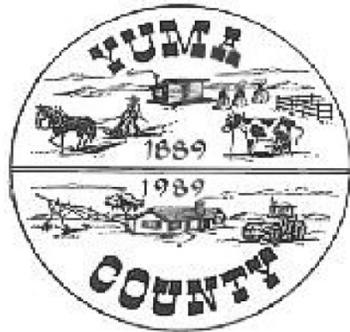


Yuma County, Colorado

Financial Report

December 31, 2008



**Yuma County, Colorado
Financial Report
December 31, 2008**

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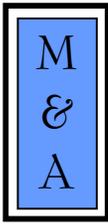
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INDEPENDENT AUDITOR'S REPORT

**Board of County Commissioners
Yuma County
Wray, Colorado**

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Yuma County, Colorado, (the "County"), as of and for the year ended December 31, 2008, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the County. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above presently fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of December 31, 2008, and the respective changes in financial position, thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 17, 2009, on our consideration of the County's internal controls 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis in Section B is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Performing services for local governments throughout Colorado

D. Jerry McMahan, C.P.A.
Paul J. Backes, C.P.A.

Daniel R. Cudahy, C.P.A.
Michael N. Jenkins, C.A., C.P.A.

Members: American Institute of Certified Public Accountants/Colorado Society of Certified Public Accountants
National and Colorado Government Finance Officers Association/Colorado Municipal League

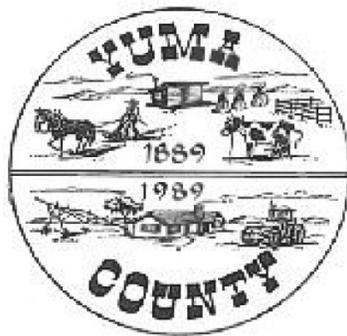
Board of County Commissioners
Yuma County
Wray, Colorado

The budgetary schedules in Section E are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. This budgetary fund information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining non-major fund financial statements, the non-major fund budgetary schedules, and the Annual Schedule of Revenues and Expenditures for Roads, Bridges and Streets in Section F 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 in Section G is presented for the purpose of additional analysis as required by the 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 non-major fund financial statements, the non-major fund budgetary schedules, the Annual Schedule of Revenues and Expenditures for Roads, Bridges and Streets, and the Schedule of Expenditures of Federal Awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

McMahan and Associates, L.L.C.
September 17, 2009

MANAGEMENT'S DISCUSSION AND ANALYSIS



Yuma County, Colorado

Management's Discussion and Analysis

December 31, 2008

As management of Yuma County, Colorado (the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2008.

Financial Highlights

- The assets of Yuma County exceeded its liabilities at the close of the most recent fiscal year by \$26,849,637 (net assets). Of this amount, \$6,109,571 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets increased by \$1,671,536. A large portion of this is due to the General Fund's revenues being higher than anticipated and expenditures being lower than anticipated.
- As of the close of the current fiscal year, the County governmental funds reported combined ending fund balances of \$11,766,666, an increase of \$1,520,590. Approximately \$11,139,732 is available for spending at the government's discretion (unreserved fund balance).
- At the end of the current year, unreserved fund balance for the General Fund was \$5,466,082, or 107% of total General Fund expenditures and transfers.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also provides other supplementary information in addition to the financial statements themselves.

Government-wide Financial Statements: The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The Statement of Net Assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

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

The government-wide financial statements include not only the County itself (known as the primary government), but also two legally separate districts for which the County is financially accountable. The Yuma County Water Authority Public Improvement District is reported as a blended component unit of the County (as a special revenue fund) and the Yuma County Water Authority is reported as a discretely presented component unit. Financial information for the Yuma County Water Authority is reported separately from the financial information presented for the County.

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the County include general government, judicial, public safety, health and human services, community auxiliary services, culture and recreation, public works (roads and bridges), and landfill.

The government-wide fund financial statements can be found on pages C1 and C2 of this report.

Overview of the Financial Statements (continued)

Fund Financial Statements: A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into two categories: 1) governmental funds; and 2) fiduciary funds.

Governmental Funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. The County's major governmental funds include the General Fund, Road and Bridge Fund, Human Services Fund, Grant Fund, and the Water Authority Public Improvement District, a blended component unit. The County also reports a number of non-major governmental funds. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. The Balance Sheet and the Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

General Fund: Administration of general County operations is accomplished through various departments within the General Fund. At the beginning of 2008, the fund balance was \$4,668,991; at the end of 2008, the fund balance was \$5,466,082. The following is a listing of the General Fund departments listed by function.

Administrative Operations:

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

Judicial:

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

Public Safety:

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

Health

Health service agencies are:

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

Overview of the Financial Statements (continued)

Governmental Funds (continued):

General Fund (continued):

Community Auxiliary Services:

- Yuma County Fair is held during the month of August each year, under direction of the County Commissioners through the Yuma County Fair Board.
- The County is providing financial assistance to the Irrigation Research Foundation to support agriculture research.
- Economic Development provides assistance to retain current businesses and assists in attracting new business into the County.
- The Veterans' Office assists veterans living in the County.
- W-Y Communications (in Fund 1) is used to handle charges for communications towers and phone lines necessary for fire and ambulance communications.
- Yuma County provides funding to the Eastern Colorado Developmentally Disabled, Inc., which in turn provides services for developmentally disabled individuals in Yuma County and nine other counties.
- The Yuma County Water Authority Public Improvement District, which is reported as a blended component unit of the County, was created to address an imminent threat to the economic viability of a significant area within Yuma County and to assist in the State of Colorado's compliance with its obligations under a compact by purchasing surface water rights in the North Fork of the Republican River basin.

Intergovernmental Co-Operations:

- The County, in partnership with other counties of the region, supports the Extension Service, NE Colorado Association of Local Governments, NE Colorado Bookmobile, and NE Colorado Transportation Authority.
- The W-Y Communications Center dispatches E911 calls from Yuma and Washington Counties. Its operational revenues come from Washington County, Yuma County, and the Authority Board, which handles the telephone surcharge.

The County supports the Landfill along with the City of Yuma, City of Wray, and the Town of Eckley.

Governmental Funds - Special Revenue Funds: The County's special revenue funds account for specific revenues that are legally restricted to expenditures for particular purposes. The County's special revenue funds include the Road and Bridge Fund, Landfill Fund, Landfill Closure Fund, Human Services Fund, Contingent Fund, Recreation Fund, Conservation Trust Fund, Self Insurance Fund, Capital Acquisition Fund, Useful Public Service Fund, Sheriff's Victim Assistance and Grant Fund, Grant Fund, Water Authority Public Improvement District Fund, TASK Force Fund, Separation of Employment Fund, Emergency Reserve Fund and Gravel Fund.

Fiduciary Funds - Agency Funds: The County has assets held as an agent for other governments and/or other funds. The County Treasurer holds agency funds on behalf of other governments. The County Clerk is holding funds for the State of Colorado and others. The Employees' Section 125 Plan, Sheriff's funds, Public Trustee and Payroll Clearing Funds also had funds at year end. Sheriff's funds consist of the Sheriff's Inmate and Commissary and Reserve Training and Equipment accounts. Information regarding the agency funds is available on page C7.

Schedules and 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. The Notes to the Financial Statements can be found in Section D of this report.

Overview of the Financial Statements (continued)

Governmental Funds (continued)

Financial Analysis:

Schedules:

- The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found in Section F.
- The Annual *Schedule of Revenues and Expenditures for Roads, Bridges and Streets* is part of the Local Highway Finance Report sent to the State of Colorado (the "State").

The County uses fund accounting to ensure compliance with finance-related legal requirements. The County adopts annual appropriated budgets for all its funds in accordance with the requirements of the State of Colorado Budget Law. Budgetary comparison schedules have been provided to demonstrate compliance and can be found in sections E and F of this report.

Government-wide Financial Analysis:

As previously mentioned, the government-wide financial statements are designed to provide readers with a broad overview and long-term analysis of the County's finances, in a manner similar to a private-sector business. The following graph shows the County's net assets for 2008 and 2007:

Yuma County's Net Assets:

	Governmental Activities	
	2008	2007
Assets:		
Current and other assets	\$ 20,586,958	17,379,597
Capital assets, net	35,866,993	15,483,674
Total Assets	56,453,951	32,863,271
Liabilities:		
Other liabilities	13,423,209	7,133,521
Long-term liabilities	16,181,105	551,649
Total Liabilities	29,604,314	7,685,170
Net Assets:		
Invested in capital assets, net of related debt	20,226,066	15,433,121
Restricted for emergencies	514,000	430,000
Unrestricted	6,109,571	9,314,980
Total Net Assets	\$ 26,849,637	25,178,101

Traditionally, the largest portion of any county investments is in its capital assets: land, water rights, buildings and improvements, equipment, machinery, and specialized tools necessary to deliver and/or provide services to the residents. Capital assets of the County account for 64% of its total assets; these assets are not an available source of payment of future spending.

The County's net assets increased \$1,671,536 during the current fiscal year. This increase is partially attributable to expenses being less than anticipated and additional capital grants.

Overview of the Financial Statements (continued)

Government-wide Financial Analysis (continued)

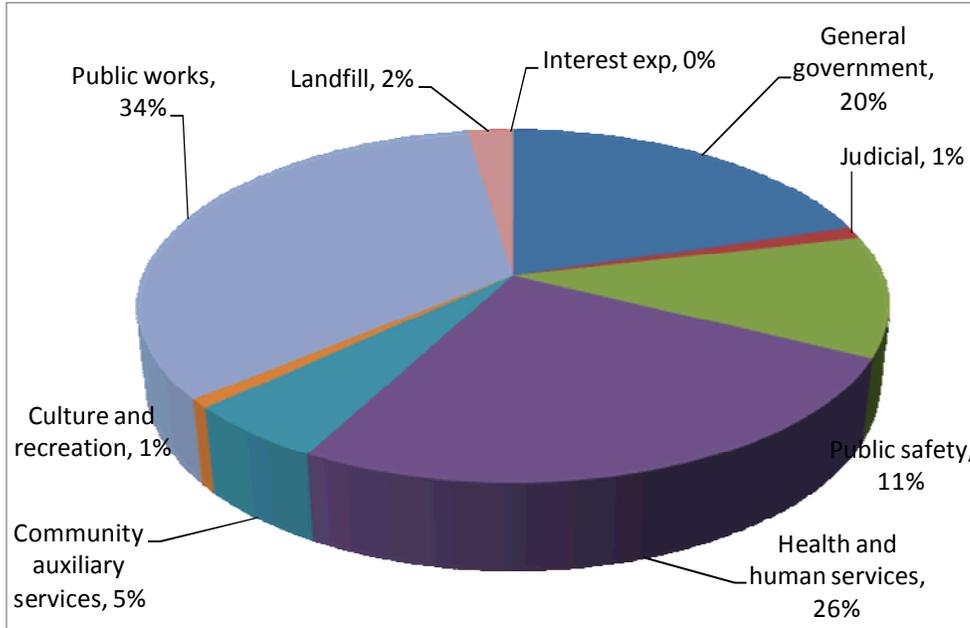
Yuma County's Governmental Activities

	Governmental Activities	
	2008	2007
Revenues:		
Program revenues:		
Charges for services	\$ 1,178,965	1,153,526
Grants and contributions	4,319,385	5,336,420
General revenues:		
Property taxes	6,050,782	5,790,321
Specific ownership taxes	589,464	121,421
Highway users tax	2,395,631	2,452,031
Interest & other revenue	676,974	152,960
Total Revenues	15,211,201	15,006,679
Expenses:		
General government	2,327,713	2,441,876
Judicial	151,858	137,324
Public safety	2,441,934	1,417,060
Health and human services	3,340,472	3,224,094
Community auxiliary services	810,792	670,555
Culture and recreation	132,284	106,746
Public works	4,005,040	4,299,320
Landfill	328,098	291,991
Interest expense	1,474	3,432
Total Expenses	13,539,665	12,592,398
Change in Net Assets	1,671,536	2,414,281
Net Assets - Beginning of Year	25,178,101	22,763,820
Net Assets - End of Year	\$ 26,849,637	25,178,101

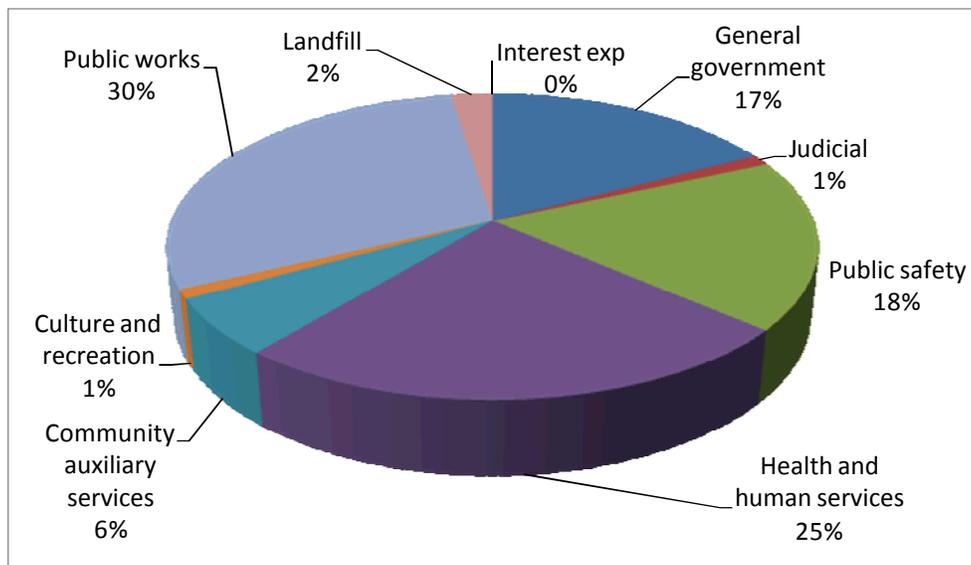
For 2008, the County increased funding to allow for the purchase of supplies, equipment, vehicles, manpower, and capital outlay to various departments of the governmental activities to enhance quality services.

