

GILPIN COUNTY, COLORADO

FINANCIAL STATEMENTS

December 31, 2015

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FINANCIAL SECTION



**JOHN CUTLER
& ASSOCIATES**

Board of County Commissioners
Gilpin County
Central City, Colorado

INDEPENDENT AUDITORS' REPORT

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Gilpin County, Colorado, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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, 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 Gilpin County, Colorado as of December 31, 2015, and the respective changes in financial position, and, where applicable, cash flows 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 management's discussion and analysis and required budgetary information on pages 22-24 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 the County's basic financial statements. The combining and individual fund schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund schedules are fairly stated in all material respects in relation to the financial statements as a whole.

John Luttrell & Associates, LLC

June 29, 2016

GILPIN COUNTY, COLORADO
Management's Discussion and Analysis
For the Year Ended December 31, 2015

As management of Gilpin County, we offer readers of our financial statements this narrative overview and analysis of the financial activities of Gilpin County for the fiscal year ended December 31, 2015.

Financial Highlights

At the close of 2015, Gilpin County's assets of \$44,343,162 exceeded its liabilities of \$3,386,336, and the deferred inflows of resources, \$3,445,136, by \$37,511,690. Of this amount, \$24,953,597 is invested in capital assets or restricted at the end of 2015. The remaining \$9,907,300 may be used to meet the County's ongoing obligations to citizens and creditors.

The County's governmental funds reported a total ending fund balance of \$12,875,802, an increase of \$2,136,310 (+20%) in comparison with the prior year. Of this amount \$2,683,378 is unassigned.

Since a majority of the County revenue is not received until August each year an adequate fund balance is needed to allow for anticipated spending during the first eight months of the following year.

The end of year General Fund fund balance increased \$1,909,927 (+23%) from the prior year. The unassigned portion in the General Fund is \$2,683,378 and represents 22% of the total 2015 General Fund expenditures less debt service and capital expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Gilpin County's financial statements. The financial statements include: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This management report also contains supplementary information to give the reader a more detailed view of the county's financial statements.

Government-Wide Financial Statements The government-wide financial statements are designed to provide readers with a broad overview of Gilpin County's finances, in a manner similar to a private sector business. For Gilpin County this means using the accrual basis of accounting, and including depreciation on capital assets.

The statement of net position presents information on all of Gilpin County's assets and liabilities with the difference between the two reported as net position. Changes in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating. Evaluation of the overall health of the County would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of County infrastructure, in addition to the financial information provided in this report.

The statement of activities presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flow changes in future fiscal periods (e.g., earned but unused vacation leave). An important purpose of the design of the statement of activities is to show the financial reliance of the County's activities or functions on revenues provided by gaming taxes and the County's taxpayers.

The government-wide financial statements can be found on pages 1-2 of this report.

Fund Financial Statements A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. Gilpin County, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All Gilpin County funds are governmental funds, which focus on how money flows into and out of the funds and the balances left at year end available for spending.

Gilpin County maintains seven individual governmental funds. Three are major: the general fund, the public works fund, and the human services fund. Four are non-major: the library fund; the public health agency fund; the solid waste fund; and the conservation trust fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the three major funds, and is combined into a single aggregated presentation for the five non-major governmental funds.

Gilpin County adopts an annual appropriated budget for each fund. A budgetary comparison schedule has been provided for each fund to demonstrate compliance with these budgets.

Government-Wide Financial Analysis

Net Position As noted earlier, net position may serve as a useful indicator of the County's financial position. At the close of fiscal year 2015, assets exceeded liabilities and deferred inflows of resources by \$37,511,690 which is an increase from 2014 of \$1,425,682.

Assets:	<u>2015</u>	<u>2014</u>
Cash and Investments	\$12,926,484	\$10,656,458
Accounts Receivable	646,360	932,872
Taxes Receivable	3,445,136	3,339,303
Inventory	10,906	17,260
Prepaid Expenses	1,009	2,235
Capital Assets, Net of		
Accumulated Depreciation	<u>27,313,267</u>	<u>28,370,143</u>
Total Assets	<u>44,343,162</u>	<u>43,318,271</u>
Liabilities:		
Accounts Payable	462,643	625,365
Deposits Payable	5,000	5,000
Accrued Expenses	234,469	221,250
Unearned Revenues	6,845	17,718
Accrued Compensated		
Absences	317,709	326,058
Noncurrent Liabilities	<u>2,359,670</u>	<u>2,697,569</u>
Total Liabilities	<u>3,386,336</u>	<u>3,892,960</u>
Deferred Inflows of Resources:		
Deferred Property Tax		
Revenue	<u>3,445,136</u>	<u>3,339,303</u>
Net Position:		
Net Investment in Capital		
Assets	24,953,597	25,672,574
Restricted	2,650,793	2,472,132
Unrestricted	<u>9,907,300</u>	<u>7,941,302</u>
Total Net Position	<u>\$37,511,690</u>	<u>\$36,086,008</u>

The County continues to maintain an adequate current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations.

The current ratio for governmental activities including deferred property tax revenue is 3.55 to 1, as compared to 3.07 to 1 reported at the end of 2014. The County's overall financial position based on this ratio strengthened during calendar year 2015.

Note that 67% of net position is tied up in capital. The County uses these capital assets to provide services to its citizens; consequently these assets are not available for future spending. Although the County's investment in its capital assets is reported net of the related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the majority of capital assets themselves cannot be used to liquidate these liabilities.

Governmental Activities: The County's total revenues of \$20,055,076 exceeded program expenses of \$18,629,394 for an increase in net position of \$1,425,682. A summary of revenues and expenses follows:

Revenues	<u>2015</u>	<u>2014</u>
Program Revenues		
Charges for Services	\$ 1,437,086	\$ 1,295,476
Operating Grants & Contributions	4,777,293	4,754,221
Capital Grants & Contributions	27,572	264,362
Total Program Revenues	<u>6,241,951</u>	<u>6,314,059</u>
General Revenues		
Property Taxes*	3,358,708	3,369,636
Specific Ownership Taxes*	223,930	203,152
Gaming Taxes*	9,859,168	9,290,136
Payment in Lieu of Taxes*	96,798	100,045
Investment Earnings	12,315	16,647
Other Revenues	385,070	259,405
Total General Revenues	<u>13,935,989</u>	<u>13,239,021</u>
Total Revenues	<u>20,177,940</u>	<u>19,553,080</u>
Expenses		
General Government	6,564,130	7,137,409
Public Safety	5,232,318	5,026,818
Health and Welfare	2,462,539	2,414,154
Highways and Streets	2,341,189	2,466,651
Culture and Recreation	1,753,937	1,716,276
Community Development	316,947	272,161
Interest on Long-Term Debt	81,198	91,437
Total Expenses	<u>18,752,258</u>	<u>19,124,906</u>
Increase/(Decrease) in Net Position	<u>\$1,425,682</u>	<u>\$ 428,174</u>

*It is important to note that all taxes are classified as general revenue even if restricted for a specific purpose.

The primary revenues for Gilpin County are property taxes (17% of total revenues) and gaming taxes (49% of total revenues). Gaming taxes are authorized by the Constitution of the State of Colorado, set annually by the Colorado Limited Gaming Control Commission, collected by the State from casinos in Black Hawk and Central City and released to Gilpin County on an annual basis.

There are no notable changes between 2014 and 2015 expenses by function other than the fact total expenses decreased by \$372,648, which is a decrease of 2%.

Governmental funds

In 2011, the county implemented Governmental Accounting Standards Board Statement 54 (GASB 54), which requires a more specific breakdown of the availability of fund balances, resulting in the components detailed in Note 1 on pages 11-12 of this report. Gilpin County reported a total ending fund balance of \$12,875,802 at the end of 2015, compared to \$10,739,492 at the end of 2014. This increase is a result of conservative budgeting/spending measures practiced by Gilpin County.

