

Pueblo County, Colorado is pleased to present its Comprehensive Annual Financial Report for the year ending December 31, 2013 in .pdf format.

Many of the financial statements are presented as facing pages. Therefore it should be viewed as facing pages in Adobe Acrobat. To set the page layout to facing pages do the following:

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PUEBLO COUNTY COMPREHENSIVE ANNUAL FINANCIAL REPORT



**FOR THE YEAR ENDING
December 31, 2013**

PUEBLO COUNTY, COLORADO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 2013

Prepared By:
Office of Budget & Finance

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**PUEBLO COUNTY, COLORADO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED DECEMBER 31, 2013**

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INTRODUCTORY SECTION

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TERRY A. HART
CHAIRMAN
DISTRICT 1

LIANE "BUFFIE" MCFADYEN
CHAIR PRO TEM
DISTRICT 2



SAL PACE
COMMISSIONER
DISTRICT 3

CALVIN A. HAMLER, CPA
DIRECTOR

OFFICE OF BUDGET AND FINANCE

September 12, 2014

To: Board of County Commissioners
Citizens of Pueblo County, Colorado

The Comprehensive Annual Financial Report (CAFR) of Pueblo County for the year ended December 31, 2013 is hereby submitted as mandated by Colorado. It is required that Pueblo County issue annually a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants.

This report consists of management's representations concerning the finances of Pueblo County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of Pueblo County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of Pueblo County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, Pueblo County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement; and documentation of its internal control system is completed. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Pueblo County's financial statements have been audited by McPherson, Breyfogle, Daveline & Goodrich PC, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Pueblo County for the fiscal year ended December 31, 2013, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that Pueblo County's financial statements for the fiscal year ended December 31, 2013 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of Pueblo County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. The Single Audit Report is included as a schedule of

statements in the final section of this CAFR.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Pueblo County's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

Incorporated in 1861, Pueblo County is located in southeastern Colorado and is the tenth largest populated county in the state. With a land area of 2,414 square miles and a 2010 census population of 159,477, the County boundary includes the City of Pueblo, along with several smaller communities of Pueblo West, Boone, Avondale, Colorado City, Beulah and Rye. County government is responsible for performing functions in all areas, both urban and rural.

As a subdivision of Colorado, the Board of County Commissioners (BOCC) of Pueblo County serves as both the administrative and policy-making body for the organization. Policymaking and legislative authority is vested in the three-member board, which consists of a chairperson, chair pro-tem and commissioner. Board members are elected to four-year staggered terms with one to two board members elected every two years. In 2012, the County experienced turnover in all three board members; two from election and one from appointment filling the vacancy of the third commissioner who ran and was elected as District Attorney. All of the board members are elected (with one appointed in 2012) from within their respective districts. There are no at-large members.

The BOCC is responsible, among other things, for passing resolutions, adopting the budget, appointing boards and committees, and hiring the government's appointed officials. Constitutionally, the BOCC also sits as the County Board of Equalization and fills all vacancies in County offices other than those for County Commissioner and for Public Trustee.

The government provides constitutionally mandated services including those provided by the elected offices of the Clerk & Recorder, Assessor, Treasurer, Sheriff, District Attorney, Coroner, and Surveyor. A wide range of other public services, including the construction and maintenance of streets and infrastructure; social, housing and human services; recreational and cultural activities, housing programs, community corrections, and economic development are carried out by internal departments and agencies under Pueblo County government. The County government is empowered to levy property tax on both real and personal property located within its boundaries.

The annual budget serves as the foundation for Pueblo County's financial planning and control. All departments and offices of Pueblo County are required to submit requests for appropriation to the Budget Director on or before August 31 of each year. The Budget Director uses these requests as the starting point for developing a proposed budget. The Budget Director then presents this proposed budget to the commissioners for review prior to October 15. State statute requires that the budget be available for public inspection by October 15 of each year. The commissioners are required to hold public hearings on the proposed budget and to adopt a final budget by no later than December 15. The appropriated budget is prepared by fund. Transfers of appropriations can be made that do not change the total appropriation for the fund. Increases in fund appropriations must be done with a formal budget amendment which requires a public hearing on the amendment and formal adoption by the BOCC. Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Pueblo County operates.

Local Economy

Pueblo County has developed a varied manufacturing and industrial base, which accounts for a relatively stable unemployment rate. Major industries with headquarters or divisions located within the County government's boundaries or in close proximity include manufacturers of fruit processing machines, carbon brakes, pet food, chemicals, steel, water chillers, wind towers, and high intensity precision machinery and several financial, telemarketing, warehousing and insurance institutions. The State also has a major economic presence in the area thanks to a major mental health facility and correctional institution.

Pueblo County's 2013 unemployment rate of 9.6% was higher than the State's average of 6.8% and higher than the U.S. average of 7.4%. Pueblo County's rate has historically been higher than the State & federal rate. The region's Economic Development Council views the unemployment rate as a selling point in their work toward attracting new employers to the region as there is a strong workforce readily available for work. The County is optimistic this rate will decrease in the short term. The region (which includes the government and the surrounding unincorporated area) has a labor force exceeding 74,700 civilians.

There is a recent trend towards some residential growth, particularly in areas outside the City limits of Pueblo.

Long-Term Financial Planning

Due to flattened revenue streams, the County has directed its budgeting efforts at allocating limited dollars to areas of highest need. Looking forward, it is anticipated there will be some smaller industrial expansions in the next several years that should give a boost to property tax revenues.

Since 2010, attention has been directed at the many other improvements and replacements needed in the County's aging infrastructure. In May 2011, the commissioners acted to construct a new Judicial Complex building, needed to address increased usage of the courts and to better serve and protect witnesses and victims, which is scheduled to be completed in July 2014. Commissioners also acted to construct a new Emergency Operations Center, to address regional emergency management services needs, which was 100% funded by federal FEMA grant dollars and was completed in March 2014. Many roadway safety improvements and recreation facility improvements identified by working with the various communities in the County were also implemented in 2013.

Library Debt Service Fund

In conformity with State statutory requirements, Pueblo County, on December 28, 1999, issued \$14,000,000 of general obligations bonds on behalf of the Pueblo Library District. The bond issue for library expansion was approved by voters on November 2, 1999. The County's debt service on the twenty (20) year bonds will be provided by a property tax mill levy. During 2005, a portion of these bonds were advanced refunded resulting in an economic gain for the County. The expanded facility is the property of the Pueblo Library District which received voter approval in 2006 to 'DeBruce' exempting the District from State Amendment One TABOR limits. In 2013, the Library District completed construction of four new branch offices and began construction of a fifth branch office at Colorado City in Pueblo County.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Pueblo County for its comprehensive annual financial report (CAFR) for the fiscal year ended December 31, 2012. This was the fifteenth consecutive year that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized CAFR. This report satisfied both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff in County Finance and Budget. I would also like to extend special thanks to the dedicated professionals at McPherson, Breyfogle, Daveline & Goodrich, PC, who perform our annual financial audit.

Finally, acknowledgement must be given to the County Commissioners for their interest and support in the audit and for administering County operations in a responsible and transparent manner. It is my distinct privilege to serve as a department director at a county which values effort, commitment and teamwork; and I am most proud in meeting my fiduciary responsibilities to the citizens of Pueblo County.

Respectfully submitted,

Aimee Tihonovich

Aimee Tihonovich, Controller



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Pueblo County
Colorado**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2012

Executive Director/CEO

**PUEBLO COUNTY, COLORADO
LISTING OF PRINCIPAL OFFICIALS
DECEMBER 2013**

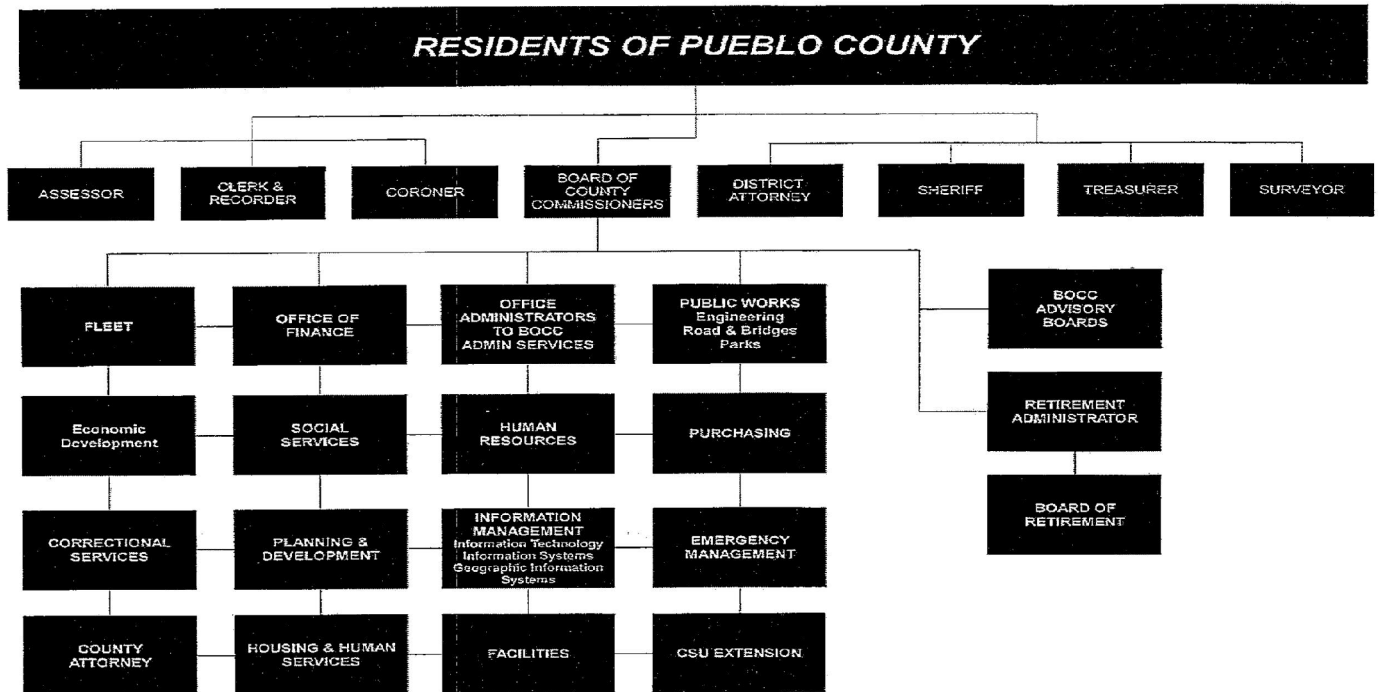
Elected Officials

Commissioner/Chairperson	Terry Hart
Commissioner	Lianne McFayden
Commissioner	Sal Pace
Surveyor	Randy Reeves
Clerk & Recorder	Gilbert Ortiz
Assessor	Frank Beltran
Treasurer	Del Olivas
District Attorney	J.E. Chostner
Sheriff	Kirk Taylor
Coroner	Jim Kramer

Appointed Department Directors

County Attorney	Greg Styduhar
Human Resources	Patsy Cresswell
Office of Budget & Finance	Calvin Hamler
Information Technology	Ed Martinez
Purchasing	Nick Vunovich
Planning & Development	Joan Armstrong
Interim Director, Public Works	Alf Randall
Fleet Management	Carl Chavez
Department of Emergency Management	Mark Mears
Social Services	Tim Hart
Housing & Human Services	Virginia Jimenez
CSU Extension	Michael Fisher
Economic Development	Chris Markuson

PUEBLO COUNTY GOVERNMENT ORGANIZATIONAL CHART



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FINANCIAL SECTION

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503 N. Main St.
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INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Pueblo County, Colorado
Pueblo, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activity, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Pueblo County, Colorado (the County), as of and for the year ended December 31, 2013, 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.

Auditors' 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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.

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Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activity, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Pueblo County, Colorado, as of December 31, 2013, 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 on pages 4 through 14 and the budgetary comparison schedules and schedules of funding progress as listed in the table of contents on pages 79 through 85 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 Pueblo County, Colorado's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, the local highway finance report and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules, the local highway finance report, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate 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. In our opinion, the combining and individual nonmajor fund financial statements and schedules, the local highway finance report, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 12, 2014, on our consideration of Pueblo County, Colorado's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Pueblo County, Colorado's internal control over financial reporting and compliance.

McPherson, Brayfogel, Durkin & Goodrich, PC

September 12, 2014

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MANAGEMENT DISCUSSION AND ANALYSIS

As management of Pueblo County, we offer readers of Pueblo County's financial statements this narrative overview and analysis of the financial activities of Pueblo County for the fiscal year ended December 31, 2013. We encourage you to read the information presented here in conjunction with additional information that we have furnished in the County's financial statements, which follow this narrative.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to Pueblo County's basic financial statements. The basic financial statements include a series of financial statements that consist of three components; 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

The basic financial statements present two different views of the County through the use of government-wide statements and fund financial statements.

The *Statement of Net Position* and the *Statement of Activities* (on pages 15 and 16) provide information about the activities of the County as a whole and present a longer-term view of the County's finances. Fund financial statements start on page 18. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending.

Fund financial statements also report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds.

In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the financial condition of Pueblo County.

Government-wide Financial Statements. Our analysis of the County as a whole begins on page 15. One of the most important questions asked about the County's finances is, "Is the County as a whole better or worse off as a result of the year's activities?" The *Statement of Net Position* and the *Statement of Activities* report information about the County as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

The *Statement of Net Position* presents information on net position, the residual of all other financial statement elements presented in a statement of financial position, for Pueblo County. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Pueblo County is improving or deteriorating.

The *Statement of Activities* presents information showing how Pueblo 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 cash flows. Thus, revenues and expenses are

reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused employee vacation leave).

The government-wide statements are divided into three categories: governmental activities, business-type activities, and discretely-presented component units. The governmental activities include most of the County's basic services such as public safety, road & bridge, and general government. Property taxes and state and federal grant funds finance most of these activities. Desert Hawk Golf Course is a business-type activity as customers are charged a fee to play the course. Discretely-presented component units are legally separate organizations that must be included in the financial report of the County since the County is financially accountable for these entities. Financial information for the discretely-presented component units is reported separately from the financial information presented for the County itself.

Fund Financial Statements. The fund financial statements provide a more detailed look at the County's most significant activities. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Pueblo County, like other governmental entities, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as State statutes. All of the funds of Pueblo County can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds. Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the County's basic functions are accounted for in governmental funds. These funds focus on how assets can readily be converted into cash; and what monies at year-end will be available for spending in the next year. Governmental funds are reported using an accounting method called *modified accrual accounting*. This method also has a current financial resources focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps to determine if there are financial resources available to finance the County's programs. The relationship between government activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

Pueblo County maintains fifteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balance for the General Fund, the Social Services Fund and the Capital Projects Fund, all of which are considered to be major funds. Data from the other twelve governmental funds are combined into a single, aggregate presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in the supplemental information of this report.

Pueblo County adopts an annual appropriated budget for its governmental funds. A budgetary comparison statement has been provided for these funds to demonstrate compliance with this budget.

Proprietary Funds. Pueblo County has one kind of proprietary fund. Enterprise Funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Pueblo County uses an enterprise fund to account for its Desert Hawk Golf Course.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Pueblo County has five fiduciary funds, one of which is a pension trust fund and four of

which are agency funds. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support Pueblo County's own programs.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information. In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning Pueblo County's progress in funding its obligation to provide pension and other post employment benefits to its employees.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. Total assets plus deferred outflows of resources of the County exceeded total liabilities plus deferred inflows of resources by \$150,098,975 as of December 31, 2013.

The largest portion of the County's net position reflects its investment in capital assets (e.g. land, buildings, machinery and equipment). The County uses capital assets to provide services to citizens; consequently, these assets are not available for future spending. The business-type activity investment in net position is offset by related debt. It should be noted that resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate this liability.

Included in the long term liabilities in the governmental activities category are general obligation library bonds with an outstanding balance of \$5,940,000. The library is owned by the Library District and thus is not part of the capital assets for the County.

An additional portion of the County's net position represents resources that are subject to external restrictions on how they may be used. The unrestricted net position may be used to meet the government's daily cash flow needs and ongoing obligations to citizens and creditors. However, the unrestricted balance is negative \$23,170,744; therefore, none may be used to meet the government's ongoing obligations to citizens and creditors. The following table shows the net position balance was \$140,546,218 at the end of fiscal year 2012 as restated. Therefore, the results of 2013 activities of the Pueblo County primary government increased net position by \$9,552,757.

In 2013, the County and its discretely-presented component units implemented GASB Statement 61, The Financial Reporting Entity: Omnibus. See page 34 of the notes to the financial statements for more information on the new GASB pronouncement.

The statements of net position and change in net position follow.

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Pueblo County's Net Position

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	2012				2012	
	<u>2013</u>	<u>As Restated</u>	<u>2013</u>	2012	<u>2013</u>	<u>As Restated</u>
Current and Other Assets	\$ 118,880,754	\$ 141,057,509	\$ 970,107	\$ 1,102,823	\$ 119,850,861	\$ 142,160,332
Net Capital Assets	<u>224,630,675</u>	<u>185,648,827</u>	<u>5,273,504</u>	<u>5,407,407</u>	<u>229,904,179</u>	<u>191,056,234</u>
Total Assets	<u>343,511,429</u>	<u>326,706,336</u>	<u>6,243,611</u>	<u>6,510,230</u>	<u>349,755,040</u>	<u>333,216,566</u>
Deferred Outflows of Resources	<u>382,871</u>	<u>448,511</u>	<u>425,151</u>	<u>493,672</u>	<u>808,022</u>	<u>942,183</u>
Long-Term Liabilities	125,049,801	124,689,579	10,181,042	10,250,896	135,230,843	134,940,475
Other Liabilities	<u>14,401,513</u>	<u>9,277,305</u>	<u>50,705</u>	<u>40,463</u>	<u>14,452,218</u>	<u>9,317,768</u>
Total Liabilities	<u>139,451,314</u>	<u>133,966,884</u>	<u>10,231,747</u>	<u>10,291,359</u>	<u>149,683,061</u>	<u>144,258,243</u>
Deferred Inflows of Resources	<u>50,781,026</u>	<u>49,354,288</u>	<u>-</u>	<u>-</u>	<u>50,781,026</u>	<u>49,354,288</u>
Net Position						
Net Investment in Capital Assets	168,371,127	158,573,781	543,135	358,781	168,914,262	158,932,562
Restricted	4,355,457	46,463,097	-	-	4,355,457	46,463,097
Unrestricted	<u>(19,064,624)</u>	<u>(61,203,203)</u>	<u>(4,106,120)</u>	<u>(3,646,238)</u>	<u>(23,170,744)</u>	<u>(64,849,441)</u>
Total Net Position	<u>\$ 153,661,960</u>	<u>\$ 143,833,675</u>	<u>\$ (3,562,985)</u>	<u>\$ (3,287,457)</u>	<u>\$ 150,098,975</u>	<u>\$ 140,546,218</u>

Pueblo County's Change In Net Position

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	2012				2012	
	<u>2013</u>	<u>As Restated</u>	<u>2013</u>	2012	<u>2013</u>	<u>As Restated</u>
Revenues:						
Program Revenues:						
Charges for Service	\$ 13,702,823	\$ 13,944,103	\$ 714,904	\$ 799,969	\$ 14,417,727	\$ 14,744,072
Operating Grants & Contributions	34,124,260	32,679,217	-	-	34,124,260	32,679,217
Capital Grants & Contributions	13,869,248	3,253,938	12,087	22,397	13,881,335	3,276,335
General Revenues:						
Property Taxes	45,381,465	43,321,344	-	-	45,381,465	43,321,344
Other Taxes	19,565,777	19,330,567	-	-	19,565,777	19,330,567
Unrestricted Investment Earnings	(18,717)	499,134	824	1,100	(17,893)	500,234
Other	62,772	794,123	-	-	62,772	794,123
Total Revenues	<u>126,687,628</u>	<u>113,822,426</u>	<u>727,815</u>	<u>823,466</u>	<u>127,415,443</u>	<u>114,645,892</u>
Expenses:						
General Government	28,324,590	28,109,379	-	-	28,324,590	28,109,379
Public Safety	29,433,895	30,600,018	-	-	29,433,895	30,600,018
Road & Bridge	15,804,649	14,467,477	-	-	15,804,649	14,467,477
Health, Welfare & Sanitation	30,489,071	29,516,271	-	-	30,489,071	29,516,271
Culture and Recreation	1,226,721	1,548,146	-	-	1,226,721	1,548,146
Conservation	639,794	728,653	-	-	639,794	728,653
Urban Redevelopment & Housing	2,466,132	3,179,606	-	-	2,466,132	3,179,606
Economic Development & Assistance	3,121,755	2,625,429	-	-	3,121,755	2,625,429
Interest on Long-Term Debt	5,043,974	5,090,440	-	-	5,043,974	5,090,440
Desert Hawk Golf Course	-	-	1,312,105	1,321,806	1,312,105	1,321,806
Total Expenses	<u>(116,550,581)</u>	<u>115,865,419</u>	<u>1,312,105</u>	<u>1,321,806</u>	<u>117,862,686</u>	<u>117,187,225</u>
Change in Net Position Before Transfers	10,137,047	(2,042,993)	(584,290)	(498,340)	9,552,757	(2,541,333)
Transfers	(308,762)	(3,909,027)	308,762	3,909,027	-	-
Change in Net Position	9,828,285	(5,952,020)	(275,528)	3,410,687	9,552,757	(2,541,333)
Net Position, Beginning	143,833,675	149,785,695	(3,287,457)	(6,698,144)	140,546,218	143,087,551
Net Position, Ending	<u>\$ 153,661,960</u>	<u>\$ 143,833,675</u>	<u>\$ (3,562,985)</u>	<u>\$ (3,287,457)</u>	<u>\$ 150,098,975</u>	<u>\$ 140,546,218</u>

At the end of the current fiscal year, Pueblo County is able to report a positive balance in Net Position for the government as a whole and for its governmental activities. Its business-type activity represents the financial position for a golf course at Pueblo West that has been owned by the County since 2000.

The *Desert Hawk Golf Course* was purchased by the County from a private owner who was not able to properly maintain the golf course. In order to prevent a decline in property values at Pueblo West and to meet a recreational demand in the community, the County entered into an intergovernmental agreement with Pueblo West Metropolitan District (the District) to purchase, repair and manage the golf course at Pueblo West. The County remains optimistic the golf course will be self supporting after the COP debt, issued in 2005 to refinance the purchase, is retired; and remains supportive of this program in order to provide for the recreational needs of the community.

The negative balance in net position for the business-type activity is a result of annually generating insufficient fees from rounds of golf sold to pay operating and capital costs plus debt service since its inception in 2000.

Governmental Activities. Current and other assets decreased by 16% in 2013 over the prior year as \$15 million of \$57.9 million total proceeds of COPs issued in March 2012 remained in liquid investments at period end to fund ongoing construction of a new judicial building scheduled for completion in July 2014. Also, the second of three annual payments of \$5 million from the Colorado Springs Utility Company remained on-hand to mitigate road construction and maintenance for a new Southern Delivery System with a 60 inch diameter steel underground pipeline designed to deliver water from Lake Pueblo near the District to the City of Colorado Springs. Receivables net of allowances increased \$6.0 million or 10% over the prior period mainly from an increase in General Fund-CSEPP receivable discussed below under Financial Analysis of County Funds.

Net capital assets increased \$38.8 million or 20% from the prior year mainly on increase in buildings construction in progress mentioned above offset by \$10.5 million or 9% more accumulated depreciation.

Liabilities increased \$5.4 million or 4% over the prior year. Long-term liabilities decreased \$0.1 million or 0% mainly on retired debt.. Other liabilities increased \$5.1 million or 55% on higher accounts payable, and deferred inflows of resources increased \$1.4 million or 3% on more deferred property taxes revenue.

The pension plan experienced a net actuarial gain of \$2.5 million. The rate of return on the actuarial value of assets was about 9.6%, which exceeds the assumed rate of 7.5% by 2.1%, resulting in an asset gain of \$2.3 million. The plan also experienced a liability gain of \$0.2 million, primarily from salary increases being less than expected. As a result, the actuarially required contribution rate slightly increased 0.03% from 24.777% in 2013 to 24.807% for 2014.

Net position increased \$10.0 million or 6.9% in the fiscal year as a result of governmental activities.

Business-Type Activities. Business-type activities decreased the County's net position by \$(275,528) in 2013. As mentioned previously, the business-type activity for the County is the Desert Hawk Golf Course. The golf course has not been profitable due to the debt service payments on the COPs that financed the purchase of the course. The enterprise supports operating expenses but does not contribute toward debt repayments. The County and Pueblo West Metropolitan District are lending money to the Desert Hawk

Golf Course in order to meet debt repayment requirements on COPs. Course operations are expected to begin to repay PWMD and the County after the COP debt is retired in 2024. The County reviewed its current year advances made to the enterprise and determined the \$212,715 advanced in excess of the amount needed for debt repayment requirements can be paid back next year, and therefore meets the criteria for reporting as interfund receivable and payable under generally accepted accounting principles.

Financial Analysis of the County's Funds

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

Governmental Funds. The focus of Pueblo County's governmental funds is to provide information on near-term inflows, outflows, and balances of useable resources. Such information is useful in assessing Pueblo County's financing requirements. Specifically, unassigned fund balance can be a useful measure of a government's net resources available for spending at the end of the fiscal year.

The General Fund is the chief operating fund of Pueblo County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$0 while total fund balance was \$16,222,948. As a measure of the General Fund's liquidity, it may be useful to compare fund balance to total fund expenditures. Fund balance represents 24% of General Fund expenditures in 2013 versus 39% in 2012. General Fund fund balance decreased by \$8,145,541 in 2013. \$5 million of reserves were used in 2013 to fund the fourth quarter construction costs of a new emergency services building, which is 100% reimbursable from federal CSEPP dollars, but which were received three months after the end of the availability period for recognizing 2013 revenues; and over \$3 million of County reserves were used in 2013 to fund operating expenditures in excess of revenues.

Social Service fund balance increased by \$1,408,611 due to backfill of previously depleted funds by the State for its Property Tax Relief Fund.

Capital Projects fund balance decreased by \$31,593,541 due to construction in progress mentioned above of two new buildings for a judicial complex and an emergency services Center in the City of Pueblo.

Fund balance in the Non-Major Governmental Funds increased by \$4,344,870 in 2013 mainly on the Road and Bridge Fund increase in fund balance of \$3,978,489.

General Fund Budgetary Highlights. The County revised its 2013 budget after the fiscal year end as allowed by state statute. Generally, budget amendments fall into one of three categories: 1) amendments made to adjust the estimates that are used to prepare the original budget ordinance once exact information is available; 2) amendments made to recognize new funding amounts from external sources, such as Federal and State grants; and 3) increases in appropriations that become necessary to maintain services.

Amended appropriations funded by reserves in the General Fund increased the fund's total budget by \$1,890,000 to represent the actual spending authority during the year resulting from the following changes not known at the time the original budget was adopted. The Sheriff-Detention budget was increased by \$1,200,000 for personnel and operating needs associated with a higher than anticipated inmate population; the Sheriff Workers Compensation line items were increased by \$340,000 due to higher than anticipated claims; the Elections budget was increased by \$280,000 due to expenses associated with an unanticipated

recall election; and the Coroner budget was increased by \$70,000 for higher medical laboratory and transportation expenses than anticipated in original budget.

Appropriation of \$100,000 to the Retirement Fund to account for higher than anticipated spending needs not anticipated in the original budget was funded by reserves held in anticipation of this need.

Additional appropriation of \$1,000,000 to the Pueblo County Community Development Block Grant Fund necessary to account for higher than anticipated business loan activity, such additional spending funded with grants and reserves.

Additional appropriation funded by General Fund reserves of \$805,000 transferred to the Capital Expenditures Fund was necessary for \$230,000 of leasehold improvements at a new workplace for Department of Social Services employees and the balance for unanticipated control maintenance projects at various buildings owned by the County.

Additional appropriation funded by General Fund reserves of \$70,000 transferred to the Desert Hawk Golf course Fund was necessary to account for higher than anticipated spending needs.

Additional appropriation to the Enterprise Zone Agency Fund in the amount of \$600,000 was necessary in order to account for higher donation revenue received in the fund than anticipated in the original budget as such donations needed to be passed on to the intended non-for-profit agencies.

Proprietary Funds. Pueblo County's proprietary fund provides the same type of information found in the government-wide statements but in more detail. Net Position of the Desert Hawk Golf Course at the end of the fiscal year amounted to an accumulated deficit of \$3,562,985. Other factors concerning the finances of this fund have already been addressed in the discussion of County's business-type activities.

Capital Assets and Debt Administration

Capital Assets. Pueblo County's capital assets for its governmental and business-type activities at December 31, 2013 total \$224,630,675 and \$5,273,504 respectively (net of accumulated depreciation). These assets include buildings, roads and bridges, land, machinery and equipment, furniture, vehicles, and intangibles.

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	2013	2012	2013	2012	2013	2012
Nondepreciable	\$ 12,137,898	\$ 12,322,944	\$ 4,402,683	\$ 4,402,683	\$ 16,540,581	\$ 16,725,627
Buildings and						
Improvements	46,626,159	75,970,828	362,041	362,041	46,988,200	76,332,869
Machinery and Equipment	6,247,496	24,948,462	913,443	895,856	7,160,939	25,844,318
Improvements Other than						
Buildings	-	-	1,484,405	1,484,405	1,484,405	1,484,405
Infrastructure	91,890,279	162,253,169	-	-	91,890,279	162,253,169
Software Development	1,771,929	5,835,257	-	-	1,771,929	5,835,257
Construction in Progress	65,956,914	19,562,575	-	-	65,956,914	19,562,575
Accumulated Depreciation	-	(115,244,408)	(1,889,068)	(1,737,578)	(1,889,068)	(116,981,986)
	<u>\$ 224,630,675</u>	<u>\$ 185,648,827</u>	<u>\$ 5,273,504</u>	<u>\$ 5,407,407</u>	<u>\$ 229,904,179</u>	<u>\$ 191,056,234</u>

More information on the County's capital assets can be found in the notes to the financial statements starting on page 50.

Long-Term Debt. As of December 31, 2013, Pueblo County had debt outstanding of \$105 million comprised of \$6 million of general obligation bonds, \$97 million of COPs debt and \$2 million of capital leases. \$5,125,569 is a lease-purchase arrangement with the PCCCC mentioned earlier. The principal and interest on these certificates is payable from annually appropriated base rentals paid by the County to PCCCC. A summary schedule of long-term debt follows.

General Obligation Bonds and Obligations Under Certificates of Participation and Capital Lease

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	2013	2012	2013	2012	2013	2012
General Obligation Bonds	\$ 6,032,487	\$ 6,903,339	\$ -	\$ -	\$ 6,032,487	\$ 6,903,339
Certificates of Participation	91,965,148	93,552,476	5,125,569	5,483,408	97,090,717	99,035,884
Subtotal	97,997,635	100,455,815	5,125,569	5,483,408	103,123,204	105,939,223
Capital Leases	1,528,390	1,874,015	29,950	58,887	1,558,340	1,932,902
Total Debt	<u>\$ 99,526,025</u>	<u>\$ 102,329,830</u>	<u>\$ 5,155,519</u>	<u>\$ 5,542,295</u>	<u>\$ 104,681,544</u>	<u>\$ 107,872,125</u>

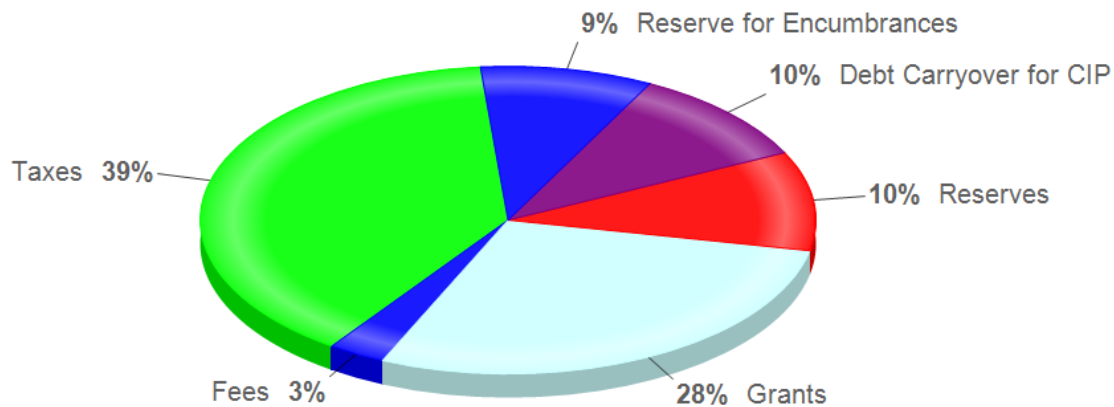
The County's long-term debt financed by General Obligation Bonds, Certificates of Participation and Capital Lease decreased by \$3,190,581 million or (3)% during the period.

Colorado limits the amount of general obligation debt that a unit of government can issue to three percent of the total actual value of property located within that government's boundaries. The State debt limitation for Pueblo County is \$320,455,124. Since the library bonds debt, COPs and capital leases are excluded in the State calculation of debt subject to the statutory debt limit, there is no debt outstanding against this limit. Information on the County's long-term debt is in the notes to the financial statements starting on page 54.

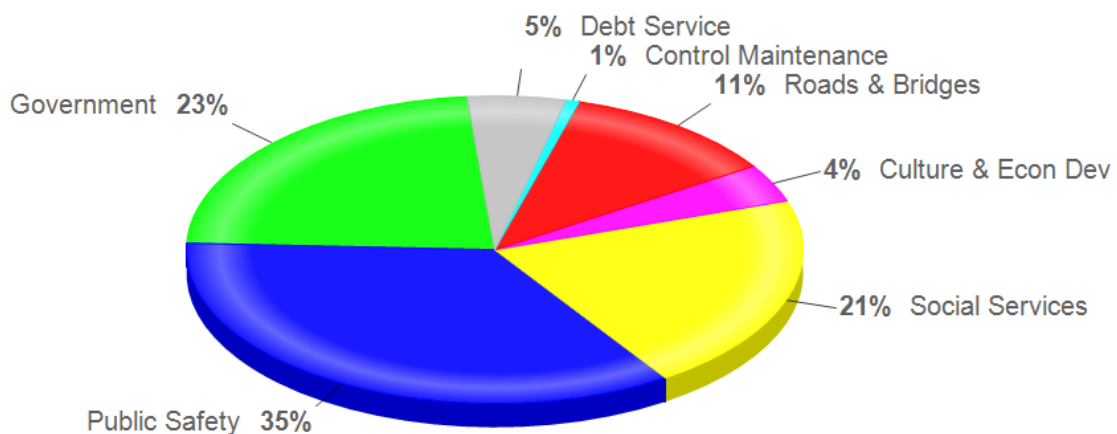
Projections

Next Year's Budget. The County's 2014 budget has \$3.5 million of deficit spending with carry-over of \$16.6 million construction in progress and \$14.7 million of encumbrances. Graphs of next year's \$162.9 million budget depicting allocation of revenues and expenditures by category follow.

Revenues by Category



Expenditures by Category



Economic Factors Affecting Next Year's Budget and Rates

The following economic factors were considered in preparing the 2014 budget.

- Denver-Boulder-Greeley CPI rose 0.1% to 3.8% in 2013.
- Employment decreased by 0.4% or 259 jobs versus a 1.5% increase for the State in 2013.
- The County's average unemployment rate in 2013 decreased to 9.6% from 10.4% for the previous year. This is higher than the State average of 6.8% and the national average of 7.4%.
- The number of new single family dwelling permits issued in Pueblo County for the year stood at 179, compared to 175 for 2012. This translates into a 2% increase.
- Pueblo County Public Trustee data shows 835 foreclosure filings in 2013 or a 41.5% drop from the 1,182 filings reported for 2012.

Assigned fund balance in the General Fund ended the year at \$4,475,932 of which \$3,509,015 is included for spending in fiscal year 2014 budget. It is expected that the use of fund balance will avoid the need to raise taxes or reduce services in 2014.

Requests for Information

This financial report is designed to provide a general overview of Pueblo County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Aimee Tihonovich, Controller, 215 W 10th St, Pueblo, CO 81003-2945 or emailed to aimee.tihonovich@co.pueblo.co.us.

BASIC FINANCIAL STATEMENTS

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PUEBLO COUNTY, COLORADO

STATEMENT OF NET POSITION

DECEMBER 31, 2013

	Primary Government			
	Governmental	Business-		Component
	Activities	Type	Total	Units
		Activities		
ASSETS				
Cash and Cash Equivalents	\$ 10,869,531	\$ 100,563	\$ 10,970,094	\$ 1,394,017
Investments	25,390,530	-	25,390,530	50,822
Receivables, Net	64,101,524	7,191	64,108,715	1,023,883
Internal Balances, Net	212,715	(212,715)	-	-
Inventories	972,997	-	972,997	-
Prepaid Expenses	257,208	-	257,208	164,415
Unamortized Bond Insurance Costs	1,373,990	-	1,373,990	-
Restricted Cash and Cash Equivalents	3,881,991	618,068	4,500,059	-
Restricted Investments	11,820,268	-	11,820,268	-
Land Held for Development	-	457,000	457,000	-
Capital Assets:				
Land and Water Rights	11,901,088	4,402,683	16,303,771	-
Easements and Right-of-Ways	236,810	-	236,810	-
Construction in Progress	65,956,914	-	65,956,914	-
Collections and Works of Art	-	-	-	24,467
Non-Depreciable Capital Assets	78,094,812	4,402,683	82,497,495	24,467
Buildings and Improvements	46,626,159	91,913	46,718,072	-
Machinery and Equipment	6,247,496	193,797	6,441,293	249,629
Improvements other than Buildings	-	585,111	585,111	-
Infrastructure	91,890,279	-	91,890,279	-
Software Development	1,771,929	-	1,771,929	-
Depreciable Capital Assets, Net	146,535,863	870,821	147,406,684	249,629
Total Capital Assets, Net	224,630,675	5,273,504	229,904,179	274,096
TOTAL ASSETS	343,511,429	6,243,611	349,755,040	2,907,233
Deferred Outflows of Resources	382,871	425,151	808,022	-
LIABILITIES				
Accounts Payable and Accrued Expenses	13,867,105	26,825	13,893,930	24,680
Due to Other Governmental Agencies	514,408	-	514,408	25,966
Advances from Others	20,000	23,880	43,880	-
Liabilities Due or Payable in One-Year or Less:				
Accrued Interest	1,418,099	20,177	1,438,276	-
General Obligation Bonds	890,000	-	890,000	-
Certificates of Participation	1,520,000	380,000	1,900,000	-
Capital Leases	358,172	29,950	388,122	-
Compensated Absences	553,000	-	553,000	-
Estimated Claims and Judgments	553,252	-	553,252	-
Liabilities Due or Payable after One-Year:				
General Obligation Bonds, Net	5,142,487	-	5,142,487	-
Certificates of Participation, Net	90,445,148	4,745,569	95,190,717	-
Capital Lease	1,170,218	-	1,170,218	-
Advances from Other Government	-	5,005,346	5,005,346	-
Compensated Absences	7,484,877	-	7,484,877	-
Estimated Claims and Judgments	885,964	-	885,964	-
Net OPEB Obligation	1,957,451	-	1,957,451	-
Net Pension Obligation	12,671,133	-	12,671,133	-
TOTAL LIABILITIES	139,451,314	10,231,747	149,683,061	50,646
Deferred Inflows of Resources	50,781,026	-	50,781,026	-
NET POSITION				
Net Investment in Capital Assets	168,371,127	543,135	168,914,262	274,096
Restricted for:				
TABOR	2,400,000	-	2,400,000	-
Capital Projects	1,850,000	-	1,850,000	-
Debt Service	105,457	-	105,457	-
Unrestricted	(19,064,624)	(4,106,120)	(23,170,744)	2,582,491
TOTAL NET POSITION	\$ 153,661,960	\$ (3,562,985)	\$ 150,098,975	\$ 2,856,587

The accompanying notes are an integral part of this statement.

PUEBLO COUNTY, COLORADO
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2013

Function/Program Activities:	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
GOVERNMENTAL ACTIVITIES				
General Government	\$ 28,324,590	\$ 5,040,323	\$ 1,839,486	\$ 9,518
Public Safety	29,433,895	2,853,812	4,167,413	12,602,213
Road and Bridge	15,804,649	5,307,291	4,702,142	855,719
Health, Welfare and Sanitation	30,489,071	292,567	21,250,182	-
Culture and Recreation	1,226,721	83,152	-	401,798
Conservation	639,794	101,389	4,906	-
Urban Redevelopment and Housing	2,466,132	24,289	1,785,096	-
Economic Development and Assistance	3,121,755	-	375,035	-
Interest on Long-Term Debt	5,043,974	-	-	-
Total Governmental Activities	<u>116,550,581</u>	<u>13,702,823</u>	<u>34,124,260</u>	<u>13,869,248</u>
BUSINESS-TYPE ACTIVITIES				
Desert Hawk Golf Course	<u>1,312,105</u>	<u>714,904</u>	<u>-</u>	<u>12,087</u>
Total Business-Type Activities	<u>1,312,105</u>	<u>714,904</u>	<u>-</u>	<u>12,087</u>
Total Primary Government	<u>\$ 117,862,686</u>	<u>\$ 14,417,727</u>	<u>\$ 34,124,260</u>	<u>\$ 13,881,335</u>
COMPONENT UNITS				
Pueblo County Community Development Corp.	\$ 188,902	\$ 25,710	\$ 325,035	\$ -
Pueblo County Emergency Telephone Service Authority	543,026	476,590	-	-
Runyon Sports Complex Commission, Inc.	587,736	515,786	78,850	-
Total Component Units	<u>\$ 1,319,664</u>	<u>\$ 1,018,086</u>	<u>\$ 403,885</u>	<u>\$ -</u>

GENERAL REVENUES

Property Taxes Levied for -
General Purposes
Debt Service
Sales and Use Taxes
Specific Ownership Taxes
Unrestricted Investment Earnings
Miscellaneous

TRANSFERS

Total General Revenues and Transfers

CHANGE IN NET POSITION

NET POSITION, Beginning of Year, as Restated
NET POSITION, End of Year

The accompanying notes are an integral part of this statement.

Net (Expenses) Revenue and Changes in Net Position

Primary Government			
Governmental Activities	Business-Type Activities	Totals	Component Units
\$ (21,435,263)	\$ -	\$ (21,435,263)	\$ -
(9,810,457)	-	(9,810,457)	-
(4,939,497)	-	(4,939,497)	-
(8,946,322)	-	(8,946,322)	-
(741,771)	-	(741,771)	-
(533,499)	-	(533,499)	-
(656,747)	-	(656,747)	-
(2,746,720)	-	(2,746,720)	-
(5,043,974)	-	(5,043,974)	-
<u>(54,854,250)</u>	<u>-</u>	<u>(54,854,250)</u>	<u>-</u>
-	(585,114)	(585,114)	-
<u>-</u>	<u>(585,114)</u>	<u>(585,114)</u>	<u>-</u>
<u>\$ (54,854,250)</u>	<u>\$ (585,114)</u>	<u>\$ (55,439,364)</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ 161,843
-	-	-	(66,436)
-	-	-	6,900
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 102,307</u>
\$ 44,243,162	\$ -	\$ 44,243,162	\$ -
1,138,303	-	1,138,303	-
15,762,702	-	15,762,702	-
3,803,075	-	3,803,075	-
(18,717)	824	(17,893)	-
62,772	-	62,772	2,597
(308,762)	308,762	-	-
<u>64,682,535</u>	<u>309,586</u>	<u>64,992,121</u>	<u>2,597</u>
9,828,285	(275,528)	9,552,757	104,905
143,833,675	(3,287,457)	140,546,218	2,751,682
<u>\$ 153,661,960</u>	<u>\$ (3,562,985)</u>	<u>\$ 150,098,975</u>	<u>\$ 2,856,587</u>

PUEBLO COUNTY, COLORADO
BALANCE SHEET
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2013

	General Fund	Social Services	Capital Projects	Non-Major Governmental Funds	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	\$ 1,287,959	\$ 246,376	\$ -	\$ 9,335,196	\$ 10,869,531
Investments	13,560,924	6,048,701	11,820,268	5,780,905	37,210,798
Receivables, Net:					
Taxes	37,520,000	4,445,908	-	6,804,617	48,770,525
Grants	6,917,573	-	-	567,823	7,485,396
Notes	3,189,649	-	-	392,041	3,581,690
Interest	35,094	-	-	-	35,094
Other Governments	24,046	1,806,217	-	1,493	1,831,756
Other Agencies	25,966	-	-	1,400,000	1,425,966
Other	938,814	5,128	15,646	11,509	971,097
Inventories	165,147	-	-	807,851	972,998
Due from Other Funds	391,680	-	2,050,590	273,888	2,716,158
Prepaid Items	59,043	198,165	-	-	257,208
Cash and Cash Equivalents - Restricted	-	-	3,881,991	-	3,881,991
Advances to Other Funds	395,000	-	-	-	395,000
TOTAL ASSETS	64,510,895	12,750,495	17,768,495	25,375,323	120,405,208
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts Payable	4,352,975	544,457	7,197,228	1,673,366	13,768,026
Due to Other Governments	-	514,408	-	-	514,408
Due to Other Funds	2,231,064	104,673	55,087	112,618	2,503,442
Advances from Others	20,000	-	-	-	20,000
Other Accrued Liabilities	80,365	13,960	-	4,761	99,086
Advance from Other Funds	-	-	-	395,000	395,000
TOTAL LIABILITIES	6,684,404	1,177,498	7,252,315	2,185,745	17,299,962
DEFERRED INFLOWS OF RESOURCES	41,603,543	8,607,134	-	5,891,591	56,102,268
FUND BALANCES					
Nonspendable	3,808,839	198,165	-	2,039,954	6,046,958
Restricted	2,400,000	-	10,516,180	2,347,498	15,263,678
Committed	5,538,177	-	-	8,804,672	14,342,849
Assigned	4,475,932	2,767,698	-	4,105,863	11,349,493
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	16,222,948	2,965,863	10,516,180	17,297,987	47,002,978
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 64,510,895	\$ 12,750,495	\$ 17,768,495	\$ 25,375,323	\$ 120,405,208

The accompanying notes are an integral part of this statement.

PUEBLO COUNTY, COLORADO
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2013

TOTAL FUND BALANCES - GOVERNMENTAL FUNDS **\$ 47,002,978**

Total net position reported for governmental activities in the statement of net position is different because:

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

The cost of capital assets is	350,199,275	
Accumulated depreciation is	<u>(125,568,595)</u>	224,630,680

Unamortized Bond Insurance Costs		1,373,990
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Deferred outflows of resources, reported as deferred amount on refunding, are not financial resources and thus are not reported as assets in the governmental funds.		382,871
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Deferred inflows of resources for amounts not received within the availability period are not reported as revenue in the governmental funds.		5,321,242
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Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.

Long-term liabilities at year-end consist of the following obligations.

General Obligation Bonds Payable	(6,032,487)	
Certificates of Participation Payable	(91,965,148)	
Accrued Interest on Bonds Payable	(1,418,099)	
Capital Leases Payable	(1,528,390)	
Compensated Absences	(8,037,877)	
Claims and Judgments	(1,439,216)	
OPEB Obligation	(1,957,451)	
Net Pension Obligation	<u>(12,671,133)</u>	<u>(125,049,801)</u>

TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES **\$ 153,661,960**

The accompanying notes are an integral part of this statement.

PUEBLO COUNTY, COLORADO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2013

	<u>General Fund</u>	<u>Social Services</u>	<u>Capital Projects</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES					
Taxes:					
Property Taxes, Net	\$ 34,460,263	\$ 5,401,227	\$ -	\$ 5,519,977	\$ 45,381,467
Specific Ownership Taxes	2,980,278	454,271	-	368,525	3,803,074
Sales and Use Taxes	11,545,121	-	-	4,217,581	15,762,702
Fees and Fines	32,075	-	-	-	32,075
Licenses and Permits	499,934	-	-	2,072	502,006
Intergovernmental	13,408,701	18,360,802	549,682	6,125,320	38,444,505
State Highway Users Tax	-	-	-	4,604,132	4,604,132
Charges for Services	6,451,379	74,156	-	5,268,442	11,793,977
Investment Earnings	(177,882)	-	143,950	15,215	(18,717)
Contributions and Private Grants	2,196	-	-	265,827	268,023
Other Revenues	681,299	-	-	45,703	727,002
TOTAL REVENUES	<u>69,883,364</u>	<u>24,290,456</u>	<u>693,632</u>	<u>26,432,794</u>	<u>121,300,246</u>
EXPENDITURES					
Current:					
General Government	24,138,364	-	-	3,101,511	27,239,875
Public Safety	26,049,119	-	-	79,030	26,128,149
Highways and Streets	-	-	-	7,425,035	7,425,035
Health and Welfare	1,539,379	22,867,454	-	3,640,304	28,047,137
Culture and Recreation	432,088	-	-	284,628	716,716
Urban Development and Housing	-	-	-	2,260,312	2,260,312
Conservation	582,128	-	-	-	582,128
Economic Development Assistance	2,915,755	-	-	-	2,915,755
Intergovernmental	490,580	-	-	1,794,750	2,285,330
Debt Service:					
Principal Retirement	1,808,316	-	-	855,000	2,663,316
Interest and Fiscal Charges	4,796,161	-	-	281,238	5,077,399
Capital Outlay	5,535,113	14,391	40,285,565	3,800,864	49,635,933
TOTAL EXPENDITURES	<u>68,287,003</u>	<u>22,881,845</u>	<u>40,285,565</u>	<u>23,522,672</u>	<u>154,977,085</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>1,596,361</u>	<u>1,408,611</u>	<u>(39,591,933)</u>	<u>2,910,122</u>	<u>(33,676,839)</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	198,637	-	7,998,392	1,808,585	10,005,614
Transfers Out	(9,940,539)	-	-	(373,837)	(10,314,376)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(9,741,902)</u>	<u>-</u>	<u>7,998,392</u>	<u>1,434,748</u>	<u>(308,762)</u>
NET CHANGE IN FUND BALANCES	<u>(8,145,541)</u>	<u>1,408,611</u>	<u>(31,593,541)</u>	<u>4,344,870</u>	<u>(33,985,601)</u>
FUND BALANCES, January 1	<u>24,368,489</u>	<u>1,557,252</u>	<u>42,109,721</u>	<u>12,953,116</u>	<u>80,988,578</u>
FUND BALANCES - December 31	<u>\$ 16,222,948</u>	<u>\$ 2,965,863</u>	<u>\$ 10,516,180</u>	<u>\$ 17,297,986</u>	<u>\$ 47,002,977</u>

The accompanying notes are an integral part of this statement.

PUEBLO COUNTY, COLORADO
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2013

Net Change in Fund Balances - Total Governmental Funds \$ (33,985,601)

Amounts reported for governmental activities in the statement of activities differ as follows:

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense or are allocated to the appropriate functional expense when the cost is below the capitalization threshold. This activity is reconciled as follows.

Cost of Assets Capitalized\$	50,417,523	
Depreciation Expense	<u>(11,230,556)</u>	39,186,967

In the statement of activities, donations of capital assets are reported as program revenues.

However, they don't represent a current financial resource, so they're not reported in the funds. 166,000

In the statement of activities, the losses on the disposition of capital assets is reported. The losses are not a use of current resources and thus are not reported in the funds. The losses on disposal of fixed assets are calculated as follows.

Cost of Assets Disposed	(1,277,485)	
Accumulated Depreciation of Assets Disposed	<u>906,369</u>	(371,116)

Deferred inflows of resources for amounts not received within the availability period are not reported as revenue in the governmental funds.

5,321,242

In the statement of activities, certain operating expenses such as compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount actually paid. This year, compensated absences paid (682,316) was less than the amounts earned (687,202).

(4,886)

Some expenses (estimated claims and judgments) reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

164,757

Change in carrying value of the net OPEB obligation is not reported in governmental funds.

(215,716)

Change in carrying value of the net pension obligation is not reported in governmental funds.

(3,132,412)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance and insurance costs, premiums, discounts, and similar items when debt is first issued; whereas only insurance costs, premiums and discounts are deferred and amortized in the statement of activities. Interest is recognized as an expenditure in the governmental funds when it is due. In the statement of activities, interest expense is recognized as it accrues, regardless of when it is due. The net effect of these differences in the treatment of bonds and other obligations is as follows.

Principal Paid on General Obligation Bonds, COPs and Capital Leases	2,665,625	
Interest Expense on General Obligation Bonds, COPs and Capital Leases	24,233	
Amortization of Bond Insurance Costs, Discount, Premium and Deferred Amount on Refunding	<u>9,192</u>	<u>2,699,050</u>
Change in Net Position of Governmental Activities		<u>\$ 9,828,285</u>

The accompanying notes are an integral part of this statement.

PUEBLO COUNTY, COLORADO
STATEMENT OF NET POSITION
PROPRIETARY FUND
DECEMBER 31, 2013

	Enterprise Fund Desert Hawk Golf Course
ASSETS	
CURRENT ASSETS	
Cash and Cash Equivalents	\$ 100,563
Accounts Receivable	7,191
TOTAL CURRENT ASSETS	<u>107,754</u>
NONCURRENT ASSETS	
Capital Assets -	
Land	4,402,683
Buildings	362,041
Improvements	1,484,405
Machinery and Equipment	913,443
Accumulated Depreciation	<u>(1,889,068)</u>
TOTAL CAPITAL ASSETS	5,273,504
Other Assets -	
Cash and Cash Equivalents, Restricted for Debt Service	618,068
Land Held for Development	457,000
TOTAL OTHER ASSETS	<u>1,075,068</u>
TOTAL NONCURRENT ASSETS	<u>6,348,572</u>
TOTAL ASSETS	<u>6,456,326</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>425,151</u>
LIABILITIES	
CURRENT LIABILITIES	
Accounts Payable and Accrued Expenses	26,825
Due to Other Funds	212,715
Accrued Interest Payable	20,177
Certificates of Participation Payable	380,000
Short Term Capital Lease Obligation	29,950
Advances from Others	<u>23,880</u>
TOTAL CURRENT LIABILITIES	<u>693,547</u>
LONG-TERM LIABILITIES	
Certificates of Participation Payable, Net	4,745,569
Advance on Purchase Option from Other Government	457,000
Advance on Water Payments	1,279,813
Loan Payable to Other Government	<u>3,268,533</u>
TOTAL LONG-TERM LIABILITIES	<u>9,750,915</u>
TOTAL LIABILITIES	<u>10,444,462</u>
NET POSITION	
Net Investment in Capital Assets	543,135
Unrestricted (Deficit)	<u>(4,106,120)</u>
TOTAL NET POSITION (DEFICIT)	<u>\$ (3,562,985)</u>

The accompanying notes are an integral part of this statement.

PUEBLO COUNTY, COLORADO
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
YEAR ENDED DECEMBER 31, 2013

	Enterprise Funds Desert Hawk Golf Course
OPERATING REVENUE	
Charges for Services	\$ 714,904
TOTAL OPERATING REVENUE	<u>714,904</u>
OPERATING EXPENSES	
Personnel Services	28,561
Contract Fees	360,097
Supplies	209,827
Professional Services	15,421
Insurance	9,354
Repair and Maintenance	14,041
Depreciation	151,490
Utilities and Communications	189,319
Equipment Rent	3,132
TOTAL OPERATING EXPENSES	<u>981,242</u>
OPERATING INCOME (LOSS)	<u>(266,338)</u>
NONOPERATING REVENUES (EXPENSES)	
Investment Earnings	824
Interest and Fiscal Charges	(330,863)
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>(330,039)</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS & TRANSFERS	<u>(596,377)</u>
Capital Contributions	12,087
Transfers In	308,762
CHANGE IN NET POSITION	(275,528)
NET POSITION (DEFICIT) JANUARY 1	<u>(3,287,457)</u>
NET POSITION (DEFICIT) DECEMBER 31	<u><u>\$ (3,562,985)</u></u>

The accompanying notes are an integral part of this statement.

PUEBLO COUNTY, COLORADO
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
YEAR ENDED DECEMBER 31, 2013

	Enterprise Funds Desert Hawk Golf Course
Cash Flow from Operating Activities	
Receipts from Customers	\$ 725,188
Payments to Suppliers for Goods and Services	(804,854)
Payments to Employees	(28,127)
Net Cash Provided (Used) by Operating Activities	<u>(107,793)</u>
Cash Flows from Non-Capital Financing Activities	
Transfers In	308,762
Advances from Other Funds	212,708
Net Cash Provided by Noncapital Financing Activities	<u>521,470</u>
Cash Flows from Capital and Related Financing Activities	
Principal Paid on Certificates of Participation	(365,000)
Principal Paid on Capital Leases	(28,937)
Interest and Fiscal Charges	(256,736)
Acquisition of Capital Assets	(17,587)
Capital Contributions	12,087
Advances from Other Governments	318,477
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(337,696)</u>
Cash Flows from Investing Activities	
Interest	824
Net Cash Provided (Used) by Investing Activities	<u>824</u>
Net Increase in Cash and Cash Equivalents	76,805
Cash and Cash Equivalents at Beginning of Year	641,826
Cash and Cash Equivalents at End of Year	<u><u>\$ 718,631</u></u>
 Displayed as:	
Cash and Cash Equivalents	\$ 100,563
Cash and Cash Equivalents, Restricted for Debt Service	618,068
	<u><u>\$ 718,631</u></u>
 Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:	
Operating Income (Loss)	\$ (266,338)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:	
Depreciation Expense	151,490
Change in Assets and Liabilities -	
Accounts Receivable	(3,188)
Accounts Payable and Accrued Expenses	(3,227)
Advances from Others	13,470
Net Cash Provided (Used) by Operating Activities	<u><u>\$ (107,793)</u></u>

The accompanying notes are an integral part of this statement.

PUEBLO COUNTY, COLORADO
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2013

	Pension Trust Fund	Agency Funds
ASSETS		
Cash and Cash Equivalents	\$ 1,040,115	\$ 4,490,322
Receivables, Net	599,833	-
Receivables, Interest and Dividends	11,303	-
Investments, at Fair Value:		
Investment Contracts	12,488,184	-
Publicly Traded Partnership	11,034,904	-
Equity Mutual Funds	61,921,405	-
Other Equity Securities	35,894,412	-
	<u>122,990,156</u>	<u>4,490,322</u>
TOTAL ASSETS		
	<u>122,990,156</u>	<u>4,490,322</u>
LIABILITIES		
Accounts Payable	187,121	-
Due to Other Governments	-	4,073,805
Due to Developers	-	403,408
Due to Victims and Insurance Companies	-	13,109
	<u>187,121</u>	<u>\$ 4,490,322</u>
TOTAL LIABILITIES		
	<u>187,121</u>	<u>\$ 4,490,322</u>
NET POSITION		
Held in Trust for Pension Benefits	<u>\$ 122,803,035</u>	

The accompanying notes are an integral part of this statement.

PUEBLO COUNTY, COLORADO
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2013

	Pension Trust Fund
ADDITIONS	
Contributions:	
Employer	\$ 4,075,554
Plan Members	3,705,666
Total Contributions	<u>7,781,220</u>
Investment Earnings:	
Net Appreciation (Depreciation) in Fair Value of Investments	12,693,661
Interest	1,471,078
Total Investment Income	14,164,739
Investment Activity Expense	(224,906)
Net Investment Earnings	<u>13,939,833</u>
 TOTAL ADDITIONS	 <u>21,721,053</u>
DEDUCTIONS	
Benefit Payments:	
Retirement Benefits	7,936,125
Refunds of Contributions	1,153,998
Total Benefit Payments	<u>9,090,123</u>
 Administrative Expenses:	
Administrative Costs	167,723
Total Administrative Expenses	<u>167,723</u>
 TOTAL DEDUCTIONS	 <u>9,257,846</u>
 CHANGE IN NET POSITION	 12,463,207
 NET POSITION RESTRICTED FOR PLAN BENEFITS	
AT BEGINNING OF YEAR	 <u>110,339,828</u>
 NET POSITION RESTRICTED FOR PLAN BENEFITS	
AT END OF YEAR	 <u><u>\$ 122,803,035</u></u>

The accompanying notes are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

PUEBLO COUNTY, COLORADO
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PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

I-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting standards and financial reporting principles. A summary of Pueblo County's significant accounting policies applied in the preparation of these financial statements follows.

NOTE A - REPORTING ENTITY

Pueblo County, Colorado (the County) was formed in 1861 and is a political subdivision of Colorado, governed by an elected three-member Board of County Commissioners. There are also seven other elected officials of the County (Assessor, Clerk and Recorder, Coroner, District Attorney, Sheriff, Surveyor and Treasurer). The County provides the following services: public safety (sheriff, jail and coroner), planning and zoning, judicial, health and welfare, culture and recreation, public improvements, and general administrative services.

All financial transactions of the elected officials' offices of the County are included in the General Fund. The Board of County Commissioners has budgetary authority over the elected officials and is accountable for all fiscal matters. 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 Pueblo County residents and are conducted within the boundaries of the County.

As required by generally accepted accounting principles (GAAP), the accompanying financial statements present the County (the primary government) and its component units, which are entities for which the primary government is considered to be financially accountable. Blended component units, although legally separate entities, are in substance part of the government's operations and, consequently, data from these units are combined with data of the primary government. The discretely-presented component units, however, are reported separately in the government-wide financial statements to emphasize that they are legally separate from the government. Each blended and discretely presented component unit has a December 31 year end.

Blended Component Units

The financial statements of the following component units have been "blended" with those of the County because (1) their governing bodies are substantially the same as the governing body of the County and there is a financial benefit or burden relationship between the County and the component unit or management of the County has operational responsibility for the component unit. Other criteria that are considered for "blending" component units include (2) whether the component unit provides services entirely, or almost entirely, to the County, and (3) whether the component unit's total debt outstanding, including leases, is expected to be repaid entirely, or almost entirely, with resources of the County.

The Pueblo County Capital Construction Corporation (PCCCC) was formed in 1989 and exists for the purpose of constructing and financing major County facilities. PCCCC is the financing vehicle used to

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

I-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

NOTE A - REPORTING ENTITY, Continued

facilitate the acquisition and improvement of a municipal golf course known as Desert Hawk Golf Course at Pueblo West (the golf course). PCCCC is a non-profit public benefit corporation that leases the golf course to the County under an annually renewable lease-purchase agreement. PCCCC issued certificates of participation, the proceeds of which were used for the acquisition and improvement of the golf course.

The lease payments made by the County to PCCCC are used to retire the certificates of participation. Upon retirement of the certificates of participation, title to the golf course will pass to the County and the County is financially responsible for the activities of the corporation. In conjunction with the operation of the golf course, the County entered into an agreement with the Pueblo West Metropolitan District (the District) that created a management board to promote, operate, develop and maintain the golf course. The board is composed of seven members, three of whom are appointed by the County, three are appointed by the District, and one member is jointly appointed. The agreement requires the board to submit a proposed annual operating budget to the County and the District for their approval. Beginning in the calendar year 2005 and going forward, the District and the County each fund one-half of the annual debt service requirements. The repayment of the amounts advanced by the District to the enterprise is based upon the cumulative loan balances as of the end of the prior calendar year. The total annual repayment to both the County and District is limited to \$500,000 per year. The agreement also requires the District to treat the charge for untreated water provided to the golf course through December 2010 as additional non-interest bearing loans if not covered by annual revenues. The agreement also provides that upon the complete retirement of the certificates of participation, as well as any loans and advances made to the enterprise by both the County and the District and any other indebtedness of the enterprise, the title ownership of the golf course shall be transferred to joint and general ownership of the County and the District. The financial activity of the PCCCC has been blended into the County's CAFR in the government-wide business-type activities and in the fund financial statements as the Desert Hawk Golf Course at Pueblo West proprietary fund. PCCCC is included as a blended component unit because the component unit's total debt outstanding, including leases, is expected to be repaid entirely, or almost entirely, with resources of the County.

Discretely Presented Component Units

The financial statements of the following component units have been "discretely presented" in the accompanying report because they do not meet the previously described criteria for reporting as blended component units even though they are generally considered financially accountable.

The Pueblo County Community Development Corporation (PCCDC) was formed in 1988 for the purpose of assisting in the development and economic stabilization of the statutory towns and unincorporated areas within Pueblo County by promoting and assisting the growth and development of business concerns in the area. The County, from time to time, is the recipient of community development block grant (CDBG) funds for the purpose of administering a revolving loan fund program for business development. Colorado requires that the revolving loan fund program be operated and controlled by a private, nonprofit corporation. Accordingly, in order to meet State requirements, the County has transferred its responsibility

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

I-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

NOTE A - REPORTING ENTITY, Continued

for the revolving loan fund program to the Corporation which is a non-profit public benefit corporation. The activities of the PCCDC are governed by a board composed of seven members, all of whom are appointed by the County. The PCCDC may only be dissolved by action of the Board of County Commissioners and all accounting and administrative functions are performed by the County. The PCCDC is presented as a business-type activity. The PCCDC is included as a discretely-presented component unit because the Board of County Commissioners appoints a voting majority of the PCCDC's governing body and there exists specific financial benefits to and specific financial burdens on the County. Separately-issued financial statements of the Pueblo County Community Development Corporation are not available.

Pueblo County Emergency Telephone Service Authority (the Authority) was formed December 9, 2003 by the Board of County Commissioners to account for revenues derived from special telephone surcharges which are used to purchase and maintain enhanced 911 equipment and related activities as allowed by Colorado Revised Statutes. The activities of the Authority are governed by a board composed of seven members, five of whom are appointed by the County, one appointed by the Town of Boone, Colorado and one appointed by the Town of Rye, Colorado. The Authority may be dissolved by mutual agreement of a majority of the parties involved. All accounting and administrative functions of the Authority are performed by the County. The Authority is presented as a business-type activity. The Authority is included as a discretely-presented component unit because the Board of County Commissioners appoints a voting majority of the Authority's governing body and is able to modify the decisions of the Authority's governing body and there exist specific financial benefits to and specific financial burdens on the County. Separately-issued financial statements of the Pueblo County Emergency Telephone Service Authority are not available.

Runyon Sports Complex Commission, Inc (the Commission) is a Colorado nonprofit corporation formed in 1993 by the Board of County Commissioners for the purpose of developing and coordinating baseball and other sports and recreation programs utilizing the Runyon Sports Complex. The activities of the Commission are governed by a board composed of nine members all of whom are appointed by the County. The Commission may only be dissolved by action of the Board of County Commissioners. The County provides financial assistance to the operations of the Commission. The Commission is presented as a business-type activity. The Commission is included as a discretely-presented component unit because the Board of County Commissioners appoints a voting majority of the Commission's governing body and is able to modify the decisions of the Commission's governing body and there exists specific financial benefits to and specific financial burdens on the County. Separately-issued financial statements of the Runyon Sports Complex Commission, Inc. are not available.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

I-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

NOTE B - GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Financial information of the County and its discretely-presented component units is presented as follows.

- *Management's Discussion and Analysis* introduces the basic financial statements and provides an analytical overview of the County's financial activities.
- *Basic Financial Statements*: Government-wide financial statements consist of a statement of net position and a statement of activities. For the most part, the effect of interfund activity has been removed from these statements.

These statements report all of the non-fiduciary activities of the primary government and its component units. Governmental activities are reported separately from business-type activities. Governmental activities are normally supported by taxes and intergovernmental revenues whereas business-type activities are normally supported by fees and charges for services and are usually intended by management to be financially self-sustaining. The fiduciary funds of the primary government are not included in the government-wide financial statements; however, separate financial statements are presented.

The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the County and for each function of the County's governmental activities. Direct expenses are those that are clearly identifiable with a specific program or function. Program revenues include (a) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or program and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or program. Revenues that are not classified as program revenues, including all taxes and other items are presented as general revenues.

- *Fund Financial Statements* consist of a series of statements focusing on information about the County's major governmental and enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported in separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as non-major funds.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

I-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

NOTE C - MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND 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 and fiduciary fund financial statements, except that agency funds, as they are merely custodial funds, do not have a measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred regardless of the timing of the related cash flows. On an accrual basis, 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. Under 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 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to compensated absences and claims and judgments are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds while proceeds of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales and use taxes, specific ownership taxes, state-shared taxes, grant and entitlement revenues, interest and charges for services are considered revenues susceptible to accrual and have been recognized as revenues of the current fiscal period. Other receipts, fines, licenses, and permits are not susceptible to accrual because they are not generally measurable until received in cash. Entitlements and shared revenues are recorded at the time of receipt or earlier if the accrual criteria are met. Expenditure-driven grants recognize revenue when the qualifying expenditures have been incurred and other grant requirements have been met.

The County reports the following major governmental funds.

- The ***General Fund*** is the primary operating fund of the County and is always classified as a major fund. The General Fund is used to account for all financial resources of the County except those required to be accounted for in another fund. Major revenue sources include property taxes, sales and use taxes, specific ownership taxes, charges for services, intergovernmental revenues and investment revenue. Primary expenditures are for general administration, public safety, judicial, planning and zoning, property valuation, tax collection and distribution, vehicle licensing, and capital acquisition.
- The ***Social Services Fund*** is a special revenue fund used to administer human services programs under state and federal regulations. Programs include, but are not limited to, Medicaid, food stamps, foster care programs, senior service programs, job training services, and temporary assistance to needy families (TANF). Financing sources are from federal and state grants together with dedicated property taxes, sales taxes and specific ownership taxes. Colorado counties are required by state law to maintain a human services fund.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

I-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

NOTE C - MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND STATEMENT PRESENTATION, Continued

- The ***Capital Projects Fund*** is used to account and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including, the acquisition or construction of capital facilities but exclude those types of capital-related outflows furnished by proprietary funds. Proceeds from issuing general obligation bonds, certificates of participation, revenues from federal grants, receipts designated for capital projects, and the related expenditures are recorded in this fund.

The County reports the following major proprietary fund.

- The ***Desert Hawk Golf Course at Pueblo West Fund*** accounts for the operations of a golf course known as Desert Hawk at Pueblo West, Colorado.

Additionally, the County reports the following fund types.

Governmental Funds:

- ***Special revenue funds*** are used to account for revenue sources that are restricted or committed to expenditure for specific purposes other than debt service and capital projects. Such funds are established when required by statute, resolution, or executive decision to finance particular functions or activities. The other special revenue funds are:
 - Road & Bridge
 - Employee Retirement
 - Board of Developmental Disability
 - Pueblo County Housing
 - Conservation Trust
 - Department of Aging Services
 - Housing and Human Services
 - Detention Commissary
 - Subdivision Park Site Fee
 - Fire Hydrant Impact Fee
- ***Capital projects funds*** are used to account and report financial resources that are restricted, committed or assigned to expenditures for capital outlay (other than those financed by business-type/proprietary funds). The Capital Expenditure Fund is the only other non-major capital projects fund of the County.
- ***Debt service funds*** are used to account and report financial resources that are restricted, committed or assigned to expenditures of general long-term debt principal and interest on general obligation debt. The County reports the following debt service fund.
 - ***Library Debt Service Fund*** accounts for the accumulation of ad valorem property taxes and the payment of principal and interest on Pueblo County general obligation refunding bonds series 2005 issue of \$9,645,000.

Fiduciary Funds:

- ***Pension Trust Fund*** accounts for the activities of the Pueblo County Officers and Employees Pension Plan, which accumulates resources for pension benefit payments of qualified employees.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

I-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

NOTE C - MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND STATEMENT PRESENTATION, Continued

- **Agency funds** account for assets held for other governments or individuals in an agency capacity. Agency funds are custodial in nature and do not involve measurement of results of operations. Agency funds are accounted for using the accrual basis of accounting. Such funds have no equity accounts since all assets are due to individuals or entities at some future time. The County's agency funds account for (1) the collection of property taxes billed and collected by the County on behalf of other taxing entities; (2) deposits collected from land developers pertaining to current land development projects; (3) the collection of monetary restitution damages from defendants and the payment to victims of crimes; and (4) contributions made to the Enterprise Zone administrator paid to various not-for-profit organizations.

The effect of interfund activity generally has been eliminated from the government-wide financial statements. Exceptions to this practice include payments and other charges between the County's proprietary fund and the road and bridge fund and charges for sales of goods and services between various functions of the County. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Desert Hawk Golf Course at Pueblo West are charges to customers for sales and services. Operating expenses for the enterprise fund include costs of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

NOTE D - NEW ACCOUNTING PRONOUNCEMENTS

During the year ended December 31, 2013, the County and its discretely-presented component units implemented **GASB Statement 61**, The Financial Reporting Entity: Omnibus. The objective of this statement was to amend and modify certain provisions of existing generally accepted accounting principles as outlined in GASB Statement 14 and 34. The implementation of this standard resulted in the County no longer reporting the Pueblo County Trustee as a blended component unit of the County for the year ended December 31, 2013.

NOTE E - ASSETS, LIABILITIES, AND NET POSITION/EQUITY

1. Pooled Cash and Investments. The Pueblo County Treasurer maintains an investment pool of most of the cash resources, including cash resources of the following discretely-presented component units: Pueblo County Community Development Corporation and the Pueblo County Emergency Telephone Service Authority. State statutes specify investment instruments in which the County may invest and require that public deposits be placed only in eligible public depositories in Colorado. Investments are reported at fair value and all investment revenue, including changes in the fair value of investments, is reported as revenue in the statements of revenues, expenditures and changes in fund balance. Available cash is invested temporarily in certificates of deposits,

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

I-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

NOTE E - ASSETS, LIABILITIES, AND NET POSITION/EQUITY, Continued

money market accounts or other highly liquid investments. Each funds' portion of this pool is reported as cash and cash equivalents while accrued interest receivable is displayed separately. The amount of interest earned from secured investments is credited to the General Fund based on Colorado state statutes, except for the department of aging services, subdivision park site fee and fire hydrant impact fee special revenue funds. In addition, because the treasury pool is sufficiently liquid to permit withdrawal of cash at any time without prior notice or penalty, equity in the pool is also deemed to be a cash equivalent.

The U.S. treasury notes and agency securities represent the County's investments that are reported at fair value. Fair value has been estimated based on quoted market price. The remaining investments, reported as cash and cash equivalents, are the Colorado Liquid Asset Trust (Colo Trust) and the Colorado Surplus Asset Fund Trust (C-Safe) investment pools and are reported at amortized cost as allowed under GAAP. Both investment pools are external investment pools that are not registered with the SEC as investment companies, but each pool has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. Rule 2a7 allows SEC-registered mutual funds to use amortized cost rather than market value in computing share prices if certain conditions are met. The regulatory oversight for both investment pools rests with the Colorado Securities Commission and the fair value of the County's investments in each pool is the same as the value of the respective pool's shares.

2. Cash Equivalents. For purposes of the statement of cash flows, the County considers cash and cash equivalents to be cash on hand, demand deposits, all highly liquid investments, including restricted cash and cash equivalents, with original maturities at the time of purchase of three months or less and equity in the County's cash management pool.

3. Property Taxes. Property taxes were levied on December 20, 2013, based on the assessed value of property as certified by the County Assessor by the previous December 15, and attach as an enforceable lien on January 1 of the following year. Assessed values are a percentage of actual values. A reevaluation of all property must be made every two years. The last reevaluation date was January 1, 2013 for the 2012 base year as specified by State law.

The taxes levied on December 20, 2013 reflect 2013 property taxes that will be collected in 2014. The County collects its own property taxes and the property taxes for other taxing entities within the County. The collection and remittance of taxes for other taxing entities are accounted for in an agency fund. Property taxes receivable is reduced by an allowance for uncollectable taxes. Property taxes are due and considered earned on January 2 following the year levied and may be paid in two installments (February 28 and June 15) or they may be paid in full on or before April 30. Taxes not paid in accordance with this schedule accrue interest and penalty charges and are subject to liens if not paid by November.

The County entered into property tax incentive agreements with: Public Service Company of Colorado and its two partners Holy Cross Electric Association and Intermountain Rural Electric in 2011, with GCC Rio Grande, Inc. in 2005 and with Black Hills Energy, Inc. in 2011. These agreements provide for refunds and credits of property taxes. In 2013, the County reduced property tax receivable and deferred inflows of resources (property taxes) by \$3,676,248 as a result of these credits.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

I-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

NOTE E - ASSETS, LIABILITIES, AND NET POSITION/EQUITY, Continued

4. Interfund Receivables/Payables. During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. In the fund financial statements, these receivables and payables are classified as due from other funds or due to other funds. Lending or borrowing arrangements outstanding at the end of the fiscal year are reflected as either due to/from other funds (i.e., the current portion of interfund loans) or advances to/from other funds (i.e., the non-current portion of interfund loans).

5. Inventories and Prepaid Items. Inventories in all funds are recorded at the lower of cost (first-in, first-out basis) or market and consist of expendable supplies and commodities. The reported inventory for commodities is reported as deferred inflows of resources and the value of commodities is recognized as both revenue and an expenditure when consumed.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

6. Restricted assets. Restricted assets include cash and cash equivalents in the capital projects fund as well as cash and cash equivalents and accrued interest in the proprietary fund that are legally restricted as to their use based upon the respective bond indenture.

7. Capital Assets. Capital assets, which include land, construction in progress, buildings and improvements, machinery and equipment, intangibles, and infrastructure assets (e.g., roads and bridges) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial individual cost of \$5,000 (\$50,000 for buildings and infrastructure) and a useful life greater than one year. Capital assets are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the estimated fair value at the date of donation. The cost of normal maintenance and repairs that does not add to the value of the asset or materially extend asset lives is not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized during the year ended December 31, 2013.

Depreciation of all exhaustible capital assets is charged as an expense against their operations or functions. Capital assets of the County are depreciated using the straight-line method over the following estimated useful lives.

<u>Assets</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Buildings and Improvements	5-165 years	10-30 years
Machinery and Equipment	5-10 years	3-10 years
Improvements Other Than Buildings	N/A	5-20 years

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

I-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

NOTE E - ASSETS, LIABILITIES, AND NET POSITION/EQUITY, Continued

<u>Assets</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Infrastructure - Bridges	50 years	N/A
Infrastructure - Roads	20-40 years	N/A
Infrastructure - Drainage Improvements	30 years	N/A
Intangibles - Software Development	5 years	N/A

8. Compensated Absences. It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Employees are allowed to accumulate vacation benefits up to predetermined maximums and are compensated for these accumulated vacation benefits either through paid time off, at termination, or retirement. Employees are also allowed to accumulate sick pay benefits up to predetermined maximums; however, payment of these sick pay benefits is limited to lesser maximums depending on the length of service and the date the employee was hired. Vacation benefits and related payroll costs are measured based on established County policy and generally accepted accounting principles.

The entire compensated absence liability is reported in the government-wide financial statements. A liability for these amounts is reported in governmental fund financial statements only if they have matured due to employee retirements or resignations.

9. Accrued Liabilities and Long-Term Obligations. In the government-wide financial statements and the fund financial statements for the proprietary fund, all long-term debt and other similar long-term obligations are reported as liabilities in the applicable statement of net position. Bond premiums and discounts, as well as bond insurance costs, if any, are deferred and amortized over the life of the obligations using the interest method.

In the fund financial statements, governmental funds recognize bond premiums and discounts as well as bond issuance and insurance costs during the current period. The face amount of the debt issue, along with the related premium, if any, is reported as other financing resources, while discounts, if any, are reported as other financing uses. Debt issue costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures.

10. Fund Equity. Governmental funds report fund balance in classifications based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. Fund balances for the County's governmental funds are classified and displayed in the following five categories:

- Nonspendable – includes amounts that are (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash such as inventories, prepaid items and long-term notes receivable and fund advances.
- Restricted – includes amounts that are restricted for specific purposes stipulated by external resource providers constitutionally or through enabling legislation.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

I-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

NOTE E - ASSETS, LIABILITIES, AND NET POSITION/EQUITY, Continued

- Committed – includes amounts that can only be used for the specific purposes determined by the passage of a resolution of the Board of County Commissioners. Commitments may be modified or changed only by the Board of County Commissioners approving a new resolution.
- Assigned – includes amounts intended to be used by the County for specific purposes that are neither restricted nor committed. Resolution 11-269, *A Resolution Adopting Governmental Accounting Standard Board (GASB) Statement 54 and Establishing Policies in Compliance Therewith* adopted by the Board of County Commissioners on 12/20/2011, is the policy used by the governing body to authorize the assignment of fund balance. As authorized therein, intent is expressed by the Director of Budget and Finance or his/her designee to which the assigned amounts are to be used for specific purposes. Assigned amounts include appropriations of existing fund balance to eliminate a projected budgetary deficit in the subsequent year's budget and limitations of existing fund balance resulting from intended use.
- Unassigned – includes amounts that do not meet any of the above criteria. The County reports positive unassigned fund balances only in the General Fund and negative unassigned fund balances, if any, may be reported in all funds.

In circumstances where an expenditure is incurred for a purpose for which amounts are available in multiple fund balance classifications, fund balance is reduced in the order of restricted, committed, assigned and unassigned.

In the government-wide financial statements and proprietary fund financial statements, equity is classified as net position and displayed in the following categories.

- Net Investment in Capital Assets – consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- Restricted Net Position – consists of net position with constraints placed on the use either by (a) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (b) law through constitutional provisions or enabling legislation.
- Unrestricted Net Position – all other net position that do not meet the definition of “restricted” or “net investment in capital assets”.

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

11. Contraband Forfeitures. In accordance with the Colorado Contraband Forfeiture Act, forfeitures from the seizure of contraband are used for the specific purpose of law enforcement activities. These funds are included in the County's General Fund.

12. Interfund Transactions. Interfund transactions are accounted for as revenues, expenditures or expense.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

I-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

NOTE E - ASSETS, LIABILITIES, AND NET POSITION/EQUITY, Continued

Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditure/expenses in the reimbursing fund and as reduction of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as interfund transfers.

13. 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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

II - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

NOTE A - BUDGETS AND BUDGETARY ACCOUNTING

The County adheres to the following procedures in establishing the budgetary data reflected in the required supplementary information and supplemental information. These procedures are in compliance with Colorado Revised Statutes.

Budgets are required by law for all funds. Prior to October 15, the budget director submits to the Commissioners a proposed budget for the fiscal year commencing the following January 1. The budget includes proposed expenditures and the means of financing them. Public hearings are conducted by the Board of County Commissioners to obtain taxpayer comments. Prior to December 15, the expenditure estimates in the annual budgets are enacted into law through the passage of an appropriation resolution.

NOTE B - LEGAL COMPLIANCE - BUDGETS

1. Expenditures may not legally exceed appropriations at the fund level. Management may at any time transfer any unencumbered appropriation balance or portion thereof from one classification of expenditure to another within the same fund or agency. The Board of County Commissioners may, by resolution and public notice, transfer any unencumbered appropriation balance or portion thereof from one fund or agency to another fund or agency. The Commissioners may amend the original adopted budget during the year by passing a new resolution to reflect current needs, and during 2013, the expenditure estimates were amended for certain funds and agencies. These amendments were made in accordance with state statutes.
2. All budgets adopted by the Commissioners, including the proprietary fund type, use the current financial resources measurement basis and modified accrual basis of accounting.
3. Budgeted amounts reported in the required supplementary information are as originally adopted and as amended by the Board of County Commissioners. All appropriations lapse at year end.

For each adopted annual operating budget, the legal level of budgetary control exists at the total fund level. That is to say, total expenditures for each fund cannot legally exceed total appropriations for that fund. Management cannot amend the adopted budget but must request that the Board of County Commissioners transfer amounts between funds or adopt supplemental appropriations when the need arises.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS

NOTE A - CASH AND CASH EQUIVALENTS AND INVESTMENTS

1. Cash and Cash Equivalents and Investments are summarized as follows.

Cash and Cash Equivalents

Held by County Treasurer

Cash and Cash Equivalents On Hand	\$ 258,814
Demand Deposits	5,951,782
Investments Pools	10,411,393
Restricted Assets -	
Investments Pool	618,068
Demand Deposits	553,242
	<u>17,793,299</u>

Not Held by County Treasurer

Runyon Sports Complex Commission, Inc. - Demand Deposits	232,444
Investment Pools with Fiscal Agent - Restricted	3,328,749
	<u>3,561,193</u>
	<u>\$ 21,354,492</u>

Investments

Held by County Treasurer

U.S. Agency Securities	\$ 24,619,225
Certificates of Deposit	771,305
	<u>25,390,530</u>

Not Held by County Treasurer

Runyon Sports Complex Commission, Inc. - Certificates of Deposit	50,822
U.S. Agency Securities with Fiscal Agent	11,820,268
	<u>11,871,090</u>
	<u>\$ 37,261,620</u>

	<u>Cash and Cash Equivalents</u>	<u>Investments</u>
Statement of Net Position		
Primary Government	\$ 10,970,094	\$ 25,390,530
Primary Government - Restricted	4,500,059	11,820,268
Component units	1,394,017	50,822
Statement of Fiduciary Net Assets		
Agency Funds	4,490,322	-
	<u>\$ 21,354,492</u>	<u>\$ 37,261,620</u>

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE A - CASH AND CASH EQUIVALENTS AND INVESTMENTS, Continued

Due to the nature of the County's cash management pool, it is not possible to segregate deposits and investments between the primary government and the following discretely presented component units: Pueblo County Community Development Corporation and the Pueblo County Emergency Telephone Service Authority. The same is true for FDIC insurance coverage. Accordingly, only reporting entity totals are shown for the deposits and investments, as well as the FDIC coverage as follows.

	<u>Total</u>
Deposits	\$ 6,505,024
Investment Pools	11,029,461
Cash on Hand	<u>258,814</u>
	<u>\$ 17,793,299</u>

Deposits for the Runyon Sports Complex Commission, Inc. are reported as deposits of component units not held by the County Treasurer.

2. Deposits. At December 31, 2013, the carrying amount of the County's deposits, including certificates of deposit, was \$7,276,329 and the bank balance was \$10,856,520. Of the bank balance, \$335,291 was covered by federal depository insurance and \$10,521,229 was collateralized in single financial institution collateral pools maintained by the individual financial institutions that hold these deposits. Colorado law requires that depository institutions must apply for and be designated as an eligible public depository before the institution can accept public monies. The depository institution must pledge eligible collateral as security for all public deposits held by that institution that are not insured by depository insurance. The market value of the collateral that each institution pledges as security must equal at least 102% of the total uninsured deposits held by that institution. Generally, the eligible collateral in the collateral pools is held by the depository institution or its agent in the name of the depository institution.

Custodial credit risk is the risk that, in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a policy for custodial credit risk. As of December 31, 2013, deposits with a bank balance of \$10,521,229 are uninsured but are not exposed to custodial credit risk because they are collateralized with securities held by the pledging financial institutions's agent in the County's name.

Deposits of Component Units Not Held by County Treasurer

Runyon Sports Complex Commission, Inc. - At December 31, 2013 the carrying amount of the Commission's deposits was \$283,266 and the bank balance was \$282,662 and \$250,000 was covered by Federal National Credit Union Administration Insurance.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE A - CASH AND CASH EQUIVALENTS AND INVESTMENTS, Continued

3. Investments. The County is subject to the provisions of Colorado Revised Statutes 24-75-601 entitled "Concerning Investment in Securities by Public Entities." This law, among other things, outlines the types of securities that public entities in Colorado may acquire and hold as investments. These include U.S. government and agency securities, certain bonds of political subdivisions, bankers' acceptances, commercial paper, local government investment pools, repurchase agreements, money market funds, and guaranteed insurance contracts. The statute also includes a provision limiting any investment to a five-year maturity unless the governing body authorizes a longer period.

As of December 31, 2013, the following investments and maturities were included in the County's cash management pool.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities</u> <u>In Years</u>	
		<u>Less Than 1</u>	<u>1-5</u>
<u>Reported as Cash and Cash Equivalents</u>			
Colo Trust	\$ 5,825,155	\$ 5,825,155	\$ -
CSAFE	4,564,272	4,564,272	-
Money Market Funds	3,968,782	3,968,782	-
	<u>\$ 14,358,209</u>	<u>\$ 14,358,209</u>	<u>\$ -</u>
<u>Reported as Investments</u>			
U.S. Agency Securities	36,439,493	3,507,735	32,931,758
Certificates of Deposit	822,127	822,127	-
	<u>\$ 37,261,620</u>	<u>\$ 4,329,862</u>	<u>\$ 32,931,758</u>

Interest Rate Risk – The County's policy of limiting investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates parallels Colorado statutes. Specifically, all securities are limited to a maximum maturity of five years from date of purchase unless the governing body authorizes a longer period.

Credit Risk – The County does not have an investment policy that would further limit its investment choices beyond the requirements of Colorado statutes. As of December 31, 2013, the County's investment in Colo Trust is rated AAAM by Standard & Poor's, while the investment in C-Safe is rated AAAM by Standard and Poor's. The County's investment in a money market mutual fund at Wells Fargo Securities, LLC is rated AAAM by Standard and Poor's.

At December 31, 2013, the County's investment in U.S obligations was rated as follows.

<u>U.S. Obligation</u>	<u>Credit Rating</u>	
	<u>Moody's</u>	<u>Standard and Poor's</u>
U.S. Agency Securities	Aaa	AA+

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE B - CASH AND CASH EQUIVALENTS AND INVESTMENTS - FIDUCIARY FUNDS - PENSION TRUST FUND

The Pueblo County Officers and Employees Pension Plan (the Plan) was established in 1967 under the provisions of Title 24, Article 54 of the Colorado Revised Statutes (C.R.S.). Responsibility for the organization and administration of the Plan as well as the investment of the Plan's funds is placed with the Board of Trustees of the Plan.

At December 31, 2013, cash and cash equivalents and investments of the Plan are reported as follows.

Financial Statement Presentation

	Cash and Cash Equivalents	Investments
Statement of Fiduciary Funds - Pension Trust Fund	\$ 1,040,115	\$ 121,338,905

1. Pension Trust Fund - Cash and cash equivalents are summarized as follows.

Demand Deposits	\$ 71,834
Money Market Accounts	968,281
	<u>\$1,040,115</u>

2. Deposits. At December 31, 2013, the carrying amount of the Plan's deposits was \$71,834 and the bank balance was \$71,834. Of the bank balance, \$71,834 was covered by federal depository insurance.

3. Investments. As of December 31, 2013, the Plan had the following investments and maturities.

<u>Investment Type</u>	Fair Value	Investment Maturities Less Than 1 year
Investment Contract with Principal Life Insurance Company	\$ 12,488,184	\$ 12,488,184
Limited Partnership Interest - Grosvenor Institutional Partners	11,034,904	11,034,904
Registered Investment Companies -		
Pimco Total Return Fund Institutional Shares #35	16,770,024	16,770,024
Pimco Bond Fund #1863	5,822,730	5,822,730
Vanguard Institutional Index Fund #94	28,062,743	28,062,743
JP Morgan Core Bond Fund #3900	11,265,908	11,265,908
Domestic Equity Securities	24,296,369	24,296,369
International Equity Securities	11,598,043	11,598,043
	<u>\$ 121,338,905</u>	<u>\$ 121,338,905</u>

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE B - CASH AND CASH EQUIVALENTS AND INVESTMENTS - FIDUCIARY FUNDS - PENSION TRUST FUND, Continued

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

Credit Risk – The Plan’s investment policy does not allow transactions in any of the following. 1) short sales; 2) leverage or margin transactions; 3) investments in private companies; and 4) investments that would generate unrelated business taxable income. The Plan’s investments in equity mutual funds and debt securities mutual funds are not rated.

Foreign Currency Risk – The Plan’s exposure to foreign currency risk results from its position in foreign currency-denominated investments in various foreign equity mutual funds. The Plan’s investment policy permits it to invest up to 20% of total investments in foreign currency-denominated investments.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE C - RECEIVABLES

Receivables as of December 31, 2013 consist of the following.

Primary Government

	Governmental Activities				
	General Fund	Social Services	Capital Projects	Non-Major Governmental Funds	Governmental Activities
Receivables:					
Taxes:					
Property Taxes, Net	\$ 36,002,769	\$ 4,490,816	\$ -	\$ 5,629,314	\$ 46,122,899
Sales and Use Taxes	1,877,259	-	-	766,762	2,644,021
Highways and Streets	-	-	-	464,834	464,834
Grants	6,917,573	-	-	567,823	7,485,396
Notes	3,189,649	-	-	392,041	3,581,690
Interest	35,094	-	-	-	35,094
Other Governments	24,046	1,806,217	-	1,493	1,831,756
Other Agencies	25,966	-	-	1,400,000	1,425,966
Other	938,814	5,128	15,646	11,509	971,097
	<u>49,011,170</u>	<u>6,302,161</u>	<u>15,646</u>	<u>9,233,776</u>	<u>64,562,753</u>
Less: Allowance for Uncollectable Accounts	360,028	44,908	-	56,293	461,229
Net Receivables	<u>\$ 48,651,142</u>	<u>\$ 6,257,253</u>	<u>\$ 15,646</u>	<u>\$ 9,177,483</u>	<u>\$ 64,101,524</u>
Amounts Not Scheduled for Collection During Subsequent Year	<u>\$ 3,189,649</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,792,041</u>	<u>\$ 4,981,690</u>

	Business-Type Activities Desert Hawk Golf Course
Receivables:	
Other	\$ 7,191
Net Receivables	<u>\$ 7,191</u>

Other Agencies. The County entered into an economic development cooperation agreement with Pueblo

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE C - RECEIVABLES, Continued

Development Foundation (PDF), a Colorado non-profit corporation. The agreement provides that PDF administer an economic development revolving loan program on behalf of the County. The amount due at December 31, 2013 of \$1,400,000 represents funds that have been advanced to PDF to be used in the operation of the loan program. Either party, upon one years' written notice, may terminate the agreement; however, management considers the possibility of termination to be remote. If the agreement is terminated, uncommitted loan funds and outstanding loans and leases funded under the agreement will be assigned to the County by PDF.

Component Units

	Pueblo County Community Development Corporation	Emergency Telephone Service Authority	Runyon Sports Complex Commission, Inc.	Total
Receivables:				
Notes	\$ 999,286	\$ -	\$ -	\$ 999,286
Grants	57,630	-	-	57,630
Other	3,250	66,717	-	69,967
	<u>1,060,166</u>	<u>66,717</u>	<u>-</u>	<u>1,126,883</u>
Less: Allowance for Uncollectable Accounts	(103,000)	-	-	(103,000)
Net Total Receivables	<u>\$ 957,166</u>	<u>\$ 66,717</u>	<u>\$ -</u>	<u>\$ 1,023,883</u>
Amounts Not Scheduled for Collection during Subsequent Year	<u>\$ 716,817</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 716,817</u>

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE D - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The following interfund receivables and payables are included in the fund financial statements at December 31, 2013.

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Governmental Funds -		
General Fund	\$ 391,679	\$ 2,231,064
Social Services Fund	-	104,673
Capital Projects Fund	2,050,590	55,087
Nonmajor Governmental Funds	<u>273,888</u>	<u>112,618</u>
Total Governmental Funds	\$ 2,716,157	\$ 2,503,442
Enterprise Fund -		
Desert Hawk Golf Course at Pueblo West	-	212,715
	<u>\$ 2,716,157</u>	<u>\$ 2,716,157</u>

The amounts reflected as due from other funds and due to other funds reflect the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. All amounts reflected as due from other funds are scheduled to be collected in the subsequent year.

The following table summarizes advances to/from other funds at December 31, 2013.

	<u>Advances to Other Funds</u>	<u>Advances from Other Funds</u>
Major Governmental Funds -		
Advance Due the General Fund from:		
Housing and Human Services Fund	\$ 355,000	\$ -
Department of Aging Services Fund	<u>40,000</u>	<u>-</u>
	395,000	-
Nonmajor Governmental Funds -		
Advance Due to General Fund from		
Department of Aging Services Fund	-	40,000
Advance Due to General Fund from		
Housing and Human Services Fund	-	355,000
	<u>-</u>	<u>395,000</u>
	<u>\$ 395,000</u>	<u>\$ 395,000</u>

The balance of \$355,000 due the General Fund from the Housing and Human Services Fund was the result of advances made to establish working capital when the HHS fund was created. The balance of \$40,000 due the General Fund from the Department of Aging Services Fund was the result of an advance made to

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE D - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS, Continued

establish working capital. All amounts reflected as advances due from other funds are not scheduled to be collected in the subsequent year.

Transfers for the year ended December 31, 2013 were as follows.

	<u>Transfers In</u>	<u>Transfers Out</u>
Major Governmental Funds		
General Fund	\$ 198,637	\$ 9,940,539
Capital Projects Fund	7,998,392	-
Nonmajor Governmental Funds	1,808,585	373,837
Major Enterprise Fund		
Desert Hawk Golf Course at Pueblo West	308,762	-
	<u>\$ 10,314,376</u>	<u>\$ 10,314,376</u>

Transfers among funds are provided for as part of the annual budget process. Transfers are used to move revenues from the fund required to collect the revenue to the fund required or authorized to expend them. Interfund transfers are eliminated in the government-wide financial statements except for transfers between governmental activities and business-type activities.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III - DETAILED NOTES FOR ALL FUNDS, Continued

NOTE E - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2013, was as follows.

	Balance January 1, 2013	Additions	Deletions/ Inventory Adjustments/ Transfers	Balance December 31, 2013
<u>Governmental Activities:</u>				
Nondepreciable Assets:				
Land	\$ 10,090,124	\$ -	\$ -	\$ 10,090,124
Water Rights	91,600	-	-	91,600
Land-Infrastructure	1,719,364	-	-	1,719,364
Easements and Right-of-Ways	71,856	166,000	(1,046)	236,810
Collections	350,000	-	(350,000)	-
Construction in Progress	19,562,575	47,206,300	(811,961)	65,956,914
Total Capital Assets not being Depreciated	<u>31,885,519</u>	<u>47,372,300</u>	<u>(1,163,007)</u>	<u>78,094,812</u>
Depreciable Assets:				
Buildings and Improvements	75,970,828	-	-	75,970,828
Machinery and Equipment	24,948,462	1,501,436	(927,485)	25,522,413
Software Development	5,835,257	845,185	-	6,680,442
Infrastructure	162,253,169	1,755,307	(77,701)	163,930,775
Total Capital Assets being Depreciated	<u>269,007,716</u>	<u>4,101,928</u>	<u>(1,005,186)</u>	<u>272,104,458</u>
Less Accumulated Depreciation for:				
Building and Improvements	(26,724,234)	(2,620,435)	-	(29,344,669)
Machinery and Equipment	(18,692,425)	(1,488,861)	906,369	(19,274,917)
Software Development	(4,005,193)	(903,320)	-	(4,908,513)
Infrastructure	(65,822,556)	(6,217,940)	-	(72,040,496)
Total Accumulated Depreciation	<u>(115,244,408)</u>	<u>(11,230,556)</u>	<u>906,369</u>	<u>(125,568,595)</u>
Capital Assets being Depreciated, Net	<u>153,763,308</u>	<u>(7,128,628)</u>	<u>(98,817)</u>	<u>146,535,863</u>
Total Governmental Activities				
Capital Assets, Net	<u>\$ 185,648,827</u>	<u>\$ 40,243,672</u>	<u>\$ (1,261,824)</u>	<u>\$ 224,630,675</u>

Construction in progress at December 31, 2013 consists of the following amounts.

Various Machinery and Equipment Projects	\$ 4,088,366
Various Infrastructure Projects	1,733,671
Various Building Improvements	557,750
Emergency Services Building Construction	8,875,349
Judicial Building Construction	50,701,778
	<u>\$ 65,956,914</u>

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE E - CAPITAL ASSETS, Continued

	Balance January 1, 2013	Additions	Deletions/ Inventory Adjustments/ Transfers	Balance December 31, 2013
<u>Business-Type Activities:</u>				
Nondepreciable Assets:				
Land	\$ 4,402,683	\$ -	\$ -	\$ 4,402,683
Total Capital Assets not being Depreciated	<u>4,402,683</u>	<u>-</u>	<u>-</u>	<u>4,402,683</u>
Depreciable Assets:				
Buildings and Improvements	362,041	-	-	362,041
Improvements other than Buildings	1,484,405	-	-	1,484,405
Machinery and Equipment	<u>895,856</u>	<u>17,587</u>	<u>-</u>	<u>913,443</u>
Total Capital Assets being Depreciated	<u>2,742,302</u>	<u>17,587</u>	<u>-</u>	<u>2,759,889</u>
Less Accumulated Depreciation for:				
Building and Improvements	(260,636)	(9,492)	-	(270,128)
Improvements other than Buildings	(823,484)	(75,810)	-	(899,294)
Machinery and Equipment	<u>(653,458)</u>	<u>(66,188)</u>	<u>-</u>	<u>(719,646)</u>
Total Accumulated Depreciation	<u>(1,737,578)</u>	<u>(151,490)</u>	<u>-</u>	<u>(1,889,068)</u>
Capital Assets being Depreciated, Net	<u>1,004,724</u>	<u>(133,903)</u>	<u>-</u>	<u>870,821</u>
Total Business-Type Activities Capital Assets, Net	<u>\$ 5,407,407</u>	<u>\$ (133,903)</u>	<u>\$ -</u>	<u>\$ 5,273,504</u>

Depreciation expense was charged to functions/programs as follows.

Governmental Activities:

General Government	\$ 1,831,581
Public Safety	1,703,267
Road and Bridge	6,577,749
Health and Welfare	800,313
Culture and Recreation	271,331
Conservation	17,406
Urban Redevelopment and Housing	28,909
Total Depreciation Expense - Governmental Activities	<u>\$ 11,230,556</u>

Business-Type Activities:

Desert Hawk Golf Course at Pueblo West	\$ 151,490
Total Depreciation Expense, Business-Type Activities	<u>\$ 151,490</u>

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III - DETAILED NOTES FOR ALL FUNDS, Continued

NOTE E - CAPITAL ASSETS, Continued

Construction Commitments

At December 31, 2013, the County had various incomplete machinery and equipment projects and infrastructure and building improvement projects with remaining estimated costs of \$28,348,600 including \$8,000,000 to complete two new building construction projects. Funding for these projects is to be provided by the proceeds of related grants, future taxes and prior issuance of certificates of participation.

Discretely Presented Component Unit – Emergency Telephone Service Authority

A summary of changes in capital assets, net of accumulated depreciation, for the year ended December 31, 2013 follows.

	Balance January 1, 2013	Additions	Deletions/ Inventory Adjustments/ Transfers	Balance December 31, 2013
Depreciable Assets:				
Machinery and Equipment	\$ 292,650	\$ 21,584	\$ (19,540)	\$ 294,694
Less Accumulated Depreciation	(165,873)	(42,898)	19,540	(189,231)
Emergency Telephone Service				
Authority Capital Assets, Net	<u>\$ 126,777</u>	<u>\$ (21,314)</u>	<u>\$ -</u>	<u>\$ 105,463</u>

Discretely Presented Component Unit – Runyon Sports Complex Commission, Inc.

A summary of changes in capital assets, net of accumulated depreciation, for the year ended December 31, 2013 follows.

	Balance January 1, 2013	Additions	Deletions/ Inventory Adjustments/ Transfers	Balance December 31, 2013
Nondepreciable Assets				
Works of Art	\$ 24,467	\$ -	\$ -	\$ 24,467
Total Capital Assets Not Being Depreciated	<u>24,467</u>	<u>-</u>	<u>-</u>	<u>24,467</u>
Depreciable Assets:				
Machinery and Equipment	207,957	2,594	-	210,551
Less Accumulated Depreciation	(48,466)	(17,919)	-	(66,385)
Capital Assets Being Depreciated, Net	<u>159,491</u>	<u>(15,325)</u>	<u>-</u>	<u>144,166</u>
Runyon Sports Complex				
Commission, Inc. Capital Assets, Net	<u>\$ 183,958</u>	<u>\$ (15,325)</u>	<u>\$ -</u>	<u>\$ 168,633</u>

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE F - DEFERRED OUTFLOWS OF RESOURCES/DEFERRED INFLOWS OF RESOURCES

Deferred outflows of resources at December 31, 2013 are summarized as follows.

	Governmental Activities	Business- Type Activities
Deferred Amounts on Refunding	\$ 382,871	\$ 425,151

Deferred inflows of resources at December 31, 2013 are summarized as follows.

	Governmental Activities				
	General Fund	Social Services	Capital Projects	Non-Major Governmental Funds	Total
Property Taxes	\$ 35,642,741	\$ 4,445,908	\$ -	\$ 5,573,021	\$ 45,661,670
Unavailable Grant Revenue	691,400	4,161,226	-	266,730	5,119,356
	<u>\$ 36,334,141</u>	<u>\$ 8,607,134</u>	<u>\$ -</u>	<u>\$ 5,839,751</u>	<u>\$ 50,781,026</u>

For the most part, unavailable grant revenue represents grant funds received in advance.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III - DETAILED NOTES FOR ALL FUNDS, Continued

NOTE G - LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities reported in the government-wide financial statements for the year ended December 31, 2013.

	Balance January 1, 2013	Increases	Decreases	Balance December 31, 2013	Due Within One Year
<u>Governmental Activities</u>					
General Obligation					
Refunding, Series 2005	\$ 6,795,000	\$ -	\$ (855,000)	\$ 5,940,000	\$ 890,000
Unamortized Premium	108,339	-	(15,852)	92,487	-
Total General Obligation	6,903,339	-	(870,852)	6,032,487	890,000
Certificates of Participation, Series 2008	8,065,000	-	(1,200,000)	6,865,000	1,255,000
Certificates of Participation, Series 2009A	23,600,000	-	-	23,600,000	-
Certificates of Participation, Series 2009B	3,000,000	-	-	3,000,000	-
Certificates of Participation, Series 2012	55,000,000	-	(265,000)	54,735,000	265,000
Unamortized Discount	(46,221)	-	7,812	(38,409)	-
Unamortized Discount	(348,346)	-	13,020	(335,326)	-
Unamortized Discount	(9,930)	-	1,140	(8,790)	-
Unamortized Premium	4,291,973	-	(144,300)	4,147,673	-
Total Certificates of Participation	93,552,476	-	(1,587,328)	91,965,148	1,520,000
Obligation under Capital Leases	1,874,015	-	(345,625)	1,528,390	358,172
Compensated Absences	8,032,988	687,202	(682,316)	8,037,874	553,000
Estimated Claims and Judgments	1,603,973	9,250,850	(9,415,607)	1,439,216	553,252
Net OPEB Obligation	1,741,735	301,801	(86,085)	1,957,451	-
Net Pension Obligation	9,538,721	7,207,966	(4,075,554)	12,671,133	-
Total Governmental Activities					
Long-Term Liabilities	<u>\$ 123,247,247</u>	<u>\$ 17,447,819</u>	<u>\$ (17,063,367)</u>	<u>\$ 123,631,699</u>	<u>\$ 3,874,424</u>

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III - DETAILED NOTES FOR ALL FUNDS, Continued

NOTE G - LONG-TERM LIABILITIES, Continued

	Balance January 1, 2013	Increases	Decreases	Balance December 31, 2013	Due Within One Year
<u>Business-Type Activities</u>					
Refunding Certificates of Participation, Series 2005	\$ 5,535,000	\$ -	\$ (365,000)	\$ 5,170,000	\$ 380,000
Unamortized Discount	(51,592)	-	7,161	(44,431)	-
Total Certificates of Participation	5,483,408	-	(357,839)	5,125,569	380,000
Obligations under Capital Leases	58,887	-	(28,937)	29,950	29,950
Advances from Other Governments:					
Purchase Option	457,000	-	-	457,000	-
Water Payments	1,279,813	-	-	1,279,813	-
Non-Interest Bearing Loan	2,950,055	318,478	-	3,268,533	-
Total Advances from Other Governments	4,686,868	318,478	-	5,005,346	-
Total Business-Type Activities Long-Term Liabilities	<u>\$ 10,229,163</u>	<u>\$ 318,478</u>	<u>\$ (386,776)</u>	<u>\$ 10,160,865</u>	<u>\$ 409,950</u>

Payments on the general obligation bonds are made by the library debt service fund with property taxes. Payments on the obligations under capital leases reported in the governmental activities are serviced by the General Fund. The certificates of participation, obligations under capital leases and advances from other government in the business-type activity are serviced by the Desert Hawk Golf Course proprietary fund. The compensated absence liabilities are paid by the fund for which the employee worked while claims and judgments are generally liquidated by the General Fund. Payments on the net pension obligation and the net post-employment benefit obligation are recorded in the applicable governmental funds.

The following is a description of each individual issue for the governmental activities.

General Obligation

\$9,645,000 2005 series general obligation library refunding bonds (Pueblo library district);
interest rate ranges from 3.5% to 5.0%; due in annual installments ranging from \$449,163
to \$1,139,088 including interest through November 1, 2019; debt is serviced by the
library debt service fund \$ 5,940,000
Certificates of Participation

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE G - LONG-TERM LIABILITIES, Continued

\$11,415,000, series 2008 certificates of participation; interest rate ranges from 3.2% to 5.0%; due in annual installments including interest ranging from \$409,258 to \$1,579,170 through September 2018; debt is serviced by the general fund	6,865,000
\$23,600,000, series 2009A certificates of participation; interest rate ranges from 6.5% to 6.85%; due in annual installments including interest ranging from \$1,133,913 to \$2,529,415 through September 2039; debt is serviced by the general fund	23,600,000
\$3,000,000, series 2009B certificates of participation; interest rate is 6.25%; due in annual installments including interest ranging from \$133,333 to \$942,500 through September 2022; debt is serviced by the general fund	3,000,000
\$55,000,000, series 2012 certificates of participation; interest rate ranges from 2% to 5%; due in annual installments including interest ranging from \$1,276,412 to \$5,617,500 through September 2042; debt is serviced by the general fund	54,735,000
	<u>88,200,000</u>
Obligations under Capital Leases	
\$990,944 of obligation under capital lease; interest rate of 4.26%; payable in semi-annual installments of \$111,184 including interest through July 2017; lease payments begin January, 2013; debt is serviced by the general fund	809,248
\$883,071 of obligation under capital lease; interest rate of 4.26%; payable in semi-annual installments of \$99,081 including interest through November 2017; lease payments begin June 2013; debt is serviced by the general fund	719,142
	<u>1,528,390</u>
Other Obligations	
Compensated Absences	8,037,874
Estimated Claims and Judgments	1,439,216
Net OPEB Obligation	1,957,451
Net Pension Obligation	12,671,133
	<u>24,105,674</u>
Total Governmental Activities	<u>\$ 119,774,064</u>

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III-DETAILED NOTES FOR ALL FUNDS, Continued

NOTE G - LONG-TERM LIABILITIES, Continued

The debt service requirements for the governmental activities general obligation bonds, certificates of participation, and capital leases as of December 31, 2013 are as follows.

Year Ending December 31,	Governmental Activities					
	General & Limited Tax Obligation Bonds			Certificates of Participation		
	Principal	Interest	Total	Principal	Interest	Total
2014	\$ 890,000	\$ 246,888	\$ 1,136,888	\$ 1,520,000	\$ 4,653,760	\$ 6,173,760
2015	935,000	202,387	1,137,387	1,585,000	4,591,985	6,176,985
2016	970,000	164,988	1,134,988	1,650,000	4,524,785	6,174,785
2017	1,010,000	128,612	1,138,612	1,725,000	4,451,995	6,176,995
2018	1,045,000	90,737	2,272,063	1,800,000	4,373,790	6,173,790
2019-2023	1,090,000	46,325	1,136,325	10,530,000	20,335,613	30,865,613
2024-2028	-	-	-	13,055,000	17,438,040	30,493,040
2029-2033	-	-	-	16,235,000	13,576,283	29,811,283
2034-2038	-	-	-	20,175,000	8,752,237	28,927,237
2039-2042	-	-	-	19,925,000	2,585,808	22,510,808
Total	<u>\$ 5,940,000</u>	<u>\$ 879,937</u>	<u>\$ 7,956,263</u>	<u>\$ 88,200,000</u>	<u>\$ 85,284,296</u>	<u>\$ 173,484,296</u>

Year Ending, December 31,	Governmental Activities		
	Capital Leases		
	Principal	Interest	Total
2014	\$ 358,172	\$ 61,642	\$ 419,814
2015	373,671	46,143	419,814
2016	389,839	29,974	419,813
2017	406,708	13,105	419,813
Total	<u>\$ 1,528,390</u>	<u>\$ 150,864</u>	<u>\$ 1,679,254</u>

The \$9,645,000 general obligation library refunding bonds (Pueblo Library District) series 2005 with an average interest rate of 4.089% were issued by the County to advance refund \$8,930,000 of outstanding general obligation library (Pueblo Library District Project) series 1999 bonds. In accordance with State law, the refunding bonds represent general obligations of the County payable from ad valorem property taxes to be levied without limitation against all taxable property within the County in an amount sufficient to pay the principal and interest on the bonds.

The \$11,415,000 series 2008 certificates of participation represent assignment of proportionate interests in rights to receive payments pursuant to an annually renewable health department lease purchase agreement dated November 11, 2008 between the County and Wells Fargo Bank, N.A. The principal and interest on the certificates are payable solely from annually appropriated base rentals paid by the County to Wells Fargo Bank, N.A. The certificates shall never constitute or give rise to a general obligation or other indebtedness of the

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III - DETAILED NOTES FOR ALL FUNDS, Continued

NOTE G - LONG-TERM LIABILITIES, Continued

County within the meaning of any constitutional, statutory or other debt limitation. All the payment obligations of the County are subject to annual appropriation by the Board of County Commissioners.

The \$23,600,000 series 2009A certificates of participation represent assignment of proportionate interests in rights to receive payments pursuant to an annually terminable amended and restated lease purchase agreement dated December 29, 2009 between the County and Wells Fargo Bank, N.A. The principal and interest on the certificates is payable solely from annually appropriated base rentals paid by the County to Wells Fargo Bank, N.A. The certificates shall never constitute or give rise to a general obligation or other indebtedness of the County within the meaning of any constitutional, statutory or other debt limitation. All the payment obligations of the County are subject to annual appropriation by the Board of County Commissioners. The County designated the 2009A certificates as "Build America Bonds" for purposes of the Federal American Recovery and Reinvestment Act of 2009 and will receive federal direct payments from the United States Treasury equal to 35% of the interest payable on the 2009A certificates.

The \$3,000,000 series 2009B certificates of participation represent assignment of proportionate interests in rights to receive payments pursuant to an annually terminable amended and restated lease purchase agreement dated December 29, 2009 between the County and Wells Fargo Bank, N.A. The principal and interest on the certificates is payable solely from annually appropriated base rentals paid by the County to Wells Fargo Bank, N.A. The certificates shall never constitute or give rise to a general obligation or other indebtedness of the County within the meaning of any constitutional, statutory or other debt limitation. All the payment obligations of the County are subject to annual appropriation by the Board of County Commissioners.

The \$55,000,000 series 2012 certificates of participation represent assignment of proportionate interests in rights to receive payments pursuant to an annually terminable amended and restated lease purchase agreement dated March 12, 2012 between the County and Wells Fargo Bank, N.A. The principal and interest on the certificates is payable solely from annually appropriated base rentals paid by the County to Wells Fargo Bank, N.A. The certificates shall never constitute or give rise to a general obligation or other indebtedness of the County within the meaning of any constitutional, statutory or other debt limitation. All the payment obligations of the County are subject to annual appropriation by the Board of County Commissioners.

In prior years, the County defeased certain general obligation bonds by placing the proceeds of new general obligation bonds in escrow to provide for all future debt service payments on the old bonds. Accordingly, the escrow account assets and the liability for the defeased general obligation bonds are not included in the County's financial statements. \$5,925,000 of bonds previously defeased are still outstanding at December 31, 2013.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE G - LONG-TERM LIABILITIES, Continued

The following is a description of each individual issue of the business-type activities.

Certificates of Participation

\$7,985,000 series 2005 refunding certificates of participation issue of Pueblo County Capital Construction Corporation (PCCCC); interest rate ranges from 3.5% to 5.0%; due in annual installments including interest ranging from \$601,788 to \$617,925 through December 2024; debt is serviced by the Desert Hawk Golf Course at Pueblo West enterprise fund \$ 5,170,000

Obligations under Capital Leases

\$141,608 of obligation under capital lease; interest rate of 3.50%; payable in annual installments of \$30,998 including interest through September 2014, debt is serviced by the Desert Hawk Golf Course at Pueblo West enterprise fund 29,950

Other Obligations

The County entered into an agreement with the Pueblo West Metropolitan District (the District) related to the acquisition and operation of Desert Hawk Golf Course at Pueblo West. Under this agreement the District advanced \$1,450,000 for the acquisition of the golf course with \$170,000 of the advance treated as a non-interest bearing loan and the remaining \$1,280,000 treated as an irrevocable option to acquire the title to all or some of the additional properties identified in the agreement. If the District does not exercise its option on any or all of the additional properties, the portion of the advance not exercised shall become a non-interest bearing loan. Beginning in the calendar year 2005 and going forward the District and the County each fund one-half of the annual debt service requirements. These annual advances are to be treated as non-interest bearing loans. Furthermore, the agreement requires the District to provide untreated water to the enterprise at a rate equal to, but no higher than the actual cost incurred by the District. Any amount of water delivered prior to January 1, 2011 that is not covered by annual revenues shall be treated as non-interest bearing loans. Repayment of all loans is solely from excess revenues over cash disbursements of the enterprise fund and is limited to \$500,000 per year. The amounts due the District under this agreement at December 31, 2013 are as follows:

Advance on Purchase Option	457,000
Advance on Water Payments, Non-Interest Bearing	1,279,813
Non-Interest Bearing Loan	<u>3,268,533</u>
	<u>5,005,346</u>
Total Business-Type Activities	<u><u>\$ 10,205,296</u></u>

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE G - LONG-TERM LIABILITIES, Continued

The debt service requirements for the business-type activity certificates of participation and capital leases as of December 31, 2013 are as follows.

Year Ending December 31,	Business-Type Activities					
	Certificates of Participation			Capital Leases		
	Principal	Interest	Total	Principal	Interest	Total
2014	\$ 380,000	\$ 237,924	\$ 617,924	\$ 29,950	\$ 1,048	\$ 30,998
2015	395,000	222,725	617,725	-	-	-
2016	410,000	205,740	615,740	-	-	-
2017	425,000	187,700	612,700	-	-	-
2018	445,000	168,575	3,054,750	-	-	-
2019-2023	2,535,000	516,050	3,051,050	-	-	-
2024	580,000	28,125	608,125	-	-	-
Total	<u>\$ 5,170,000</u>	<u>\$ 1,566,839</u>	<u>\$ 9,178,014</u>	<u>\$ 29,950</u>	<u>\$ 1,048</u>	<u>\$ 30,998</u>

The series 2005 refunding certificates of participation of PCCCC represent assignments of proportionate interests in rights to receive payments pursuant to an annually renewable golf course lease purchase agreement dated August 1, 2005 between the County and PCCCC. The principal and interest on the certificates is payable solely from annually appropriated base rentals paid by the County to PCCCC and moneys held by the Trustee in the certificate fund and the reserve fund. The principal and interest on the certificates shall never constitute or give rise to a general obligation or other indebtedness of the County within the meaning of any constitutional, statutory or other debt limitation. All payment obligations of the County are subject to annual appropriation by the Board of County Commissioners.

In prior years, the PCCCC defeased certain certificates of participation by placing the proceeds of new certificates of participation in escrow to provide for all future debt service payments on the old certificates of participation. Accordingly, the escrow account assets and liability for the defeased certificates of participation are not included in the County's financial statements. \$4,880,000 of certificates of participation outstanding previously defeased is still outstanding at December 31, 2013.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE G - LONG-TERM LIABILITIES, Continued

Capital Leases

The County has entered into capital lease agreements for various equipment and machinery under which the equipment will become the property of the County when all terms of the lease agreements have been met. The following schedule presents the future minimum lease payments as of December 31, 2013.

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Future Minimum Lease Payments	\$ 1,679,254	\$ 30,998
Less: Amounts Representing Interest	(150,864)	(1,048)
	<u>\$ 1,528,390</u>	<u>\$ 29,950</u>

The assets acquired and related accumulated amortization under capital leases are as follows.

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Assets:		
Machinery and Equipment	\$ -	\$ 438,789
Buildings and Improvements	1,874,015	-
Less: Accumulated Amortization	(187,401)	(313,621)
	<u>\$ 1,686,614</u>	<u>\$ 125,168</u>

Amortization of assets acquired under capital leases is included with depreciation expense.

NOTE H - NET POSITION

Restricted net position is one of three components of net position which consists of restricted assets, reduced by liabilities and deferred inflows of resources related to those assets, whose uses are subject to constraints that are either: (1) externally imposed by creditors (such as debt covenants), grantors, or laws or regulations of other governments, or (2) imposed by law through constitutional provisions or enabling legislation. Restricted net position at December 31, 2013 for governmental activities is as follows.

	<u>Governmental Activities</u>
Restricted for:	
TABOR	\$ 2,400,000
Capital Projects	1,850,000
Debt Service	105,457
Total Restricted Net Position	<u>\$ 4,355,457</u>

Restricted for TABOR. This represents approximately 3% of the County's estimated 2013 fiscal year spending

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE H - NET POSITION, Continued

as that term is defined in the Colorado Constitution. Under these provisions of the Constitution, this portion of net position can be used for declared emergencies only and the County must accumulate 3% or more of its fiscal year spending in this account.

Restricted for Capital Projects. This represents the amount received for various funding sources to be used in future capital projects as follows.

Southern Delivery System Infrastructure	\$ <u>1,850,000</u>
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Restricted for Debt Service. This represents the amount available in the debt service fund for future principal and interest payments on the following obligations.

2005 Series General Obligation Refunding Library Bonds (Pueblo Library District Project)	\$ <u>105,457</u>
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Prior Period Adjustment

Net Position at January 1, 2013 has been restated from amounts previously reported as follows.

	Governmental Activities
Net Position at January 1, 2013 as Previously Reported	<u>\$ 144,155,732</u>
Prior period adjustment to remove Public Trustee no longer presented as a blended component unit.	- <u>(322,057)</u>
Net Position at January 1, 2013, as Restated	<u><u>\$ 143,833,675</u></u>

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE I - FUND BALANCES

At December 31, 2013, fund balances for governmental funds consist of the following.

	Governmental Activities				
	General Fund	Social Services	Capital Projects	Non-Major Governmental Funds	Total Governmental Funds
Nonspendable Fund Balances:					
Inventories	\$ 165,147	\$ -	\$ -	\$ 639,954	\$ 805,101
Prepaid Items	59,043	198,165	-	-	257,208
Advances to Other Funds	395,000	-	-	-	395,000
Notes Receivable	3,189,649	-	-	-	3,189,649
Economic Development Loan Program	-	-	-	1,400,000	1,400,000
Total Nonspendable Fund Balances:	3,808,839	198,165	-	2,039,954	6,046,958
Restricted Fund Balances:					
TABOR	2,400,000	-	-	-	2,400,000
Capital Projects	-	-	10,516,180	1,850,000	12,366,180
Debt Service	-	-	-	105,457	105,457
Housing Revolving Loan Fund	-	-	-	392,041	392,041
Total Restricted Fund Balances	2,400,000	-	10,516,180	2,347,498	15,263,678
Committed Fund Balances:					
Capital Projects	5,538,177	-	-	8,804,672	14,342,849
Total Committed Fund Balances	5,538,177	-	-	8,804,672	14,342,849
Assigned Fund Balances:					
Social Services	-	2,767,698	-	-	2,767,698
Highways and Streets	-	-	-	2,069,058	2,069,058
Public Safety	1,301,278	-	-	419,347	1,720,625
Cultural and Recreation	89,512	-	-	184,269	273,781
Health and Welfare	-	-	-	86,327	86,327
Housing Programs	-	-	-	515,272	515,272
Employee Benefits	350,427	-	-	564,509	914,936
Subsequent Years Expenditures	2,734,715	-	-	267,081	3,001,796
Total Assigned Fund Balances	4,475,932	2,767,698	-	4,105,863	11,349,493
Unassigned Fund Balance	-	-	-	-	-
Total Fund Balances	<u>\$ 16,222,948</u>	<u>\$ 2,965,863</u>	<u>\$ 10,516,180</u>	<u>\$ 17,297,987</u>	<u>\$ 47,002,978</u>

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

III -DETAILED NOTES FOR ALL FUNDS, Continued

NOTE I - FUND BALANCES, Continued

Prior Period Adjustments

	Governmental Funds
	<hr/>
Fund Balance at January 1, 2013, as Previously Reported	\$ 81,310,635
Prior period adjustment to remove Public Trustee no longer presented as a blended component unit.	<hr/>
	(322,057)
Fund Balance at January 1, 2013, as Restated	<u><u>\$ 80,988,578</u></u>

IV -OTHER NOTE DISCLOSURES

NOTE A - RISK MANAGEMENT

County Workers' Compensation Pool

The County is exposed to various risks of loss relative to employees' job-related injuries. The County has elected to manage this risk through self-insurance and participation in the County Workers' Compensation Pool (CWCP), a public entity risk pool operating as a common risk management and insurance program for member counties.

The County is self-insured for job-related injuries up to \$225,000 per occurrence. Coverage for losses in excess of this amount is provided by CWCP. The membership agreement of CWCP provides that the pool be self-sustaining through member premiums and additional assessments, if necessary. In addition, the pool purchases excess insurance through commercial insurance companies for claims in excess of the specified self-insured retention.

Colorado Counties Casualty and Property Pool

The County is exposed to various risks of loss related to property and casualty. The County has elected to manage this risk of loss through self-insurance and participation in the Colorado Counties Casualty and Property Pool (CAPP), a public entity risk pool operating as a common risk management and insurance program for member counties.

The County is self-insured for property and casualty losses up to \$125,000 per occurrence along with a \$10,000 deductible amount for each wrongful termination claim. CAPP provides coverage for losses in excess of these amounts through the purchase of commercial insurance for claims in excess of the specified self-insured retention.

At December 31, 2013, the determined estimated liability for self-insured workmen's compensation claims and

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

IV -OTHER NOTE DISCLOSURES, Continued

NOTE A - RISK MANAGEMENT, Continued

property and liability claims totaled \$1,312,474, which represents expected losses including claims incurred but not yet reported. The liability was computed based on case loss reserves provided by third-party administrators for losses that have already occurred. Loss Development factors from the latest 9/1/2012 Colorado IRMI published data were applied to the case loss reserves to provide an estimate of future payments.

Changes in the aggregate self-insured claims liability for workmen's compensation and property and casualty for the years ended December 31, 2013 and 2012 are as follows.

	Year End December 31,	
	2013	2012
Estimated Claims Liability, January 1	\$ 1,127,336	\$ 600,020
Current Year Claims and Changes in Estimates	911,576	1,221,645
Current Year Payments	(726,438)	(694,329)
Estimated Claims Liability, December 31	<u>\$ 1,312,474</u>	<u>\$ 1,127,336</u>

All health coverage, except dental coverage, is being provided through a purchased commercial risk-sharing insurance policy or arrangement. The terms of the policy provide that if claims exceed premiums paid, the County is liable for the difference up to a cap maximum. The prior year deficit will carry forward from year to year, but only up to \$1 million maximum or when claims exceed 105% of premiums, in which case, payment for the excess is due to the insurance provider. The County's prior year deficit due to the provider totaled \$0 at December 31, 2013. The current year deficit of \$126,742 is included in the estimated claims liability at December 31, 2013. The health coverage premium rates do not reflect that liability.

Dental coverage is provided through a flexible funded plan accounted for by the County in the General Fund. Under the terms of the contract, the County's liability is limited to \$1,000 per participant per year.

NOTE B - EMPLOYEE BENEFITS

DEFINED BENEFIT PENSION PLAN

Plan Description. The Pueblo County Officers and Employees Pension Plan is a single employer defined benefit pension plan administered by the Pueblo County Retirement Board. The plan provides retirement benefits to plan members and their beneficiaries at the discretion of the Retirement Board subject to applicable State law requirements. The Pueblo County Retirement Board issues a publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to the Pueblo County Retirement Board, 215 W 10th Street, Pueblo, Colorado, 81003-2992 or by calling (719) 583-6026.

Retirement Benefits. Normal retirement date is the first of the month on or after reaching age 62 (65 if hired on or after January 1, 2011). The annual benefit payable at normal retirement is equal to 2.1% times final average annual compensation times the years of credited service (1.85% if hired on or after January 1, 2011). The annual

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

IV -OTHER NOTE DISCLOSURES, Continued

NOTE B - EMPLOYEE BENEFITS, Continued

benefit will not be greater than 80% of the Participant's average annual compensation during the 12 highest paid consecutive months of credited service within the last 120 months. For those participants who were employees on or before December 31, 1996, such annual retirement benefit shall not be less than \$300 multiplied by the participants' credited service.

An active or vested participant who has five or more years of credited service may elect to retire on the first of any month after the attainment of age 55. The benefit will be equal to the accrued benefit reduced by .25% (.417% if hired on or after January 1, 2011) per month for each month by which the early retirement date precedes the normal retirement date. An active participant may also elect to retire with a special early benefit if the sum of their age and years of employment equals at least 75 (80 if hired on or after January 1, 2011) upon termination of employment. The benefit will be equal to the accrued benefit unreduced for early payment but the benefit cannot commence before age 50 (55 if hired on or after January 1, 2011).

Basis of Accounting. The financial statements of the plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. The County's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments. Plan investments are recorded at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Participant Data. The number of plan participants is as follows.

Active	1,020
Receiving Benefits	506
Terminated Vested	76
Total	<u>1,602</u>

Funding Policy and Annual Pension Cost. Generally all employees and elected officials are eligible and required to join the plan. Plan members are required to contribute 8.25% of their annual covered salary and the County is required to contribute an amount that, along with participant contributions, will be sufficient to provide benefits provided by the plan and pay all administrative expenses of the plan. These contribution requirements are established and may be amended under provisions of State law.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

IV -OTHER NOTE DISCLOSURES, Continued

NOTE B - EMPLOYEE BENEFITS, Continued

Such County contributions must at least match participant contributions; the current rate is 8.25% of annual covered payroll. The County's annual pension cost and net pension obligation of the Pueblo County Officers and Employees Pension Plan for the current year and related information for the plan is as follows.

Annual Required Contribution	\$ 7,362,956
Interest on Net Pension Obligation	715,404
Annual Required Contribution Adjustment	<u>(870,394)</u>
Annual Pension Cost	7,207,966
Contributions Made	<u>(4,075,554)</u>
Increase (Decrease) in Net Pension Obligation	3,132,412
Net Pension Obligation Beginning of Year	<u>9,538,721</u>
Net Pension Obligation End of Year	<u><u>\$ 12,671,133</u></u>

Contribution Rates -

County	8.25%
Plan Members	8.25%

Actuarial Valuation Date	January 01, 2014
Actuarial Cost Method	Entry Age Normal
Amortization Method	Method
Remaining Amortization Period	Level Dollar Closed
	19 years
Asset Valuation Method	5-year Smoothed
Actuarial Assumptions -	Market
Investment Rate of Return*	7.5%
Projected Salary Increases*	3.5 - 5.5%
*Includes Inflation at	3.0%
Cost-of-Living Adjustments	None

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

IV -OTHER NOTE DISCLOSURES, Continued

NOTE B - EMPLOYEE BENEFITS, Continued

Three-Year Trend Information

<u>Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation (Asset)</u>
December 31, 2011	\$ 5,490,246	60.8 %	\$ 7,147,598
December 31, 2012	6,005,305	60.2 %	9,538,721
December 31, 2013	7,207,966	56.5 %	12,671,133

Schedule of Funded Status

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) -Entry Age (b)</u>	<u>Unfunded AAL (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as a Percentage of Covered Payroll ((b-a)/c)</u>
12/31/11	\$ 108,705,463	\$ 162,914,206	\$ 54,208,743	66.7 %	\$ 45,180,165	120.0 %
12/31/12	109,516,234	178,175,456	68,659,222	61.5 %	44,551,127	154.1 %
12/31/13	118,526,252	186,870,554	68,344,302	63.4 %	44,584,080	153.3 %

The Schedule of Funding Progress, presented as required supplementary information immediately following the notes to the basic financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

OTHER POST-EMPLOYMENT BENEFITS PLAN

Plan Description. The County provides post-employment insurance benefits to certain eligible employees through the Pueblo County Retiree Health Insurance Plan, a single-employer defined benefit plan administered by the County. All post-employment benefits are based on contractual agreements with employee groups. Eligibility for these benefits is based on years of service and/or minimum age requirements. These contractual agreements do not include any specific contribution or funding requirements.

All retirees of the County have the option under State law to continue their medical insurance coverage through the County from the time of retirement until the employee reaches the age of 65. Members are required to contribute the full premium amount. In addition to the medical benefits, all retirees are eligible for a life insurance benefit that is in force until their death, regardless of age. This benefit has a face amount of \$2,000.

Funding Policy. The required contribution is based on projected pay-as-you-go financing requirements, with additional amounts to pre-fund benefits as determined annually by the County. For the year ended December 31, 2013, the County contributed \$86,085 to the plan.

Annual OPEB Cost and Net OPEB Obligation. The County's annual OPEB cost (expense) is calculated based

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

IV -OTHER NOTE DISCLOSURES, Continued

NOTE B - EMPLOYEE BENEFITS, Continued

on annual required contributions (ARC) of the County, an amount determined on an actuarially determined basis in accordance with the parameters of GASB Statements No's. 43 and 45. The ARC represents a level funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and the changes in the County's net OPEB obligation to the plan.

Annual Required Contribution	\$ 328,983
Interest on Net OPEB Obligation	69,669
Adjustment to Annual Required Contribution	<u>(96,851)</u>
Annual OPEB Obligation	301,801
Contributions Made	<u>(86,085)</u>
Increase in Net OPEB Obligation	215,716
Net OPEB Obligation, Beginning of Year	<u>1,741,735</u>
Net OPEB Obligation, End of Year	<u><u>\$ 1,957,451</u></u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the last three years are as follows.

Year Ended December 31,	Annual OPEB Cost	Employer Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2011	\$ 544,148	\$ 164,264	30.2 %	\$ 1,519,623
2012	286,101	63,989	22.4 %	1,741,735
2013	301,801	86,085	28.5 %	1,957,451

Funded Status and Funding Progress. As of January 1, 2013, the most recent actuarial valuation date, the plan was 0% funded. The actuarial accrued liability for benefits was \$2,922,131, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$2,922,131. The covered payroll (annual payroll of active employees covered by the plan) was \$44,008,276, and the ratio of the UAAL to the covered payroll was 6.64%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of the occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial liabilities for benefits.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

IV -OTHER NOTE DISCLOSURES, Continued

NOTE B - EMPLOYEE BENEFITS, Continued

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2013 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 4.0% investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate (HCCTR) of 10.5% in the initial year, 10.0% for the second year, and reduced by decrements to an ultimate rate of 5.0% in 2021. The actuarial value of assets was determined using the fair value of assets. The UAAL is being amortized as a level percentage of projected payrolls on an open basis. The inflation rate assumption has two parts. The assumed rates of increase applied to retiree premiums are same as HCCTR. The assumed rate of annual payroll growth is 3.3%. The remaining amortization period at December 31, 2013 was 30 years

The healthcare cost inflation rates reported above include a 2.5% general inflation rate assumption.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

IV -OTHER NOTE DISCLOSURES, Continued

NOTE C - OTHER REPORTING ENTITY DISCLOSURES

STATEMENT OF NET POSITION

Condensed Financial Statements – Discretely Presented Component Units

	Pueblo County Community Development Corporation	Pueblo County Emergency Telephone Service Authority	Runyon Sports Complex Commission Inc.	Total
ASSETS				
Cash and Cash Equivalents	\$ 164,352	\$ 997,222	\$ 232,443	\$ 1,394,017
Investments	-	-	50,822	50,822
Other Receivables, Net	957,166	66,717	-	1,023,883
Prepaid Expenses	164,415	-	-	164,415
Capital Assets:				
Works of Art	-	-	24,467	24,467
Machinery and Equipment	-	294,694	210,551	505,245
Less Accumulated Depreciation	-	(189,231)	(66,385)	(255,616)
Total Capital Assets, net	-	105,463	168,633	274,096
TOTAL ASSETS	<u>1,285,933</u>	<u>1,169,402</u>	<u>451,898</u>	<u>2,907,233</u>
LIABILITIES				
Accounts Payable and Accrued Expenses	<u>13,700</u>	<u>34,590</u>	<u>2,356</u>	<u>50,646</u>
TOTAL LIABILITIES	<u>13,700</u>	<u>34,590</u>	<u>2,356</u>	<u>50,646</u>
NET POSITION				
Net Investment in Capital Assets	-	105,463	168,633	274,096
Unrestricted	<u>1,272,233</u>	<u>1,029,349</u>	<u>280,909</u>	<u>2,582,491</u>
TOTAL NET POSITION	<u>\$ 1,272,233</u>	<u>\$ 1,134,812</u>	<u>\$ 449,542</u>	<u>\$ 2,856,587</u>

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

IV -OTHER NOTE DISCLOSURES, Continued

NOTE C - OTHER REPORTING ENTITY DISCLOSURES, Continued

STATEMENT OF ACTIVITIES

Condensed Financial Statements – Discretely Presented Component Units

	Pueblo County Community Development Corporation	Pueblo County Emergency Telephone Service Authority	Runyon Sports Complex Commission Inc	Total
EXPENSES:				
Economic Development and Assistance:				
Administration	\$ 102,902	\$ -	\$ -	\$ 102,902
Economic Development Grants	86,000	-	-	86,000
Public Safety:				
Administration	-	500,128	-	500,128
Depreciation	-	42,898	-	42,898
Culture and Recreation:				
Baseball Park Operations:				
Personnel Services	-	-	304,094	304,094
Supplies	-	-	205,748	205,748
Professional Services	-	-	16,098	16,098
Insurance	-	-	21,696	21,696
Depreciation	-	-	17,919	17,919
Capital Outlay	-	-	22,180	22,180
TOTAL EXPENSES	188,902	543,026	587,735	1,319,663
PROGRAM REVENUES:				
Charges for Services	25,710	476,590	515,786	1,018,086
Operating Grants & Contributions	325,035	-	78,850	403,885
TOTAL PROGRAM REVENUES	350,745	476,590	594,636	1,421,971
NET (EXPENSE) REVENUE	161,843	(66,436)	6,901	102,308
GENERAL REVENUES				
Interest Income	823	1,343	431	2,597
TOTAL GENERAL REVENUES	823	1,343	431	2,597
CHANGE IN NET POSITION	162,666	(65,093)	7,332	104,905
NET POSITION, Beginning of Year	1,109,567	1,199,905	442,210	2,751,682
NET POSITION, End of Year	\$ 1,272,233	\$ 1,134,812	\$ 449,542	\$ 2,856,587

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

IV -OTHER NOTE DISCLOSURES, Continued

NOTE C - OTHER REPORTING ENTITY DISCLOSURES, Continued

STATEMENT OF CASH FLOWS

Condensed Financial Statements – Discretely Presented Component Units

	Pueblo County Community Development Corporation	Pueblo County Emergency Telephone Service Authority	Runyon Sports Complex Commission Inc	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers	\$ 24,031	\$ 472,394	\$ 515,786	\$ 1,012,211
Payments to Suppliers	(253,617)	(513,949)	(264,879)	(1,032,445)
Payments to Employees	-	-	(304,094)	(304,094)
Net Cash Provided (Used) by Operating Activities	<u>(229,586)</u>	<u>(41,555)</u>	<u>(53,187)</u>	<u>(324,328)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Operating Grants & Contributions	<u>267,405</u>	<u>-</u>	<u>78,850</u>	<u>346,255</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Advances on New Notes	(952,075)	-	-	(952,075)
Principal Payments on Notes	219,070	-	-	219,070
Purchases of Capital Assets	<u>-</u>	<u>(21,584)</u>	<u>(2,594)</u>	<u>(24,178)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(733,005)</u>	<u>(21,584)</u>	<u>(2,594)</u>	<u>(757,183)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of Investments	-	-	(130)	(130)
Interest Received	823	1,343	431	2,597
Net Cash Provided by Investing Activities	<u>823</u>	<u>1,343</u>	<u>301</u>	<u>2,467</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(694,363)</u>	<u>(61,796)</u>	<u>23,370</u>	<u>(732,789)</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>858,715</u>	<u>1,059,018</u>	<u>209,073</u>	<u>2,126,806</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 164,352</u>	<u>\$ 997,222</u>	<u>\$ 232,443</u>	<u>\$ 1,394,017</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating Income (Loss)	(163,192)	(66,436)	(71,949)	(301,577)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation Expense	-	42,898	17,919	60,817
Bad Debt Expense	86,000	-	-	86,000
Prepaid Expense	(164,415)	-	-	(164,415)
Change in Assets and Liabilities -				
Accounts Receivable	(1,679)	(4,196)	-	(5,875)
Accounts Payable and Accrued Expenses	13,700	(13,821)	843	722
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (229,586)</u>	<u>\$ (41,555)</u>	<u>\$ (53,187)</u>	<u>\$ (324,328)</u>

**PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013**

IV -OTHER NOTE DISCLOSURES, Continued

NOTE C - OTHER REPORTING ENTITY DISCLOSURES, Continued

JOINT VENTURES

PUEBLO REGIONAL BUILDING DEPARTMENT

The County is a participant with the City of Pueblo, Colorado (the City) in a joint venture known as the Pueblo Regional Building Department (the Department). The Department's purpose is to enforce building codes and license contractors throughout the City and County. The governing body is composed of nine members, four of which are appointed by the County, four are appointed by the City, and one member is jointly appointed. The Department is required to submit monthly reports of revenues and expenditures to the County and City and their annual budget is subject to the approval of the County and City. In addition, the agreement stipulates that if allocated expenses exceed revenues for either the County or City, the Department can assess the County or City for the deficit. Complete financial statements for the Department can be obtained from the Department's administrative office located at 830 N. Main Street, Pueblo, Colorado.

PUEBLO CITY-COUNTY HEALTH DEPARTMENT

The Pueblo City-County Health Department (the Department) is also a joint venture between the City of Pueblo and the County of Pueblo. The Department was created in 1952 for the purpose of providing public health care services to the residents of the City and County of Pueblo. A portion of the Department's revenues are composed of subsidies from the City and County of Pueblo, with the County's portion totaling \$959,300 for 2013. The governing body of the Department is composed of five members, two of which are appointed by the County, two are appointed by the City of Pueblo, and one member is jointly appointed.

The governing body of the Department appoints the administrator and the administrator appoints all other personnel. The joint venture agreement requires that the governing body of the Department submit a proposed annual operating budget to the City and County for their approval. Based upon the proposed budget, the City and County individually determine the amount of their respective annual subsidies for the Department. The joint venture agreement also stipulates that the participants shall endeavor to appropriate funds to the department that are reasonable, fair and equitable to all parties. Complete financial statements for the Pueblo City-County Health Department can be obtained from their administrative office located at 1001 W. 9th Street, Pueblo, Colorado.

HISTORIC ARKANSAS RIVERWALK AUTHORITY

The County is a participant with the City of Pueblo (the City), the Pueblo Urban Renewal Authority (PURA), the Pueblo Conservancy District (the Conservancy District) and the Board of Water Works (the Board) in a joint venture known as the Historic Arkansas Riverwalk Authority (the Authority). The Authority's purpose is to promote, manage, supervise, operate, develop and maintain the Historic Arkansas Riverwalk Project (HARP). The governing body is composed of five members, two of which are appointed by the City, while each of the other participants appoints one member.

The Authority is required to submit an annual budget to each of the participants except the Board. The budget is to include a specific line item for each participant's subsidy except the Board's. The governing body of each

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

IV -OTHER NOTE DISCLOSURES, Continued

NOTE C - OTHER REPORTING ENTITY DISCLOSURES, Continued

JOINT VENTURES, Continued

participant, in its sole discretion, shall approve such budgeted specific line item for appropriation to the Authority in an amount equal to, greater or less than the amount contained in the annual plan and budget. During 2013, the County appropriated \$180,000 to the Authority. Complete financial statements for the Authority can be obtained from their administrative office located at 125 Riverwalk Place, Pueblo, Colorado.

JOINTLY GOVERNED ORGANIZATION

PUEBLO AREA COUNCIL OF GOVERNMENTS (PACOG)

PACOG was formed in 1971 to serve as an inter-local advisory board through which local governmental entities may be aided in dealing with issues of common interest that transcend geographic borders to include a comprehensive regional planning process. PACOG's governing body is composed of 15 members, of which three are County commissioners. The County's accountability is limited to making these appointments. During 2013, the County appropriated \$34,592 to PACOG.

NOTE D - COMMITMENTS AND CONTINGENCIES

1. Grants and Other. The County participates in a number of federal and state assisted grant programs. The disbursement of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audit could become a liability of the County. In the opinion of management, however, any such disallowed claims will not have a material effect on the financial statements of the County as of and for the year ended December 31, 2013.

The County is responsible for administering certain federal and state social services programs for which the related revenue and expenditures are not included in the accompanying financial statements since the State of Colorado makes the grant disbursements. The following schedule lists Pueblo County electronic benefit transfer authorizations, warrant expenditures, and total expenditures associated with the social services special revenue fund for the year ended December 31, 2013:

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

IV -OTHER NOTE DISCLOSURES, Continued

NOTE D - COMMITMENTS AND CONTINGENCIES, Continued

	A	B	C	D	E	F
	County EBT/EFT		County Share of Authorizations	Expenditures by County Warrant	County EBT/EFT Authorizations Plus Expenditures by County Warrant	Total Expenditures
Program	Authorizations	Refunds			(Col.A+Col.B+Col.D)	(Col.C+Col.D)
Old Age Pension	\$ 2,780,605	\$ (25,918)	\$ 9,214	\$ 57,555	\$ 2,812,242	\$ 66,769
Low-Income Energy Assistance Program	2,265,320	(1,845)	-	279,963	2,543,438	279,963
Temporary Assistance for Needy Families	9,812,164	-	1,432,554	-	9,812,164	1,432,554
CO Works Administration	-	-	-	1,719,885	1,719,885	1,719,885
Regular Administration*	-	-	-	4,953,784	4,953,784	4,953,784
Special Child Welfare	-	-	-	1,183,399	1,183,399	1,183,399
Child Welfare	6,069,709	(236,337)	1,263,516	5,801,597	11,634,969	7,065,113
Core Services	559,654	-	51,869	930,327	1,489,981	982,196
Aid to the Needy Disabled	2,543,048	(428,918)	455,041	-	2,114,130	455,041
Child Care	2,463,458	(4,413)	369,633	290,163	2,749,208	659,796
Medical Transportation	-	-	-	114,499	114,499	114,499
Aid to the Blind	-	-	-	-	-	-
Single Entry Point	-	-	-	1,728,469	1,728,469	1,728,469
Child Support Enforcement	-	-	-	1,900,336	1,900,336	1,900,336
Special IV-E Funds	-	-	-	54,918	54,918	54,918
General Assistance	-	-	-	1,305	1,305	1,305
Collaborative Mgt HB1451	-	-	-	123,230	123,230	123,230
County Only/EPSTD Grant	-	-	-	160,588	160,588	160,588
Subtotal	26,493,958	(697,431)	3,581,827	19,300,018	45,096,545	22,881,845
Food Assistance	58,154,865	(717,935)	-	-	57,436,930	-
Total	<u>\$ 84,648,823</u>	<u>\$(1,415,366)</u>	<u>\$ 3,581,827</u>	<u>\$ 19,300,018</u>	<u>\$ 102,533,475</u>	<u>\$ 22,881,845</u>

* Regular Administration includes: County Administration Block Grant, Non-Allocated EBT Billings, Food Assistance Fraud, Employment First, Chafee Foster Care Program and Data Processing.

A. Welfare payments authorized by the County Department of Social Services. These authorizations are paid by the state Department of Human Services via Quest debit cards or by electronic funds transfer (EFT).

B. Refunds of welfare payments, authorized in error, recovered from recipients by the County Department of Social Services.

C. County Share of EBT Authorizations. These amounts are settled monthly by reduction of state cash advances to the County.

D. Expenditures made by County warrants or other County payment methods.

E. This represents the total cost of the welfare programs that are administered by Pueblo County.

F. This total matches total expenditures for Social Services Special Revenue Fund column on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

IV -OTHER NOTE DISCLOSURES, Continued

NOTE D - COMMITMENTS AND CONTINGENCIES, Continued

2. Encumbrances. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as a management control device. Encumbrances do not constitute expenditures or liabilities because the commitment is appropriated and honored during the subsequent fiscal year. Encumbrances outstanding at December 31, 2013 for governmental funds are as follows:

General Fund	\$ 3,892,321
Capital Projects	18,227,781
Non-Major Funds	<u>273,632</u>
	\$ <u>22,393,734</u>

3. Legal Debt Margin. Based on Colorado state statutes, the County's indebtedness for general obligation bonds shall not exceed three percent of actual value as determined by the last final assessment of the taxable property within the County. General obligation debt outstanding at December 31, 2013, totaled \$5,940,000. Pursuant to Colorado state statutes (C.R.S 24-90-112.5), the general obligation library bonds (Pueblo Library District Project) series 2005 are not subject to such limitation. Therefore, at December 31, 2013, the County's debt limit was \$320,455,124 and the debt margin was \$320,455,124.

4. Arbitrage Liability. The County has had its various debt instruments audited for arbitrage liability by a certified independent firm and the County has no resulting arbitrage liability.

5. Conduit Debt Obligations.

Industrial Revenue Bonds. From time to time, the County issues industrial revenue bonds to provide financial assistance to private sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received from private sector entities. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity. Neither the County, state, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, these bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2013, there were several series of industrial revenue bonds outstanding with an aggregate principal amount payable of \$27,135,545.

6. Operating Leases. The County has entered into various non-cancelable operating leases for property and equipment; however, all of these leases are subject to annual appropriation by the Board of County Commissioners. Expenditures incurred in 2013 for operating leases were \$372,660 in the governmental funds and \$3,132 in the proprietary fund.

PUEBLO COUNTY, COLORADO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

IV -OTHER NOTE DISCLOSURES, Continued

NOTE D - COMMITMENTS AND CONTINGENCIES, Continued

Presented below is a schedule by years of future minimum rental payments for governmental activities required under these leases.

<u>Year Ended December 31,</u>	<u>Lease Payments</u>
2014	\$ 636,999
2015	340,520
2016	27,000
	<u>\$ 1,004,519</u>

7. Other Items. Colorado voters approved an amendment to the state constitution which contains several limitations, including revenue raising, spending abilities, and other specific requirements affecting state and local governments. The amendment, which is commonly known as the TABOR amendment, is complex and subject to judicial interpretation; however, the County believes it is in compliance with the requirements of the amendment. The County has made certain interpretations of the amendment's language in order to determine its compliance.

The County is a defendant in numerous lawsuits and claims arising in the normal course of operations. The County is vigorously defending all such claims and it is anticipated that the outcome of such claims and litigation will not have a material adverse effect on the financial position of the County.

8. Other Commitments. The County has pledged to contribute to the Young Men's Christian Association (YMCA) a total of \$2,000,000 payable in equal installments of \$200,000 per year for 10 years beginning in 2008 subject to available funds annually. The purpose of this pledge is to cooperatively promote, advance and provide recreational facilities, activities and opportunities for the citizens of Pueblo County. This contribution was made to the YMCA as part of their capital campaign and the yearly payment is subject to annual appropriation by the Board of County Commissioners. The County's 2013 installment was reduced to \$100,000 but no modification to the original commitment has been authorized by the Board of County Commissioners.

9. Subsequent Events. Subsequent to December 31, 2013, the County awarded various contracts for infrastructure improvements, building construction and improvements, equipment purchases, professional services, public safety, economic development and community service commitments totaling \$7,493,448.

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**REQUIRED SUPPLEMENTARY INFORMATION
OTHER THAN MD&A**

PUEBLO COUNTY, COLORADO
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts		Actual	Variance with
	Original	Final	Budget	Final Budget -
			Basis	Positive
				(Negative)
REVENUES				
Taxes:				
Property Taxes, Net	\$ 34,168,430	\$ 34,168,430	\$ 34,529,897	\$ 361,467
Specific Ownership Taxes	3,066,800	3,066,800	2,980,278	(86,522)
Sales and Use Taxes	11,437,741	11,437,741	11,545,121	107,380
Fees and Fines	36,000	36,000	32,075	(3,925)
Licenses and Permits	221,000	221,000	499,934	278,934
Intergovernmental	24,597,414	24,597,414	13,408,701	(11,188,713)
Charges for Services	6,692,511	6,692,511	6,451,379	(241,132)
Investment Earnings	260,000	260,000	263,593	3,593
Miscellaneous	713,950	713,950	683,495	(30,455)
TOTAL REVENUES	81,193,846	81,193,846	70,394,473	(10,799,373)
EXPENDITURES				
Current:				
General Government:				
County Commissioners	760,761	760,761	740,004	20,757
Other Administration	3,899,033	3,899,033	4,579,031	(679,998)
County Attorney	870,700	870,700	873,568	(2,868)
County Surveyor	26,700	26,700	6,914	19,786
County Clerk/Recorder	1,622,800	1,622,800	1,641,980	(19,180)
Election	624,700	904,700	914,225	(9,525)
Treasurer	824,325	824,325	769,811	54,514
Assessor	1,519,300	1,519,300	1,446,973	72,327
District Attorney	3,955,121	3,955,121	3,876,094	79,027
Office of Budget	643,700	643,700	681,299	(37,599)
Purchasing	181,500	181,500	177,141	4,359
Human Resources	396,520	396,520	388,022	8,498
Planning/Development	592,492	592,492	500,339	92,153
Information Technology	2,499,295	2,499,295	2,014,164	485,131
Fleet/Equipment Management	1,660,635	1,660,635	1,406,644	253,991
Facilities	2,635,759	2,635,759	2,566,664	69,095
Utilities Department	1,450,000	1,450,000	1,518,169	(68,169)
IS Shared Services	146,788	146,788	141,564	5,224
Graphical Information Systems	446,700	446,700	474,869	(28,169)
Total General Government	24,756,829	25,036,829	24,717,475	319,354

Cont'd.

PUEBLO COUNTY, COLORADO
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts		Actual Budget Basis	Variance with Final Budget - Positive (Negative)
	Original	Final		
Public Safety:				
Law Enforcement	\$ 7,696,747	\$ 7,926,747	\$ 7,812,207	\$ 114,540
Detention	12,777,573	14,087,573	13,446,379	641,194
Dispatch Center	798,806	798,806	673,699	125,107
County Coroner	554,400	624,400	589,420	34,980
Correctional Services	2,923,900	2,923,900	2,057,041	866,859
DEM/PS&O	1,112,106	1,112,106	728,309	383,797
DEM/CSEPP	10,377,676	10,377,676	5,572,960	4,804,716
Total Public Safety	36,241,208	37,851,208	30,880,015	6,971,193
Health and Welfare:				
Community Health Assistance	1,428,150	1,428,150	1,423,454	4,696
Veterans Administration	116,900	116,900	115,925	975
Total Health and Welfare	1,545,050	1,545,050	1,539,379	5,671
Culture and Recreation:				
Recreation	183,200	183,200	168,913	14,287
Public Works and Parks	364,466	364,466	342,635	21,831
Total Culture and Recreation:	547,666	547,666	511,548	36,118
Conservation:				
CSU Extension	712,368	712,368	627,774	84,594
Total Conservation	712,368	712,368	627,774	84,594
Economic Development Assistance:				
Economic Development	1,756,064	1,756,064	2,396,532	(640,468)
Total Economic Development	1,756,064	1,756,064	2,396,532	(640,468)
Intergovernmental				
Aid to Other Entities	620,185	620,185	490,580	129,605
Total Intergovernmental	620,185	620,185	490,580	129,605
Debt Service:				
Principal	1,808,600	1,808,600	1,808,316	284
Interest and Fiscal Charges	4,797,100	4,797,100	4,796,161	939
Total Debt Service	6,605,700	6,605,700	6,604,477	1,223
TOTAL EXPENDITURES	72,785,070	74,675,070	67,767,780	6,907,290
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 8,408,776	\$ 6,518,776	\$ 2,626,693	\$ (3,892,083)
OTHER FINANCING SOURCES (USES)				
Transfers In	174,000	174,000	198,637	24,637
Transfers Out	(10,050,176)	(10,050,176)	(9,940,539)	109,637
TOTAL OTHER FINANCING SOURCES (USES)	(9,876,176)	(9,876,176)	(9,741,902)	134,274
NET CHANGE IN FUND BALANCE	\$ (1,467,400)	\$ (3,357,400)	\$ (7,115,209)	\$ (3,757,809)
FUND BALANCE - January 1	21,789,833	21,789,833	20,476,350	(1,313,483)
FUND BALANCE - December 31	\$ 20,322,433	\$ 18,432,433	\$ 13,361,141	\$ (5,071,292)

PUEBLO COUNTY, COLORADO
RECONCILIATION OF THE BUDGETARY BASIS OF ACCOUNTING
TO GAAP BASIS OF ACCOUNTING
GENERAL FUND
YEAR ENDED DECEMBER 31, 2013

Budgetary Basis

Explanation of Differences Between Budgetary Revenues and Expenditures and Other Financing Sources (Uses)
and GAAP Revenues and Expenditures and Other Financing Sources (Uses)

REVENUES

Actual Amounts (Budgetary Basis) Total Revenues from the Budgetary Comparison Schedule	\$ 70,394,473
Differences - Budget to GAAP	
Unrealized gain (loss) on investments are included in determining investment earnings for GAAP reporting purposes but are not budgetary resources (uses).	(441,475)
Repayment of notes receivable are not included in revenues for GAAP reporting purposes but are budgetary resources.	<u>(69,634)</u>
GAAP Basis Revenues	<u><u>\$ 69,883,364</u></u>

EXPENDITURES

Actual Amounts (Budgetary Basis) Total Expenditures from the Budgetary Comparison Schedule	\$ 67,767,780
Differences - Budget to GAAP	
Economic development funding advances forgiven when employment requirements are satisfied, are expenditures for GAAP reporting purposes but are not expenditures of budgetary resources.	<u>519,223</u>
GAAP Basis Expenditures	<u><u>\$ 68,287,003</u></u>

FUND BALANCE, December 31

Actual (non-GAAP Basis) Amount	\$ 13,361,141
Differences - Budget to GAAP	
Notes Receivable	3,189,649
Unrealized Gain (Loss) on Investments	<u>(327,842)</u>
GAAP Basis Fund Balance, December 31	<u><u>\$ 16,222,948</u></u>

PUEBLO COUNTY, COLORADO
BUDGETARY COMPARISON SCHEDULE
SOCIAL SERVICES SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>with Final</u> <u>Budget -</u> <u>Positive</u> <u>(Negative)</u>
REVENUES				
Property Taxes, Net	\$ 5,357,565	\$ 5,357,565	\$ 5,401,227	\$ 43,662
Specific Ownership Taxes	398,200	398,200	454,271	56,071
Intergovernmental	17,516,159	17,516,159	18,360,802	844,643
Miscellaneous	72,912	72,912	74,156	1,244
TOTAL REVENUES	<u>23,344,836</u>	<u>23,344,836</u>	<u>24,290,456</u>	<u>945,620</u>
EXPENDITURES				
Administration	5,987,628	5,987,628	4,953,784	1,033,844
Single Entry Point	1,656,732	1,656,732	1,728,469	(71,737)
Special Child Welfare	1,360,675	1,360,675	1,183,399	177,276
General Assistance	1,000	1,000	1,305	(305)
Aid to the Blind	400	400	-	400
Temporary Assistance to Needy Families	1,720,592	1,720,592	1,432,554	288,038
Aid to Needy Disabled	325,000	325,000	455,041	(130,041)
Administration IV-D	1,995,840	1,995,840	1,899,930	95,910
Child Support Pass Thru	-	-	406	(406)
Child Care	611,663	611,663	659,796	(48,133)
Old Age Pension	69,930	69,930	66,769	3,161
LEAP Program	247,851	247,851	279,963	(32,112)
Core Services	1,012,120	1,012,120	982,196	29,924
Child Welfare	6,859,488	6,859,488	7,065,113	(205,625)
Temporary Assistance to Needy Families				
Administration	1,480,760	1,480,760	1,719,885	(239,125)
Title IV-E Child Welfare	-	-	54,918	(54,918)
Medicaid Transportation	55,000	55,000	114,499	(59,499)
EPSDT Contract	307,797	307,797	283,818	23,979
TOTAL EXPENDITURES	<u>23,692,476</u>	<u>23,692,476</u>	<u>22,881,845</u>	<u>810,631</u>
NET CHANGE IN FUND BALANCE	(347,640)	(347,640)	1,408,611	1,756,251
FUND BALANCE - January 1	<u>1,360,612</u>	<u>1,360,612</u>	<u>1,557,252</u>	<u>196,640</u>
FUND BALANCE - December 31	<u>\$ 1,012,972</u>	<u>\$ 1,012,972</u>	<u>\$ 2,965,863</u>	<u>\$ 1,952,891</u>

PUEBLO COUNTY, COLORADO
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2013

BUDGETARY INFORMATION

The County adheres to the following procedures in establishing the budgetary data reflected in the budgetary comparison schedules. These procedures are in compliance with Colorado Revised Statutes.

1. Budgets are required by law for all funds. Prior to October 15, the Budget Director submits to the Commissioners a proposed budget for the fiscal year commencing the following January 1. The budget includes proposed expenditures and the means of financing them. Public hearings are conducted by the Board of County Commissioners to obtain taxpayer comments. Prior to December 15, the expenditure estimates in the annual budgets are enacted into law through the passage of an appropriation resolution.
2. For each adopted annual operating budget, the legal level of budgetary control exists at the total fund level. That is to say, total expenditures for each fund cannot legally exceed total appropriations for that fund. Management may at any time transfer any unencumbered appropriation balance or portion thereof from one classification of expenditure to another within the same fund, department, office or agency. Management cannot amend the adopted budget, but must request that the County Commissioners transfer amounts between funds or adopt supplemental appropriations when the need arises.
3. All budget amounts presented in the Required Supplementary Information reflect the original budget and the final budget.

**PUEBLO COUNTY, COLORADO
SCHEDULE OF FUNDING PROGRESS
DEFINED BENEFIT PENSION PLAN
YEAR ENDED DECEMBER 31, 2013**

Actuarial Valuation <u>Date</u>	Actuarial Value of <u>Plan Assets</u>	Actuarial Accrued <u>Liability</u>	Unfunded Actuarial Accrued <u>Liability</u>	Funded <u>Ratio</u>	Covered <u>Payroll</u>	Unfunded Liability as a Percentage of <u>Payroll</u>
December 31, 2011	\$108,705,463	\$162,914,206	\$ 54,208,743	66.7 %	\$ 45,180,565	120.0 %
December 31, 2012	109,516,234	178,175,456	68,659,222	61.5 %	44,551,127	154.1 %
December 31, 2013	118,526,252	186,870,554	68,344,302	63.4 %	44,584,080	153.3 %

PUEBLO COUNTY, COLORADO
SCHEDULE OF FUNDING PROGRESS
OTHER POST-EMPLOYMENT BENEFITS PLAN
YEAR ENDED DECEMBER 31, 2013

Actuarial Valuation <u>Date</u>	Actuarial Value of <u>Plan Assets</u>	Actuarial Accrued <u>Liability</u>	Unfunded Actuarial Accrued <u>Liability</u>	Funded <u>Ratio</u>	Covered <u>Payroll</u>	Unfunded Liability as a Percentage of <u>Payroll</u>
January 1, 2011	\$ -	\$ 5,070,544	\$ 5,070,544	0.00 %	\$ 43,819,301	11.57 %
January 1, 2012	-	2,720,020	2,720,020	0.00 %	42,602,397	6.38 %
January 1, 2013	-	2,922,131	2,922,131	0.00 %	44,008,276	6.64 %

SUPPLEMENTAL INFORMATION

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PUEBLO COUNTY, COLORADO
EXPLANATION OF FUNDS
DECEMBER 31, 2013

NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds account for taxes or other specific revenue sources that are restricted or committed for specified purposes other than debt service or capital projects.

The **Road & Bridge Fund** is used to administer projects related to County road and bridge construction and maintenance and traffic engineering. Financing sources are from dedicated property taxes, federal and state grants and state highway users tax. By state law, Colorado counties are required to maintain a road and bridge fund and a portion of road and bridge taxes is allocated to cities and towns for use in their road and street activities.

The **Employee Retirement Fund** accounts for the mill levy dedicated to pay the County's share to the employee retirement system.

The **Board of Developmental Disability Fund** accounts for the mill levy dedicated for payment to a non-profit corporation for various programs related to helping the developmentally challenged.

The **Pueblo County Housing Fund** accounts for federal and state grants used for individual revolving loans and grants for home rehabilitation.

The **Conservation Trust Fund** accounts for the collection of revenues from the Colorado State Lottery to be expended on parks and recreation facilities for repairs and capital improvements.

The **Department of Aging Services Fund** accounts for the management of federal aging grant funds received. Services are provided by the County as well as other entities providing services and nutrition to the aged.

The **Housing and Human Services Fund** accounts for the administration of federal, state and private grants. The various grants provide funding for a ten-county service area weatherization program, a housing rehabilitation and down payment assistance program, and a USDA commodities food distribution and emergency food assistance program, all to low-and-moderate income households.

The **Detention Commissary Fund** accounts for the commission earned from sales of products to jail inmates. Expenditures are for detention recreation equipment and detention security equipment.

The **Subdivision Park Site Fee Fund** accounts for revenue related to future land development.

The **Fire Hydrant Impact Fee Fund** accounts for revenue related to the installation of fire hydrants in areas identified for future land development.

PUEBLO COUNTY, COLORADO
EXPLANATION OF FUNDS
DECEMBER 31, 2013

NON-MAJOR GOVERNMENTAL FUNDS, continued

Capital Projects Funds

The **Capital Expenditure Fund** is used to account for general capital expenditure and was established on April 5, 1984 by the Colorado General Assembly to replace the Public Works Fund.

Debt Service Fund

Debt service funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for principal and interest on the County's obligations.

The **Library Debt Service Fund** accounts for the accumulation of ad valorem property taxes and the payment of principal and interest on the Pueblo County General Obligation Library Refunding Bonds Series 2005 issue of \$9,645,000. The bonds were issued by the County for the benefit of the Library District in accordance with state law to finance the renovation and expansion of the Robert Hoag Rawlings Public Library, formerly known as the McClelland Library.

Fiduciary Funds

Agency Funds

Agency funds account for assets held by the County as an agent for individuals, private organizations and/or other governments.

The **Other Taxing Entities Fund** accounts for the collection and payment to other taxing entities of property taxes billed and collected by the County on their behalf.

The **Subdivision Improvements Escrow Fund** accounts for deposits collected from land developers pertaining to current land development projects.

The **District Attorney's Restitution Fund** accounts for the compensation of victims of crime by requiring defendants to make monetary restitution for damages.

The **Enterprise Zone Administrator Fund** accounts for the contributions made to the enterprise zone administrator for the purpose of obtaining State of Colorado income tax credits. The contributions are forwarded to the not-for-profit organization designated by the donor.

NONMAJOR GOVERNMENTAL FUNDS

**PUEBLO COUNTY, COLORADO
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2013**

Special Revenue

	Road and Bridge Fund	Employee Retirement	Board of Developmental Disabilities	Pueblo County Housing	Conservation Trust	Department of Aging Services
ASSETS						
Cash and Cash Equivalents	\$ 5,019,378	\$ 20,959	\$ 5,088	\$ 52,713	\$ 182,624	\$ 185,703
Investments	5,026,488	754,417	-	-	-	-
Receivables, Net						
Taxes	2,583,623	2,652,725	388,276	-	-	-
Grants	4,531	-	-	-	-	285,334
Notes	-	-	-	392,041	-	-
Due from Other Governments	517	976	-	-	-	-
Other Agencies	-	-	-	-	-	-
Other	-	-	143	-	-	-
Inventories	639,954	-	-	-	-	-
Due from Other Funds	-	86,034	-	-	1,645	-
TOTAL ASSETS	\$13,274,491	\$ 3,515,111	\$ 393,507	\$ 444,754	\$ 184,269	\$ 471,037
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
LIABILITIES						
Accounts Payable	\$ 529,810	\$ 297,790	\$ 2,398	\$ 2,261	\$ -	\$ 326,144
Due to Other Funds	85,264	87	-	-	-	18,516
Other Accrued Liabilities	3,519	-	-	-	-	50
Advance from Other Funds	-	-	-	-	-	40,000
TOTAL LIABILITIES	618,593	297,877	2,398	2,261	-	384,710
DEFERRED INFLOWS OF RESOURCES	1,404,907	2,652,725	388,276	-	-	-
FUND BALANCES						
Nonspendable	639,954	-	-	-	-	-
Restricted	-	-	-	392,041	-	-
Committed	8,541,979	-	-	-	-	-
Assigned	2,069,058	564,509	2,833	50,452	184,269	86,327
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES	11,250,991	564,509	2,833	442,493	184,269	86,327
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$13,274,491	\$ 3,515,111	\$ 393,507	\$ 444,754	\$ 184,269	\$ 471,037

Special Revenue (Continued)				Capital Projects	Debt Service	Total Nonmajor Governmental Funds
Housing and Human Services	Detention Commissary	Subdivision Park Site Fee	Fire Hydrant Impact Fee	Capital Expenditures	Library Debt Service	
\$ 730,312	\$ 421,341	\$ 116,996	\$ 90,966	\$ 2,403,659	\$ 105,457	\$ 9,335,196
-	-	-	-	-	-	5,780,905
-	-	-	-	52,880	1,127,113	6,804,617
277,958	-	-	-	-	-	567,823
-	-	-	-	-	-	392,041
-	-	-	-	-	-	1,493
-	-	-	-	1,400,000	-	1,400,000
2,350	9,016	-	-	-	-	11,509
167,897	-	-	-	-	-	807,851
186,209	-	-	-	-	-	273,888
<u>\$ 1,364,726</u>	<u>\$ 430,357</u>	<u>\$ 116,996</u>	<u>\$ 90,966</u>	<u>\$ 3,856,539</u>	<u>\$ 1,232,570</u>	<u>\$ 25,375,323</u>

\$ 427,188	\$ 11,010	\$ -	\$ -	\$ 76,765	\$ -	\$ 1,673,366
8,751	-	-	-	-	-	112,618
1,192	-	-	-	-	-	4,761
355,000	-	-	-	-	-	395,000
<u>792,131</u>	<u>11,010</u>	<u>-</u>	<u>-</u>	<u>76,765</u>	<u>-</u>	<u>2,185,745</u>

318,570	-	-	-	-	1,127,113	5,891,591
-	-	-	-	1,400,000	-	2,039,954
-	-	-	-	1,850,000	105,457	2,347,498
-	-	-	-	262,693	-	8,804,672
254,025	419,347	116,996	90,966	267,081	-	4,105,863
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>254,025</u>	<u>419,347</u>	<u>116,996</u>	<u>90,966</u>	<u>3,779,774</u>	<u>105,457</u>	<u>17,297,987</u>

<u>\$ 1,364,726</u>	<u>\$ 430,357</u>	<u>\$ 116,996</u>	<u>\$ 90,966</u>	<u>\$ 3,856,539</u>	<u>\$ 1,232,570</u>	<u>\$ 25,375,323</u>
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PUEBLO COUNTY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2013

	Special Revenue					
	Road and Bridge Fund	Employee Retirement	Board of Developmental Disabilities	Pueblo County Housing	Conservation Trust	Department of Aging Services
REVENUES						
Taxes:						
Property Taxes, Net	\$ 1,384,611	\$2,614,385	\$ 382,666	\$ -	\$ -	\$ -
Specific Ownership Taxes	116,454	219,887	32,184	-	-	-
Sales and Use Taxes	3,926,713	-	-	-	-	-
Licenses and Permits	2,072	-	-	-	-	-
Intergovernmental	1,127,145	38	6	95,024	401,798	1,483,764
State Highway Users Tax	4,604,132	-	-	-	-	-
Charges for Services	5,034,290	-	-	-	-	-
Investment Earnings	11,562	-	-	52	622	274
Contributions and Private Grants	-	-	-	-	-	-
Other Revenues	10,260	-	-	165	-	-
TOTAL REVENUES	16,217,239	2,834,310	414,856	95,241	402,420	1,484,038
EXPENDITURES						
Current:						
General Government	-	3,099,157	-	-	-	-
Public Safety	-	-	-	-	-	-
Highways and Streets	7,425,035	-	-	-	-	-
Health and Welfare	-	-	414,560	-	-	1,440,654
Culture and Recreation	-	-	-	-	235,000	-
Urban Development and Housing	-	-	-	8,205	-	-
Intergovernmental	1,794,750	-	-	-	-	-
Debt Service:						
Principal Retirement	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
Capital Outlay	2,979,965	-	-	-	-	-
TOTAL EXPENDITURES	12,199,750	3,099,157	414,560	8,205	235,000	1,440,654
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	4,017,489	(264,847)	296	87,036	167,420	43,384
OTHER FINANCING SOURCES (USES)						
Transfers In	25,000	-	-	-	-	-
Transfers Out	(64,000)	-	-	-	(134,000)	(35,000)
TOTAL OTHER FINANCING SOURCES (USES)	(39,000)	-	-	-	(134,000)	(35,000)
NET CHANGE IN FUND BALANCES	3,978,489	(264,847)	296	87,036	33,420	8,384
FUND BALANCES - January 1	7,272,502	829,356	2,537	355,456	150,849	77,943
FUND BALANCES - December 31	\$ 11,250,991	\$ 564,509	\$ 2,833	\$ 442,493	\$ 184,269	\$ 86,327

Special Revenue (Continued)				Capital Projects	Debt Services	
Housing and Human Services	Detention Commissary	Subdivision Park Site Fee	Fire Hydrant Impact Fee	Capital Expenditure	Library Debt Service	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 11	\$ 1,138,304	\$ 5,519,977
-	-	-	-	-	-	368,525
-	-	-	-	290,868	-	4,217,581
-	-	-	-	-	-	2,072
3,017,530	-	-	-	-	15	6,125,320
-	-	-	-	-	-	4,604,132
33	234,119	-	-	-	-	5,268,442
-	-	150	110	2,445	-	15,215
265,827	-	-	-	-	-	265,827
28,746	-	532	6,000	-	-	45,703
<u>3,312,136</u>	<u>234,119</u>	<u>682</u>	<u>6,110</u>	<u>293,324</u>	<u>1,138,319</u>	<u>26,432,794</u>
2,354	-	-	-	-	-	3,101,511
-	79,030	-	-	-	-	79,030
-	-	-	-	-	-	7,425,035
1,785,090	-	-	-	-	-	3,640,304
49,628	-	-	-	-	-	284,628
2,252,107	-	-	-	-	-	2,260,312
-	-	-	-	-	-	1,794,750
-	-	-	-	-	855,000	855,000
-	-	-	-	-	281,238	281,238
-	2,010	-	-	818,889	-	3,800,864
<u>4,089,179</u>	<u>81,040</u>	<u>-</u>	<u>-</u>	<u>818,889</u>	<u>1,136,238</u>	<u>23,522,672</u>
<u>(777,043)</u>	<u>153,079</u>	<u>682</u>	<u>6,110</u>	<u>(525,565)</u>	<u>2,081</u>	<u>2,910,122</u>
870,585	-	-	-	913,000	-	1,808,585
-	(140,837)	-	-	-	-	(373,837)
<u>870,585</u>	<u>(140,837)</u>	<u>-</u>	<u>-</u>	<u>913,000</u>	<u>-</u>	<u>1,434,748</u>
93,542	12,242	682	6,110	387,435	2,081	4,344,870
160,483	407,105	116,314	84,856	3,392,339	103,376	12,953,116
<u>\$ 254,025</u>	<u>\$ 419,347</u>	<u>\$ 116,996</u>	<u>\$ 90,966</u>	<u>\$ 3,779,774</u>	<u>\$ 105,457</u>	<u>\$ 17,297,986</u>

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SPECIAL REVENUE FUNDS

PUEBLO COUNTY, COLORADO
ROAD AND BRIDGE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Basis	Variance with Final Budget - Positive (Negative)
REVENUES			
Property Taxes, Net	\$ 1,373,096	\$ 1,384,611	\$ 11,515
Specific Ownership Taxes	110,000	116,454	6,454
Sales and Use Taxes	3,988,359	3,926,713	(61,646)
Licenses and Permits	3,000	2,072	(928)
Intergovernmental	2,151,300	1,127,145	(1,024,155)
State Highway Users Tax	4,700,000	4,604,132	(95,868)
Charges for Services	6,283,060	5,034,290	(1,248,770)
Investment Earnings	-	11,562	11,562
Miscellaneous	6,800	10,260	3,460
TOTAL REVENUES	<u>18,615,615</u>	<u>16,217,239</u>	<u>(2,398,376)</u>
EXPENDITURES			
Highways and Streets	7,847,840	7,425,035	422,805
Intergovernmental	1,651,700	1,794,750	(143,050)
Capital Outlay	9,256,375	2,979,965	6,276,410
TOTAL EXPENDITURES	<u>18,755,915</u>	<u>12,199,750</u>	<u>6,556,165</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(140,300)</u>	<u>4,017,489</u>	<u>4,157,789</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	25,000	25,000
Transfers Out	-	(64,000)	(64,000)
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>(39,000)</u>	<u>(39,000)</u>
NET CHANGE IN FUND BALANCE	(140,300)	3,978,489	4,118,789
FUND BALANCE - January 1	<u>8,079,073</u>	<u>7,272,502</u>	<u>(806,571)</u>
FUND BALANCE - December 31	<u>\$ 7,938,773</u>	<u>\$ 11,250,991</u>	<u>\$ 3,312,218</u>

PUEBLO COUNTY, COLORADO
EMPLOYEE RETIREMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Amounts	Variance with Final Budget- Positive (Negative)
REVENUES			
Taxes -			
Property Taxes, Net	\$ 2,587,994	\$ 2,614,385	\$ 26,391
Specific Ownership Taxes	200,000	219,887	19,887
Intergovernmental - Other	-	38	38
TOTAL REVENUES	<u>2,787,994</u>	<u>2,834,310</u>	<u>46,316</u>
EXPENDITURES			
Personnel Services	69,000	69,752	(752)
Employer Contributions	2,818,994	2,663,405	155,589
Employer Contributions - Discretionary	<u>336,000</u>	<u>366,000</u>	<u>(30,000)</u>
TOTAL EXPENDITURES	<u>3,223,994</u>	<u>3,099,157</u>	<u>124,837</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(436,000)</u>	<u>(264,847)</u>	<u>171,153</u>
FUND BALANCE, January 1	<u>793,998</u>	<u>829,356</u>	<u>35,358</u>
FUND BALANCE, December 31	<u>\$ 357,998</u>	<u>\$ 564,509</u>	<u>\$ 206,511</u>

PUEBLO COUNTY, COLORADO
BOARD OF DEVELOPMENTAL DISABILITIES SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Amounts	Variance with Final Budget- Positive (Negative)
REVENUES			
Taxes -			
Property Taxes, Net	\$ 383,864	\$ 382,666	\$ (1,198)
Specific Ownership Taxes	34,000	32,184	(1,816)
Intergovernmental - Other	-	6	6
TOTAL REVENUES	<u>417,864</u>	<u>414,856</u>	<u>(3,008)</u>
EXPENDITURES			
County Board Allocations	<u>417,864</u>	<u>414,560</u>	<u>3,304</u>
TOTAL EXPENDITURES	<u>417,864</u>	<u>414,560</u>	<u>3,304</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	296	296
FUND BALANCE, January 1	<u>231</u>	<u>2,537</u>	<u>2,306</u>
FUND BALANCE, December 31	<u>\$ 231</u>	<u>\$ 2,833</u>	<u>\$ 2,602</u>

PUEBLO COUNTY, COLORADO
PUEBLO COUNTY HOUSING SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Amounts	Variance with Final Budget- Positive Negative
REVENUES			
Intergovernmental -			
Federal Grants	\$ 100,000	\$ 85,524	\$ (14,476)
Collection of Revolving Loans	8,200	21,594	13,394
Interest	650	1,142	492
Transfers In	27,100	-	(27,100)
TOTAL REVENUES	<u>135,950</u>	<u>108,260</u>	<u>(27,690)</u>
EXPENDITURES			
Housing Projects	<u>157,955</u>	<u>21,705</u>	<u>136,250</u>
TOTAL EXPENDITURES	<u>157,955</u>	<u>21,705</u>	<u>136,250</u>
EXCESS (DEFICIENCY) OF			
REVENUES OVER EXPENDITURES	(22,005)	86,555	108,560
FUND BALANCE, January 1	<u>22,005</u>	<u>(36,103)</u>	<u>(58,108)</u>
FUND BALANCE, December 31	<u>\$ -</u>	<u>\$ 50,452</u>	<u>\$ 50,452</u>
Adjustment from Budgetary Basis to Generally Accepted Accounting Principles -			
Notes Receivable		<u>392,041</u>	
FUND BALANCE - Generally Accepted Accounting Principles		<u>\$ 442,493</u>	

PUEBLO COUNTY, COLORADO
CONSERVATION TRUST SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Amounts	Variance with Final Budget- Positive (Negative)
REVENUES			
Colorado Lottery Allotment	\$ 360,000	\$ 401,798	\$ 41,798
Interest	1,250	622	(628)
TOTAL REVENUES	<u>361,250</u>	<u>402,420</u>	<u>41,170</u>
EXPENDITURES AND OTHER			
FINANCING USES			
Grants to Other Entities	383,350	235,000	148,350
Transfers to Other Funds	<u>134,000</u>	<u>134,000</u>	<u>-</u>
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>517,350</u>	<u>369,000</u>	<u>148,350</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING USES	(156,100)	33,420	189,520
FUND BALANCE, January 1	<u>141,527</u>	<u>150,849</u>	<u>9,322</u>
FUND BALANCE, December 31	<u><u>\$ (14,573)</u></u>	<u><u>\$ 184,269</u></u>	<u><u>\$ 198,842</u></u>

PUEBLO COUNTY, COLORADO
DEPARTMENT OF AGING SERVICES SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Amounts	Variance with Final Budget- Positive (Negative)
REVENUES			
Intergovernmental -			
Title III Grants -			
Administration	\$ 71,662	\$ 46,811	\$ (24,851)
Part B	223,092	150,144	(72,948)
Part C-1	155,940	133,285	(22,655)
Part C-2	234,396	142,129	(92,267)
Part E	85,996	88,732	2,736
Title VII Grants	11,556	11,255	(301)
State Older Coloradoans Program	421,006	711,735	290,729
City of Pueblo	10,000	10,000	-
Federal USDA	151,200	84,041	(67,159)
Other Grants	200,000	105,632	(94,368)
Interest	300	274	(26)
Miscellaneous	3,114	-	(3,114)
TOTAL REVENUES	1,568,262	1,484,038	(84,224)
EXPENDITURES AND OTHER FINANCING USES			
Administration	89,374	95,790	(6,416)
Part B - Supportive Services	502,250	332,184	170,066
Part C-1 - Congregate Meals	155,940	133,285	22,655
Part C-2 - Home Delivered Meals	234,398	142,179	92,219
Cash in Lieu of Commodities	151,200	84,041	67,159
Elder Rights	11,556	10,863	693
Older Coloradoans Program	388,544	642,312	(253,768)
Transfers Out	35,000	35,000	-
TOTAL EXPENDITURES AND OTHER FINANCING USES	1,568,262	1,475,654	92,608
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING USES	-	8,384	8,384
FUND BALANCE, January 1	74,163	77,943	3,780
FUND BALANCE, December 31	\$ 74,163	\$ 86,327	\$ 12,164

PUEBLO COUNTY, COLORADO
HOUSING AND HUMAN SERVICES SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Amounts	Variance with Final Budget- Positive (Negative)
REVENUES AND OTHER FINANCING SOURCES			
Intergovernmental -			
Low Income Energy Assistance Program	\$ -	\$ 352,640	\$ 352,640
Weatherization Assistance for Low-Income Persons	4,372,282	1,315,242	(3,057,040)
Commodity Administration	100,500	92,307	(8,193)
Community Service Block Grants	290,392	222,153	(68,239)
Community Development Block Grant ERESP	45,000	42,996	(2,004)
Commodity Supplemental Food Program	1,000,202	944,662	(55,540)
Emergency Shelter Grants Program	53,000	10,000	(43,000)
Housing Partnership Investment Program	13,800	2,261	(11,539)
State of Colorado Energy Grants	151,275	35,269	(116,006)
Contributions and Private Grants			
Public Service - Weatherization	-	98,266	98,266
Utilicorp - Electric Conservation	-	64,836	64,836
Client Participation	306,375	25,900	(280,475)
Interest Income	-	33	33
Other-			
Miscellaneous	765,851	105,571	(660,280)
Transfers In	949,313	870,585	(78,728)
TOTAL REVENUES AND	8,047,990	4,182,721	(3,865,269)
OTHER FINANCING SOURCES			
EXPENDITURES			
McHarg Park Community Center	66,828	49,628	17,200
E\$P Weatherization	1,535,275	1,558,396	(23,121)
Client Weatherization Program	3,139,557	301,958	2,837,599
Crisis Intervention Program	155,100	15,846	139,254
Administration	13,800	13,163	637
Community Service Block Grant Programs	290,392	222,624	67,768
Emergency Shelter Program	53,000	10,000	43,000
Commodity Supplemental Food Program	70,000	114,057	(44,057)
Temporary Emergency Food Assistance	30,500	19,053	11,447
Commodity Distribution	990,000	944,662	45,338
Health Disparities Program	24,272	11,216	13,056
Housing Services	141,015	52,124	88,891
Emergency Repairs Seniors Program	90,000	87,996	2,004
City of Pueblo Grant Review Partners	1,448,250	688,456	759,794
TOTAL EXPENDITURES	8,047,989	4,089,179	3,958,810
EXCESS (DEFICIENCY) OF REVENUES AND			
OTHER FINANCING SOURCES OVER EXPENDITURES	1	93,542	93,541
FUND BALANCE, January 1	138,495	160,483	21,988
FUND BALANCE, December 31	\$ 138,496	\$ 254,025	\$ 115,529

PUEBLO COUNTY, COLORADO
DETENTION COMMISSARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Amounts	Variance with Final Budget- Positive (Negative)
REVENUES			
Contract Commissions	\$ 150,000	\$ 234,119	\$ 84,119
TOTAL REVENUES	<u>150,000</u>	<u>234,119</u>	<u>84,119</u>
EXPENDITURES			
Operating Supplies	260,000	79,030	180,970
Capital Outlay	-	2,010	(2,010)
Transfers Out	<u>-</u>	<u>140,837</u>	<u>(140,837)</u>
TOTAL EXPENDITURES	<u>260,000</u>	<u>221,877</u>	<u>38,123</u>
EXCESS (DEFICIENCY) OF REVENUES	(110,000)	12,242	122,242
FUND BALANCE, January 1	<u>154,795</u>	<u>407,105</u>	<u>252,310</u>
FUND BALANCE, December 31	<u><u>\$ 44,795</u></u>	<u><u>\$ 419,347</u></u>	<u><u>\$ 374,552</u></u>

PUEBLO COUNTY, COLORADO
SUBDIVISION PARK SITE FEE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Amounts	Variance with Final Budget- Positive (Negative)
REVENUES			
Investment Earnings	\$ 500	\$ 150	\$ (350)
Miscellaneous	1,000	532	(468)
TOTAL REVENUES	<u>1,500</u>	<u>682</u>	<u>(818)</u>
EXPENDITURES			
Recreation	<u>10,000</u>	<u>-</u>	<u>10,000</u>
TOTAL EXPENDITURES	<u>10,000</u>	<u>-</u>	<u>10,000</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(8,500)	682	9,182
FUND BALANCE, January 1	<u>110,674</u>	<u>116,314</u>	<u>5,640</u>
FUND BALANCE, December 31	<u>\$ 102,174</u>	<u>\$ 116,996</u>	<u>\$ 14,822</u>

PUEBLO COUNTY, COLORADO
FIRE HYDRANT IMPACT FEE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Amounts	Variance with Final Budget- Positive (Negative)
REVENUES			
Investment Earnings	\$ 500	\$ 110	\$ (390)
Miscellaneous	5,000	6,000	1,000
TOTAL REVENUES	<u>5,500</u>	<u>6,110</u>	<u>610</u>
EXPENDITURES			
Public Safety	<u>20,000</u>	<u>-</u>	<u>20,000</u>
TOTAL EXPENDITURES	<u>20,000</u>	<u>-</u>	<u>20,000</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(14,500)	6,110	20,610
FUND BALANCE, January 1	<u>60,920</u>	<u>84,856</u>	<u>23,936</u>
FUND BALANCE, December 31	<u>\$ 46,420</u>	<u>\$ 90,966</u>	<u>\$ 44,546</u>

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CAPITAL PROJECTS FUNDS

PUEBLO COUNTY, COLORADO
CAPITAL EXPENDITURES FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Amounts	Variance with Final Budget- Positive (Negative)
REVENUES AND OTHER FINANCING SOURCES			
Taxes -			
Sales and Use Taxes	336,100	290,879	(45,221)
Investment Earnings	-	2,445	2,445
Transfers In	-	913,000	913,000
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>336,100</u>	<u>1,206,324</u>	<u>870,224</u>
EXPENDITURES			
Capital Outlay -			
Property Acquisition	-	7,335	(7,335)
Improvements, Buildings	1,087,000	737,562	349,438
Improvements, Other than Buildings	290,100	73,992	216,108
TOTAL EXPENDITURES	<u>1,377,100</u>	<u>818,889</u>	<u>558,211</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	(1,041,000)	387,435	1,428,435
FUND BALANCE, January 1	<u>3,780,471</u>	<u>3,392,339</u>	<u>(388,132)</u>
FUND BALANCE, December 31	<u>\$ 2,739,471</u>	<u>\$ 3,779,774</u>	<u>\$ 1,040,303</u>

PUEBLO COUNTY, COLORADO
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Amounts	Variance with Final Budget- Positive (Negative)
REVENUES AND OTHER FINANCING SOURCES			
Intergovernmental - State Grants	\$ -	\$ 549,682	\$ 549,682
Investment Earnings	-	143,950	143,950
Transfers In	8,800,000	7,998,392	(801,608)
TOTAL REVENUES AND OTHER FINANCING SOURCES	8,800,000	8,692,024	(107,976)
EXPENDITURES			
Capital Outlay	53,000,000	40,285,565	12,714,435
TOTAL EXPENDITURES	53,000,000	40,285,565	12,714,435
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	(44,200,000)	(31,593,541)	12,606,459
FUND BALANCE, January 1	33,350	42,109,721	42,109,400
FUND BALANCE, December 31	<u>\$(44,166,650)</u>	<u>\$ 10,516,180</u>	<u>\$ 54,715,859</u>

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DEBT SERVICE FUND

PUEBLO COUNTY, COLORADO
LIBRARY DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Amounts	Variance with Final Budget- Positive (Negative)
REVENUES			
Property Taxes, Net	\$ 1,136,600	\$ 1,138,319	\$ 1,719
TOTAL REVENUES	<u>1,136,600</u>	<u>1,138,319</u>	<u>1,719</u>
EXPENDITURES			
Debt service -			
Principal	855,000	855,000	-
Interest and Fiscal Charges	<u>281,600</u>	<u>281,238</u>	<u>362</u>
TOTAL EXPENDITURES	<u>1,136,600</u>	<u>1,136,238</u>	<u>362</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	2,081	2,081
FUND BALANCE, January 1	<u>103,637</u>	<u>103,376</u>	<u>(261)</u>
FUND BALANCE, December 31	<u>\$ 103,637</u>	<u>\$ 105,457</u>	<u>\$ 1,820</u>

ENTERPRISE FUND

PUEBLO COUNTY, COLORADO
DESERT HAWK GOLF COURSE AT PUEBLO WEST
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Amounts	Variance with Final Budget- Positive (Negative)
REVENUES AND OTHER FINANCING SOURCES			
Green Fees	\$ 589,300	\$ 473,607	\$ (115,693)
Cart Fees	239,500	189,405	(50,095)
Restaurant Rent	15,000	15,000	-
Driving Range and Other	46,700	36,892	(9,808)
Investment Earnings	900	824	(76)
Contributions	10,100	12,087	1,987
Transfers In	308,763	308,762	(1)
Advance from Other Government	308,762	318,477	9,715
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>1,519,025</u>	<u>1,355,054</u>	<u>(163,971)</u>
EXPENDITURES			
Personnel Services	29,900	28,561	1,339
Contract Fees	375,500	360,097	15,403
Supplies	234,000	209,827	24,173
Professional Services	8,300	15,421	(7,121)
Insurance	8,200	9,354	(1,154)
Repairs and Maintenance	26,300	14,041	12,259
Utilities and Communications	193,800	189,319	4,481
Equipment Rent	3,000	3,132	(132)
Capital Outlay	48,900	17,587	31,313
Debt Service:			
Interest and Fiscal Charges	256,625	256,736	(111)
Principal	365,000	365,000	-
TOTAL EXPENDITURES	<u>1,549,525</u>	<u>1,469,075</u>	<u>80,450</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	<u>\$ (30,500)</u>	<u>\$ (114,021)</u>	<u>\$ (83,521)</u>

AGENCY FUNDS

PUEBLO COUNTY, COLORADO
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
DECEMBER 31, 2013

	Other Taxing Entities	Subdivision Improvements Escrow	District Attorney's Restitution Fund	Enterprise Zone Administrator Fund	Total
ASSETS					
Cash and Cash Equivalents	\$ 4,073,805	\$ 403,408	\$ 13,109	\$ -	\$ 4,490,322
TOTAL ASSETS	<u>\$ 4,073,805</u>	<u>\$ 403,408</u>	<u>\$ 13,109</u>	<u>\$ -</u>	<u>\$ 4,490,322</u>
LIABILITIES					
Due to Other Governments	\$ 4,073,805	\$ -	\$ -	\$ -	\$ 4,073,805
Due to Developers	-	403,408	-	-	403,408
Due to Victims and Insurance Companies	-	-	13,109	-	13,109
TOTAL LIABILITIES	<u>\$ 4,073,805</u>	<u>\$ 403,408</u>	<u>\$ 13,109</u>	<u>\$ -</u>	<u>\$ 4,490,322</u>

PUEBLO COUNTY, COLORADO
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
YEAR ENDED DECEMBER 31, 2013

	Balance January 1, 2013	Additions	Deductions	Balance December 31, 2013
<u>OTHER TAXING ENTITIES</u>				
ASSETS				
Cash and Cash Equivalents	<u>\$4,193,411</u>	<u>\$219,115,103</u>	<u>\$219,234,709</u>	<u>\$ 4,073,805</u>
LIABILITIES				
Due to Other Taxing Districts	<u>\$4,193,411</u>	<u>\$219,115,103</u>	<u>\$219,234,709</u>	<u>\$ 4,073,805</u>
<u>SUBDIVISION IMPROVEMENTS ESCROW</u>				
ASSETS				
Cash and Cash Equivalents	<u>\$ 403,408</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 403,408</u>
LIABILITIES				
Due to Developers	<u>\$ 403,408</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 403,408</u>
<u>DISTRICT ATTORNEY'S RESTITUTION FUND</u>				
ASSETS				
Cash and Cash Equivalents	<u>\$ 12,938</u>	<u>\$ 1,915</u>	<u>\$ 1,744</u>	<u>\$ 13,109</u>
LIABILITIES				
Due to Victims and Insurance Companies	<u>\$ 12,938</u>	<u>\$ 1,915</u>	<u>\$ 1,744</u>	<u>\$ 13,109</u>
<u>ENTERPRISE ZONE ADMINISTRATOR FUND</u>				
ASSETS				
Cash and Cash Equivalents	<u>\$ 26,450</u>	<u>\$ 898,128</u>	<u>\$ 924,578</u>	<u>\$ -</u>
Other Accounts Receivable	<u>93,834</u>	<u>-</u>	<u>93,834</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 120,284</u>	<u>\$ 898,128</u>	<u>\$ 1,018,412</u>	<u>\$ -</u>
LIABILITIES				
Advances from Others	<u>\$ 120,284</u>	<u>\$ 898,128</u>	<u>\$ 1,018,412</u>	<u>\$ -</u>
<u>TOTAL - ALL AGENCY FUNDS</u>				
ASSETS				
Cash and Cash Equivalents	<u>\$4,636,207</u>	<u>\$220,015,146</u>	<u>\$220,161,031</u>	<u>\$ 4,490,322</u>
Other Accounts Receivable	<u>93,834</u>	<u>-</u>	<u>93,834</u>	<u>-</u>
TOTAL ASSETS	<u>\$4,730,041</u>	<u>\$220,015,146</u>	<u>\$220,254,865</u>	<u>\$ 4,490,322</u>
LIABILITIES				
Due to Other Taxing Entities	<u>\$4,193,411</u>	<u>\$219,115,103</u>	<u>\$219,234,709</u>	<u>\$ 4,073,805</u>
Due to Developers	<u>403,408</u>	<u>-</u>	<u>-</u>	<u>403,408</u>
Due to Victims and Insurance Companies	<u>12,938</u>	<u>1,915</u>	<u>1,744</u>	<u>13,109</u>
Due to Other Entities	<u>120,284</u>	<u>898,128</u>	<u>1,018,412</u>	<u>-</u>
TOTAL LIABILITIES	<u>\$4,730,041</u>	<u>\$220,015,146</u>	<u>\$220,254,865</u>	<u>\$ 4,490,322</u>

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COMPONENT UNITS
FUND FINANCIAL STATEMENTS

PUEBLO COUNTY, COLORADO
DISCRETELY PRESENTED COMPONENT UNITS
COMBINING STATEMENT OF NET POSITION
DECEMBER 31, 2013

	Pueblo County Community Development Corporation	Pueblo County Emergency Telephone Service Authority	Runyon Sports Complex Commission Inc	Total
ASSETS				
Cash and Cash Equivalents	\$ 164,352	\$ 997,222	\$ 232,443	\$ 1,394,017
Investments	-	-	50,822	50,822
Receivables, Net	957,166	66,717	-	1,023,883
Prepaid Expenses	164,415	-	-	164,415
Capital Assets:				
Works of Art	-	-	24,467	24,467
Machinery and Equipment	-	294,694	210,551	505,245
Less Accumulated Depreciation	-	(189,231)	(66,385)	(255,616)
Total Capital Assets, Net	-	105,463	168,633	274,096
TOTAL ASSETS	1,285,933	1,169,402	451,898	2,907,233
LIABILITIES				
Accounts Payable and Accrued Expenses	13,700	34,590	2,356	50,646
TOTAL LIABILITIES	13,700	34,590	2,356	50,646
NET POSITION				
Net Investment in Capital Assets	-	105,463	168,633	274,096
Unrestricted	1,272,233	1,029,349	280,909	2,582,491
TOTAL NET POSITION	\$ 1,272,233	\$ 1,134,812	\$ 449,542	\$ 2,856,587

PUEBLO COUNTY, COLORADO
DISCRETELY PRESENTED COMPONENT UNITS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2013

	Pueblo County Community Development Corporation	Pueblo County Emergency Telephone Service Authority	Runyon Sports Complex Commission Inc	Total
OPERATING REVENUES				
Charges for Services	\$ 25,710	\$ 476,590	\$ 515,786	\$ 1,018,086
TOTAL OPERATING REVENUES	<u>25,710</u>	<u>476,590</u>	<u>515,786</u>	<u>1,018,086</u>
OPERATING EXPENSES				
Economic Development and Assistance:				
Administration	102,902	-	-	102,902
Economic Development Grants	86,000	-	-	86,000
Public Safety:				
Administration	-	500,128	-	500,128
Depreciation	-	42,898	-	42,898
Culture and Recreation:				
Baseball park operations:				
Personnel Services	-	-	304,094	304,094
Supplies	-	-	205,748	205,748
Professional Services	-	-	16,098	16,098
Insurance	-	-	21,696	21,696
Depreciation	-	-	17,919	17,919
Repairs and Maintenance	-	-	22,180	22,180
TOTAL OPERATING EXPENSES	<u>188,902</u>	<u>543,026</u>	<u>587,735</u>	<u>1,319,663</u>
OPERATING INCOME (LOSS)	<u>(163,192)</u>	<u>(66,436)</u>	<u>(71,949)</u>	<u>(301,577)</u>
NONOPERATING REVENUES				
Interest Income	823	1,343	431	2,597
Operating Grants & Contributions	325,035	-	78,850	403,885
TOTAL NONOPERATING REVENUES	<u>325,858</u>	<u>1,343</u>	<u>79,281</u>	<u>406,482</u>
CHANGE IN NET POSITION	<u>162,666</u>	<u>(65,093)</u>	<u>7,332</u>	<u>104,905</u>
NET POSITION, January 1	<u>1,109,567</u>	<u>1,199,905</u>	<u>442,210</u>	<u>2,751,682</u>
NET POSITION, December 31	<u>\$ 1,272,233</u>	<u>\$ 1,134,812</u>	<u>\$ 449,542</u>	<u>\$ 2,856,587</u>

PUEBLO COUNTY, COLORADO
DISCRETELY PRESENTED COMPONENT UNITS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2013

	Pueblo County Community Development Corporation	Pueblo County Emergency Phone Service Authority	Runyon Sports Complex	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers	\$ 24,031	\$ 472,394	\$ 515,786	\$ 1,012,211
Payments to Suppliers for Goods and Services	(253,617)	(513,949)	(264,879)	(1,032,445)
Payments to Employees	-	-	(304,094)	(304,094)
Net Cash Provided (Used) by Operating Activities	<u>(229,586)</u>	<u>(41,555)</u>	<u>(53,187)</u>	<u>(324,328)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Operating Grants & Contributions	<u>267,405</u>	<u>-</u>	<u>78,850</u>	<u>346,255</u>
Net Cash Provided by Noncapital Financing Activities	<u>267,405</u>	<u>-</u>	<u>78,850</u>	<u>346,255</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Advances on New Notes	(952,075)	-	-	(952,075)
Principal Payments on Notes	219,070	-	-	219,070
Purchases of Capital Assets	<u>-</u>	<u>(21,584)</u>	<u>(2,594)</u>	<u>(24,178)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(733,005)</u>	<u>(21,584)</u>	<u>(2,594)</u>	<u>(757,183)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of Investments	-	-	(130)	(130)
Interest Received	<u>823</u>	<u>1,343</u>	<u>431</u>	<u>2,597</u>
Net Cash Provided by Investing Activities	<u>823</u>	<u>1,343</u>	<u>301</u>	<u>2,467</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(694,363)	(61,796)	23,370	(732,789)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>858,715</u>	<u>1,059,018</u>	<u>209,073</u>	<u>2,126,806</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 164,352</u>	<u>\$ 997,222</u>	<u>\$ 232,443</u>	<u>\$ 1,394,017</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating Income (Loss)	\$ (163,192)	\$ (66,436)	\$ (71,949)	\$ (301,577)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation Expense	-	42,898	17,919	60,817
Bad Debt Expense	86,000	-	-	86,000
Change in Assets and Liabilities -				
Accounts Receivable	(1,679)	(4,196)	-	(5,875)
Prepaid Expense	(164,415)	-	-	(164,415)
Accounts Payable and Accrued Expenses	<u>13,700</u>	<u>(13,821)</u>	<u>843</u>	<u>722</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (229,586)</u>	<u>\$ (41,555)</u>	<u>\$ (53,187)</u>	<u>\$ (324,328)</u>

PUEBLO COUNTY, COLORADO
PUEBLO COUNTY COMMUNITY DEVELOPMENT CORPORATION COMPONENT UNIT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Amounts	Variance with Final Budget- Positive (Negative)
REVENUES			
Intergovernmental -			
Federal Grants	\$ 200,000	\$ 325,035	\$ 125,035
Collection of Revolving Loans	150,000	219,070	69,070
Interest Income	21,000	26,533	5,533
TOTAL REVENUES	<u>371,000</u>	<u>570,638</u>	<u>199,638</u>
EXPENDITURES			
Administration	104,500	102,902	1,598
Economic Development Grants and Loans	1,266,500	952,075	314,425
TOTAL EXPENDITURES	<u>1,371,000</u>	<u>1,054,977</u>	<u>316,023</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,000,000)	(484,339)	515,661
FUND BALANCE, January 1	<u>867,145</u>	<u>860,286</u>	<u>(6,859)</u>
FUND BALANCE, December 31	<u><u>\$ (132,855)</u></u>	<u><u>\$ 375,947</u></u>	<u><u>\$ 508,802</u></u>
Adjustment from Budgetary Basis to GAAP -			
Notes Receivable		<u>896,286</u>	
NET POSITION - Generally Accepted Accounting Principles		<u><u>\$ 1,272,233</u></u>	

PUEBLO COUNTY, COLORADO
PUEBLO COUNTY EMERGENCY TELEPHONE
SERVICE AUTHORITY COMPONENT UNIT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Amounts	Variance with Final Budget- Positive (Negative)
REVENUES			
Emergency Telephone Charge	\$ 420,000	\$ 476,590	\$ 56,590
Interest Income	1,000	1,343	343
TOTAL REVENUES	<u>421,000</u>	<u>477,933</u>	<u>56,933</u>
EXPENDITURES			
Public Safety	551,902	500,128	51,774
Capital Outlay	163,500	21,584	141,916
TOTAL EXPENDITURES	<u>715,402</u>	<u>521,712</u>	<u>193,690</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(294,402)</u>	<u>(43,779)</u>	<u>250,623</u>
FUND BALANCE, January 1	<u>1,096,354</u>	<u>967,665</u>	<u>(128,689)</u>
FUND BALANCE, December 31	<u>\$ 801,952</u>	<u>\$ 923,886</u>	<u>\$ 121,934</u>
Adjustment from Budgetary Basis to GAAP - Investment in Capital Assets		<u>105,463</u>	
NET POSITION - Generally Accepted Accounting Principles		<u>\$ 1,029,349</u>	

PUEBLO COUNTY, COLORADO
RUNYON SPORTS COMPLEX COMMISSION, INC. COMPONENT UNIT
SCHEDULE OF REVENUES EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts Final	Actual Budget Amounts	Variance with Final Budget- Positive (Negative)
REVENUES			
Charges for Services	\$ 414,700	\$ 515,786	\$ 101,086
Interest Income	600	431	(169)
Operating Grants & Contributions	68,840	78,850	10,010
TOTAL REVENUES	<u>484,140</u>	<u>595,067</u>	<u>110,927</u>
EXPENDITURES			
Culture and Recreation			
Baseball Park Operations:			
Personnel Services	325,451	304,094	21,357
Supplies	203,475	205,748	(2,273)
Professional Services	40,182	16,098	24,084
Insurance	21,100	21,696	(596)
Capital Outlay	50,000	24,774	25,226
TOTAL EXPENDITURES	<u>640,208</u>	<u>572,410</u>	<u>67,798</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(156,068)	22,657	178,725
FUND BALANCE, January 1	<u>291,245</u>	<u>258,252</u>	<u>(32,993)</u>
FUND BALANCE, December 31	<u>\$ 135,177</u>	<u>\$ 280,909</u>	<u>\$ 145,732</u>
Adjustment from Budgetary Basis to GAAP -			
Investment in Capital Assets		<u>168,633</u>	
NET POSITION - Generally Accepted Accounting Principles		<u>\$ 449,542</u>	

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OTHER SCHEDULES

City or County:	Pueblo
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LOCAL HIGHWAY FINANCE REPORT

YEAR ENDING :
December 2013

This Information From The Records Of (example - City of _ or County of _):
County of Pueblo

Prepared By:	
Phone:	

Aimee Tihonovich & Pat Coffee
*(719) 583-6541

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)	3,901,953
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	6,832,690
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	95,736
2. General fund appropriations	25,000	b. Snow and ice removal	287,377
3. Other local imposts (from page 2)	10,445,648	c. Other	120,816
4. Miscellaneous local receipts (from page 2)	551,280	d. Total (a. through c.)	503,929
5. Transfers from toll facilities		4. General administration & miscellaneous	1,025,180
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	510,966
a. Bonds - Original Issues		6. Total (1 through 5)	12,774,718
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)	11,021,928	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government		2. Notes:	
(from page 2)	4,864,821	a. Interest	
D. Receipts from Federal Government		b. Redemption	
(from page 2)	866,456	c. Total (a. + b.)	0
E. Total receipts (A.7 + B + C + D)	16,753,205	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)	12,774,718

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
	7,272,502	16,753,205	12,774,718		11,250,989

Notes and Comments:

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STATISTICAL SECTION

**PUEBLO COUNTY, COLORADO
STATISTICAL SECTION
DECEMBER 31, 2013**

COMMENT RELATIVE TO STATISTICAL SECTION

This part of the Pueblo County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Statistical tables differ from financial statements because they usually cover more than one fiscal year and may present non-accounting data. These reflect social and economic data, financial trends, and the fiscal capacity of the government. The tables are un-audited due to the nature of the information contained therein.

PUEBLO COUNTY, COLORADO
STATISTICAL SECTION
DECEMBER 31, 2013

Contents

Page

Financial Trends

These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

Net Position by Component	118
Changes in Net Position	120
Fund Balances, Governmental Funds	124
Changes in Fund Balances, Governmental Funds	126

Revenue Capacity

These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.

Property Tax Levies and Collections	128
Direct and Overlapping Property Tax Rates	129
Assessed Value and Actual Value of Taxable Property	131
Principal Property Tax Payers	133

Debt Capacity

These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

Ratios of Net General Bonded Debt Outstanding	134
Ratios of Outstanding Debt by Type	135
Direct and Overlapping Governmental Activities Debt	137
Legal Debt Margin Information	138

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Demographic and Economic Statistics	140
Principal Employers	142

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

Operating Indicators by Function/Program	143
Capital Asset Statistics by Function/Program	145
Full-time Equivalent County Government Employees by Function/Program	147

Sources: *Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.*

PUEBLO COUNTY, COLORADO
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	<u>2004</u>	<u>2005</u>	<u>2006</u>
Governmental Activities			
Net Investment in Capital Assets	\$104,171,064	\$111,126,246	\$120,136,683
Restricted	3,050,280	4,055,916	4,811,887
Unrestricted	20,201,603	11,013,395	4,903,072
Total Governmental Activities Net Position	<u>127,422,947</u>	<u>126,195,557</u>	<u>129,851,642</u>
Business-Type Activities			
Net Investment in Capital Assets	(1,077,323)	(904,054)	(849,534)
Restricted	638,315	625,796	623,499
Unrestricted	(2,592,622)	(3,189,129)	(3,728,387)
Total Business-Type Activities Net Position	<u>(3,031,630)</u>	<u>(3,467,387)</u>	<u>(3,954,422)</u>
Primary Government			
Net Investment in Capital Assets	103,093,741	110,222,192	119,287,149
Restricted	3,688,595	4,681,712	5,435,386
Unrestricted	17,608,981	-	1,174,685
Total Primary Government Net Position	<u>\$124,391,317</u>	<u>\$114,903,904</u>	<u>\$125,897,220</u>

2007	2008	2009	2010	2011	2012	2013
\$132,494,708	\$143,787,351	\$156,687,721	\$157,610,527	\$162,146,287	\$158,573,781	\$168,371,127
3,780,362	9,608,772	3,384,675	3,086,170	6,152,043	46,463,097	4,355,457
7,109,686	(5,760,548)	(10,308,282)	(3,630,998)	(18,219,489)	(61,203,203)	(19,064,624)
143,384,756	147,635,575	149,764,114	157,065,699	150,078,841	143,833,675	153,661,960
(705,617)	(604,175)	(253,412)	(36,777)	155,022	358,781	543,135
625,751	626,541	-	-	-	-	-
(4,380,803)	(5,068,346)	(5,347,425)	(6,141,148)	(6,853,166)	(3,646,238)	(4,106,120)
(4,460,669)	(5,045,980)	(5,600,837)	(6,177,925)	(6,698,144)	(3,287,457)	(3,562,985)
131,789,091	143,183,176	156,434,309	157,573,750	162,301,309	158,932,562	168,914,262
3,780,362	10,235,313	3,384,675	3,086,170	6,152,043	46,463,097	4,355,457
3,354,634	(10,828,894)	(15,655,707)	(9,772,146)	(25,072,655)	(64,849,441)	(23,170,744)
<u>\$138,924,087</u>	<u>\$142,589,595</u>	<u>\$144,163,277</u>	<u>\$150,887,774</u>	<u>\$143,380,697</u>	<u>\$140,546,218</u>	<u>\$150,098,975</u>

PUEBLO COUNTY, COLORADO
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

Expenses	2004	2005	2006	2007
Governmental Activities:				
General Government	\$ 23,243,852	\$ 22,596,490	\$ 24,097,907	\$ 25,333,614
Public Safety	22,325,665	24,960,665	24,459,749	27,648,325
Road and Bridge	10,473,021	11,156,536	11,445,958	12,008,616
Health, Welfare and Sanitation	24,341,764	25,475,002	25,190,014	24,810,205
Culture and Recreation	1,803,846	1,365,328	1,291,565	1,837,992
Conservation	505,606	607,259	614,677	650,785
Urban Redevelopment and Housing	2,263,343	2,432,354	2,419,113	2,948,402
Economic Development and Assistance	288,258	508,165	510,294	333,798
Interest on Long-Term Debt	681,332	464,806	673,439	682,092
Total Governmental Activities Expenses	85,926,687	89,566,605	90,702,716	96,253,829
Business-Type Activities:				
Desert Hawk Golf Course	1,268,569	1,188,311	1,288,775	1,307,871
Total Primary Government Expenses	\$ 87,195,256	\$ 90,754,916	\$ 91,991,491	\$ 97,561,700
Program Revenues				
Governmental Activities:				
Charges for Services				
General Government	\$ 4,369,373	\$ 4,353,825	\$ 4,131,849	\$ 4,537,147
Public Safety	1,906,766	2,477,152	2,403,834	2,017,938
Road and Bridge	245,947	397,602	273,136	910,032
Health, Welfare and Sanitation	341,210	401,360	421,114	400,744
Culture and Recreation	41,870	44,013	68,113	69,738
Conservation	36,000	135,982	73,361	104,399
Urban Redevelopment and Housing	317,297	200,800	202,552	251,768
Operating Grants and Contributions	28,030,469	29,140,465	28,617,110	30,401,480
Capital Grants and Contributions	4,831,100	3,589,625	7,336,480	13,859,486
Total Governmental Activities Program Revenues	40,120,032	40,740,824	43,527,549	52,552,732
Business-Type Activities:				
Charges for Services:				
Desert Hawk Golf Course	681,026	727,633	748,573	717,443
Operating Grants and Contributions	5,498	18,236	30,667	32,094
Capital Grants and Contributions	-	6,685	2,500	-
Total Business-Type Activities	686,524	752,554	781,740	749,537
Total Primary Government Program Revenues	\$ 40,806,556	\$ 41,493,378	\$ 44,309,289	\$ 53,302,269
Net (Expense)/Revenue				
Governmental Activities	\$ (45,806,655)	\$ (48,825,781)	\$ (47,175,167)	\$ (43,701,097)
Business-Type Activities	(582,045)	(435,757)	(507,035)	(558,334)
Total Primary Government Net Expense	\$ (46,388,700)	\$ (49,261,538)	\$ (47,682,202)	\$ (44,259,431)

2008	2009	2010	2011	2012	2013
\$ 28,126,020	\$ 28,866,745	\$ 28,205,255	\$ 31,381,568	\$ 28,109,379	\$ 28,324,590
30,385,922	31,324,338	28,006,175	29,359,229	30,600,018	29,433,895
12,081,644	12,263,344	12,983,768	14,171,522	14,467,477	15,804,649
33,569,431	29,634,129	29,416,770	30,503,159	29,516,271	30,489,071
2,273,878	2,072,045	1,687,257	1,747,827	1,548,146	1,226,721
634,340	756,747	773,448	698,566	728,653	639,794
2,747,877	3,366,798	3,061,414	3,502,509	3,179,606	2,466,132
321,472	377,695	1,228,123	1,480,530	2,625,429	3,121,755
683,416	587,585	1,111,000	2,693,937	5,090,440	5,043,974
<u>110,824,000</u>	<u>109,249,426</u>	<u>106,473,210</u>	<u>115,538,847</u>	<u>115,865,419</u>	<u>116,550,581</u>

<u>1,413,530</u>	<u>1,446,301</u>	<u>1,447,152</u>	<u>1,353,414</u>	<u>1,321,806</u>	<u>1,312,105</u>
<u>\$ 112,237,530</u>	<u>\$ 110,695,727</u>	<u>\$ 107,920,362</u>	<u>\$ 116,892,261</u>	<u>\$ 117,187,225</u>	<u>\$ 117,862,686</u>

\$ 4,876,877	\$ 4,902,303	\$ 7,342,098	\$ 5,238,974	\$ 4,970,112	\$ 5,040,323
2,170,117	2,137,698	2,125,481	2,452,536	3,045,312	2,853,812
658,452	739,437	271,379	284,628	5,276,297	5,307,291
544,875	503,904	334,913	285,756	293,962	292,567
97,076	82,094	82,711	86,389	93,051	83,152
80,065	123,964	143,310	95,227	135,728	101,389
233,059	392,479	493,497	188,575	129,641	24,289
29,356,059	36,253,779	34,721,737	35,567,903	32,679,217	34,124,260
17,695,337	7,938,900	2,749,486	2,207,862	3,253,938	13,869,248
<u>55,711,917</u>	<u>53,074,558</u>	<u>48,264,612</u>	<u>46,407,850</u>	<u>49,877,258</u>	<u>61,696,331</u>

765,894	800,910	822,717	782,491	799,969	714,904
16,210	2,584	877	-	-	-
12,853	42,688	6,470	-	22,397	12,087
<u>794,957</u>	<u>846,182</u>	<u>830,064</u>	<u>782,491</u>	<u>822,366</u>	<u>726,991</u>

<u>\$ 56,506,874</u>	<u>\$ 53,920,740</u>	<u>\$ 49,094,676</u>	<u>\$ 47,190,341</u>	<u>\$ 50,699,624</u>	<u>\$ 62,423,322</u>
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\$ (55,112,083)	\$ (56,174,868)	\$ (58,208,598)	\$ (69,130,997)	\$ (65,959,946)	\$ (54,854,250)
<u>(618,573)</u>	<u>(600,119)</u>	<u>(617,088)</u>	<u>(570,923)</u>	<u>(499,440)</u>	<u>(585,114)</u>
<u>\$ (55,730,656)</u>	<u>\$ (56,774,987)</u>	<u>\$ (58,825,686)</u>	<u>\$ (69,701,920)</u>	<u>\$ (66,459,386)</u>	<u>\$ (55,439,364)</u>

PUEBLO COUNTY, COLORADO
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2004	2005	2006	2007
General Revenues				
Governmental Activities:				
Property Taxes	\$ 27,025,442	\$ 28,382,636	\$ 29,616,421	\$ 34,693,901
Sales and Miscellaneous Taxes	14,128,746	14,443,971	15,167,499	16,236,549
Specific Ownership Taxes	3,386,112	3,502,288	3,663,442	4,117,058
Investment Earnings	699,299	1,237,032	1,905,501	1,994,338
Miscellaneous	373,267	32,464	108,079	22,223
Transfers	-	-	(20,000)	(20,000)
Total Governmental Activities	<u>\$ 45,612,866</u>	<u>\$ 47,598,391</u>	<u>\$ 50,440,942</u>	<u>\$ 57,044,069</u>
Business-Type Activities:				
Investment Earnings	\$ -	\$ -	\$ -	\$ 32,087
Transfers	-	-	20,000	20,000
Total Business-Type Activities	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>52,087</u>
Total Primary Government	<u>\$ 45,612,866</u>	<u>\$ 47,598,391</u>	<u>\$ 50,460,942</u>	<u>\$ 57,096,156</u>
Change in Net Position				
Governmental Activities	\$ (193,789)	\$ (1,227,390)	\$ 3,265,775	\$ 13,342,972
Business-Type Activities	<u>(582,045)</u>	<u>(435,757)</u>	<u>(487,035)</u>	<u>(506,247)</u>
Total Primary Government	<u>\$ (775,834)</u>	<u>\$ (1,663,147)</u>	<u>\$ 2,778,740</u>	<u>\$ 12,836,725</u>

2008	2009	2010	2011	2012	2013
\$ 38,379,259	\$ 38,503,465	\$ 41,988,462	\$ 42,894,699	\$ 43,321,344	\$ 45,381,465
15,818,534	15,377,132	17,589,236	15,043,437	15,686,740	15,762,702
4,205,114	4,038,074	3,625,786	3,601,583	3,643,827	3,803,075
980,491	170,931	271,898	319,990	499,134	(18,717)
12,766	139,347	424,967	334,432	794,123	62,772
(33,262)	(45,262)	(40,000)	(50,000)	(3,909,027)	(308,762)
<u>\$ 59,362,902</u>	<u>\$ 58,183,687</u>	<u>\$ 63,860,349</u>	<u>\$ 62,144,141</u>	<u>\$ 60,036,141</u>	<u>\$ 64,682,535</u>
\$ -	\$ -	\$ -	\$ 704	\$ 1,100	\$ 824
<u>33,262</u>	<u>45,262</u>	<u>40,000</u>	<u>50,000</u>	<u>3,909,027</u>	<u>308,762</u>
<u>33,262</u>	<u>45,262</u>	<u>40,000</u>	<u>50,704</u>	<u>3,910,127</u>	<u>309,586</u>
<u>\$ 59,396,164</u>	<u>\$ 58,228,949</u>	<u>\$ 63,900,349</u>	<u>\$ 62,194,845</u>	<u>\$ 63,946,268</u>	<u>\$ 64,992,121</u>
\$ 4,250,819	\$ 2,008,819	\$ 5,651,751	\$ (6,986,856)	\$ (5,952,020)	\$ 9,828,285
<u>(585,311)</u>	<u>(554,857)</u>	<u>(577,088)</u>	<u>(520,219)</u>	<u>3,410,687</u>	<u>(275,528)</u>
<u>\$ 3,665,508</u>	<u>\$ 1,453,962</u>	<u>\$ 5,074,663</u>	<u>\$ (7,507,075)</u>	<u>\$ (2,541,333)</u>	<u>\$ 9,552,757</u>

PUEBLO COUNTY, COLORADO
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year			
	2004	2005	2006	2007
General Fund				
Reserved	\$ 1,435,715	\$ 1,701,523	\$ 2,160,516	\$ 2,413,816
Unreserved	19,122,503	12,956,698	12,424,027	13,585,315
Total General Fund	<u>\$ 20,558,218</u>	<u>\$ 14,658,221</u>	<u>\$ 14,584,543</u>	<u>\$ 15,999,131</u>
All Other Governmental Funds				
Reserved	\$ 6,393,233	\$ 11,143,254	\$ 8,054,008	\$ 9,825,948
Unreserved, Reported in:				
Special Revenue Funds	13,306,949	7,590,889	6,969,389	5,054,811
Capital Projects Funds	-	-	-	-
Total All Other Governmental Funds	<u>\$ 19,700,182</u>	<u>\$ 18,734,143</u>	<u>\$ 15,023,397</u>	<u>\$ 14,880,759</u>
General Fund				
Nonspendable				
Restricted				
Committed				
Assigned				
Unassigned				
Total General Fund				
All Other Governmental Funds				
Nonspendable				
Restricted				
Committed				
Assigned				
Total All Other Governmental Funds				

Notes:

- (1) Prior years have not been restated to reflect changes in application of accounting principles as necessary information to restate prior years was not available.
- (2) In 2011, the County implemented GASB Statement No. 54 under which governmental fund balances are reported as nonspendable, restricted, committed, assigned, and unassigned compared to reserved and unreserved.

Fiscal Year					
2008	2009	2010	2011	2012	2013
\$ 3,005,471	\$ 3,249,306	\$ 7,280,747			
4,853,862	25,334,134	26,852,607			
<u>\$ 7,859,333</u>	<u>\$ 28,583,440</u>	<u>\$ 34,133,354</u>			

\$ 11,883,690	\$ 7,218,252	\$ 6,950,464
4,863,803	5,067,321	7,222,212
-	(744,953)	322
<u>\$ 16,747,493</u>	<u>\$ 11,540,620</u>	<u>\$ 14,172,998</u>

\$ 7,889,767	\$ 4,392,093	\$ 4,203,645
3,092,999	2,400,000	2,400,000
	-	5,143,371
5,179,986	2,326,045	4,475,932
11,959,308	15,250,351	-
<u>\$ 28,122,060</u>	<u>\$ 24,368,489</u>	<u>\$ 16,222,948</u>

\$ 2,461,740	\$ 2,456,710	\$ 2,238,119
3,059,044	44,063,097	12,863,678
2,838,163	140,300	8,804,672
3,796,967	9,959,982	6,873,561
<u>12,155,914</u>	<u>\$ 56,620,089</u>	<u>\$ 30,780,030</u>

PUEBLO COUNTY, COLORADO
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year			
	2004	2005	2006	2007
Revenues				
Taxes:				
Property Taxes, Net	\$ 27,025,442	\$ 28,382,635	\$ 29,616,421	\$ 34,693,901
Specific Ownership Taxes	3,386,112	3,502,288	3,663,443	4,117,058
Sales and Use Taxes	14,128,746	14,443,972	15,167,499	16,236,549
Fees and Fines	82,129	51,281	36,785	33,406
Licenses and Permits	139,089	130,889	140,799	136,343
Intergovernmental	28,666,776	28,355,693	30,377,912	37,343,640
State Highway Users Tax	3,725,522	3,432,603	4,404,789	3,944,552
Charges for Services	5,779,127	6,697,849	6,132,707	8,926,190
Investment Earnings	706,682	1,254,423	1,937,573	2,029,895
Contributions and Private Grants	726,266	620,456	370,367	536,556
Other Revenues	925,736	671,625	561,000	490,816
Total Revenues	<u>85,291,627</u>	<u>87,543,714</u>	<u>92,409,295</u>	<u>108,488,906</u>
Expenditures				
General Government	21,774,823	22,329,154	23,423,910	25,276,861
Public Safety	19,161,500	22,578,720	21,594,268	24,548,467
Highways and Streets	5,522,618	5,528,485	6,117,720	6,178,943
Health and Human Services	23,659,704	24,784,886	24,375,392	24,165,732
Culture and Recreation	708,719	634,822	544,053	1,064,231
Urban Development and Housing	2,131,025	2,093,965	2,001,422	2,528,092
Conservation	486,291	578,088	588,408	631,810
Economic Development Assistance	-	29,438	11,020	128,465
Intergovernmental	2,852,705	2,733,359	3,135,689	2,841,381
Debt Service:				
Principal	520,000	738,555	1,104,215	1,611,861
Interest and Other Charges	675,769	458,546	601,753	655,767
Debt Issuance and Insurance Costs	-	153,912	-	-
Capital Outlay	8,626,839	11,954,883	16,855,737	19,027,887
Total Expenditures	<u>86,119,993</u>	<u>94,596,813</u>	<u>100,353,587</u>	<u>108,659,497</u>
Excess (Deficiency) of Revenue Over (Under)				
Expenditures	<u>(828,366)</u>	<u>(7,053,099)</u>	<u>(7,944,292)</u>	<u>(170,591)</u>
Other Financing Sources (Uses)				
Issuance from Capital Lease	-	33,151	119,868	1,272,400
Proceeds from Certificates of Participation	-	-	-	-
Proceeds from Bonds Issued	-	9,645,000	4,060,000	-
Premium from Bonds Issued	-	224,587	-	-
Premium from COPs Issued	-	-	-	-
Discount from COPs Issued	-	-	-	-
Payment to Refunded Bond Escrow Agent	-	(9,715,675)	-	-
Transfers In	477,658	7,999,587	2,353,335	3,932,370
Transfers Out	<u>(477,658)</u>	<u>(7,999,587)</u>	<u>(2,373,335)</u>	<u>(3,952,370)</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>187,063</u>	<u>4,159,868</u>	<u>1,252,400</u>
Net Changes in Fund Balances	<u>\$ (828,366)</u>	<u>\$ (6,866,036)</u>	<u>\$ (3,784,424)</u>	<u>\$ 1,081,809</u>
Debt Service as a Percentage of				
Noncapital Expenditures	1.54 %	1.45 %	2.04 %	2.53 %

Notes- Prior years have been restated to reflect changes in application of accounting principles. Debt service % of noncapital expenditures for 2009 forward are calculated using the cost of assets capitalized as noted on page 21 of this report.

Fiscal Year					
2008	2009	2010	2011	2012	2013
\$ 38,379,266	\$ 38,503,465	\$ 41,988,462	\$ 42,894,699	\$ 43,321,346	\$ 45,381,467
4,205,114	4,038,074	3,625,786	3,601,583	3,643,827	3,803,074
15,818,534	15,377,132	17,589,236	15,043,437	15,686,739	15,762,702
36,967	36,847	24,756	41,421	42,661	32,075
172,312	182,545	170,765	174,488	249,950	502,006
42,799,885	39,343,083	31,903,068	31,899,234	30,307,089	38,444,505
3,754,591	4,258,482	4,504,950	4,540,767	4,554,965	4,604,132
7,342,115	7,573,454	6,689,953	7,209,946	12,442,726	11,793,977
1,002,144	175,961	271,898	319,990	223,353	(18,717)
621,837	587,586	663,503	751,753	388,519	268,023
500,810	744,892	3,350,140	1,053,022	1,612,209	727,002
<u>114,633,575</u>	<u>110,821,521</u>	<u>110,782,517</u>	<u>107,530,340</u>	<u>112,473,384</u>	<u>121,300,246</u>
26,635,609	27,612,550	26,317,193	30,060,394	27,188,093	27,239,875
23,582,999	26,531,567	23,623,411	25,072,526	25,970,555	26,128,149
7,702,294	7,665,246	6,782,217	7,156,834	7,191,094	7,425,035
32,098,771	27,007,626	26,476,356	26,856,745	28,005,206	28,047,137
1,235,612	725,993	689,501	1,213,862	787,893	716,716
2,349,052	3,004,412	3,996,932	4,748,937	2,928,674	2,260,312
612,594	621,776	647,661	658,969	670,167	582,128
104,270	120,282	968,065	1,264,510	2,409,429	2,915,755
3,099,330	4,828,137	3,367,813	2,994,171	2,388,570	2,285,330
1,728,041	1,564,538	2,702,766	2,539,165	2,027,050	2,663,316
959,702	1,848,574	2,175,909	2,614,695	3,789,644	5,077,399
-	-	-	-	1,441,272	-
32,180,103	20,047,288	4,812,401	12,201,925	22,163,159	49,635,933
<u>132,288,377</u>	<u>121,577,989</u>	<u>102,560,225</u>	<u>117,382,733</u>	<u>126,960,806</u>	<u>154,977,085</u>
<u>(17,654,802)</u>	<u>(10,756,468)</u>	<u>8,222,292</u>	<u>(9,852,393)</u>	<u>(14,487,422)</u>	<u>(33,676,839)</u>
-	-	-	1,874,015	-	-
11,415,000	26,600,000	-	-	55,000,000	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	4,400,198	-
-	(400,756)	-	-	-	-
-	-	-	-	-	-
13,231,367	6,420,417	2,571,222	12,335,090	3,283,508	10,005,614
<u>(13,264,629)</u>	<u>(6,465,678)</u>	<u>(2,611,222)</u>	<u>(12,385,090)</u>	<u>(7,176,797)</u>	<u>(10,314,376)</u>
11,381,738	26,153,983	(40,000)	1,824,015	55,491,172	(308,762)
<u>\$ (6,273,064)</u>	<u>\$ 15,397,515</u>	<u>\$ 8,182,292</u>	<u>\$ (8,028,378)</u>	<u>\$ 41,032,661</u>	<u>\$ (33,985,601)</u>
2.68 %	3.36 %	4.99 %	4.90 %	5.55 %	7.35 %

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**PUEBLO COUNTY, COLORADO
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2004	27,107,227	26,912,867	99.28%	134,105	27,046,972	99.78%
2005	28,301,480	28,036,208	99.06%	36,173	28,072,381	99.19%
2006	29,586,757	29,533,063	99.82%	43,583	29,576,646	99.97%
2007	34,603,767	34,554,867	99.86%	(209,155)	34,345,712	99.25%
2008	38,386,382	38,301,325	99.78%	73,033	38,374,358	99.97%
2009	38,935,035	38,375,174	98.56%	436,519	38,811,693	99.68%
2010	41,538,357	41,293,332	99.41%	86,738	41,380,070	99.62%
2011	42,858,211	42,737,389	99.72%	66,061	42,803,450	99.87%
2012	45,903,474	45,712,521	99.58%	29,162	45,741,683	99.65%
2013	49,795,510	49,663,296	99.73%	-	49,663,296	99.73%

Source: Pueblo County Assessor and Office of Budget and Finance

PUEBLO COUNTY, COLORADO
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(rate per \$1,000 of assessed value)

	Year Taxes are Payable			
	2004	2005	2006	2007
County Direct Rates				
General	26.999	26.999	26.060	29.999
Library	1.262	1.247	1.094	1.073
Animal Shelter	-	0.943	0.866	0.835
Refunds/ Abatements-General Fund	-	-	-	-
Total Direct Rate	28.261	29.189	28.020	31.907
City and Towns Rates				
Boone	17.773	17.880	16.252	17.880
Pueblo	15.633	15.663	15.441	15.633
Rye	7.827	5.904	6.120	5.609
School Districts				
Edison 54J	36.195	36.629	36.837	36.357
Fowler R4J	41.091	40.979	40.410	39.896
Pueblo 60	44.903	45.349	42.515	42.587
Pueblo 70	55.526	56.009	49.859	48.831
Improvement & Service Districts				
Avondale Water & Sanitation	10.641	10.641	10.641	10.641
Bandera Blvd. Special Improvement	-	5.000	5.000	5.000
Beulah Ambulance District	-	-	-	-
Colorado City Cemetery	1.240	1.235	1.147	1.147
Colorado City Metro	17.072	17.258	16.745	17.967
Edison Fire Protection District	-	-	-	-
Fowler Rural Fire	4.553	4.796	4.630	4.635
Lower Arkansas Valley Water Conservancy	1.502	1.502	1.446	1.502
Midway Ranches Fire Protection District	-	-	-	-
Pine Drive Water	15.517	15.735	13.708	13.812
Pueblo Regional Library	5.250	5.250	5.250	5.250
Pueblo Rural Fire	24.268	24.268	24.268	24.268
Pueblo West Metro	19.254	19.666	18.934	20.193
Rye Fire	10.036	10.036	10.036	10.036
South Point Special Improvement	5.000	5.000	5.000	5.000
South Eastern Water Conservancy	0.947	0.947	0.943	0.941
St. Charles Mesa Sanitation	4.250	4.250	4.024	4.250
West Park Fire	4.974	4.974	5.433	5.346
Thunder Village Metropolitan Dist	-	-	-	-

Source: Pueblo County Abstract of Assessment

Year Taxes are Payable					
2008	2009	2010	2011	2012	2013
29.999	29.999	29.999	29.999	29.999	29.999
0.954	0.927	0.867	0.840	0.767	0.708
0.755	0.269	0.252	(0.140)	-	-
-	-	-	0.978	0.106	0.252
31.708	31.195	31.118	31.677	30.872	30.959
9.670	10.620	12.058	14.466	15.621	15.867
15.633	15.633	15.633	15.633	15.633	15.633
5.488	5.900	6.771	6.888	6.972	6.972
38.814	38.801	37.525	36.207	36.104	37.044
38.183	38.018	37.511	37.389	32.263	36.123
39.152	37.966	36.629	38.811	34.324	36.032
41.873	40.804	40.804	39.297	39.297	39.243
10.641	10.641	10.641	10.641	10.641	10.641
5.000	5.000	5.000	5.000	3.000	3.000
7.000	7.000	7.000	7.000	7.000	13.500
1.071	1.071	1.071	1.071	1.071	1.071
16.646	17.967	17.967	17.967	17.967	17.967
9.000	9.000	9.000	9.000	9.000	9.000
4.546	4.462	4.109	4.057	3.900	3.777
1.502	1.503	1.502	1.502	1.502	1.502
-	-	-	1.650	18.760	18.760
14.776	14.582	14.391	14.352	15.115	15.196
5.250	5.261	5.302	5.413	5.268	5.293
24.268	24.268	24.268	24.268	24.268	24.268
20.193	20.193	20.193	20.193	20.193	20.193
10.036	10.036	10.036	10.036	10.036	10.036
5.000	5.000	5.000	5.000	5.000	5.000
0.915	0.943	0.940	0.947	0.947	0.944
4.064	4.250	4.090	4.250	4.250	4.190
5.433	5.433	5.433	5.433	5.433	5.433
-	-	-	5.000	5.000	5.000

PUEBLO COUNTY, COLORADO
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
(in thousands of dollars)

Fiscal Year Ended December 31,	Vacant Unimproved Land	Residential Property	Natural Resources	Commercial Property	Industrial Property	Agricultural Property	Public Utilities
2004	56,116	449,451	1,936	219,004	100,405	10,395	124,164
2005	53,932	466,545	1,675	220,102	101,088	10,465	117,679
2006	60,760	521,390	1,662	239,482	104,997	10,614	120,018
2007	58,304	542,161	1,674	247,349	108,087	10,731	118,276
2008	78,048	611,510	2,420	271,278	117,003	10,457	125,655
2009	77,017	626,504	2,800	284,856	128,941	10,563	129,353
2010	75,588	626,002	2,959	298,026	185,283	10,332	152,191
2011	75,008	631,212	3,051	300,396	218,743	10,316	160,096
2012	63,728	592,631	2,690	301,583	242,564	11,635	343,291
2013	62,804	596,087	2,685	300,801	226,488	11,222	469,730

Sources: Pueblo Abstract of Assessment.

Notes: Property in Pueblo County is reassessed once every two years. The County assessed residential property at a constant rate from 2004 to 2013 at 7.96% of actual value. All other property was assessed at 29% of actual value. Actual taxable value is obtained from the prior year Abstract of Assessment for the fiscal year for which levied. Tax rates are per \$1,000 of assessed value.

Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Exempt Property Assessed Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
961,471	28.26	7,410,202	81,617	12.975%
971,486	29.19	7,600,404	80,925	12.782%
1,058,923	28.02	8,401,841	88,997	12.603%
1,086,582	31.91	8,671,580	116,798	12.530%
1,216,371	31.71	9,766,507	123,006	12.455%
1,260,034	31.20	10,054,376	124,404	12.532%
1,350,381	31.12	10,376,477	129,829	13.014%
1,398,822	31.68	10,592,404	147,445	13.206%
1,559,121	30.87	10,777,971	152,654	14.466%
1,669,818	30.96	11,191,118	155,686	14.921%

**PUEBLO COUNTY, COLORADO
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	<u>2013</u>		Percentage of Total County Taxable Assessed Value	<u>2004</u>		Percentage of Total County Taxable Assessed Value
	Taxable Assessed Value	Rank		Taxable Assessed Value	Rank	
Public Service Company of Colorado	239,376,400	1	14.34%	57,057,230	1	5.87%
GCC Rio Grande, Pueblo Plant	74,862,530	2	4.48%			
Black Hills Colorado Electric (Aquila)	69,852,900	3	4.18%	9,975,000	4	1.03%
Intermountain Rural Electric	54,565,300	4	3.27%			
Black Hills Colorado IPP LLC	40,917,300	5	2.45%			
Vestas Towers America Inc	33,362,992	6	2.00%	-		
QWEST Corporation	18,674,600	7	1.12%	16,420,000	3	1.69%
Holy Cross Electric Assn Inc	16,873,100	8	1.01%			
Union Pacific Railroad Co	15,216,266	9	0.91%	8,782,400	5	0.90%
EVRAZ (Rocky Mountain Steel Mills)	14,988,968	10	0.90%	23,193,140	2	2.39%
BF Goodrich Aerospace Company				6,549,400	6	0.67%
BNSF Railroad				6,359,450	7	0.65%
Dayton Hudson Company				5,990,160	8	0.62%
Trane Company in Pueblo				4,705,720	9	0.48%
Parkview Medical Center				4,187,070	10	0.43%
Total	<u>578,690,356</u>		<u>34.66%</u>	<u>143,219,570</u>		<u>14.73%</u>

Source: County Assessor's Office

PUEBLO COUNTY, COLORADO
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year Ended December 31,	General Bonded Debt Outstanding					Percentage of Actual Taxable Value of Property (a)	Per Capita (b)
	General Obligation Library Bonds	Limited Tax General Obligation Bonds	Total	Less Debt Service Fund	Net		
2004	11,935,000	-	11,935,000	10,215	11,924,785	0.16 %	80
2005	11,220,734	-	11,915,000	957,500	10,957,500	0.14 %	73
2006	14,263,346	3,626,371	14,906,371	1,528,229	13,378,142	0.16 %	87
2007	12,872,715	2,859,500	13,464,500	1,668,467	11,796,033	0.14 %	76
2008	11,426,366	2,061,911	11,966,911	1,746,155	10,220,756	0.10 %	65
2009	9,912,837	1,232,373	10,402,373	1,184,675	9,217,698	0.09 %	58
2010	8,339,859	369,607	8,779,607	666,170	8,113,437	0.08 %	51
2011	7,230,040	-	7,620,000	105,402	7,514,598	0.07 %	47
2012	6,903,339	-	6,795,000	103,376	6,691,624	0.06 %	41
2013	6,032,487	-	6,032,487	105,457	5,927,030	0.05 %	37

Note: For details on the County's outstanding debt, see the notes to the financial statements starting on page 54.

(a) See page 131 for property value data.

(b) Population data can be found on page 140.

PUEBLO COUNTY, COLORADO
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ended December 31,	Governmental Activities			Business-Type Activities	
	General Obligation Bonds	Certificates of Participation	Capital Leases	Certificates of Participation (a)	Capital Leases
2004	11,935,000	-	-	7,015,000	-
2005	11,220,734	-	29,596	6,503,613	205,547
2006	14,263,346	-	113,878	6,339,728 (b)	163,809
2007	12,872,715 (c)	-	1,147,738	6,162,667	255,631
2008	11,426,366	11,337,531 (d)	863,065	5,967,309	186,508
2009	9,912,837	37,544,587 (e-f)	598,655	5,748,474	113,689
2010	8,339,859	36,486,559	311,606	5,510,923	173,281
2011	7,230,040	35,393,531	1,921,064	5,259,963	118,503
2012	6,903,339	93,552,476 (h)	1,874,015	5,483,408	58,887
2013	6,032,487	91,965,148 (g)	1,528,390	5,125,569	29,950

(a) Certificates of participation were issued for acquisition and improvements to Desert Hawk Golf Course at Pueblo West. See notes to basic financial statements for further information.

(b) Certificates of participation, see (a) above, were refunded.

(c) Bonds of \$4,060,000 were issued for construction of a new building for the Pueblo Animal Shelter.

(d) Certificates of participation of \$11,415,000 were issued to fund construction of a new building for the Pueblo City-County Health Department.

(e) Series 2009-A Certificates of Participation, Build America Bonds, of \$23,600,000 were issued to fund property acquisition, demolition of an asbestos-polluted ice-house building and related land remediation of the construction site for the new Judicial Complex building along with various other infrastructure projects.

(f) Series 2009-B Certificates of Participation of \$3,000,000 were issued to fund building design and site preparation for the new Judicial Complex building.

(g) See page 140 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

(h) Series 2012 Certificates of Participation of \$55,000,000 were issued to fund construction of a new building for the Judicial Complex.

Other Government Land Purchase Option	Other Government Advance on Water Payments	Other Government Non- Interest Loan	Total Primary Government	Percentage of Personal Income (g)	Debt per Capita (g)
757,000	490,436	824,231	21,021,667	0.73 %	140
757,000	598,029	1,091,448	20,405,967	0.53 %	135
757,000	704,878	1,333,895	23,676,534	0.59 %	155
457,000	812,483	1,570,538	23,278,772	0.69 %	150
457,000	957,979	1,814,582	33,010,340	0.97 %	211
457,000	1,109,381	2,054,111	57,538,734	1.70 %	362
457,000	1,279,813	2,314,661	54,873,702	1.64 %	345
457,000	1,279,813	2,632,273	54,292,187	1.72 %	338
457,000	1,279,813	2,950,055	112,558,993	3.25 %	697
457,000	1,279,813	3,268,533	109,686,890	2.05 %	679

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PUEBLO COUNTY, COLORADO
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2013

Government Unit	Debt Outstanding	Estimated Percentage Applicable (a)	Estimated Share of Overlapping Debt
Debt Repaid with Property Taxes			
City of Pueblo	\$ 25,347,527	100.000 %	\$ 25,347,527
School District # 60	62,905,000	100.000 %	62,905,000
School District # 70	104,729,021	100.000 %	104,729,021
Pine Drive Water District	393,628	100.000 %	393,628
Colorado City Metro District	3,919,618	100.000 %	3,919,618
Town of Boone	685,449	100.000 %	685,449
Town of Rye	472,242	100.000 %	472,242
Edison School District 54JT	385,000	100.000 %	385,000
Fowler R4J	1,050,000	100.000 %	1,050,000
Avondale Water & Sanitation	10,000	100.000 %	10,000
Pueblo City-County Library District	10,985,000	100.000 %	10,985,000
Pueblo West Metro District	10,738,036	100.000 %	10,738,036
Rye Protection District	248,186	100.000 %	248,186
Southeastern Colorado Water Conservancy District	45,427,251	100.000 %	45,427,251
Thunder Village Special District	6,963,504	100.000 %	6,963,504
Subtotal, Overlapping Debt	274,259,462	100.000 %	<u>\$ 274,259,462</u>
County Direct Debt	109,686,890		
Total Direct and Overlapping Debt	<u>\$ 383,946,352</u>		

(a) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the County's boundaries. All governmental units are located within the geographic boundaries of the County.

PUEBLO COUNTY, COLORADO
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(dollars in thousands)

	Fiscal Year			
	2004	2005	2006	2007
Debt limit	\$ 228,013	\$ 252,055	\$ 260,147	\$ 292,995
Total Debt Applicable to Limit	-	-	3,626	2,859
Legal Debt Margin	<u>\$ 228,013</u>	<u>\$ 252,055</u>	<u>\$ 256,521</u>	<u>\$ 290,136</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.00 %	0.00 %	0.00 %	0.98 %

**Legal Debt Margin Calculation
for Fiscal Year 2012:**

Actual Value (a)	10,681,837
Debt Limit (3% of Actual Value)	320,455
Debt Applicable to Limit - General Obligation Bonds	-
Legal Debt Margin	<u><u>320,455</u></u>

The constitutional debt limitation applies to all general obligation bonds authorized. Additional general obligation bonds may be authorized to be issued if so approved by a majority of those voting in an election held for that purpose. Pueblo County has no general obligation bonds authorized but unissued.

(a) Source: 2013 County Abstract of Assessment

Note: From 2003 through 2013, the margin was 3% of actual value. General Obligation Library Bonds are excluded by state statute from legal debt margin requirements.

Fiscal Year					
2008	2009	2010	2011	2012	2013
\$ 301,631	\$ 311,294	\$ 317,772	\$ 323,339	\$ 335,734	\$ 320,455
2,062	1,232	370	-	-	-
<u>\$ 299,569</u>	<u>\$ 310,062</u>	<u>\$ 317,402</u>	<u>\$ 323,339</u>	<u>\$ 335,734</u>	<u>\$ 320,455</u>
0.68 %	0.40 %	0.12 %	0.00 %	0.00 %	0.00 %

**PUEBLO COUNTY, COLORADO
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS**

Fiscal Year	Population	Personal Income (thousands of dollars)	Per Capita Personal Income	Median Age	Education Level Percent of High School Graduates	School Enrollment
2004	149,728	2,862,688	25,798	36.1	83.7%	26,284
2005	151,104	3,870,097	25,612	36.0	84.5%	26,826
2006	153,243	4,009,351	26,363	36.8	85.3%	27,232
2007	154,712	3,350,443	21,656	36.4	86.1%	27,559
2008	156,781	3,402,618	21,703	36.3	86.9%	27,749
2009	158,804	3,393,959	21,372	37.8	87.8%	27,659
2010	159,106	3,348,227	21,044	38.0	77.7%	27,256
2011	160,630	3,163,608	19,695	39.0	72.4%	26,848
2012	161,422	3,467,667	21,482	38.6	70.5%	26,865
2013	161,451	5,343,150	33,095	39.3	74.8%	27,247

Sources: Population, personal income, per capital income, and median age information provided by Colorado Division of Local Affairs, Demography Section. High school graduates percentage and enrollment data provided by annual census of schools. Unemployment data provided by the Colorado Department of Labor and Employment. Construction information provided by the Pueblo Regional Building Department.

<u>Commercial Construction</u>			<u>Residential Construction</u>	
Unemployment Rate	No. Of Units	Estimated Costs (thousands of dollars)	No. Of Units	Estimated Costs (thousands of dollars)
7.5%	69	24,296	1,111	129,488
6.8%	63	35,085	1,116	181,576
5.0%	95	91,945	1,223	194,287
5.5%	98	56,915	664	112,955
7.5%	64	169,825	400	66,188
8.4%	45	33,041	208	41,949
8.9%	82	38,058	216	39,615
10.2%	43	14,384	117	20,893
10.6%	56	70,137	180	34,808
8.6%	42	17,588	159	28,935

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**PUEBLO COUNTY, COLORADO
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

Employer	Employees	2013 Rank	Percentage of Total County Employment	Employees	2004 Rank	Percentage of Total County Employment
Parkview Hospital	1,960	1	2.86 %	1,950	2	3.02 %
Pueblo City Schools (School District 60)	1,800	2	2.63 %	2,400	1	3.72 %
EVRAZ (Rocky Mountain Steel)	1,218	3	1.78 %	800	10	1.24 %
St. Mary Corwin Hospital	1,200	4	1.75 %	1,230	3	1.90 %
Wal-Mart Stores	1,200	5	1.75 %	850	8	1.32 %
School District 70	1,101	6	1.61 %	835	9	1.29 %
Pueblo County	1,100	7	1.61 %	1,025	6	1.59 %
Colorado Mental Health Institute	950	8	1.39 %	1,050	5	1.63 %
City of Pueblo	620	9	0.91 %	705	12	1.09 %
Express Scripts	600	10	0.88 %	-		- %
Loaf N Jug	540	11	0.79 %	-		- %
CSU - Pueblo	523	12	0.76 %	650	13	1.01 %
RMS Call Center	520	13	0.76 %	-		- %
Convergys	490	14	0.72 %	1,100	4	1.70 %
Vestas Towers	480	15	0.70 %	-		- %
Target Dist Center	450	16	0.66 %	780	11	1.21 %
Trane	450	17	0.66 %	980	7	1.52 %
AT&T Call Center	379	18	0.55 %	-		- %
Pueblo Community College	344	19	0.50 %	-		- %
Mission Foods	320	20	0.47 %	-		- %
Pueblo Army Depot	280	21	0.41 %	-		- %
INNOTRAC	270	22	0.39 %	325	18	0.50 %
Safeway Stores	262	23	0.38 %	525	15	0.81 %
TTCI	250	24	0.36 %	250	21	0.39 %
Xcel Energy	245	25	0.36 %	-		- %
Goodrich Corporation	200	26	0.29 %	250	20	0.39 %
Total	<u>17,752</u>		<u>25.93 %</u>	<u>15,705</u>		<u>24.33 %</u>
Total County	<u>68,507</u>		<u>100.00 %</u>	<u>64,573</u>		<u>100.00 %</u>

NOTE: Includes those with 200 or more employees.

Source: Pueblo Economic Development Corporation

PUEBLO COUNTY, COLORADO
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	Fiscal Year				
	2004	2005	2006	2007	2008
Sheriff's Office					
Calls for Service:					
Law Enforcement	20,886	22,503	21,981	24,886	25,583
Fire	1,039	1,266	1,290	1,142	1,208
Medical Emergency	2,186	2,357	2,569	2,665	3,289
Physical Arrests	2,821	3,097	2,991	2,985	2,999
Traffic Violations	3,025	3,350	2,957	2,929	3,325
Detention					
Jail Population, Daily-Average	556	589	596	559	529
Public Works					
Customer Service Requests	204	172	185	204	177
Crushed Gravel (Tons)	95,000	100,000	75,000	103,048	104,018
Roads Chip Sealed (Miles)	23	18	32	21	33
Roads Dust Treated (Miles)	-	108	91	97	97
Roads Striped (Miles)	110	105	111	107	108
Recreation					
Golf Course 18-Hole Rounds	23,859	23,476	23,910	22,132	23,371
Golf Annual-Pass Holders	149	162	163	158	187

Source: County departments

Note: Indicators are not available for the general government function.

Fiscal Year				
2009	2010	2011	2012	2013
22,349	26,285	27,656	27,834	28,576
1,279	1,242	1,356	1,598	1,551
2,891	3,113	3,388	3,502	3,585
3,023	2,829	2,804	2,840	3,450
3,047	2,413	2,712	2,412	2,289
546	558	601	613	615
207	238	194	215	296
110,000	67,000	95,134	76,094	77,996
35	15	16	14	14
106	178	106	108	109
113	113	105	105	105
23,663	22,986	22,732	24,387	24,260
164	182	189	192	182

PUEBLO COUNTY, COLORADO
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	Fiscal Year				
	2004	2005	2006	2007	2008
Law Enforcement					
Stations	2	2	2	2	2
Zone Offices	3	3	3	3	3
Patrol Units	43	45	52	55	49
Public Works					
Paved Roads Maintained (Miles)	470	471	476	483	491
Gravel Roads Maintained (Miles)	740	739	735	728	720
Parks and Recreation					
Acreage	151	151	151	151	151
Baseball Fields	7	7	7	7	7
Playgrounds	5	5	5	5	5
Community Centers	2	2	2	2	2
Art Center	1	1	1	1	1
Children's Museum	1	1	1	1	1

Fiscal Year				
2009	2010	2011	2012	2013
2	2	2	2	2
3	3	3	3	3
50	66	68	67	68
571	571	571	571	571
640	640	640	640	640
151	151	151	151	151
7	7	7	7	8
5	5	5	5	5
2	2	2	2	2
1	1	1	1	1
1	1	1	1	1

PUEBLO COUNTY, COLORADO
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	Full-time Equivalent Employees as of December 31				
	2004	2005	2006	2007	2008
General Government					
County Commissioners	8	6	7	8	8
Other Administration	4	-	-	-	-
County Attorney	6	8	8	8	9
County Surveyor	1	1	1	1	1
County Clerk/recorder	34	35	34	34	36
Election	6	7	6	7	7
Treasurer	17	17	17	17	17
Assessor	33	32	32	30	32
District Attorney	55	61	62	65	64
Office of Budget	6	8	8	9	9
Purchasing	3	3	3	4	3
Human Resources	6	8	8	5	5
Planning and Development	11	10	11	12	10
Information and Computer Services	22	24	26	28	27
Fleet & Equipment Management	4	4	4	4	4
Facilities	54	56	56	56	55
GIS	4	4	4	4	4
Retirement	1	1	1	1	1
Total General Government	275	285	288	293	292
Public Safety					
Law Enforcement	97	96	95	98	101
Detention	143	146	170	183	181
Dispatch	16	15	16	15	17
Emergency Management	12	12	10	10	11
Coroner	1	1	1	4	4
Community Corrections Administration	-	-	-	-	-
Total Public Safety	269	270	292	310	314
Highways and Streets					
Road and Bridge	85	85	79	81	82
Health and Welfare					
Housing & Human Services	32	28	33	33	31
Social Services	278	284	289	284	299
Aging Services	3	3	3	3	3
Veterans Services	3	2	3	3	3
Total Health and Welfare	316	317	328	323	336
Culture and Recreation					
Parks	4	4	4	4	4
Conservation					
CSU Extension	5	5	5	5	5
Economic Development Administration	-	-	1	1	1
Total	954	966	997	1,017	1,034

Source: County Payroll Department

Full-time Equivalent Employees as of December 31

2009	2010	2011	2012	2013
8	8	8	8	13
-	-	-	-	-
9	9	9	9	9
1	1	1	1	1
35	33	33	35	35
7	7	8	7	8
15	15	15	12	16
29	29	29	28	27
63	61	61	62	58
9	8	7	7	6
3	3	3	3	3
6	6	6	6	6
10	9	10	9	9
29	29	28	28	28
4	4	4	4	4
58	56	51	58	59
5	5	4	5	5
1	1	1	1	1
292	284	278	283	288

103	103	113	113	110
181	181	176	180	189
17	18	18	19	19
11	11	12	12	15
4	4	4	4	10
-	-	-	2	2
316	317	323	330	345

81	78	74	80	77
----	----	----	----	----

33	45	40	28	24
302	302	319	320	308
3	3	3	3	3
3	3	3	3	3
341	353	365	354	338

4	4	4	4	4
---	---	---	---	---

5	5	5	5	6
---	---	---	---	---

1	1	-	-	-
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1,040	1,042	1,049	1,056	1,058
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GOVERNMENT AUDITING STANDARDS
AND
OMB CIRCULAR A-133 REPORTS

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PUEBLO COUNTY, COLORADO
GOVERNMENT AUDITING STANDARDS AND OMB CIRCULAR A-133 REPORTS
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**PUEBLO COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2013**

SECTION I - SUMMARY OF INDEPENDENT AUDITORS' RESULTS

FINANCIAL STATEMENTS

An unmodified opinion was rendered on the basic financial statements as of and for the year ended December 31, 2013.

Internal control over financial reporting:

- Material weakness(es) identified? X Yes No
- Significant deficiency(ies) identified? Yes X None Reported
- Noncompliance material to financial statements noted? Yes X No

FEDERAL AWARDS

Internal control over major programs:

- Material weakness(es) identified? X Yes No
- Significant deficiency(ies) identified? Yes X None Reported

An unmodified opinion was issued on compliance for major programs except for the Child Care Cluster (CFDA 93.575 and 93.596) which was modified.

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133 X Yes No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program</u>
10.561	Supplemental Nutrition Assistance Program
81.042	Weatherization Assistance for Low Income Persons Weatherization Assistance for Low Income Persons – ARRA Weatherization Assistance CIP Weatherization Assistance CIP - ARRA
93.575	Child Care & Development Block Grant
93.596	Child Care Mandatory and Matching Funds of the Child Care and Development Fund
93.658	Foster Care – Title IV-E
93.778	Title XIX, Medicaid Medical Assistance Program Medical Assistance Program Single Entry Point, Medical Assistance Program
97.040	Chemical Stockpile Emergency Preparedness

Dollar threshold used to distinguish between type A and type B programs: \$1,279,902

Auditee qualified as a low-risk auditee? Yes X No

**PUEBLO COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2013**

SECTION II - FINANCIAL STATEMENT FINDINGS

Finding 2013-001: Accrual of Expenditures

Criteria or specific requirement: Expenditures should be recorded in the period in which the liability is incurred.

Context/Effect/Cause: Expenditures and accounts payable were overstated by \$365,199. Two warrants issued in 2014 and reported as December 31, 2013 liabilities and expenditures were in fact 2014 expenditures. Vouchers are marked as prior year expenditures at the department level and warrants and the related expenditures are automatically recorded in the preceding year when a voucher is marked as such. There is no process in place within the Finance Department to review warrants marked as prior year to ensure that the underlying expenditure was incurred in the prior year.

Recommendation: We recommend the County establish procedures to verify that expenditures are recorded in the proper period. Those procedures should address the risk that accruals may have been improperly recorded at the department level.

Views of responsible officials and planned corrective actions: We agree with the above finding and will establish procedures to review vouchers and related supporting documents to ensure that expenditures are recorded in the proper accounting period.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding 2013-002

Federal Agency: U.S. Department of Health and Human Services
CFDA#: 93.575 – Child Care and Development Block Grant
93.596 – Child Care Mandatory and Matching Funds of the Child Care and Development Fund
Pass-through Entity: Colorado Department of Human Services

Criteria or specific requirement: For individuals to be eligible for services, children must be under age 13 (or up to age 19, if incapable of self-care or under court supervision), who reside with a family whose income does not exceed 85 percent of State/territorial/tribal median income for a family of the same size, and reside with a parent (or parents) who is working or attending a job-training or education program; or are in need of, or are receiving, protective services as prescribed in 45 CFR section 98.20(a).

Condition: Based upon our review of documentation provided and inquiries of County personnel, it was determined that the County did not maintain a system sufficient to ensure and document compliance with the eligibility requirements. Specifically, we were not able to locate three of the sixty files selected for eligibility testing. Therefore, we were not able to determine whether eligibility was properly determined on these three individuals.

**PUEBLO COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2013**

Questioned Costs: The questioned costs, relating directly to the amounts paid for the benefits provided to these three individuals during calendar year 2013, totaled \$10,585.

Effect: The County is unable to support compliance with eligibility requirements identified above for three individuals who received benefits during 2013.

Cause: The County does not have effective internal controls over file maintenance and filing processes.

Recommendation: We recommend the County develop and institute procedures that will ensure that proper documentation supporting eligibility determination be retained for the required time period. These procedures should facilitate reasonable access to this information at any time during the requirements retention period.

Views of responsible officials and planned corrective actions: We agree with the above finding and we will improve our current filing and review procedures in monitoring compliance with eligibility requirements. Specifically, we will adopt procedures to reconcile the total number of case files on hand with the total number of case files in the computer system.

Finding 2013-003

Federal Agency: U.S. Department of Health and Human Services
CFDA#: 93.778 – Medical Assistance Cluster
Pass-through Entity: Colorado Department of Human Services

Criteria or specific requirement: Funds can only be used for Medicaid benefit payments (as specified in the State plan, Federal regulations, or an approved waiver); expenditures for administration and training; expenditures for the State Survey and Certification Program; and expenditures for State Medicaid Fraud Control Units(42 CFR section 435.10, 440.210, 440.220 and 440.180). Further, the Basic Guidelines under OMB Circular A-87 require that costs be adequately documented.

The State and Pueblo County contracted with Pueblo Step Up to provide case management services in Pueblo County. A State contract (#14-56673), under Exhibit A; Statement of Work; 3.0 Payment, specifically requires that *“The subcontractor shall submit an invoice monthly based on the Contractor’s actual expenditures for the period specified...Invoice shall be supplemented or accompanied by supporting data and subcontractor invoices, if any, covering Work shown on the invoice.”* Section 4.0 Department Responsibilities subsection 4.1.3 states *“Submit payment to the Contractor upon the Department’s review and acceptance of deliverables and invoicing received from the Contractor.”*

Condition: Based on our review of the documentation provided, a payment was made to the contractor based on support that included quoted prices rather than invoices for actual expenses. In most instances, the County was later able to obtain supporting invoices from the contractor. However, there were some minor variances between the payment made and the underlying invoices.

Questioned Costs: The questioned costs were below the reporting threshold.

Effect: The County issued payment under the program without obtaining proper support for expenditures.

Cause: The County failed to properly review the support provided by the contractor.

PUEBLO COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2013

Recommendation: We recommend the County develop and institute procedures that will ensure that proper documentation and support is obtained from the contractor prior to issuance of payments.

Views of responsible officials and planned corrective actions: We agree with the above finding and we will develop and institute procedures that will ensure that proper documentation and support is obtained from the contractor prior to issuance of payments.

**PUEBLO COUNTY, COLORADO
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2013**

Finding 2012-1: Internal Control over Grant Accounting

Criteria or specific requirement: The County receives multiple federal and state grant awards and the County has established procedures to monitor these awards at the department level. The procedures include a periodic review by the grants monitoring specialist in the County's Budget and Finance Office. Beginning in 2010, the State of Colorado changed its method of payment on the community corrections grant from a reimbursement basis to an estimated advanced payment method. Procedures within the County were not adjusted to properly account for this new payment method. As a result, grant revenue was not properly recognized.

Certain payables under this program were not properly accrued. As a result, expenditures along with related grant revenue were understated.

Context/Effect/Cause: We noted the following misstatements of the County's basic fund statements related to the County's grant accounting and revenue recognition under generally accepted accounting principles:

- ❖ \$729,804 in revenue that had been earned for a community corrections grant was not recognized. This adjustment related to \$453,839 in additional grants receivable as well as a prior period adjustment to deferred revenue of \$275,965 that had not been reflected in 2011.
- ❖ \$214,312 in community corrections expenditures were incurred and not recognized.

Recommendation: We recommended the County implement a training program at the department level to ensure that employees have proper training related to grant accounting. We also recommended that the grants monitoring specialist within the Budget and Finance office review, for accuracy, year-end entries made by the departments related to grant accounting. Additional testing should be performed by Budget and Finance department personnel on year-end payable accruals made at the department level to ensure accuracy.

Views of responsible officials and planned corrective actions: We agree with the above finding and will assess our grant accounting and monitoring procedures to include review for proper expenditure and revenue recognition.

Current Status: The County has revised and improved their grant accounting and monitoring procedures relating to expenditure and revenue recognition. There were no proposed audit adjustments related to grant accounting in 2013.



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**INDEPENDENT AUDITORS' REPORT
ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board of County Commissioners
Pueblo County, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activity, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Pueblo County, Colorado (the County) as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated September 12, 2014.

Internal Control over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified a certain deficiency in internal control that we consider to be a material weakness.

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A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency 2013-001 described in the accompanying schedule of findings and questioned costs to be a material weakness.

Compliance and Other Matters

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

County of Pueblo, Colorado's Response to Findings

The County of Pueblo, Colorado's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

McPherson, Bryffogh, Durkin & Goodrich, PC

September 12, 2014

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**INDEPENDENT AUDITORS' REPORT
ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY OMB CIRCULAR A-133**

Board of County Commissioners
Pueblo County, Colorado

Report on Compliance for Each Major Federal Program

We have audited Pueblo County, Colorado's (the County) compliance with the types of compliance requirements described in the OMB *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2013. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

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

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

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Basis for Qualified Opinion on Child Care Development Block Grant CFDA 93.575; Child Care Mandatory and Matching Funds of the Child Care and Development Fund CFDA 93.596

As described in the accompanying schedule of findings and questioned costs, the County did not comply with requirements regarding the Child Care Development Block Grant CFDA 93.575 and Child Care Mandatory and Matching Funds of the Child Care and Development Fund CFDA 93.596 as described in finding number 2013-002 for Eligibility. Compliance with such requirements is necessary, in our opinion, for the County to comply with the requirements applicable to that program.

Qualified Opinion on Child Care Development Block Grant CFDA 93.575; Child Care Mandatory and Matching Funds of the Child Care and Development Fund CFDA 93.596

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the Child Care Development Block Grant CFDA 93.575 and Child Care Mandatory and Matching Funds of the Child Care and Development Fund CFDA 93.596 identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs for the year ended December 31, 2013.

Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs for the year ended December 31, 2013.

Other Matters

The results of our auditing procedures disclosed other instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as item 2013-003. Our opinion on each major federal program is not modified with respect to these matters.

The County's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

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

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Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified a certain deficiency in internal control over compliance that we consider to be a material weakness.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2013-002 to be a material weakness.

The County's response to internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

McPherson, Brayfoght, Doreling & Goodrich, PC

September 12, 2014

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PUEBLO COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2013

<u>FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM OR CLUSTER TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY'S IDENTIFYING NUMBER</u>	<u>FEDERAL EXPENDITURES</u>
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
Passed through Colorado Department of Human Services -			
Supplemental Nutrition Assistance Program Cluster -			
State Administrative Matching Grants for			
Supplemental Nutrition Assistance Program	10.561	Not Available	1,542,051
Supplemental Nutrition Assistance Enhanced Workfare	10.561	Not Available	54,127
Food Distribution Cluster -			
Commodity Supplemental Food Program (Admin)	10.565	Not Available	84,513
Commodity Supplemental Food Program (Commodities)	10.565	Not Available	349,264
Emergency Food Assistance Program (Administrative Costs)	10.568	Not Available	7,794
Emergency Food Assistance Program (Food Commodities)	10.569	Not Available	595,397
TOTAL U.S. DEPARTMENT OF AGRICULTURE			<u>2,633,146</u>
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Passed through Colorado Department of Local Affairs -			
Emergency Shelter Grants Program	14.231	H1ESG10932 & H2ESG11932	10,000
Community Development Block Grant	14.218	F09CDB09084	325,035
Passed through City of Pueblo, Colorado -			
Community Development Block Grant	14.218	ERESP & HUD HOME REHAB	128,520
Home Investment Partnership Program	14.239	Not Available	2,261
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			<u>465,816</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Direct Assistance -			
State Criminal Alien Assistance Program	16.606	-	49,815
Passed through Colorado Department of Public Safety			
Division of Criminal Justice -			
Juvenile Accountability Incentive Block Grant	16.523	11-JB-L-10-05 & 11-JB-L-10-423	32,022
Supervised Visitation, Safe Havens for Children	16.527	2009-CW-AX-K001	81,876
Crime Victim Assistance	16.575	12-VA-10-47 & 12-VA-10-48	103,536
Violence Against Women Formula Grants	16.588	12-VW-10-17	42,744
Community Prosecution and Project Safe Neighborhoods	16.609	11-CP-04-9-4	12,814

PUEBLO COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONT'D)
YEAR ENDED DECEMBER 31, 2013

<u>FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM OR CLUSTER TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY'S IDENTIFYING NUMBER</u>	<u>FEDERAL EXPENDITURES</u>
<u>U.S. DEPARTMENT OF JUSTICE (Cont'd)</u>			
Edward Byrne Memorial Justice Assistance Grant Cluster - Passed through City of Pueblo, Colorado -			
Edward Byrne Memorial Justice Assistance Grant	16.738	2012-DJ-BX-0565 + INTEREST	7,016
Passed through Colorado Division of Criminal Justice			
Edward Byrne Memorial Justice Assistance Grant-ARRA	16.803	29-JR-01-79-1	22,739
TOTAL U.S. DEPARTMENT OF JUSTICE			<u>352,562</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Passed through Colorado Department of Transportation -			
Highway Planning and Construction	20.205	DAR C020-076 BRO C020-035 BRO C020-037	848,617
Passed through from the City of Pueblo -			
Metropolitan Transportation Planning and State and Non- Metropolitan Planning and Research	20.505	Not Available	23,936
TOTAL U.S. DEPARTMENT OF TRANSPORTATION			<u>872,553</u>
<u>U.S. DEPARTMENT OF ENERGY</u>			
Passed through Colorado Office of Energy Conservation -			
State Energy Program	81.041	PO 13-032	10,609
Weatherization Assistance for Low-Income Persons	81.042	C900817	934,615
Weatherization Assistance for Low-Income Persons-ARRA	81.042	C900720	336,386
Weatherization Assistance CIP	81.042	C900817	21,227
Weatherization Assistance CIP - ARRA	81.042	C900720	14,042
TOTAL U.S. DEPARTMENT OF ENERGY			<u>1,316,879</u>

PUEBLO COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONT'D)
YEAR ENDED DECEMBER 31, 2013

<u>FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM OR CLUSTER TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY'S IDENTIFYING NUMBER</u>	<u>FEDERAL EXPENDITURES</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Passed through Colorado Department of Human Services -			
Special Programs for the Aging -			
Title VII - Chapter 3 - Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	Not Available	2,638
Title VII - Chapter 2 - Long-Term Care Ombudsman Services for Older Individuals	93.042	Not Available	8,617
Title III, Part D - Disease Prevention and Health Promotion Services	93.043	Not Available	18,036
Aging Cluster -			
Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	Not Available	185,275
Title III, Part C - Nutrition Services	93.045	Not Available	260,114
Nutrition Services Incentive Program	93.053	Not Available	84,041
Title IV and Title II Discretionary Projects	93.048	Not Available	12,000
Title III, Part E - National Family Caregiver Support	93.052	Not Available	75,059
Affordable Care Act-Aging & Disability Resource Ctr	93.517	Not Available	6,000
Temporary Assistance to Needy Families	93.558	Not Available	9,945,091
Title IV-D, Child Support Enforcement	93.563	Not Available	990,535
Low-Income Home Energy Assistance	93.568	Not Available	2,712,684
Child Care Cluster -			
Child Care & Development Block Grant	93.575	Not Available	(297,232)
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	Not Available	1,966,199
Child Welfare Services-State Grants Title IV-B	93.645	Not Available	134,052
Foster Care - Title IV-E	93.658	Not Available	2,306,895
Adoption Assistance	93.659	Not Available	963,515
Social Services Block Grant - Title XX	93.667	Not Available	1,143,212
Chafee Foster Care Independence Program	93.674	Not Available	123,764
Title XIX, Medicaid Medical Assistance Program	93.778	Not Available	923,230
Passed through Colorado Department of Health Care			
Policy and Financing -			
Children's Health Insurance Program	93.767	Not Available	22,591
Medical Assistance Program (Healthy Communities Outreach and Case Management Program)	93.778	Not Available	81,377
Single Entry Point, Medical Assistance Program	93.778	Not Available	843,454
Passed through Colorado Department of Local Affairs -			
Community Services Block Grant	93.569	L10CSBG37 & L11CSBG37	222,153
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			<u>22,733,300</u>

PUEBLO COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONT'D)
YEAR ENDED DECEMBER 31, 2013

<u>FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM OR CLUSTER TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY'S IDENTIFYING NUMBER</u>	<u>FEDERAL EXPENDITURES</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Passed through Colorado Department of Local Affairs -			
Emergency Management Performance Grants	97.042	13EM-14-52	58,800
Passed through Colorado Department of Emergency Management -			
Chemical Stockpile Emergency Preparedness	97.040	13CSEP13PC; 12EM72252; 11EM71B52; 10EM71252; 11SHS12SR;	14,001,760
Homeland Security Grant Program	97.067	12SHS13SR	178,595
EMPG MAP12 Grant	97.042	12MAP13PUB	50,000
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY			<u>14,289,155</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 42,663,411</u>

PUEBLO COUNTY, COLORADO
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2013

NOTE 1 – BASIS OF PRESENTATION

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

NOTE 2 – OTHER ITEMS

The amount of noncash assistance expended during the year ended December 31, 2013 totaled \$944,661, which is represented by the Commodity Supplemental Food Program (commodities), CFDA #10.565 and the Temporary Emergency Food Assistance Program (Commodity Distribution), CFDA #10.569.

The amount of expenditures of federal awards paid to sub-recipients during the year ended December 31, 2013 is as follows:

Emergency Shelter Grants Program, CFDA #14.231	\$ 10,000
Title III, Part D – Disease Prevention and Health Promotion Services, CFDA #93.043	14,501
Title III, Part B – Grants for Supportive Services and Senior Centers, CFDA #93.044	92,650
Title III, Part C – Nutrition Services, CFDA #93.045	275,464
Title III, Part E – National Family Caregiver Support, CFDA #93.052	75,059
Nutrition Services Incentive Program, CFDA #93.053	84,041
Affordable Care Act – Aging & Disability Resource Center, CFDA #93.517	<u>57,264</u>
	<u>\$ 608,979</u>

NOTE 3 – CRIME VICTIM COMPENSATION

The Crime Victim Compensation Board of the Tenth Judicial District Attorney's Office receives federal grant funding from the U.S. Department of Justice Crime Victim Compensation Grant (CFDA #16.576), passed through the Colorado Division of Criminal Justice. Expenditures associated with this grant are not included in the Schedule of Expenditures of Federal Awards for Pueblo County as payment is made to the Tenth Judicial District, and the payments are not recorded in Pueblo County's accounting system. These payments (\$40,000) are disclosed in order to satisfy the State of Colorado reporting requirements.

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