

Prowers County, Colorado

Financial Statements

December 31, 2014

**Prowers County, Colorado  
Annual Financial Report  
For The Year Ended December 31, 2014**

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*Independent Auditor's Report*

The Governing Body  
Prowers County

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Prowers County, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise Prowers County's basic financial statements as listed in the table of contents.

***Management's Responsibility for the Financial Statements***

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

***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Department of Human Services, which represents 3.2 percent and 18.9 percent of the assets, fund balances 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 Department of Human Services, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

## *Opinions*

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Prowers County, as of December 31, 2014, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## *Other Matters*

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 25-30 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Prowers County's basic financial statements. The accompanying supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The accompanying supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and the other auditors.

Management has not presented the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be present to supplement the basic financial statements. Such missing 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 the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

*rfarmer, llc*

June 18, 2015

**Prowers County  
Statement of Net Position  
December 31, 2014**

	<b>Governmental Activities</b>	<b>Total</b>
<b>ASSETS</b>		
Cash and Equivalents	\$ 16,994,812	\$ 16,994,812
Receivables	4,368,642	4,368,642
Capital Assets		
Land and water shares	481,196	481,196
Buildings	8,072,402	8,072,402
Equipment and Furniture	7,003,120	7,003,120
Other Capital Assets	-	-
Less: Accumulated Depreciation	(8,560,669)	(8,560,669)
Total Capital Assets	6,996,049	6,996,049
Total Assets	28,359,503	28,359,503
<b>LIABILITIES</b>		
Accounts payable and accrued expenses	201,222	201,222
Unearned Revenues	6,847,717	6,847,717
Long-term liabilities		
Due within one year		
Compensated Absences	84,470	84,470
Due in more than one year		
Compensated absences	337,881	337,881
Total liabilities	7,471,290	7,471,290
Deferred Inflows of Resources		
Deferred property taxes	3,350,169	3,350,169
<b>NET POSITION</b>		
Net investment in capital assets	6,996,049	6,996,049
Unrestricted	10,541,995	10,541,995
Total net position	\$ 17,538,044	\$ 17,538,044

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

**Prowers County  
Statement of Activities  
For the Year Ended December 31, 2014**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenue</u>			<u>Net (Expense) Revenue and Changes in Net Position</u>	
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Primary Government Total</u>
Primary government						
Governmental Activities						
General Government	\$ 4,313,941	\$ 496,107	\$ 312,582	\$ 3,952	\$ (3,501,300)	\$ (3,501,300)
Public Safety	2,594,825	294,773	243,893	-	(2,056,159)	(2,056,159)
Public Works	2,224,471	107,348	2,386,898	-	269,775	269,775
Public Health and Human Services	4,767,531	240,801	4,387,439	-	(139,291)	(139,291)
Culture and Recreation	193,246	(38,629)	46,646	-	(185,229)	(185,229)
Community Development	69,963	-	69,963	-	-	-
Total governmental activities	<u>14,163,977</u>	<u>1,100,400</u>	<u>7,447,421</u>	<u>3,952</u>	<u>(5,612,204)</u>	<u>(5,612,204)</u>
Total primary government	<u>14,163,977</u>	<u>1,100,400</u>	<u>7,447,421</u>	<u>3,952</u>	<u>(5,612,204)</u>	<u>(5,612,204)</u>
<b>General revenues:</b>						
Taxes:						
Property taxes, levied for general purposes					\$ 3,370,294	\$ 3,370,294
Cigarette taxes					3,193	3,193
Sales and SO taxes					5,381,835	5,381,835
Unrestricted investment earnings					85,673	85,673
Miscellaneous					460,351	460,351
Special item -gain (loss) on sale of fixed assets					30,571	30,571
Transfers					-	-
Total general revenues, special items, and transfers					<u>9,331,917</u>	<u>9,331,917</u>
Change in net assets					<u>3,719,713</u>	<u>3,719,713</u>
Net position - beginning					<u>13,818,331</u>	<u>13,818,331</u>
Net position - ending					<u>\$ 17,538,044</u>	<u>\$ 17,538,044</u>

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

**Prowers County  
Balance Sheet  
Governmental Funds  
December 31, 2014**

	<u>General</u>	<u>Road &amp; Bridge</u>	<u>Human Services</u>	<u>Sales &amp; Use Tax</u>	<u>Public Health</u>	<u>Hotline County Connection Center</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>								
Cash and cash equivalents	\$ 595,948	\$ 9,565,794	\$ 267,041	\$ 5,277,321	\$ 734,959	\$ 15,560	\$ 538,194	\$ 16,994,817
Taxes receivable, net	2,636,041	364,934	304,112	-	-	-	-	3,305,087
Due from other funds	10,160	-	-	100,000	-	-	-	110,160
Receivable from other governments	-	-	34,751	-	-	-	-	34,751
Other receivables	91,393	138,725	44,945	276,827	324,492	106,660	7,774	990,816
Total assets	<u>3,333,542</u>	<u>10,069,453</u>	<u>650,849</u>	<u>5,654,148</u>	<u>1,059,451</u>	<u>122,220</u>	<u>545,968</u>	<u>21,435,631</u>
<b>LIABILITIES AND FUND BALANCES</b>								
Liabilities:								
Accounts payable	89,753	58,751	9,953	-	31,479	2,675	8,612	201,223
Unearned revenue	2,500	6,750,000	46,518	-	25,199	-	23,500	6,847,717
Due to other funds	-	-	-	-	10,160	100,000	-	110,160
Due to fiscal agent	-	-	7,094	-	-	-	-	7,094
Total liabilities	92,253	6,808,751	63,565	-	66,838	102,675	32,112	7,166,194
Deferred Inflows of Resources:								
Deferred property taxes	2,636,041	364,934	304,112	-	-	-	-	3,305,087
Fund balances:								
Committed:								
Capital Improvements	-	480,000	-	-	-	-	-	480,000
Unassigned	605,248	-	-	-	-	-	-	605,248
Assigned:								
Special revenue funds	-	2,415,768	283,172	5,654,148	992,613	19,545	513,856	9,879,102
Total fund balances	605,248	2,895,768	283,172	5,654,148	992,613	19,545	513,856	10,964,350
Total liabilities and fund balances	<u>\$ 3,333,542</u>	<u>\$ 10,069,453</u>	<u>\$ 650,849</u>	<u>\$ 5,654,148</u>	<u>\$ 1,059,451</u>	<u>\$ 122,220</u>	<u>\$ 545,968</u>	<u>\$ 21,435,631</u>

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

**Prowers County**  
**Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position**  
**December 31, 2014**

Total fund balance, governmental funds	\$ 10,964,350
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not current financial resources and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Assets.	6,996,049
Some liabilities, (such as Notes Payable, Capital Lease Contract Payable, Long-term Compensated Absences, and Bonds Payable ), are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Assets.	(422,351)
Adjustment due to rounding	(4)
Net Assets of Governmental Activities in the Statement of Net Position	<u>\$ 17,538,044</u>