Overview of the Financial Statements (continued)

The following graph depicts the County's 2007 expenses:



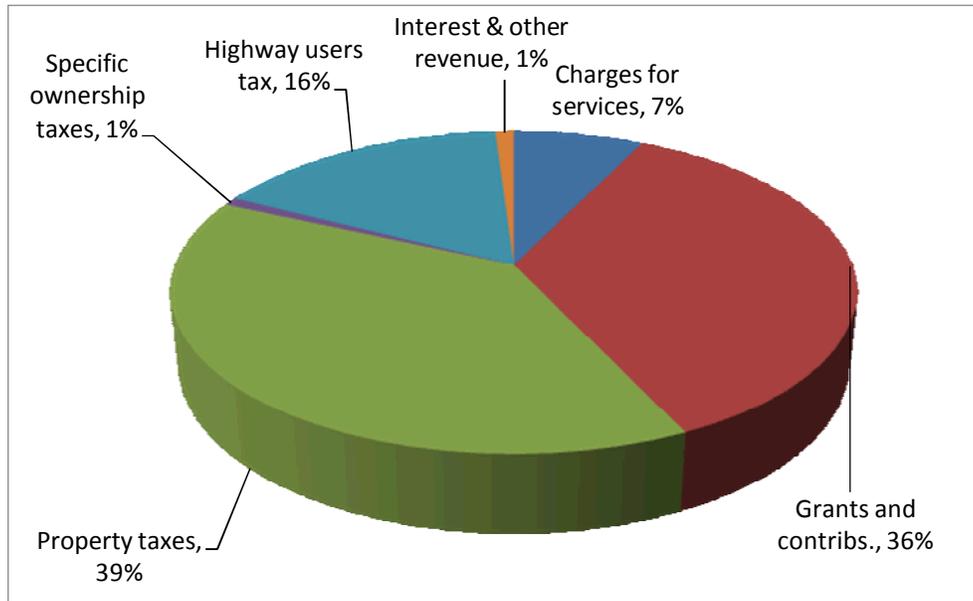
The following graph depicts the County's 2008 expenses:



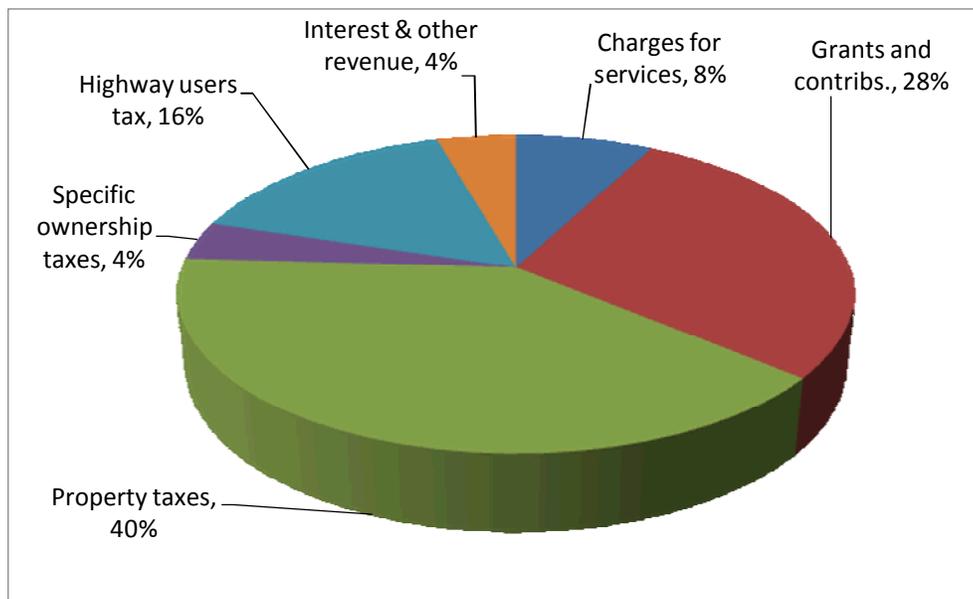
Overview of the Financial Statements (continued)

Government-wide Financial Analysis (continued)

The following graph shows the County's 2007 revenue sources:

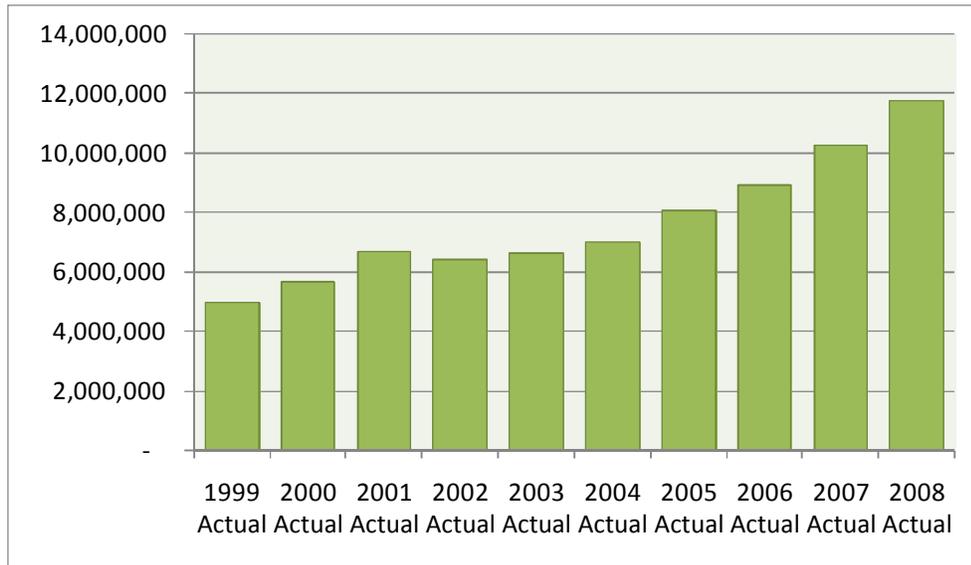


The following graph shows the County's 2008 revenue sources:



Fund Financial Analysis:

Below shows the County's total actual combined fund balances for fiscal years 1999 through 2008.



Next Year's Budget and Rates:

The County's General Fund balance at the end of fiscal year 2008 was \$5,466,082. A reserve is necessary to start the year and provide basic services to the residents and visitors of the County. An adequate reserve at the year-end on which to operate a minimum of three months or 25% is considered necessary, for the majority of the property tax revenue is received in April of each year. The County had a General Fund balance of 107% of the 2008 actual expenditures.

Budget Variances:

The County is required to amend the budgets of various funds for the current fiscal year. General Fund departments received a budgetary increase totaling \$110,059 to cover general operating expenditures over the budget amount. Departments receiving budgetary increases were Maintenance, County Fair, Corner, Veterans Office, transfers, and Emergency Preparedness.

The details of the individual departments of the General Fund and other fund budget variances can be found in Sections E and F of this report.

Capital Assets and Debt Administration:

During the current fiscal year, the Yuma County Water Authority Public Improvement District, a blended component unit of the County, purchased certain water rights for \$20,139,000. A detailed description of this and other capital assets additions, capital asset disposals, and depreciation expense is included in the Notes to the Financial Statements. Capital assets increased by a net of \$20,383,319 during 2008.

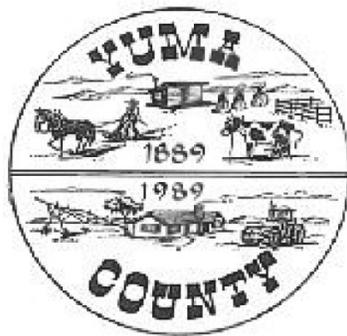
As of the end of the current fiscal year, the County's total long-term liabilities increased by \$15,629,456; this increase was mainly the result of the issuance of debt for the acquisition of the aforementioned water rights by the Yuma County Water Authority Public Improvement District. A detailed description of the County's long-term liabilities is included in the Notes to the Financial Statements.

Next Year's Budget

During the current fiscal year, unreserved fund balance in the General Fund and the special revenue funds increased to \$4,952,082 and \$6,187,650, respectively. The County has appropriated \$446,065 and \$1,270,030 of the General Fund and special revenue fund balances, respectively, for spending in the 2009 fiscal year budget. In 2009 the County anticipates the Road and Bridge Fund will use \$146,941, the Conservation Trust Fund will use \$227,000, the Landfill Fund will use \$82,890, the Capital Acquisition Fund will use \$506,160, and the Contingent and Emergency Reserve Funds have budgeted \$300,000 to fund unforeseen emergencies.

Request for Information: This financial report is designed to provide a general overview of the County's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Yuma County Administrative Office, 310 Ash Street, Suite A, Wray, Colorado 80758.

GOVERNMENT-WIDE FINANCIAL STATEMENTS



Yuma County, Colorado
Statement of Net Assets
December 31, 2008

	Primary Government Governmental Activities	Component Unit Yuma County Water Authority
Assets:		
Cash and investments	11,517,195	18,455
Receivables, net:		
Taxes	6,448,810	-
Accounts	67,421	-
Interest	13,691	-
Due from other governments	2,029,824	-
Inventory	112,934	-
Debt issue costs, net	397,083	-
Capital assets not being depreciated:		
Land	397,408	-
Water rights	20,139,000	-
Depreciable capital assets	28,767,494	-
Accumulated depreciation	(13,436,909)	-
Total Assets	56,453,951	18,455
Liabilities:		
Accounts payable	1,779,378	351
Deferred revenue	5,195,021	-
Deferred property taxes not collectible until subsequent year	6,448,810	-
Compensated absences:		
Due in more than one year	365,711	-
Leases payable:		
Due within one year	20,561	-
Notes payable:		
Due in more than one year	9,595,000	-
Bonds payable:		
Due in more than one year	6,025,366	-
Landfill post closure	174,467	-
Total Liabilities	29,604,314	351
Net Assets:		
Invested in capital assets, net of related debt	20,226,066	-
Restricted for emergencies	514,000	9,000
Unrestricted	6,109,571	9,104
Total Net Assets	26,849,637	18,104

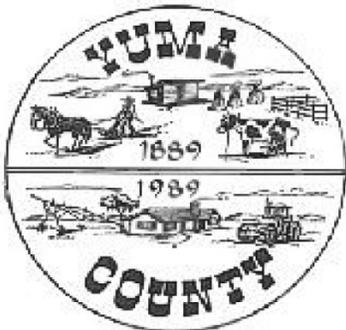
The accompanying notes are an integral part of these financial statements.

Yuma County, Colorado
Statement of Activities
For the Year Ended December 31, 2008

	Primary Government				Net (Expense) Revenue and Changes in Net Assets	Component Units
	Expenses	Program Revenues			Governmental Activities	Yuma County Water Authority
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		
Functions/Programs:						
Governmental activities:						
General government	2,327,713	809,356	4,719	-	(1,513,638)	
Judicial	151,858	-	14,389	-	(137,469)	
Public safety	2,441,934	25,449	259,325	1,023,085	(1,134,075)	
Health and human services	3,340,472	-	2,538,317	-	(802,155)	
Community auxiliary services	810,792	-	-	203,256	(607,536)	
Culture and recreation	132,284	-	41,547	21,140	(69,597)	
Public works	4,005,040	44,202	135,607	-	(3,825,231)	
Landfill	328,098	299,958	-	78,000	49,860	
Interest expense	1,474	-	-	-	(1,474)	
Total Primary Government	13,539,665	1,178,965	2,993,904	1,325,481	(8,041,315)	
Component Units:						
Yuma County Water Authority	267,914	-	286,018	-		18,104
Total Component Units	267,914	-	286,018	-		18,104
General Revenues:						
Taxes:						
Property tax, levied for general purposes					6,050,782	-
Specific ownership tax					589,464	-
Highway user tax					2,395,631	-
Other taxes					118,643	-
Investment earnings					313,313	-
Gain (loss) on sale of assets					(30,661)	-
Grants and contributions not restricted by programs					275,679	-
Total General Revenues					9,712,851	-
Change in Net Assets					1,671,536	18,104
Net Assets - Beginning of Year					25,178,101	-
Net Assets - End of Year					26,849,637	18,104

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

FUND FINANCIAL STATEMENTS



**Yuma County, Colorado
Balance Sheets
Governmental Funds
December 31, 2008**

	<u>General</u>	<u>Road and Bridge</u>	<u>Human Services</u>	<u>Grant</u>	<u>Water Authority Public Imp. District</u>	<u>Non-major Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets:							
Cash and investments	5,493,841	1,375,220	450,094	68,234	225,863	3,903,943	11,517,195
Taxes receivable	4,804,816	826,737	326,903	-	-	490,354	6,448,810
Accounts receivable	67,302	-	8	-	-	111	67,421
Interest receivable	13,691	-	-	-	-	-	13,691
Due from other governments	-	779,135	109,054	1,033,335	-	108,300	2,029,824
Inventory	-	112,934	-	-	-	-	112,934
Total Assets	<u>10,379,650</u>	<u>3,094,026</u>	<u>886,059</u>	<u>1,101,569</u>	<u>225,863</u>	<u>4,502,708</u>	<u>20,189,875</u>
Liabilities and Fund Equity:							
Liabilities:							
Accounts payable	108,752	548,480	54,306	1,031,584	-	36,257	1,779,379
Deferred revenues	-	-	152,828	42,192	-	-	195,020
Deferred property taxes not collectible until subsequent year	4,804,816	826,737	326,903	-	-	490,354	6,448,810
Total Liabilities	<u>4,913,568</u>	<u>1,375,217</u>	<u>534,037</u>	<u>1,073,776</u>	<u>-</u>	<u>526,611</u>	<u>8,423,209</u>
Fund Balances:							
Reserved for inventory	-	112,934	-	-	-	-	112,934
Reserved for emergencies	514,000	-	-	-	-	-	514,000
Unreserved, reported in:							
General Fund	4,952,082	-	-	-	-	-	4,952,082
Special revenue funds	-	1,605,875	352,022	27,793	225,863	3,976,097	6,187,650
Total Fund Balances	<u>5,466,082</u>	<u>1,718,809</u>	<u>352,022</u>	<u>27,793</u>	<u>225,863</u>	<u>3,976,097</u>	<u>11,766,666</u>
Total Liabilities and Fund Balances	<u>10,379,650</u>	<u>3,094,026</u>	<u>886,059</u>	<u>1,101,569</u>	<u>225,863</u>	<u>4,502,708</u>	<u>20,189,875</u>

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

Yuma County, Colorado
Reconciliation of Fund Balance to Statement of Net Assets
Governmental Funds
December 31, 2008

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

Total Fund Balance on Governmental Funds	\$ 11,766,666
Other long term assets, such as debt issue costs, are not available to pay for current year expenditures and therefore, are not reported in the funds.	397,083
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds. This represents the County capital assets at cost.	49,303,902
Accumulated depreciation on capital assets are recorded on the government wide financial statements to charge the cost off the asset over its estimated useful life.	(13,436,909)
Long-term liabilities are not due and payable in the current period and therefore, are not reported in the funds. This represents the County's leases at year end.	(20,561)
Rent revenue for governmental funds is recognized when measurable and available. However, in the Statement of Activities, rent revenue is recognized over the term of the lease. This represents the amount of unearned water rights lease revenue.	(5,000,000)
Long-term liabilities are not due and payable in the current period and therefore, are not reported in the funds. This represents the County's compensated absences at year end.	(365,711)
Long-term liabilities are not due and payable in the current period and therefore, are not reported in the funds. This represents the County's notes payable at year end.	(9,595,000)
Long-term liabilities are not due and payable in the current period and therefore, are not reported in the funds. This represents the County's bonds payable at year end.	(6,025,366)
Long-term liabilities are not due and payable in the current period and therefore, are not reported in the funds. This represents the County's landfill closure and post closure liability at year end.	(174,467)
Net Assets of Governmental Activities	<u><u>\$ 26,849,637</u></u>

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

Yuma County, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
December 31, 2008

	<u>General</u>	<u>Road and Bridge</u>	<u>Human Services</u>	<u>Grant</u>	<u>Water Authority Public Imp. District</u>	<u>Non-major Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:							
Taxes	4,537,193	1,389,402	301,043	-	-	451,445	6,679,083
Permits and licenses	5,680	2,000	-	-	-	-	7,680
Intergovernmental revenue	51,872	3,306,541	2,538,317	1,109,135	141,470	359,000	7,506,335
Charges for services	933,300	33,615	-	-	5,000,000	311,136	6,278,051
Investment income	302,355	-	-	-	110	10,848	313,313
Miscellaneous	65,140	-	-	21,993	-	28,847	115,980
Total Revenues	<u>5,895,540</u>	<u>4,731,558</u>	<u>2,839,360</u>	<u>1,131,128</u>	<u>5,141,580</u>	<u>1,161,276</u>	<u>20,900,442</u>
Expenditures:							
General government	1,844,753	-	-	1,512	-	244,633	2,090,898
Judicial	137,324	-	-	14,534	-	-	151,858
Public safety	1,666,414	-	-	1,036,304	-	238,376	2,941,094
Culture and recreation	-	-	-	21,068	-	120,035	141,103
Public works	-	5,082,147	-	-	-	36,000	5,118,147
Health and human services	154,594	-	2,771,543	-	-	-	2,926,137
Community auxiliary services	812,425	-	-	58,442	20,139,000	-	21,009,867
Landfill	-	-	-	-	-	452,052	452,052
Debt service:	-	-	-	-	-	-	-
Principal	-	-	-	-	-	29,992	29,992
Interest	-	-	-	-	-	1,474	1,474
Bond issuance cost	-	-	-	-	397,083	-	397,083
Total Expenditures	<u>4,615,510</u>	<u>5,082,147</u>	<u>2,771,543</u>	<u>1,131,860</u>	<u>20,536,083</u>	<u>1,122,562</u>	<u>35,259,705</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,280,030</u>	<u>(350,589)</u>	<u>67,817</u>	<u>(732)</u>	<u>(15,394,503)</u>	<u>38,714</u>	<u>(14,359,263)</u>
Other Financing Sources (Uses):							
Transfers in	-	-	-	-	-	529,939	529,939
Transfers (out)	(482,939)	(36,000)	-	-	-	(11,000)	(529,939)
Debt proceeds	-	-	-	-	15,586,480	-	15,586,480
Debt refunding payment	-	-	-	-	-	-	-
Insurance recoveries	-	10,587	-	-	-	246,876	257,463
Sale of assets	-	2,024	-	-	-	-	2,024
Premium on bonds issued	-	-	-	-	33,886	-	33,886
Total Other Financing Sources (Uses)	<u>(482,939)</u>	<u>(23,389)</u>	<u>-</u>	<u>-</u>	<u>15,620,366</u>	<u>765,815</u>	<u>15,879,853</u>
Net Change in Fund Balance	797,091	(373,978)	67,817	(732)	225,863	804,529	1,520,590
Fund Balances - Beginning of Year	4,668,991	2,092,787	284,205	28,525	-	3,171,568	10,246,076
Fund Balances - End of Year	<u>5,466,082</u>	<u>1,718,809</u>	<u>352,022</u>	<u>27,793</u>	<u>225,863</u>	<u>3,976,097</u>	<u>11,766,666</u>

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

Yuma County, Colorado
Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
December 31, 2008

Net Change in Fund Balances of Governmental Funds		\$ 1,520,590
Amounts reported for governmental activities in the Statement of Activities are different because:		
The issuance of long term debt (e.g., bonds and notes) provides current financial resources to governmental funds. However, this transaction has no effect on net assets. This is the amount of debt proceeds for the past year.		(15,586,480)
Governmental funds report the effect of issuance costs, premiums, and discounts when the debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. The following amounts represent the net effect of these differences in the treatment of long-term debt and related items:		
Premium on bonds issued		(33,886)
Debt issue costs		397,083
Rent revenue for governmental funds is recognized when measurable and available. However, in the Statement of Activities, rent revenue is recognized over the term of the lease. This represents the net effect of the difference in the treatment of this lease revenue.		(5,000,000)
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.		
Capital outlay	22,305,121	
Depreciation expense	(1,895,600)	20,409,521
Governmental funds report asset sales if proceeds are received. The government wide financial statements report the sale of capital assets at the proceeds less the book value of the assets. Thus, the change in net assets differs from the change in fund balance by the cost of the capital assets sold.		(33,685)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds.		
Change in landfill closure and post closure liability	(56,714)	
Change in accrued compensated absences	17,632	(39,082)
Donations of capital assets increase net assets in the Statement of Activities, but do not appear in the governmental funds because they are not financial resources.		7,483
Repayment of debt obligations are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. This is the amount of repayments.		29,992
Change in Net Assets of Governmental Activities		\$ 1,671,536

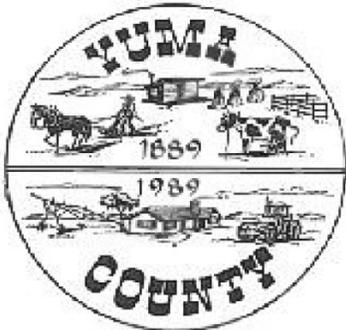
The accompanying notes are an integral part of these financial statements.

Yuma County, Colorado
Statement of Fiduciary Net Assets
Fiduciary Funds
December 31, 2008

Assets:	
Cash and investments	1,106,291
Accounts receivable	<u>39,180</u>
Total Assets	<u><u>1,145,471</u></u>
Liabilities:	
Due to other governments	813,255
Due to inmates	12,335
Due to fiduciary funds	257,612
Due to others	<u>62,269</u>
Total Liabilities	<u><u>1,145,471</u></u>

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

NOTES TO THE FINANCIAL STATEMENTS



Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008

I. Summary of Significant Accounting Policies

Yuma County (the "County") was formed in 1889 and is a statutory county located in eastern Colorado. An elected Board of Commissioners is responsible for setting policy, appointing administrative personnel and adopting an annual budget in accordance with state statutes. The County's major operations include administration, health and human services, police protection, road maintenance, and landfill operations.

The County's financial statements are prepared in accordance with generally accepted accounting principles ("GAAP"). The Governmental Accounting Standards Board ("GASB") is responsible for establishing GAPP for state and local governments through its pronouncements (Statements and Interpretations).

A. Reporting Entity

The reporting entity consists of (a) the primary government; i.e., the County, and (b) organizations for which the County is financially accountable. The County is considered financially accountable for legally separate organizations if it is able to appoint a voting majority of an organization's governing body and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the County. Consideration is also given to other organizations which are fiscally dependent; i.e., unable to adopt a budget, levy taxes, or issue debt without approval by the County. Organizations for which the nature and significance of their relationship with the County are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete are also included in the reporting entity.

The Yuma County Water Authority Public Improvement District (the "Water Authority Public Improvement District") serves all of the citizens of the County and is governed by a board comprised of the County Commissioners. The Water Authority Public Improvement District was created to address an imminent threat to the economic viability of a significant area within Yuma County and to assist in the State of Colorado's compliance with its obligations under a compact by purchasing surface water rights in the North Fork of the Republican River basin. The Water Authority Public Improvement District, a blended component unit, is reported as a special revenue fund.

The Yuma County Water Authority (the "Water Authority") serves all of the citizens of the County and is governed by a board appointed by member jurisdictions, which include Yuma County, the City of Wray, the City of Yuma, and the Town of Eckley. The Water Authority was created to develop water resources, systems and facilities for the benefit of member jurisdictions. The Water Authority is reported as a discretely presented component unit.

B. Government-wide and Fund Financial Statements

The County's basic financial statements include both government-wide (reporting the County as a whole) and fund financial statements (reporting the County's major funds and aggregate non-major funds). Government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all of the non-fiduciary activities of the County. Both the government-wide and the fund financial statements categorize primary activities as either governmental or business-type. Governmental activities are normally supported by taxes and intergovernmental revenues. Business-type activities rely to a significant extent on fees and charges for support. The County does not have any business-type activities.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008
(Continued)

I. Summary of Significant Accounting Policies (continued)

B. Government-wide and Fund Financial Statements (continued)

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

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

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, sales taxes, franchise taxes, licenses, other government revenues and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008
(Continued)

I. Summary of Significant Accounting Policies (continued)

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

The County reports the following major governmental funds:

The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the County, except those required to be accounted for in another fund.

The *Road and Bridge Fund* accounts for the County's share of state revenues that are legally restricted for the maintenance of highways and roads within the County's boundaries and to account for property taxes and other revenues restricted for highway and road purposes.

The *Human Services Fund* administers the County's state and federal revenues that are restricted for the providing of health and human services to the residents of the County.

The *Grant Fund* is used to account for major grants received from state and federal sources.

The *Water Authority Improvement District Fund* accounts for the activities of this district, a blended component unit.

The County Reports the following additional fund type:

Fiduciary funds account for monies held on behalf of other governments in the Treasurer's and Clerk's offices; the Employee's Section 125 Plan Fund is held for County employees health and welfare reimbursements; the Sheriff's Office Funds is held for inmates; the Public Trustee is a state statutorily mandated position, whose financial transactions are independent of the County; and Payroll Reimbursements are held for other entities for which the County provides payroll services. These agency funds are combined on the fiduciary fund financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

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

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts

1. Cash and Investments

The County Treasurer is responsible for central cash management for all funds, as well as other entities falling under its jurisdiction.

Cash and investments held by the County Treasurer may include demand deposits, short-term investments with original maturities of three months or less from the date of acquisition, certificates of deposit, and long-term investments in U.S. governments.

Investments are stated at fair value.

2. Receivables

Receivables are reported net of an allowance for uncollectible accounts.

3. Property Taxes

Property taxes are assessed in one year as a lien on the property, but not collected by the governmental unit until the subsequent year. In accordance with GAAP, the assessed but uncollected property taxes have been recorded as a receivable and as deferred revenue.

4. Inventory

All inventories are valued at cost using the first-in / first-out (FIFO) method.

5. Capital Assets

Capital assets, which include land, water rights, buildings, building improvements, equipment, vehicles, and infrastructure assets, are reported in the government-wide financial statements. Capital assets, other than infrastructure assets, are defined by the County as assets with an initial cost of \$2,000 or more and an estimated useful life in excess of two years. Infrastructure assets are capitalized when the asset has an initial cost of \$10,000 or more. Such assets are recorded at cost where historical records are available and at estimated historical costs where no historical records exist. Donated capital assets are recorded at estimated fair value at the date of donation.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land improvements	15
Buildings, improvements and infrastructure	10-40
Machinery, equipment and software	3-10
Vehicles	5-7

6. Deferred Revenue

For governmental funds, deferred revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

7. Compensated Absences

Vested or accumulated leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated personal leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide financial statements. In accordance with provisions of GASB No.16 *Accounting for Compensated Absences*, no liability is recorded for non-vesting accumulating rights.

8. Long-term Debt

In the government-wide financial statements long-term debt is reported as a liability. Bond premiums and discounts are deferred and amortized over the life of the bonds using the bonds outstanding method. Bonds payable are reported net of the applicable bond premium or discount. Issue costs for bonds and notes payable are deferred and amortized over the term of the debt using the straight-line method.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as debt issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs are reported as debt service expenditures in fund financial statements.

9. Fund Equity

Governments report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

At December 31, 2008, the County and Water Authority reported \$514,000 and \$9,000, respectively, of restricted net assets, all of which was restricted for emergencies and is subsequently explained in the notes.

10. Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures or expenses initially made from it that are properly applicable to another fund, are recorded as expenditures or expenses in the reimbursing fund as a reduction of expenditures or expenses in the fund that is reimbursed. All other interfund transactions, except for quasi-external transactions and reimbursements, are reported as transfers.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

11. Use of Estimates

The preparation of financial statements in conformity with GAAP requires the County's management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures or expenses during the reported period. Actual results could differ from those estimates.

II. Stewardship, Compliance, and Accountability

A. Budgetary Information

Budgets are adopted on a basis consistent with generally accepted accounting principles, and Colorado statutes which require that all funds of the County be budgeted. Annual appropriations are adopted for all funds. Expenditures may not legally exceed appropriations at the fund level. All appropriations lapse at year-end.

As required by Colorado Statutes, the County followed the required timetable noted below in preparing, approving, and enacting its budget for 2008.

1. For the 2008 budget year, prior to August 25, 2007, the County Assessor was to have sent to the County a certified assessed valuation of all taxable property within the County's boundaries. The County Assessor may change the assessed valuation on or before December 10, 2007 only once by a single notification.
2. On or before October 15, 2007, the County Administrator submitted to the County Commissioners a recommended budget which detailed the necessary property taxes needed along with other available revenues to meet the County's operating requirements.
3. Prior to December 15, 2007, the County computed and certified to the County Commissioners a rate of levy that derived the necessary property taxes as computed in the proposed budget.
4. After a required publication of "Notice of Proposed Budget" and a public hearing, the County adopted the proposed budget and an appropriating resolution, which legally appropriated expenditures for the upcoming year.
5. After adoption of the budget resolution, the County may make the following changes:
 - a) it may transfer appropriated money between funds;
 - b) it may approve supplemental appropriations to the extent of revenues in excess of estimated revenues in the budget;
 - c) it may approve emergency appropriations; and
 - d) it may reduce appropriations for which originally estimated revenues are insufficient.

Taxes levied in one year are collected in the succeeding year. Thus, taxes certified in 2007 were collected in 2008 and taxes certified in 2008 will be collected in 2009. Taxes are due on January 1st in the year of collection; however, they may be paid in either one installment (no later than May 1st) or two equal installments (not later than March 1st and June 15th) without interest or penalty. Taxes that are not paid within the prescribed time bear interest at the rate of one percent (1%) per month until paid. Unpaid amounts and the accrued interest thereon become delinquent on June 16th.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008
(Continued)

II. Stewardship, Compliance, and Accountability

A. Budgetary Information (continued)

The budgetary comparison statements reflect the original budget and the final budget after legally authorized revisions were made.

B. TABOR Amendment

In November 1992, Colorado voters amended Article X of the Colorado Constitution by adding Section 20, commonly known as the Taxpayer's Bill of Rights ("TABOR"). TABOR contains revenue, spending, tax and debt limitations that apply to the State of Colorado and local governments. TABOR requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of any expiring tax, or tax policy change directly causing a net tax revenue gain to any local government.

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future fiscal years.

TABOR also requires local governments to establish an emergency reserve to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be 3% or more of fiscal year spending for fiscal years ending after December 31, 1995. Fiscal year spending excludes bonded debt service. The County has reserved a portion of the December 31, 2008 year-end fund balance in the General Fund for this purpose, in the amount \$514,000, which is the approximate required reserve. The Water Authority has restricted \$9,000 for this purpose at December 31, 2008.

On November 2, 2004, The County's electorate approved the following ballot question:

"Shall Yuma County be authorized to collect, retain, and spend all revenues and other funds collected from any sources, effective for taxes that are due January 1, 2005 and continuing thereafter, provided that Yuma County's property tax mill levy rate shall not be increased without voter approval; and shall the revenues be spent for County purposes as a voter approved revenue change and exception to the limits which would otherwise apply in Article X, Section 20 and including the limitations of C.R.S. 29-1-301."

The County's management believes it is in compliance with the financial provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of its provisions, including the interpretation of how to calculate fiscal year spending limits, will require judicial interpretation.

C. Expenditures in Excess of Budget

For the year ended December 31, 2008, expenditures in the Water Authority Public Improvement District exceeded budgeted appropriations by \$140,270, which may be a violation of Colorado budget laws.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008
(Continued)

III. Detailed Notes on All Funds

A. Deposits and Investments

The County's deposits are entirely covered by federal depository insurance ("FDIC") or by collateral held under Colorado's Public Deposit Protection Act ("PDPA"). The FDIC insures the first \$250,000 of the County's interest-bearing deposits at each financial institution. Non-interest bearing deposit balances are fully insured by the FDIC. Interest-bearing deposit balances over \$250,000 are collateralized as required by PDPA. The County had the following deposits and investments and related maturities:

	Standard & Poors Rating	Carrying Amounts	Less than one year	Less than five years
<i>Deposits:</i>				
Cash on hand	<i>Not Rated</i>	4,113	4,113	-
Checking	<i>Not Rated</i>	574,229	574,229	-
Savings	<i>Not Rated</i>	265,758	265,758	-
Certificates of deposit	<i>Not Rated</i>	1,350,000	1,350,000	-
<i>Investments:</i>				
Pools	<i>AAAm</i>	10,221,979	10,221,979	-
Deposits held by Trustee	<i>Not Rated</i>	225,862	225,862	-
Total		<u>\$ 12,641,941</u>	<u>12,641,941</u>	<u>-</u>

Financial statement captions:

Cash and investments:	
Governmental funds	\$ 11,517,195
Fiduciary funds	1,106,291
Yuma County Water Authority	18,455
Total	<u>\$ 12,641,941</u>

The investment pools represent investments in COLOTRUST and C-SAFE which are 2a7-like pools. The fair value of the pools is determined by the pools' share price. The County has no regulatory oversight for the pools.

Interest Rate Risk. As a means of limiting its exposure to interest rate risk, the County diversifies its investments by security type and institution, and limits holdings in any one type of investment with any one issuer. The County coordinates its investment maturities to closely match cash flow needs and restricts the maximum investment term to less than five years from the purchase date. As a result of the limited length of maturities the County has limited its interest rate risk.

Credit Risk. State law and County policy limit investments to those authorized by State statutes including U.S. agencies and 2a7-like pools. The County's general investment policy is to apply the prudent-person rule: Investments are made as prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008
(Continued)

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

Concentration of Credit Risk. The County diversifies its investments by security type and institution. Investments may only be made in those financial institutions which are insured or issued by the Federal Deposit Insurance Corporations, the Federal Home Mortgage Association, the Federal Savings and Loan Insurance Corporation, and Congressional authorized mortgage lenders and investments that are federally guaranteed. Financial institutions holding County funds must provide the County a copy of the certificate from the Banking Authority that states that the institution is an eligible public depository.

B. Receivables

Receivables as of year-end for the County's funds, including applicable allowances for uncollectible accounts, are as follows. The County considers all receivables collectible and therefore, has not provided a reserve for uncollectible accounts receivable.

	<u>General</u>	<u>Road and Bridge</u>	<u>Human Services</u>	<u>Grant</u>	<u>Non-Major Funds</u>	<u>Grand Total</u>
Receivables:						
Taxes	\$ 4,804,816	826,737	326,903	-	490,354	6,448,810
Accounts	67,302	-	8	-	111	67,421
Interest	13,691	-	-	-	-	13,691
Intergovernmental	-	779,135	109,054	1,033,335	108,300	2,029,824
Net receivables	<u>4,885,809</u>	<u>1,605,872</u>	<u>435,965</u>	<u>1,033,335</u>	<u>598,765</u>	<u>8,559,746</u>

At the end of 2008, deferred revenue is comprised of the following:

Property taxes assessed but not collectible until 2009	\$ 6,448,810
Unearned rent revenue	5,000,000
Other unearned revenue	195,021
Total	<u>\$ 11,643,831</u>

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008
(Continued)

III. Detailed Notes on All Funds (continued)

C. Capital Assets

Capital asset activity for the year ended December 31, 2008 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 397,408	-	-	397,408
Water rights	-	20,139,000	-	20,139,000
Total capital assets, not being depreciated	<u>397,408</u>	<u>20,139,000</u>	<u>-</u>	<u>20,536,408</u>
Capital assets, being depreciated:				
Buildings and other improvements	4,667,303	83,785	-	4,751,088
Equipment	10,094,741	1,483,891	(917,867)	10,660,765
Infrastructure - Roads and bridges	12,228,112	1,127,529	-	13,355,641
Total capital assets being depreciated	<u>26,990,156</u>	<u>2,695,205</u>	<u>(917,867)</u>	<u>28,767,494</u>
Less accumulated depreciation for:				
Buildings and other improvements	(1,704,917)	(164,264)	-	(1,869,181)
Equipment	(5,397,239)	(1,074,262)	362,581	(6,108,920)
Infrastructure - Roads and bridges	(4,801,734)	(657,074)	-	(5,458,808)
Total accumulated depreciation	<u>(11,903,890)</u>	<u>(1,895,600)</u>	<u>362,581</u>	<u>(13,436,909)</u>
Total capital assets being depreciated, net	<u>15,086,266</u>	<u>799,605</u>	<u>(555,286)</u>	<u>15,330,585</u>
Governmental activities capital assets, net	<u>\$ 15,483,674</u>	<u>20,938,605</u>	<u>(555,286)</u>	<u>35,866,993</u>

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

	<u>Depreciation Expense</u>
Governmental activities:	
General government	\$ 297,150
Public safety	63,771
Health and human services	20,786
Community auxiliary services	33,619
Public works	1,480,274
Total depreciation expense - governmental activities	<u>\$ 1,895,600</u>

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008
(Continued)

III. Detailed Notes on All Funds (continued)

D. Transfers

Transfers for 2008 were as follows:

<u>Transferred from</u>	<u>Transferred to</u>	<u>Amount</u>	<u>Reason</u>
General Fund	Landfill Fund	\$ 92,235	Fund landfill operations
Landfill Fund	Landfill Closure Fund	5,000	Fund closure costs
Landfill Fund	Capital Acquisition Fund	6,000	Fund lease payment
General Fund	Capital Acquisition Fund	326,903	Fund capital outlay
General Fund	Sheriff's Victim Assistance and Grant Fund	13,801	Fund grant costs
General Fund	Separation of Employment	50,000	Fund employee liability
Road & Bridge Fund	Gravel Fund	36,000	Pay gravel lease
Total		\$ 529,939	

E. Operating Leases

The County is committed to leases for office equipment, computer systems and equipment and gravel. These leases are considered, for accounting purposes, to be operating leases, and therefore, the liability and the related assets have not been recorded on these financial statements. The gravel lease is \$36,000 per year through 2009.

F. Long-term Liabilities

1. Capital Lease

The County has one lease purchase obligation outstanding at December 31, 2008. In 2005, the County entered into a lease purchase agreement in the amount of \$116,000, bearing interest at 4.0% annually. Principal and interest payments totaling \$2,622 are due monthly, with a final payment of \$5,088 due July 15, 2009. The proceeds of the lease were used to purchase a wheel loader. The leased assets and related obligations are accounted for in the Statement of Net Assets. The County has appropriated amounts from the Landfill Fund to meet the lease payments.

2. General Obligation Bonds, Series 2008

The Yuma County Water Authority Public Improvement District, a blended component unit of the County, issued \$5,780,000 of general obligations bonds in 2008, the proceeds of which were used to acquire water rights. These bonds bear interest at annual rates ranging from 3.25% to 4.60%. Starting in 2010, principal payments ranging from \$100,000 to \$555,000 are due annually on December 1, through 2023. Starting in 2010, interest payments are due June 1 and December 1, through 2023.

The General Obligation Bonds, Series 2008 also bear supplemental interest for the period from the delivery of the bonds through the payment of supplemental interest registered coupons, which mature at \$225,000 on December 1, 2010.

These bonds constitute general obligations of the Water Authority Public Improvement District.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008
(Continued)

III. Detailed Notes on All Funds (continued)

F. Long-term Liabilities (continued)

3. Colorado Water Conservation Board (“CWCB”) Note Payable

The Water Authority Public Improvement District entered into a loan agreement with the CWCB in 2008 in the amount of \$9,595,000, the proceeds of which were used to acquire water rights. This note bears interest at an annual rate of 2.25%. Starting in 2010, aggregate principal and interest payments of \$607,016 are due June 1, through 2029. In addition to the annual debt services requirements, a 1% loan service fee in the amount of \$95,227 is due June 1, 2010.

The loan constitutes a general obligation of the Water Authority Public Improvement District.

4. Compensated Absences

The County has a policy for the accumulation of personal leave payouts, subject to certain maximum limits. In accordance with GAAP, the County’s approximate liability for personal leave and compensation time pay earned by employees at December 31, 2008 has been reflected in the government-wide financial statements. This liability is generally liquidated by the Separation of Employment Fund.

5. Landfill Closure Costs – Contingent Liability

State and federal laws and regulations require that the County place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. In addition to operating expenses relating to current activities of the landfill, a liability provision is being recognized based on the future closure and post closure care. Closure and post closure care costs are recognized based on the amount of the landfill used during the year.

The estimated liability for landfill closure and post closure care costs has a balance of \$174,467 at December 31, 2008, which is based upon 26% usage (estimated percentage filled) of the landfill. It is estimated that an additional \$485,006 will be recognized as closure and post closure care expenses between the date of the balance sheet and 2080; the date the landfill is expected to be filled to capacity. The estimated total current cost of the landfill closure and post closure costs of \$659,473 is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31, 2008. Closure and post closure costs are estimated to be \$566,805 and \$92,668, respectively. However, the actual costs of closure and post closure may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

The County is required by state and federal laws and regulations to provide adequate financial resources to pay for all closure and post closure care. The remaining portion of anticipated future inflation costs and additional costs that might arise from changes in post closure requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be covered by charges to future landfill users, taxpayers, or both.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008
(Continued)

III. Detailed Notes on All Funds (continued)

F. Long-term Liabilities (continued)

6. Activity and Debt Service Schedules

Long-term liability activity for the year ended December 31, 2008, was as follows:

	<u>Balance January 1, 2008</u>	<u>Additions</u>	<u>(Reductions)</u>	<u>Balance December 31, 2008</u>	<u>Due Within One Year</u>
Capital lease	\$ 50,553	-	(29,992)	20,561	20,561
General Obligation Bonds, Series 2008	-	6,025,366	-	6,025,366	-
Notes payable	-	9,595,000	-	9,595,000	-
Accrued compensated absences	383,343	-	(17,632)	365,711	-
Landfill closure costs	117,753	56,714	-	174,467	-
Total	<u>\$ 551,649</u>	<u>15,677,080</u>	<u>(47,624)</u>	<u>16,181,105</u>	<u>20,561</u>

Aggregate annual debt service requirements at December 31, 2008, are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	\$ 20,561	218,491	239,052
2010	618,759	549,895	1,168,654
2011	742,738	442,666	1,185,404
2012	761,687	422,504	1,184,191
2013	790,837	400,929	1,191,766
2014-2018	4,283,815	1,639,865	5,923,680
2019-2023	5,030,509	900,148	5,930,657
2024-2028	2,777,996	257,084	3,035,080
2029	593,659	13,357	607,016
	<u>15,620,561</u>	<u>4,844,939</u>	<u>20,465,500</u>
Add: Deferred amounts			
Premium on bonds	33,886		
Unaccreted interest	(13,520)		
Total Debt	<u>\$ 15,640,927</u>		

IV. Other Information

A. Pension Plans

1. Defined Contribution Pension Plan (401a)

Under a defined contribution pension plan, the benefits a participant will receive depend solely on the amount contributed to the participant's account plus the returns earned on investments of those contributions.

Participation is mandatory for all employees after one year of employment. Eligible employees contribute 5% of their base pay, and the County contributes 5% of their base pay. The plan has a five (5) year vesting period and is distributed upon an employee's separation from service, disability, or death.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008
(Continued)

IV. Other Information (continued)

A. Pension Plans (continued)

1. Defined Contribution Pension Plan (401a) (continued)

The contribution requirements of the retirement plan participants and the County are established, and may be amended, by the County Commissioners. During 2008, the County matched the employees' required employer contributions, which amounted to \$163,475. The plan is administered by the Colorado Counties Officers and Employees Retirement Association ("CCOERA").

As the County is not the trustee and does not administer the plan, the plan is not included in the financial statements. The County has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

2. Deferred Compensation Plan (Section 457)

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until separation from service or death.

The County has no liability for losses under the plan, does not administer the plan and is not the trustee of the plan; therefore, the plan is not included in the financial statements.

3. Cafeteria Plan

The County offers a cafeteria plan organized under Internal Revenue Code Section 125 that includes the following benefits: accident and/or term life insurance, health insurance premiums, unreimbursed health expense, orthodontia reimbursement and dependant day care reimbursement. No cost to the County is recognized, as the plan is a salary reduction plan.

B. Post Employment Health Care Benefits

All County employees covered by COBRA insurance may continue their health insurance due to a reduction in work hours or termination of employment. Employees who elect continued coverage must pay for premiums from the termination date of coverage and monthly thereafter. No cost to the County is recognized as participants make payments directly to the CTSI – County Health Pool for their premium cost.

C. Commitments and Contingencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008
(Continued)

IV. Other Information (continued)

C. Commitments and Contingencies (continued)

During the normal course of business, the County incurs claims and other assertions against it from various agencies and individuals. Management of the County believes that none of these claims or assertions is significant enough that they would materially affect the fairness of the presentation of the financial statements at December 31, 2008.

D. Risk Management

The County is exposed to various risks of loss related to workers compensation; general liability; unemployment; torts; theft of, damage to, and destruction of assets; and errors and omissions. The County has acquired commercial coverage for these risks and claims, if any, are not expected to exceed the commercial insurance coverage. The County has also joined the following self-insurance pools to obtain insurance coverage. The pools are groups of other Colorado counties that have associated to obtain various types of insurance.

The County is a member of the Colorado Counties Casualty and Property Pool ("CAPP") and the County Worker's Compensation Pool ("CWCP"). CAPP and CWCP have a legal obligation for claims against its members to the extent that funds are available in their annually established loss funds; amounts are available from insurance providers under excess specific and aggregate insurance contracts. Losses incurred in excess of loss funds are direct liabilities of the participating members. CAPP and CWCP have indicated that the amount of any excess losses would be billed to members in proportion to their contributions in the year such excess occurs, although they are not legally required to do so. The ultimate liability, if any, to the County resulting from claims not covered by CAPP and CWCP is not presently determinable. Management is of the opinion that the final outcome of such claims, if any, will not have a material adverse effect on the County's financial statements.

1. County Workers' Compensation Pool

The County is exposed to various risks of loss related to injuries of employees while on the job. As previously explained, the County joined together with other counties in the State of Colorado to form the County Worker's Compensation Pool ("CWCP"), a public entity risk pool currently operating as a common risk management and insurance program for member counties.

The County pays an annual contribution to CWCP for its workers' compensation insurance coverage. The intergovernmental agreement of formation of CWCP provides that the Pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008
(Continued)

IV. Other Information (continued)

D. Risk Management (continued)

2. Colorado Counties Casualty and Property Pool

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

E Other Employee Benefits

The County utilizes the CTSI – County Health Pool to provide health insurance benefits. The County provides basic, major medical, life, voluntary dental and vision coverage to all full-time employees and their eligible dependents. The plan is funded by the County and employee contributions, and benefits are administered through the CTSI – County Health Pool.

F. Intergovernmental Agreements

1. W-Y Combined Communications Center

The W-Y Combined Communications Center (the “Center”) was formed by intergovernmental agreement to provide emergency and dispatch services to the public safety providers in the Washington and Yuma County area. During 2008, the following entities provided the financial support to the Center:

Yuma County	\$ 393,000
Washington County	196,500
Washington-Yuma Counties E911 Authority	60,000
RETAC Coordinator	88,381
Total	<u>\$ 737,881</u>

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2008
(Continued)

IV. Other Information (continued)

F. Intergovernmental Agreements (continued)

1. W-Y Combined Communications Center (continued)

The following are the condensed, audited financial statements of the Center at December 31, 2008:

Balance Sheet:

Assets:

Current other assets	\$ 121,857
Capital assets, net	187,448
Total Assets	<u>309,305</u>

Liabilities and Equity:

Liabilities:

Other liabilities	56,532
Long-term liabilities	43,105
Total Liabilities	<u>99,637</u>

Net Assets:

Invested in capital assets	187,448
Unrestricted	22,220
Total Net Assets	<u>\$ 209,668</u>

Statement of Activities:

Revenues:

Allocation governments	\$ 737,881
Other	12,589
Total Revenues	<u>750,470</u>

Expenditures:

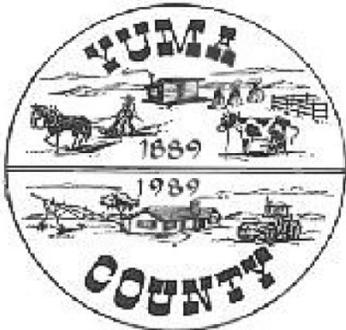
Salaries and benefits	628,812
Other	211,972
Total Expenditures	<u>840,784</u>

Change in Net Assets	(90,314)
Net Assets - Beginning of Year	299,982
Net Assets - End of Year	<u>\$ 209,668</u>

2. Republican River Water Conservation District

The Yuma County Water Authority Public Improvement District, a blended component unit of the County, entered into an agreement with the Republican River Water Conservation District (the "Conservation District") in 2008 whereby the Water Authority Public Improvement District is leasing certain water rights to the Conservation District for \$5,000,000. The lease term is for twenty years and expires December 31, 2028. The related revenue was received by the Water Authority Public Improvement District in 2008. This revenue was recognized on the fund financial statements in 2008. However, for the government-wide financial statements, the revenue is recognized evenly over the twenty year lease term.

REQUIRED SUPPLEMENTARY INFORMATION



Yuma County, Colorado
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	2008			Final Budget Variance Positive (Negative)	2007
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Taxes:					
General property taxes	4,526,080	4,526,080	4,525,921	(159)	4,033,605
Interest and delinquent taxes	5,000	5,000	11,272	6,272	(60,740)
Specific ownership taxes	-	-	-	-	121,421
Intergovernmental revenue:					
State sources	79,500	79,500	29,147	(50,353)	96,234
Federal sources	11,800	11,800	22,725	10,925	20,137
Licenses and permits	5,500	5,500	5,680	180	8,173
Charges for services	681,100	681,100	933,300	252,200	934,087
Investment income	250,000	250,000	302,355	52,355	503,660
Other	41,500	41,500	65,140	23,640	58,821
Total Revenues	<u>5,600,480</u>	<u>5,600,480</u>	<u>5,895,540</u>	<u>295,060</u>	<u>5,715,398</u>
Expenditures:					
General government:					
Administrative	150,200	150,200	145,581	4,619	144,549
Commissioners	427,480	427,480	399,780	27,700	407,955
Attorney	40,000	40,000	26,101	13,899	35,643
Planning and zoning	46,330	46,330	35,436	10,894	33,059
County Clerk	299,900	299,900	249,953	49,947	267,645
County Treasurer	244,275	244,275	222,170	22,105	207,165
County Assessor	333,903	333,903	312,888	21,015	307,550
GIS mapping	88,390	88,390	67,466	20,924	65,074
Elections	107,435	107,435	103,431	4,004	53,976
Building maintenance	230,990	236,000	233,323	2,677	212,649
Drivers license	45,950	45,950	43,328	2,622	40,566
Assessor maps	6,500	6,500	5,296	1,204	3,700
Judicial:					
District Attorney	137,324	137,324	137,324	-	137,324
Public Safety:					
Sheriff	594,759	594,759	584,524	10,235	554,318
Jail	683,737	683,737	617,159	66,578	588,809
Coroner	40,300	50,000	46,066	3,934	30,562
E-911	393,000	393,000	393,000	-	381,000
Emergency preparedness	26,450	27,450	25,665	1,785	23,213
Health and Human Services:					
Northeast Colorado health department	87,078	87,078	87,078	-	87,117
Centennial mental health	20,644	20,644	20,644	-	19,325
Emergency medical services	60,500	60,500	30,323	30,177	22,680
Eastern CO services for developmentally disabled	16,549	16,549	16,549	-	18,473
Community Auxiliary Services:					
W-Y communications tower	6,780	6,780	1,101	5,679	5,865
Irrigation research	4,000	4,000	4,000	-	4,000
Golden plains extension	168,974	168,974	166,767	2,207	151,592
Northeast Colorado bookmobile	25,003	25,003	25,003	-	25,003
Veterans' officer	7,735	8,235	8,003	232	7,315
County fair	174,751	211,600	208,090	3,510	187,128
County express	59,988	59,988	49,988	10,000	54,172
County economic development	45,000	45,000	45,000	-	45,000
Northeastern Colorado association of local govts.	14,228	14,228	14,228	-	12,782
Water expenditures	600,634	600,634	290,245	310,389	-
Total Expenditures	<u>5,188,787</u>	<u>5,241,846</u>	<u>4,615,510</u>	<u>626,336</u>	<u>4,135,209</u>
Excess of Revenues Over Expenditures	411,693	358,634	1,280,030	921,396	1,580,189
Other Financing (Uses):					
Transfers (out)	(426,353)	(483,353)	(482,939)	414	(1,005,822)
Total Other Financing (Uses)	<u>(426,353)</u>	<u>(483,353)</u>	<u>(482,939)</u>	<u>414</u>	<u>(1,005,822)</u>
Net Change in Fund Balance	<u>(14,660)</u>	<u>(124,719)</u>	797,091	<u>921,810</u>	574,367
Fund Balances - Beginning of Year			<u>4,668,991</u>		<u>4,094,624</u>
Fund Balances - End of Year			<u>5,466,082</u>		<u>4,668,991</u>

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

Yuma County, Colorado
Road and Bridge Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	2008			2007	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
General property taxes	759,502	759,502	759,475	(27)	677,987
Specific ownership taxes	414,000	414,000	628,302	214,302	501,571
Interest and delinquent taxes	750	750	1,625	875	(9,166)
Total Local Sources	<u>1,174,252</u>	<u>1,174,252</u>	<u>1,389,402</u>	<u>215,150</u>	<u>1,170,392</u>
Intergovernmental revenues:					
Federal Sources	100,300	100,300	94,755	(5,545)	161,631
State Sources	3,371,216	3,371,216	3,211,786	(159,430)	3,952,126
Total Intergovernmental revenues	<u>3,471,516</u>	<u>3,471,516</u>	<u>3,306,541</u>	<u>(164,975)</u>	<u>4,113,757</u>
Permits and licenses	500	500	2,000	1,500	1,500
Charges for services	16,500	16,500	33,615	17,115	54,212
Total Revenues	<u>4,662,768</u>	<u>4,662,768</u>	<u>4,731,558</u>	<u>68,790</u>	<u>5,339,861</u>
Expenditures:					
Public Works:					
Maintenance of condition	72,000	72,000	68,138	3,862	56,625
Administration and general	2,300,260	2,300,260	2,151,868	148,392	2,025,005
Construction and capital outlay	2,042,775	2,042,775	1,787,975	254,800	1,792,139
Reclamation	37,500	50,000	47,713	2,287	4,249
Grants	558,199	1,028,199	1,026,453	1,746	1,489,075
Total Expenditures	<u>5,010,734</u>	<u>5,493,234</u>	<u>5,082,147</u>	<u>411,087</u>	<u>5,367,093</u>
Excess (Deficiency) of Revenues Over Expenditures	(347,966)	(830,466)	(350,589)	479,877	(27,232)
Other Financing Sources (Uses):					
Transfers (out)	-	-	(36,000)	(36,000)	(36,000)
Sale of assets	500	500	2,024	1,524	86,045
Insurance recoveries	-	-	10,587	10,587	6,333
Total Other Financing Sources (Uses)	<u>500</u>	<u>500</u>	<u>(23,389)</u>	<u>(23,889)</u>	<u>56,378</u>
Net Change in Fund Balance	<u>(347,466)</u>	<u>(829,966)</u>	<u>(373,978)</u>	<u>455,988</u>	29,146
Fund Balances - Beginning of Year			<u>2,092,787</u>		<u>2,063,641</u>
Fund Balances - End of Year			<u>1,718,809</u>		<u>2,092,787</u>

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

Yuma County, Colorado
Human Services Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	<u>2008</u>			<u>2007</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Local sources:				
General property taxes	297,421	301,043	3,622	288,666
Total local sources	<u>297,421</u>	<u>301,043</u>	<u>3,622</u>	<u>288,666</u>
Program revenues:				
Federal and State	2,353,151	2,538,317	185,166	2,453,541
Total Revenues	<u>2,650,572</u>	<u>2,839,360</u>	<u>188,788</u>	<u>2,742,207</u>
Expenditures:				
Colorado works	247,643	211,956	35,687	176,634
Child care	204,517	168,932	35,585	178,943
Child care grants	22,000	28,878	(6,878)	16,000
Administration & medical exams	212,264	254,035	(41,771)	184,818
Child welfare	913,041	773,125	139,916	868,252
Independent living	5,513	7,424	(1,911)	5,278
Core services	253,331	169,871	83,460	179,147
Child support	52,134	52,627	(493)	50,764
Employment first	4,616	19,299	(14,683)	8,160
LEAP - Low Energy Assistance Program	308,757	256,874	51,883	198,667
AND - Aid for Needy Disabled	44,659	36,092	8,567	32,546
Aid for Blind	2,400	-	2,400	-
OAP - Old Age Pension	221,265	237,618	(16,353)	228,036
HCA (Home Care Allowance)	37,834	31,702	6,132	41,239
Food stamps	569,177	519,224	49,953	496,193
Title XX	1,100	69	1,031	1,098
Non-Alloc Programs	2,898	2,272	626	2,188
Other programs	4,953	3,852	1,101	4,528
IV-E and parental fees	2,337	10,241	(7,904)	1,785
IV-D retained collections	(18,017)	(20,836)	2,819	(18,738)
TANF collections	2,602	(790)	3,392	(1,108)
HB 1414	-	9,078	(9,078)	28,950
Total Expenditures	<u>3,095,024</u>	<u>2,771,543</u>	<u>323,481</u>	<u>2,683,380</u>
Net Change in Fund Balance	<u>(444,452)</u>	67,817	<u>512,269</u>	58,827
Fund Balances - Beginning of Year		<u>284,205</u>		<u>225,378</u>
Fund Balances - End of Year		<u>352,022</u>		<u>284,205</u>

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

**Yuma County, Colorado
Special Revenue Funds
Grant Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)**

	2008			2007
	Original and Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues:				
Intergovernmental grants	1,171,475	1,109,135	(62,340)	871,818
Miscellaneous	1,887	21,993	20,106	2,500
Total Revenues	1,173,362	1,131,128	(42,234)	874,318
Expenditures:				
General government	388,307	1,512	386,795	15,688
Judicial	-	14,534	(14,534)	-
Public safety	17,268	1,036,304	(1,019,036)	619,481
Community auxiliary services	794,425	58,442	735,983	237,262
Culture and recreation	-	21,068	(21,068)	-
Total Expenditures	1,200,000	1,131,860	68,140	872,431
Excess (Deficiency) of Revenues Over Expenditures	(26,638)	(732)	25,906	1,887
Other Financing Sources:				
Transfers in	26,638	-	(26,638)	-
Total Other Financing Sources	26,638	-	(26,638)	-
Net Change in Fund Balance	-	(732)	(732)	1,887
Fund Balances - Beginning of Year		28,525		26,638
Fund Balances - End of Year		27,793		28,525

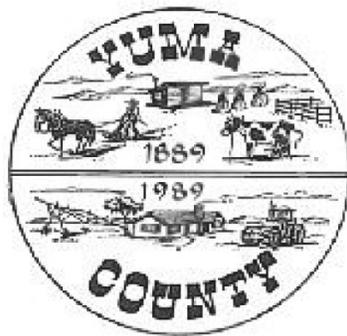
The accompanying notes are an integral part of these financial statements.

Yuma County, Colorado
Special Revenue Funds
Water Authority Public Improvement District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	2008			2007
	Original and Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues:				
Intergovernmental	-	141,470	141,470	-
Water rights lease revenue	5,000,000	5,000,000	-	-
Investment income	-	110	110	-
Total Revenues	5,000,000	5,141,580	141,580	-
Expenditures:				
Community Auxiliary Services:				
Capital outlay - Water rights	20,000,000	20,139,000	(139,000)	-
Debt issuance costs	395,813	397,083	(1,270)	-
Total Expenditures	20,395,813	20,536,083	(140,270)	-
Excess (Deficiency) of Revenues Over Expenditures	(15,395,813)	(15,394,503)	1,310	-
Other Financing Sources:				
Debt proceeds	15,586,480	15,586,480	-	-
Premium on bonds issued	-	33,886	33,886	-
Total Other Financing Sources	15,586,480	15,620,366	33,886	-
Net Change in Fund Balance	190,667	225,863	35,196	-
Fund Balances - Beginning of Year		-		-
Fund Balances - End of Year		225,863		-

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

SUPPLEMENTARY INFORMATION



Yuma County, Colorado
Combining Balance Sheet
Non-Major Governmental Funds
December 31, 2008

Special Revenue

	Landfill Fund	Landfill Closure Fund	Contingent Fund	Recreation Fund	Conservation Trust Fund	Capital Acquisitions Fund	Useful Public Service	Sheriff's Victim Assistance and Grant Fund	TASK Force Fund	Separation of Employment Fund	Emergency Reserve Fund	Gravel Fund	Self Insurance Fund	Total Non-major Governmental Funds
Assets:														
Cash and investments	202,082	62,419	100,000	640,780	292,111	1,296,841	13,047	33,188	134,377	61,460	273,000	-	794,638	3,903,943
Property taxes receivable	-	-	-	326,903	-	-	-	-	-	-	-	-	163,451	490,354
Accounts receivable	-	-	-	-	-	-	111	-	-	-	-	-	-	111
Due from other governments	78,976	-	-	-	-	-	-	-	29,324	-	-	-	-	108,300
Total Assets	281,058	62,419	100,000	967,683	292,111	1,296,841	13,158	33,188	163,701	61,460	273,000	-	958,089	4,502,708
Liabilities:														
Accounts payable	32,205	-	-	-	-	-	-	2,755	1,297	-	-	-	-	36,257
Deferred property tax revenues	-	-	-	326,903	-	-	-	-	-	-	-	-	163,451	490,354
Total Liabilities	32,205	-	-	326,903	-	-	-	2,755	1,297	-	-	-	163,451	526,611
Fund Balances:														
Unreserved	248,853	62,419	100,000	640,780	292,111	1,296,841	13,158	30,433	162,404	61,460	273,000	-	794,638	3,976,097
Total Fund Balances	248,853	62,419	100,000	640,780	292,111	1,296,841	13,158	30,433	162,404	61,460	273,000	-	794,638	3,976,097
Total Liabilities and Fund Balances	281,058	62,419	100,000	967,683	292,111	1,296,841	13,158	33,188	163,701	61,460	273,000	-	958,089	4,502,708

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

Yuma County, Colorado
Combining Statement of Revenues Expenditures and Changes in Fund Balance
Non-Major Governmental Funds
For the Year Ended December 31, 2008

Special Revenue

	Landfill Fund	Landfill Closure Fund	Contingent Fund	Recreation Fund	Conservation Trust Fund	Capital Acquisitions Fund	Useful Public Service Fund	Sheriff's Victim Assistance and Grant Fund	TASK Force Fund	Separation of Employment Fund	Emergency Reserve Fund	Gravel Fund	Self Insurance Fund	Total Non-major Governmental Funds
Revenues:														
Taxes	-	-	-	300,963	-	-	-	-	-	-	-	-	150,482	451,445
Intergovernmental	78,000	-	-	39	41,502	-	-	53,747	185,693	-	-	-	19	359,000
Charges for services	299,958	-	-	-	-	-	5,974	5,204	-	-	-	-	-	311,136
Investment income	-	1,346	-	-	6,586	-	-	-	2,916	-	-	-	-	10,848
Other sources	-	-	-	44	-	-	3,198	-	-	-	-	-	25,605	28,847
Total Revenues	377,958	1,346	-	301,046	48,088	-	9,172	58,951	188,609	-	-	-	176,106	1,161,276
Expenditures:														
General government	-	-	-	-	-	89,113	-	-	-	56,700	-	-	98,820	244,633
Public safety	-	-	-	-	-	-	6,917	64,253	167,206	-	-	-	-	238,376
Culture and recreation	-	-	-	93,479	26,556	-	-	-	-	-	-	-	-	120,035
Public works	-	-	-	-	-	-	-	-	-	-	-	36,000	-	36,000
Landfill	452,052	-	-	-	-	-	-	-	-	-	-	-	-	452,052
Debt Service:														
Principal	29,992	-	-	-	-	-	-	-	-	-	-	-	-	29,992
Interest	1,474	-	-	-	-	-	-	-	-	-	-	-	-	1,474
Total Expenditures	483,518	-	-	93,479	26,556	89,113	6,917	64,253	167,206	56,700	-	36,000	98,820	1,122,562
Excess (Deficiency) of Revenues Over Expenditures	(105,560)	1,346	-	207,567	21,532	(89,113)	2,255	(5,302)	21,403	(56,700)	-	(36,000)	77,286	38,714
Other Financing Sources (Uses):														
Transfers in	92,235	5,000	-	-	-	332,903	-	13,801	-	50,000	-	36,000	-	529,939
Transfers (out)	(11,000)	-	-	-	-	-	-	-	-	-	-	-	-	(11,000)
Insurance recoveries	-	-	-	-	-	246,876	-	-	-	-	-	-	-	246,876
Total Other Financing Sources (Uses)	81,235	5,000	-	-	-	579,779	-	13,801	-	50,000	-	36,000	-	765,815
Net Change in Fund Balance	(24,325)	6,346	-	207,567	21,532	490,666	2,255	8,499	21,403	(6,700)	-	-	77,286	804,529
Fund Balances - Beginning of Year	273,178	56,073	100,000	433,213	270,579	806,175	10,903	21,934	141,001	68,160	273,000	-	717,352	3,171,568
Fund Balances - End of Year	248,853	62,419	100,000	640,780	292,111	1,296,841	13,158	30,433	162,404	61,460	273,000	-	794,638	3,976,097

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

Yuma County, Colorado
Special Revenue Funds
Landfill Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	<u>2008</u>			Final Budget Variance Positive (Negative)	<u>2007</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Local governmental contributions	108,275	108,275	112,660	4,385	111,766
Intergovernmental - State sources	-	-	78,000	78,000	-
Charges for services	61,500	61,500	185,759	124,259	126,260
Other	-	-	1,539	1,539	-
Total Revenues	<u>169,775</u>	<u>169,775</u>	<u>377,958</u>	<u>208,183</u>	<u>238,026</u>
Expenditures:					
Operations	243,078	250,078	258,799	(8,721)	236,310
Capital outlay	47,760	192,456	193,253	(797)	40,790
Contingency	15,000	15,000	-	15,000	-
Debt Service:					
Principal	-	31,466	29,992	1,474	29,420
Interest	31,466	-	1,474	(1,474)	2,046
Total Expenditures	<u>337,304</u>	<u>489,000</u>	<u>483,518</u>	<u>5,482</u>	<u>308,566</u>
Excess (Deficiency) of Revenues Over Expenditures	(167,529)	(319,225)	(105,560)	213,665	(70,540)
Other Financing Sources (Uses):					
Transfers in	92,235	92,235	92,235	-	92,235
Transfers (out)	(11,000)	(11,000)	(11,000)	-	(11,000)
Total Other Financing Sources	<u>81,235</u>	<u>81,235</u>	<u>81,235</u>	<u>-</u>	<u>81,235</u>
Net Change in Fund Balance	<u>(86,294)</u>	<u>(237,990)</u>	<u>(24,325)</u>	<u>213,665</u>	<u>10,695</u>
Fund Balances - Beginning of Year			<u>273,178</u>		<u>262,483</u>
Fund Balances - End of Year			<u>248,853</u>		<u>273,178</u>

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

Yuma County, Colorado
Special Revenue Funds
Landfill Closure Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	2008			2007
	Original and Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues:				
Interest	-	1,346	1,346	2,549
Total Revenues	-	1,346	1,346	2,549
Expenditures:				
Closure costs	50,000	-	50,000	-
Total Expenditures	50,000	-	50,000	-
Excess (Deficiency) of Revenues Over Expenditures	(50,000)	1,346	51,346	2,549
Other Financing Sources:				
Transfers in	5,000	5,000	-	5,000
Total Other Financing Sources	5,000	5,000	-	5,000
Net Change in Fund Balance	<u>(45,000)</u>	6,346	<u>51,346</u>	7,549
Fund Balances - Beginning of Year		<u>56,073</u>		<u>48,524</u>
Fund Balances - End of Year		<u>62,419</u>		<u>56,073</u>

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

Yuma County, Colorado
Special Revenue Funds
Contingent Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	2008		Variance Positive (Negative)	2007
	Original and Final Budget	Actual		Actual
Expenditures:				
Contingencies	100,000	-	100,000	-
Total Expenditures	100,000	-	100,000	-
Net Change in Fund Balance	<u>(100,000)</u>	-	<u>100,000</u>	-
Fund Balances - Beginning of Year		<u>100,000</u>		<u>100,000</u>
Fund Balances - End of Year		<u>100,000</u>		<u>100,000</u>

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

Yuma County, Colorado
Special Revenue Funds
Recreation Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	<u>2008</u>			<u>2007</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Local Sources:				
General property taxes	300,317	300,307	(10)	268,085
Delinquent taxes and interest	700	656	(44)	(4,172)
Intergovernmental	50	39	(11)	24
Other	500	44	(456)	517
Total Revenues	<u>301,567</u>	<u>301,046</u>	<u>(521)</u>	<u>264,454</u>
Expenditures:				
Culture and recreation	400,000	93,479	306,521	97,665
Total Expenditures	<u>400,000</u>	<u>93,479</u>	<u>306,521</u>	<u>97,665</u>
Excess (Deficiency) of Revenues Over Expenditures	(98,433)	207,567	306,000	166,789
Other Financing (Uses):				
Transfers (out)	-	-	-	(130,000)
Total Other Financing (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(130,000)</u>
Net Change in Fund Balance	<u>(98,433)</u>	207,567	<u>306,000</u>	36,789
Fund Balances - Beginning of Year		<u>433,213</u>		<u>396,424</u>
Fund Balances - End of Year		<u>640,780</u>		<u>433,213</u>

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

Yuma County, Colorado
Special Revenue Funds
Conservation Trust Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	<u>2008</u>		<u>Variance Positive (Negative)</u>	<u>2007</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Conservation Trust Lottery revenue	30,000	41,502	11,502	41,668
Interest	8,000	6,586	(1,414)	13,236
Total Revenues	<u>38,000</u>	<u>48,088</u>	<u>10,088</u>	<u>54,904</u>
Expenditures:				
Parks and recreation	200,000	26,556	173,444	33,630
Total Expenditures	<u>200,000</u>	<u>26,556</u>	<u>173,444</u>	<u>33,630</u>
Net Change in Fund Balance	<u>(162,000)</u>	21,532	<u>183,532</u>	21,274
Fund Balances - Beginning of Year		<u>270,579</u>		<u>249,305</u>
Fund Balances - End of Year		<u>292,111</u>		<u>270,579</u>

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

Yuma County, Colorado
Special Revenue Funds
Capital Acquisitions Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	<u>2008</u>			<u>2007</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Miscellaneous	-	-	-	31,505
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,505</u>
Expenditures:				
General government	112,897	89,113	23,784	316,300
Public safety	-	-	-	42,238
Public works	837,103	-	837,103	-
Debt service:				
Principal	-	-	-	76,953
Interest	-	-	-	1,385
Total Expenditures	<u>950,000</u>	<u>89,113</u>	<u>860,887</u>	<u>436,876</u>
Excess (Deficiency) of Revenues Over Expenditures	(950,000)	(89,113)	860,887	(405,371)
Other Financing Sources:				
Transfers in	306,317	332,903	26,586	1,005,786
Insurance recoveries	-	246,876	246,876	1,095
Total Other Financing Sources	<u>306,317</u>	<u>579,779</u>	<u>273,462</u>	<u>1,006,881</u>
Net Change in Fund Balance	<u>(643,683)</u>	490,666	<u>1,134,349</u>	601,510
Fund Balances - Beginning of Year		<u>806,175</u>		<u>204,665</u>
Fund Balances - End of Year		<u>1,296,841</u>		<u>806,175</u>

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

Yuma County, Colorado
Special Revenue Funds
Useful Public Service Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	<u>2008</u>			<u>2007</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Charges for services	5,489	5,974	485	6,144
Other	2,000	3,198	1,198	2,872
Total Revenues	<u>7,489</u>	<u>9,172</u>	<u>1,683</u>	<u>9,016</u>
Expenditures:				
Programs	7,489	6,917	572	6,458
Total Expenditures	<u>7,489</u>	<u>6,917</u>	<u>572</u>	<u>6,458</u>
Net Change in Fund Balance	<u>-</u>	2,255	<u>2,255</u>	2,558
Fund Balances - Beginning of Year		<u>10,903</u>		<u>8,345</u>
Fund Balances - End of Year		<u>13,158</u>		<u>10,903</u>

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

Yuma County, Colorado
Special Revenue Funds
Sheriff's Victim Assistance and Grant Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	2008			2007
	Original and Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues:				
Federal grants	28,885	28,800	(85)	24,251
State grants	18,223	18,223	-	15,622
Other sources	71	6,724	6,653	6,000
Charges for services	5,000	5,204	204	1,447
Total Revenues	52,179	58,951	6,772	47,320
Expenditures:				
Public safety	65,980	64,253	1,727	58,146
Total Expenditures	65,980	64,253	1,727	58,146
Excess (Deficiency) of Revenues Over Expenditures	(13,801)	(5,302)	8,499	(10,826)
Other Financing Sources:				
Transfers in	13,801	13,801	-	13,801
Total Other Financing Sources	13,801	13,801	-	13,801
Net Change in Fund Balance	-	8,499	8,499	2,975
Fund Balances - Beginning of Year		21,934		18,959
Fund Balances - End of Year		30,433		21,934

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

Yuma County, Colorado
Special Revenue Funds
TASK Force Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	<u>2008</u>		<u>2007</u>	
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Intergovernmental:				
Federal grants	397,628	148,435	(249,193)	148,370
Local match	32,500	28,000	(4,500)	32,500
Other	2,100	9,258	7,158	37,508
Investment income	2,000	2,916	916	4,805
Total Revenues	<u>434,228</u>	<u>188,609</u>	<u>(245,619)</u>	<u>223,183</u>
Expenditures:				
Public safety	434,228	167,206	267,022	162,684
Total Expenditures	<u>434,228</u>	<u>167,206</u>	<u>267,022</u>	<u>162,684</u>
Net Change in Fund Balance	<u>-</u>	21,403	<u>21,403</u>	60,499
Fund Balances - Beginning of Year		<u>141,001</u>		<u>80,502</u>
Fund Balances - End of Year		<u>162,404</u>		<u>141,001</u>

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

Yuma County, Colorado
Special Revenue Funds
Separation of Employment Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	<u>2008</u>		<u>Variance Positive (Negative)</u>	<u>2007</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Expenditures:				
Personal leave	60,000	56,700	3,300	41,088
Total Expenditures	<u>60,000</u>	<u>56,700</u>	<u>3,300</u>	<u>41,088</u>
Excess (Deficiency) of Revenues Over Expenditures	(60,000)	(56,700)	3,300	(41,088)
Other Financing Sources:				
Transfers in	-	50,000	50,000	30,000
Total Other Financing Sources	<u>-</u>	<u>50,000</u>	<u>50,000</u>	<u>30,000</u>
Net Change in Fund Balance	<u>(60,000)</u>	(6,700)	<u>53,300</u>	(11,088)
Fund Balances - Beginning of Year		<u>68,160</u>		<u>79,248</u>
Fund Balances - End of Year		<u>61,460</u>		<u>68,160</u>

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

Yuma County, Colorado
Special Revenue Funds
Emergency Reserve Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	2008		2007
	Original and Final Budget	Actual	Variance Positive (Negative) Actual
Other Financing (Uses):			
Transfers out	(200,000)	-	200,000
Total Other Financing (Uses)	<u>(200,000)</u>	<u>-</u>	<u>200,000</u>
Net Change in Fund Balance	<u>(200,000)</u>	<u>-</u>	<u>200,000</u>
Fund Balances - Beginning of Year		<u>273,000</u>	<u>273,000</u>
Fund Balances - End of Year		<u>273,000</u>	<u>273,000</u>

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

Yuma County, Colorado
Special Revenue Funds
Gravel Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	2008		Variance Positive (Negative)	2007
	Original and Final Budget	Actual		Actual
Expenditures:				
Public works:				
Public works - Gravel	36,000	36,000	-	36,000
Total Expenditures	<u>36,000</u>	<u>36,000</u>	-	<u>36,000</u>
Excess (Deficiency) of Revenues Over Expenditures	(36,000)	(36,000)	-	(36,000)
Other Financing Sources:				
Transfers in	36,000	36,000	-	36,000
Total Other Financing Sources	<u>36,000</u>	<u>36,000</u>	-	<u>36,000</u>
Net Change in Fund Balance	<u>-</u>	-	<u>-</u>	-
Fund Balances - Beginning of Year		-		-
Fund Balances - End of Year		<u>-</u>		<u>-</u>

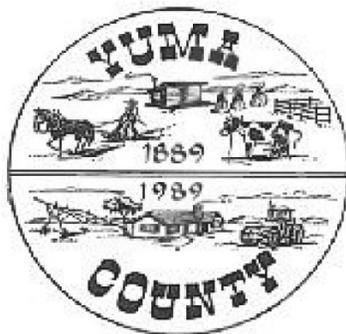
The accompanying notes are an integral part of these financial statements.

Yuma County, Colorado
Special Revenue Funds
Self-Insurance Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP) Basis and Actual
For the Year Ended December 31, 2008
(With Comparative Actual Amounts for 2007)

	<u>2008</u>		<u>Variance Positive (Negative)</u>	<u>2007</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Taxes:				
General property taxes	150,159	150,153	(6)	134,042
Delinquent taxes and interest	400	329	(71)	(2,086)
Total Taxes	<u>150,559</u>	<u>150,482</u>	<u>(77)</u>	<u>131,956</u>
Other:				
Intergovernmental	50	19	(31)	12
Miscellaneous	16,391	25,605	9,214	28,943
Total Other	<u>16,441</u>	<u>25,624</u>	<u>9,183</u>	<u>28,955</u>
Total Revenues	<u>167,000</u>	<u>176,106</u>	<u>9,106</u>	<u>160,911</u>
Expenditures:				
General government:				
Insurance premiums and claims	167,000	98,820	68,180	82,901
Total Expenditures	<u>167,000</u>	<u>98,820</u>	<u>68,180</u>	<u>82,901</u>
Net Change in Fund Balance	<u>-</u>	<u>77,286</u>	<u>77,286</u>	<u>78,010</u>
Fund Balances - Beginning of Year		<u>717,352</u>		<u>639,342</u>
Fund Balances - End of Year		<u>794,638</u>		<u>717,352</u>

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

**ANNUAL SCHEDULE OF REVENUES AND
EXPENDITURES FOR ROADS, BRIDGES AND STREETS**



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

LOCAL HIGHWAY FINANCE REPORT	City or County: Yuma County
	YEAR ENDING : December 2008

This Information From The Records Of (example - City of _ or County of County of Yuma)	Prepared By: Linda L. Briggs, County Administrator
	Phone: 970-332-5796

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	2,932,546
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	0
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	
2. General fund appropriations		b. Snow and ice removal	
3. Other local imposts (from page 2)	1,350,564	c. Other Transfer to Cities	41,189
4. Miscellaneous local receipts (from page 2)	48,226	d. Total (a. through c.)	41,189
5. Transfers from toll facilities		4. General administration & miscellaneous	2,116,180
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	5,089,915
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	1,398,790	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government		2. Notes:	
(from page 2)	3,328,928	a. Interest	
D. Receipts from Federal Government		b. Redemption	
(from page 2)	16,452	c. Total (a. + b.)	0
E. Total receipts (A.7 + B + C + D)	4,744,170	3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	5,089,915

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
	2,092,787	4,744,170	5,089,915	1,747,043	(0)

Notes and Comments:

III A3c Other = Funds to the City of Wray of \$ 16,560.33
 Funds to the City of Yuma of 23,728.71
 Funds to Town of Eckley of 899.68
 TOTAL 41,188.72

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2008

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	761,101	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	2,024
4. Licenses		f. Charges for Services	870
5. Specific Ownership &/or Other	589,463	g. Other Misc. Receipts	11,020
6. Total (1. through 5.)	589,463	h. Other	34,312
c. Total (a. + b.)	1,350,564	i. Total (a. through h.)	48,226
	(Carry forward to page 1)		(Carry forward to page 1)

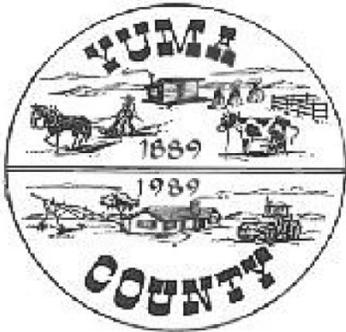
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	2,395,631	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	38,839	d. Federal Transit Admin	
d. Other - Severance Tax, PILT, Min Lease	194,458	e. U.S. Corps of Engineers	
e. Other - EIAF Grants	700,000	f. Other Federal-Federal mineral leasing, PILT	16,452
f. Total (a. through e.)	933,297	g. Total (a. through f.)	16,452
4. Total (1. + 2. + 3.f)	3,328,928	3. Total (1. + 2.g)	
			(Carry forward to page 1)

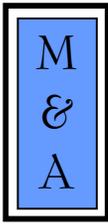
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		1,911,593	1,911,593
(4). System Enhancement & Operation		1,020,953	1,020,953
(5). Total Construction (1) + (2) + (3) + (4)	0	2,932,546	2,932,546
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	2,932,546	2,932,546
			(Carry forward to page 1)

Notes and Comments:

**REPORTS AND SCHEDULES FOR REPORTING REQUIREMENTS
OF OMB CIRCULAR A-133**





MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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

Board of County Commissioners Yuma County, Colorado

We have audited the financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Yuma County, Colorado (the "County") as of and for the year ended December 31, 2008, which collectively comprise the County's basic financial statements, and have issued our report thereon dated September 17, 2009. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects an entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with general accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

Performing services for local governments throughout Colorado

D. Jerry McMahan, C.P.A.
Paul J. Backes, C.P.A.

Daniel R. Cudahy, C.P.A.
Michael N. Jenkins, C.A., C.P.A.

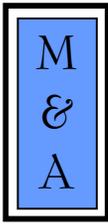
Members: American Institute of Certified Public Accountants/Colorado Society of Certified Public Accountants
National and Colorado Government Finance Officers Association/Colorado Municipal League

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

This report is intended solely for the information and use of management, the Board of County Commissioners, others within the County, federal awarding agencies, and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

McMahan and Associates, LLC.

**McMahan and Associates, L.L.C.
September 17, 2009**



MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

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

Compliance

We have audited the compliance of Yuma County, Colorado, Colorado (the "County") with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2008. The County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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. Our audit does not provide a legal determination on the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2008.

Internal Control Over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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.

Performing services for local governments throughout Colorado

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National and Colorado Government Finance Officers Association/Colorado Municipal League

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

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement on a federal program on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is a more than remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the Board of County Commissioners, others within the County, federal awarding agencies, and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

McMahan and Associates, LLC.

**McMahan and Associates, L.L.C.
September 17, 2009**

Yuma County, Colorado
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2008

Part I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued	Unqualified
Internal control over financial reporting:	
Material weakness identified	None noted
Reportable conditions identified that are not considered to be material weaknesses	None reported
Noncompliance material to financial statements noted	None noted

Federal Awards

Internal control over major programs:	
Material weakness identified	None noted
Reportable conditions identified that are not considered to be material weaknesses	None reported
Type of auditor’s report issued on compliance for major programs	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133	No
Major programs:	
Public Safety Interoperable Communications Grant Program	CFDA #11.555
Food Stamp Cluster – Food Stamps Food Stamp Administration	CFDA #10.551 & CFDA #10.561
Dollar threshold used to identify Type A from Type B programs:	\$300,000
Identified as low-risk auditee	No

Part II – Findings Related to Financial Statements

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

Part III – Findings Related to Federal Awards

Internal control findings	None noted
Compliance findings	No
Questioned costs	No
Auditor-assigned reference number	Not applicable

Yuma County, Colorado
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2008

There were no findings in the prior fiscal year.

Yuma County, Colorado
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2008

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Major Program (Yes/No)</u>	<u>2008 Expenditures</u>
Department of Human Services:			
Passed through Colorado Department of Human Services:			
TANF CO Works	93.558	No	177,366
Title IV-D - Admin	93.563	No	56,622
Low income energy assistance program	93.568	No	242,338
CCDF - Discretionary	93.575	No	52,060
CCDF	93.596	No	89,476
Child care - Title IVB	93.645	No	9,363
Foster Care - Title IV-E	93.658	No	145,994
Adoption	93.659	No	25,450
Block Grant - Title XX	93.667	No	67,725
Independent Living - Title IV-E	93.674	No	7,424
Medical Assistance Program - Title XIX	93.778	No	73,785
Adjustment to federal assistance	93.000	No	11,057
Total Department of Human Services			<u>958,660</u>
Department of Agriculture:			
Community Facilities	10.766	No	-
Passed through Colorado Department of Human Services:			
Food Administration	10.568	No	500
Food Distribution	10.569	No	7,998
Food Issuances	10.551	Yes	520,168
Food Stamps - Administration	10.561	Yes	66,761
Total Department of Agriculture			<u>595,427</u>
Department of Homeland Security:			
Emergency Management Performance Grants	97.042	No	26,106
Passed through Colorado Office of Homeland Security:			
Public Safety Interoperable Communications Grant Program	11.555	Yes	1,018,946
Department of Justice:			
Passed through the Colorado Division of Criminal Justice:			
Victims of Crime Act	16.575	No	21,504
Violence Against Women Act	16.588	No	4,128
Law Enforcement Block Grant	16.738	No	3,168
Justice Assistance Grant	16.738	No	148,435
Total Department of Justice			<u>177,235</u>
Total Expenditures			<u>2,776,374</u>

Notes to the Schedule of Expenditures of Federal Awards For the Year Ended December 31, 2008.

Note 1. Basis of Presentation:

The Schedule of Expenditures of Federal Awards includes the federal grant activity of Yuma County and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of 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 financial statements.

Note 2. Determining the Value of Non-Cash Awards Expended:

Food Issuances: Fair market value of food issuances at the time recipient receives award and the assessed value provided by the federal agency. Food Distribution: Fair market value of food distributions at the time recipient receives award and the assessed value provided by the federal agency.

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