The residual amount of unassigned fund balance in the County's general fund after accounting for all levels of constraint determined according to GASB 54 is \$2,683,378 which represents resources available for immediate appropriation by the Board for any purpose. There is a need to maintain a certain unassigned amount to cover unexpected expenditures and revenue shortfalls (e.g., an adequate amount to provide liquidity in the event of an economic downturn or natural disaster and to save for capital projects).

The General Fund is the County's primary operating fund and the largest source of day-to-day service delivery. An increase from \$8,302,279 to \$10,212,206 in the end of year General Fund balance occurred in 2015.

Since all general revenues, primarily gaming taxes, are recorded in the General Fund, the General Fund routinely transfers amounts to other funds to subsidize operations and capital projects. For the year ended December 31, 2015, the General Fund transferred to four other funds, as listed below.

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
Public Works	General	\$1,350,000
Library	General	226,000
Public Health	General	100,000
Solid Waste	General	85,000
	Total	<u>\$1,761,000</u>

General Fund Budgetary Highlights

The General Fund accounts for all of the general governmental services provided by the County. This includes public safety, health, community development, maintenance, recreation and general administration. Funding for these services comes from a variety of sources but the general fund is heavily funded by gaming taxes. Gaming revenue of \$9,859,168 was 60% of the total General Fund revenue.

Actual Gaming revenue was \$559,168 more than budget for 2015. This is due to many factors contributing to the calculation of this revenue which makes it hard to predict such as ballot issues, the economy and the weather.

In November, the Board of County Commissioners revised the General Fund budget. The budget supplements for expenditures were for salaries/benefits, autopsies, body bags, morgue facility, professional services, grant expenses, and a ballot box. This budget supplemental also transferred budgeted monies between departments and accounts within the General Fund for salaries/benefits, a copier lease, a DOLA grant, a donation and utilities. Budget expenditure additions totaled \$74,920 and resulted in an ending General Fund expenditure budget of \$13,185,668. Actual expenditures were \$12,719,938 (\$465,730 below the revised budget).

Capital Assets

At December 31, 2015, the County had \$27,313,267 invested in a broad range of capital assets. This is a decrease of \$1,056,876 or 4% over the prior year.

In 2006, the county added infrastructure per GASB 34 using the standard depreciation approach which distributes the loss in value of assets across their lives.

Additional Capital Asset information can be found in Note 1, on page 9 and in Note 4, on page 16, in the Notes to the Financial Statements.

The following table provides a summary of capital asset activity:

	<u>2015</u>	<u>2014</u>
Land	\$ 846,751	\$ 770,471
Water Rights	32,000	32,000
Infrastructure	159,484	174,149
Building	19,670,258	20,222,468
Improvements	4,149,443	4,483,135
Equipment	1,247,819	1,495,285
Construction in progress	1,207,512	1,192,635
	<u>\$27,313,267</u>	<u>\$28,370,143</u>

Capital asset additions during the current fiscal year included the following:

- o \$25,396 for the Gilpin Connect vehicle.
- o \$76,280 for the Belvidere Theater land.
- o \$6,836 to improve electrical service at the transfer station due to the addition of the cardboard baler.
- o \$70,724 of equipment for a sand blasting machine, an activity pool pump, a cardboard baler, server projects at the sheriff's office and justice center, a chain mender, and a 40' storage container.

The County also has several projects in the Construction in Progress category. Cost of these projects at the end of 2015 was \$1,207,512. These include: 1) Fuel Farm \$53,950; 2) Upper Apex Bridge \$58,696; 3) Justice Center Lift Station \$30,845; 4) Interoperability Grant Project \$1,052,476; 5) Crawford Gulch Road Culvert Project \$11,545.

Debt

At the end of the calendar year, the County had outstanding debt obligations of \$2,677,379, including debt for compensated absences. In 2015, the County had a net decrease in compensated absence balances due of \$8,349. No short-term debt was needed in 2015 to finance operations and capital outlay as has been necessary in the past.

	<u>2015</u>	<u>2014</u>
Capital Lease - Energy Performance	\$ 2,224,360	\$ 2,443,570
Capital Lease – Grinder	59,233	136,186
Capital Lease – Roll Off Truck	76,077	117,813
Compensated Absences	317,709	326,058
Total	<u>\$ 2,677,379</u>	<u>\$ 3,023,627</u>

Additional debt information can be found in Note 5, on page 17-18, in the Notes to the Financial Statements.

The Year Ahead

The budget adopted for 2016 is structured to include: transportation to health care for residents; the transition to partially self-funded medical insurance for employees; support of emergency management; continuation of the free slash program; historic preservation; maintenance of at least a \$510,000 TABOR reserve, \$1,000,000 for emergencies and \$700,000 for capital expenditures; application for grants; support of county non-profits and support of events that enhance the quality of life.

In 2016, the major source of budgeted revenue for Gilpin County continues to be gaming tax, authorized by the constitution of the State of Colorado. Gilpin County has exempted gaming tax revenue from TABOR but has not exempted property tax revenue. With this combination of rules, if the amount of gaming tax revenue decreases, services could decrease or cost users more unless the voters approve a property tax increase. Gaming tax revenue currently allows Gilpin County great flexibility in the level of services it provides.

In order to maintain services, the County is continuing to pursue all cost-effective sources of funding. County offices and departments continue to sustain services as best they can, with the funding available.

In closing, Gilpin County government continues on a cautious and fiscally responsible course to maintain necessary services.

Requests for Information

This financial report is designed to provide a general overview of Gilpin 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 the Gilpin County Finance Director.

FINANCIAL STATEMENTS

GILPIN COUNTY, COLORADO

STATEMENT OF NET POSITION

As of December 31, 2015

	<u>GOVERNMENTAL ACTIVITIES</u>	
	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and Investments	\$ 12,926,484	\$ 10,656,458
Receivables		
Property Taxes	3,445,136	3,339,303
Account	646,360	932,872
Inventory	10,906	17,260
Prepaid Expenses	1,009	2,235
Capital Assets, Not Depreciated	2,086,263	1,995,106
Capital Assets, Depreciated		
Net of Accumulated Depreciation	<u>25,227,004</u>	<u>26,375,037</u>
TOTAL ASSETS	<u>44,343,162</u>	<u>43,318,271</u>
LIABILITIES		
Accounts Payable	462,643	625,365
Deposits Payable	5,000	5,000
Accrued Expenses	234,469	221,250
Accrued Compensated Absences	317,709	326,058
Unearned Revenues	6,845	17,718
Noncurrent Liabilities		
Due within One Year	328,419	337,898
Due in More Than One Year	<u>2,031,251</u>	<u>2,359,671</u>
TOTAL LIABILITIES	<u>3,386,336</u>	<u>3,892,960</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred Property Tax Revenue	<u>3,445,136</u>	<u>3,339,303</u>
NET POSITION		
Net Investment in Capital Assets	24,953,597	25,672,574
Restricted for:		
Emergencies	510,000	510,000
Highways and streets	1,191,637	925,622
Health and welfare	746,358	879,504
Culture and recreation	202,798	157,006
Unrestricted	<u>9,907,300</u>	<u>7,941,302</u>
TOTAL NET POSITION	<u>\$ 37,511,690</u>	<u>\$ 36,086,008</u>

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

GILPIN COUNTY, COLORADO

STATEMENT OF ACTIVITIES
Year Ended December 31, 2015

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	
					2015	2014
PRIMARY GOVERNMENT						
Governmental Activities						
General Government	\$ 6,564,130	\$ 804,245	\$ 971,039	\$ 12,695	\$ (4,776,151)	\$ (5,292,240)
Public Safety	5,232,318	113,323	897,769	14,877	(4,206,349)	(3,852,944)
Health and Welfare	2,462,539	27,439	2,087,680	-	(347,420)	(355,624)
Highways and Streets	2,341,189	54,257	686,720	-	(1,600,212)	(1,644,706)
Culture and Recreation	1,753,937	213,398	111,085	-	(1,429,454)	(1,410,838)
Community Development	316,947	224,424	23,000	-	(69,523)	(163,058)
Interest on Long Term Debt	81,198	-	-	-	(81,198)	(91,437)
Total Governmental Activities	\$ 18,752,258	\$ 1,437,086	\$ 4,777,293	\$ 27,572	\$ (12,510,307)	\$ (12,810,847)
GENERAL REVENUES						
					3,358,708	3,369,636
					223,930	203,152
					9,859,168	9,290,136
					96,798	100,045
					12,315	16,647
					385,070	259,405
TOTAL GENERAL REVENUES					13,935,989	13,239,021
CHANGE IN NET POSITION					1,425,682	428,174
NET POSITION, Beginning					36,086,008	35,657,834
NET POSITION, Ending					\$ 37,511,690	\$ 36,086,008

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

GILPIN COUNTY, COLORADO

BALANCE SHEET
GOVERNMENTAL FUNDS
As of December 31, 2015

	GENERAL FUND	PUBLIC WORKS FUND	HUMAN SERVICES FUND	OTHER GOVERNMENTAL FUNDS
ASSETS				
Cash and Investments	\$ 10,265,362	\$ 1,200,694	\$ 742,100	\$ 718,328
Property Taxes Receivable	2,798,234	302,889	157,702	186,311
Accounts Receivable	476,171	103,725	57,430	9,034
Inventory	-	10,746	160	-
Prepaid Expenses	274	-	45	690
TOTAL ASSETS	\$ 13,540,041	\$ 1,618,054	\$ 957,437	\$ 914,363
LIABILITIES AND FUND EQUITY				
LIABILITIES				
Accounts Payable	\$ 345,607	\$ 77,945	\$ 14,060	\$ 25,031
Deposits Payable	-	5,000	-	-
Accrued Expenses	179,839	29,837	15,798	8,995
Unearned Revenue	4,155	-	2,690	-
TOTAL LIABILITIES	529,601	112,782	32,548	34,026
DEFERRED INFLOWS OF RESOURCES				
Deferred Property Tax Revenue	2,798,234	302,889	157,702	186,311
FUND EQUITY				
Fund Balance				
Nonspendable	274	10,746	205	690
Restricted	510,000	1,191,637	746,358	202,798
Committed	-	-	-	490,538
Assigned	7,018,554	-	20,624	-
Unassigned	2,683,378	-	-	-
TOTAL FUND EQUITY	10,212,206	1,202,383	767,187	694,026
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND EQUITY	\$ 13,540,041	\$ 1,618,054	\$ 957,437	\$ 914,363

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

Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.

Long-term liabilities are not due and payable in the current period and are not reported in the funds. This is the amount of capital leases payable (\$2,359,670) and the balance of accrued compensated absences (\$317,709) for the year.

Net position of governmental activities

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

TOTAL

2015	2014
\$ 12,926,484	\$ 10,656,458
3,445,136	3,339,303
646,360	932,872
10,906	17,260
1,009	2,235
\$ 17,029,895	\$ 14,948,128
\$ 462,643	\$ 625,365
5,000	5,000.00
234,469	221,250
6,845	17,718
708,957	869,333
3,445,136	3,339,303
11,915	19,495
2,650,793	2,472,133
490,538	438,753
7,039,178	206,229
2,683,378	7,602,882
12,875,802	10,739,492
27,313,267	28,370,143
(2,677,379)	(3,023,627)
\$ 37,511,690	\$ 36,086,008

GILPIN COUNTY, COLORADO

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
Year Ended December 31, 2015

	GENERAL FUND	PUBLIC WORKS FUND	HUMAN SERVICES FUND	OTHER GOVERNMENTAL FUNDS
REVENUES				
Taxes	\$ 2,926,952	\$ 305,771	\$ 160,408	\$ 189,507
Gaming Taxes	9,859,168	-	-	-
Intergovernmental	2,329,147	686,720	2,045,659	103,982
Licenses and Permits	232,335	4,230	-	1,075
Charges for Services	944,673	53,628	-	198,851
Interest Income	9,517	1,075	955	769
Miscellaneous	89,073	24,962	6,593	2,890
TOTAL REVENUES	<u>16,390,865</u>	<u>1,076,386</u>	<u>2,213,615</u>	<u>497,074</u>
EXPENDITURES				
Current				
General Government	5,858,118	-	-	223,579
Public Safety	5,073,526	-	-	-
Health and Welfare	-	-	2,343,880	116,733
Highways and Streets	-	2,149,256	-	-
Culture and Recreation	1,016,213	-	-	327,293
Community Development	319,822	-	-	-
Capital Outlay	158,092	17,465	-	18,556
Debt Service				
Principal	219,210	-	-	118,689
Interest	74,957	-	-	6,241
TOTAL EXPENDITURES	<u>12,719,938</u>	<u>2,166,721</u>	<u>2,343,880</u>	<u>811,091</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>3,670,927</u>	<u>(1,090,335)</u>	<u>(130,265)</u>	<u>(314,017)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	1,350,000	-	411,000
Transfers Out	(1,761,000)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,761,000)</u>	<u>1,350,000</u>	<u>-</u>	<u>411,000</u>
NET CHANGE IN FUND BALANCES	1,909,927	259,665	(130,265)	96,983
FUND BALANCES, Beginning	<u>8,302,279</u>	<u>942,718</u>	<u>897,452</u>	<u>597,043</u>
FUND BALANCES, Ending	<u>\$ 10,212,206</u>	<u>\$ 1,202,383</u>	<u>\$ 767,187</u>	<u>\$ 694,026</u>

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

TOTAL

2015	2014
\$ 3,582,638	\$ 3,572,789
9,859,168	9,290,136
5,165,508	5,176,157
237,640	134,377
1,197,152	1,149,888
12,316	16,647
123,518	213,086
20,177,940	19,553,080
6,081,697	6,668,421
5,073,526	4,857,051
2,460,613	2,409,831
2,149,256	2,087,801
1,343,506	1,297,573
319,822	271,818
194,113	536,751
337,899	327,659
81,198	91,437
18,041,630	18,548,342
2,136,310	1,004,738
1,761,000	1,625,561
(1,761,000)	(1,625,561)
-	-
2,136,310	1,004,738
10,739,492	9,734,754
\$ 12,875,802	\$ 10,739,492

GILPIN COUNTY, COLORADO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended December 31, 2015

Amounts Reported for Governmental Activities in the Statement of Activities
are Different Because:

Net Changes in Fund Balances - Total Governmental Funds	\$ 2,136,310
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 as depreciation expense. This is the amount by which depreciation (\$1,242,918) and loss on disposal (\$8,071) exceeded capital outlay additions \$194,113 in the current period.	(1,056,876)
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is capital lease payments of \$337,899, and change in compensated absences of \$8,349.	<u>346,248</u>
Change in Net Position of Governmental Activities	<u><u>\$ 1,425,682</u></u>

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

GILPIN COUNTY, COLORADO

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUND
December 31, 2015

	<u>AGENCY FUND</u>
ASSETS	
Cash and Investments	<u>\$ 762,107</u>
LIABILITIES	
Due to Other Governments	\$ 737,655
Deferred for Sheriff Expenditures	<u>24,452</u>
TOTAL LIABILITIES	<u>\$ 762,107</u>

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

GILPIN COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of Gilpin County, Colorado (the “County”) have been prepared in conformity with generally accepted accounting principles (GAAP) as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the standard setting body for establishing governmental accounting and financial reporting principles. Following is a summary of the more significant policies.

Reporting Entity

In accordance with governmental accounting standards, the County has considered the possibility of inclusion of additional entities in its basic financial statements.

The definition of the reporting entity is based primarily on financial accountability. The County is financially accountable for organizations that make up its legal entity. It is also financially accountable for legally separate organizations if County officials appoint a voting majority of the organization’s governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the County. The County may also be financially accountable for governmental organizations that are fiscally dependent upon it.

Based on the application of these criteria, the County does not include additional organizations in its reporting entity.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the County. For the most part, the effect of interfund activity has been removed from these statements. *Governmental 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.

The statement of activities demonstrates the degree to which the direct expenses of the 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 proprietary funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

GILPIN COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 1: 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 the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current *financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collected 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 60 days of the end of the current fiscal period.

Property taxes, specific ownership taxes, grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County. 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, are recorded only when payment is due.

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

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

In the fund financial statements, the County reports the following major governmental funds:

The General Fund—This fund accounts for all financial resources except those required to be accounted for in another fund. It is the County's primary operating fund. The general fund's fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of Colorado.

GILPIN COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)

The *Public Works Fund (Road and Bridge)* – This fund accounts for revenues that are generated from highway user tax funds, property taxes, various grants and other intergovernmental revenues and fees. Spending is restricted, committed or assigned to all types of construction and maintenance of the County’s roads and bridges.

The *Human Services Fund* - This fund accounts for revenues that are generated from state and federal human services payments, property taxes, and other intergovernmental revenues and fees. Spending is restricted, committed or assigned to the administration of, and the County’s share of program costs for, public assistance and welfare activities.

Additionally, the County reports the following fund type:

The *Agency Funds* are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, and other governments. The County holds all assets in a purely custodial capacity.

Cash and Investments

Cash equivalents include investments with original maturities of three months or less.

Investments are recorded at fair value.

Capital Assets

Capital assets, which include land, buildings, equipment, intangibles, and current infrastructure assets (e.g., roads, bridges), are reported in the applicable governmental or business-type activities columns 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 and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at estimated fair market 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 assets’ lives are not capitalized.

GILPIN COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets (Continued)

Property and equipment of the County is depreciated using the straight line method over the following estimated useful lives:

Infrastructure	5 – 40 years
Buildings	10 – 50 years
Improvements	5 – 50 years
Equipment	2 – 25 years

Unearned Revenue

Unearned revenue includes funds that have been collected but corresponding expenditures have not been incurred. Property taxes earned but not levied for the current year are also reported as deferred revenue.

Compensated Absences

Employees of the County are allowed to accumulate unused vacation time up to 208 hours and 600 hours of unused sick time. Upon termination of employment from the County, employees will be compensated for all accrued vacation time at their current pay rate.

These compensated absences are recognized when due in the governmental fund types. A liability has been recorded in the government-wide financial statements for the accrued compensated absences.

Long-Term Obligations

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities.

In the fund financial statements, governmental funds recognize the face amount of debt issued as other financing sources.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position and balance sheets will sometimes report a separate section for deferred outflows or resources. This separate financial statement element, deferred outflow of resources, represents a consumption of net position and fund balance that applies to a future period(s) and so will not be recognized as an outflow of resources expense/expenditure) until then.

GILPIN COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 1: *SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES* (Continued)

Deferred Outflows/Inflows of Resources (Continued)

In addition to liabilities, the statement of financial position and balance sheets will sometimes report a separate section for deferred inflows or resources. This separate financial statement element, deferred inflow of resources, represents an acquisition of net position and fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Net Position

In the government-wide financial statements, net position is restricted when constraints placed on the net position are externally imposed.

Fund Balance Classification

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- Nonspendable – This classification includes amounts that cannot be spent because they are either not in a spendable form (such as inventories and prepaid amounts) or are legally or contractually required to be maintained intact. The County has reported inventory and prepaid expenses as nonspendable as of December 31, 2015.

- Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The County has classified \$510,000 in Emergency Reserves as being restricted because its use is restricted by State Statute for declared emergencies. The County has classified a portion of the fund balance of the Human Service Fund because its use is restricted by State and Federal Granting Agencies. In addition, The County has classified the fund balance of the Conservation Trust Fund is classified as restricted because its use is restricted by State Statute for parks and recreation expenditures and the fund balance of the Public Works Fund because its use is restricted for highway and street maintenance and activities.

GILPIN COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 1: *SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES* (Continued)

Fund Balance Classification (Continued)

- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of County Commissioners. These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The County has classified the fund balances of the Library Fund, Public Health Fund and the Solid Waste Fund as committed as the use of these funds has been committed through resolutions previously approved by the Board.
- Assigned – This classification includes amounts the government intends to use for specific purposes that do not meet the criteria to be classified as restricted or committed. Resolution #14-20, designates the Finance Director as the official to determine fund balance amounts that will be reported as “Assigned” on the year-end financial statements. The County has classified portions of the fund balances of the General Fund and Human Services Fund as assigned because their use has been designated for a specific purpose. For Gilpin County this includes funds for the Justice Center roof, cash flow, election equipment, disasters, grant matches for grants applied for but not yet awarded, capital equipment/projects, eRecording funds received by the Clerk & Recorder, and donations received by CSU Extension, Seniors, Parks and Recreation, Community Development, GCART, Elections, and Human Services.
- Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

The County would typically use Restricted fund balances first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned.

GILPIN COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 1: *SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES* (Continued)

Property Taxes

Property taxes are levied on or before December 22 and attach as an enforceable lien on property on January 1. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County Treasurer's office collects property taxes and remits to the County on a monthly basis.

Since property tax revenues are collected in arrears during the succeeding year, a receivable and corresponding deferred inflow are recorded at December 31. As the tax is collected in the succeeding year, the deferred revenue is recognized as revenue and the receivable is reduced.

NOTE 2: *STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY*

Budgets and Budgetary Accounting

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

- Prior to October 15, the County Budget Officer submits to the County Commissioners a proposed operating budget for the fiscal year commencing the following January 1. The budget includes actual data from the prior year, current year and budget year estimated revenues and expenditures.
- Public hearings are conducted to obtain taxpayer comments.
- Prior to December 31, the budget is legally enacted through passage of a resolution.
- The County Management is authorized to transfer budgeted amounts between departments within any fund. However, any revisions that alter the total expenditures of any fund must be approved by the County Commissioners.
- Department directors and elected officials may transfer budgeted amounts within each department from one line item to another, except that monies budgeted for salaries and benefits shall be used for and only for those purposes.
- Budgets are legally adopted for all funds of the County except for the fiduciary funds. Budgets are adopted on a basis consistent with generally accepted, accounting principles (GAAP).

GILPIN COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

Budgets and Budgetary Accounting (Continued)

- Budgeted amounts in the financial statements are as originally adopted or as amended by the County Commissioners. All appropriations lapse at year end. Colorado governments may not exceed budgeted appropriations by fund.

Legal Compliance

The amended budget of the Human Services Fund exceeded budgeted appropriations by \$171,737. This may be a violation of State statute.

NOTE 3: DEPOSITS AND INVESTMENTS

Deposits

A summary of deposits and investments as of December 31, 2015 follows:

Petty Cash	\$ 1,593
Cash Deposits	9,671,100
Investments	<u>4,015,898</u>
Total	<u>\$ 13,688,591</u>

The above amounts are classified in the statement of net position as follows:

Governmental Activities	\$ 12,926,484
Agency Funds	<u>762,107</u>
Total	<u>\$ 13,688,591</u>

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. 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 regulations. At December 31, 2015, State regulatory commissioners have indicated that all financial institutions holding deposits for the County are eligible public depositories. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits.

GILPIN COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 3: DEPOSITS AND INVESTMENTS (Continued)

Deposits (Continued)

The County has no policy regarding custodial credit risk for deposits.

At December 31, 2015, the County had deposits with financial institutions with a carrying amount of \$9,671,100. The bank balances with the financial institutions were \$9,904,303.

Of these balances, \$250,000 was covered by federal depository insurance and \$9,654,303 was covered by collateral held by authorized escrow agents in the financial institution's name (PDPA).

Investments

Interest Rate Risk

The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk

Colorado statutes specify in which instruments the units of local government may invest which include:

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

The above investments are authorized for all funds and fund types used by Colorado municipalities.

The County had invested \$4,015,898 in the Colorado Government Liquid Asset Trust and the Colorado Surplus Asset Fund Trust (COLOTRUST and CSAFE); investment vehicles established for local government entities in Colorado to pool surplus funds and are registered with the State Securities Commissioner. They operate similarly to a money market fund and each share is equal in value to \$1.00. Investments consist of U.S. Treasury and U.S. Agency securities and repurchase agreements collateralized by U.S. Treasury and U.S. Agency securities. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions.

GILPIN COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 3: DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

Substantially all securities owned 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 the entities. Both Colotrust and CSAFE have been rated AAAm by Standard and Poor's.

NOTE 4: CAPITAL ASSETS

Capital assets activity for the year ended December 31, 2015 is summarized below:

	<u>Balances</u> <u>12/31/14</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balances</u> <u>12/31/15</u>
Governmental Activities				
Capital Assets, not depreciated				
Land	\$ 770,471	\$ 76,280	\$ -	\$ 846,751
Water Rights	32,000	-	-	32,000
Construction in Process	<u>1,192,635</u>	<u>14,877</u>	<u>-</u>	<u>1,207,512</u>
Total Capital Assets, not depreciated	<u>1,995,106</u>	<u>91,157</u>	<u>-</u>	<u>2,086,263</u>
Capital Assets, depreciated				
Buildings	27,524,711	-	-	27,524,711
Infrastructure	2,277,811	-	-	2,277,811
Improvements	6,517,398	6,836	-	6,524,234
Machinery and Equipment	<u>7,856,141</u>	<u>96,120</u>	<u>94,497</u>	<u>7,857,764</u>
Total Capital Assets, depreciated	<u>44,176,061</u>	<u>102,956</u>	<u>94,497</u>	<u>44,184,520</u>
Less Accumulated Depreciation				
Buildings	7,302,243	552,210	-	7,854,453
Infrastructure	2,103,662	14,665	-	2,118,327
Improvements	2,034,263	340,528	-	2,374,791
Machinery and Equipment	<u>6,360,856</u>	<u>335,515</u>	<u>86,426</u>	<u>6,609,945</u>
Total Accumulated Depreciation	<u>17,801,024</u>	<u>1,242,918</u>	<u>86,426</u>	<u>18,957,516</u>
Total Capital Assets, depreciated, Net	<u>26,375,037</u>	<u>(1,139,962)</u>	<u>8,071</u>	<u>25,227,004</u>
Governmental Activities, Capital Assets, Net	<u>\$ 28,370,143</u>	<u>\$ (1,048,805)</u>	<u>\$ 8,071</u>	<u>\$ 27,313,267</u>

GILPIN COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 4: CAPITAL ASSETS (Continued)

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

Governmental Activities	
General Government	\$ 477,910
Public Safety	162,827
Highways and Streets	188,494
Health and Welfare	338
Culture and Recreation	<u>413,349</u>
 Total	 <u>\$ 1,242,918</u>

NOTE 5: LONG-TERM DEBT

Governmental Activities

Following is a summary of long-term debt transactions for the governmental activities for the year ended December 31, 2015.

	<u>Balance</u> <u>12/31/14</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance</u> <u>12/31/15</u>	<u>Due In</u> <u>One Year</u>
Capital Leases	\$ 2,697,569	\$ -	\$ 337,899	\$ 2,359,670	\$ 328,419
Accrued Compensated Absences	<u>326,058</u>	<u>424,721</u>	<u>433,070</u>	<u>317,709</u>	<u>317,709</u>
Total	<u>\$ 3,023,827</u>	<u>\$ 424,721</u>	<u>\$ 770,969</u>	<u>\$ 2,677,379</u>	<u>\$ 646,128</u>

Accrued Compensated Absences are being paid from resources generated by various funds.

Capital Leases

In November 2011, the County entered into a capital lease agreement to purchase equipment which will be paid from revenues of the General Fund. The lease requires quarterly payments of \$73,542, beginning in November 2012. This lease bears interest at a rate of 3.15% and will mature in August 2024.

In August 2012, the County entered into a capital lease agreement to purchase equipment which will be paid from revenues of the Solid Waste Fund. The lease requires quarterly payments of \$20,039, beginning November 2012. This lease bears interest at a rate of 2.98% and will mature in August 2016.

GILPIN COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 5: LONG-TERM DEBT (Continued)

Capital Leases (Continued)

In July 2013, the County entered into a capital lease agreement to purchase equipment which will be paid from revenues of the Solid Waste Fund. The lease requires quarterly payments of \$11,193, beginning October 2013. This lease bears interest at a rate of 2.96% and will mature in July 2017.

Leased improvements and equipment under capital leases in capital assets at December 31, 2015, include the following.

Improvements	\$ 2,822,952
Equipment	508,408
Less: Accumulated Depreciation	<u>(534,971)</u>
Net	<u>\$ 2,796,389</u>

Amortization of equipment under capital assets is included with depreciation expense.

Future Debt Service Requirements

Following is a schedule of the future minimum lease payments required under the capital lease obligation at December 31, 2015:

Year Ended December 31,

2016	\$ 399,058
2017	327,752
2018	294,168
2019	294,168
2020	294,168
2021 – 2024	<u>1,103,111</u>
Total Minimum Lease Payments	2,712,425
Less: Interest	<u>(352,755)</u>
Present Value of Minimum Lease Payments	<u>\$ 2,359,670</u>

GILPIN COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 6: INTERFUND TRANSFERS

Interfund transfers for the year ended December 31, 2015, were comprised of the following:

<u>Transfer In</u>	<u>Transfer Out</u>	<u>Amount</u>
Public Works Fund	General Fund	\$ 1,350,000
Library Fund	General Fund	226,000
Public Health Fund	General Fund	100,000
Solid Waste Fund	General Fund	<u>85,000</u>
Total		<u>\$ 1,761,000</u>

The General Fund transferred funds to the Public Works Fund, Library Fund, Public Health Fund and Solid Waste Fund to subsidize operations and capital purchases in those funds.

NOTE 7: RETIREMENT COMMITMENTS

401(a) Employee Pension Plan

The County contributes to a multiple employer Defined Contribution retirement plan administered by the Colorado Officials and Employees Retirement Association (CCOERA). Substantially all eligible County employees are required to participate immediately upon being hired. Both the County and the employee contribute three percent of the employee's eligible compensation. The County's contributions for each employee is 100% vested upon participation in the plan. The contribution rate is determined by Gilpin County. During the years ended December 31, 2015 and 2014, employer and employees each contributed \$193,379 and \$192,776, respectively, equal to their required contributions. The contributions are not available for disbursement or rollover to employees until termination, retirement, or death as specified by the IRS, unless an employee takes out a loan on their account. The plan is funded through the various funds that pay for the employment of County personnel to cover the County's (employer) share. The County maintains no control over the plan, other than being a member of the Association. No fixed benefits are paid or payable upon retirement; therefore, the County has no unfunded liability under the plan. Financial statements for CCOERA may be obtained through its website at: www.ccoera.org.

457(b) Deferred Compensation

The County offers its employees a Deferred Compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all County eligible employees and permits them to defer a portion of their salary until future years. All plan investments are held in trust for the exclusive benefit of the employees. The Deferred Compensation is not available for disbursement or rollover to employees until termination, retirement, death, or unforeseen emergency as specified by the IRS, unless an employee takes out a loan on their account.

GILPIN COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 7: RETIREMENT COMMITMENTS (Continued)

457(b) Deferred Compensation (Continued)

The County maintains no control over the plan, other than being a member of the Association. No fixed benefits are paid or payable upon retirement; therefore, the County has no unfunded liability under the plan. Financial statements for CCOERA may be obtained through its website at: www.ccoera.org.

NOTE 8: PUBLIC ENTITY RISK POOL

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; and natural disasters. For these risks of loss, the County is involved with the Colorado Counties Casualty and Property Pool and the County Workers' Compensation Pool. These are public entity risk pools that operate as common risk management and insurance programs for member counties.

The purposes of the pools are to provide members defined liability, property, and workers compensation coverages and to assist members in preventing and reducing losses and injuries to municipal property and to persons or property which might result in claims being made against members of the pools, their employees and officers.

The County pays an annual contribution to each of these pools. The intergovernmental agreement forming each pool 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 year.

NOTE 9: COMMITMENTS AND CONTINGENCIES

Tabor Amendment

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 government. On November 1994, voters within the County approved the collection, retention and expenditure of State grants, all sales and use taxes and all other revenue generated by the County in 1995 and subsequent years without limitation, notwithstanding the provisions of the Amendment.

The County has established an emergency reserve, representing 3% of qualifying expenditures, as required by the Amendment. At December 31, 2015, the emergency reserve of \$510,000 was recorded in the General Fund.

GILPIN COUNTY, COLORADO

NOTES TO FINANCIAL STATEMENTS

December 31, 2015

NOTE 9: COMMITMENTS AND CONTINGENCIES (Continued)

Litigation

The County is involved in various threatened or pending litigation. The outcome of this litigation cannot be determined at this time.

NOTE 10: SUBSEQUENT EVENTS

The County has evaluated subsequent events through the date which the financial statements were issued. There were no material subsequent events that required recognition or additional disclosure.

REQUIRED SUPPLEMENTARY INFORMATION

GILPIN COUNTY, COLORADO

GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 Year Ended December 31, 2015

	2015			VARIANCE	2014 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	Positive (Negative)	
REVENUES					
Taxes	\$ 2,870,000	\$ 2,870,000	\$ 2,926,952	\$ 56,952	\$ 2,777,606
Gaming Taxes	9,300,000	9,300,000	9,859,168	559,168	9,290,136
Licenses and Permits	87,250	87,250	232,335	145,085	115,138
Intergovernmental	2,350,708	2,397,413	2,329,147	(68,266)	2,325,478
Charges for Services	852,365	852,365	944,673	92,308	914,163
Interest Income	5,250	5,250	9,517	4,267	12,237
Miscellaneous	116,284	115,284	89,073	(26,211)	164,055
TOTAL REVENUES	<u>15,581,857</u>	<u>15,627,562</u>	<u>16,390,865</u>	<u>763,303</u>	<u>15,598,813</u>
EXPENDITURES					
Current					
General Government	6,151,164	6,182,145	5,858,118	324,027	6,255,702
Public Safety	5,274,581	5,286,718	5,073,526	213,192	4,857,051
Culture & Recreation	1,075,765	1,075,765	1,016,213	59,552	985,268
Community Development	286,306	308,712	319,822	(11,110)	271,818
Capital Outlay	28,765	38,161	158,092	(119,931)	493,957
Debt Service					
Principal	219,210	219,210	219,210	-	212,438
Interest	74,957	74,957	74,957	-	81,728
TOTAL EXPENDITURES	<u>13,110,748</u>	<u>13,185,668</u>	<u>12,719,938</u>	<u>465,730</u>	<u>13,157,962</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>2,471,109</u>	<u>2,441,894</u>	<u>3,670,927</u>	<u>1,229,033</u>	<u>2,440,851</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	86,061
Transfers Out	<u>(1,761,000)</u>	<u>(1,761,000)</u>	<u>(1,761,000)</u>	<u>-</u>	<u>(1,539,500)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,761,000)</u>	<u>(1,761,000)</u>	<u>(1,761,000)</u>	<u>-</u>	<u>(1,453,439)</u>
NET CHANGE IN FUND BALANCE	710,109	680,894	1,909,927	1,229,033	987,412
FUND BALANCE, Beginning	<u>7,827,490</u>	<u>7,827,490</u>	<u>8,302,279</u>	<u>474,789</u>	<u>7,314,867</u>
FUND BALANCE, Ending	<u>\$ 8,537,599</u>	<u>\$ 8,508,384</u>	<u>\$ 10,212,206</u>	<u>\$ 1,703,822</u>	<u>\$ 8,302,279</u>

See the accompanying independent auditors' report.

GILPIN COUNTY, COLORADO

PUBLIC WORKS FUND
 BUDGETARY COMPARISON SCHEDULE
 Year Ended December 31, 2015

	2015		VARIANCE Positive (Negative)	2014 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
REVENUES				
Taxes	\$ 302,000	\$ 305,771	\$ 3,771	\$ 304,832
Licenses and Permits	1,500	4,230	2,730	4,580
Intergovernmental	756,770	686,720	(70,050)	771,210
Charges for Services	33,600	53,628	20,028	40,979
Interest Income	1,000	1,075	75	1,407
Miscellaneous	22,050	24,962	2,912	37,172
TOTAL REVENUES	<u>1,116,920</u>	<u>1,076,386</u>	<u>(40,534)</u>	<u>1,160,180</u>
EXPENDITURES				
Highways and Streets	2,344,007	2,149,256	194,751	2,087,801
Capital Outlay	166,000	17,465	148,535	42,794
TOTAL EXPENDITURES	<u>2,510,007</u>	<u>2,166,721</u>	<u>343,286</u>	<u>2,130,595</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,393,087)</u>	<u>(1,090,335)</u>	<u>302,752</u>	<u>(970,415)</u>
OTHER FINANCING SOURCES				
Transfers In	1,350,000	1,350,000	-	1,066,000
TOTAL OTHER FINANCING SOURCES	<u>1,350,000</u>	<u>1,350,000</u>	<u>-</u>	<u>1,066,000</u>
NET CHANGE IN FUND BALANCES	(43,087)	259,665	302,752	95,585
FUND BALANCES, Beginning	<u>825,346</u>	<u>942,718</u>	<u>117,372</u>	<u>847,133</u>
FUND BALANCES, Ending	<u>\$ 782,259</u>	<u>\$ 1,202,383</u>	<u>\$ 420,124</u>	<u>\$ 942,718</u>

See the accompanying independent auditors' report.

GILPIN COUNTY, COLORADO

HUMAN SERVICES FUND
 BUDGETARY COMPARISON SCHEDULE
 Year Ended December 31, 2015

	2015			VARIANCE	2014 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	Positive (Negative)	
REVENUES					
Taxes	\$ 156,500	\$ 156,500	\$ 160,408	\$ 3,908	\$ 159,962
Intergovernmental	1,768,304	1,795,593	2,045,659	250,066	1,987,388
Interest	1,000	1,000	955	(45)	1,667
Miscellaneous	5,000	5,000	6,593	1,593	9,177
TOTAL REVENUES	<u>1,930,804</u>	<u>1,958,093</u>	<u>2,213,615</u>	<u>255,522</u>	<u>2,158,194</u>
EXPENDITURES					
Health and Welfare	<u>2,129,726</u>	<u>2,172,143</u>	<u>2,343,880</u>	<u>(171,737)</u>	<u>2,232,966</u>
TOTAL EXPENDITURES	<u>2,129,726</u>	<u>2,172,143</u>	<u>2,343,880</u>	<u>(171,737)</u>	<u>2,232,966</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(198,922)</u>	<u>(214,050)</u>	<u>(130,265)</u>	<u>83,785</u>	<u>(74,772)</u>
OTHER FINANCING SOURCES					
Transfers In	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>45,000</u>
NET CHANGE IN FUND BALANCE	(198,922)	(214,050)	(130,265)	83,785	(29,772)
FUND BALANCE, Beginning	<u>858,182</u>	<u>858,182</u>	<u>897,452</u>	<u>39,270</u>	<u>927,224</u>
FUND BALANCE, Ending	<u>\$ 659,260</u>	<u>\$ 644,132</u>	<u>\$ 767,187</u>	<u>\$ 123,055</u>	<u>\$ 897,452</u>

See the accompanying independent auditors' report.

COMBINING AND INDIVIDUAL FUND SCHEDULES

GILPIN COUNTY, COLORADO

NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET

December 31, 2015

	LIBRARY FUND	PUBLIC HEALTH FUND	SOLID WASTE FUND	CONSERVATION TRUST FUND
ASSETS				
Cash and Investments	\$ 81,252	\$ 211,243	\$ 223,035	\$ 202,798
Property Taxes Receivable	85,467	-	100,844	-
Accounts Receivable	947	6,460	1,627	-
Prepaid Expenses	690	-	-	-
TOTAL ASSETS	<u>\$ 168,356</u>	<u>\$ 217,703</u>	<u>\$ 325,506</u>	<u>\$ 202,798</u>
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts Payable	\$ 4,381	\$ 17,004	\$ 3,646	\$ -
Accrued Expenses	6,500	-	2,495	-
TOTAL LIABILITIES	<u>10,881</u>	<u>17,004</u>	<u>6,141</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Property Tax Revenue	85,467	-	100,844	-
FUND EQUITY				
Fund Balance				
Nonspendable	690	-	-	-
Restricted	-	-	-	202,798
Committed	71,318	200,699	218,521	-
TOTAL FUND EQUITY	<u>72,008</u>	<u>200,699</u>	<u>218,521</u>	<u>202,798</u>
TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES	<u>\$ 168,356</u>	<u>\$ 217,703</u>	<u>\$ 325,506</u>	<u>\$ 202,798</u>

See the accompanying independent auditors' report.

TOTALS

<u>2015</u>	<u>2014</u>
\$ 718,328	\$ 618,674
186,311	176,538
9,034	9,887
<u>690</u>	<u>1,285</u>
<u>\$ 914,363</u>	<u>\$ 806,384</u>
\$ 25,031	\$ 24,342
<u>8,995</u>	<u>8,461</u>
<u>34,026</u>	<u>32,803</u>
<u>186,311</u>	<u>176,538</u>
690	1,285
202,798	157,005
<u>490,538</u>	<u>438,753</u>
<u>694,026</u>	<u>597,043</u>
<u>\$ 914,363</u>	<u>\$ 806,384</u>

GILPIN COUNTY, COLORADO

NONMAJOR GOVERNMENTAL FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 Year Ended December 31, 2015

	LIBRARY FUND	PUBLIC HEALTH FUND	SOLID WASTE FUND	CONSERVATION TRUST FUND
REVENUES				
Taxes	\$ 86,933	\$ -	\$ 102,574	\$ -
Licenses and Permits	-	1,075	-	-
Intergovernmental	4,500	53,432	-	46,050
Charges for Services	-	8,360	190,491	-
Interest Income	88	222	253	206
Miscellaneous	2,890	-	-	-
TOTAL REVENUES	94,411	63,089	293,318	46,256
EXPENDITURES				
Current				
General Government	-	-	223,579	-
Health and Welfare	-	116,733	-	-
Culture and Recreation	326,830	-	-	463
Capital Outlay	-	-	18,556	-
Debt Service				
Principal	-	-	118,689	-
Interest and Fiscal Charges	-	-	6,241	-
TOTAL EXPENDITURES	326,830	116,733	367,065	463
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(232,419)	(53,644)	(73,747)	45,793
OTHER FINANCING SOURCES (USES)				
Transfers In	226,000	100,000	85,000	-
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES	226,000	100,000	85,000	-
NET CHANGE IN FUND BALANCES	(6,419)	46,356	11,253	45,793
FUND BALANCES, Beginning	78,427	154,343	207,268	157,005
FUND BALANCES, Ending	<u>\$ 72,008</u>	<u>\$ 200,699</u>	<u>\$ 218,521</u>	<u>\$ 202,798</u>

See the accompanying independent auditors' report.

TOTALS

<u>2015</u>	<u>2014</u>
\$ 189,507	\$ 330,389
1,075	14,659
103,982	92,081
198,851	194,746
769	1,336
<u>2,890</u>	<u>2,682</u>
<u>497,074</u>	<u>635,893</u>
223,579	412,719
116,733	176,865
327,293	312,305
18,556	-
118,689	115,221
<u>6,241</u>	<u>9,709</u>
<u>811,091</u>	<u>1,026,819</u>
<u>(314,017)</u>	<u>(390,926)</u>
411,000	428,500
<u>-</u>	<u>(86,061)</u>
<u>411,000</u>	<u>342,439</u>
96,983	(48,487)
<u>597,043</u>	<u>645,530</u>
<u>\$ 694,026</u>	<u>\$ 597,043</u>

GILPIN COUNTY, COLORADO

LIBRARY FUND
 BUDGETARY COMPARISON SCHEDULE
 Year Ended December 31, 2015

	2015		VARIANCE Positive (Negative)	2014 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
REVENUES				
Taxes	\$ 85,000	\$ 86,933	\$ 1,933	\$ 86,692
Intergovernmental	-	4,500	4,500	3,000
Interest Income	100	88	(12)	141
Miscellaneous	2,800	2,890	90	2,682
TOTAL REVENUES	<u>87,900</u>	<u>94,411</u>	<u>6,511</u>	<u>92,515</u>
EXPENDITURES				
Culture and Recreation	<u>330,297</u>	<u>326,830</u>	<u>3,467</u>	<u>311,850</u>
TOTAL EXPENDITURES	<u>330,297</u>	<u>326,830</u>	<u>3,467</u>	<u>311,850</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(242,397)</u>	<u>(232,419)</u>	<u>9,978</u>	<u>(219,335)</u>
OTHER FINANCING SOURCES				
Transfers In	<u>226,000</u>	<u>226,000</u>	<u>-</u>	<u>226,000</u>
TOTAL OTHER FINANCING SOURCES	<u>226,000</u>	<u>226,000</u>	<u>-</u>	<u>226,000</u>
NET CHANGE IN FUND BALANCES	(16,397)	(6,419)	9,978	6,665
FUND BALANCES, Beginning	<u>72,382</u>	<u>78,427</u>	<u>6,045</u>	<u>71,762</u>
FUND BALANCES, Ending	<u>\$ 55,985</u>	<u>\$ 72,008</u>	<u>\$ 16,023</u>	<u>\$ 78,427</u>

See the accompanying independent auditors' report.

GILPIN COUNTY, COLORADO

PUBLIC HEALTH FUND
 BUDGETARY COMPARISON SCHEDULE
 Year Ended December 31, 2015

	2015			VARIANCE	2014 ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	Positive (Negative)	
REVENUES					
Licenses and Permits	\$ 10,000	\$ 10,000	\$ 1,075	\$ (8,925)	\$ 14,659
Intergovernmental	53,015	53,015	53,432	417	43,851
Charges for Services	3,250	3,250	8,360	5,110	3,596
Interest Income	200	200	222	22	254
TOTAL REVENUES	<u>66,465</u>	<u>66,465</u>	<u>63,089</u>	<u>(3,376)</u>	<u>62,360</u>
EXPENDITURES					
Health and Welfare	<u>198,985</u>	<u>180,579</u>	<u>116,733</u>	<u>63,846</u>	<u>176,865</u>
TOTAL EXPENDITURES	<u>198,985</u>	<u>180,579</u>	<u>116,733</u>	<u>63,846</u>	<u>176,865</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(132,520)</u>	<u>(114,114)</u>	<u>(53,644)</u>	<u>60,470</u>	<u>(114,505)</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>161,500</u>
NET CHANGE IN FUND BALANCES	<u>(32,520)</u>	<u>(14,114)</u>	<u>46,356</u>	<u>60,470</u>	<u>46,995</u>
FUND BALANCES, Beginning	<u>125,840</u>	<u>125,840</u>	<u>154,343</u>	<u>28,503</u>	<u>107,348</u>
FUND BALANCES, Ending	<u>\$ 93,320</u>	<u>\$ 111,726</u>	<u>\$ 200,699</u>	<u>\$ 88,973</u>	<u>\$ 154,343</u>

See the accompanying independent auditors' report.

GILPIN COUNTY, COLORADO

SOLID WASTE FUND
 BUDGETARY COMPARISON SCHEDULE
 Year Ended December 31, 2015

	2015		VARIANCE Positive (Negative)	2014 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
REVENUES				
Taxes	\$ 100,000	\$ 102,574	\$ 2,574	\$ 102,289
Charges for Services	190,000	190,491	491	191,150
Interest Income	450	253	(197)	443
TOTAL REVENUES	<u>290,450</u>	<u>293,318</u>	<u>2,868</u>	<u>293,882</u>
EXPENDITURES				
General Government	263,267	223,579	39,688	228,192
Capital Outlay	15,000	18,556	(3,556)	-
Debt Service				
Principal	118,689	118,689	-	115,221
Interest and Fiscal Charges	6,241	6,241	-	9,709
TOTAL EXPENDITURES	<u>403,197</u>	<u>367,065</u>	<u>36,132</u>	<u>353,122</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(112,747)</u>	<u>(73,747)</u>	<u>39,000</u>	<u>(59,240)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	85,000	85,000	-	41,000
TOTAL OTHER FINANCING SOURCES	<u>85,000</u>	<u>85,000</u>	<u>-</u>	<u>41,000</u>
NET CHANGE IN FUND BALANCES	(27,747)	11,253	39,000	(18,240)
FUND BALANCES, Beginning	<u>184,440</u>	<u>207,268</u>	<u>22,828</u>	<u>225,508</u>
FUND BALANCES, Ending	<u>\$ 156,693</u>	<u>\$ 218,521</u>	<u>\$ 61,828</u>	<u>\$ 207,268</u>

See the accompanying independent auditors' report.

GILPIN COUNTY, COLORADO

CONSERVATION TRUST FUND
 BUDGETARY COMPARISON SCHEDULE
 Year Ended December 31, 2015

	2015		VARIANCE Positive (Negative)	2014 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
REVENUES				
Intergovernmental	\$ 50,000	\$ 46,050	\$ (3,950)	\$ 45,230
Interest Income	200	206	6	242
TOTAL REVENUES	<u>50,200</u>	<u>46,256</u>	<u>(3,944)</u>	<u>45,472</u>
EXPENDITURES				
Culture and Recreation	<u>550</u>	<u>463</u>	<u>87</u>	<u>455</u>
TOTAL EXPENDITURES	<u>550</u>	<u>463</u>	<u>87</u>	<u>455</u>
NET CHANGE IN FUND BALANCE	49,650	45,793	(3,857)	45,017
FUND BALANCE, Beginning	<u>156,688</u>	<u>157,005</u>	<u>317</u>	<u>111,988</u>
FUND BALANCE, Ending	<u>\$ 206,338</u>	<u>\$ 202,798</u>	<u>\$ (3,540)</u>	<u>\$ 157,005</u>

See the accompanying independent auditors' report.

GILPIN COUNTY, COLORADO

COMBINING STATEMENT OF FIDUCIARY
ASSETS AND LIABILITIES
AGENCY FUNDS
Year Ended December 31, 2015

	<u>COUNTY TREASURER</u>	<u>PUBLIC TRUSTEE</u>	<u>SHERIFF FORFEITURE</u>	<u>TOTAL</u>
ASSETS				
Cash and Investments	<u>\$ 709,427</u>	<u>\$ 28,228</u>	<u>\$ 24,452</u>	<u>\$ 762,107</u>
TOTAL ASSETS	<u><u>\$ 709,427</u></u>	<u><u>\$ 28,228</u></u>	<u><u>\$ 24,452</u></u>	<u><u>\$ 762,107</u></u>
LIABILITIES				
Due to Other Governments	<u>\$ 709,427</u>	<u>\$ 28,228</u>	<u>\$ -</u>	<u>\$ 737,655</u>
Deferred for Sheriff Expenditures	<u>-</u>	<u>-</u>	<u>24,452</u>	<u>24,452</u>
TOTAL LIABILITIES	<u><u>\$ 709,427</u></u>	<u><u>\$ 28,228</u></u>	<u><u>\$ 24,452</u></u>	<u><u>\$ 762,107</u></u>

See the accompanying independent auditors' report.

GILPIN COUNTY, COLORADO

COMBINING STATEMENT OF CHANGES IN
FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS

Year Ended December 31, 2015

	<u>BALANCE</u> <u>12/31/2014</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>12/31/2015</u>
ASSETS				
Cash and Investments				
Treasurer	\$ 747,642	\$ 15,655,843	15,694,058	\$ 709,427
Public Trustee	30,513	23,163	25,448	28,228
Sheriff Forfeiture	24,800	2	350	24,452
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$ 802,955</u>	<u>\$ 15,679,008</u>	<u>\$ 15,719,856</u>	<u>\$ 762,107</u>
LIABILITIES				
Due to Other Governments	778,155	15,679,006	15,719,506	737,655
Deferred for Sheriff Expenditures	24,800	2	350	24,452
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES	<u>\$ 802,955</u>	<u>\$ 15,679,008</u>	<u>\$ 15,719,856</u>	<u>\$ 762,107</u>

See the accompanying independent auditors' report.

COMPLIANCE

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

LOCAL HIGHWAY FINANCE REPORT	City or County: GILPIN
	YEAR ENDING : December 201-5

This Information From The Records Of (example - City of _ or County of _ COUNTY OF GILPIN	Prepared By: <i>CLORINDA SMITH</i> Phone: 303-951-3671
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I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	13,470
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	565,771
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	4,185
2. General fund appropriations	1,350,000	b. Snow and ice removal	63,616
3. Other local imposts (from page 2)	310,000	c. Other	103,799
4. Miscellaneous local receipts (from page 2)	44,715	d. Total (a. through c.)	171,600
5. Transfers from toll facilities		4. General administration & miscellaneous	1,415,879
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	2,166,720
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	1,704,715	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	682,447	2. Notes:	
D. Receipts from Federal Government (from page 2)	39,225	a. Interest	
E. Total receipts (A.7 + B + C + D)	2,426,387	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)	2,166,720

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
	942,716	2,426,387	2,166,720	1,202,383	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2015

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	286,490	a. Interest on investments	1,075
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	4,720
4. Licenses		f. Charges for Services	15,058
5. Specific Ownership &/or Other	23,510	g. Other Misc. Receipts	11,746
6. Total (1. through 5.)	23,510	h. Other	12,116
c. Total (a. + b.)	310,000	i. Total (a. through h.)	44,715
	(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	647,477	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	9,635
a. State bond proceeds		b. FEMA	29,590
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	34,970	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	34,970	g. Total (a. through f.)	39,225
4. Total (1. + 2. + 3.f)	682,447	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		13,470	13,470
(3). System Preservation			0
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	13,470	13,470
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	13,470	13,470
			(Carry forward to page 1)

Notes and Comments: