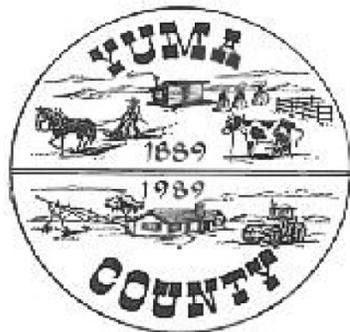


Yuma County, Colorado

Financial Report

December 31, 2009



**Yuma County, Colorado
Financial Report
December 31, 2009**

Table of Contents

	Page
INDEPENDENT AUDITOR'S REPORT	A1 - A2
Management's Discussion and Analysis	B1 – B9
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	C1
Statement of Activities	C2
Fund Financial Statements:	
Balance Sheets - Governmental Funds	C3
Reconciliation of Fund Balance to Statement of Net Assets - Governmental Funds	C4
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	C5
Reconciliation of the Statement of Revenues, Expenditures And Changes in Fund Balances of Governmental Funds To the Statement of Activities	C6
Statement of Fiduciary Net Assets - Fiduciary Funds	C7
Notes to the Financial Statements	D1 - D17
Required Supplementary Information:	
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual:	
General Fund	E1
Road and Bridge Fund	E2
Human Services Fund	E3
Grant Fund	E4
Water Authority Public Improvement District	E5

**Yuma County, Colorado
Financial Report
December 31, 2009**

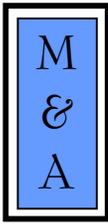
**Table of Contents
(Continued)**

Supplementary Information:

Combining Balance Sheet - Non-major Governmental Funds	F1
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-major Governmental Funds	F2
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual – Non-Major Special Revenue Funds:	
Landfill Fund	F3
Landfill Closure Fund	F4
Contingent Fund	F5
Recreation Fund	F6
Conservation Trust Fund	F7
Capital Acquisitions Fund	F8
Useful Public Service Fund	F9
Sheriff's Victim Assistance and Grant Fund	F10
TASK Force Fund	F11
Separation of Employment Fund	F12
Emergency Reserve Fund	F13
Gravel Fund	F14
Self-Insurance Fund	F15
Annual Schedule of Revenues and Expenditures for Roads, Bridges and Streets	F16 - F17

Reports and Schedules for Reporting Requirements of OMB Circular A-133:

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed In Accordance with <i>Governmental Auditing Standards</i>	G1 – G2
Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133	G3 – G4
Schedule of Findings and Questioned Costs	G5
Schedule of Prior Audit Findings and Questioned Costs	G6
Schedule of Expenditures of Federal Awards	G7



MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

CHAPEL SQUARE, BLDG C
245 CHAPEL PLACE, SUITE 300
P.O. Box 5850, AVON, CO 81620

WEB SITE: WWW.MCMAHANCPA.COM
MAIN OFFICE: (970) 845-8800
FACSIMILE: (970) 845-8108
E-MAIL: MCMAHAN@MCMAHANCPA.COM

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, 2009, 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, 2009, 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 August 13, 2010, 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 assessing 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.

Member: American Institute of Certified Public Accountants

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.

AVON
(970) 845-8800

ASPEN
(970) 544-3996

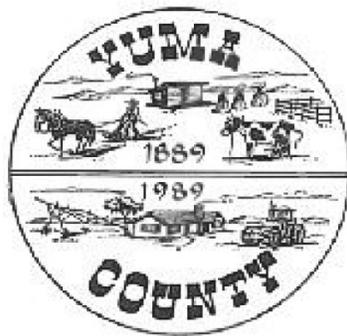
FRISCO
(970) 668-3481

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 accompanying 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.
August 13, 2010

MANAGEMENT'S DISCUSSION AND ANALYSIS



Yuma County, Colorado

Management's Discussion and Analysis

December 31, 2009

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, 2009.

Financial Highlights

- The assets of Yuma County exceeded its liabilities at the close of the most recent fiscal year by \$27,418,549 (net assets). Of this amount, \$7,622,868 (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 \$568,912. A large portion of this is due to decreased Road and Bridge Fund's expenditures, while this fund's revenues increased 2% from the previous year.
- As of the close of the current fiscal year, the County governmental funds reported combined ending fund balances of \$13,117,200, an increase of \$1,350,534. Approximately \$12,481,029 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 \$5,727,917, or 100% 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 2009, the fund balance was \$5,466,082; at the end of 2009, the fund balance was \$5,727,917. 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 2009 and 2008:

Yuma County's Net Assets:

	Governmental Activities	
	2009	2008
Assets:		
Current and other assets	\$ 23,162,140	20,586,958
Capital assets, net	35,028,002	35,866,993
Total Assets	58,190,142	56,453,951
Liabilities:		
Other liabilities	14,568,148	13,423,209
Long-term liabilities	16,203,445	16,181,105
Total Liabilities	30,771,593	29,604,314
Net Assets:		
Invested in capital assets, net of related debt	19,405,681	20,226,066
Restricted for emergencies	390,000	514,000
Unrestricted	7,622,868	6,109,571
Total Net Assets	\$ 27,418,549	26,849,637

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 60% of its total assets; these assets are not an available source of payment of future spending.

The County's net assets increased \$568,912 during the current fiscal year. This increase is mostly attributable to expenses being less than anticipated and increased fee-for-service revenues, operating grants, property taxes, and severance taxes. In addition, the County recognized a gain of \$445,030 on the sale of capital assets during the past year.

Overview of the Financial Statements (continued)

Government-wide Financial Analysis (continued)

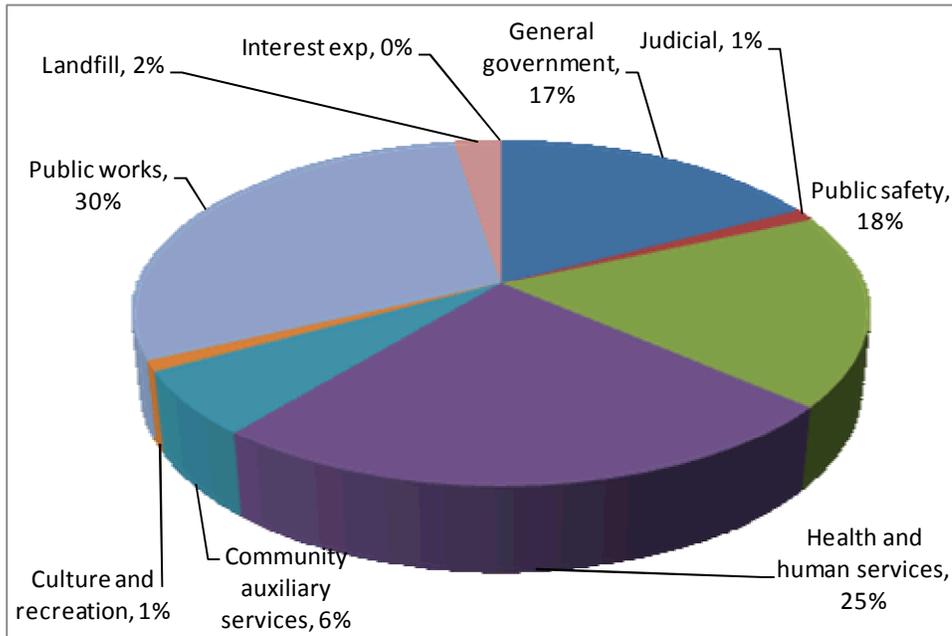
Yuma County's Governmental Activities

	Governmental Activities	
	2009	2008
Revenues:		
Program revenues:		
Charges for services	\$ 1,402,388	1,178,965
Grants and contributions	4,015,335	4,319,385
General revenues:		
Property taxes	6,450,025	6,050,782
Specific ownership taxes	621,476	589,464
Highway users tax	2,372,913	2,395,631
Interest & other revenue	1,196,776	676,974
Total Revenues	16,058,913	15,211,201
Expenses:		
General government	2,234,768	2,327,713
Judicial	176,547	151,858
Public safety	1,615,138	2,441,934
Health and human services	4,070,685	3,340,472
Community auxiliary services	1,514,961	810,792
Culture and recreation	118,489	132,284
Public works	5,064,126	4,005,040
Landfill	328,230	328,098
Interest expense	367,057	1,474
Total Expenses	15,490,001	13,539,665
Change in Net Assets	568,912	1,671,536
Net Assets - Beginning of Year	26,849,637	25,178,101
Net Assets - End of Year	\$ 27,418,549	26,849,637

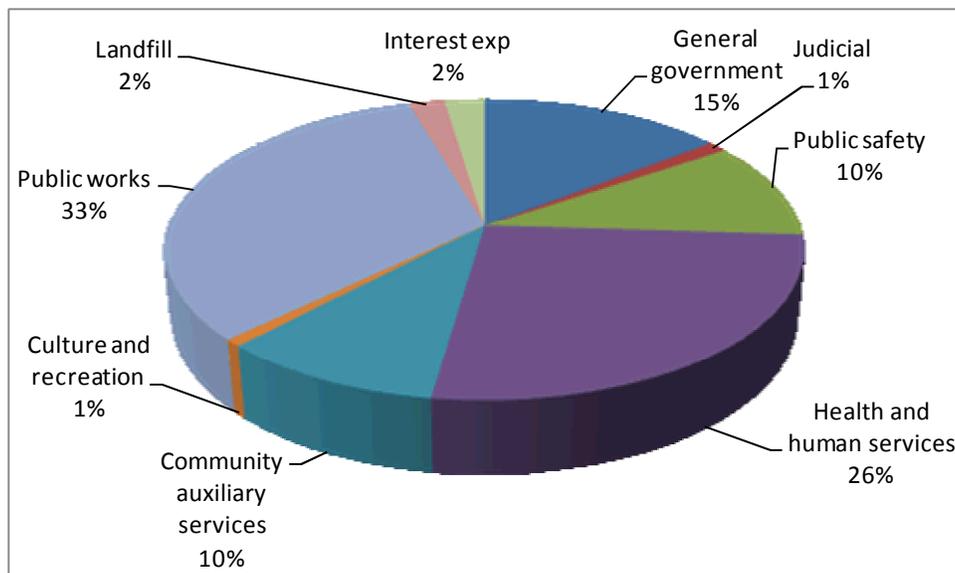
For 2009, the County increased funding to allow for the purchase of supplies, equipment, vehicles, manpower, and capital outlay to various departments of the governmental activities to enhance quality services.

Overview of the Financial Statements (continued)

The following graph depicts the County's 2008 expenses:



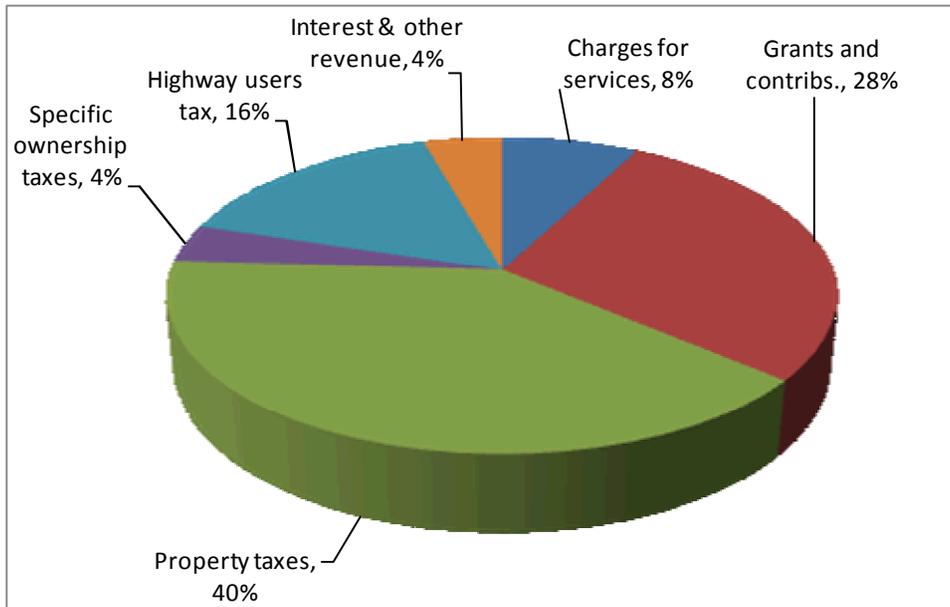
The following graph depicts the County's 2009 expenses:



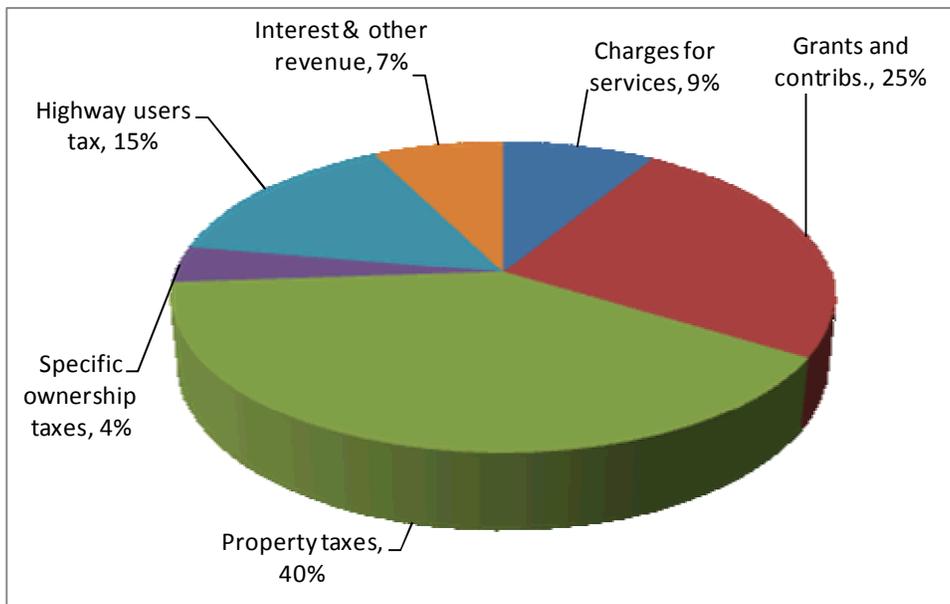
Overview of the Financial Statements (continued)

Government-wide Financial Analysis (continued)

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

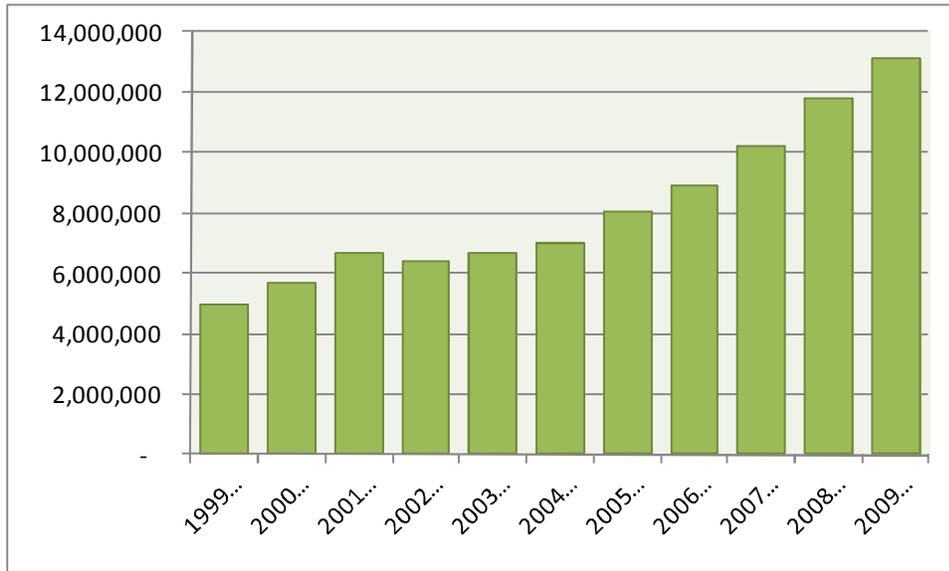


The following graph shows the County's 2009 revenue sources:



Fund Financial Analysis:

The graph below shows the County's total actual combined fund balances for fiscal years 1999 through 2009.



Next Year's Budget and Rates:

The County's General Fund balance at the end of fiscal year 2009 was \$5,727,917. 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 100% of the 2009 actual expenditures.

Budget Variances:

The County was required to amend the budgets of various funds for the current fiscal year. General Fund departments received a budgetary increase totaling \$124,000 to cover general operating expenditures over the original budgeted amounts. Departments receiving budgetary increases were County Fair and Economic Development.

The details of the individual departments of the General Fund and other fund budgets 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 (the "Water Authority"), a discretely presented component unit of the County, purchased certain water rights for \$739,564. 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 of the County decreased by a net of \$838,991 during 2009, while capital assets of the Water Authority increased by the amount of the water rights purchase.

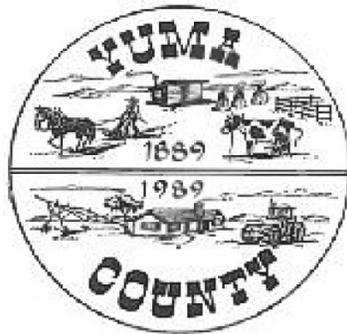
As of the end of the current fiscal year, the County's total long-term liabilities increased by \$22,340; this increase was mainly the result of higher accrued vacation and sick pay accruals for County employees. A detailed description of the County's long-term liabilities is included in the Notes to 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 \$5,242,690 and \$7,238,339, respectively. The County has anticipates that the General Fund balance will increase \$1,117,039 during 2010. The County has appropriated \$2,255,931 of special revenue fund balances for spending in the 2010 fiscal year budget. In 2010 the County anticipates the Road and Bridge Fund will use \$179,856, the Recreation Fund will use \$78,423, the Conservation Trust Fund will use \$257,000, the Grant Fund will use \$26,710, the Landfill Fund will use \$74,390, the Capital Acquisition Fund will use \$1,361,439, the Landfill Closure Fund will use \$55,000, the Separation of Employment Fund will use \$53,000, and the Contingent and Emergency Reserve Funds have budgeted \$300,000 to fund unforeseen emergencies. The County anticipates increased fund balances for the remaining special revenue funds.

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, 2009

	Primary Government	Component Unit
	Governmental Activities	Yuma County Water Authority
Assets:		
Cash and investments	13,032,873	16,310
Receivables, net:		
Taxes	9,135,392	-
Accounts	47,400	-
Due from other governments	327,859	-
Inventory	246,171	-
Debt issue costs, net	372,445	-
Capital assets not being depreciated:		
Land	429,584	739,564
Water rights	20,139,000	-
Depreciable capital assets	29,231,960	-
Accumulated depreciation	(14,772,542)	-
Total Assets	58,190,142	755,874
Liabilities:		
Accounts payable	274,219	14,615
Accrued interest payable	145,654	-
Deferred revenue	5,012,883	-
Deferred property taxes not collectible until subsequent year	9,135,392	-
Compensated absences:		
Due in more than one year	413,033	-
Notes payable:		
Due within one year	391,128	-
Due in more than one year	9,202,929	-
Bonds payable:		
Due in more than one year	325,000	-
Due in more than one year	5,703,264	-
Landfill post closure liability	168,091	-
Total Liabilities	30,771,593	14,615
Net Assets:		
Invested in capital assets, net of related debt	19,405,681	739,564
Restricted for emergencies	390,000	25,000
Unrestricted	7,622,868	(23,305)
Total Net Assets	27,418,549	741,259

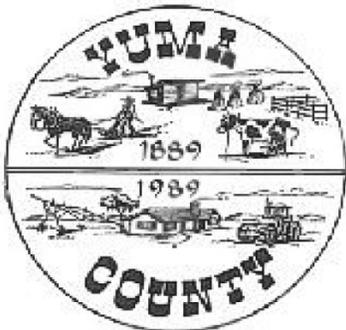
The accompanying notes are an integral part of these financial statements.

**Yuma County, Colorado
Statement of Activities
For the Year Ended December 31, 2009**

	Primary Government				Net (Expense) Revenue and Changes in Net Assets	Component Units
	Expenses	Program Revenues		Capital Grants and Contributions	Governmental Activities	Yuma County Water Authority
		Charges for Services	Operating Grants and Contributions			
Functions/Programs:						
Governmental activities:						
General government	2,234,768	849,429	3,799	23,310	(1,358,230)	
Judicial	176,547	-	56,976	-	(119,571)	
Public safety	1,615,138	36,696	247,341	69,600	(1,261,501)	
Health and human services	4,070,685	-	3,209,826	-	(860,859)	
Community auxiliary services	1,514,961	250,000	-	-	(1,264,961)	
Culture and recreation	118,489	-	50,526	-	(67,963)	
Public works	5,064,126	43,191	153,957	200,000	(4,666,978)	
Landfill	328,230	223,072	-	-	(105,158)	
Interest expense	367,057	-	-	-	(367,057)	
Total Primary Government	15,490,001	1,402,388	3,722,425	292,910	(10,072,278)	
Component Units:						
Yuma County Water Authority	110,837	-	94,422	739,570		723,155
Total Component Units	110,837	-	94,422	739,570		723,155
General Revenues:						
Taxes:						
Property tax, levied for general purposes					6,450,025	-
Specific ownership tax					621,476	-
Highway user tax					2,372,913	-
Other taxes					610,645	-
Investment earnings					108,629	-
Gain (loss) on sale of assets					445,030	-
Grants and contributions not restricted by programs					32,472	-
Total General Revenues					10,641,190	-
Change in Net Assets					568,912	723,155
Net Assets - Beginning of Year					26,849,637	18,104
Net Assets - End of Year					27,418,549	741,259

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

FUND FINANCIAL STATEMENTS



Yuma County, Colorado
Balance Sheets
Governmental Funds
December 31, 2009

	<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	5,655,878	2,552,787	531,821	77,325	7,630	4,207,432	13,032,873
Taxes receivable	7,021,566	1,063,008	420,327	-	-	630,491	9,135,392
Accounts receivable	46,323	-	-	-	-	1,077	47,400
Due from other governments	-	124,163	134,413	28,331	-	40,952	327,859
Due from other funds	95,227	-	-	-	-	-	95,227
Inventory	-	246,171	-	-	-	-	246,171
Total Assets	<u>12,818,994</u>	<u>3,986,129</u>	<u>1,086,561</u>	<u>105,656</u>	<u>7,630</u>	<u>4,879,952</u>	<u>22,884,922</u>
Liabilities and Fund Equity:							
Liabilities:							
Accounts payable	69,511	85,170	38,803	11,941	-	68,795	274,220
Due to other funds	-	-	-	-	95,227	-	95,227
Deferred revenues	-	-	196,487	66,396	-	-	262,883
Deferred property taxes not collectible until subsequent year	7,021,566	1,063,008	420,327	-	-	630,491	9,135,392
Total Liabilities	<u>7,091,077</u>	<u>1,148,178</u>	<u>655,617</u>	<u>78,337</u>	<u>95,227</u>	<u>699,286</u>	<u>9,767,722</u>
Fund Balances:							
Reserved for inventory	-	246,171	-	-	-	-	246,171
Reserved for emergencies	390,000	-	-	-	-	-	390,000
Unreserved, reported in:							
General Fund	5,337,917	-	-	-	-	-	5,337,917
Special revenue funds	-	2,591,780	430,944	27,319	(87,597)	4,180,666	7,143,112
Total Fund Balances	<u>5,727,917</u>	<u>2,837,951</u>	<u>430,944</u>	<u>27,319</u>	<u>(87,597)</u>	<u>4,180,666</u>	<u>13,117,200</u>
Total Liabilities and Fund Balances	<u>12,818,994</u>	<u>3,986,129</u>	<u>1,086,561</u>	<u>105,656</u>	<u>7,630</u>	<u>4,879,952</u>	<u>22,884,922</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, 2009

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

Total Fund Balance on Governmental Funds	13,117,200
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.	372,445
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.	49,800,544
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.	(14,772,542)
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.	(4,750,000)
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.	(413,033)
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 accrued interest at year end.	(145,654)
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.	(9,594,057)
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.	(6,028,263)
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.	(168,091)
Net Assets of Governmental Activities	<u><u>27,418,549</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, 2009

	<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	4,806,296	1,448,034	326,922	-	-	490,248	7,071,500
Permits and licenses	4,155	500	-	-	-	-	4,655
Intergovernmental revenue	58,885	3,334,113	3,208,872	117,313	-	302,085	7,021,268
Charges for services	963,542	25,046	-	-	-	239,057	1,227,645
Investment income	107,073	-	-	-	-	1,555	108,628
Miscellaneous	62,184	-	-	25,486	-	25,441	113,111
Total Revenues	<u>6,002,135</u>	<u>4,807,693</u>	<u>3,535,794</u>	<u>142,799</u>	<u>-</u>	<u>1,058,386</u>	<u>15,546,807</u>
Expenditures:							
General government	1,861,179	-	-	960	-	508,028	2,370,167
Judicial	154,940	-	-	56,976	-	-	211,916
Public safety	1,755,197	-	-	75,250	-	255,282	2,085,729
Culture and recreation	-	-	-	10,087	-	123,522	133,609
Public works	-	4,148,545	-	-	-	126,567	4,275,112
Health and human services	160,251	-	3,456,872	-	-	-	3,617,123
Community auxiliary services	1,354,380	-	-	-	-	-	1,354,380
Landfill	-	-	-	-	-	316,370	316,370
Debt service:							
Principal	-	-	-	-	943	20,561	21,504
Interest	-	-	-	-	312,517	273	312,790
Total Expenditures	<u>5,285,947</u>	<u>4,148,545</u>	<u>3,456,872</u>	<u>143,273</u>	<u>313,460</u>	<u>1,350,603</u>	<u>14,698,700</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>716,188</u>	<u>659,148</u>	<u>78,922</u>	<u>(474)</u>	<u>(313,460)</u>	<u>(292,217)</u>	<u>848,107</u>
Other Financing Sources (Uses):							
Transfers in	-	-	-	-	-	903,353	903,353
Transfers (out)	(456,353)	(36,000)	-	-	-	(411,000)	(903,353)
Insurance recoveries	-	18,144	-	-	-	4,433	22,577
Sale of assets	2,000	477,850	-	-	-	-	479,850
Total Other Financing Sources (Uses)	<u>(454,353)</u>	<u>459,994</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>496,786</u>	<u>502,427</u>
Net Change in Fund Balance	261,835	1,119,142	78,922	(474)	(313,460)	204,569	1,350,534
Fund Balances - Beginning 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>
Fund Balances - End of Year	<u>5,727,917</u>	<u>2,837,951</u>	<u>430,944</u>	<u>27,319</u>	<u>(87,597)</u>	<u>4,180,666</u>	<u>13,117,200</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, 2009

Net Change in Fund Balances of Governmental Funds		1,350,534
Amounts reported for governmental activities in the Statement of Activities are different because:		
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	4,158	
Debt issue costs	<u>(24,638)</u>	(20,480)
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.		
		250,000
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	1,121,506	
Depreciation expense	<u>(1,925,678)</u>	(804,172)
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.		
		(34,820)
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	6,376	
Change in accrued interest payable	(145,654)	
Change in unaccreted interest	(7,054)	
Change in accrued compensated absences	<u>(47,322)</u>	(193,654)
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.		
		<u>21,504</u>
Change in Net Assets of Governmental Activities		<u><u>568,912</u></u>

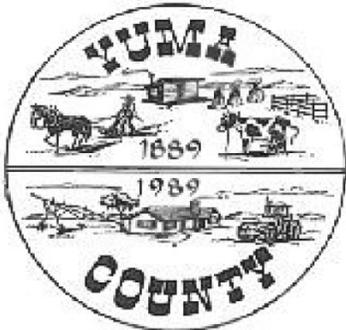
The accompanying notes are an integral part of these financial statements.

Yuma County, Colorado
Statement of Fiduciary Net Assets
Fiduciary Funds
December 31, 2009

	<u>Total</u>
Assets:	
Cash and investments	513,840
Accounts receivable	<u>40,054</u>
Total Assets	<u><u>553,894</u></u>
Liabilities:	
Due to other governments	213,686
Due to inmates	26,271
Due to fiduciary funds	231,873
Due to others	<u>82,064</u>
Total Liabilities	<u><u>553,894</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, 2009

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.

Resource flows (except those that affect the statement of net assets/balance sheet only, such as loans and repayments) between a primary government and its discretely presented component units are reported as external transactions—that is, as revenues and expenses. Resource flows between the primary government and blended component units are classified as interfund transactions in the financial statements.

During 2009, the County contributed \$789,570 to the Water Authority; of this amount \$739,564 was used to acquire water rights.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2009
(Continued)

I. Summary of Significant Accounting Policies (continued)

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

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 of the government-wide 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.

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, 2009
(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 provision 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 Public 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 statement.

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, 2009
(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 \$5,000 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 & 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, 2009
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

7. Interfund Receivables and Payables

Balances at year-end between funds are reported as “due to / from other funds” in the fund financial statements. Residual balances are eliminated in the government-wide financial statements.

8. 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.

9. 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.

10. 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, 2009, the County and Water Authority reported \$390,000 and \$25,000, respectively, of restricted net assets, all of which was restricted for emergencies and is subsequently explained in the notes.

11. 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, 2009
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

12. Subsequent Events

Management has evaluated subsequent events through August 13, 2010, the date these financial statements were available to be issued.

13. 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 2009.

1. For the 2009 budget year, prior to August 25, 2008, 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, 2008 only once by a single notification.
2. On or before October 15, 2008, 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, 2008, 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.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2009
(Continued)

II. Stewardship, Compliance, and Accountability (continued)

A. Budgetary Information (continued)

Taxes levied in one year are collected in the succeeding year. Thus, taxes certified in 2008 were collected in 2009 and taxes certified in 2009 will be collected in 2010. 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.

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, 2009 year-end fund balance in the General Fund for this purpose, in the amount \$390,000, which is the approximate required reserve. The Water Authority has restricted \$25,000 for this purpose at December 31, 2009.

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.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2009
(Continued)

II. Stewardship, Compliance, and Accountability (continued)

C. Expenditures in Excess of Budget

For the year ended December 31, 2009, expenditures in the Human Services Fund exceeded budgeted appropriations by \$263,865, which may be a violation of Colorado budget laws.

D. Deficit Fund Equity

The Water Authority Public Improvement District had a deficit fund balance of \$87,597 as of December 31, 2009.

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>	\$ 4,878	4,878	-
Checking	<i>Not Rated</i>	331,414	331,414	-
Savings	<i>Not Rated</i>	298,002	298,002	-
Certificates of deposit	<i>Not Rated</i>	1,253,455	1,253,455	-
<i>Investments:</i>				
Pools	<i>AAAm</i>	11,667,644	11,667,644	-
Deposits held by Trustee	<i>Not Rated</i>	7,630	7,630	-
Total		<u>\$ 13,563,023</u>	<u>13,563,023</u>	<u>-</u>

Financial statement captions:

<i>Cash and investments:</i>	
Governmental funds	\$ 13,032,873
Fiduciary funds	513,840
Yuma County Water Authority	16,310
Total	<u>\$ 13,563,023</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.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2009
(Continued)

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

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

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 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	\$ 7,021,566	1,063,008	420,327	-	630,491	9,135,392
Accounts	46,323	-	-	-	1,077	47,400
Intergovernmental	-	124,163	134,413	28,331	40,952	327,859
Net receivables	<u>\$ 7,067,889</u>	<u>1,187,171</u>	<u>554,740</u>	<u>28,331</u>	<u>672,520</u>	<u>9,510,651</u>

At the end of 2009, deferred revenue is comprised of the following:

Property taxes assessed but not collectible until 2010	\$ 9,135,392
Unearned rent revenue	4,750,000
Other unearned revenue	262,883
Total	<u>\$ 14,148,275</u>

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2009
(Continued)

III. Detailed Notes on All Funds (continued)

C. Capital Assets

Capital asset activity for the year ended December 31, 2009 was as follows for the County:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 397,408	32,176	-	429,584
Water rights	20,139,000	-	-	20,139,000
Total capital assets, not being depreciated	<u>20,536,408</u>	<u>32,176</u>	<u>-</u>	<u>20,568,584</u>
Capital assets, being depreciated:				
Buildings and other improvements	4,751,088	210,735	(10,985)	4,950,838
Equipment	10,660,765	863,522	(625,271)	10,899,016
Infrastructure - Roads and bridges	13,355,641	26,465	-	13,382,106
Total capital assets being depreciated	<u>28,767,494</u>	<u>1,100,722</u>	<u>(636,256)</u>	<u>29,231,960</u>
Less accumulated depreciation for:				
Buildings and other improvements	(1,869,181)	(132,141)	10,985	(1,990,337)
Equipment	(6,108,920)	(1,097,997)	579,060	(6,627,857)
Infrastructure - Roads and bridges	(5,458,808)	(695,540)	-	(6,154,348)
Total accumulated depreciation	<u>(13,436,909)</u>	<u>(1,925,678)</u>	<u>590,045</u>	<u>(14,772,542)</u>
Total capital assets being depreciated, net	<u>15,330,585</u>	<u>(824,956)</u>	<u>(46,211)</u>	<u>14,459,418</u>
Governmental activities capital assets, net	<u>\$ 35,866,993</u>	<u>(792,780)</u>	<u>(46,211)</u>	<u>35,028,002</u>

Capital asset activity for the past year was as follows for the Water Authority:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities - Component unit:				
Capital assets, not being depreciated:				
Water rights	\$ -	739,564	-	739,564
Total capital assets, not being depreciated	<u>-</u>	<u>739,564</u>	<u>-</u>	<u>739,564</u>
Governmental activities capital assets - Component unit	<u>\$ -</u>	<u>739,564</u>	<u>-</u>	<u>739,564</u>

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

	<u>Depreciation Expense</u>
Governmental activities:	
General government	\$ 94,025
Public safety	99,584
Health and human services	42,911
Community auxiliary services	109,989
Public works	1,511,481
Landfill	67,688
Total depreciation expense - governmental activities	<u>\$ 1,925,678</u>

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2009
(Continued)

III. Detailed Notes on All Funds (continued)

D. Interfund Receivables, Payables and Transfers

As of December 31, 2009, the Water Authority Public Improvement District owed the General Fund \$95,227. In 2009, the General Fund loaned this amount to the Water Authority Public Improvement District for the payment of a debt service amount owed to the Colorado Water Conservation Board. This debt obligation is subsequently explained in the financial statement notes. The Water Authority Public Improvement District will reimburse the General Fund in 2010 for this balance.

Transfers for 2009 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	300,317	Fund capital outlay
Recreation Fund	Capital Acquisition Fund	400,000	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		<u>\$ 903,353</u>	

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

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 were 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 are accounted for in the Statement of Net Assets. The County has appropriated amounts from the Landfill Fund to meet the lease payments. This obligation has been paid in full as of December 31, 2009.

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.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2009
(Continued)

III. Detailed Notes on All Funds (continued)

F. Long-term Liabilities (continued)

2. General Obligation Bonds, Series 2008 (continued)

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.

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.

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, 2009 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 \$168,091 at December 31, 2009, which is based upon 25% usage (estimated percentage filled) of the landfill. It is estimated that an additional \$491,382 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, 2009. 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.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2009
(Continued)

III. Detailed Notes on All Funds (continued)

F. Long-term Liabilities (continued)

5. Landfill Closure Costs – Contingent Liability (continued)

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. III.

6. Activity and Debt Service Schedules

Long-term liability activity for the year ended December 31, 2009, was as follows:

	<u>Balance January 1, 2009</u>	<u>Additions</u>	<u>(Reductions)</u>	<u>Balance December 31, 2009</u>	<u>Due Within One Year</u>
Capital lease	\$ 20,561	-	(20,561)	-	-
General Obligation Bonds, Series 2008	6,025,366	2,898	-	6,028,264	325,000
Notes payable	9,595,000	-	(943)	9,594,057	391,128
Accrued compensated absences	365,711	47,322	-	413,033	-
Landfill closure costs	174,467	-	(6,376)	168,091	-
Total	<u>\$ 16,181,105</u>	<u>50,220</u>	<u>(27,880)</u>	<u>16,203,445</u>	<u>716,128</u>

Aggregate annual debt service requirements at December 31, 2009, are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 716,128	452,526	1,168,654
2011	744,950	440,454	1,185,404
2012	763,949	420,242	1,184,191
2013	793,150	398,616	1,191,766
2014	802,559	376,082	1,178,641
2015-2019	4,441,497	1,492,395	5,933,892
2020-2024	4,630,566	718,253	5,348,819
2025-2029	2,706,258	178,780	2,885,038
	<u>15,599,057</u>	<u>4,477,348</u>	<u>20,076,405</u>
Add: Deferred amounts			
Premium on bonds	29,728		
Unaccreted interest	(6,464)		
Total Debt	<u>\$ 15,622,321</u>		

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2009
(Continued)

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.

The contribution requirements of the retirement plan participants and the County are established, and may be amended, by the County Commissioners. During 2009, the County matched the employees' required employer contributions, which amounted to \$179,651. 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.

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2009
(Continued)

IV. Other Information (continued)

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.

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, 2009.

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, 2009
(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 2009, the following entities provided the financial support to the Center:

Yuma County	\$ 400,000
Washington County	200,000
Washington-Yuma Counties E911 Authority	60,000
RETAC Coordinator	91,681
Total	<u><u>\$ 751,681</u></u>

Yuma County, Colorado
Notes to the Financial Statements
December 31, 2009
(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, 2009:

Balance Sheet:

Assets:

Current other assets	\$ 98,012
Capital assets, net	101,723
Total Assets	<u>199,735</u>

Liabilities and Equity:

Liabilities:

Other liabilities	-
Long-term liabilities	44,168
Total Liabilities	<u>44,168</u>

Net Assets:

Invested in capital assets	101,723
Unrestricted	53,844
Total Net Assets	<u>\$ 155,567</u>

Statement of Activities:

Revenues:

Allocation governments	\$ 751,681
Other	1,294
Total Revenues	<u>752,975</u>

Expenditures:

Salaries and benefits	643,467
Other	163,609
Total Expenditures	<u>807,076</u>

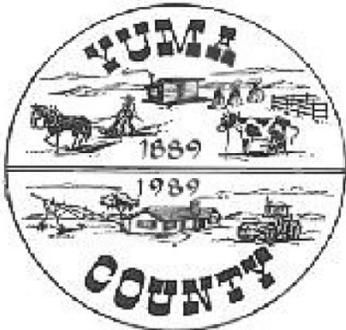
Change in Net Assets	(54,101)
Net Assets - Beginning of Year	209,668
Net Assets - End of Year	<u>\$ 155,567</u>

Complete separate financial statements of the Center may be obtained from the County.

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, 2009
(With Comparative Actual Amounts for 2008)

	2009			Final Budget Variance Positive (Negative)	2008
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Taxes:					
General property taxes	4,804,815	4,804,815	4,793,933	(10,882)	4,525,921
Interest and delinquent taxes	5,000	5,000	12,363	7,363	11,272
Intergovernmental revenue:					
State sources	35,638	35,638	40,931	5,293	29,147
Federal sources	11,800	11,800	17,954	6,154	22,725
Licenses and permits	5,500	5,500	4,155	(1,345)	5,680
Charges for services	717,600	717,600	963,542	245,942	933,300
Investment income	130,000	130,000	107,073	(22,927)	302,355
Other	45,000	45,000	62,184	17,184	64,140
Total Revenues	<u>5,755,353</u>	<u>5,755,353</u>	<u>6,002,135</u>	<u>246,782</u>	<u>5,894,540</u>
Expenditures:					
General government:					
Administrative	160,200	160,200	151,135	9,065	145,581
Commissioners	445,700	445,700	419,784	25,916	399,780
Attorney	40,000	40,000	7,157	32,843	26,101
Planning and zoning	47,500	47,500	40,350	7,150	35,436
County Clerk	308,550	308,550	299,229	9,321	249,953
County Treasurer	240,050	240,050	237,096	2,954	222,170
County Assessor	341,400	341,400	331,555	9,845	312,888
GIS mapping	58,950	58,950	45,000	13,950	67,466
Elections	86,950	86,950	40,258	46,692	103,431
Building maintenance	244,100	244,100	238,488	5,612	233,323
Drivers license	51,250	51,250	47,022	4,228	43,328
Assessor maps	5,000	5,000	4,104	896	5,296
Judicial:					
District Attorney	154,940	154,940	154,940	-	137,324
Public Safety:					
Sheriff	639,699	639,699	611,883	27,816	584,524
Jail	702,400	702,400	675,644	26,756	617,159
Coroner	46,600	46,600	40,448	6,152	46,066
E-911 communications	400,000	400,000	400,000	-	393,000
Emergency preparedness	26,512	27,512	27,223	289	25,665
Health and Human Services:					
Northeast Colorado Health Department	97,216	97,216	97,216	-	87,078
Centennial Mental Health	23,149	23,149	23,149	-	20,644
Emergency medical services	60,500	60,500	24,750	35,750	30,323
Eastern CO Services for Developmentally Disabled	15,136	15,136	15,136	-	16,549
Community Auxiliary Services:					
W-Y Communications tower	5,000	5,000	988	4,012	1,101
Irrigation research	4,000	4,000	4,000	-	4,000
Golden Plains Extension	180,000	180,000	177,059	2,941	166,767
Northeast Colorado Bookmobile	25,003	25,003	25,003	-	25,003
Veterans' Officer	8,050	8,050	8,015	35	8,003
County fair	195,401	215,401	185,741	29,660	208,090
County express	59,988	59,988	49,988	10,000	49,988
County economic development	45,000	148,000	147,975	25	45,000
Northeastern Colorado Association of Local Govts.	16,041	16,041	16,041	-	14,228
Water expenditures	964,195	964,195	739,570	224,625	290,245
Total Expenditures	<u>5,698,480</u>	<u>5,822,480</u>	<u>5,285,947</u>	<u>536,533</u>	<u>4,615,510</u>
Excess (Deficiency) of Revenues Over Expenditures	56,873	(67,127)	716,188	783,315	1,279,030
Other Financing (Uses):					
Transfers (out)	(502,939)	(502,939)	(456,353)	46,586	(482,939)
Total Other Financing (Uses)	<u>(502,939)</u>	<u>(502,939)</u>	<u>(454,353)</u>	<u>48,586</u>	<u>(481,939)</u>
Net Change in Fund Balance	<u>(446,066)</u>	<u>(570,066)</u>	261,835	<u>831,901</u>	797,091
Fund Balances - Beginning of Year			5,466,082		4,668,991
Fund Balances - End of Year			<u>5,727,917</u>		<u>5,466,082</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, 2009
(With Comparative Actual Amounts for 2008)

	<u>2009</u>		<u>Variance Positive (Negative)</u>	<u>2008</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Taxes:				
General property taxes	826,737	824,864	(1,873)	759,475
Specific ownership taxes	492,000	621,476	129,476	628,302
Interest and delinquent taxes	750	1,694	944	1,625
Total Local Sources	<u>1,319,487</u>	<u>1,448,034</u>	<u>128,547</u>	<u>1,389,402</u>
Intergovernmental revenues:				
Federal sources	100,300	153,449	53,149	94,755
State sources	3,321,022	3,180,664	(140,358)	3,211,786
Total Intergovernmental revenues	<u>3,421,322</u>	<u>3,334,113</u>	<u>(87,209)</u>	<u>3,306,541</u>
Permits and licenses	500	500	-	2,000
Charges for services	<u>18,000</u>	<u>25,046</u>	<u>7,046</u>	<u>33,615</u>
Total Revenues	<u>4,759,309</u>	<u>4,807,693</u>	<u>48,384</u>	<u>4,731,558</u>
Expenditures:				
Public Works:				
Maintenance of condition	80,000	58,273	21,727	68,138
Administration and general	2,488,000	2,399,278	88,722	2,151,868
Construction and capital outlay	1,915,000	1,471,199	443,801	1,787,975
Reclamation	62,750	17,295	45,455	47,713
Grants	900,500	202,500	698,000	1,026,453
Total Expenditures	<u>5,446,250</u>	<u>4,148,545</u>	<u>1,297,705</u>	<u>5,082,147</u>
Excess (Deficiency) of Revenues Over Expenditures	(686,941)	659,148	1,346,089	(350,589)
Other Financing Sources (Uses):				
Transfers (out)	-	(36,000)	(36,000)	(36,000)
Sale of assets	540,000	477,850	(62,150)	2,024
Insurance recoveries	-	18,144	18,144	10,587
Total Other Financing Sources (Uses)	<u>540,000</u>	<u>459,994</u>	<u>(80,006)</u>	<u>(23,389)</u>
Net Change in Fund Balance	<u>(146,941)</u>	1,119,142	<u>1,266,083</u>	(373,978)
Fund Balances - Beginning of Year		<u>1,718,809</u>		<u>2,092,787</u>
Fund Balances - End of Year		<u>2,837,951</u>		<u>1,718,809</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, 2009
(With Comparative Actual Amounts for 2008)

	<u>2009</u>			<u>2008</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Local sources:				
General property taxes	316,170	326,922	10,752	301,043
Total local sources	<u>316,170</u>	<u>326,922</u>	<u>10,752</u>	<u>301,043</u>
Program revenues:				
Federal and State	2,876,837	3,208,872	332,035	2,538,317
Total Revenues	<u>3,193,007</u>	<u>3,535,794</u>	<u>342,787</u>	<u>2,839,360</u>
Expenditures:				
Colorado works	381,355	471,064	(89,709)	211,956
Child care	186,485	148,068	38,417	168,932
Child care grants	-	-	-	28,878
Administration & medical exams	224,107	237,462	(13,355)	254,035
Child welfare	947,835	754,222	193,613	773,125
Independent living	5,513	5,165	348	7,424
Core services	245,589	195,939	49,650	169,871
Child support	54,277	41,365	12,912	52,627
Employment first	14,103	18,297	(4,194)	19,299
LEAP - Low Energy Assistance Program	277,927	291,200	(13,273)	256,874
AND - Aid for Needy Disabled	29,233	28,908	325	36,092
Aid for Blind	1,200	-	1,200	-
OAP - Old Age Pension	240,327	243,506	(3,179)	237,618
HCA (Home Care Allowance)	36,752	21,881	14,871	31,702
Food stamps	527,006	959,079	(432,073)	519,224
Title XX	-	-	-	69
Non-Alloc Programs	1,270	40,944	(39,674)	2,272
Other programs	2,594	8,353	(5,759)	3,852
IV-E and parental fees	2,509	469	2,040	10,241
IV-D retained collections	(20,283)	(13,301)	(6,982)	(20,836)
TANF collections	5,044	(250)	5,294	(790)
HB 1414	30,164	4,501	25,663	9,078
Total Expenditures	<u>3,193,007</u>	<u>3,456,872</u>	<u>(263,865)</u>	<u>2,771,543</u>
Net Change in Fund Balance	<u>-</u>	<u>78,922</u>	<u>78,922</u>	<u>67,817</u>
Fund Balances - Beginning of Year		<u>352,022</u>		<u>284,205</u>
Fund Balances - End of Year		<u>430,944</u>		<u>352,022</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, 2009
(With Comparative Actual Amounts for 2008)**

	<u>2009</u>		<u>Variance Positive (Negative)</u>	<u>2008</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Intergovernmental grants	2,568,441	117,313	(2,451,128)	1,109,135
Miscellaneous	4,849	25,486	20,637	21,993
Total Revenues	<u>2,573,290</u>	<u>142,799</u>	<u>(2,430,491)</u>	<u>1,131,128</u>
Expenditures:				
General government	1,732,131	960	1,731,171	1,512
Judicial	57,844	56,976	868	14,534
Public safety	672,025	75,250	596,775	1,036,304
Community auxiliary services	-	-	-	58,442
Culture and recreation	138,000	10,087	127,913	21,068
Total Expenditures	<u>2,600,000</u>	<u>143,273</u>	<u>2,456,727</u>	<u>1,131,860</u>
Excess (Deficiency) of Revenues Over Expenditures	(26,710)	(474)	26,236	(732)
Other Financing Sources:				
Transfers in	26,710	-	(26,710)	-
Total Other Financing Sources	<u>26,710</u>	<u>-</u>	<u>(26,710)</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	(474)	<u>(474)</u>	(732)
Fund Balances - Beginning of Year		<u>27,793</u>		<u>28,525</u>
Fund Balances - End of Year		<u>27,319</u>		<u>27,793</u>

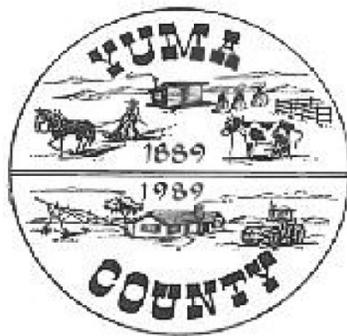
The accompanying notes are an integral part of these financial statements.

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, 2009
(With Comparative Actual Amounts for 2008)

	2009			2008
	Original and Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues:				
Intergovernmental	-	-	-	141,470
Water rights lease revenue	-	-	-	5,000,000
Investment income	-	-	-	110
Total Revenues	-	-	-	5,141,580
Expenditures:				
Community Auxiliary Services:				
Capital outlay - Water rights	-	-	-	20,139,000
Debt Service:				
Principal	1,000	943	57	-
Interest	314,500	312,517	1,983	-
Issuance costs	-	-	-	397,083
Total Expenditures	315,500	313,460	2,040	20,536,083
Excess (Deficiency) of Revenues Over Expenditures	(315,500)	(313,460)	2,040	(15,394,503)
Other Financing Sources:				
Debt proceeds	95,500	-	(95,500)	15,586,480
Premium on bonds issued	-	-	-	33,886
Total Other Financing Sources	95,500	-	(95,500)	15,620,366
Net Change in Fund Balance	(220,000)	(313,460)	(93,460)	225,863
Fund Balances - Beginning of Year		225,863		-
Fund Balances - End of Year		(87,597)		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, 2009

	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	220,991	67,612	100,000	471,753	305,859	1,587,140	13,342	38,970	136,948	99,812	273,000	-	892,005	4,207,432
Property taxes receivable	-	-	-	420,327	-	-	-	-	-	-	-	-	210,164	630,491
Accounts receivable	-	-	-	-	-	618	459	-	-	-	-	-	-	1,077
Due from other governments	998	-	-	-	-	-	-	1,078	38,876	-	-	-	-	40,952
Total Assets	221,989	67,612	100,000	892,080	305,859	1,587,758	13,801	40,048	175,824	99,812	273,000	-	1,102,169	4,879,952
Liabilities:														
Accounts payable	6,033	-	-	-	-	57,174	-	1,137	4,451	-	-	-	-	68,795
Deferred property tax revenues	-	-	-	420,327	-	-	-	-	-	-	-	-	210,164	630,491
Total Liabilities	6,033	-	-	420,327	-	57,174	-	1,137	4,451	-	-	-	210,164	699,286
Fund Balances:														
Unreserved	215,956	67,612	100,000	471,753	305,859	1,530,584	13,801	38,911	171,373	99,812	273,000	-	892,005	4,180,666
Total Fund Balances	215,956	67,612	100,000	471,753	305,859	1,530,584	13,801	38,911	171,373	99,812	273,000	-	892,005	4,180,666
Total Liabilities and Fund Balances	221,989	67,612	100,000	892,080	305,859	1,587,758	13,801	40,048	175,824	99,812	273,000	-	1,102,169	4,879,952

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, 2009

	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	-	-	-	326,832	-	-	-	-	-	-	-	-	163,416	490,248
Intergovernmental	-	-	-	41	38,198	23,310	-	52,293	188,200	-	-	-	43	302,085
Charges for services	223,072	-	-	-	-	-	4,643	11,342	-	-	-	-	-	239,057
Investment income	-	193	-	-	931	-	-	-	431	-	-	-	-	1,555
Other sources	-	-	-	2,241	-	-	2,662	-	-	-	-	-	20,538	25,441
Total Revenues	223,072	193	-	329,114	39,129	23,310	7,305	63,635	188,631	-	-	-	183,997	1,058,386
Expenditures:														
General government	-	-	-	-	-	409,750	-	-	-	11,648	-	-	86,630	508,028
Public safety	-	-	-	-	-	-	6,662	68,958	179,662	-	-	-	-	255,282
Culture and recreation	-	-	-	98,141	25,381	-	-	-	-	-	-	-	-	123,522
Public works	-	-	-	-	-	90,567	-	-	-	-	-	36,000	-	126,567
Landfill	316,370	-	-	-	-	-	-	-	-	-	-	-	-	316,370
Debt Service:														
Principal	20,561	-	-	-	-	-	-	-	-	-	-	-	-	20,561
Interest	273	-	-	-	-	-	-	-	-	-	-	-	-	273
Total Expenditures	337,204	-	-	98,141	25,381	500,317	6,662	68,958	179,662	11,648	-	36,000	86,630	1,350,603
Excess (Deficiency) of Revenues Over Expenditures	(114,132)	193	-	230,973	13,748	(477,007)	643	(5,323)	8,969	(11,648)	-	(36,000)	97,367	(292,217)
Other Financing Sources (Uses):														
Transfers in	92,235	5,000	-	-	-	706,317	-	13,801	-	50,000	-	36,000	-	903,353
Transfers (out)	(11,000)	-	-	(400,000)	-	-	-	-	-	-	-	-	-	(411,000)
Insurance recoveries	-	-	-	-	-	4,433	-	-	-	-	-	-	-	4,433
Total Other Financing Sources (Uses)	81,235	5,000	-	(400,000)	-	710,750	-	13,801	-	50,000	-	36,000	-	496,786
Net Change in Fund Balance	(32,897)	5,193	-	(169,027)	13,748	233,743	643	8,478	8,969	38,352	-	-	97,367	204,569
Fund Balances - Beginning 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
Fund Balances - End of Year	215,956	67,612	100,000	471,753	305,859	1,530,584	13,801	38,911	171,373	99,812	273,000	-	892,005	4,180,666

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, 2009
(With Comparative Actual Amounts for 2008)**

	2009		Variance Positive (Negative)	2008
	Original and Final Budget	Actual		Actual
Revenues:				
Local governmental contributions	108,275	112,489	4,214	112,660
Intergovernmental - State sources	-	-	-	78,000
Charges for services	76,500	109,238	32,738	185,759
Other	-	1,345	1,345	1,539
Total Revenues	184,775	223,072	38,297	377,958
Expenditures:				
Operations	259,750	260,249	(499)	258,799
Capital outlay	65,150	56,121	9,029	193,253
Debt Service:				
Principal	20,561	20,561	-	29,992
Interest	3,439	273	3,166	1,474
Total Expenditures	348,900	337,204	11,696	483,518
Excess (Deficiency) of Revenues Over Expenditures	(164,125)	(114,132)	49,993	(105,560)
Other Financing Sources (Uses):				
Transfers in	92,235	92,235	-	92,235
Transfers (out)	(11,000)	(11,000)	-	(11,000)
Total Other Financing Sources	81,235	81,235	-	81,235
Net Change in Fund Balance	(82,890)	(32,897)	49,993	(24,325)
Fund Balances - Beginning of Year		248,853		273,178
Fund Balances - End of Year		215,956		248,853

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, 2009
(With Comparative Actual Amounts for 2008)

	2009			2008
	Original and Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues:				
Interest	-	193	193	1,346
Total Revenues	-	193	193	1,346
Expenditures:				
Closure costs	55,000	-	55,000	-
Total Expenditures	55,000	-	55,000	-
Excess (Deficiency) of Revenues Over Expenditures	(55,000)	193	55,193	1,346
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	(50,000)	5,193	55,193	6,346
Fund Balances - Beginning of Year		62,419		56,073
Fund Balances - End of Year		67,612		62,419

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, 2009
(With Comparative Actual Amounts for 2008)

	2009		2008
	Original and Final Budget	Actual	Variance Positive (Negative) Actual
Expenditures:			
Contingencies	100,000	-	100,000
Total Expenditures	<u>100,000</u>	<u>-</u>	<u>100,000</u>
Net Change in Fund Balance	<u>(100,000)</u>	<u>-</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, 2009
(With Comparative Actual Amounts for 2008)

	<u>2009</u>			Final Budget Variance Positive (Negative)	<u>2008</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Local Sources:					
General property taxes	326,903	326,903	326,162	(741)	300,307
Delinquent taxes and interest	700	700	670	(30)	656
Intergovernmental	50	50	41	(9)	39
Other	500	500	2,241	1,741	44
Total Revenues	<u>328,153</u>	<u>328,153</u>	<u>329,114</u>	<u>961</u>	<u>301,046</u>
Expenditures:					
Culture and recreation	400,000	400,000	98,141	301,859	93,479
Total Expenditures	<u>400,000</u>	<u>400,000</u>	<u>98,141</u>	<u>301,859</u>	<u>93,479</u>
Excess (Deficiency) of Revenues Over Expenditures	(71,847)	(71,847)	230,973	302,820	207,567
Other Financing (Uses):					
Transfers (out)	-	(100,000)	(400,000)	(300,000)	-
Total Other Financing (Uses)	<u>-</u>	<u>(100,000)</u>	<u>(400,000)</u>	<u>(300,000)</u>	<u>-</u>
Net Change in Fund Balance	<u>(71,847)</u>	<u>(171,847)</u>	(169,027)	<u>2,820</u>	207,567
Fund Balances - Beginning of Year			<u>640,780</u>		<u>433,213</u>
Fund Balances - End of Year			<u>471,753</u>		<u>640,780</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, 2009
(With Comparative Actual Amounts for 2008)

	2009		Variance Positive (Negative)	2008
	Original and Final Budget	Actual		Actual
Revenues:				
Conservation Trust lottery revenue	35,000	38,198	3,198	41,502
Interest	<u>8,000</u>	<u>931</u>	<u>(7,069)</u>	<u>6,586</u>
Total Revenues	<u>43,000</u>	<u>39,129</u>	<u>(3,871)</u>	<u>48,088</u>
Expenditures:				
Parks and recreation	<u>270,000</u>	<u>25,381</u>	<u>244,619</u>	<u>26,556</u>
Total Expenditures	<u>270,000</u>	<u>25,381</u>	<u>244,619</u>	<u>26,556</u>
Net Change in Fund Balance	<u>(227,000)</u>	13,748	<u>240,748</u>	21,532
Fund Balances - Beginning of Year		<u>292,111</u>		<u>270,579</u>
Fund Balances - End of Year		<u>305,859</u>		<u>292,111</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, 2009
(With Comparative Actual Amounts for 2008)

	2009			2008
	Original and Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues:				
Intergovernmental grants	78,337	23,310	(55,027)	-
Miscellaneous	26,600	-	(26,600)	-
Total Revenues	104,937	23,310	(81,627)	-
Expenditures:				
General government	112,897	409,750	(296,853)	89,113
Public works	837,103	90,567	746,536	-
Total Expenditures	950,000	500,317	449,683	89,113
Excess (Deficiency) of Revenues Over Expenditures	(845,063)	(477,007)	368,056	(89,113)
Other Financing Sources:				
Transfers in	332,903	706,317	373,414	332,903
Insurance recoveries	6,000	4,433	(1,567)	246,876
Total Other Financing Sources	338,903	710,750	371,847	579,779
Net Change in Fund Balance	(506,160)	233,743	739,903	490,666
Fund Balances - Beginning of Year		1,296,841		806,175
Fund Balances - End of Year		1,530,584		1,296,841

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, 2009
(With Comparative Actual Amounts for 2008)

	<u>2009</u>		<u>Variance Positive (Negative)</u>	<u>2008</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Charges for services	4,000	4,643	643	5,974
Other	<u>2,500</u>	<u>2,662</u>	<u>162</u>	<u>3,198</u>
Total Revenues	<u>6,500</u>	<u>7,305</u>	<u>805</u>	<u>9,172</u>
Expenditures:				
Programs	<u>8,000</u>	<u>6,662</u>	<u>1,338</u>	<u>6,917</u>
Total Expenditures	<u>8,000</u>	<u>6,662</u>	<u>1,338</u>	<u>6,917</u>
Net Change in Fund Balance	<u>(1,500)</u>	643	<u>2,143</u>	2,255
Fund Balances - Beginning of Year		<u>13,158</u>		<u>10,903</u>
Fund Balances - End of Year		<u>13,801</u>		<u>13,158</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, 2009
(With Comparative Actual Amounts for 2008)

	2009			Final Budget Variance Positive (Negative)	2008
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Federal grants	32,832	32,832	26,643	(6,189)	28,800
State grants	19,356	19,356	19,356	-	18,223
Other sources	6,000	6,000	6,294	294	6,724
Charges for services	5,000	5,000	11,342	6,342	5,204
Total Revenues	63,188	63,188	63,635	447	58,951
Expenditures:					
Public safety	72,512	78,512	68,958	9,554	64,253
Total Expenditures	72,512	78,512	68,958	9,554	64,253
Excess (Deficiency) of Revenues Over Expenditures	(9,324)	(15,324)	(5,323)	10,001	(5,302)
Other Financing Sources:					
Transfers in	13,801	13,801	13,801	-	13,801
Total Other Financing Sources	13,801	13,801	13,801	-	13,801
Net Change in Fund Balance	4,477	(1,523)	8,478	10,001	8,499
Fund Balances - Beginning of Year			30,433		21,934
Fund Balances - End of Year			38,911		30,433

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, 2009
(With Comparative Actual Amounts for 2008)

	<u>2009</u>		<u>Variance Positive (Negative)</u>	<u>2008</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Intergovernmental:				
Federal grants	212,400	156,324	(56,076)	148,435
Local match	33,500	29,500	(4,000)	28,000
Other	2,100	2,375	275	9,258
Investment income	2,000	431	(1,569)	2,916
	<u>250,000</u>	<u>188,630</u>	<u>(61,370)</u>	<u>188,609</u>
Expenditures:				
Public safety	<u>250,000</u>	<u>179,661</u>	<u>70,339</u>	<u>167,206</u>
	<u>250,000</u>	<u>179,661</u>	<u>70,339</u>	<u>167,206</u>
Net Change in Fund Balance	<u><u>-</u></u>	8,969	<u><u>8,969</u></u>	21,403
Fund Balances - Beginning of Year		<u>162,404</u>		<u>141,001</u>
Fund Balances - End of Year		<u><u>171,373</u></u>		<u><u>162,404</u></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, 2009
(With Comparative Actual Amounts for 2008)

	2009		Variance Positive (Negative)	2008
	Original and Final Budget	Actual		Actual
Expenditures:				
Personal leave	60,000	11,648	48,352	56,700
Total Expenditures	60,000	11,648	48,352	56,700
Excess (Deficiency) of Revenues Over Expenditures	(60,000)	(11,648)	48,352	(56,700)
Other Financing Sources:				
Transfers in	50,000	50,000	-	50,000
Total Other Financing Sources	50,000	50,000	-	50,000
Net Change in Fund Balance	(10,000)	38,352	48,352	(6,700)
Fund Balances - Beginning of Year		61,460		68,160
Fund Balances - End of Year		99,812		61,460

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, 2009
(With Comparative Actual Amounts for 2008)

	<u>2009</u>		<u>2008</u>	
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Other Financing (Uses):				
Transfers out	(200,000)	-	200,000	-
Total Other Financing (Uses)	<u>(200,000)</u>	<u>-</u>	<u>200,000</u>	<u>-</u>
Net Change in Fund Balance	<u>(200,000)</u>	<u>-</u>	<u>200,000</u>	<u>-</u>
Fund Balances - Beginning of Year		<u>273,000</u>		<u>273,000</u>
Fund Balances - End of Year		<u><u>273,000</u></u>		<u><u>273,000</u></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, 2009
(With Comparative Actual Amounts for 2008)**

	2009		Variance Positive (Negative)	2008
	Original and Final Budget	Actual		Actual
Expenditures:				
Public works:				
Public works - Gravel	36,000	36,000	-	36,000
Total Expenditures	36,000	36,000	-	36,000
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	36,000	36,000	-	36,000
Net Change in Fund Balance	-	-	-	-
Fund Balances - Beginning of Year		-		-
Fund Balances - End of Year		-		-

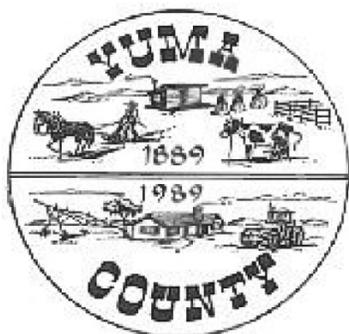
The accompanying notes are an integral part of these financial statements.

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, 2009
(With Comparative Actual Amounts for 2008)

	<u>2009</u>		<u>Variance Positive (Negative)</u>	<u>2008</u>
	<u>Original and Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Taxes:				
General property taxes	163,451	163,081	(370)	150,153
Delinquent taxes and interest	448	335	(113)	329
Total Taxes	<u>163,899</u>	<u>163,416</u>	<u>(483)</u>	<u>150,482</u>
Other:				
Intergovernmental	50	43	(7)	19
Miscellaneous	14,051	20,538	6,487	25,605
Total Other	<u>14,101</u>	<u>20,581</u>	<u>6,480</u>	<u>25,624</u>
Total Revenues	<u>178,000</u>	<u>183,997</u>	<u>5,997</u>	<u>176,106</u>
Expenditures:				
General government:				
Insurance premiums and claims	178,000	86,630	91,370	98,820
Total Expenditures	<u>178,000</u>	<u>86,630</u>	<u>91,370</u>	<u>98,820</u>
Net Change in Fund Balance	<u>-</u>	<u>97,367</u>	<u>97,367</u>	<u>77,286</u>
Fund Balances - Beginning of Year		<u>794,638</u>		<u>717,352</u>
Fund Balances - End of Year		<u>892,005</u>		<u>794,638</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 2009

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)	1,929,239
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)	1,408,202	c. Other Transfer to Cities	43,481
4. Miscellaneous local receipts (from page 2)	521,541	d. Total (a. through c.)	43,481
5. Transfers from toll facilities		4. General administration & miscellaneous	2,358,297
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	4,331,017
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)	1,929,742	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	3,220,497	2. Notes:	
D. Receipts from Federal Government (from page 2)	153,449	a. Interest	
E. Total receipts (A.7 + B + C + D)	5,303,688	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	0
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	4,331,017

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
	1,747,043	5,303,688	4,331,017	2,719,714	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2009

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	826,559	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	477,850
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	581,643	g. Other Misc. Receipts	39,795
6. Total (1. through 5.)	581,643	h. Other-- Permits	3,896
c. Total (a. + b.)	1,408,202	i. Total (a. through h.)	521,541
	(Carry forward to page 1)		(Carry forward to page 1)

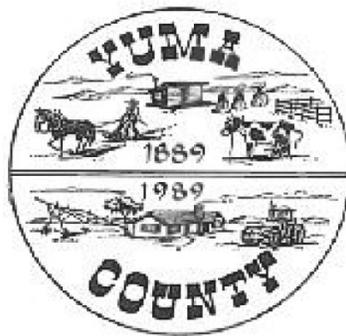
ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	2,372,913	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	39,833	d. Federal Transit Admin	
d. Other - Severance Tax, PILT, Min Lease	607,751	e. U.S. Corps of Engineers	
e. Other - EIAF Grants	200,000	f. Other Federal-Federal mineral leasing, PILT	153,449
f. Total (a. through e.)	847,584	g. Total (a. through f.)	153,449
4. Total (1. + 2. + 3.f)	3,220,497	3. Total (1. + 2.g)	
			(Carry forward to page 1)

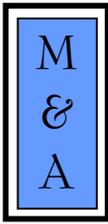
III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	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		1,929,239	1,929,239
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	1,929,239	1,929,239
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	1,929,239	1,929,239
			(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

CHAPEL SQUARE, BLDG C
245 CHAPEL PLACE, SUITE 300
P.O. Box 5850, AVON, CO 81620

WEB SITE: WWW.MCMAHANCPA.COM
MAIN OFFICE: (970) 845-8800
FACSIMILE: (970) 845-8108
E-MAIL: MCMAHAN@MCMAHANCPA.COM

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, 2009, which collectively comprise the County's basic financial statements, and have issued our report thereon dated August 13, 2010. 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*.

Member: American Institute of Certified Public Accountants

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.

AVON
(970) 845-8800

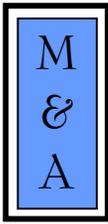
ASPEN
(970) 544-3996

FRISCO
(970) 668-3481

*Board of County Commissioners
Yuma County
Wray, 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, L.L.C.
August 13, 2010**



MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

CHAPEL SQUARE, BLDG C
245 CHAPEL PLACE, SUITE 300
P.O. Box 5850, AVON, CO 81620

WEB SITE: WWW.MCMAHANCPA.COM
MAIN OFFICE: (970) 845-8800
FACSIMILE: (970) 845-8108
E-MAIL: MCMAHAN@MCMAHANCPA.COM

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, 2009. 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, 2009.

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, and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

Member: American Institute of Certified Public Accountants

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.

AVON
(970) 845-8800

ASPEN
(970) 544-3996

FRISCO
(970) 668-3481

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might deficiencies, 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, L.L.C.
August 13, 2010**

Yuma County, Colorado
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2009

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:	
TANF Colorado Works	CFDA #93.558
Food Stamp Cluster – Food Stamps Food Stamp Administration	CFDA #10.551 & CFDA #10.561
Community Orientated Police Services	CFDA #16.710
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, 2009

There were no findings in the prior fiscal year.

Yuma County, Colorado
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2009

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Major Program (Yes/No)</u>	<u>2009 Expenditures</u>
Department of Human Services:			
Passed through Colorado Department of Health and Human Services:			
TANF CO Works	93.558	Yes	386,820
Title IV-D - Admin	93.563	No	70,953
Low income energy assistance program	93.568	No	278,842
CCDF - Discretionary	93.575	No	39,782
CCDF	93.596	No	105,391
Child care - Title IVB	93.645	No	10,659
Foster Care - Title IV-E	93.658	No	99,771
Adoption	93.659	No	24,934
Block Grant - Title XX	93.667	No	47,329
Independent Living - Title IV-E	93.674	No	5,165
CCDF - ARRA	93.713	No	16,235
Medical Assistance Program - Title XIX	93.778	No	75,370
Adjustment to federal assistance	93.000	No	(445)
Passed through Colorado Secretary of State:			
Voting for individuals with disabilities	93.617	No	23,310
Total Department of Human Services			<u>1,184,116</u>
Department of Agriculture:			
Passed through Colorado Department of Human Services:			
Food Administration	10.568	No	876
Food Distribution	10.569	No	16,307
Food Issuances	10.551	Yes	959,541
Food Stamps - Administration	10.561	Yes	68,949
Total Department of Agriculture			<u>1,045,673</u>
Department of Homeland Security:			
Emergency Management Performance Grants	97.042	No	21,288
Passed through Colorado Office of Homeland Security:			
Public Safety Interoperable Communications Grant Program	11.555	No	44,600
Department of Justice:			
Community Oriented Police Services	16.710	Yes	129,362
Passed through the Colorado Division of Criminal Justice:			
Victims of Crime Act	16.575	No	21,504
Violence Against Women Act	16.588	No	4,061
Law Enforcement Block Grant	16.592	No	1,078
Justice Assistance Grant	16.738	No	22,989
Total Department of Justice			<u>49,632</u>
Total Expenditures			<u>2,345,309</u>

Notes to the Schedule of Expenditures of Federal Awards For the Year Ended December 31, 2009.

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.