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

**Prowers County**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended December 31, 2014**

	<u>General</u>	<u>Road &amp; Bridge</u>	<u>Human Services</u>	<u>Sales &amp; Use Tax</u>	<u>Public Health</u>	<u>Hotline County Connection Center</u>	<u>Other Governmen tal Funds</u>	<u>Total Governmenta l Funds</u>
<b>REVENUES</b>								
Property taxes	\$2,671,184	\$ 370,805	\$ 318,696	\$ -	\$ -	\$ -	\$ 29	\$ 3,360,714
SO tax	415,704	80,477	34,692	-	-	-	-	530,873
Sales and miscellaneous taxes	3,193	-	-	4,761,264	-	-	-	4,764,457
Lodging tax	-	-	-	-	-	-	89,698	89,698
Fees and fines	-	-	-	-	-	-	29,711	29,711
Licenses and permits	-	-	-	-	32,572	-	-	32,572
Intergovernmental	453,531	2,386,898	3,084,526	-	1,592,858	168,823	102,057	7,788,693
Charges for services	803,818	127,439	-	-	86,276	-	-	1,017,533
Investment earnings	4,854	64,068	-	16,751	-	-	64	85,737
Miscellaneous	234,436	2,754	59,774	-	3,949	-	241,013	541,926
Rent	178,773	-	-	-	-	-	-	178,773
<b>Total revenues</b>	<u>4,765,493</u>	<u>3,032,441</u>	<u>3,497,688</u>	<u>4,778,015</u>	<u>1,715,655</u>	<u>168,823</u>	<u>462,572</u>	<u>18,420,687</u>
<b>EXPENDITURES</b>								
General government	3,283,219	-	-	-	-	-	313,980	3,597,199
Public safety	2,610,546	-	-	-	21,254	149,278	-	2,781,078
Public works	-	2,224,471	-	-	-	-	-	2,224,471
Public health	-	-	-	-	1,421,160	-	-	1,421,160
Culture and recreation	61,510	-	-	-	-	-	219,641	281,151
Human services/Public welfare	-	-	3,606,620	-	-	-	-	3,606,620
Debt Service:								
Capital outlay	110,942	432,168	-	-	20,164	-	-	563,274
<b>Total Expenditures</b>	<u>6,066,217</u>	<u>2,656,639</u>	<u>3,606,620</u>	<u>-</u>	<u>1,462,578</u>	<u>149,278</u>	<u>533,621</u>	<u>14,474,953</u>
Excess (deficiency) of revenues over expenditures	<u>(1,300,724)</u>	<u>375,802</u>	<u>(108,932)</u>	<u>4,778,015</u>	<u>253,077</u>	<u>19,545</u>	<u>(71,049)</u>	<u>3,945,734</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	1,036,145	125,000	100,000	-	42,647	-	68,000	1,371,792
Transfers out	(110,647)	-	-	(1,255,000)	-	-	(6,145)	(1,371,792)
<b>Total other financing sources and uses</b>	<u>925,498</u>	<u>125,000</u>	<u>100,000</u>	<u>(1,255,000)</u>	<u>42,647</u>	<u>-</u>	<u>61,855</u>	<u>-</u>
<b>SPECIAL ITEM</b>								
Proceeds from sale of capital assets	18,334	11,046	-	-	1,190	-	-	30,570
Net change in fund balances	(356,892)	511,848	(8,932)	3,523,015	296,914	19,545	(9,194)	3,976,304
Fund balances - beginning	962,140	2,383,920	292,104	2,131,133	695,699	-	523,050	6,988,046
<b>Fund balances - ending</b>	<u>\$ 605,248</u>	<u>\$2,895,768</u>	<u>\$ 283,172</u>	<u>\$5,654,148</u>	<u>\$ 992,613</u>	<u>\$ 19,545</u>	<u>\$ 513,856</u>	<u>\$ 10,964,350</u>

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

**Prowers County**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental**  
**Funds to the Statement of Activities**  
**For the Year Ended December 31, 2014**

Net change in fund balances - total governmental funds:	\$	3,976,304
<p>Amounts reported for Governmental Activities in the Statement of Activities are different because:</p> <p>Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources. In contrast, the Statement of Activities reports only a portion of the outlay as expense. The outlay is allocated over the assets' estimated useful lives as depreciation expense for the period.</p> <p>This is the amount by which capital outlay of \$563,274 was less than depreciation of \$720,425 in the current period.</p>		
		(157,151)
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:</p>		
Change in Compensated Absences		(99,437)
Adjustment due to rounding		(3)
Change in net position of governmental activities	<u>\$</u>	<u>3,719,713</u>

**Prowers County  
Statement of Fiduciary Net Assets  
Fiduciary Funds  
December 31, 2014**

	<b>TOTAL AGENCY FUNDS</b>
<b>ASSETS:</b>	
Cash and cash equivalents	<u>\$ 530,274</u>
Total assets	<u><u>530,274</u></u>
<b>LIABILITIES:</b>	
Due to other governmental units	<u>530,274</u>
Total Liabilities	<u><u>\$ 530,274</u></u>

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

**Prowers County, Colorado**  
**Notes to Financial Statements**  
**December 31, 2014**

**Note 1            Reporting Entity**

Prowers County (the County) is a political subdivision of the State of Colorado, governed by an elected three-member Board of County Commissioners. There are also five other elected officials of Prowers County (Assessor, Clerk and Recorder, Coroner, Sheriff, and Treasurer).

All financial transactions of the offices of elected officials of Prowers County are included in the General Fund of the County's basic financial statements. The Board of County Commissioners has budgetary authority over the elected officials and is accountable for all fiscal matters. County property taxes fund a significant portion of the costs of operating the elected officials' offices. Services provided by the elected officials are for the benefit of Prowers County residents and are conducted within the boundaries of the County.

The financial statements present the financial position of Prowers County (the primary government) and its component units in accordance with Statement 14 of the Governmental Accounting Standards Board, "The Financial Reporting Entity." The County has no component units.

The Prosperity Lane Sewer Improvement District (the District) is located within the boundaries of the County, but only serves a small population of County residents and is not a component unit of Prowers County. The District does have debt related to the sewer project, but the debt belongs to the District and not the County.

**Note 2            Summary of Significant Accounting Policies**

The accounting and reporting policies of Prowers County, Colorado conform to accounting principles generally accepted in the United States of America (USGAAP) as applicable to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following summary of significant accounting policies is presented to assist the reader in evaluating the County's financial statements.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

Government-Wide and Fund Financial Statements The County government-wide financial statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the County accompanied by a total column. Fiduciary

activities of the County are not included in these statements. *Government activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The Statement of Activities demonstrates the degree to which the direct 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 of *general revenues*.

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

The government-wide financial statements are presented on an *economic resources measurement focus* and the *accrual basis of accounting*. Accordingly, all of the County's assets and liabilities, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Assets. The Statement of Activities presents changes in net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

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 County considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The primary revenue sources, which have been treated as susceptible to accrual by the County, are property tax, sales tax, intergovernmental revenues and other taxes. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period usually collected within sixty days of year-end. All other revenue items

are considered to be measurable and available only when cash is received by the County.

The County reports the following major governmental funds:

General Fund This is the County's primary operating fund. It accounts for all activities of the general government except those required to be accounted for in another fund.

Road & Bridge Fund This fund accounts for maintenance of all County roads and bridges.

Public Welfare This fund accounts for public welfare costs paid to qualifying clients. The majority of federal funds expended are expenses through this fund.

Sales and Use Tax Fund This fund accounts for the receipt of all sales and use taxes collected. The fund may transfer funds to the General fund to help defray expenses.

Public Health This fund accounts for all program income and expenses relating to the County providing public health services.

Hotline County Connection Center This fund was created when the County and the Colorado Department of Human Services entered into a contract whereby the County would provide a call center to route callers to the appropriate county when the Child Welfare Abuse and Neglect Routing System's IVR system cannot recognize the name of the county; accept calls on behalf of a county or group of counties; or provide back-up support services for calls routed directly to a county, if requested.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and any business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions, if any, have been eliminated; however, those transactions between governmental and business-type activities, if any, have not been eliminated.

Reconciliation of the Fund financial statements to the Government-Wide financial statements is provided in the financial statements to explain the differences created by the integrated approach of GASB Statement No. 34.

The County reports the following non-major governmental funds:

Conservation Fund This fund accounts for lottery proceeds required to be expended solely on park and recreation improvements.

Capital Fund This fund accounts for funds received that are for non-operating purposes, such as outlay costs.

Contingent Fund This fund accounts for unusual and non-reoccurring items that are not accounted for in the General Fund.

Lodging Tax Fund This fund accounts for lodging tax proceeds required to be expended solely for marketing and advertising related to tourism.

Library Fund This fund and the majority of its activities were transferred to the General Fund.

Outside Agency This fund accounts for pass-thru grants, including federal dollars passed-thru to other agencies. All monies received belong to other entities or are reserved for other purposes.

The County has two fiduciary funds, which are the Treasurer's and the Clerk & Recorder's Offices. Both collect tax revenues and other monies. The fiduciary funds are not included in any other financial statements.

The County follows the policy of capitalizing all assets that cost more than \$5,000 with an estimated useful life of more than one year. The useful lives of the assets are:

Infrastructure	75 years
Buildings & Improvements	20-40 years
Furniture & Fixtures	5-12 years
Machinery, Equipment, & Vehicles	5-12 years

The County will capitalize all infrastructure costs incurred after July 1, 1980 that exceed \$300,000. No infrastructure has exceeded that cost since July 1, 1980.

Program revenues derive directly from the program itself or from parties outside the reporting government's taxpayers or citizenry, as a whole; they reduce the net cost of the function to be financed from the government's general revenues. The statement of activities reports separately three categories of program revenues: (a) charges for services, (b) program-specific *operating* grants and contributions, and (c) program-specific *capital* grants and contributions.

*Charges for services* include revenues based on exchange or exchange-like transactions. These revenues arise from charges to customers or applicants who purchase, use or directly benefit from the goods, services or privileges provided. Revenues in this category include fees charged for specific services, licenses and permits, liquor licenses, operating special assessments and any other amounts charged to service recipients.

*Program-specific grants and contributions (operating and capital)* include revenues arising from mandatory and voluntary nonexchange transactions with other governments, organizations or individuals that are restricted for use in a

particular program. Some grants and contributions consist of capital assets or resources that are restricted for capital purposes: to purchase, construct or renovate capital assets associated with a specific program. These are reported separately from grants and contributions that may be used either for operating expenses or for capital expenditures of the program at the discretion of the reporting government. These categories of program revenue are specifically attributable to a program and reduce the net expense of that program to the reporting government. Multi-purpose grants (those that provide financing for more than one program) are reported as program revenue if the amounts restricted to each program are specifically identified in either the grant award or the grant application. Multi-purpose grants that do not provide for specific identification of the programs and amounts are reported as general revenues.

#### Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

#### Net Position

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition or construction of improvements of those assets.

#### Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

#### Interfund Transactions

Transactions between funds that would be treated as revenues, expenditures or expenses if they involved organizations external to the County are accounted for as revenues, expenditures or expenses in the funds involved. Transactions, which constitute reimbursements of a fund for expenditures or expenses initially made from that fund, which are properly applicable to another fund, are recorded as expenditures or expended in the reimbursing fund and as reductions of the expenditure or expense in the fund that is reimbursed. At year-end, outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

### Budgets and Budgetary Accounting

Annual budgets are adopted as required by Colorado Statutes. Formal budgetary integration is employed as a management control device during the year.

The budget calendar is as follows:

August 25 Assessors must submit abstract of assessments, reflecting all assessed values of property in the County by class and subclass to the Division of Property Taxation.

Assessors must certify to all taxing entities and the Division of Local Government of the new total assessed valuation and the amounts for the various factors needed to compute the statutory property tax revenue limits.

October 15 Statutory deadline for submission of proposed budget to the local governing body. "Notice of Budget" to be published when budget received.

December 15 Statutory deadline for certification of mill levies to the Board of County Commissioners. Local government levying a property tax must adopt their budget before certifying the levy to the County. Local Governing Body shall enact an ordinance or resolution making appropriations for the ensuing fiscal period.

December 22 Statutory deadline for Board of County Commissioners to certify levies and revenues to assessor and the Division of Property Taxation.

Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgetary comparisons in this report are presented on the GAAP basis of accounting.

Appropriations are adopted by resolution for each fund in total. Over expenditures are not deemed to exist unless the fund as a total has expenditures in excess of appropriations. All appropriations lapse at year-end.

Supplemental budgets were adopted during the year.

### Property Taxes

Annual property taxes are levied and assessed on January 1, and are certified by the County by November 1 of the current year. On January 1 of the following year, the County Treasurer bills the property owners, thus establishing an enforceable lien on the property. The County Treasurer also collects the property taxes and remits collections on a monthly basis to the County. County property tax revenues are recognized, as they become current receivables from the County

Treasurer. One-half of the property taxes are due by February 28 and one-half due by June 15 or all may be paid by April 30 to avoid penalties and interest.

Taxes receivable represent 2014 assessed tax to be collected in 2015. This receivable has been offset with a charge to Deferred Inflow of Resources.

#### Vacation Days

All County employees accrue vacation leave based on their tenure.

Vacation accrual and usage is accounted for based on the employee's date of hire. It must be approved in advance by the department head.

Vacation benefits should normally be taken within 12 months of being earned. Accrued vacation leave up to a maximum of 240 hours may be carried over into the succeeding year, depending on the employee's length of service.

#### Sick Leave

Full-time employees accrue sick leave benefits at a monthly accrual based on the employee's years of employment. Part-time employees accrue sick leave benefits at a rate of one hour for each 29 hours worked.

All County employees can carry over up to a maximum of 720 hours of sick leave. Twenty-five percent of total accrued sick leave may be paid upon termination provided various conditions are met.

#### Contraband

Per Colorado Contraband Forfeiture Act (CRS 16-13-501 to 511), proceeds received from the seizure of contraband must be used for the specific purpose of law enforcement activities. These proceeds are exempt from the appropriation process. Prowers County did not receive any material contraband during the year.

### **Note 3**

#### **Deposits and Investments**

##### Deposits

Colorado State Statutes, specifically the Public Deposit Protection Act (PDPA) of 1989, require all public monies to be deposited in financial institutions that have been designated as eligible public depositories. Eligible public depositories must pledge eligible collateral, as promulgated by the State banking board, having a market value in excess of 102% of the aggregate uninsured public deposits. Eligible collateral must be held in the custody of any federal reserve bank or any branch thereof or of any depository trust company which is a member of the Federal Reserve System, and which is supervised by the State

banking board. The Statutes further restrict such deposits to eligible public depositories having their principal offices within the State of Colorado.

#### Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance or PDPA and the deposits are:

- a. Uncollateralized,
- b. Collateralized with securities held by the pledging financial institution, or
- c. Collateralized with securities held by the pledging financial institution's trust department or agent but not in the depositor-government's name.

The County was not exposed to custodial credit risk in that all cash and investments are deposited in four local financial institutions that are covered by FDIC insurance and the Public Depository Protection Act (PDPA). The County does receive notification from the various banks that they are in compliance with the PDPA requirements as defined in Colorado Revised Statutes, as amended.

The County is not exposed to any other investment risks as defined in GASB 40.

#### Investments

Colorado State Statutes authorize the County to invest in obligations of the U.S. Treasury, agencies and instrumentalities, commercial paper, repurchase agreements, money market funds and local government investment pools with a maturity date no more than five years from the date of purchase. Investments are reported at fair value, except for non-participating contracts, which are reported at amortized cost.

Local government investment pools include: Colorado Liquid Asset Trust (COLOTRUST), the Colorado Surplus Asset Fund Trust (CSAFE), the Colorado Diversified Trust (CDT), and the Government Asset Pool (GAP), which are 2a7-like investment pools. Investments are valued at amortized cost with each share valued at \$1.00. The Colorado Division of Securities with regard to operations and investments routinely monitors the investment pools. Investments consist of U.S. Treasury bills, noted and note strips, and repurchase agreements collateralized by U.S. Treasury Notes. The designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions of each pooled investment. All securities owned by each pooled investment are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by each pool investor.

At December 31, 2014, the County had no investments in the above government Investment pools.

**Note 4 Capital Assets**

Capital asset activity for the year ended December 31, 2014 was as follows:

	Beginning	Additions	Deletions	Ending
<b>Governmental Activities:</b>				
Capital assets, not being depreciated				
Water shares	\$ 100,100	\$ -	\$ -	\$ 100,100
Land	381,096	-	-	381,096
Total	<u>481,196</u>	-	-	<u>481,196</u>
Capital assets, being depreciated				
Gen Govt Buildings	7,498,480	573,922	-	8,072,402
Gen Govt Equip	2,240,636	527,027	(523,860)	2,243,803
Public Safety-Equip	725,562	47,588	(155,374)	617,776
Public Works-Equip	2,236,848	2,475,827	(571,134)	4,141,541
Total	<u>12,701,526</u>	<u>3,624,364</u>	<u>(1,250,368)</u>	<u>15,075,522</u>
Less: Accumulated Depreciation	<u>(7,894,119)</u>	<u>(666,550)</u>	-	<u>(8,560,669)</u>
Total capital assets, being depreciated, net	<u>4,807,407</u>	<u>2,957,814</u>	<u>(1,250,368)</u>	<u>6,514,853</u>
<b>Governmental Activities capital assets net</b>	<u><b>\$ 5,288,603</b></u>			<u><b>\$ 6,996,049</b></u>

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

Governmental activities:

Total depreciation expense-governmental activities \$ 666,550

**Note 5 Joint Ventures**

The County participates in the Counties Technical Services, Inc. (CTSI) Insurance Pool. This joint venture does not meet the criteria for inclusion within the reporting entity because the CTSI Insurance Pool:

- Is financially independent and responsible for its own financial deficits and entitled to its own surpluses.
- Has a separate governing board from that of the County, which is comprised of 1 voting member from each participating County/entity.
- The governing board and management have the ability to significantly influence operations by approving budgetary requests and adjustments, signing contracts, hiring personnel, exercising control over facilities and determining the outcome or disposition of matters affecting the recipients of services provided, and

- Has absolute authority over all funds and fiscal responsibility including budgetary responsibility and reporting to state agencies and controls fiscal management.

Financial information is not included, but may be obtained from CTSI.

**Note 6**

**Pension Plan**

Defined Contribution Plan

The County is participating in a Defined Contribution Pension Plan through Colorado Counties Officials and Employees Retirement Association (CCOERA). The Plan is funded by employee's contributions at five percent of gross salary with the County matching another five percent. The County employees are also covered by social security benefits.

During 2014, the County contributed \$318,188 and the employees contributed \$318,188.

Deferred Compensation Plan

The County offers its employees deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Plans are available with CCOERA and Nationwide Retirement Solutions.

The County amended their Section 457 Deferred Compensation Plan with Nationwide Retirement Solutions and CCOERA. The amendment requires the assets and income of the plan be set aside in trust for the exclusive benefits of the participants and beneficiaries. These changes are due to changes made by the Internal Revenue Code Section 457.

**Note 7**

**Leases**

The County has several operating leases with various vendors for the Treasurer's Collection System, the Assessor's Appraisal/Administrative System and copiers and other equipment. All leases were current at year-end.

Future lease expense is:

2015	\$ 116,657
2016	117,719
2017	220,897
2018	21,588
2019	12,593

The lease expense paid in 2014 was \$156,529.

**Note 8 Long Term Debt**

As of year-end, the following summary indicates County debt.

	Jan 1 2014	Deletions	Additions	Dec 31 2014	Due In One Year
Personal Time Off	\$ 322,914	\$ -	\$ 99,437	\$ 422,351	\$ 84,470

**Note 9 Committed Fund Balances**

The Road & Bridge Fund has a committed fund balance of \$480,000 for future use of highway user's trust fund money for bridge projects.

**Note 10 Contingent Liabilities**

The County receives various grants. Management believes the County is in compliance with all grant requirements. Funding agencies could find differently if the grants were audited. If any differences are found they would not be material.

**Note 11 Transfers**

Transfers made during the year were as follows:

<u>FROM:</u>	<u>TO:</u>	
Sales & Use	General	\$1,030,000
Sales & Use	Road & Bridge	125,000
Sales & Use	Human Services	100,000
General	Public Health	42,647
General	Capital	6,144
General	Outside Agency	68,000

Transactions between funds that would be treated as revenues, expenditures or expenses if they involved organizations external to the County are accounted for as revenues, expenditures or expenses in the funds involved. Transactions, which constitute reimbursement of a fund for expenditures or expenses initially made from that fund, which are properly applicable to another fund, are recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditure or expense in the fund that is reimbursed.

Non-recurring or non-routine transfers of equity between funds are referred to as residual equity transfers and are reported as additions to or deductions from the fund balance of Governmental Funds.

**Note 12 Risk Management**

### County Workers' Compensation Pool

The County is exposed to various risks of loss related to injuries of employees while on the job. The County joined together with other Counties in the State of Colorado to form the County Workers' Compensations Pool (CWCP), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The County pays an annual contribution to CWCP for its workers' compensation insurance coverage. The intergovernmental agreement of formation of CWCP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year.

### Colorado Counties Casualty and Property Pool

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

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; claims relating to professional liability; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims for these risks have not exceeded commercial insurance coverages the past three years.

The County, in their opinion, has obtained adequate coverage as required by Colorado Revised Statutes to settle claims in the ordinary course of business. However, due to the unknown nature of potential liability, some claims may arise that fall outside the coverage limits for which the County could be financially responsible.

## **Note 13**

### **Tax, Spending and Debt Limitations**

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations including revenue raising, spending abilities and other specific requirements of state and local governments. The amendment is complex and subject to judicial interpretation. The entity believes

it is in compliance with the requirements of the amendment. However, the entity has made certain interpretations of the amendment's language in order to determine its compliance.

In 1994, the voters of Prowers County approved a ballot issue allowing the County to retain funds over the limitations imposed by the amendment. It is the opinion of the County that the revenue and spending limitation imposed by the amendment no longer applies to the County.

**Note 14**

**Fund Balances**

The County has implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." In the fund financial statements the following classifications describe the relative strength of spending constraints.

Non-Spendable Fund Balance

This is the portion of fund balance that cannot be spent because it is either not in spendable form (such as inventory and prepaid amounts) or is legally or contractually required to be maintained intact.

Restricted Fund Balance

This is the portion of fund balance constrained to being used for a specific purpose by external parties (such as grantors or bondholders), constitutional provisions or enabling legislation.

Committed Fund Balance

This is the portion of fund balance constrained for specific purposes according to the limitations imposed by the County's highest level of decision-making authority, the County Commissioners, or other individuals authorized to assign funds to be used for a specific purpose. This classification is necessary to indicate that those funds are, at a minimum, intended to be used for the purpose of that particular fund.

Assigned Fund Balance

This is the portion of fund balance set aside for planned or intended purposes but is neither restricted nor committed. The intended use may be expressed by the County Commissioners or other individuals authorized to assign funds to be used for a specific purpose. Assigned fund balances in special revenue funds will also include any remaining fund balance that is not restricted or committed. This classification is necessary to indicate that those funds are, at a minimum, intended to be used for the purpose of that particular fund.

Unassigned Fund Balance

This is the residual portion of fund balance that does not meet any of the above criteria. The County will only report a positive unassigned fund balance in the General Fund.

When both restricted and unrestricted fund balance are available for use, it is the County's policy to use restricted amounts first. Unrestricted fund balance will be used in the following order: committed, assigned and unassigned.

**Note 15      Accounting Changes**

In 2014, the County integrated a new accounting software module for fixed assets. Due diligence was used in creating a more complete database. As a result, fixed assets not previously identified are now included in the Statement of Net Position.

Net position prior to change	\$ 12,007,674
Change in recognition	<u>1,810,657</u>
Net position after change	<u>\$ 13,818,331</u>

**Note 16      Schedule of EBT Authorizations**

Refer to the following page for EBT authorizations during 2014.

Note 16

**Prowers County Department of Social Services**  
**Schedule of EBT Authorizations, Warrant Expenditures and Total Expenditures**  
**For the Year Ended December 31, 2014**

<b>Program</b>	<b>County EBT Authorizations</b>	<b>State Paid Non-EBT Authorizations</b>	<b>County Share of Authorizations</b>	<b>Expenditures By County Warrant</b>	<b>County EBT Authorizations and Expenditures by County Warrant</b>	<b>Total Expenditures</b>
Regular County Administration	-	8,681	8,681	722,825	731,506	731,506
IV-D Admin/ARRA Moved to IV-D	-	3,311	-	221,559	224,870	221,559
IV-D NCP Employment Grant	-	-	-	23,044	23,044	23,044
TANF/Colorado Works	561,430	-	121,149	293,121	854,551	414,270
AND EBT	135,872	-	27,174	-	135,872	27,174
General Assistance - County Only	-	-	-	1,811	1,811	1,811
Old Age Pension	304,663	-	-	4,777	309,440	4,777
Home Care Allow 5% AND & OAP	200	-	10	-	200	10
Child Care - TANF Transfer	230,062	-	36,132	159,353	389,415	195,485
Child Welfare	442,346	18,143	92,099	643,511	1,104,000	735,610
Welcome Home Center	-	-	-	551,303	551,303	551,303
Miscellaneous Grants - Non State	-	-	-	111,304	111,304	111,304
PSSFP Grant	-	-	-	28,313	28,313	28,313
Food Stamp Fraud Administration	-	-	-	29,811	29,811	29,811
IV-E Reserve & Paternal Fees	-	-	-	750	750	750
Core Services & Special Econ. Assist	16,296	-	-	323,713	340,009	323,713
Medicaid Transportation	-	-	-	166,989	166,989	166,989
LEAP Client Benefits	314,093	-	-	39,193	353,286	39,193
<b>Sub-Total</b>	<u>2,004,962</u>	<u>30,135</u>	<u>285,245</u>	<u>3,321,377</u>	<u>5,356,474</u>	<u>3,606,622</u>
Food Assistance	<u>3,637,446</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,637,446</u>	<u>-</u>
<b>Grand Total</b>	<u><u>5,642,408</u></u>	<u><u>30,135</u></u>	<u><u>285,245</u></u>	<u><u>3,321,377</u></u>	<u><u>8,993,920</u></u>	<u><u>3,606,622</u></u>

**Prowers County**  
**Budget and Actual**  
**General**  
**For the year ended December 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>
	<u>Original</u>	<u>Final</u>	
<b>REVENUES</b>			
Property Taxes	\$ 2,675,912	\$ 2,675,912	\$ 2,671,184
SO Taxes	346,697	346,697	415,704
Sales and miscellaneous taxes	2,689	2,689	3,193
Intergovernmental	443,456	443,456	453,531
Charges for services	825,035	825,035	803,818
Investment earnings	10,120	10,120	4,854
Rent	172,008	172,008	178,773
Miscellaneous	220,261	220,261	234,436
Total revenues	<u>4,696,178</u>	<u>4,696,178</u>	<u>4,765,493</u>
<b>EXPENDITURES</b>			
Current:			
General government	3,427,371	3,427,371	3,283,219
Public Safety	2,768,127	2,768,127	2,610,546
Health and sanitation	100	100	-
Culture and recreation	62,629	62,629	61,510
Capital Outlay	115,993	115,993	110,942
Total Expenditures	<u>6,374,220</u>	<u>6,374,220</u>	<u>6,066,217</u>
Excess (deficiency) of revenues over expenditures	<u>(1,678,042)</u>	<u>(1,678,042)</u>	<u>(1,300,724)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	1,545,000	1,545,000	1,036,145
Transfers out	(107,039)	(107,039)	(110,647)
Total other financing sources and uses	<u>1,437,961</u>	<u>1,437,961</u>	<u>925,498</u>
<b>SPECIAL ITEM</b>			
Proceeds from sale capital assets	11,500	11,500	18,334
Net change in fund balances	(228,581)	(228,581)	(356,892)
Fund balances - beginning	857,817	857,817	962,140
Fund balances - ending	<u>\$ 629,236</u>	<u>\$ 629,236</u>	<u>\$ 605,248</u>

**Prowers County  
Budget and Actual  
Human Services  
For the year ended December 31, 2014**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>
	<b>Original</b>	<b>Final</b>	
<b>REVENUES</b>			
Property Taxes	\$ 308,204	\$ 308,204	\$ 318,696
SO Taxes	33,000	33,000	34,692
Intergovernmental	3,636,152	3,636,152	3,084,526
Miscellaneous	-	-	59,774
Total revenues	<u>3,977,356</u>	<u>3,977,356</u>	<u>3,497,688</u>
<b>EXPENDITURES</b>			
Current:			
Welfare	3,975,025	3,975,025	3,606,620
Total Expenditures	<u>3,975,025</u>	<u>3,975,025</u>	<u>3,606,620</u>
Excess (deficiency) of revenues over expenditures	<u>2,331</u>	<u>2,331</u>	<u>(108,932)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	-	100,000
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>100,000</u>
Net change in fund balances	2,331	2,331	(8,932)
Fund balances - beginning	271,329	271,329	292,104
Fund balances - ending	<u>\$ 273,660</u>	<u>\$ 273,660</u>	<u>\$ 283,172</u>

**Prowers County  
Budget and Actual  
Road & Bridge  
For the year ended December 31, 2014**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>
	<b>Original</b>	<b>Final</b>	
<b>REVENUES</b>			
Property Taxes	\$ 372,204	\$ 372,204	\$ 370,805
SO Taxes	100,000	100,000	80,477
Intergovernmental	2,305,500	2,305,500	2,386,898
Charges for services	45,000	45,000	127,439
Investment earnings	97,000	97,000	64,068
Miscellaneous	3,000	3,000	2,754
Total revenues	<u>2,922,704</u>	<u>2,922,704</u>	<u>3,032,441</u>
<b>EXPENDITURES</b>			
Current:			
Highways and roads	2,468,938	2,468,938	2,224,471
Contingency	200,000	200,000	-
Debt Service:			
Capital Outlay	250,000	250,000	432,168
Total Expenditures	<u>2,918,938</u>	<u>2,918,938</u>	<u>2,656,639</u>
Excess (deficiency) of revenues over expenditures	<u>3,766</u>	<u>3,766</u>	<u>375,802</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	-	125,000
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>125,000</u>
<b>SPECIAL ITEM</b>			
Proceeds from sale capital assets	10,000	10,000	11,046
Net change in fund balances	13,766	13,766	511,848
Fund balances - beginning	2,345,853	2,345,853	2,383,920
Fund balances - ending	<u>\$ 2,359,619</u>	<u>\$ 2,359,619</u>	<u>\$ 2,895,768</u>

**Prowers County  
Budget and Actual  
Sales & Use Tax  
For the year ended December 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>
	<u>Original</u>	<u>Final</u>	
<b>REVENUES</b>			
Sales taxes	\$ 1,650,000	\$ 1,650,000	\$ 4,761,264
Investment earnings	9,000	9,000	16,751
Total revenues	<u>1,659,000</u>	<u>1,659,000</u>	<u>4,778,015</u>
<b>EXPENDITURES</b>			
Current:			
Total Expenditures	-	-	-
Excess (deficiency) of revenues over expenditures	<u>1,659,000</u>	<u>1,659,000</u>	<u>4,778,015</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	(1,650,000)	(1,750,000)	(1,255,000)
Total other financing sources and uses	<u>(1,650,000)</u>	<u>(1,750,000)</u>	<u>(1,255,000)</u>
Net change in fund balances	9,000	(91,000)	3,523,015
Fund balances - beginning	2,115,728	2,115,728	2,131,133
Fund balances - ending	<u>\$ 2,124,728</u>	<u>\$ 2,024,728</u>	<u>\$ 5,654,148</u>

**Prowers County  
Budget and Actual  
Public Health  
For the year ended December 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>
	<u>Original</u>	<u>Final</u>	
<b>REVENUES</b>			
Licenses and permits	\$ 27,000	\$ 27,000	\$ 32,572
Intergovernmental	1,436,997	1,436,997	1,592,858
Charges for services	128,191	128,191	86,276
Miscellaneous	500	500	3,949
Total revenues	<u>1,592,688</u>	<u>1,592,688</u>	<u>1,715,655</u>
<b>EXPENDITURES</b>			
Current:			
Public Safety	35,043	35,043	21,254
Health and sanitation	1,568,271	1,568,271	1,421,160
Capital Outlay	-	-	20,164
Total Expenditures	<u>1,603,314</u>	<u>1,603,314</u>	<u>1,462,578</u>
Excess (deficiency) of revenues over expenditures	<u>(10,626)</u>	<u>(10,626)</u>	<u>253,077</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	42,647	42,647	42,647
Total other financing sources and uses	<u>42,647</u>	<u>42,647</u>	<u>42,647</u>
<b>SPECIAL ITEM</b>			
Proceeds from sale of capital assets	-	-	1,190
Net change in fund balances	32,021	32,021	296,914
Fund balances - beginning	722,577	722,577	695,699
Fund balances - ending	<u>\$ 754,598</u>	<u>\$ 754,598</u>	<u>\$ 992,613</u>

**Prowers County  
Budget and Actual  
Hotline County Connection Center  
For the year ended December 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>
	<u>Original</u>	<u>Final</u>	
<b>REVENUES</b>			
Intergovernmental	\$ -	\$ 179,808	\$ 168,823
Total revenues	<u>-</u>	<u>179,808</u>	<u>168,823</u>
<b>EXPENDITURES</b>			
Current:			
Public Safety	-	156,355	149,278
Total Expenditures	<u>-</u>	<u>156,355</u>	<u>149,278</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>23,453</u>	<u>19,545</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	100,000	-
Total other financing sources and uses	<u>-</u>	<u>100,000</u>	<u>-</u>
Net change in fund balances	-	123,453	19,545
Fund balances - beginning	-	-	-
Fund balances - ending	<u>\$ -</u>	<u>\$ 123,453</u>	<u>\$ 19,545</u>

**Prowers County  
Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2014**

	<u>Capital Fund</u>	<u>Conservation Trust</u>	<u>Contingent</u>	<u>Library</u>	<u>Outside Agency</u>	<u>Lodging Tax</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>							
Cash and cash equivalents	\$ 23,500	\$ 72,409	\$ 374,686	\$ 39	\$ 25,657	\$ 41,903	\$ 538,194
Other receivables	-	-	-	-	7,774	-	7,774
Total assets	<u>23,500</u>	<u>72,409</u>	<u>374,686</u>	<u>39</u>	<u>33,431</u>	<u>41,903</u>	<u>545,968</u>
<b>LIABILITIES AND FUND BALANCES</b>							
Liabilities:							
Accounts payable	-	784	-	-	7,828	-	8,612
Unearned revenue	23,500	-	-	-	-	-	23,500
Total liabilities	<u>23,500</u>	<u>784</u>	<u>-</u>	<u>-</u>	<u>7,828</u>	<u>-</u>	<u>32,112</u>
Fund balances:							
Assigned	-	71,625	374,686	39	25,603	41,903	513,856
Total fund balances	<u>-</u>	<u>71,625</u>	<u>374,686</u>	<u>39</u>	<u>25,603</u>	<u>41,903</u>	<u>513,856</u>
Total liabilities and fund balances	<u>\$ 23,500</u>	<u>\$ 72,409</u>	<u>\$ 374,686</u>	<u>\$ 39</u>	<u>\$ 33,431</u>	<u>\$ 41,903</u>	<u>\$ 545,968</u>

**Prowers County**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended December 31, 2014**

	<u>Capital Fund</u>	<u>Conservation Trust</u>	<u>Contingent</u>	<u>Library</u>	<u>Outside Agency</u>	<u>Lodging Tax</u>	<u>Total-Other Governmental Funds</u>
<b>REVENUES</b>							
Property Taxes	\$ -	\$ -	\$ 16	\$ 13	\$ -	\$ -	\$ 29
Lodging taxes	-	-	-	-	-	89,698	89,698
Fees and fines	-	-	-	-	29,711	-	29,711
Intergovernmental	3,952	28,142	-	-	69,963	-	102,057
Investment earnings	-	64	-	-	-	-	64
Miscellaneous	-	-	-	-	240,875	138	241,013
Total revenues	<u>3,952</u>	<u>28,206</u>	<u>16</u>	<u>13</u>	<u>340,549</u>	<u>89,836</u>	<u>462,572</u>
<b>EXPENDITURES</b>							
Current:							
General government	-	-	-	-	203,229	110,751	313,980
Culture and recreation	-	16,081	-	-	203,560	-	219,641
Total Expenditures	<u>-</u>	<u>16,081</u>	<u>-</u>	<u>-</u>	<u>406,789</u>	<u>110,751</u>	<u>533,621</u>
Excess (deficiency) of revenues over expenditures	<u>3,952</u>	<u>12,125</u>	<u>16</u>	<u>13</u>	<u>(66,240)</u>	<u>(20,915)</u>	<u>(71,049)</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	-	68,000	-	68,000
Transfers out	(6,145)	-	-	-	-	-	(6,145)
Total other financing sources and uses	<u>(6,145)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>68,000</u>	<u>-</u>	<u>61,855</u>
Net change in fund balances	(2,193)	12,125	16	13	1,760	(20,915)	(9,194)
Fund balances - beginning	2,193	59,500	374,670	26	23,843	62,818	523,050
Fund balances - ending	<u>\$ -</u>	<u>\$ 71,625</u>	<u>\$ 374,686</u>	<u>\$ 39</u>	<u>\$ 25,603</u>	<u>\$ 41,903</u>	<u>\$ 513,856</u>

**Prowers County  
Budget and Actual  
Conservation Trust  
For the year ended December 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>
	<u>Original</u>	<u>Final</u>	
<b>REVENUES</b>			
Intergovernmental	\$ 30,000	\$ 30,000	\$ 28,142
Investment earnings	50	50	64
Total revenues	<u>30,050</u>	<u>30,050</u>	<u>28,206</u>
<b>EXPENDITURES</b>			
Current:			
Contingency	-	-	-
Culture and recreation	55,546	55,546	16,081
Total Expenditures	<u>55,546</u>	<u>55,546</u>	<u>16,081</u>
Excess (deficiency) of revenues over expenditures	<u>(25,496)</u>	<u>(25,496)</u>	<u>12,125</u>
Net change in fund balances	(25,496)	(25,496)	12,125
Fund balances - beginning	25,496	25,496	59,500
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 71,625</u>

**Prowers County  
Budget and Actual  
Contingent  
For the year ended December 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>
	<u>Original</u>	<u>Final</u>	
<b>REVENUES</b>			
Property Taxes	\$ 25	\$ 25	\$ 16
Total revenues	<u>25</u>	<u>25</u>	<u>16</u>
<b>EXPENDITURES</b>			
Current:			
General government	<u>1</u>	<u>1</u>	<u>-</u>
Total Expenditures	<u>1</u>	<u>1</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>24</u>	<u>24</u>	<u>16</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	<u>(374,715)</u>	<u>(374,715)</u>	<u>-</u>
Total other financing sources and uses	<u>(374,715)</u>	<u>(374,715)</u>	<u>-</u>
Net change in fund balances	(374,691)	(374,691)	16
Fund balances - beginning	374,691	374,691	374,670
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 374,686</u>

**Prowers County  
Budget and Actual  
Library  
For the year ended December 31, 2014**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>
	<u>Original</u>	<u>Final</u>	
<b>REVENUES</b>			
Property Taxes	\$ 35	\$ 35	\$ 13
Total revenues	<u>35</u>	<u>35</u>	<u>13</u>
<b>EXPENDITURES</b>			
Current:			
Culture and recreation	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>35</u>	<u>35</u>	<u>13</u>
Net change in fund balances	35	35	13
Fund balances - beginning	62	62	26
Fund balances - ending	<u>\$ 97</u>	<u>\$ 97</u>	<u>\$ 39</u>

**Prowers County  
Budget and Actual  
Outside Agency  
For the year ended December 31, 2014**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>
	<b>Original</b>	<b>Final</b>	
<b>REVENUES</b>			
Fees and fines	\$ 46,900	\$ 46,900	\$ 29,711
Intergovernmental	93,286	93,286	69,963
Miscellaneous	230,528	230,528	240,875
Total revenues	<u>370,714</u>	<u>370,714</u>	<u>340,549</u>
<b>EXPENDITURES</b>			
Current:			
General government	224,907	224,907	203,229
Culture and recreation	185,000	185,000	203,560
Total Expenditures	<u>409,907</u>	<u>409,907</u>	<u>406,789</u>
Excess (deficiency) of revenues over expenditures	<u>(39,193)</u>	<u>(39,193)</u>	<u>(66,240)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	50,000	50,000	68,000
Total other financing sources and uses	<u>50,000</u>	<u>50,000</u>	<u>68,000</u>
Net change in fund balances	10,807	10,807	1,760
Fund balances - beginning	24,837	24,837	23,843
Fund balances - ending	<u>\$ 35,644</u>	<u>\$ 35,644</u>	<u>\$ 25,603</u>

**Prowers County  
Budget and Actual  
Lodging Tax  
For the year ended December 31, 2014**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>
	<b>Original</b>	<b>Final</b>	
<b>REVENUES</b>			
Lodging tax	\$ 65,000	\$ 65,000	\$ 89,698
Miscellaneous	75	75	138
Total revenues	<u>65,075</u>	<u>65,075</u>	<u>89,836</u>
<b>EXPENDITURES</b>			
Current:			
General government	<u>79,253</u>	<u>110,841</u>	<u>110,751</u>
Total Expenditures	<u>79,253</u>	<u>110,841</u>	<u>110,751</u>
Excess (deficiency) of revenues over expenditures	<u>(14,178)</u>	<u>(45,766)</u>	<u>(20,915)</u>
Net change in fund balances	(14,178)	(45,766)	(20,915)
Fund balances - beginning	<u>82,969</u>	<u>82,969</u>	<u>62,818</u>
Fund balances - ending	<u>\$ 68,791</u>	<u>\$ 37,203</u>	<u>\$ 41,903</u>

**Prowers County  
Budget and Actual  
Capital Fund  
For the year ended December 31, 2014**

	<b>Budgeted Amounts</b>		<b>Actual Amounts, Budgetary Basis</b>
	<b>Original</b>	<b>Final</b>	
<b>REVENUES</b>			
Intergovernmental	\$ 277,148	\$ 277,148	\$ 3,952
Total revenues	<u>277,148</u>	<u>277,148</u>	<u>3,952</u>
<b>EXPENDITURES</b>			
Current:			
Public Safety	297,040	297,040	-
Total Expenditures	<u>297,040</u>	<u>297,040</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(19,892)</u>	<u>(19,892)</u>	<u>3,952</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	14,392	14,392	-
Transfers out	-	-	(6,145)
Total other financing sources and uses	<u>14,392</u>	<u>14,392</u>	<u>(6,145)</u>
Net change in fund balances	(5,500)	(5,500)	(2,193)
Fund balances - beginning	5,500	5,500	2,193
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<b>LOCAL HIGHWAY FINANCE REPORT</b>	<b>City or County:</b> Prowers County
	<b>YEAR ENDING :</b> December 31, 2014
<b>This Information From The Records Of County of Prowers:</b>	<b>Prepared By:</b> Regina Jo Dorenkamp <b>Phone:</b> 719 336-8025

**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
<b>A. Receipts from local sources:</b>		<b>A. Local highway disbursements:</b>	
1. Local highway-user taxes		1. Capital outlay (from page 2)	0
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	2,590,457
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	
2. General fund appropriations		b. Snow and ice removal	
3. Other local imposts (from page 2)	426,720	c. Other	
4. Miscellaneous local receipts (from page 2)	332,135	d. Total (a. through c.)	0
5. Transfers from toll facilities		4. General administration & miscellaneous	66,666
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	2,657,123
b. Bonds - Refunding Issues		<b>B. Debt service on local obligations:</b>	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	758,855	b. Redemption	
<b>B. Private Contributions</b>		c. Total (a. + b.)	0
<b>C. Receipts from State government</b> (from page 2)	2,410,118	2. Notes:	
<b>D. Receipts from Federal Government</b> (from page 2)	0	a. Interest	
<b>E. Total receipts (A.7 + B + C + D)</b>	3,168,973	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		<b>C. Payments to State for highways</b>	
		<b>D. Payments to toll facilities</b>	
		<b>E. Total disbursements (A.6 + B.3 + C + D)</b>	2,657,123

**IV. LOCAL HIGHWAY DEBT STATUS**  
(Show all entries at par)

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

**V. LOCAL ROAD AND STREET FUND BALANCE**

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	2,383,920	3,168,974	2,657,123	2,895,771	0

Notes and Comments:

**LOCAL HIGHWAY FINANCE REPORT**

STATE: Colorado

YEAR ENDING (mm/yy): December 31, 2014

**II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL**

ITEM	AMOUNT	ITEM	AMOUNT
<b>A.3. Other local imposts:</b>		<b>A.4. Miscellaneous local receipts:</b>	
a. Property Taxes and Assessments	369,462	a. Interest on investments	64,068
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	11,046
4. Licenses		f. Charges for Services	127,924
5. Specific Ownership &/or Other	57,258	g. Other Misc. Receipts	4,097
6. Total (1. through 5.)	57,258	h. Other	125,000
c. Total (a. + b.)	426,720	i. Total (a. through h.)	332,135
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
<b>C. Receipts from State Government</b>		<b>D. Receipts from Federal Government</b>	
1. Highway-user taxes	1,936,898	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	23,220	d. Federal Transit Admin	
d. Other severance tax	0	e. U.S. Corps of Engineers	
e. Other (Specify)	450,000	f. Other Federal	0
f. Total (a. through e.)	473,220	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	2,410,118	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)
<b>A.1. Capital outlay:</b>			
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			0
(5). Total Construction (1) + (2) + (3) + (4)	0	0	0
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	0	0
			(Carry forward to page 1)

Notes and Comments: