
| Taxes | \$ 222,636 | \$ 94,841 | \$ 317,477 |
| Special assessments | - | 51,967 | 51,967 |
| Net investment income | 2,156 | - | 2,156 |
| Intergovernmental | 122,419 | - | 122,419 |
| Total revenues | <u>347,211</u> | <u>146,808</u> | <u>494,019</u> |
| EXPENDITURES | | | |
| General government | 319,863 | 1,110 | 320,973 |
| Debt service | - | 115,947 | 115,947 |
| Total expenditures | <u>319,863</u> | <u>117,057</u> | <u>436,920</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | | | |
| | <u>27,348</u> | <u>29,751</u> | <u>57,099</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | 24,288 | - | 24,288 |
| Transfers (out) | (63,154) | - | (63,154) |
| Total other financing sources (uses) | <u>(38,866)</u> | <u>-</u> | <u>(38,866)</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES) | | | |
| | (11,518) | 29,751 | 18,233 |
| FUND BALANCES - BEGINNING OF YEAR | | | |
| | <u>828,971</u> | <u>93,696</u> | <u>922,667</u> |
| FUND BALANCES - END OF YEAR | | | |
| | <u>\$ 817,453</u> | <u>\$ 123,447</u> | <u>\$ 940,900</u> |

ELBERT COUNTY, COLORADO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
December 31, 2010

| | <u>Contingency</u> | <u>Retirement</u> |
|--|----------------------|-----------------------|
| ASSETS | | |
| Cash and investments with Treasurer | \$ - | \$ - |
| Cash and investments with Treasurer - Restricted | 23,880 | |
| Accounts receivable | - | 1,718 |
| Due from other funds | - | 17,550 |
| Property taxes receivable | - | 194,332 |
| TOTAL ASSETS | \$ 23,880 | \$ 213,600 |
| LIABILITIES AND FUND BALANCES | | |
| LIABILITIES | | |
| Warrants and accounts payable | \$ - | \$ 19,268 |
| Deferred property tax revenue | - | 194,332 |
| Total liabilities | - | 213,600 |
| FUND BALANCES | | |
| Reserved | 23,880 | - |
| Total fund balances | 23,880 | - |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 23,880 | \$ 213,600 |

| <u>Conservation Trust</u> | <u>Total</u> |
|-------------------------------|---------------------|
| \$ 792,218 | \$ 792,218 |
| | 23,880 |
| - | 1,718 |
| 1,434 | 18,984 |
| - | 194,332 |
| <u>\$ 793,652</u> | <u>\$ 1,031,132</u> |

| | |
|-----------|----------------|
| \$ 79 | \$ 19,347 |
| - | 194,332 |
| <u>79</u> | <u>213,679</u> |

| | |
|----------------|----------------|
| <u>793,573</u> | <u>817,453</u> |
| <u>793,573</u> | <u>817,453</u> |

| | |
|-------------------|---------------------|
| <u>\$ 793,652</u> | <u>\$ 1,031,132</u> |
|-------------------|---------------------|

ELBERT COUNTY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
Year Ended December 31, 2010

| | <u>Contingency</u> | <u>Retirement</u> |
|--|--------------------|-------------------|
| REVENUES | | |
| Taxes | \$ - | \$ 222,636 |
| Net investment income | - | - |
| Intergovernmental | - | - |
| Total revenues | <u>-</u> | <u>222,636</u> |
| EXPENDITURES | | |
| General government | - | 246,924 |
| Total expenditures | <u>-</u> | <u>246,924</u> |
| EXCESS OF REVENUES | | |
| OVER (UNDER) EXPENDITURES | <u>-</u> | <u>(24,288)</u> |
| OTHER FINANCING SOURCES (USES) | | |
| Transfers in | | 24,288 |
| Transfers (out) | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>24,288</u> |
| EXCESS OF REVENUES OVER (UNDER) | | |
| EXPENDITURES AND OTHER FINANCING | | |
| SOURCES (USES) | - | - |
| FUND BALANCES - BEGINNING OF YEAR | | |
| | <u>23,880</u> | <u>-</u> |
| FUND BALANCES - END OF YEAR | | |
| | <u>\$ 23,880</u> | <u>\$ -</u> |

| <u>Conservation Trust</u> | <u>Total</u> |
|-------------------------------|-------------------|
| \$ - | \$ 222,636 |
| 2,156 | 2,156 |
| 122,419 | 122,419 |
| <u>124,575</u> | <u>347,211</u> |
| | |
| <u>72,939</u> | <u>319,863</u> |
| <u>72,939</u> | <u>319,863</u> |
| | |
| <u>51,636</u> | <u>27,348</u> |
| | |
| - | 24,288 |
| <u>(63,154)</u> | <u>(63,154)</u> |
| <u>(63,154)</u> | <u>(38,866)</u> |
| | |
| (11,518) | (11,518) |
| <u>805,091</u> | <u>828,971</u> |
| <u>\$ 793,573</u> | <u>\$ 817,453</u> |

ELBERT COUNTY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
Year Ended December 31, 2010

| | <u>Contingency</u> | | <u>Variance with Final Budget Positive (Negative)</u> |
|--|--|------------------|---|
| | <u>Original and Final Budget</u> | <u>Actual</u> | |
| REVENUES | | | |
| Taxes | \$ - | \$ - | \$ - |
| Total revenues | <u>-</u> | <u>-</u> | <u>-</u> |
| EXPENDITURES | | | |
| General government | - | - | - |
| Contingency | - | - | - |
| Total expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | <u>-</u> | <u>-</u> | <u>-</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES) | - | - | - |
| FUND BALANCES - BEGINNING OF YEAR | <u>283,880</u> | <u>23,880</u> | <u>(260,000)</u> |
| FUND BALANCES - END OF YEAR | <u>\$ 283,880</u> | <u>\$ 23,880</u> | <u>\$ (260,000)</u> |

| Original and Final Budget | Retirement | |
|------------------------------------|----------------|---|
| | Actual | Variance with Final Budget Positive (Negative) |
| \$ 226,895 | \$ 222,636 | \$ (4,259) |
| <u>226,895</u> | <u>222,636</u> | <u>(4,259)</u> |
| 6,042 | 5,831 | 211 |
| 280,853 | 241,093 | 39,760 |
| <u>286,895</u> | <u>246,924</u> | <u>39,971</u> |
| (60,000) | (24,288) | 35,712 |
| 60,000 | 24,288 | (35,712) |
| <u>60,000</u> | <u>24,288</u> | <u>(35,712)</u> |
| - | - | - |
| - | - | - |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

ELBERT COUNTY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS
Year Ended December 31, 2010
(Continued)

| | Conservation Trust | | |
|--|--|-------------------|---|
| | Original and Final Budget | Actual | Variance with Final Budget Positive (Negative) |
| REVENUES | | | |
| Intergovernmental | \$ 200,000 | \$ 122,419 | \$ (77,581) |
| Interest income | - | 2,156 | 2,156 |
| Total revenues | <u>200,000</u> | <u>124,575</u> | <u>(75,425)</u> |
| EXPENDITURES | | | |
| Culture and recreation | 700,000 | 72,939 | 627,061 |
| Total expenditures | <u>700,000</u> | <u>72,939</u> | <u>627,061</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | (500,000) | 51,636 | 551,636 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers (out) | <u>(130,000)</u> | <u>(63,154)</u> | <u>66,846</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES) | (630,000) | (11,518) | 618,482 |
| FUND BALANCES - BEGINNING OF YEAR | <u>838,040</u> | <u>805,091</u> | <u>(32,949)</u> |
| FUND BALANCES - END OF YEAR | <u>\$ 208,040</u> | <u>\$ 793,573</u> | <u>\$ 585,533</u> |

ELBERT COUNTY, COLORADO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS
December 31, 2010

| | <u>Amanda Pines Estates</u> | <u>Rolling Hills</u> | <u>Chaparral Valley</u> |
|---|-------------------------------------|--------------------------|-----------------------------|
| ASSETS | | | |
| Cash and investments with Treasurer - | | | |
| Restricted | \$ 15,625 | \$ 11,174 | \$ 5,826 |
| Assessments receivable | 17,400 | 38,000 | 205,150 |
| Property tax receivable | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL ASSETS | <u><u>\$ 33,025</u></u> | <u><u>\$ 49,174</u></u> | <u><u>\$ 210,976</u></u> |
| LIABILITIES AND FUND BALANCE | | | |
| LIABILITIES | | | |
| Deferred revenue | <u>\$ 17,400</u> | <u>\$ 38,000</u> | <u>\$ 205,150</u> |
| Total liabilities | <u>17,400</u> | <u>38,000</u> | <u>205,150</u> |
| FUND BALANCE | | | |
| Reserved | <u>15,625</u> | <u>11,174</u> | <u>5,826</u> |
| Total fund balance | <u>15,625</u> | <u>11,174</u> | <u>5,826</u> |
| TOTAL LIABILITIES AND FUND BALANCE | <u><u>\$ 33,025</u></u> | <u><u>\$ 49,174</u></u> | <u><u>\$ 210,976</u></u> |

| <u>Meadows Station</u> | <u>Foxwood Estates</u> | <u>Total</u> |
|----------------------------|----------------------------|-------------------|
| \$ 50,143 | \$ 40,679 | \$ 123,447 |
| - | - | 260,550 |
| <u>55,047</u> | <u>27,485</u> | <u>82,532</u> |
| <u>\$ 105,190</u> | <u>\$ 68,164</u> | <u>\$ 466,529</u> |
| | | |
| <u>\$ 55,047</u> | <u>\$ 27,485</u> | <u>\$ 343,082</u> |
| <u>55,047</u> | <u>27,485</u> | <u>343,082</u> |
| | | |
| <u>50,143</u> | <u>40,679</u> | <u>123,447</u> |
| <u>50,143</u> | <u>40,679</u> | <u>123,447</u> |
| | | |
| <u>\$ 105,190</u> | <u>\$ 68,164</u> | <u>\$ 466,529</u> |

ELBERT COUNTY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS
Year Ended December 31, 2010

| | <u>Amanda Pines Estates</u> | <u>Rolling Hills</u> | <u>Chaparral Valley</u> |
|--|-------------------------------------|--------------------------|-----------------------------|
| REVENUES | | | |
| Taxes | \$ - | \$ - | \$ - |
| Special assessments | 13,244 | 18,133 | 20,590 |
| Total revenues | <u>13,244</u> | <u>18,133</u> | <u>20,590</u> |
| EXPENDITURES | | | |
| General government | 350 | 482 | 278 |
| Debt service | 6,645 | 13,312 | 19,250 |
| Total expenditures | <u>6,995</u> | <u>13,794</u> | <u>19,528</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES | 6,249 | 4,339 | 1,062 |
| FUND BALANCES - BEGINNING OF YEAR | <u>9,376</u> | <u>6,835</u> | <u>4,764</u> |
| FUND BALANCES - END OF YEAR | <u>\$ 15,625</u> | <u>\$ 11,174</u> | <u>\$ 5,826</u> |

| <u>Meadows Station</u> | <u>Foxwood Estates</u> | <u>Total</u> |
|----------------------------|----------------------------|-------------------|
| \$ 62,104 | \$ 32,737 | \$ 94,841 |
| - | - | 51,967 |
| <u>62,104</u> | <u>32,737</u> | <u>146,808</u> |
| - | - | 1,110 |
| <u>50,495</u> | <u>26,245</u> | <u>115,947</u> |
| <u>50,495</u> | <u>26,245</u> | <u>117,057</u> |
| 11,609 | 6,492 | 29,751 |
| <u>38,534</u> | <u>34,187</u> | <u>93,696</u> |
| <u>\$ 50,143</u> | <u>\$ 40,679</u> | <u>\$ 123,447</u> |

ELBERT COUNTY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS
Year Ended December 31, 2010

| | Amanda Pines Estates | | |
|--|--|------------------|---|
| | Original and Final Budget | Actual | Variance with Final Budget Positive (Negative) |
| REVENUES | | | |
| Special assessments | \$ - | \$ 13,244 | \$ 13,244 |
| Total revenues | <u>-</u> | <u>13,244</u> | <u>13,244</u> |
| EXPENDITURES | | | |
| General government | 350 | 350 | - |
| Debt service | 8,650 | 6,645 | 2,005 |
| Total expenditures | <u>9,000</u> | <u>6,995</u> | <u>2,005</u> |
| EXCESS OF REVENUES OVER (UNDER) | | | |
| EXPENDITURES | (9,000) | 6,249 | 15,249 |
| FUND BALANCES - BEGINNING OF YEAR | <u>10,157</u> | <u>9,376</u> | <u>(781)</u> |
| FUND BALANCES - END OF YEAR | <u>\$ 1,157</u> | <u>\$ 15,625</u> | <u>\$ 14,468</u> |

| Rolling Hills | | | Chaparral Valley | | |
|----------------------------------|------------------|---|----------------------------------|-----------------|---|
| <u>Original and Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
| \$ 14,000 | \$ 18,133 | \$ 4,133 | \$ 25,000 | \$ 20,590 | \$ (4,410) |
| <u>14,000</u> | <u>18,133</u> | <u>4,133</u> | <u>25,000</u> | <u>20,590</u> | <u>(4,410)</u> |
| 300 | 482 | (182) | 250 | 278 | (28) |
| 20,700 | 13,312 | 7,388 | 31,750 | 19,250 | 12,500 |
| <u>21,000</u> | <u>13,794</u> | <u>7,206</u> | <u>32,000</u> | <u>19,528</u> | <u>12,472</u> |
| (7,000) | 4,339 | 11,339 | (7,000) | 1,062 | 8,062 |
| <u>8,180</u> | <u>6,835</u> | <u>(1,345)</u> | <u>9,275</u> | <u>4,764</u> | <u>(4,511)</u> |
| <u>\$ 1,180</u> | <u>\$ 11,174</u> | <u>\$ 9,994</u> | <u>\$ 2,275</u> | <u>\$ 5,826</u> | <u>\$ 3,551</u> |

(Continued)

ELBERT COUNTY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR GOVERNMENTAL FUNDS - DEBT SERVICE FUNDS
Year Ended December 31, 2010
(Continued)

| | <u>Meadows Station</u> | | Variance with Final Budget Positive (Negative) |
|---|--|------------------|---|
| | Original and Final Budget | Actual | |
| REVENUES | | | |
| Taxes | \$ 54,900 | \$ 62,104 | \$ 7,204 |
| Total revenues | <u>54,900</u> | <u>62,104</u> | <u>7,204</u> |
| EXPENDITURES | | | |
| Debt service | 60,000 | 50,495 | 9,505 |
| Total expenditures | <u>60,000</u> | <u>50,495</u> | <u>9,505</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | (5,100) | 11,609 | 16,709 |
| FUND BALANCES - BEGINNING OF YEAR | <u>28,462</u> | <u>38,534</u> | <u>10,072</u> |
| FUND BALANCES - END OF YEAR | <u>\$ 23,362</u> | <u>\$ 50,143</u> | <u>\$ 26,781</u> |

Foxwood Estates

| <u>Original and Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|------------------|---|
| \$ 27,400 | \$ 32,737 | \$ 5,337 |
| <u>27,400</u> | <u>32,737</u> | <u>5,337</u> |
| 30,000 | 26,245 | 3,755 |
| <u>30,000</u> | <u>26,245</u> | <u>3,755</u> |
| (2,600) | 6,492 | 9,092 |
| <u>31,236</u> | <u>34,187</u> | <u>2,951</u> |
| <u>\$ 28,636</u> | <u>\$ 40,679</u> | <u>\$ 12,043</u> |

ELBERT COUNTY, COLORADO
SPECIAL REVENUE FUNDS
SOCIAL SERVICES FUND
SCHEDULE OF REVENUES AND EXPENDITURES
Year Ended December 31, 2010

REVENUES

| | |
|----------------------------------|--------------|
| Property taxes | \$ 414,200 |
| Intergovernmental | |
| Aid to the Needy Disabled | 23,409 |
| Child Care | 712,013 |
| Child Support | 42,461 |
| Child Welfare | 713,968 |
| Colorado Works | 312,926 |
| Core Services administration | 218,600 |
| Food Assistance | 1,594,876 |
| Home Care allowance | 3,497 |
| LEAP administration | 268,703 |
| Old Age Pension | 70,020 |
| TANF | 320,415 |
| IOG | (204,412) |
| Miscellaneous | 95,574 |
| Total intergovernmental revenues | 4,172,050 |
| Total revenues | \$ 4,586,250 |

EXPENDITURES

| | |
|--|--------------|
| Public health and welfare | |
| Aid to the Needy Disabled | \$ 23,798 |
| Child Care administration | 723,709 |
| Child support | 45,701 |
| Child Welfare administration | 723,503 |
| Colorado Works | 321,865 |
| Core Services administration | 221,197 |
| Food assistance | 1,594,876 |
| Home Care Allowance | 3,524 |
| LEAP administration | 268,703 |
| Old Age Pension | 70,020 |
| TANF | 324,095 |
| Social Services administration | 415,143 |
| Total public health and welfare expenditures | \$ 4,736,134 |

ELBERT COUNTY, COLORADO
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FIDUCIARY FUNDS
Year Ended December 31, 2010

| | <u>Balance January 1, 2010</u> | <u>Additions</u> | <u>Deductions</u> | <u>Balance December 31, 2010</u> |
|--|--|----------------------|------------------------|--|
| ASSETS | | | | |
| Cash - Treasurer | \$ (201,765) | \$ 22,156,314 | \$ (21,927,890) | \$ 26,659 |
| Cash - Public Trustee | 29,727 | 2,303,555 | (2,282,775) | 50,507 |
| Due from other governments | 1,063,194 | - | (415,446) | 647,748 |
| TOTAL ASSETS | <u>\$ 891,156</u> | <u>\$ 24,459,869</u> | <u>\$ (24,626,111)</u> | <u>\$ 724,914</u> |
| LIABILITIES | | | | |
| Due to other governments | \$ 840,729 | \$ 22,156,314 | \$ (22,343,336) | 653,707 |
| Other liabilities | 20,700 | - | - | 20,700 |
| Escrow deposits held by Public Trustee | 29,727 | 2,303,555 | (2,282,775) | 50,507 |
| TOTAL LIABILITIES | <u>\$ 891,156</u> | <u>\$ 24,459,869</u> | <u>\$ (24,626,111)</u> | <u>\$ 724,914</u> |

OTHER SCHEDULES

ELBERT COUNTY, COLORADO
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
December 31, 2010

| Principal and Interest Due in the Year Ending December 31, | \$123,900 | | | \$123,900 | | |
|---|---|-----------------|-------------------|---|-----------------|-------------------|
| | Capital Lease Dated November 1, 2010 with Principal and Interest of 2.75% Due Quarterly on the 1st | | | Capital Lease Dated November 1, 2010 with Principal and Interest of 2.75% Due Quarterly on the 1st | | |
| | Principal | Interest | Total | Principal | Interest | Total |
| 2011 | \$ 23,437 | \$ 2,992 | \$ 26,429 | \$ 23,437 | \$ 2,992 | \$ 26,429 |
| 2012 | 24,090 | 2,339 | 26,429 | 24,090 | 2,339 | 26,429 |
| 2013 | 24,761 | 1,668 | 26,429 | 24,761 | 1,668 | 26,429 |
| 2014 | 25,450 | 979 | 26,429 | 25,450 | 979 | 26,429 |
| 2015 | 19,553 | 270 | 19,823 | 19,553 | 270 | 19,823 |
| 2016 | - | - | - | - | - | - |
| 2017 | - | - | - | - | - | - |
| 2018 | - | - | - | - | - | - |
| 2019 | - | - | - | - | - | - |
| 2020 | - | - | - | - | - | - |
| 2021 | - | - | - | - | - | - |
| 2022 | - | - | - | - | - | - |
| 2023 | - | - | - | - | - | - |
| 2024 | - | - | - | - | - | - |
| 2025 | - | - | - | - | - | - |
| 2026 | - | - | - | - | - | - |
| 2027 | - | - | - | - | - | - |
| 2028 | - | - | - | - | - | - |
| 2029 | - | - | - | - | - | - |
| Totals | \$ 117,291 | \$ 8,248 | \$ 125,539 | \$ 117,291 | \$ 8,248 | \$ 125,539 |

ELBERT COUNTY, COLORADO
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
December 31, 2010
(Continued)

| Principal and Interest Due in the Year Ending December 31, | \$142,500 | | | \$122,650 | | |
|---|---|-----------------|-------------------|---|-----------------|-------------------|
| | Capital Lease Dated July 28, 2010 with Principal and Interest of 2.95% Due Quarterly on the 28th | | | Capital Lease Dated July 28, 2010 with Principal and Interest of 2.95% Due Quarterly on the 28th | | |
| | Principal | Interest | Total | Principal | Interest | Total |
| 2011 | \$ 34,312 | \$ 3,314 | \$ 37,626 | \$ 29,533 | \$ 2,852 | \$ 32,385 |
| 2012 | 35,344 | 2,282 | 37,626 | 30,421 | 1,964 | 32,385 |
| 2013 | 36,428 | 1,198 | 37,626 | 31,328 | 1,057 | 32,385 |
| 2014 | 18,586 | 228 | 18,814 | 16,023 | 171 | 16,194 |
| 2015 | - | - | - | - | - | - |
| 2016 | - | - | - | - | - | - |
| 2017 | - | - | - | - | - | - |
| 2018 | - | - | - | - | - | - |
| 2019 | - | - | - | - | - | - |
| 2020 | - | - | - | - | - | - |
| 2021 | - | - | - | - | - | - |
| 2022 | - | - | - | - | - | - |
| 2023 | - | - | - | - | - | - |
| 2024 | - | - | - | - | - | - |
| 2025 | - | - | - | - | - | - |
| 2026 | - | - | - | - | - | - |
| 2027 | - | - | - | - | - | - |
| 2028 | - | - | - | - | - | - |
| 2029 | - | - | - | - | - | - |
| Totals | \$ 124,670 | \$ 7,022 | \$ 131,692 | \$ 107,305 | \$ 6,044 | \$ 113,349 |

ELBERT COUNTY, COLORADO
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
December 31, 2010
(Continued)

| Principal and Interest Due in the Year Ending December 31, | \$449,320 | | | \$162,483 | | |
|---|---|------------------|-------------------|---|-----------------|------------------|
| | Capital Lease Dated July 7, 2008 with Principal and Interest of 4.75% Due Annually on July 7 | | | Capital Lease Dated March 3, 2007 with Principal and Interest of 4.54% Due Monthly on the 15th | | |
| | Principal | Interest | Total | Principal | Interest | Total |
| 2011 | \$ 89,673 | \$ 8,721 | \$ 98,394 | \$ 35,315 | \$ 1,287 | \$ 36,602 |
| 2012 | 93,921 | 4,473 | 98,394 | 9,082 | 69 | 9,151 |
| 2013 | - | - | - | - | - | - |
| 2014 | - | - | - | - | - | - |
| 2015 | - | - | - | - | - | - |
| 2016 | - | - | - | - | - | - |
| 2017 | - | - | - | - | - | - |
| 2018 | - | - | - | - | - | - |
| 2019 | - | - | - | - | - | - |
| 2020 | - | - | - | - | - | - |
| 2021 | - | - | - | - | - | - |
| 2022 | - | - | - | - | - | - |
| 2023 | - | - | - | - | - | - |
| 2024 | - | - | - | - | - | - |
| 2025 | - | - | - | - | - | - |
| 2026 | - | - | - | - | - | - |
| 2027 | - | - | - | - | - | - |
| 2028 | - | - | - | - | - | - |
| 2029 | - | - | - | - | - | - |
| Totals | \$ 183,594 | \$ 13,194 | \$ 196,788 | \$ 44,397 | \$ 1,356 | \$ 45,753 |

ELBERT COUNTY, COLORADO
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
December 31, 2010
(Continued)

\$350,000

**Chaparral Valley 2 Local Improvement
District Special Assessment Bonds,
Series 2003 Dated January 10, 2003
with Principal and Interest of 6.00%
Due Annually on July 1**

**Principal and Interest
Due in the Year Ending
December 31,**

| | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|---------------|--------------------------|--------------------------|--------------------------|
| 2011 | \$ 5,000 | \$ 13,500 | \$ 18,500 |
| 2012 | 15,000 | 13,200 | 28,200 |
| 2013 | 15,000 | 12,300 | 27,300 |
| 2014 | 15,000 | 11,400 | 26,400 |
| 2015 | 15,000 | 10,500 | 25,500 |
| 2016 | 15,000 | 9,600 | 24,600 |
| 2017 | 20,000 | 8,700 | 28,700 |
| 2018 | 20,000 | 7,500 | 27,500 |
| 2019 | 20,000 | 6,300 | 26,300 |
| 2020 | 20,000 | 5,100 | 25,100 |
| 2021 | 35,000 | 3,900 | 38,900 |
| 2022 | 35,000 | 2,100 | 37,100 |
| 2023 | - | - | - |
| 2024 | - | - | - |
| 2025 | - | - | - |
| 2026 | - | - | - |
| 2027 | - | - | - |
| 2028 | - | - | - |
| 2029 | - | - | - |
| Totals | <u><u>\$ 230,000</u></u> | <u><u>\$ 104,100</u></u> | <u><u>\$ 334,100</u></u> |

**\$625,000 Meadows Station
Subdivision Public Improvement
District General Obligation Bonds,
Series 2004 Dated December 23, 2004
with Principal and Variable Interest of
3.15% - 5.25% Due Semi-
Annually on June 1 and December 1**

**\$345,000 Foxwood Estates
Subdivision Public Improvement
District General Obligation Bonds,
Series 2005 Dated January 27, 2005
with Principal and Variable Interest of
3.25% - 5.50% Due Semi-
Annually on June 1 and December 1**

| <u>Principal</u> | <u>Interest</u> | <u>Total</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| \$ 25,000 | \$ 24,520 | \$ 49,520 | \$ 10,000 | \$ 15,855 | \$ 25,855 |
| 25,000 | 23,495 | 48,495 | 10,000 | 15,445 | 25,445 |
| 30,000 | 22,432 | 52,432 | 10,000 | 15,020 | 25,020 |
| 30,000 | 21,112 | 51,112 | 10,000 | 14,580 | 24,580 |
| 30,000 | 19,762 | 49,762 | 10,000 | 14,130 | 24,130 |
| 35,000 | 18,382 | 53,382 | 15,000 | 13,670 | 28,670 |
| 35,000 | 16,738 | 51,738 | 15,000 | 12,965 | 27,965 |
| 35,000 | 15,058 | 50,058 | 15,000 | 12,245 | 27,245 |
| 40,000 | 13,343 | 53,343 | 15,000 | 11,510 | 26,510 |
| 40,000 | 11,343 | 51,343 | 15,000 | 10,760 | 25,760 |
| 40,000 | 9,323 | 49,323 | 15,000 | 10,003 | 25,003 |
| 45,000 | 7,283 | 52,283 | 15,000 | 9,238 | 24,238 |
| 45,000 | 4,965 | 49,965 | 20,000 | 8,465 | 28,465 |
| 45,000 | 2,625 | 47,625 | 20,000 | 7,425 | 27,425 |
| - | - | - | 20,000 | 6,325 | 26,325 |
| - | - | - | 20,000 | 5,225 | 25,225 |
| - | - | - | 25,000 | 4,125 | 29,125 |
| - | - | - | 25,000 | 2,750 | 27,750 |
| - | - | - | 25,000 | 1,375 | 26,375 |
| <u>\$ 500,000</u> | <u>\$ 210,381</u> | <u>\$ 710,381</u> | <u>\$ 310,000</u> | <u>\$ 191,111</u> | <u>\$ 501,111</u> |

(Continued)

ELBERT COUNTY, COLORADO
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
December 31, 2010
(Continued)

| Principal and Interest Due in the Year Ending December 31, | \$7,300,000 Elbert County Lease Mortgage Revenue Bond Series 2009 Dated October 15, 2009 with Principal and Interest of 5.25% Due Semiannually on June 1 and December 1 | | |
|---|--|-----------------|---------------|
| | Principal | Interest | Total |
| 2011 | \$ 155,000 | \$ 351,225 | \$ 506,225 |
| 2012 | 165,000 | 343,088 | 508,088 |
| 2013 | 170,000 | 334,425 | 504,425 |
| 2014 | 185,000 | 325,500 | 510,500 |
| 2015 | 190,000 | 315,788 | 505,788 |
| 2016 | 205,000 | 305,813 | 510,813 |
| 2017 | 210,000 | 295,050 | 505,050 |
| 2018 | 225,000 | 284,025 | 509,025 |
| 2019 | 235,000 | 272,213 | 507,213 |
| 2020 | 245,000 | 259,875 | 504,875 |
| 2021 | 260,000 | 247,013 | 507,013 |
| 2022 | 275,000 | 233,363 | 508,363 |
| 2023 | 290,000 | 218,925 | 508,925 |
| 2024 | 305,000 | 203,700 | 508,700 |
| 2025 | 320,000 | 187,688 | 507,688 |
| 2026 | 335,000 | 170,888 | 505,888 |
| 2027 | 355,000 | 153,300 | 508,300 |
| 2028 | 2,565,000 | 134,663 | 2,699,663 |
| 2029 | - | - | - |
| Totals | \$ 6,690,000 | \$ 4,636,542 | \$ 11,326,542 |

Total All Obligations

| <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|---------------------|---------------------|----------------------|
| \$ 726,518 | \$ 442,664 | \$ 1,169,182 |
| 558,237 | 417,289 | 975,526 |
| 446,586 | 394,424 | 841,010 |
| 397,956 | 376,595 | 774,551 |
| 303,500 | 360,936 | 664,436 |
| 270,000 | 347,465 | 617,465 |
| 280,000 | 333,453 | 613,453 |
| 295,000 | 318,828 | 613,828 |
| 310,000 | 303,366 | 613,366 |
| 320,000 | 287,078 | 607,078 |
| 350,000 | 270,239 | 620,239 |
| 370,000 | 251,984 | 621,984 |
| 355,000 | 232,355 | 587,355 |
| 370,000 | 213,750 | 583,750 |
| 340,000 | 194,013 | 534,013 |
| 355,000 | 176,113 | 531,113 |
| 380,000 | 157,425 | 537,425 |
| 2,590,000 | 137,413 | 2,727,413 |
| 25,000 | 1,375 | 26,375 |
| <u>\$ 9,042,797</u> | <u>\$ 5,216,765</u> | <u>\$ 14,259,562</u> |

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

| | |
|-------------------------------------|----------------------------------|
| LOCAL HIGHWAY FINANCE REPORT | City or County: Elbert County |
| | YEAR ENDING : December 2010 |

| | |
|---|--|
| This Information From The Records Of: Elbert County | Prepared By: Thuy Dam Phone: (303) 779-5710 |
|---|--|

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

| ITEM | AMOUNT | ITEM | AMOUNT |
|---|-----------|---|-----------|
| A. Receipts from local sources: | | A. Local highway disbursements: | |
| 1. Local highway-user taxes | | 1. Capital outlay (from page 2) | 1,057,973 |
| a. Motor Fuel (from Item I.A.5.) | | 2. Maintenance: | 1,038,954 |
| b. Motor Vehicle (from Item I.B.5.) | | 3. Road and street services: | |
| c. Total (a.+b.) | | a. Traffic control operations | 59,324 |
| 2. General fund appropriations | | b. Snow and ice removal | 177,397 |
| 3. Other local imposts (from page 2) | 2,622,895 | c. Other - lease purchases, equip rental | 634,156 |
| 4. Miscellaneous local receipts (from page 2) | 1,015,016 | d. Total (a. through c.) | 870,877 |
| 5. Transfers from toll facilities | | 4. General administration & miscellaneous | 2,187,820 |
| 6. Proceeds of sale of bonds and notes: | | 5. Highway law enforcement and safety | 3,921 |
| a. Bonds - Original Issues | | 6. Total (1 through 5) | 5,159,549 |
| 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) | 3,637,911 | b. Redemption | |
| B. Private Contributions | | c. Total (a. + b.) | 0 |
| C. Receipts from State government (from page 2) | 2,386,413 | 2. Notes: | |
| D. Receipts from Federal Government (from page 2) | | a. Interest | |
| E. Total receipts (A.7 + B + C + D) | 6,024,324 | 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) | 5,159,549 |

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 |
|--|----------------------|-------------------|------------------------|-------------------|-------------------|
| | 900,543 | 6,024,324 | 5,159,549 | 1,765,318 | 0 |

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2010

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 | 2,622,895 | 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 | 27,641 |
| 4. Licenses | | f. Charges for Services | |
| 5. Specific Ownership &/or Other | | g. Other Misc. Receipts, lease proceeds | 960,100 |
| 6. Total (1. through 5.) | | h. Other | 27,275 |
| c. Total (a. + b.) | 2,622,895 | i. Total (a. through h.) | 1,015,016 |
| | (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 | 2,237,627 | 1. FHWA (from Item I.D.5.) | |
| 2. State general funds | | 2. Other Federal agencies: | |
| 3. Other State funds: | | a. Forest Service | |
| a. State bond proceeds | | b. FEMA | |
| b. Project Match | | c. HUD | |
| c. Motor Vehicle Registrations | 136,530 | d. Federal Transit Admin | |
| d. Other - Road 17 Grant | 12,256 | e. U.S. Corps of Engineers | |
| e. Other (Specify) | | f. Other Federal - Road 17 Grant | |
| f. Total (a. through e.) | 148,786 | g. Total (a. through f.) | |
| 4. Total (1. + 2. + 3.f) | 2,386,413 | 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 | 1,057,973 | | 1,057,973 |
| (5). Total Construction (1) + (2) + (3) + (4) | 1,057,973 | | 1,057,973 |
| d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5) | 1,057,973 | | 1,057,973 |
| | | | (Carry forward to page 1) |

Notes and Comments: