



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the year ended Dec. 31, 2011



COMPREHENSIVE ANNUAL FINANCIAL REPORT

ADAMS COUNTY, COLORADO

For The Year Ended December 31, 2011

Board of County Commissioners
W.R. "Skip" Fischer, Chairman
Alice J. Nichol
Erik Hansen

County Administrator
James Robinson

Director of Finance/Information Technology
Richard C. Lemke

General Accounting Manager
Mary N. Ha

Accountants
Laurie Arellano, Lynn Cruz, Denise Johnson, Osgood McCollum

Issued by:
Finance & Information Technology Department

**Adams County, Colorado
Comprehensive Annual Financial Report
For the Year Ended December 31, 2011**

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MISSION

To responsibly serve
the Adams County community
with integrity and innovation

Richard C. Lemke
DIRECTOR



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June 29, 2012

To the Board of County Commissioners and to the
Citizens of Adams County, Colorado:

The Comprehensive Annual Financial Report of Adams County, Colorado, for the fiscal year ended December 31, 2011, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the management of Adams County (hereafter referred to as the County). To provide a reasonable basis for making these representations, management of the County has established internal controls designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Because the cost of internal controls should not outweigh the benefits, the County's internal controls have been designed to provide reasonable assurance that the financial statements will be free from material misstatements. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the County. Disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

The County is required by Local Government Uniform Accounting Law, Colorado Revised Statutes, to have an annual audit conducted in accordance with generally accepted auditing standards by an independent certified public accountant licensed to practice in Colorado. The audit report must be completed and submitted to the County within six months of the end of the fiscal year, which is December 31st. The County must then submit the audit report to the Office of State Auditor within thirty days of completion.

The County is also required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, the Single Audit Act Amendments of 1996, and U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Information related to this single audit, including the Schedule of Expenditures of Federal Awards and the auditors' report thereon, are included in the single audit section of this report.

BOARD OF COUNTY COMMISSIONERS

W. R. "Skip" Fischer
DISTRICT 1

Alice J. Nichol
DISTRICT 2

Erik Hansen
DISTRICT 3

The County's financial statements have been audited by CliftonLarsonAllen LLP, a licensed certified public accounting firm. The goal of the independent audit is to provide reasonable assurances that the County's financial statements for the fiscal year ended December 31, 2011 are free of material misstatements. The independent audit involves examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the County's financial statements for the fiscal year ended December 31, 2011 are presented fairly and in conformity with GAAP. The independent auditors' report is presented on the first page of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The County's MD&A can be found beginning on page 3 of the report.

Profile of Adams County

Adams County, a political subdivision of the State of Colorado, was organized under the statutes of the State. The County was organized over one hundred years ago on November 15, 1902. The Board of County Commissioners held their first meeting in Brighton on December 4, 1902. Over time, western Adams County has grown from an agricultural region of truck gardens and dairy farms to a complex urbanized corridor of towns and cities. The eastern end of the County, still mostly agricultural land, has also seen increasing development in recent years.

Located on the Great Plains of northeastern Colorado just east of the Front Range of the Rocky Mountains, Adams County is one of six counties that surround the City and County of Denver and make up the Denver Metropolitan Area. The County, approximately eighteen miles wide and seventy-two miles long, totals 1,182 square miles. It is topographically characterized by a series of valleys separated by gently rolling uplands. The County includes a number of growing municipalities: Brighton (the county seat), Commerce City, Northglenn, Federal Heights, Thornton, Bennett, and portions of Aurora, Westminster, Arvada, and Lochbuie.

Agricultural activities continue as the single largest land use throughout the County, accounting for more than three quarters of the land area. Most irrigated farmland is located in the northwest section of the County, where an extensive network of canals and ditches support crops in our semi-arid climate. The central portion of the County primarily produces wheat, while the eastern area provides pasture for animals.

A three-member Board of County Commissioners (the Board), elected at large with a residency requirement within a specified district, governs the County. The Board is required by statute to hold at least two meetings in each week of the year, except during the months of July and August, when only two meetings each month are required. Currently, the Board holds its regular meetings and public hearings on Mondays and Wednesdays. The Board administers all County functions, appoints other boards and commissions, and attends and represents the County as directors of regional and county

organizations. The Board acts as the County's legislative body while an appointed County Administrator acts as the chief administrative officer of the County.

Other locally elected officials include the Assessor, Clerk and Recorder, Coroner, Sheriff, Surveyor, Treasurer, and District Attorney. These elected officials govern specific county services and establish policies based on the local community needs and preferences. The County also has a Public Trustee who is appointed by the Governor. The County provides a full range of services, including judicial and public safety; construction and maintenance of highways, streets and other infrastructure; parks and recreation; planning and development; employment and social services; and general administrative services.

The County has two component units for which it is considered to be financially accountable. Blended component units, although legally separate entities, are part of the County's operations. The County's blended component unit is the Adams County Building Authority. The Front Range Airport Authority is a discretely presented component unit and is reported separately in the government-wide financial statements to emphasize a legal separation from the primary government. Additional information on each of these component units can be found in Note 1-A, page 31 in the notes to the basic financial statements.

The annual budget serves as the foundation for the County's financial planning and control. All County departments and elected offices submit requests for appropriation in early August to the Finance Department. These requests are used as the starting point for developing a proposed budget that is presented to the Board of County Commissioners on or before October 15. Public hearings are conducted and a final budget is legally enacted no later than December 31, the close of the County's fiscal year. Additional information on the County's budget process can be found in the notes to the required supplementary information on page 70.

Any revisions that alter total expenditures of any fund or spending agency require supplemental appropriation which is subject to public hearing and citizen response. Any revisions that alter the total expenditures require an appropriation resolution by the Board.

Factors Affecting Economic Condition

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

Local economy

Both Colorado and Adams County are experiencing slow economic growth going into 2012. According to the U.S. Bureau of Economic Analysis GDP growth for the Denver Metro Area in 2011 was 2.7% and is forecasted to slow slightly to 2.5% in 2012. This is still above the national forecasted GDP of 2.4%. Adams County retains its position as one of the Colorado counties with the highest rates of unemployment, the U.S. Bureau of Labor Statistics shows Adams County's unemployment in 2011 to be 9.7%, while the metro area's unemployment was 8.3%. During the last ten years, the

unemployment rate in Adams County has varied between a low of 4.3% in 2007 to a high of 10.2% in 2010. Sustained high unemployment is projected through 2012 for Adams County.

Adams County is growing faster than the State of Colorado. According to the U.S. Census Bureau, the rate of population growth from 2008 to 2010 in Colorado was 1.4 %, ranking 4th among states for rate of growth. The U.S. Census Bureau estimates Adams County's general population will grow at a rate of 1.7% in 2011, ranking 3rd in the state for rate of growth. While Adams County is growing faster than most of the large counties and the state, its population of persons below federal poverty level is growing as fast as its general population. The population of Adams County has grown 21.4% between 2001 – 2010 and the growth of persons below the federal poverty level has grown by 86.4% during that same time period.

Adams County enjoys the same reputation as its counterpart counties of Colorado by having a well educated workforce. 50% have attended at least some college and 20% hold a Bachelor's degree or higher. The County's population is younger than the national average, with the median age of 32.1. This skilled workforce, combined with the availability of quality commercial real estate, a growing transportation system, and many institutions of higher learning, are some of the ways the Metro Area and Adams County make themselves very attractive to businesses. Adams County is poised to grow substantially with the largest amount of undeveloped land within close proximity to the Denver city center.

Some of the major industries located in Adams County include wholesale trade, construction, manufacturing, healthcare facilities, satellite television communication, telecommunication research and development, transportation and food distribution as well as several financial institutions.

The nominal projected growth in local GDP, modest growth in construction, an expected increase in sales tax revenues and projected growth in jobs should result in a slow recovery for the local 2012 economy.

Long-term financial planning

A growing community necessarily drives a growing need for infrastructure capacity. Adams County continues to plan for growing transportation needs. The county will be a beneficiary of the Regional Transportation District's (RTD) FasTracks project. This project will include the building of three light rail or commuter rail lines in addition to bus rapid transit lines through the county over the next ten years. In 2011 the Pecos St grade separation was completed allowing citizens to bypass the trains that cross there and allow for future expansion of the FasTracks project.

In early 2011, the county opened its new Government Center which is planned to function as a single point of service and making access to the County Government more convenient for citizens. A sales tax extension was approved by the voters in 2006 to pay for this building as well as future planning building projects and countywide transportation projects. In 2012, the County will begin building a shooting range and sheriff's training facility that will function not only to train the county's officers, but also various police forces around the state.

Foresight with fiscal discipline has brought Adams County through this historically challenging two years of recession and post-recession economies. The recovery from the recession has not returned revenues to pre-recession levels. Nevertheless, Adams County emerges from a recession period in exceptionally good condition.

Adams County Economic Development reports in 2011 a population of 441,603 with a growth to 692,000 by 2035. The Denver Regional Council of Government estimates Adams County to be one of the fastest growing counties in Colorado, with approximately 250,000 new jobs by 2035. This future growth requires strategic planning. Adams County has taken the lead role in creating a countywide housing plan by taking a proactive look at current housing conditions and future housing needs through the Balanced Housing Plan. This plan reflects Adams County's commitment to collaborate with its cities and will provide insight to new housing development and balances the demand created by job growth for Adams County residents.

The County continues a disciplined adherence to fiscal policy ensuring maintenance of a reserve that equips decision makers with the resources to successfully navigate the current economic downturn and anticipated "new normal" economic condition. The County continues to meet its yearly obligations and maintains a solid credit rating. The County's willingness and ability to honor its financial obligations remains uncompromised.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Adams County for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2010. This is the twenty-fifth consecutive year the County has received the prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR, whose contents conform to program standards. Such reports must satisfy both Generally Accepted Accounting Principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to Certificate of Achievement Program requirements, and are submitting it to GFOA to determine its eligibility for another award.

In addition, the County also received the GFOA's Distinguished Budget Presentation Award for its annual budget document for the fiscal year beginning January 1, 2011. In order to qualify for the Distinguished Budget Presentation Award, the County's budget document was judged to be proficient in several categories, including as a policy document, a financial plan, communications device, and an operations guide.

The preparation of this CAFR is made possible by the dedicated service of the entire staff of the Finance Department. Particular gratitude is expressed to Ms. Mary Ha, Ms. Lynn Cruz, and Ms. Denise Johnson of the Finance Department. I also want to thank Ms. Brigitte Grimm and Ms. Sandy Brookman of the Treasurer's Office, Mr. Osgood McCollum of the Social Services Department, and Ms. Sue Bauserman for her administrative support. The staff of the independent auditing firm,

CliftonLarsonAllen LLP, are especially worthy of recognition, as they have contributed greatly to the excellence of this report.

Due credit should also be given to the Board of County Commissioners and other elected officials of the County for their diligent commitment in planning and conducting the operations of the County in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in cursive script that reads "Richard C. Lemke". The signature is written in black ink and is positioned above the printed name and title.

Richard C. Lemke
Director of Finance & Information Technology

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Adams County
Colorado

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2010

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Linda C. Sandison

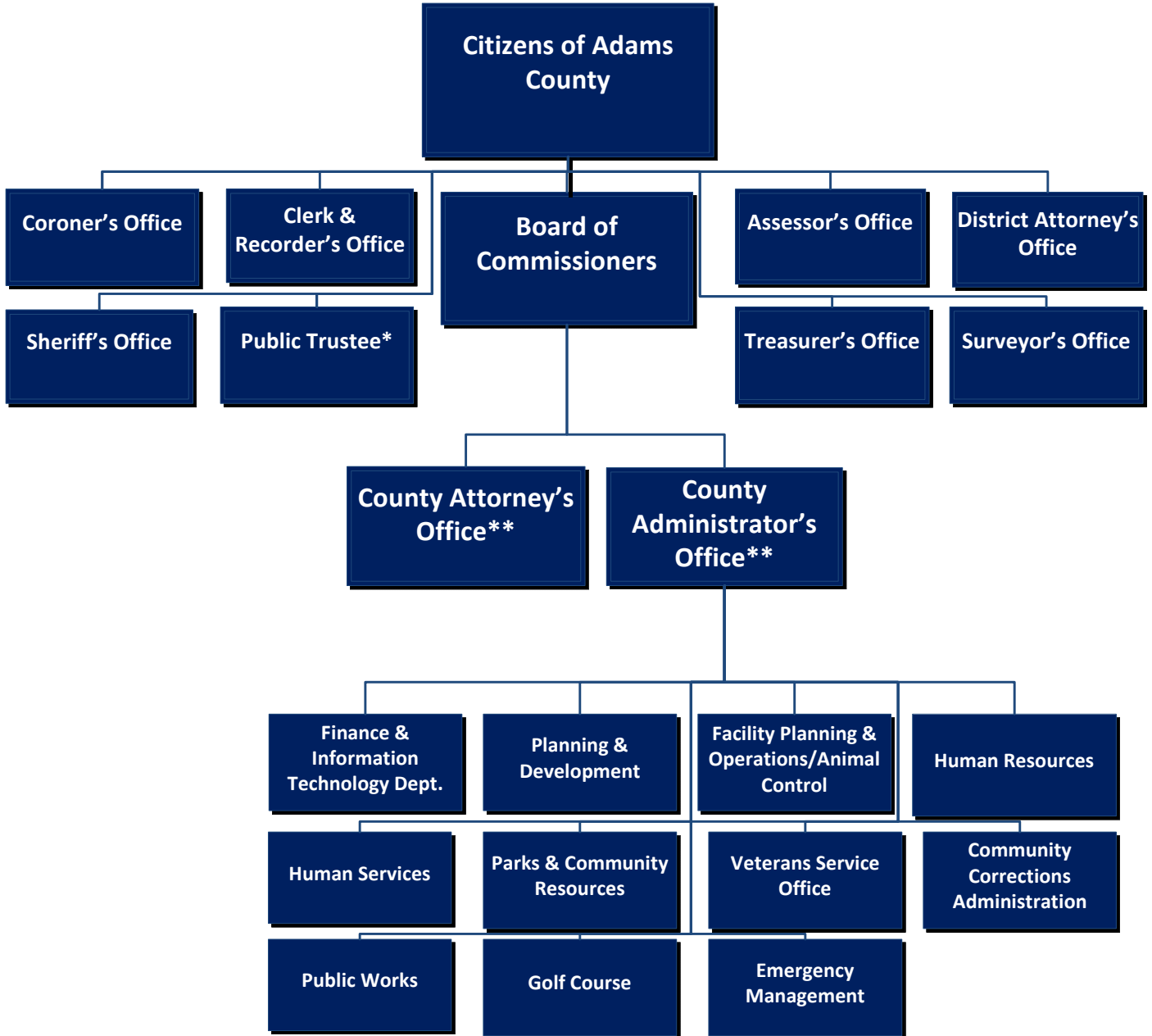
President

Jeffrey R. Enser

Executive Director

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Adams County Government Organizational Chart



*Appointed by Governor

**Appointed by County Commissioners

ADAMS COUNTY
LISTING OF PRINCIPAL OFFICIALS

BOARD OF COUNTY COMMISSIONERS

W.R. "Skip" Fischer, District 1
Alice J. Nichol, District 2
Erik Hansen, District 3

CLERK AND RECORDER

Karen Long

ASSESSOR

Gil Reyes

TREASURER

Brigitte Grimm

DISTRICT ATTORNEY

Donald S. Quick

SHERIFF

Doug Darr

CORONER

Monica Broncucia-Jordan

PUBLIC TRUSTEE

Carol Snyder

SURVEYOR

Tim Thoms



VISION

To provide our community a safe,
healthy environment to work,
raise families and build businesses



CliftonLarsonAllen

CliftonLarsonAllen LLP
www.cliftonlarsonallen.com

Independent Auditor's Report

Board of County Commissioners
Adams County, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Adams County, Colorado as of and for the year ended December 31, 2011, which collectively comprise Adams County, Colorado's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Adams County, Colorado's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the discretely presented component unit. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component unit, is based on the report of the other auditors.

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. The financial statements of the discretely presented component unit were not audited in accordance with *Government Auditing Standards*. 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, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Adams County, Colorado as of December 31, 2011, and the respective changes in financial position and cash flows, where applicable, 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 June 29, 2012 on our consideration of Adams County, Colorado's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and other postemployment benefits information on pages 3 through 15 and 63 through 68 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Adams County, Colorado's basic financial statements. The supplementary statements and schedules and local highway finance report listed in the table of contents 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 is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The supplementary statements and schedules, local highway finance report, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The introductory section and statistical section listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

CliftonLarsonAllen LLP

Greenwood Village, Colorado
June 29, 2012

Management's Discussion and Analysis

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Management's Discussion and Analysis for Adams County (hereafter referred to as the County) offers readers a narrative overview and analysis of the County's financial activities for the fiscal year ended December 31, 2011. Readers are encouraged to consider the information presented here in conjunction with the additional information furnished in the letter of transmittal, financial statements, and notes to the basic financial statements.

FINANCIAL HIGHLIGHTS

- The County's assets exceeded liabilities at the close of 2011 by \$791,793,304. Of this amount, \$151,781,348 is unrestricted and available to meet the County's ongoing obligations to citizens and creditors.
- Net assets increased by \$14,877,733 in 2011.
- As of the end of 2011, the County's governmental funds recorded a decrease in fund balance of \$8,487,311 compared to the prior year.
- Total fund balance of the General Fund, the chief operating fund of the County, increased in 2011 to \$118,260,829 due to the transfer of fund balance from two special revenue funds that the County consolidated into the general fund as a result of the implementation of GASB 54. Without the transfer, fund balance would have decreased by \$649,032.
- The County completed the construction of the Government Center. This project is instrumental in accommodating growth and maintaining the high quality services offered by the County now and in the future.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. Additionally, this report contains other supplementary information that supports the basic financial statements.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the County's finances. These statements are prepared in a manner similar to that of a private-sector business using the accrual basis of accounting and economic resources measurement focus.

The Statement of Net Assets presents information on all of the County's assets and liabilities. The difference between the two is reported as net assets. Over time, trend analysis relating to the increases and 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 that shows how the County'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 the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements clearly distinguish governmental activities from business-type activity. Governmental activities can be described as functions of the County that are principally supported by taxes and intergovernmental revenues. The governmental activities of the County include general government, public safety, county funded human services, public works, culture and recreation, health and welfare, urban housing and redevelopment, conservation of natural resources, and economic opportunity. In contrast, business-type activities are functions that are intended to recover all or a significant portion of their costs through user fees or charges. The only business-type activity of the County is the operation of the Riverdale Golf Courses.

The government-wide financial statements encompass not only the financial activities of the County (also referred to as the primary government), but also the financial activity of the legally separate Front Range Airport Authority. Financial information for this discretely presented component unit is reported separately from the financial information presented for the primary government itself. The Adams County Building Authority, although legally separate, functions as part of the County's operations and has been included as a blended component of the primary government.

The government-wide financial statements can be found on pages 18-19 of this report.

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 assure and demonstrate compliance with legal requirements. The funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Governmental funds account for the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, the governmental fund financial statements follow the modified accrual basis of accounting and the current financial resources measurement focus to report the financial activities of the County's 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 County's near-term financing decisions. The Governmental Funds Balance Sheet provides a reconciliation to the net assets of governmental activities, and the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances provides a reconciliation to the change in net assets of governmental activities.

The County maintained 15 individual governmental funds in 2011. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Road and Bridge Fund, Social Services Fund, and Capital Facilities Fund all of which are considered to be major funds. Data from the other 11 non-major governmental funds are combined into a single, aggregated column called "Other Governmental Funds." Individual fund data for each of these non-major governmental funds are provided in the form of combining statements.

The basic governmental funds financial statements can be found beginning on page 21 of this report.

Proprietary funds. The County maintains two types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activity in the government-wide financial statements. The County uses an enterprise fund to account for the operation of the two Riverdale Golf Courses. Internal service funds accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its equipment services (fleet) program and its insurance programs. The County's

internal service funds provide services for the governmental functions rather than business-type functions. They have been included as a part of the governmental activities presentation in the government-wide financial statements.

Proprietary funds provide the same business-like type of information as the government-wide financial statements, only in greater detail. The proprietary fund financial statements provide separate information for the Golf Course Fund, which is considered to be a major fund for the County. Conversely, both internal service funds are aggregated into a single presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements. The basic proprietary fund financial statements can be found on pages 24-26 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties separate from the County. Fiduciary funds are not reflected in the government-wide financial statements because resources in those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that of proprietary funds. The County reports the Treasurer's Agency Fund, Clerk's Agency Fund, and the Public Trustee's Agency Fund as fiduciary funds. The basic fiduciary funds statement is found on page 27 of this report.

Notes to the basic financial statements. The notes to the basic financial statements 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 basic financial statements can be found on pages 29-62 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information, as well as combining and individual fund statements and schedules that can be found on pages 63-96. Details of the original budgets, final budgets, and actual amounts are found in this section.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, trends in net assets may, over time, serve as a useful indicator of a government's financial position. The County's assets exceeded its liabilities by \$791,793,304 at the close of 2011. The financial condition of the County remains healthy.

76% of the County's net assets, \$600,261,385 reflect investment in capital assets (e.g., land, buildings and improvements, machinery and equipment, and software) less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, resources needed to repay such debt must normally be provided from other sources, since the capital assets themselves generally cannot be used to liquidate these liabilities.

An additional portion of the County's net assets, \$39,750,571, represents resources that are subject to external restrictions on their use. For more information on the net asset restriction, please see Note 1-D.4 on page 35 of the notes to the basic financial statements. The remaining balance of unrestricted net assets, \$151,781,348, may be used to meet the County's ongoing obligations to citizens and creditors.

The County experienced an increase in net assets for the government as a whole, for both governmental activities in the amount of \$14,862,774 and business-type activities in the amount of \$14,959.

Adams County Net Assets

	Governmental Activities		Business-Type Activity		Total	
	2011	2010	2011	2010	2011	2010
Current and Other Assets	\$ 366,419,207	\$ 373,989,362	\$ 3,637,849	\$ 3,434,573	\$ 370,057,056	\$ 377,423,935
Capital Assets	727,832,911	706,033,964	7,738,452	7,954,054	735,571,363	713,988,018
Total Assets	1,094,252,118	1,080,023,326	11,376,301	11,683,250	1,105,628,419	1,091,411,953
Long-term Liabilities Outstanding	169,552,870	173,201,587	-	-	169,552,870	173,201,587
Other Liabilities	144,275,292	141,516,895	6,953	34,238	144,282,245	141,551,133
Total Liabilities	313,828,162	314,718,482	6,953	34,238	313,835,115	314,752,720
Net Assets:						
Invested in Capital Assets, Net of Related Debt	592,522,933	557,397,767	7,738,452	7,954,054	600,261,385	565,351,821
Restricted	39,750,571	50,731,051	-	-	39,750,571	50,731,051
Unrestricted	148,150,452	157,176,026	3,630,896	3,400,335	151,781,348	160,576,361
Total Net Assets	\$ 780,423,956	\$ 765,304,844	\$11,369,348	\$11,354,389	\$ 791,793,304	\$ 776,659,233

Adams County Change in Net Assets

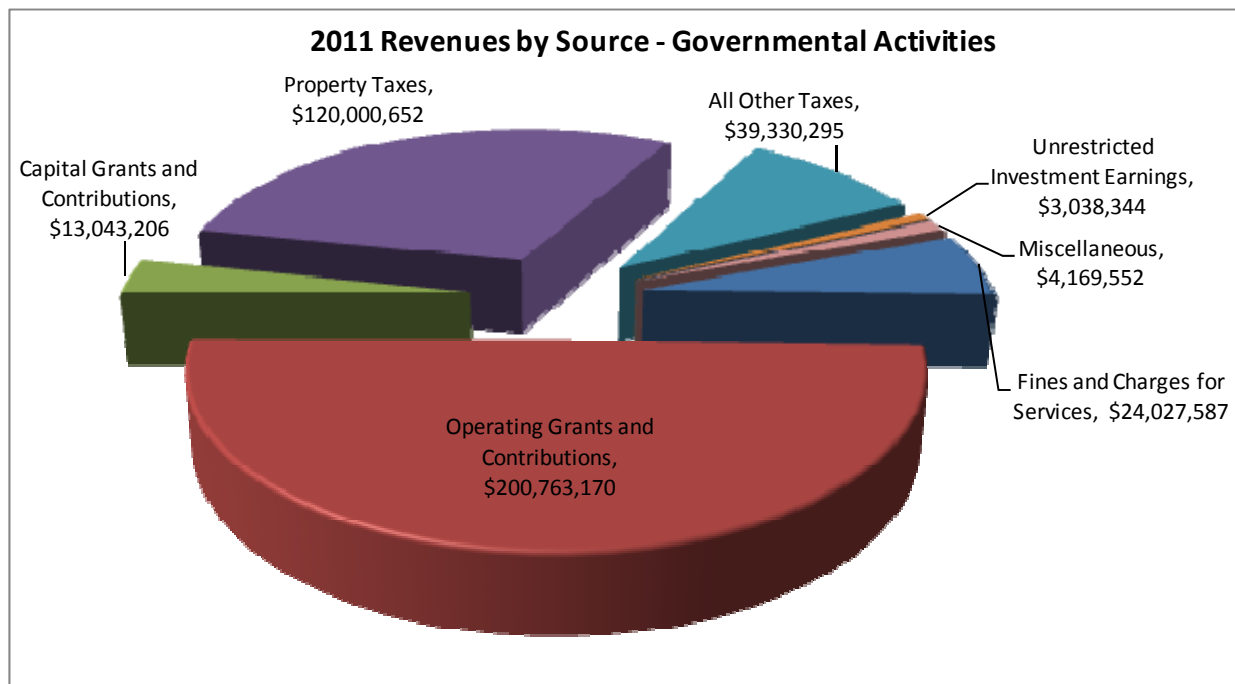
	Governmental Activities		Business-Type Activity		Total	
	2011	2010	2011	2010	2011	2010
Revenues:						
Program Revenues:						
Fines and Charges for Services	\$ 24,027,587	\$ 23,827,003	\$ 2,823,117	\$ 2,820,454	\$ 26,850,704	\$ 26,647,457
Operating Grants and Contributions	200,763,170	200,532,429	-	-	200,763,170	200,532,429
Capital Grants and Contributions	13,043,206	12,662,538	-	-	13,043,206	12,662,538
General Revenues:						
Property Taxes	120,000,652	120,948,144	-	-	120,000,652	120,948,144
All Other Taxes	39,330,295	37,629,085	-	-	39,330,295	37,629,085
Unrestricted Investment Earnings	3,038,344	3,487,202	4,590	7,375	3,042,934	3,494,577
Gain on Sale of Capital Assets	-	799,263	-	-	-	799,263
Miscellaneous	4,169,552	5,106,032	-	-	4,169,552	5,106,032
Total Revenues	404,372,806	404,991,696	2,827,707	2,827,829	407,200,513	407,819,525
Expenses:						
General Government	60,112,427	61,728,753	-	-	60,112,427	61,728,753
Public Safety	70,374,242	72,666,075	-	-	70,374,242	72,666,075
County Funded Human Services	3,244,279	3,398,031	-	-	3,244,279	3,398,031
Public Works	34,414,275	34,492,821	-	-	34,414,275	34,492,821
Culture and Recreation	3,815,451	3,906,242	-	-	3,815,451	3,906,242
Health and Welfare	189,256,037	181,712,150	-	-	189,256,037	181,712,150
Urban Housing and Redevelopment	3,983,241	7,220,801	-	-	3,983,241	7,220,801
Conservation of Natural Resources	12,258,504	7,235,950	-	-	12,258,504	7,235,950
Economic Opportunity	5,249,905	8,436,630	-	-	5,249,905	8,436,630
Interest Expense	7,141,671	7,184,199	-	-	7,141,671	7,184,199
Golf Course	-	-	2,472,748	2,392,530	2,472,748	2,392,530
Total Expenses	389,850,032	387,981,652	2,472,748	2,392,530	392,322,780	390,374,182
Increase in Net Assets Before Special Items	14,522,774	17,010,044	354,959	435,299	14,877,733	17,445,343
Transfers	340,000	340,000	(340,000)	(340,000)	-	-
Change in Net Assets	14,862,774	17,350,044	14,959	95,299	14,877,733	17,445,343
Net Assets - Beginning (Restated)	765,561,182	747,954,800	11,354,689	11,259,090	776,915,871	759,213,890
Net Assets - Ending	\$ 780,423,956	\$ 765,304,844	\$11,369,648	\$11,354,389	\$ 791,793,604	\$ 776,659,233

Governmental activities. Governmental activities contributed to a County net asset increase of \$14,862,774 in 2011. Key elements are as follows:

REVENUES

- Revenues from Fines and Charges for Services increased by \$200,584 in 2011 to \$24,027,587
- Revenue from operating grants, capital grants and contributions increased by \$611,409 in 2011. The net increase was a result of various changes in funding from State and Federal agencies. A decrease in highway construction funding was due to completion of a large road project. Some decreases were associated with the completion of American Recovery and Reinvestment Act programs. Finally a portion of this increase can be accounted for in the health and welfare function, particularly in Social Services. Effects of the economic malaise continue to increase expenditures required for benefits which results in a corresponding increase in Federal funding the County receives for these programs.

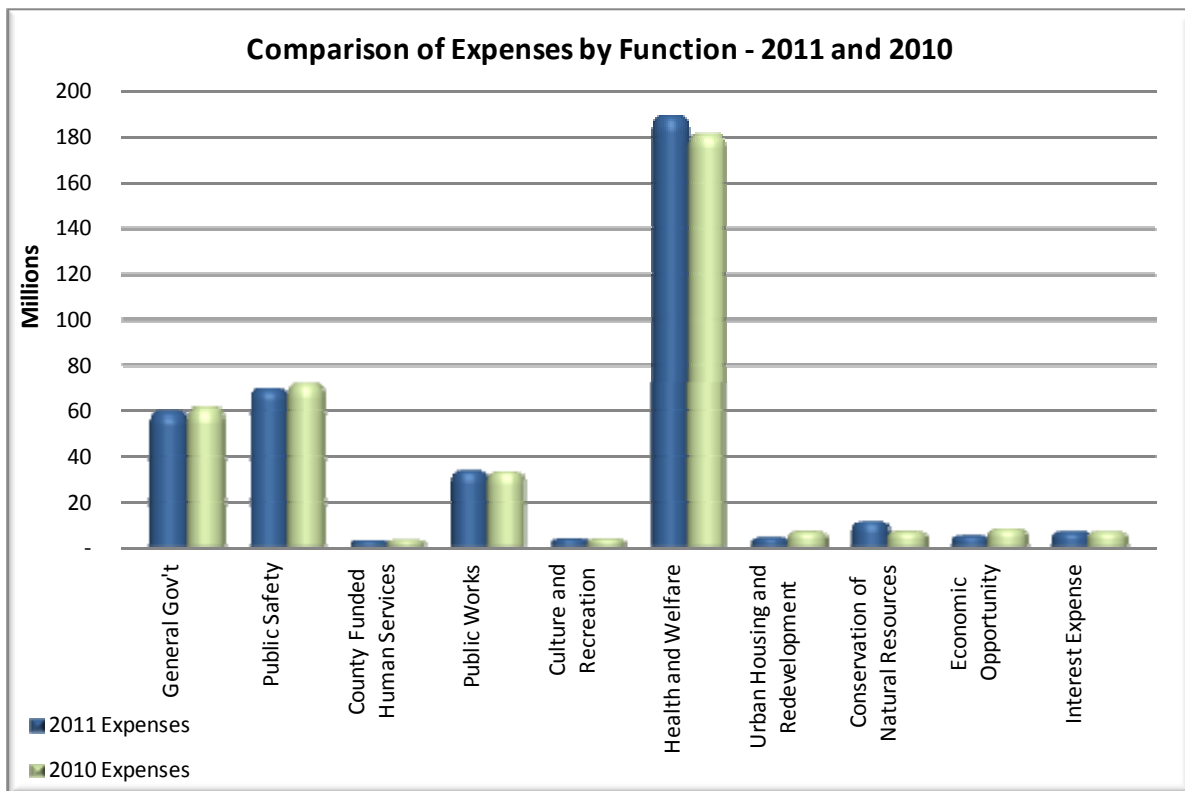
- Property tax revenue, accounting for 30% of the County’s total revenues, shrank an additional 0.78%, or approximately \$1 million to \$120 million in 2011. The decline in property tax revenue is attributable to the decrease in assessed value in the County due to falling real estate values.
- Revenue from investment earnings decreased by \$448,858 or 13% in 2011 compared to 2010. Low interest rates continue to impact the County’s investment earnings for the year.
- Miscellaneous income which includes rents, royalties, franchise fees and contributions and donations decreased by almost \$1,000,000 in comparison to 2010 primarily due to the decline in contributions and donations that were received in 2010 to fund pedestrian bridge projects.



EXPENSES

- Expenses for all governmental activities in 2011 total \$389,850,032, which represents an increase of less than 1% over 2010.
- Expenses in the general government function decreased by \$1.6 million or 2.6%. This decrease is attributable to ongoing efforts to reduce costs as well as the reduction in costs that were associated with the building and move into the Government Center. More detail on the expenses of the general government function can be found in the discussion of the General Fund on page 12 of the MD&A.
- A \$2.2 million decrease in public safety function expenses can be attributed to cuts made across many areas of public safety to address budget shortfalls. One half of the decrease is attributable to the Sheriff Corrections department which includes the Detention Center. Policies and staffing issues continue to be reviewed in order to address revenue reductions.
- The health and welfare function expenses increased by \$7.5 million in 2011. As the economy continues to struggle, more families qualify for services and therefore higher expenditures are necessitated. The County received increased revenue from Federal grants to support these expenditures.

- The County’s urban housing and redevelopment function experienced a \$3.2 million decrease in expenses, or 45% during 2011. This is primarily due to project completions in the previous year.
- Conservation of Natural Resource expenses increased 69% over 2010. Projects across many of the cities in the County were completed in 2011 including the Park Center Open Space and Hawn-Hewit Open Space acquisitions by the City of Westminster totaling \$1.8 million. \$300,000 was awarded to the City of Brighton for open space around a new Aquatic Park. The City of Thornton was awarded \$2.0 million for open space surrounding Signal Ditch Park.
- Interest expense decreased minimally between 2010 and 2011. The County continues to make interest payments on certificates of participation from 2003, 2009 and 2010. For more information on the County’s certificates of participation, see Note 4-D.2 on page 55 in the notes to the basic financial statements.



Business-type activity. The net assets for the County’s business-type activity (the Riverdale Golf Courses) increased by \$14,959 as the result of a decrease in depreciation expense. Ending net assets reached \$11,369,348.

2011 Business-type activity revenues totaling \$2,823,117 reflect a less than 1% increase from 2010. Revenue from charges for services went down by \$12,919, attributable to fewer rounds of golf played. Revenue from investment earnings decreased by \$2,785, a decline experienced on all County investments as a result of low interest rates. These decreases were offset by an insurance recovery of \$21,254.

The 2011 Riverdale Golf Course expenses increased \$80,218 from 2010, a 3.35% change. Management fees, minor supplies and equipment expenses were the major components of increased expenditures.

FINANCIAL ANALYSIS OF THE GOVERNMENTAL FUNDS

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

Governmental funds. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the County reported combined ending fund balances of \$203,788,636 for its governmental funds, a decrease of \$8,487,311 in comparison with the prior year (as restated). Approximately 75% or \$152,973,565 of the total fund balance constitutes unrestricted fund balance (committed, assigned and unassigned). The remainder of fund balance is restricted indicating that it is not available for new spending because it has been committed to external entities or contracts. For more information on the County's restrictions, commitments and assignment of fund balance please see Note 1-D.11 on page 39 of the notes to the basic financial statements.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, total fund balance in the General Fund was \$118,260,829. Fund balance increased by \$6,412,722 during the year. Key factors contributing to the change in fund balance and the changes in revenues and expenditures include:

- Fund Balance from two funds that no longer comply with the definition of a special revenue fund pursuant to Governmental Accounting Standards Board Statement 54 was collapsed into the general fund. The total amount increased beginning general fund balance by \$7,061,754.
- Property tax revenue decreased by \$773,247 in 2011. As discussed in the governmental activities revenue section, the decline in the value of real estate properties contributed to this decrease. This component had the greatest impact on the overall decrease in revenue of \$745,025 in the general fund.
- Revenue from interest earnings in the General Fund increased by \$111,472.
- Total expenditures of the General Fund decreased by \$3.58 million, or 2.4%, from 2010. The County continues the review of department expenditures for savings potential. A significant part of the savings were driven by holding vacant positions open and eliminating several positions.
- Functions that realized the greatest savings over 2010 were general government, in which most departments reduced expenditures with an average decrease of 3.5%; Public Safety with an average decrease of 2.4%; and Public Works with a 40% reduction as a result of fewer drainage related construction projects being completed in 2011.

The fund balance of the Road and Bridge Fund as of the end of 2011 is \$20,231,723. This represents a decrease of \$10,772,962 from 2010. Factors contributing to this decrease include:

- Total capital outlay was \$25,981,591 in 2011, 88% higher than in the previous year. The increase was the result of the increased expenditures on multiyear projects including the Pecos Street improvements between I-76 to 52nd avenue and Washington Street Phase III improvements.
- Other expenditures of the Road and Bridge Fund decreased by \$932,229 or 4% in 2011. Revenue decreased 1.85%; a significant portion of the decrease was in Specific Ownership tax collections which

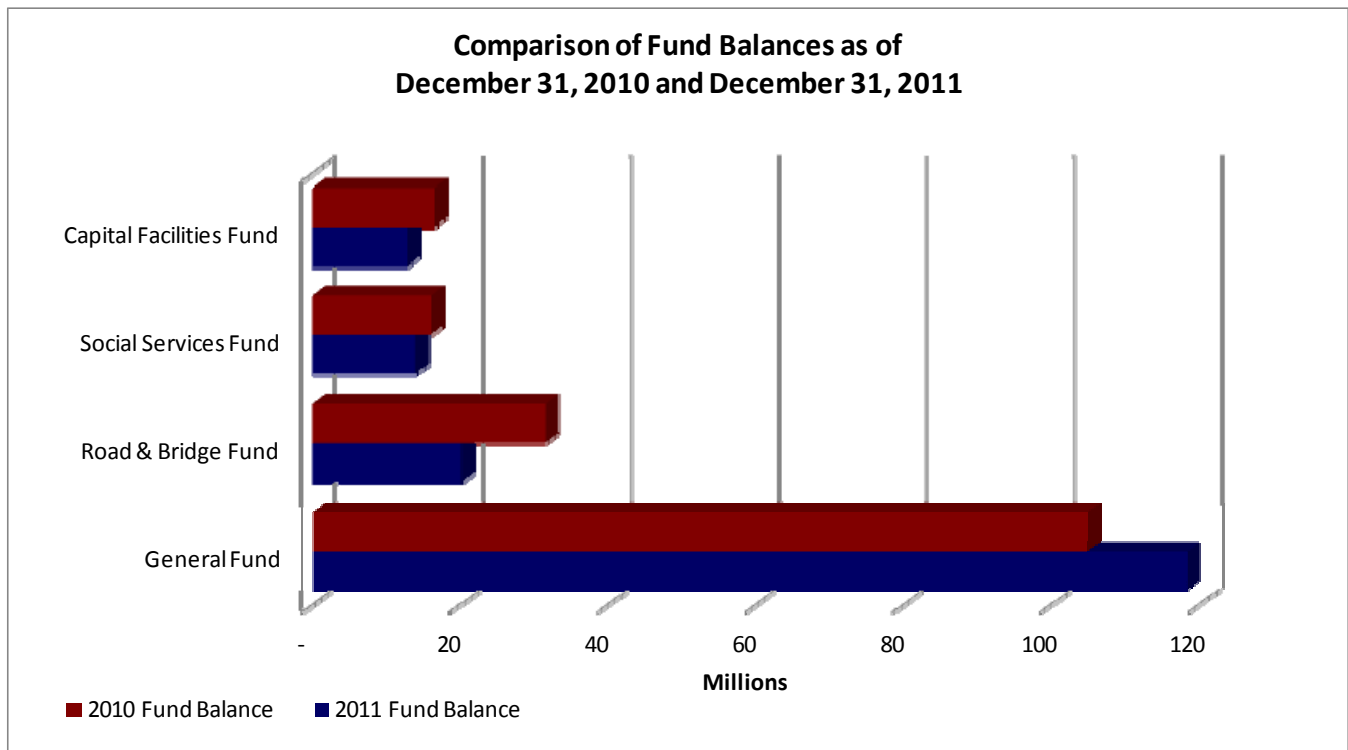
decreased \$278,528. Federal grants decreased \$1.5 million but were partially offset by local grants and contributions of \$1.4 million. This funding was for the Pecos Street road and bridge project.

- The Road and Bridge Fund will have a carryover of approximately \$16 million in projects not completed in 2011. Multi-year projects are budgeted at 100% for the current year and any remaining appropriation is carried over to subsequent year’s budget. Projects that will be carried over include improvement and expansion of Washington Street and the Pecos Street Grade Separation project.

Total fund balance for the Human Services Fund decreased by \$2,874,412 to \$14,043,076 in 2011. Planned fund balance spending for costs not eligible for federal funding, such as the Human Services Agency Grants, operating costs of the Food Distribution Center and special transportation subsidy, represent approximately \$820,000 of the decrease. Additionally, available federal and state funding for the Supplemental Food Assistance Program (SNAP), Medicaid eligibility determination, Adult Protective Services, Child Welfare Services and Adult Financial Assistance programs were insufficient to address the needs in the County. Demand for social services is inversely proportional to the economic climate, so citizen service requirements drove the need for use of County resources.

The fund balance of the Capital Facilities Fund at the end of 2011 is \$12,966,286, a decrease of \$3,604,152 from 2010. This fund accounts for the construction of specific facilities planned in the County. The Government Center was completed in the January 2011 with most departments and elected officials moving into the building by the end of February. The transition of some personnel continued through the end of 2011.

- Total revenues of the Capital Facilities Fund were \$12.3 million in 2011. Most of this revenue is from the sales tax designated for the construction and operation of capital facilities in the County.
- Total expenditures of the Capital Facilities Fund were \$3.9 million, a decrease of \$43 million, compared to 2010 when the Government Center was substantially completed. In 2010, \$47.0 million was spent on construction of the Government Center.



Proprietary funds. The County's proprietary funds statements provide the same type of information found in the government-wide financial statements, but in more detail for the business-type activity.

Unrestricted net assets in the Golf Course Fund at the end of the year amounted to \$3,630,896, while the amount invested in capital assets was \$7,738,452. Total net assets increased by \$14,959. Factors relating to the finances of the Golf Course Fund have been addressed in the discussion of the County's business-type activity (page 9).

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences between the total original budget and the total final amended budget for revenues were minimal (1.5% increase).

The final amended budget for expenditures was 5.3% higher than the original budget. Key factors include:

- The final budget for capital outlay was increased by \$5.0 million for projects that were carried over from the previous year. The projects included: 1) various Parks projects totaling \$3.0, including pedestrian bridges over South Platte, 2) multiple drainage projects including Utah Junction Outfall/drainage, Brantner Gulch drainage water and sewer, and Pecos Street Storm Sewer Extension, \$2.7 million, and 3) Information Technology improvements and enhancements totaling \$700,000. These projects were budgeted but not completed in 2010. The budget was adjusted in 2011 to re-appropriate funds for these and other multi-year projects.
- The Public Works budget increased by 21% in connection with expected carryover projects and necessary repair and maintenance expenditures.
- The General Government budget had an overall decrease of 0.4%, approximately \$400,000 compared to 2010. The transfer of the contingency fund original budget in the amount of \$4,953,627 to the general fund was the primary impact on the variance of original to final amended budget. The final budget did not include this line item. Information Technology's budget was increased by 58% for upgrades and implementations of various county-wide operating systems, an increase of \$1.7 million. The Finance department's budget was increased by \$300,000, or 9.7% for implementation of the county-wide purchasing module to the county financial software. Admin/org budget was increased by 30%, \$1.3 million, for the expenditures associated with energy conservation projects and costs related to the County's reform efforts including funding for an internal audit function, strategic planning and purchasing policies and procedures analysis and survey consultants.

The difference in the total final amended budget for revenue and actual amounts was \$2,306,719, a positive variance of 1.6%. Charges for services from the Clerk and Recorder and Public Trustee offices totaled \$1.2 million. These charges were associated with motor vehicle fees and real estate transaction fees.

Actual expenditures were 12% lower than the final budget due in large part to capital projects that were budgeted in 2011, but not completed and operating savings by holding positions vacant. Incomplete projects will be carried over into the 2012 budget. Significant carryover projects include various parks projects and multiple drainage projects. Total carryover is estimated to be \$8.4 million.

CAPITAL ASSETS AND CERTIFICATES OF PARTICIPATION

Capital Assets. The County's investment in capital assets for its governmental and business-type activities as of December 31, 2011, amounts to \$735,571,362 (net of accumulated depreciation). This investment includes land, buildings and improvements, machinery and equipment, conservation easements, water rights, infrastructure, construction in progress, and software.

The total increase in the County's capital assets for 2011 was approximately 3.0% or \$21,583,344. The increase for the year was primarily the result of road and street improvements.

The following table provides capital asset totals by category for 2011 and 2010:

	Governmental Activities		Business- Type Activity		Total	
	2010	2011	2010	2011	2010	2011
Land	\$ 51,761,913	\$ 55,835,682	\$ 3,596,888	\$ 3,596,888	\$ 55,358,801	\$ 59,432,570
Art Collection	-	286,014	-	-	-	286,014
Buildings and Improvement	132,352,077	217,997,726	3,679,635	3,557,906	136,031,712	221,555,632
Machinery and Equipment	15,586,826	16,756,161	434,418	352,915	16,021,244	17,109,076
Conservation Easements	11,648,177	18,401,294	-	-	11,648,177	18,401,294
Infrastructure	359,732,689	383,677,783	243,113	230,743	359,975,802	383,908,526
Construction in Progress	133,299,809	33,462,309	-	-	133,299,809	33,462,309
Water Rights	711,347	711,347	-	-	711,347	711,347
Software	941,126	704,595	-	-	941,126	704,595
Total	\$ 706,033,964	\$ 727,832,911	\$ 7,954,054	\$ 7,738,452	\$ 713,988,018	\$ 735,571,363

Significant capital asset events occurred during the current fiscal year including the following:

- Construction continued on the Adams County Government Center in Brighton. In 2011, \$3 million was spent on furniture, equipment and land improvements. This new centralized facility has combined most of the administrative functions of the County. The county is planning a Phase II project for the combining of Human Services Department into one campus area. Phase I of the Government Center was completed in early 2011.
- Land purchased in previous years in the amount of \$3.6 million was moved from construction in progress to the active asset category.
- Approximately \$16 million was spent on construction of a railroad overpass and other improvements on Pecos Street between I-76 and 52nd Avenue. This is a multiyear project that was essentially completed in 2011. The county also continued work on Washington Street Phase III in 2011. Phase IV begins in 2012.

The County purchased several parcels of land in 2011. The significant purchases included:

- Purchase of the land required for Washington Street Improvements, \$105,000.
- Purchase of the land required for the Dupont Storm System improvements, \$81,000.
- Land for a planned future interchange at 120th and Highway 85, \$385,000.

Additional information on the County's capital assets can be found in Note 4-B on page 48 of the notes to the basic financial statements.

Certificates of Participation. The County has entered into four separate sale-leaseback transactions for the sale and subsequent repurchase of several existing County properties and one lease-leaseback transaction.

The 2003 transaction resulted in the sale-leaseback of the Adams County Service Center to provide financing for the purchase and remodel of the Western Service Center and the construction of the new Offices of the District Attorney. The 2008 transaction resulted in the sale-leaseback of four properties: the Offices of the District Attorney Building, the Sheriff and Coroner's Headquarters, the Western Service Center, and the Development Building. This provided financing for the construction of the Justice Center Expansion and the first phase of the new Government Center. The 2009 transaction resulted in the sale-leaseback of the Detention Facility to fund the construction of the Government Center. The 2009 B transaction resulted in the sale-leaseback of the Children and Family Services Center. This transaction refunded a sale-leaseback from 1999. The 2010 transaction was a lease-leaseback of a portion of the County's Justice Center. This provided funding for the construction of the Government Center.

At the end of the current year, the County's total certificates of participation outstanding totaled \$154,564,869, all of which are subject to an annual appropriation clause.

Additional information on the County's certificates of participation and long-term debt can be found in Note 4 - D.2 and Note 4 - E on pages 55 and 56 of notes to the basic financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The 2012 forecast for the Colorado economy is somewhat healthier than the national economic forecast according to the University of Colorado 2012 Economic Outlook. This is based primarily on stronger forecasted Colorado job creation, compared to the national level. This forecast should be understood in the context of total jobs lost since 2008. According to the University of Colorado, the state of Colorado added only one fifth of total jobs lost since 2008. Nevertheless, there is some optimism for jobs growth given Colorado's diverse employment, ranging from natural resources to the high-tech industry. Housing prices are expected to remain soft, which may mean that new housing starts remain limited contributing toward slow growth in property taxes in the near future. Property taxes are the county's single largest source of income after intergovernmental revenues for social service programs. Leading up to the 2012 budget process, the County projected a decrease of 3%, which drove the 3% total budget reduction directive for the 2012 budget. However, the final numbers driving the 2012 assessed valuation from the Assessor's Office were only down 0.92%. The county anticipates collecting a total of \$118 million in property tax revenue in 2012. The county allocates the property tax mill levy to the following funds: general fund 22.896 mills, road and bridge fund 1.300 mills, social services fund 2.353 mills and the developmentally disabled fund mill levy 0.257 mills.

The \$445.6 million budget for 2012 represents a one percent decrease compared to the original 2011 budget. This decrease is the result of cutting back on operating expenses including the elimination of 42 full-time, vacant positions in 2012. The budget includes a net spend down of fund balance of nearly \$8 million which includes fund balance uses from the general fund, social services fund, golf course fund, waste management fund and minor spend downs in some of the county's smaller funds.

Even though there was a reduction of 42 positions in the 2012 budget, two new part-time positions were added for maintenance of the new Government Center to be paid for with the county's sales tax. The District Attorney's office also added two new positions, and county administration is adding a deputy county administrator position and a grants writer position. Two other positions were added to create a Criminal Justice Coordinating Committee to help reduce the jail population and make the judicial process more efficient and less

costly for taxpayers. To advance the county's sustainability initiative, Adams County funded its sustainability coordinator position with general funds after grant funds expire.

For 2012, the county approved a one percent market adjustment for all employees. A two percent salary pool was also approved for a one-time, merit-based lump sum to help keep up with inflation and recognize employees as the county continues to do more with less. Adams County employees had not received a market adjustment since 2009.

Significant budget items include \$5.5 million for drainage projects and an associated community trail project for the Clay Street Drainage Outfall area. Also included in the 2012 adopted budget are \$1.2 million for the 2012 presidential election, \$200,000 for preliminary costs associated with 2012 construction of the Flat Rock Law Enforcement Training Facility and \$270,000 for the public outreach and transportation portions of Adams County's Comprehensive Plan.

Road and bridge projects for 2012 include \$3.7 million in regular maintenance of county roads, streets and bridges. The county also budgeted \$1 million in funding for Lowell Blvd. from Clear Creek to 62nd Ave. for road widening and pedestrian crossing improvements to the three existing railroad crossings.

Our constrained economy and its various effects, coupled with slow near-term growth projections and persistent high unemployment produce a challenging budget environment. Economic dynamics such as consecutive years of reductions in assessed valuation and remarkably low interest earnings have prompted county leadership to initiate a phased migration toward outcome based budgeting. The associated goal is to maximize efficient allocation of current limited resources in a way that projects a sustainable future regarding services for our citizens.

The County continues a disciplined adherence to fiscal policy ensuring maintenance of reserves that equip decision makers with the resources to successfully navigate the residual effects of the economic downturn and the perceived "new normal" economic conditions we face.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the County's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Director of Finance and Information Technology, Adams County Finance and Information Technology Department, 4430 South Adams County Parkway, 4th Floor, Suite C4000A, Brighton, CO 80601-8212

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Government-Wide Financial Statements

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ADAMS COUNTY, COLORADO
STATEMENT OF NET ASSETS
December 31, 2011

	Primary Government			Component Unit
	Governmental	Business-type	Total	Airport Authority
	Activities	Activity		
ASSETS:				
Cash and Investments	\$ 230,465,742	\$ 3,597,042	\$ 234,062,784	\$ 500,673
Taxes Receivables (Net of Allowance)	118,761,794	-	118,761,794	-
Accounts Receivables (Net of Allowance)	14,581,845	345	14,582,190	96,840
Notes Receivables (Net of Allowance)	455,055	-	-	-
Other Assets	97,323	-	97,323	-
Insurance Retainer	291,000	-	291,000	-
Internal Balances	11,742	(11,742)	-	-
Inventories	136,579	52,204	188,783	180,733
Prepays	187,576	-	187,576	41,423
Issuance Costs (Net of Accumulated Amortization)	1,430,551	-	1,430,551	-
Capital Assets (Net of Accumulated Depreciation):				
Land	55,835,682	3,596,888	59,432,570	7,162,023
Art Collection	286,014	-	286,014	-
Water Rights	711,347	-	711,347	-
Buildings and Improvements	217,997,727	3,557,906	221,555,633	4,947,050
Machinery and Equipment	16,756,161	352,915	17,109,076	853,025
Conservation Easements	18,401,294	-	18,401,294	-
Infrastructure	383,677,782	230,743	383,908,525	13,375,143
Construction in Progress	33,462,309	-	33,462,309	1,207,638
Software	704,595	-	704,595	-
Total Assets	<u>1,094,252,118</u>	<u>11,376,301</u>	<u>1,105,628,419</u>	<u>28,364,548</u>
LIABILITIES:				
Accounts and Retainage Payable	13,412,967	6,953	13,419,920	235,322
Accrued Payroll	77,728	-	77,728	18,554
Accrued Interest Payable	609,693	-	609,693	17,195
Deposits Payable	16,470	-	16,470	25,639
Unearned Revenue	118,857,874	-	118,857,874	39,027
Noncurrent Liabilities:				
Due Within One Year	11,300,560	-	11,300,560	408,813
Due In More Than One Year	169,552,870	-	169,552,870	1,088,620
Total Liabilities	<u>313,828,162</u>	<u>6,953</u>	<u>313,835,115</u>	<u>1,833,170</u>
NET ASSETS:				
Invested in Capital Assets, Net of Related Debt	592,522,933	7,738,452	600,261,385	26,174,212
Restricted for:				
TABOR	5,176,260	-	5,176,260	-
Sheriff Intelligence Funds	63,849	-	63,849	-
Public Land Dedications	484,923	-	484,923	-
Special Transit	460,328	-	460,328	-
Other	33,565,211	-	33,565,211	-
Unrestricted	148,150,452	3,630,896	151,781,348	357,166
Total Net Assets	<u>\$ 780,423,956</u>	<u>\$ 11,369,348</u>	<u>\$ 791,793,304</u>	<u>\$ 26,531,378</u>

The notes to the basic financial statements are an integral part of this statement.

ADAMS COUNTY, COLORADO
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2011

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets			
	Expenses	Fines and	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Unit
		Charges for Services			Governmental Activities	Business-type Activity	Total	Airport Authority
Primary Government:								
Governmental Activities:								
General Government	\$ 60,112,427	\$ 16,501,360	\$ 2,114,669	\$ 836,512	\$ (40,659,886)	\$ -	\$ (40,659,886)	\$ -
Public Safety	70,374,242	5,543,679	6,354,583	52,921	(58,423,059)	-	(58,423,059)	-
County Funded Human Services	3,244,279	-	-	-	(3,244,279)	-	(3,244,279)	-
Public Works	34,414,275	1,170,586	7,867,990	4,659,639	(20,716,060)	-	(20,716,060)	-
Culture and Recreation	3,815,451	742,717	-	-	(3,072,734)	-	(3,072,734)	-
Health and Welfare	189,256,037	-	173,872,725	-	(15,383,312)	-	(15,383,312)	-
Urban Housing and Redevelopment	3,983,241	-	4,305,932	-	322,691	-	322,691	-
Conservation of Natural Resources	12,258,504	69,245	1,184,090	7,494,134	(3,511,035)	-	(3,511,035)	-
Economic Opportunity	5,249,905	-	5,063,181	-	(186,724)	-	(186,724)	-
Interest Expense	7,141,671	-	-	-	(7,141,671)	-	(7,141,671)	-
Total Governmental Activities	389,850,032	24,027,587	200,763,170	13,043,206	(152,016,069)	-	(152,016,069)	-
Business-type Activity:								
Golf Course	2,472,748	2,823,117	-	-	-	350,369	350,369	-
Total Business-type Activity	2,472,748	2,823,117	-	-	-	350,369	350,369	-
Total Primary Government	\$ 392,322,780	\$ 26,850,704	\$ 200,763,170	\$ 13,043,206	\$ (152,016,069)	\$ 350,369	\$ (151,665,700)	\$ -
Component Unit:								
Airport Authority	4,849,632	2,274,407	1,196,166	807,751	-	-	-	(571,308)
Total Component Unit	\$ 4,849,632	\$ 2,274,407	\$ 1,196,166	\$ 807,751	\$ -	\$ -	\$ -	\$ (571,308)
General Revenues:								
Property Taxes					\$ 120,000,652	\$ -	\$ 120,000,652	\$ -
Sales Taxes					30,981,723	-	30,981,723	-
Specific Ownership Tax					7,932,610	-	7,932,610	-
Other Taxes					415,962	-	415,962	-
Unrestricted Investment Earnings					3,038,344	4,590	3,042,934	316
Miscellaneous					4,169,552	-	4,169,552	985,072
Transfers					340,000	(340,000)	-	-
Total General Revenues and Transfers					166,878,843	(335,410)	166,543,433	985,388
Change in Net Assets					14,862,774	14,959	14,877,733	414,080
Net Assets-Beginning (Restated)					765,561,182	11,354,389	776,915,571	26,117,298
Net Assets-Ending					\$ 780,423,956	\$ 11,369,348	\$ 791,793,304	\$ 26,531,378

The notes to the basic financial statements are an integral part of this statement.

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Fund Financial Statements

ADAMS COUNTY, COLORADO
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2011

	<u>General Fund</u>	<u>Road and Bridge Fund</u>	<u>Social Services Fund</u>	<u>Capital Facilities Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS:						
Cash and Investments	\$ 121,764,234	\$ 22,991,144	\$ 12,441,216	\$ 11,685,854	\$ 34,064,265	\$ 202,946,713
Receivables						
Taxes	101,438,858	5,759,544	10,424,774	-	1,138,618	118,761,794
Accounts	1,428,372	2,381,421	3,568,298	1,266,483	5,874,240	14,518,814
Notes Receivable					455,055	455,055
Other Assets	97,323	-	-	-	-	97,323
Interfund Receivable	2,100,488	757,950	-	31,587	419,312	3,309,337
Total Assets	<u>\$ 226,829,275</u>	<u>\$ 31,890,059</u>	<u>\$ 26,434,288</u>	<u>\$ 12,983,924</u>	<u>\$ 41,951,490</u>	<u>\$ 340,089,036</u>
LIABILITIES AND FUND BALANCES:						
Liabilities						
Accounts Payable	\$ 4,729,823	\$ 4,779,715	\$ 1,527,109	\$ 17,324	\$ 784,983	\$ 11,838,954
Retainage Payable	81,555	1,119,077	-	-	-	1,200,632
Accrued Payroll	77,051	-	-	-	677	77,728
Interfund Payable	2,241,159	-	343,249	314	1,738,940	4,323,662
Deposits Payable	-	-	-	-	1,550	1,550
Deferred Revenue	101,438,858	5,759,544	10,520,854	-	1,138,618	118,857,874
Total Liabilities	<u>108,568,446</u>	<u>11,658,336</u>	<u>12,391,212</u>	<u>17,638</u>	<u>3,664,768</u>	<u>136,300,400</u>
Fund Balances						
Restricted for:						
TABOR	5,176,260	-	-	-	-	5,176,260
Sheriff Intelligence Funds	63,849	-	-	-	-	63,849
Public Land Dedication	484,923	-	-	-	-	484,923
Long Term Debt Reserve	11,064,500	-	-	-	-	11,064,500
Special Transit	460,328	-	-	-	-	460,328
Other	-	-	3,901,032	-	29,664,179	33,565,211
Committed to:						
Economic Downturn	18,624,431	-	-	-	-	18,624,431
DIA Legal Fees	102,162	-	-	-	-	102,162
Reserve for Cash Flow	7,100,720	-	-	-	-	7,100,720
Vacation & Sick	12,721,582	-	-	-	-	12,721,582
Assigned for:						
Sheriff Projects	125,897	-	-	-	-	125,897
CSU Programs	31,492	-	-	-	-	31,492
Other	-	20,231,723	10,142,044	12,966,286	8,622,543	51,962,596
Unassigned	62,304,685	-	-	-	-	62,304,685
Total Fund Balance	<u>118,260,829</u>	<u>20,231,723</u>	<u>14,043,076</u>	<u>12,966,286</u>	<u>38,286,722</u>	<u>203,788,636</u>
Total Liabilities and Fund Balance	<u>\$ 226,829,275</u>	<u>\$ 31,890,059</u>	<u>\$ 26,434,288</u>	<u>\$ 12,983,924</u>	<u>\$ 41,951,490</u>	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:	719,054,438
Issuance costs are reported as expenditures in the governmental funds, but are shown as assets and amortized over the life of the related debt in the governmental activities:	1,430,551
Internal service funds are used by management to charge the costs of equipment service and insurance claims to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Assets:	31,975,664
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:	<u>(175,825,333)</u>

Net Assets of Governmental Activities \$ 780,423,956

The notes to the basic financial statements are an integral part of this statement.

ADAMS COUNTY, COLORADO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2011

	General Fund	Road and Bridge Fund	Social Services Fund	Capital Facilities Fund	Other Governmental Funds	Total Governmental Funds
REVENUES:						
Taxes	\$ 102,963,741	\$ 21,984,172	\$ 10,503,047	\$ 12,311,425	\$ 11,568,561	\$ 159,330,946
Licenses and Permits	729,941	23,517	-	-	-	753,458
Intergovernmental	8,943,652	14,707,261	168,552,561	-	15,279,756	207,483,230
Program Income	-	-	-	-	1,153,693	1,153,693
Charges for Services	22,343,420	492,103	-	-	438,606	23,274,129
Interest Earnings	2,983,462	1,108	-	19,335	34,439	3,038,344
Miscellaneous	3,834,973	22,335	-	-	369,201	4,226,509
Total Revenues	<u>141,799,189</u>	<u>37,230,496</u>	<u>179,055,608</u>	<u>12,330,760</u>	<u>28,844,256</u>	<u>399,260,309</u>
EXPENDITURES:						
Current Expenditures						
General Government	53,743,761	-	-	922,583	245,358	54,911,702
Public Works	2,452,523	22,631,610	-	-	-	25,084,133
Public Safety	65,222,597	-	-	-	-	65,222,597
County Funded Human Services	3,244,279	-	-	-	-	3,244,279
Health and Welfare	-	-	181,679,533	-	6,362,614	188,042,147
Culture and Recreation	3,220,777	-	-	-	-	3,220,777
Economic Opportunity	109,282	-	-	-	5,010,853	5,120,135
Urban Housing and Redevelopment	-	-	-	-	3,973,099	3,973,099
Conservation of Natural Resources	494,015	-	-	-	11,625,279	12,119,294
Debt Service						
Principal	6,796,777	-	-	-	-	6,796,777
Interest	7,158,834	-	-	-	-	7,158,834
Capital Outlay	6,240,902	25,981,591	-	3,026,487	560,782	35,809,762
Total Expenditures	<u>148,683,747</u>	<u>48,613,201</u>	<u>181,679,533</u>	<u>3,949,070</u>	<u>27,777,985</u>	<u>410,703,536</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,884,558)	(11,382,705)	(2,623,925)	8,381,690	1,066,271	(11,443,227)
Other Financing Sources (Uses)						
Transfers In	13,297,280	609,743	-	-	1,181,543	15,088,566
Transfers Out	-	-	(250,487)	(11,985,842)	(1,896,251)	(14,132,580)
Loan Proceeds	-	-	-	-	1,999,930	1,999,930
Total Other Financing Sources (Uses)	<u>13,297,280</u>	<u>609,743</u>	<u>(250,487)</u>	<u>(11,985,842)</u>	<u>1,285,222</u>	<u>2,955,916</u>
Net Change in Fund Balances	6,412,722	(10,772,962)	(2,874,412)	(3,604,152)	2,351,493	(8,487,311)
Fund Balances, Beginning of Year (Restated)	<u>111,848,107</u>	<u>31,004,685</u>	<u>16,917,488</u>	<u>16,570,438</u>	<u>35,935,229</u>	<u>212,275,947</u>
Fund Balances, End of Year	<u>\$ 118,260,829</u>	<u>\$ 20,231,723</u>	<u>\$ 14,043,076</u>	<u>\$ 12,966,286</u>	<u>\$ 38,286,722</u>	<u>\$ 203,788,636</u>

The notes to the basic financial statements are an integral part of this statement.

ADAMS COUNTY, COLORADO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2011

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

Net change in fund balances - total governmental funds	\$	(8,487,311)
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation in the current period.		16,019,931
Governmental funds report issuance costs as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their terms and reported as amortization expense. This is the amortization expense in the current period.		(138,909)
The net effect of various miscellaneous transactions involving capital assets (i.e. sales, disposals, and donations) is to increase net assets.		7,611,347
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.		(1,200,441)
The net loss in the internal service funds is reported with governmental activities.		(92,762)
Governmental funds report revenue that was received in the current year. However, in the Statement of Activities, the revenue was applied to grant revenue in the previous year.		(3,645,928)
Governmental funds report debt proceeds as a financing source. The Statement of Activities converts these current financial resources to a long-term payable.		(1,999,930)
Governmental funds reported principle payment of certificates of participation as expenditures. However, in the Statement of Activities, the costs are applied to the long-term liability accounts and therefore are not reported as expenditures in governmental funds.		<u>6,796,777</u>
Change in net assets of governmental activities	\$	<u>14,862,774</u>

The notes to the basic financial statements are an integral part of this statement.

ADAMS COUNTY, COLORADO
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
December 31, 2011

	Business-type Activities Enterprise Fund	Governmental Activities
	Golf Course Fund	Internal Service Funds
ASSETS:		
Current Assets		
Cash and Cash Equivalents	\$ 3,597,042	\$ 27,519,029
Accounts Receivable	345	63,031
Prepaid	-	187,576
Insurance Retainer	-	291,000
Interfund Receivable	-	1,642,053
Inventory	52,204	136,579
Total Current Assets	3,649,591	29,839,268
Capital Assets		
Land	3,596,888	-
Land Improvements	743,377	-
Buildings	4,484,659	-
Improvements Other than Buildings	1,676,864	338,887
Machinery and Equipment	1,826,592	24,686,560
Infrastructure	319,983	-
Accumulated Depreciation	(4,909,911)	(16,246,974)
Total Capital Assets	7,738,452	8,778,473
Total Assets	11,388,043	38,617,741
LIABILITIES:		
Current Liabilities		
Accounts Payable	\$ 6,953	\$ 373,381
Deposits Payable	-	14,920
Compensated Absences	-	147,445
Interfund Payable	11,742	615,986
Claims Payable-Current	-	3,349,021
Total Current Liabilities	18,695	4,500,753
Long-term Liabilities		
Claims Payable-Workers' Comp.	-	1,072,727
Claims Payable-General Liability	-	1,068,597
Total Long-term Liabilities	-	2,141,324
Total Liabilities	18,695	6,642,077
NET ASSETS:		
Invested in Capital Assets	7,738,452	8,778,473
Unrestricted	3,630,896	23,197,191
Total Net Assets	\$ 11,369,348	\$ 31,975,664

The notes to the basic financial statements are an integral part of this statement.

ADAMS COUNTY, COLORADO
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
For the Year Ended December 31, 2011

	Business-type Activities Enterprise Fund Golf Course Fund	Governmental Activities Internal Service Funds
OPERATING REVENUES:		
Charges for Sales and Services		
Equipment Rental Fees	\$ -	\$ 7,703,875
Insurance Premiums-Medical/Dental	-	12,449,709
Insurance Premiums-General Liability	-	1,478,570
Insurance Premiums-Workers' Compensation	-	665,359
Insurance Premiums-Unemployment	-	75,000
Insurance Premiums-Administration	-	1,746
Insurance-Recovery of Losses	21,254	57,887
Charges for Services	2,619,646	-
Miscellaneous	182,217	63,383
Total Operating Revenues	2,823,117	22,495,529
OPERATING EXPENSES:		
Salaries and Fringe Benefits	-	1,592,463
Contract Labor	1,021,744	-
Insurance Claims	-	12,873,514
Insurance Premiums	87,748	1,977,472
Operating Supplies	5,914	67,192
Travel and Training	6,681	9,834
Minor Supplies and Equipment	234,448	2,649,377
Licenses and Fees	-	2,675
Utilities	182,802	57,303
Repairs and Maintenance	162,375	161,911
Professional Fees	202,450	157,805
Rental Expense	4,420	42,354
Cost of Sales	134,374	-
Other	76,761	7,342
Depreciation	353,031	2,692,007
Total Operating Expenses	2,472,748	22,291,249
Operating Income	350,369	204,280
NONOPERATING REVENUES:		
Interest Earnings	4,590	-
Gain on Sale of Capital Assets	-	318,944
Total Nonoperating Revenues	4,590	318,944
Income before Contributions and Transfers	354,959	523,224
Transfers Out	(340,000)	(615,986)
Change in Net Assets	14,959	(92,762)
Total Net Assets-Beginning	11,354,389	32,068,426
Total Net Assets-Ending	\$ 11,369,348	\$ 31,975,664

The notes to the basic financial statements are an integral part of this statement.

ADAMS COUNTY, COLORADO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended December 31, 2011

	Business-type Activities Enterprise Funds Golf Course Fund	Governmental Activities Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from Customers	\$ 2,823,400	\$ 20,860,854
Cash Payments to Suppliers for Goods and Services	(2,137,226)	(17,603,953)
Cash Payments to Employees for Services	-	(1,580,873)
Net Cash Provided by Operating Activities	686,174	1,676,028
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Interfund Transfer	(340,000)	(615,986)
Net Cash Used by Noncapital and Related Financing Activities	(340,000)	(615,986)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Acquisition/Construction of Capital Assets	(137,429)	(905,521)
Proceeds from Sale of Property	-	351,449
Net Cash Used by Capital and Related Financing Activities	(137,429)	(554,072)
CASH FLOW FROM INVESTING ACTIVITIES:		
Interest Earnings	4,590	-
Net Cash Provided by Investing Activities	4,590	-
Net Increase in Cash and Cash Equivalents	213,335	505,970
Cash and Cash Equivalents, Beginning	3,383,707	27,013,059
Cash and Cash Equivalents, Ending	\$ 3,597,042	\$ 27,519,029
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:		
Operating Income	\$ 350,369	\$ 204,280
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:		
Depreciation	353,031	2,692,007
(Increase) Decrease in Accounts Receivable	282	27,416
(Increase) Decrease in Inventories	(1,966)	(24,627)
(Increase) Decrease in Interfund Receivable	-	(1,642,053)
Increase (Decrease) in Prepaids	-	(20,038)
Increase (Decrease) in Accounts Payable	(27,284)	(306,103)
Increase (Decrease) in Claims Payable-Current	-	(161,521)
Increase (Decrease) in Interfund Payable	11,742	615,986
Increase (Decrease) in Accrued Vacation and Sick Leave	-	11,590
Increase (Decrease) in Deposits Payable	-	7,548
Increase (Decrease) in Claims Payable-Long Term	-	271,543
Total Adjustments	335,805	1,471,748
Net Cash Provided by Operating Activities	\$ 686,174	\$ 1,676,028

The notes to the basic financial statements are an integral part of this statement.

ADAMS COUNTY, COLORADO
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
December 31, 2011

	<u>Agency Funds</u>
ASSETS:	
Cash and Investments	\$ 14,161,044
Total Assets	<u>14,161,044</u>
LIABILITIES:	
Due to:	
Other Governments	13,564,703
Others	<u>596,341</u>
Total Liabilities	<u>\$ 14,161,044</u>

The notes to the basic financial statements are an integral part of this statement.

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Notes to the Basic Financial Statements

ADAMS COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011

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ADAMS COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Adams County, Colorado (the County) is presented to assist in understanding the County's financial statements. The financial statements and notes are the responsibility of the County's management. These accounting policies conform to generally accepted accounting principles (GAAP) as applied to government units, and have been consistently applied in the preparation of the financial statements. The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates. The following is a summary of the significant accounting policies of the County.

A. FINANCIAL REPORTING ENTITY

The County is a municipal corporation and a political subdivision of the State of Colorado. The County is governed by an elected three-member Board of County Commissioners. The Board of County Commissioners exercises budgetary authority over all activities of the primary government. The primary government of the County includes the activities of seven other elected officials (the Assessor, Clerk and Recorder, Coroner, District Attorney, Treasurer, Surveyor, and Sheriff). The financial transactions of these Offices are recorded in the General Fund. The primary government also includes the activities of the Public Trustee, whom is appointed by the Governor. Public Trustee fees and related operating expenses are recorded in the General Fund.

As required by GAAP, the financial statements present the financial activities of the County and its component units. Component units are legally separate entities for which the County is considered to be financially accountable. Blended component units, though legally separate entities, are also part of the County's operations. Data from these units is combined with that of the primary government. Conversely, each discretely presented component unit is reported in a separate column in the government-wide financial statements, to emphasize that it is legally separated from the primary government. All component units have a December 31 year-end.

Blended component unit. The Adams County Building Authority, formed in 1975 as a non-profit corporation under Section 501(c)(4) of the Internal Revenue Code, exists solely to acquire real estate for lease to the County. The County is financially accountable for the activities of the Building Authority and its assets are reflected in the County's capital assets.

Discretely presented component unit. The Front Range Airport Authority (FRAA) is a governmental organization formed by Adams County pursuant to Section 41-3-104 of the Colorado Revised Statutes for the purpose of developing and operating the Front Range Airport. The County is responsible for the creation of the FRAA, has influence over its operations, and is financially committed to contribute annually toward airport operating expenses. The FRAA is run by a five-member board which includes the three Adams County Commissioners.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

FRAA is reported as a discretely presented component unit and is reflected as such in the County's government-wide Statement of Net Assets and Statement of Activities.

FRAA issues separate financial statements that may be obtained from their office at 5200 Front Range Parkway, Watkins, Colorado 80137.

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The 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 and its component units. The effect of interfund activity has been removed from these statements for the most part. Governmental activities normally supported by taxes and intergovernmental revenues are reported separately from business-type activities, which are supported primarily by fees and charges for services. As discussed above, the primary government is also reported separately from certain legally separate component units for which the County is financially accountable.

The Statement of Net Assets presents the County's non-fiduciary assets and liabilities, with the difference reported as net assets. Net assets are reported in three categories:

Invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds, notes and other debt that are attributed to the acquisition, construction, or improvement of those assets.

Restricted net assets result when constraints placed on use of net assets are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provision.

Unrestricted net assets consist of net assets which do not meet the definition of the two preceding categories. Unrestricted net assets are often designated to indicate that management does not consider them to be available for general operations. Unrestricted net assets often have constraints on resources that are imposed by management, but may still be removed or modified.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable within a specific function. Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services or privileges provided; 2) operating grants and contributions; and 3) capital grants and contributions. When identifying to which function a program revenue pertains, the determining factor for charges for services is which function generates that revenue. For grants and contributions, the determining factor is to which function the revenue is restricted. Internally dedicated resources are reported as general revenues rather than as program revenues. Taxes and other items not meeting the definition of program revenues are instead reported as general revenues.

For the most part, the effect of interfund activity has been eliminated from the government-wide financial statements. The exception to this general rule is the interfund charges between the Golf Course Fund and the General Fund. Elimination of these interfund activities would distort the direct costs reported.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported in separate columns in the fund financial statements, with non-major funds being combined into a single column.

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 proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are reported as a receivable and deferred revenue when earned and as revenue upon collection in the following year. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. The agency funds also use the accrual basis of accounting.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989 are generally followed in both the government-wide and proprietary fund financial statements, to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources, as they are needed.

Governmental fund financial statements use the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period, generally not to exceed 60 days. Revenues from taxes, grants, licenses and interest associated with the current fiscal period are considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County. Expenditures are generally recorded when the related fund liability is incurred. Exceptions to the general rule include: 1) accumulated unpaid vacation and sick leave pay and 2) principal and interest on long-term debt, which is recognized when due.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (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 general government, except for those required to be accounted for in another fund.

The Road and Bridge Fund reflects costs related to County road and bridge construction and maintenance, with the exception of engineering costs that are recorded in the General Fund. The major revenue source is property taxes.

The Social Services Fund accounts for the many federal and state public welfare programs administered by the County.

The Capital Facilities Fund is used to account for the construction of major County facilities. A temporary sales tax of one-half of one percent is used to finance construction projects.

The County reports the following major proprietary fund:

The Golf Course Fund accounts for activities of the Riverdale Golf Courses.

Additionally, the County reports the following fund types:

Internal service funds account for the financing of goods and services provided by one department or agency to other departments of the County on a cost reimbursement basis. The internal service funds of the County are the Equipment Service Fund and the Insurance Claims Fund.

Agency Funds account for assets held by the County as an agent for individuals, private organizations, other governments and/or other funds. The primary purpose of the Treasurer's agency fund is to collect and distribute property tax revenue to other governments and funds within the County. The Public Trustee's agency fund collects fees pertaining to deeds of trust transactions.

D. ASSETS, LIABILITIES, AND NET ASSETS OR FUND BALANCE

1. DEPOSITS AND INVESTMENTS

The County and its includable entities maintain demand deposits, savings accounts, certificates of deposit, and other permitted investments with a variety of financial institutions. Deposits and investments are displayed on the statement of net assets as cash and investments. Deposits and investments of the Front Range Airport Authority and Public Trustee are held separately from those of other County funds. Investments are stated at fair value.

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, money market accounts and short-term investments with original maturities of three months or less from the date of acquisition. County funds are invested by the Treasurer in accordance with the Public Deposit Protection Act of 1975 and other state statutes.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. RECEIVABLES AND PAYABLES

Activity between funds that is representative of lending/borrowing arrangements and is outstanding at the end of the fiscal year is referred to as "interfund receivable/payable." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Property taxes attach as an enforceable lien on property January 1 and are levied the following January 1. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. Taxes become delinquent June 16.

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

Accounts receivable and property taxes receivable are shown net of allowance for uncollectibles. The property tax receivable allowance for uncollectibles is equal to 0.35% of outstanding property taxes at December 31, 2011.

3. INVENTORIES AND PREPAID ITEMS

On the government-wide statements, inventories are presented at cost on a first-in, first-out basis and are expensed when used. On the fund financial statements, inventories of governmental funds and proprietary funds are stated at cost. For all funds, cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased. Inventories of the proprietary funds are expensed when consumed. A change in accounting principle in the method of accounting for inventories in the Road and Bridge Fund was effective January 1, 2011. Inventory is no longer categorized as an asset since there are no longer significant accumulations of inventory items. This resulted in a beginning fund balance adjustment of \$549,229 to the Road and Bridge Fund.

For the government-wide statements and the fund statements, any payments made to vendors for services that will benefit periods beyond December 31 are recorded as prepaid items using the consumption method, by recording an asset for the prepaid amount and reflecting the expenditure in the year in which the services are consumed.

4. RESTRICTED NET ASSETS

Certain resources of the County have been set aside due to externally enforceable legal purpose restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments; or through constitutional provisions or enabling legislation. These restricted net assets are clearly identified in the government-wide Statement of Net Assets.

Restricted for TABOR – An amount of \$5,176,260 is restricted for the purpose of compliance with the requirements of the Taxpayer's Bill of Rights amendment to the Constitution of the State of Colorado,

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Amendment 1 to Article X, Section 20. See Note 3A – Legal Compliance, TABOR Amendment for additional information.

Restricted for Sheriff Intelligence Funds – Pursuant to Colorado Revised Statute 16-13-701 and 16-13-702 forfeited property shall be segregated from general funds. Funds held can only be expended upon approval by an appointed committee created. The current balance is \$63,849.

Restricted for Public Land Dedications – Adams County Board of County Commissioners has adopted development standards as provided in the Colorado Constitution and the Colorado Revised Statutes, as amended. These statutes provide for setting aside fees paid by developers for the purpose of protecting and promoting public health, safety and general welfare of the County. The restricted amount at year end is \$484,923.

Restricted for Special Transit – \$460,328 is restricted by virtue of contractual agreements between the cities in Adams County. Contributions by the cities must be used for the purpose of providing community transit services.

Restricted Other – Other restrictions totaling \$33,565,211 consist of:

IV-E Program – This restriction of \$3,901,032 reserves excess Title IV-E money distributed to Services for child welfare purposes.

Conservation Trust Fund – Funding restricted by the State of Colorado for the purpose of acquiring, developing and maintaining parks and trails in the amount of \$1,661,814.

Hazardous Waste – Restriction of \$1,285,433 of the fund balance in the Waste Management Fund for unforeseen contingencies pertaining to hazardous waste management by the County pursuant to Colorado Revised Statutes 25-15-214; 2% of the annual fees received by the County from waste disposal shall be set aside for the purpose of funding the increased services required in the County by the hazardous waste disposal site.

Open Space Sales Tax – An amount of \$22,260,923 is restricted pursuant to voter authorizations in 1999 and 2004 to use sales tax revenue for specific projects. Additional information regarding the projects can be found in Note 9 - Other Information.

DIA Mitigation – Pursuant to Judicial Order disbursing funds under Case Number 01-CV-558 in the matter of Board of County Commissioners of Adams County v City and County of Denver, April 21, 2003, monies have been segregated and must be used for the purpose of reimbursing Adams County property owners for mitigation of air noise at Denver International Airport. The balance at 12/31/11 is \$1,392,949.

Grant Funds – Community Development Block Grant Fund, Headstart Fund, Community Services Block Grant Fund & Workforce and Business Center Fund Workforce and Business Center Fund are fully supported by grantors and the fund balance must be restricted for the uses as specified by the grantor. A total of \$3,063,060 is restricted for these purposes.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

5. CAPITAL ASSETS

The County’s capital assets include land, buildings and improvements, machinery and equipment, software, conservation easements, water rights, infrastructure purchased or constructed after 1980, and construction-in-progress. Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements, and in the proprietary funds in the fund financial statements.

The County defines a capital asset as an asset with an expected useful life of more than one year. The capitalization thresholds for the assets of governmental activities are as follows:

Asset	Threshold
Buildings	\$ 50,000
Improvements	\$ 50,000
Infrastructure	\$ 50,000
Machinery and Equipment	\$ 5,000
Software	\$ 5,000

The capitalization thresholds for assets of the business-type activity of the County (the Golf Course Fund) are as follows:

Asset	Threshold
Buildings	\$ 2,500
Improvements	\$ 2,500
Infrastructure	\$ 2,500
Machinery and Equipment	\$ 2,500
Software	\$ 2,500

All County land, conservation easements, and water rights are capitalized regardless of cost.

Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the estimated fair value at the date of donation.

An expenditure that does not increase the capacity, efficiency, effectiveness, or useful life of an existing capital asset, or an expenditure that only serves to restore an existing capital asset to its normal working condition, is recorded as a repair and maintenance expense and is not capitalized.

Interest incurred during the construction phase of the capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital assets of the governmental and business-type activities are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset</u>	<u>Years</u>
Buildings and Components	15 to 40
Improvements	10 to 25
Infrastructure	20 to 60
Machinery and Equipment	3 to 20
Software	3 to 5

Land, conservation easements, and water rights assets are non-depreciable.

6. DEFERRED REVENUES

Deferred revenues include property taxes that are levied for a subsequent period and grant revenues that have been collected but corresponding expenditures have not been incurred. Grant receivables not available at year-end are deferred in the governmental fund financial statements.

7. CLAIMS LIABILITIES

The County's claims liabilities are based on estimates of the ultimate cost of claims (including unallocated loss adjustment expenses) that have been reported but not settled. Also included are estimates for claims incurred but not reported. Estimated amounts to be recovered under excess coverage insurance are deducted from the liability for unpaid claims.

The projected claims liabilities are estimates used by management and provided by third party administrators who have issued reports for the workers' compensation, general liability, dental, and health programs, and as such are subject to variability. This potential for variability is due to the fact that not all of the factors affecting the projections have taken place and cannot be evaluated with certainty. These factors include, but are not limited to, potential tort reform, future inflation, future judicial proceedings, and future jury awards.

Management's projections are based upon the County's historical experience. County management has not anticipated any extraordinary changes in the various factors that might affect the future costs of claims. County management uses methods that it believes produce reasonable results given current information. Claims liabilities are recomputed periodically using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claims frequency, and other economic and social factors. Claims liabilities are not discounted.

8. COMPENSATED ABSENCES

County employees accumulate vacation and sick leave to a maximum amount which is dependent on a combination of months of service and the employment status of permanent part-time or full-time. Temporary employees do not accumulate vacation and sick leave. In governmental funds, accumulated

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

unpaid vacation and sick leave will not generally be paid with expendable and available financial resources. Therefore, these liabilities are being reported on the government-wide financial statements and the expenditures are reported at the fund level only when due.

9. LONG-TERM LIABILITIES

In the government-wide financial statements, and in proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type on the statement of net assets. Debt premiums, discounts, refunding losses, and issuance costs are deferred and amortized over the life of the related debt. In the governmental fund statements, the face amount, premiums, and discounts of the debt are reported as other financing sources. Issuance costs are reported as debt service expenditures.

10. CONTINGENT LIABILITIES

At December 31, 2011, the County is a defendant in lawsuits that allege negligence, deprivation of civil rights, and/or racial or sexual discrimination, personal injury, property damage, and other miscellaneous claims. The outcome of these matters is currently unknown.

Under the Colorado Revised Statutes 13-60-101 and 24-10-113, should the courts sustain any of the litigation against the County, the County may levy sufficient ad valorem property taxes to cover any resulting expenditures not anticipated in the current year. This tax levy is limited to ten mills per year.

The County participates in several federally-assisted grant programs, such as the Community Services Block Grant, Community Development Block Grant, Head Start, Social Services grant flow-through, and the Workforce Investment Act. The determination of the eligibility of the recipients of these federally-assisted programs is made internally. All programs and eligibility determinations are subject to program compliance reviews by the grantors or their representatives. The amount, if any, of expenditures that may be disallowed by the granting agencies is not determinable at this time, although the County expects such amounts, if any, should not materially affect the financial statements.

At December 31, 2011, the County has entered into tax rebate incentive contracts with numerous businesses operating in the County. Currently, contracts total an estimated amount of \$2.8 million for the years 2012 to 2017.

11. FUND BALANCES

The Governmental Accounting Standards Board (GASB) has issued Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions (GASB 54). This Statement defines the different types of fund balances that a governmental entity must use for financial reporting purposes. Per GASB 54, as of December 31, 2011, fund balances of the governmental funds are classified as follows:

Nonspendable – amounts that cannot be spent either because they are not spendable in form or because they are legally or contractually required to be maintained intact.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Restricted – amounts that are subject to externally enforceable legal purpose restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments; or through constitutional provisions or enabling legislation.

Committed – amounts that are subject to a purpose constraint imposed by a formal action of the Board. The Board is the highest level of decision-making authority for the County. Commitments may be established, modified or rescinded only through resolutions approved by the Board.

Assigned – amounts that are subject to a purpose constraint that represents an intended use, but does not meet the criteria to be classified as restricted or committed. The purpose of the assignment must be narrower than the purpose of the General Fund, and in funds other than the General Fund, assigned fund balance represents the residual amount of fund balance.

Unassigned – represents the residual classification for the General Fund and could report a surplus or deficit.

The details of the fund balances are included in the Governmental Funds Balance Sheet. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the County considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned or unassigned fund balances are available, the County considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board has provided otherwise in its commitment or assignment actions.

The County reports the following restrictions of fund balance:

Restricted for TABOR – An amount of \$5,176,260 is restricted for the purpose of compliance with the requirements of the Taxpayer’s Bill of Rights amendment to the Constitution of the State of Colorado, Amendment 1 to Article X, Section 20. See Note 3A – Legal Compliance, TABOR Amendment for additional information.

Restricted for Sheriff Intelligence Funds – Pursuant to Colorado Revised Statute 16-13-701 and 16-13-702 forfeited property shall be segregated from general funds. Funds held can only be expended upon approval by an appointed committee created. The current balance is \$63,849.

Restricted for Public Land Dedications – Adams County Board of County Commissioners has adopted development standards as provided in the Colorado Constitution and the Colorado Revised Statutes, as amended. These statutes provide for setting aside fees paid by developers for the purpose of protecting and promoting public health, safety and general welfare of the County. The restricted amount year end is \$484,923.

Long Term Debt Reserve – This restriction in the General Fund identifies monies required by bond indenture documents to be held in reserve for future payments on certificates of participation. A total of \$11,064,500 is reserved for future debt payments - \$10,500,000 for the 2009 certificate of participation and \$564,500 for the 2009 B certificate of participation.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Restricted for Special Transit – \$460,328 is restricted by virtue of contractual agreements between the cities in Adams County. Contributions by the cities must be used for the purpose of providing community transit services.

Restricted Other – Other restrictions totaling \$27,239,028 consist of:

IV-E Program – This restriction of \$3,901,032 reserves excess Title IV-E money distributed to Services for child welfare purposes.

Conservation Trust Fund – Funding restricted by the State of Colorado for the purpose of acquiring, developing and maintaining parks and trails in the amount of \$1,661,814.

Hazardous Waste – Restriction of \$1,285,433 of the fund balance in the Waste Management Fund for unforeseen contingencies pertaining to hazardous waste management by the County pursuant to Colorado Revised Statutes 25-15-214; 2% of the annual fees received by the County from waste disposal shall be set aside for the purpose of funding the increased services required in the County by the hazardous waste disposal site.

Open Space Sales Tax – An amount of \$22,260,923 is restricted pursuant to voter authorizations in 1999 and 2004 to use sales tax revenue for specific projects. Additional information regarding the projects can be found in Note 9 - Other Information.

DIA Mitigation – Pursuant to Judicial Order disbursing funds under Case Number 01-CV-558 in the matter of Board of County Commissioners of Adams County v City and County of Denver, April 21, 2003, monies have been segregated and must be used for the purpose of reimbursing Adams County property owners for mitigation of air noise at Denver International Airport. The balance at 12/31/11 is \$1,392,949.

Grant Funds – Community Development Block Grant Fund, Headstart Fund, and Workforce and Business Center Fund are fully supported by grantors and the fund balance must be restricted for the uses as specified by the grantor. A total of \$3,063,060 is restricted for these purposes.

The County reports the following commitments of fund balance as resolved by the Adams County Board of County Commissioners:

Economic Downturn -- For the purpose of setting aside funds in the event of a serious economic downturn defined as a property tax revenue decline of 10% or more the Board has committed \$18,624,431 for this purpose.

DIA Legal Fees -- An amount of \$102,162 segregates a portion of fund balance in the General Fund for monies received from the City and County of Denver from the settlement of the Denver International Airport noise mitigation lawsuit. These funds can be used for outside legal services required in connection with DIA noise mitigation matters.

Reserve for Cash Flow – For the purpose of maintaining a fund balance that would provide adequate cash flow to fund expenditures until property taxes are received in the first half of the following year, the amount of commitment is \$7,100,720.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Vacation and Sick – Employees have accrued benefits in the amount of \$12,721,582. The accruals are based on Adams County vacation and sick leave policies.

Governmental funds also report assignments of fund balances that represent tentative management plans that are subject to change. They are not legally required segregations. The County reports the following assignments in the General Fund totaling \$157,389 in 2011:

Sheriff Projects -- Include Range Fees totaling \$91,989 for improvements to the Range Training Facility and \$33,908 to be used for various community support programs.

CSU programs – A total of \$31,492 is set aside for the purpose of funding activities of the Colorado State University Extension Office.

Other assignments are specific to the purpose of the special revenue funds. The total amount of these assignments is \$51,962,596.

12. NET ASSETS

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND BALANCE SHEET AND THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS

The governmental funds balance sheet includes a reconciliation between fund balance – total governmental funds, and net assets – governmental activities, as reported in the government-wide statement of net assets. One element of that reconciliation explains, “long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.” The detail of this (\$175,825,333) difference is as follows:

Certificates of Participation Principal Payable	\$ (154,564,869)
Certificates of Participation Interest Payable	(609,693)
Bond Refunding and Premium	(411,796)
Section 108 Loan Payable	(1,999,930)
Net Other Post Employment Benefits Obligation	(5,664,908)
Compensated Absences	<u>(12,574,137)</u>
Net adjustment to reduce fund balance - total government funds to arrive at net assets - governmental funds	<u>\$ (175,825,333)</u>

B. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES AND THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES

The governmental funds statement of revenues, expenditures and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains, “Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The detail of this \$16,019,930 difference is as follows:

Capital Outlay	\$ 35,809,762
Depreciation Expense	<u>(19,789,832)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 16,019,930</u>

The reconciliation also includes a reduction in the amount of (\$138,909) which represents the amount by which amortization of issuance costs exceeds issuance costs in the period. The detail of this item is:

Amortization of Issuance Cost	\$ (138,909)
Net adjustment is to decrease change in fund balance	<u>\$ (138,909)</u>

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)

Another element of the reconciliation states, “The net effect of various miscellaneous transactions involving capital assets is to decrease net assets. The detail of this \$7,611,347 follows:

Capital Asset Donations/Contributions	\$ 8,711,798
Prior Year Construction In Progress Written Off	(677,491)
Net Book Value of Disposed Assets	<u>(422,960)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 7,611,347</u>

The reconciliation also states, “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.” The detail of this (\$1,200,442) difference is as follows:

Compensated Absences	\$ 298,284
Net Other Post Employment Benefits Obligation	(1,522,516)
Accrued Interest	17,163
Refunding Amortization	(40,000)
Premium Amortization	<u>\$ 46,627</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ (1,200,442)</u>

NOTE 3. LEGAL COMPLIANCE

A. TABOR AMENDMENT

In November 1992, the voters of the State of Colorado approved Amendment I to Article X, Section 20, of the State Constitution. This amendment is popularly known as the TABOR (**T**axpayer’s **B**ill **O**f **R**ights) Amendment. The TABOR amendment limits growth in both state and local government expenditures and revenues. Annual local government expenditure and revenue increases are limited to inflation in the prior calendar year plus annual local growth. In order to increase revenues and/or expenditures above the limitations, to increase any taxes, to increase the mill levy, or to increase bonded debt, a local government must first obtain voter approval in an election held for such purposes annually in November.

The policy of the County is to take into consideration all the provisions of the TABOR Amendment and to fully comply with the amendment, as well as assure that the County is able to continue to provide a cost-effective delivery of services, facilities, and programs to all County residents. In November 2002, the County obtained voter approval to keep and spend all revenues it receives from current tax rates and other revenues generated by the County beginning in 2003. With this permission, the County no longer has revenue or spending limitations. However, the County still must ask for voter approval to increase tax rates and issue bonded debt. The County will continue to reserve 3% of fiscal year spending as required by TABOR.

NOTE 4. DETAILED NOTES ON ALL FUNDS

A. CASH AND INVESTMENTS

Cash and investments at December 31, 2011, consisted of the following:

Deposits	\$ 92,103,608
Cash on Hand	30,334
Investments	<u>156,089,886</u>
Total	<u>\$ 248,223,828</u>

Cash and investments at December 31, 2011 reported in government-wide and agency funds consisted of the following:

Government-wide	
Cash and Investments	\$ 234,062,784
Agency Funds	<u>14,161,044</u>
Total	<u>\$ 248,223,828</u>

1. DEPOSITS

The Colorado Public Deposit Protection Act (PDPA) requires that all local governments deposit cash in eligible public depositories. Eligibility is determined by state regulations. The State regulatory commissioners regulate the eligible public depositories. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institutions to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits.

2. INVESTMENTS

The County is required to comply with State statutes which specify investment instruments meeting defined rating, maturity, and concentration risk criteria in which local governments may invest, which include the following. State statute does not address custodial credit risk.

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

The County has no investment policy that would further limit its investment choices.

NOTE 4. DETAILED NOTES ON ALL FUNDS (CONTINUED)

At December 31, 2011, the County had the following investments:

	S & P Rating	Investment Maturities		Fair Value	Percent of Investments
		Less than 1 Year	1-5 years		
Local Government Investment Pools	AAAm	\$ 47,527,680	\$ -	\$ 47,527,680	30.45%
U.S. Agency Securities:					
FNMA	AA+	-	29,200,224	29,200,224	18.71%
FHLMC	AA+	-	19,023,220	19,023,220	12.19%
FHLB	AA+	-	26,121,010	26,121,010	16.72%
FFCB	AA+	-	10,029,270	10,029,270	6.43%
Gen Electric Capital Co. Note	AA+	-	5,074,850	5,074,850	3.25%
Wells Fargo Advantage Government Money Market Funds	AAAm	11,064,500	-	11,064,500	7.09%
Repurchase agreements	Not rated	8,049,132	-	8,049,132	5.16%
Total		\$ 66,641,312	\$ 89,448,574	\$ 156,089,886	100.00%

3. CREDIT RISK

State statutes limit investments in U.S. Agency securities to the highest rating issued by two or more nationally recognized statistical rating organizations (NRSROs). State statute also limits investments in money market funds to those that maintain a constant share price, with a maximum remaining maturity in accordance with Rule 2a-7, and either have assets of one billion dollars or the highest rating issued by a NRSRO. State statute requires repurchase agreements to be collateralized at no less than 102% with U.S. Treasury or Agency securities.

4. CONCENTRATION OF CREDIT RISK

State statute generally does not limit the amount the County may invest in one issuer.

5. LOCAL GOVERNMENT INVESTMENT POOL

The County had \$695,220 invested in Colorado Surplus Asset Fund Trust (CSAFE), and \$46,832,460 in Colorado Local Government Liquid Asset Trust (COLOTRUST). These are investment pool trusts established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements of creating and operating CSAFE and COLOTRUST. CSAFE and COLOTRUST operate in conformity with the Securities and Exchange Commission’s Rule 2a7 as promulgated under the Investment Company Act of 1940, as amended. CSAFE and COLOTRUST are rated AAAm by Standard & Poor’s. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian’s internal records identify the investments owned by the participating governments.

NOTE 4. DETAILED NOTES ON ALL FUNDS (CONTINUED)

6. INTEREST RATE RISK

State statutes limit the maturity of investments in U.S Agency securities to an original maturity of five years unless the governing board authorizes the investment for a period in excess of five years.

7. CUSTODIAL RISK

At December 31, 2011 the County's investments in U.S. Federal Agency Securities were held by the counterparty (broker), not in the County's name. The County is, however, listed as the beneficiary. The brokers include Southwest Securities, First Financial Equity Corporation, Key Bank Capital Markets and Morgan Keegan.

NOTE 4. DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. CAPITAL ASSETS

1. GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES

Capital asset activity for the year ended December 31, 2011 for governmental and business-type activities was as follows.

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 51,761,913	\$ 4,158,304	\$ (84,535)	\$ 55,835,682
Construction in Progress	133,299,809	14,303,855	(114,141,355)	33,462,309
Conservation Easements	11,648,177	6,753,117	-	18,401,294
Art Collection	-	286,014	-	286,014
Water Rights	711,347	-	-	711,347
Total Capital Assets, Not Being Depreciated	<u>197,421,246</u>	<u>25,501,290</u>	<u>(114,225,890)</u>	<u>108,696,646</u>
Capital Assets, Being Depreciated:				
Buildings and Improvements	196,188,620	93,258,120	(1,904,087)	287,542,653
Machinery and Equipment	46,977,391	6,775,141	(2,065,276)	51,687,256
Infrastructure	458,480,105	33,260,114	-	491,740,219
Software	3,617,054	82,940	-	3,699,994
Total Capital Assets, Being Depreciated	<u>705,263,170</u>	<u>133,376,315</u>	<u>(3,969,363)</u>	<u>834,670,122</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	(63,836,543)	(7,448,463)	1,740,080	(69,544,926)
Machinery and Equipment	(31,390,565)	(5,398,884)	1,858,354	(34,931,095)
Infrastructure	(98,747,416)	(9,315,021)	-	(108,062,437)
Software	(2,675,928)	(319,471)	-	(2,995,399)
Total Accumulated Depreciation	<u>(196,650,452)</u>	<u>(22,481,839)</u>	<u>3,598,434</u>	<u>(215,533,857)</u>
Total Capital Assets, Being Depreciated, Net	<u>508,612,718</u>	<u>110,894,476</u>	<u>(370,929)</u>	<u>619,136,265</u>
Governmental Activities Capital Assets, Net	<u>\$ 706,033,964</u>	<u>\$ 136,395,766</u>	<u>\$ (114,596,819)</u>	<u>\$ 727,832,911</u>

NOTE 4. DETAILED NOTES ON ALL FUNDS (CONTINUED)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 3,596,888	\$ -	\$ -	\$ 3,596,888
Total Capital Assets, Not Being Depreciated	<u>3,596,888</u>	<u>-</u>	<u>-</u>	<u>3,596,888</u>
Capital Assets, Being Depreciated:				
Buildings and Improvements	6,837,928	66,972	-	6,904,900
Machinery and Equipment	1,802,218	70,457	(46,083)	1,826,592
Infrastructure	319,983	-	-	319,983
Total Capital Assets, Being Depreciated	<u>8,960,129</u>	<u>137,429</u>	<u>(46,083)</u>	<u>9,051,475</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	(3,158,293)	(188,701)	-	(3,346,994)
Machinery and Equipment	(1,367,800)	(151,960)	46,083	(1,473,677)
Infrastructure	(76,870)	(12,370)	-	(89,240)
Total Accumulated Depreciation	<u>(4,602,963)</u>	<u>(353,031)</u>	<u>46,083</u>	<u>(4,909,911)</u>
Total Capital Assets, Being Depreciated, Net	<u>4,357,166</u>	<u>(215,602)</u>	<u>-</u>	<u>4,141,564</u>
Adams County Golf Course Capital Assets, Net	<u>\$ 7,954,054</u>	<u>\$ (215,602)</u>	<u>\$ -</u>	<u>\$ 7,738,452</u>

NOTE 4. DETAILED NOTES ON ALL FUNDS (CONTINUED)

Discretely presented component unit

Capital asset activity for the year ended December 31, 2011 for Front Range Airport was as follows.

	Beginning Balance	Increases	Decreases	Ending Balance
Component Unit Activities				
Capital Assets, Not Being Depreciated:				
Land	\$ 7,162,023	\$ -	\$ -	\$ 7,162,023
Construction in Progress	<u>1,235,961</u>	<u>1,207,638</u>	<u>1,235,961</u>	<u>1,207,638</u>
Total Capital Assets, Not Being Depreciated	<u>8,397,984</u>	<u>1,207,638</u>	<u>1,235,961</u>	<u>8,369,661</u>
Capital Assets, Being Depreciated:				
Runways, Taxiways and Roads	34,084,542	1,426,831	-	35,511,373
Buildings & Improvements	11,141,018	73,185	-	11,214,203
Water and Wastewater Systems	2,116,049	-	-	2,116,049
Equipment and Furniture	<u>4,394,591</u>	<u>34,513</u>	<u>-</u>	<u>4,429,104</u>
Total Capital Assets, Being Depreciated	<u>51,736,200</u>	<u>1,534,529</u>	<u>-</u>	<u>53,270,729</u>
Less Accumulated Depreciation For:				
Runways, Taxiways and Roads	(23,009,242)	(1,114,417)	-	(24,123,659)
Buildings & Improvements	(5,967,765)	(299,388)	-	(6,267,153)
Water and Wastewater Systems	(75,453)	(53,167)	-	(128,620)
Equipment and Furniture	<u>(3,312,637)</u>	<u>(263,442)</u>	<u>-</u>	<u>(3,576,079)</u>
Total Accumulated Depreciation	<u>(32,365,097)</u>	<u>(1,730,414)</u>	<u>-</u>	<u>(34,095,511)</u>
Total Capital Assets, Being Depreciated, Net	<u>19,371,103</u>	<u>(195,885)</u>	<u>-</u>	<u>19,175,218</u>
Total Capital Assets, Net	<u>\$ 27,769,087</u>	<u>\$ 1,011,753</u>	<u>\$ 1,235,961</u>	<u>\$ 27,544,879</u>

NOTE 4. DETAILED NOTES ON ALL FUNDS (CONTINUED)

2. DEPRECIATION EXPENSE

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

Governmental Activities:	
General Government	\$ 4,238,708
Conservation of Natural Resources	126,482
Culture and Recreation	593,403
Economic Opportunity	89,727
Health and Welfare	779,117
Public Safety	4,768,720
Public Works	9,187,449
Urban Housing and Redevelopment	6,226
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the asset	<u>2,692,007</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 22,481,839</u>

NOTE 4. DETAILED NOTES ON ALL FUNDS (CONTINUED)

3. CONSTRUCTION COMMITMENTS

The County has numerous active capital construction projects as of December 31, 2011. These projects include road and street improvements, drainage improvements, and open space improvements among others. At year-end, the County’s commitments with contractors for capital construction are as follows:

Description of Project	Spent-to-Date	Remaining Commitment
56th Ave - Federal to Zuni	177,056	13,524
56th Ave & Pecos St Traffic Signal	30,179	149,872
Chip Seal	282,310	44,271
Dahlia Pond/Kenwood Pond Outfall & Dupont Street	704,373	80,737
Dupont South Phase II	1,856,469	878,527
Dupont South Phase III	63,574	20,120
East 88th Ave Resurfacing	320,241	95,393
Energy Efficiency Upgrade @ Detention Facility	1,736,240	633,258
Fence Tile Production	10,800	10,800
Goat Hill Phse 2B - 66th & Irving Street	7,851	13,874
Imboden Road - 64th Ave to 80th Ave	51,102	20,708
Kenwood Sewer Outfall	229,866	8,975
Lowell Blvd - Clear Creek to 62nd Ave	-	299,400
Lowell Blvd Improvements 62nd to 68th	3,626,985	20,165
Mann Lakes Interconnects	792,801	17,031
Parking Lots	286,974	21,670
Pecos St Grade Separation	25,696,532	2,049,944
Replace Bridge #69	-	156,794
Riverdale Bluffs Fencing	9,573	33,042
Trail Head Design	7,150	7,150
Utah Junction Outfall	206,433	26,163
Washington Street Phase III	7,816,111	1,089,441
Washington Street Phase IV	137,846	20,649
West 62nd Parkway Pecos St to Huron St	330,793	32,514
Totals	\$ 44,381,260	\$ 5,744,021

NOTE 4. DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. INTERFUND BALANCES AND TRANSFERS

1. INTERFUND RECEIVABLES AND PAYABLES

The composition of interfund balances as of December 31, 2011 is as follows:

	Receivable Fund:					Total
	General Fund	Road and Bridge Fund	Capital Facilities Fund	Non-major Governmental Funds	Internal Service Funds	
Payable Fund:						
General Fund	\$ -	\$ 148,207	\$ 31,587	\$ 419,312	\$ 1,642,053	\$ 2,241,159
Social Services Fund	343,249	-	-	-	-	343,249
Capital Facilities Fund	314	-	-	-	-	314
Non-major Governmental Funds	1,738,940	-	-	-	-	1,738,940
Internal Service Funds	6,243	609,743	-	-	-	615,986
Golf Course Fund	11,742	-	-	-	-	11,742
Total Interfund Payables	<u>\$ 2,100,488</u>	<u>\$ 757,950</u>	<u>\$ 31,587</u>	<u>\$ 419,312</u>	<u>\$ 1,642,053</u>	<u>\$ 4,951,390</u>
Total Interfund Receivables						<u>\$ 4,951,390</u>

As shown above, in 2011 the General Fund has made a total payment of \$2,100,488 to the County's other funds to cover year end operating expenses. This amount will be immediately reimbursed to the General Fund in the following year.

The Non-major Governmental Funds reported a total of \$419,312 due from other funds at the end of the year.

The \$1,642,053 total receivable in the Internal Service Funds is made up amounts due to the Equipment Service Fund and the Insurance Claims Fund. The Equipment Service Fund has an amount of \$490,288 due from the General Fund in operating and depreciation expenses for December that will be reimbursed immediately in 2012. The Insurance Claims Fund is due \$1,151,765 from the General Fund as of December 31, 2011. This amount is made up of reimbursements for insurance expenses and dental, health, and workers' compensation insurance premiums.

NOTE 4. DETAILED NOTES ON ALL FUNDS (CONTINUED)

2. INTERFUND TRANSFERS IN AND OUT

The composition of the interfund transfers as of December 31, 2010 is as follows:

	Transfers In:			Total
	General Fund	Road and Bridge Fund	Non-major Governmental Funds	
Transfers Out:				
Social Services Fund	\$ 63,195	\$ -	\$ 187,292	\$ 250,487
Capital Facilities Fund	11,985,842		-	11,985,842
Non-major Governmental Funds	902,000	-	994,251	1,896,251
Internal Service Funds	6,243	609,743	-	615,986
Golf Course Fund	340,000	-	-	340,000
Total	<u>\$ 13,297,280</u>	<u>\$ 609,743</u>	<u>\$ 1,181,543</u>	<u>\$ 15,088,566</u>

As identified above, at the end of the current year, the total amount transferred to the General Fund was \$13,297,280. Of this amount, \$11,985,842 was transferred from the Capital Facilities Fund to the General Fund to reimburse the General Fund for interest and principal payments associated with certificates of participation and for operating expense of the Government Center. Please see Note 4D for more detailed information on the County certificates of participation. The Open Space Projects Fund transferred \$902,000 to the general fund to cover expenses of a purchase of open space property in a previous year. Road and Bridge Fund and Internal Service Fund transfers to General Fund were for maintenance projects for a total of \$69,438.

The Golf Course Fund transferred \$340,000 to the General Fund in 2011. The Board of County Commissioners determines on an annual basis if the fund balance in the Golf Course Fund can support a reimbursement of a past capital contribution.

The Social Services Fund transferred \$50,000 to assist Head Start with employee benefit costs and \$137,292 was for the food distribution program.

The transfer of \$994,251 between Non-major Governmental Funds consisted of transfers from the Open Space Sales Tax Fund to the Open Space Projects Fund. The payments were used to purchase several open space areas for conservation purposes and to construct a pedestrian bridge along the South Platte Trail.

The transfers out of the Equipment Service Fund totaling \$609,743 reimbursed the Road and Bridge fund for decommissioned vehicles.

NOTE 4. DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. LEASES & CERTIFICATES OF PARTICIPATION

1. OPERATING LEASES

The County has entered into various lease obligations for both office space and office equipment. The County also receives building usage fees from grant programs including but not limited to Social Services, Workforce Investment Act, and Head Start. Payments made in 2011 total \$880,131 in governmental funds.

The following is a schedule of estimated future minimum lease payments for the County’s operating lease obligations as of December 31, 2011:

Year	Annual Lease Payments
2012	747,083
2013	538,751
2014	337,498
2015	225,188
2016	178,366
2017	173,039
2018	175,508
2019	8,453
Total	<u>\$ 2,383,886</u>

2. CERTIFICATES OF PARTICIPATION

The County has participated in four separate sale-leaseback transactions for the sale and subsequent repurchase of several existing County properties and one lease-leaseback transaction.

The 2003 transaction resulted in the sale-leaseback in the amount of \$15,890,000 of the Adams County Service Center to provide financing for the purchase and remodel of the Western Service Center and the construction of the Offices of the District Attorney Building. The Western Service Center opened in February 2004 and the Offices of the District Attorney Building opened in May 2004. The 2003 leaseback matures in December 2023 with interest rates varying by year from 3.0% to 4.75%.

The 2008 transaction resulted in the sale-leaseback in the amount of \$35,000,000 of four properties: the Offices of the District Attorney Building, the Sheriff and Coroner’s Headquarters, the Western Service Center, and the Development Building. This provided financing for the construction of the Justice Center Expansion, which was completed in 2009, and the first phase of the new Adams County Government Center, a multi-year project. The 2008 leaseback matures in December 2018 with interest rates ranging from 3.87% to 4.175%.

NOTE 4. DETAILED NOTES ON ALL FUNDS (CONTINUED)

The 2009 transaction resulted in the sale-leaseback in the amount of \$105,000,000 of the Detention Facility. This provided financing for the construction and equipping of phase one of the new Government Center, which will be completed in 2011. The 2009 leaseback matures in December 2029 with interest rates ranging from 3.0% to 5.125%.

The 2009 B transaction resulted in the sale-leaseback of the Children and Family Services Center for \$5,645,000. This transaction refunded a sale-leaseback from 1999. The 2009 B leaseback matures in November 2014 with interest rates varying by year from 3.0% to 4.0%.

The 2010 transaction resulted in the lease-leaseback in the amount of \$15,500,000 of the new wing of the Justice Center. This provided financing for the construction and equipping of phase one of the new Government Center, which was completed in 2011. The 2010 leaseback matures in December 2030 with an interest rate of 4.24%.

The future minimum obligations, subject to annual appropriation, and the net present value of these minimum payments as of December 31, 2011 are as follows:

<u>Year Ending December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$ 7,043,300	\$ 6,911,966	\$ 13,955,266
2013	7,304,914	6,655,097	13,960,011
2014	7,571,819	6,387,617	13,959,436
2015	6,804,231	6,109,219	12,913,450
2016	7,067,370	5,846,441	12,913,811
2017-2021	39,878,235	24,695,061	64,573,296
2022-2026	46,015,000	15,010,134	61,025,134
2027-2030	32,880,000	3,467,604	36,347,604
Total	<u>\$ 154,564,869</u>	<u>\$ 75,083,139</u>	<u>\$ 229,648,008</u>

E. LONG-TERM LIABILITIES

During the year ended December 31, 2011, the following changes occurred in long-term liabilities:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities					
Certificates of Participation	\$ 161,361,646	\$ -	\$ (6,796,777)	\$154,564,869	\$ 7,043,300
Loss on Refunding	(143,333)	-	40,000	(103,333)	-
Debt Premium	561,757	-	(46,627)	515,129	-
Section 108 Loan	-	1,999,930	-	1,999,930	-
Claims	5,380,323	12,183,646	(12,073,624)	5,490,345	3,349,021
Net OPEB Obligation	4,142,392	2,180,175	(657,659)	5,664,908	-
Compensated Absences	13,008,276	9,870,326	(10,157,020)	12,721,582	908,239
Total Long-Term Liabilities	<u>\$ 184,311,061</u>	<u>\$ 26,234,077</u>	<u>\$ (29,691,707)</u>	<u>\$180,853,430</u>	<u>\$ 11,300,560</u>

NOTE 4. DETAILED NOTES ON ALL FUNDS (CONTINUED)

On August 15, 2011 the County entered into a long-term loan guarantee with US Department of Housing and Urban Development under the Section 108 Loan Guarantee Program. The purpose of the loan is to provide advance funding to finance certain activities in connection with the Globeville Commercial Urban Redevelopment Area. The County has pledged future Community Development Block Grants as security for the guaranteed loan funds.

OPEB and compensated absences are liquidated out of the fund in which the employee was paid. Significant funds that may be used to liquidate the liabilities include the major funds: General Fund, Road and Bridge Fund, and Social Services Fund.

Discretely presented component unit

During the year ended December 31, 2011, the following changes occurred in long-term liabilities:

Front Range Airport

	Beginning			Ending Balance	Due Within
	Balance	Additions	Reductions		One Year
2007 Note Payable	\$ 1,314,837	\$ -	\$ (171,574)	\$ 1,143,263	\$ 176,722
2002 Note Payable	205,340	-	(101,654)	103,686	103,686
2000 Note Payable	<u>83,260</u>	-	<u>(54,989)</u>	<u>28,271</u>	<u>28,271</u>
Total Notes Payable	1,603,437	-	(328,217)	1,275,220	308,679
Capital Lease Payable	140,144	-	(44,697)	95,447	46,685
Compensated Absences	<u>126,619</u>	<u>63,415</u>	<u>(63,268)</u>	<u>126,766</u>	<u>53,449</u>
Total Long Term Liabilities	<u>\$ 1,870,200</u>	<u>\$ 63,415</u>	<u>\$ (436,182)</u>	<u>\$ 1,497,433</u>	<u>\$ 408,813</u>

NOTE 5. INSURANCE CLAIMS FUND

The insurance activities of the County are accounted for in the Insurance Claims Fund, which is an internal service fund. The insurance programs consist of several health plans, dental plans, an unemployment claims plan, a workers' compensation plan, and the property and general liability programs. The majority of the plans are self-funded.

The County also uses excess insurance coverage to limit the exposure to large losses on the self-funded workers' compensation plan and the property and general liability programs. Excess insurance permits the recovery of a portion of the losses from insurance claims, although it does not discharge the primary liability to the County.

There are no reductions in insurance coverage from prior years. Settlements have not exceeded insurance coverage in the past three years.

The County has a stop-loss policy for the self-insured health plans. Any individual claim paid which exceeds \$175,000 is covered by the stop-loss policy.

The County's liability for unemployment benefits is determined by the State of Colorado Department of Labor and Employment. All claims for benefits are paid on a reimbursement basis.

NOTE 5. INSURANCE CLAIMS FUND (CONTINUED)

Workers' Compensation claims are administered through an intergovernmental agreement for shared services with the Jefferson County School District R-1 as administrator. The program is supported through premiums charged to County Offices and Departments. Coverage is provided through a combination of self-insurance and an excess insurance policy. The County's maximum liability for workers' compensation claims under the plan is \$500,000 per claim.

Current protection for the property and general liability programs is also provided through a combination of self-insurance and an excess insurance policy. Under a general liability claim (including employment discrimination liability), the County will assume the first \$250,000 per occurrence. Covered claims over these amounts are covered by excess insurance up to \$10 million per occurrence with a \$10 million annual aggregate. Property is protected by an excess insurance policy for replacement cost subject to a deductible of \$50,000 per occurrence.

The following represents the changes in unpaid claims liabilities during the past two years.

	<u>General Liability</u>		<u>Workers' Compensation</u>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Unpaid Claims and Claim Adjustment Expenses at Beginning of the Year	\$ 941,000	\$ 1,266,000	\$ 1,818,781	\$ 1,868,000
Incurred Claims and Claim Adjustment Expenses:				
Provision for Insured Events of the Current Year	812,500	1,036,779	750,000	1,166,975
Increases (Decreases) in Provision for Insured Events of Prior Years	<u>699,533</u>	<u>59,707</u>	<u>(291,169)</u>	<u>(540,431)</u>
Total Incurred Claims and Claim Adjustment Expenses	<u>1,512,033</u>	<u>1,096,486</u>	<u>458,831</u>	<u>626,544</u>
Claims Payments	<u>(1,091,485)</u>	<u>(1,421,486)</u>	<u>(750,818)</u>	<u>(675,763)</u>
Total Unpaid Claims and Claim Adjustment Expenses at the End of the Year	<u>\$ 1,361,548</u>	<u>\$ 941,000</u>	<u>\$ 1,526,794</u>	<u>\$ 1,818,781</u>
	<u>Dental Plans</u>		<u>Health Plans</u>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Unpaid Claims and Claim Adjustment Expenses at Beginning of the Year	\$ 148,900	\$ 151,411	\$ 2,471,642	\$ 2,737,425
Incurred Claims and Claim Adjustment Expenses:				
Provision for Insured Events of the Current Year	744,183	783,925	9,468,599	8,904,121
Claims Payments	<u>(765,656)</u>	<u>(786,436)</u>	<u>(9,465,665)</u>	<u>(9,169,904)</u>
Total Unpaid Claims and Claim Adjustment Expenses at the End of the Year	<u>\$ 127,427</u>	<u>\$ 148,900</u>	<u>\$ 2,474,576</u>	<u>\$ 2,471,642</u>

NOTE 6. DEFINED BENEFIT PENSION PLAN

A. PLAN DESCRIPTION

The County contributes to the Adams County Retirement Plan (the Plan), which is a cost-sharing multiple-employer public employee retirement system (PERS). The Plan is a defined benefit pension plan. The County and the Rangeview Library District are currently the only participating employers in the Plan. The Plan includes all full-time and permanent part-time employees working 30 hours or more per week.

The Plan provides retirement, disability and death benefits. All benefits are determined by the requirements established by the Plan. Benefit provision changes are made by the Adams County Retirement Board which was established under the authority of Colorado Revised Statutes 24-54-107. The Adams County Retirement Board is the administrator of the Plan

The Plan issues a publicly available annual financial report that may be obtained by writing to Adams County Retirement Plan, 4430 South Adams County Parkway, Brighton, Colorado, 80601 or by calling 720-523-6167.

B. FUNDING POLICY

The authority for establishing the funding policy of the Plan is vested with the Board of County Commissioners. The Commissioners mandate the contribution obligation by resolution. In 2004, the Commissioners resolved to gradually increase both employee and employer contributions to the plan from 6% to 8%. The Commissioners resolved that this increase would take place over a seven year period, beginning January 1, 2005. In 2009, the Commissioners resolved to continue the increase at a rate of .25% per year up to 9%. The rate of 9% will be effective January 1, 2015.

Per the resolutions, the 2011 funding policy calls for equal contributions of 8.0% of base salaries from the employers and from covered employees. The County contributed \$7,041,711 at the rate of 8.00% during 2011. This amount represents 100% of the contribution required by the funding policy as of December 31, 2010.

The total contribution made by the County in 2010 was \$6,905,289 at a contribution rate of 7.75%. The total contribution made by the County in 2009 was \$6,814,599 at a contribution rate of 7.50%. These amounts represented 100% of the contributions required by the funding policies for 2010 and 2009.

NOTE 7. OTHER POST-EMPLOYMENT BENEFITS

A. PLAN DESCRIPTION

The Adams County Postemployment Retiree Health Care Plan Program, a single-employer plan, offers post-employment health insurance benefits to employees meeting the eligibility requirements for retirement and the employee then retires from the County.

The County contributes up to \$50 per month towards group health insurance premiums for those participants with retirement dates after January 1, 1991. Members of the plan hired after January 1, 2011 are not eligible for the \$50 per month County subsidy. On October 29, 1990, the Board of County Commissioners adopted a

NOTE 7. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

resolution approving the Retiree Health Care Plan which provides retirees access to the County medical plans. Presently no other post-employment benefits are offered. The Retiree Health Care Plan does not issue a stand-alone financial report.

B. FUNDING POLICY

The contribution requirements of plan members and the County are established by, and may be amended by, the Board of County Commissioners. The required contribution by the retiree is on a pay-as-you-go financing requirement. The premium rates are established and approved by the Board of County Commissioners. The County contributions are on a pay-as-you-go basis. For the year ended December 31, 2011, the County contributed \$188,650 towards the premiums plus the County also paid claims for the self-insured health plan in excess of retiree’s contribution. The self-funded plans administrative fees and claims are paid on a pay-as-you-go basis.

C. ANNUAL OPEB COST AND NET OPEB OBLIGATION

The County’s annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period of thirty years. The following table shows the components of the County’s annual OPEB cost for the year, the actuarially established subsidy contribution to the plan, and changes in the County’s net OPEB obligations to the Retiree Health Care Plan Program:

	<u>2011</u>
Annual required contribution	\$ 2,175,660
Interest on net OPEB obligation	144,984
Adjustment to annual required contribution	<u>(140,469)</u>
Annual OPEB cost	\$ 2,180,175
County contributions	<u>(657,659)</u>
Increase in net OPEB obligation	\$ 1,522,516
Net OPEB obligation – beginning of year	<u>4,142,392</u>
Net OPEB obligation – ending of year	<u><u>\$ 5,664,908</u></u>

The County’s annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for 2011 and the preceding two years follows.

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2009	\$ 1,900,467	40.78%	\$ 2,991,025
12/31/2010	\$ 2,028,881	43.25%	\$ 4,142,392
12/31/2011	\$ 2,180,175	30.17%	\$ 5,664,908

NOTE 7. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

D. FUNDED STATUS AND FUNDING PROGRESS

At January 1, 2012, the date of the most recent actuarial valuation, the Actuarial Accrued Liability (AAL) was \$22.7 million. There was no asset value.

The covered payroll (annual payroll of active employees covered by the plan) was \$85.1 million. The ratio of the UAAL at December 31, 2011 to the covered payroll was 26.74 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Assumptions made include among others, annual rates of payroll increases, health care cost trends, and mortality rates. Amounts determined regarding the funded status of the plan and the ARC of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

E. ACTUARIAL METHODS AND ASSUMPTIONS

Projections of benefits for financial reporting purposes are based on the substantive plan as understood by the employer and plan members. Projections and calculations are based on the types of benefits provided at the time of each valuation and the historical pattern of sharing of the benefit costs between the employer and plan members to that point.

The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. In the January 1, 2012 actuarial valuation, the individual entry-age actuarial cost method was used. The actuarial assumptions also included a 3.5 percent investment rate of return on the employer's own investments (there are currently no plan assets), a 3.5 percent increase in covered payroll, zero inflation, and initially, an annual healthcare cost trend rate of 9.0 percent with an expected reduction to 4.5 percent by 2022. The UAAL is being amortized by a level percent of payroll method. The amortization period is on an open thirty year basis.

NOTE 8. CONDUIT DEBT OBLIGATIONS

The County has participated in various issuances of bonds, including private activity bonds, single and multi-family housing mortgage revenue bonds, and industrial development revenue bonds. These bonds are not direct or contingent liabilities of the County in any manner. Revenues from the facilities constructed or from mortgages are pledged for the total payment of principal and interest. Bondholders can only look to these sources for repayment.

NOTE 8. CONDUIT DEBT OBLIGATIONS (CONTINUED)

As of December 31, 2011, a total of \$411.2 million in bonds are outstanding as conduit debt. The original amount of the debt was \$498.7 million. The oldest issue was in 1984, maturing in 2014. \$241 million of the outstanding amounts are scheduled to mature within five years.

NOTE 9. OTHER INFORMATION

On November 6, 2001, Adams County citizens voted to continue the imposition of a one-half of one percent sales tax, which was originally approved by the voters on November 2, 1999. This tax was approved for the purpose of capital improvements to or the building of road and bridge projects due to deficiency in roadway infrastructure. The tax took effect on January 1, 2002 and ended December 31, 2008. On November 7, 2006, voters approved an extension of the one-half of one percent sales tax until December 31, 2028. It was also approved that this sales tax will be split into two components, 0.2% for transportation and 0.3% for capital facilities.

On November 2, 2004 the citizens of Adams County authorized the extension of an existing county-wide sales tax of one-fifth of one percent through December 31, 2026, with an increase to one-fourth of one percent effective January 1, 2007. This sales tax revenue will be used to preserve open space and create and maintain parks and recreation facilities in the County.

NOTE 10. PRIOR PERIOD ADJUSTMENTS

An adjustment was made to the January 1, 2011 beginning net assets for the governmental activities on the statement of activities and to the beginning fund balance for the Social Services Fund for the amount of \$805,567 relating to an understatement of accounts receivable and grant revenue in the prior year.

GASB Statement 54 was implemented by the County on January 1, 2011. As required by the statement, certain funds that had been categorized as special revenue funds, and no longer complied with the definition of a special revenue fund, were collapsed into the General Fund. Fund balance in the amount of \$5,578,956 from the former Contingency Fund and \$1,482,798 from the Open Space Fund were added to the General Fund Beginning Fund Balance in the governmental fund statements. The result is a reduction in "Other Governmental Funds" total beginning fund balance in the amount of \$7,061,754 and an increase in the General Fund beginning fund balance for the same amount.

The adjustments, including the change in inventory method are summarized as follows:

	General Fund	Road & Bridge Fund	Social Services Fund	Other Governmental Funds
Fund balance-December 31, 2010 as originally stated	\$ 104,786,353	\$ 31,553,914	\$ 16,111,921	\$ 42,996,983
GASB 54 Implementation	7,061,754	-	-	(7,061,754)
Change in inventory method (Note 1.D.3)	-	(549,229)	-	-
Social Services Fund Revenue	-	-	805,567	-
Fund Balance - December 31, 2010 as restated	<u>\$ 111,848,107</u>	<u>\$ 31,004,685</u>	<u>\$ 16,917,488</u>	<u>\$ 35,935,229</u>

Required Supplementary Information

REQUIRED SUPPLEMENTARY INFORMATION
ADAMS COUNTY, COLORADO
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final
	Original	Final		Budget - Positive (Negative)
REVENUES:				
Taxes				
General Property Taxes	\$ 102,727,548	\$ 102,727,548	\$ 102,566,248	\$ (161,300)
Delinquent Property Taxes	50,000	50,000	(18,590)	(68,590)
Other Taxes	312,000	312,000	416,083	104,083
Total Taxes	103,089,548	103,089,548	102,963,741	(125,807)
Licenses and Permits				
Liquor Licenses	25,000	25,000	28,890	3,890
Marriage Licenses	11,928	11,928	15,015	3,087
Building Permits	750,000	750,000	651,741	(98,259)
Other Licenses and Permits	21,710	21,710	34,295	12,585
Total Licenses and Permits	808,638	808,638	729,941	(78,697)
Intergovernmental				
Grants				
Victim Compensation	500,000	610,000	609,362	(638)
Victim Assistance	263,666	263,666	286,431	22,765
Juvenile Incentive	-	51,223	63,989	12,766
Juvenile Diversion	42,475	42,475	41,661	(814)
Sheriff-LEAF	-	-	32,613	32,613
Sheriff-VALE	12,940	12,940	6,621	(6,319)
Sheriff-Miscellaneous	15,000	134,151	62,471	(71,680)
SCAAP-USDOJ	238,932	238,932	187,157	(51,775)
FEMA - LEMS	67,000	67,000	91,000	24,000
Community Corrections	5,755,107	5,828,745	5,839,571	10,826
Veterans Affairs	2,400	2,400	1,200	(1,200)
Other Grants	183,054	788,432	658,572	(129,860)
Total Grants	7,080,574	8,039,964	7,880,648	(159,316)
Other Governmental				
State Reimbursements	420,617	420,617	538,259	117,642
Special Transit	423,000	423,000	370,097	(52,903)
Other Governmental	89,687	90,785	154,648	63,863
Total Other Governmental	933,304	934,402	1,063,004	128,602
Total Intergovernmental	8,013,878	8,974,366	8,943,652	(30,714)
Charges for Services				
Assessor	48,100	48,100	42,448	(5,652)
Clerk and Recorder	7,084,877	7,084,877	7,850,449	765,572
District Attorney	1,536,117	1,536,117	1,536,883	766
Legal Services	1,464,219	2,349,923	2,196,078	(153,845)
Corner Services - Broomfield	-	196,000	198,875	2,875
Sheriff - School Resource Officer	119,965	119,965	109,567	(10,398)
Sheriff - Bennett and Watkins	330,000	330,000	329,952	(48)
Sheriff	2,819,140	2,819,140	2,920,307	101,167
Treasurer	2,583,508	2,583,508	2,535,902	(47,606)
Animal Shelter/Adoption Center	313,036	313,036	307,527	(5,509)
Finance	456,027	456,027	255,463	(200,564)
Human Resources	278,400	278,400	217,059	(61,341)
Regional Park	361,000	361,000	375,960	14,960
Weed & Pest Control	-	-	2,302	2,302
CSU Extension	83,100	83,100	69,245	(13,855)
County Fair	370,300	370,300	366,757	(3,543)
Planning & Development	117,300	117,300	90,061	(27,239)
Public Trustee	550,000	550,000	1,027,394	477,394
Payment in Lieu of Taxes	27,500	27,500	27,445	(55)

REQUIRED SUPPLEMENTARY INFORMATION
ADAMS COUNTY, COLORADO
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final</u>
	<u>Original</u>	<u>Final</u>		<u>Budget - Positive</u> <u>(Negative)</u>
Fines & Forfeitures	956,800	956,800	1,487,391	530,591
Copies, Maps, & Plans	74,528	74,528	118,053	43,525
Other Charges for Services	341,896	341,896	278,302	(63,594)
Total Charges for Services	<u>19,915,813</u>	<u>20,997,517</u>	<u>22,343,420</u>	<u>1,345,903</u>
Investment Income				
Investment Income	2,352,900	2,352,900	2,983,462	630,562
Total Investment Income	<u>2,352,900</u>	<u>2,352,900</u>	<u>2,983,462</u>	<u>630,562</u>
Miscellaneous Revenues				
Rents and Royalties	1,714,799	1,714,799	1,685,540	(29,259)
Franchise Fees	500,000	500,000	536,278	36,278
Indirect Costs	523,502	523,502	551,591	28,089
Telecommunication Reimbursements	185,000	185,000	163,092	(21,908)
Postage Reimbursements	127,000	127,000	99,015	(27,985)
DARE Contributions	2,100	2,100	-	(2,100)
Tax Sale Premiums	80,000	80,000	168,081	88,081
IDRB Issuer Fees	-	-	35,625	35,625
Contributions and Donations	38,150	38,150	103,584	65,434
Other Miscellaneous Revenues	76,050	98,950	492,167	393,217
Total Miscellaneous Revenues	<u>3,246,601</u>	<u>3,269,501</u>	<u>3,834,973</u>	<u>565,472</u>
Total Revenues	<u>137,427,378</u>	<u>139,492,470</u>	<u>141,799,189</u>	<u>2,306,719</u>

EXPENDITURES:

General Government				
County Commissioners	715,222	740,222	740,331	(109)
County Administration	1,006,313	1,031,313	882,152	149,161
County Attorney	3,564,124	3,564,124	3,313,179	250,945
Finance	2,684,919	2,945,653	2,314,022	631,631
Human Resources	1,732,263	1,808,352	1,549,105	259,247
County Clerk and Recorder				
Recording	1,038,366	1,024,416	790,818	233,598
Elections	1,481,540	1,484,840	1,168,957	315,883
Motor Vehicle	4,002,547	4,051,338	3,401,228	650,110
County Treasurer	1,373,550	1,335,797	1,264,482	71,315
County Assessor	3,850,767	3,850,767	3,287,373	563,394
District Attorney	14,722,490	14,891,111	13,772,274	1,118,837
17th Judicial District	317,747	317,747	105,974	211,773
Information Technology	4,724,647	7,490,821	5,440,395	2,050,426
Telecommunications	1,385,590	1,385,590	1,286,445	99,145
Special Transportation	507,000	507,000	453,132	53,868
Facilities Management	7,989,256	7,980,556	6,693,173	1,287,383
Public Trustee	-	-	654,591	(654,591)
Planning and Development	1,373,415	1,373,731	1,084,622	289,109
Economic Development Center	571,761	571,761	571,761	-
Economic Incentives	600,000	600,000	479,648	120,352
Admin/Org Support	4,420,317	5,777,231	4,417,655	1,359,576
County Surveyor	16,266	16,266	15,892	374
Veterans Service Office	62,081	62,081	56,552	5,529
Contingent	4,953,627	-	-	-
Total General Government	<u>63,093,808</u>	<u>62,810,717</u>	<u>53,743,761</u>	<u>9,066,956</u>
Public Safety				
Sheriff-Field and Administration	25,389,293	25,394,036	23,601,493	1,792,543
Sheriff-Funds & Grants	1,334,492	1,423,291	942,888	480,403
Sheriff-Corrections	31,142,354	31,145,571	29,125,845	2,019,726

REQUIRED SUPPLEMENTARY INFORMATION
ADAMS COUNTY, COLORADO
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final</u>
	<u>Original</u>	<u>Final</u>		<u>Budget - Positive</u> <u>(Negative)</u>
Emergency Management	313,724	322,139	283,260	38,879
Facilities Management	2,227,995	2,227,995	1,995,054	232,941
County Coroner	1,395,509	1,599,277	1,545,609	53,668
Animal Shelter/Adoption Center	1,888,514	1,888,514	1,679,964	208,550
Community Corrections	5,744,785	5,818,423	5,780,063	38,360
Weed and Pest Control	284,515	284,515	268,421	16,094
Total Public Safety	<u>69,721,181</u>	<u>70,103,761</u>	<u>65,222,597</u>	<u>4,881,164</u>
County Funded Human Services				
Tri-County Health	3,244,279	3,244,279	3,244,279	-
Total County Funded Human Services	<u>3,244,279</u>	<u>3,244,279</u>	<u>3,244,279</u>	<u>-</u>
Public Works				
Engineering	1,609,806	1,616,937	1,494,206	122,731
Code Enforcement	922,903	935,772	812,299	123,473
Public Works-CIP	25,000	545,285	146,018	399,267
Total Public Works	<u>2,557,709</u>	<u>3,097,994</u>	<u>2,452,523</u>	<u>645,471</u>
Conservation of Natural Resources				
CO State University Extension	631,068	631,068	494,015	137,053
Total Conservation of Natural Resources	<u>631,068</u>	<u>631,068</u>	<u>494,015</u>	<u>137,053</u>
Culture and Recreation				
Parks and Recreation	3,078,507	3,258,507	2,767,336	491,171
Fair and Rodeo	493,788	493,788	453,441	40,347
Total Culture and Recreation	<u>3,572,295</u>	<u>3,752,295</u>	<u>3,220,777</u>	<u>531,518</u>
Economic Opportunity				
CO State University Extension Youth	133,960	133,960	109,282	24,678
Total Economic Opportunity	<u>133,960</u>	<u>133,960</u>	<u>109,282</u>	<u>24,678</u>
Capital Outlay				
Capital Outlay	3,609,153	11,330,218	6,240,902	5,089,316
Total Capital Outlay	<u>3,609,153</u>	<u>11,330,218</u>	<u>6,240,902</u>	<u>5,089,316</u>
Debt Service				
Principal	6,976,777	6,976,777	6,796,777	180,000
Interest	7,158,834	7,158,834	7,158,834	-
Total Debt Service	<u>14,135,611</u>	<u>14,135,611</u>	<u>13,955,611</u>	<u>180,000</u>
Total Expenditures	<u>160,699,064</u>	<u>169,239,903</u>	<u>148,683,747</u>	<u>20,556,156</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(23,271,686)</u>	<u>(29,747,433)</u>	<u>(6,884,558)</u>	<u>22,862,875</u>
Other Financing Sources (Uses)				
Transfers In	12,400,237	14,084,326	13,297,280	(787,046)
Total of Other Financing Sources (Uses)	<u>12,400,237</u>	<u>14,084,326</u>	<u>13,297,280</u>	<u>(787,046)</u>
Net Change in Fund Balance	(10,871,449)	(15,663,107)	6,412,722	22,075,829
Fund Balance, Beginning of Year (Restated)	<u>111,848,107</u>	<u>111,848,107</u>	<u>111,848,107</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 100,976,658</u>	<u>\$ 96,185,000</u>	<u>\$ 118,260,829</u>	<u>\$ 22,075,829</u>

See the accompanying independent auditor's report.

REQUIRED SUPPLEMENTARY INFORMATION
ADAMS COUNTY, COLORADO
ROAD AND BRIDGE FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
REVENUES:				
Taxes				
General Property Taxes	\$ 5,813,164	\$ 5,813,164	\$ 5,804,040	\$ (9,124)
Delinquent Property Taxes	3,000	3,000	(1,252)	(4,252)
Sales Taxes	7,640,338	8,786,392	8,248,774	(537,618)
Specific Ownership Taxes	8,130,000	8,130,000	7,932,610	(197,390)
Licenses and Permits	60,000	60,000	23,517	(36,483)
Intergovernmental				
Local Revenue	-	-	249,471	249,471
Federal Grants	-	6,500,000	5,129,165	(1,370,835)
Highway User Tax	8,000,000	8,000,000	7,867,990	(132,010)
Other Intergovernmental	-	-	1,460,635	1,460,635
Charges for Services	495,000	495,000	492,103	(2,897)
Interest Earnings	1,300	1,300	1,108	(192)
Miscellaneous	16,000	16,000	22,335	6,335
Total Revenues	<u>30,158,802</u>	<u>37,804,856</u>	<u>37,230,496</u>	<u>(574,360)</u>
EXPENDITURES:				
Public Works				
Public Works-Highway	11,118,091	11,118,091	9,283,858	1,834,233
Public Works-CIP	2,072,532	3,906,875	2,287,459	1,619,416
Public Works-Construction Inspection	955,071	955,071	829,605	125,466
Public Works-Transportation	1,228,640	1,228,640	1,252,368	(23,728)
Public Works-Admin/Org Support	8,097,913	9,014,756	8,978,320	36,436
Total Public Works	<u>23,472,247</u>	<u>26,223,433</u>	<u>22,631,610</u>	<u>3,591,823</u>
Capital Outlay	5,940,000	40,299,491	25,981,591	14,317,900
Total Expenditures	<u>29,412,247</u>	<u>66,522,924</u>	<u>48,613,201</u>	<u>17,909,723</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>746,555</u>	<u>(28,718,068)</u>	<u>(11,382,705)</u>	<u>17,335,363</u>
Other Financing Sources (Uses)				
Transfers In	-	609,743	609,743	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>609,743</u>	<u>609,743</u>	<u>-</u>
Net Change in Fund Balance	746,555	(28,108,325)	(10,772,962)	17,335,363
Fund Balance, Beginning of Year (Restated)	<u>31,553,914</u>	<u>31,553,914</u>	<u>31,004,685</u>	<u>(549,229)</u>
Fund Balance, End of Year	<u>\$ 32,300,469</u>	<u>\$ 3,445,589</u>	<u>\$ 20,231,723</u>	<u>\$ 16,786,134</u>

See the accompanying independent auditor's report.

REQUIRED SUPPLEMENTARY INFORMATION
ADAMS COUNTY, COLORADO
SOCIAL SERVICES FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
REVENUES:				
Taxes				
General Property Taxes	\$ 10,521,826	\$ 10,521,826	\$ 10,505,303	\$ (16,523)
Delinquent Taxes	10,000	10,000	(2,256)	(12,256)
Intergovernmental				
State Grants	40,000,000	40,000,000	38,909,001	(1,090,999)
Federal Grants	133,860,019	133,860,019	129,643,560	(4,216,459)
Miscellaneous	-	-	-	-
Total Revenues	<u>184,391,845</u>	<u>184,391,845</u>	<u>179,055,608</u>	<u>(5,336,237)</u>
EXPENDITURES:				
Health and Welfare	187,198,411	187,198,411	181,679,533	5,518,878
Capital Outlay	100,000	100,000	-	100,000
Total Expenditures	<u>187,298,411</u>	<u>187,298,411</u>	<u>181,679,533</u>	<u>5,618,878</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,906,566)</u>	<u>(2,906,566)</u>	<u>(2,623,925)</u>	<u>282,641</u>
Other Financing Sources (Uses)				
Transfers Out	(250,487)	(250,487)	(250,487)	-
Total Other Financing Sources (Uses)	<u>(250,487)</u>	<u>(250,487)</u>	<u>(250,487)</u>	<u>-</u>
Net Change in Fund Balance	(3,157,053)	(3,157,053)	(2,874,412)	282,641
Fund Balance, Beginning of Year	<u>16,111,921</u>	<u>16,111,921</u>	<u>16,111,921</u>	<u>-</u>
Prior Period Adjustment	-	-	805,567	805,567
Fund Balance, Restated	<u>16,111,921</u>	<u>16,111,921</u>	<u>16,917,488</u>	<u>805,567</u>
Fund Balance, End of Year	<u>\$ 12,954,868</u>	<u>\$ 12,954,868</u>	<u>\$ 14,043,076</u>	<u>\$ 1,088,208</u>

See the accompanying independent auditor's report.

ADAMS COUNTY, COLORADO
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2011

NOTE 1: BUDGETARY INFORMATION

Budgets for all governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgets for the proprietary funds are adopted on a non-GAAP basis. The County follows the policy of adopting a legal budget for all funds except the fiduciary funds. The legal level of control is at the fund level or spending agency level. Department heads are authorized to transfer budgeted amounts between line items within their spending agency. Any revisions that alter the total budgeted expenditures of a fund or spending agency require supplemental appropriation, which needs approval from the Board of County Commissioners. Appropriations lapse at year end for all funds with legally adopted budgets.

The County adheres to the following schedule in establishing the budget:

- October 15 Deadline for submission of proposed budget to Board of County Commissioners.
- Early December Public hearings on proposed budget.
- December 15 Adoption and appropriation of County budget completed.
- January 31 Deadline for filing certified budget with State Division of Local Government.

NOTE 2: OTHER POSTEMPLOYMENT BENEFITS

The schedule of funding progress for the Adams County Postemployment Retiree Health Care Plan Program follows:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Entry Age	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as Percentage of Covered Payroll
1/1/2007	\$ -	\$ 22,186,705	\$ 22,186,705	0.00%	\$ 83,811,742	26.47%
1/1/2009	\$ -	\$ 24,122,548	\$ 24,122,548	0.00%	\$ 94,994,280	25.39%
1/1/2011	\$ -	\$ 22,770,914	\$ 22,770,914	0.00%	\$ 85,160,104	26.74%

Supplementary Schedules

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ADAMS COUNTY, COLORADO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2011

	Develop. Disabled Fund	Conservation Trust Fund	Waste Management Fund	Open Space Projects Fund	Open Space Sales Tax Fund	DIA Noise Mitigation Fund
ASSETS:						
Cash and Investments	\$ 148,015	\$ 1,683,406	\$ 4,289,587	\$ 2,164,249	\$ 21,969,960	\$ 1,393,718
Receivables						
Taxes	1,138,618	-	-	-	-	-
Accounts	-	4,757	107,044	9,166	3,513,910	93
Notes Receivable	-	-	-	-	-	-
Interfund Receivable	-	-	-	314,923	-	-
Total Assets	<u>\$ 1,286,633</u>	<u>\$ 1,688,163</u>	<u>\$ 4,396,631</u>	<u>\$ 2,488,338</u>	<u>\$ 25,483,870</u>	<u>\$ 1,393,811</u>
LIABILITIES:						
Accounts Payable	\$ -	\$ 18,273	\$ 2,045	\$ 10,403	\$ 23,209	\$ 862
Accrued Payroll	-	-	-	-	-	-
Interfund Payable	-	8,076	9,518	52	326,060	-
Deposits Payable	-	-	-	1,550	-	-
Deferred Revenue	1,138,618	-	-	-	-	-
Total Liabilities	<u>1,138,618</u>	<u>26,349</u>	<u>11,563</u>	<u>12,005</u>	<u>349,269</u>	<u>862</u>
FUND BALANCES:						
Restricted	-	1,661,814	1,285,433	-	22,260,923	1,392,949
Assigned	148,015	-	3,099,635	2,476,333	2,873,678	-
Total Fund Balances	<u>148,015</u>	<u>1,661,814</u>	<u>4,385,068</u>	<u>2,476,333</u>	<u>25,134,601</u>	<u>1,392,949</u>
Total Liabilities and Fund Balances	<u>\$ 1,286,633</u>	<u>\$ 1,688,163</u>	<u>\$ 4,396,631</u>	<u>\$ 2,488,338</u>	<u>\$ 25,483,870</u>	<u>\$ 1,393,811</u>

Special Revenue Funds

CDBG Fund	Head Start Fund	Other Human Services Fund	CSBG Fund	Workforce and Business Center Fund	Total Nonmajor Governmental Funds
\$ 2,290,149	\$ -	\$ -	\$ 17,396	\$ 107,785	\$ 34,064,265
-	-	-	-	-	1,138,618
548,095	1,048,420	61,322	102,721	478,712	5,874,240
455,055	-	-	-	-	455,055
66,689	-	37,700	-	-	419,312
<u>\$ 3,359,988</u>	<u>\$ 1,048,420</u>	<u>\$ 99,022</u>	<u>\$ 120,117</u>	<u>\$ 586,497</u>	<u>\$ 41,951,490</u>
\$ 685,898	\$ 18,629	\$ 537	\$ 328	\$ 24,799	\$ 784,983
-	-	-	-	677	677
100,000	709,702	73,603	119,789	392,140	1,738,940
-	-	-	-	-	1,550
-	-	-	-	-	1,138,618
<u>785,898</u>	<u>728,331</u>	<u>74,140</u>	<u>120,117</u>	<u>417,616</u>	<u>3,664,768</u>
2,574,090	320,089	-	-	168,881	29,664,179
-	-	24,882	-	-	8,622,543
<u>2,574,090</u>	<u>320,089</u>	<u>24,882</u>	<u>-</u>	<u>168,881</u>	<u>38,286,722</u>
<u>\$ 3,359,988</u>	<u>\$ 1,048,420</u>	<u>\$ 99,022</u>	<u>\$ 120,117</u>	<u>\$ 586,497</u>	<u>\$ 41,951,490</u>

ADAMS COUNTY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
For The Year Ended December 31, 2011

	Developmentally Disabled Fund	Conservation Trust Fund	Waste Management Fund	Open Space Projects Fund	Open Space Sales Tax Fund
REVENUES:					
Taxes	\$ 1,147,038	\$ -	\$ -	\$ -	\$ 10,421,523
Intergovernmental	-	592,172	-	1,152,000	-
Program Income	-	-	-	-	-
Charges for Services	-	-	438,606	-	-
Interest Earnings	-	2,240	-	2,311	27,706
Miscellaneous	-	-	-	119,997	-
Total Revenues	<u>1,147,038</u>	<u>594,412</u>	<u>438,606</u>	<u>1,274,308</u>	<u>10,449,229</u>
EXPENDITURES:					
General Government	-	-	207,640	-	-
Health and Welfare	1,161,418	-	-	-	-
Economic Opportunity	-	-	-	-	-
Urban Housing/Redevelopment	-	-	-	-	-
Conservation of Natural Resources	-	407,393	-	68,250	11,149,636
Capital Outlay	-	25,000	-	535,082	-
Total Expenditures	<u>1,161,418</u>	<u>432,393</u>	<u>207,640</u>	<u>603,332</u>	<u>11,149,636</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(14,380)</u>	<u>162,019</u>	<u>230,966</u>	<u>670,976</u>	<u>(700,407)</u>
Other Financing Sources (Uses)					
Transfers In	-	-	-	994,251	-
Transfers Out	-	-	-	(902,000)	(994,251)
Loan Proceeds	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>92,251</u>	<u>(994,251)</u>
Net Change in Fund Balances	(14,380)	162,019	230,966	763,227	(1,694,658)
Fund Balance, Beginning of Year	<u>162,395</u>	<u>1,499,795</u>	<u>4,154,102</u>	<u>1,713,106</u>	<u>26,829,259</u>
Fund Balance, End of Year	<u>\$ 148,015</u>	<u>\$ 1,661,814</u>	<u>\$ 4,385,068</u>	<u>\$ 2,476,333</u>	<u>\$ 25,134,601</u>

Special Revenue Funds

DIA Noise Mitigation Fund	CDBG Fund	Head Start Fund	Other Human Services Fund	CSBG Fund	Workforce and Business Center Fund	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,568,561
-	3,152,239	4,783,588	88,678	447,898	5,063,181	15,279,756
-	1,153,693	-	-	-	-	1,153,693
-	-	-	-	-	-	438,606
1,557	625	-	-	-	-	34,439
-	240,275	6,514	2,415	-	-	369,201
<u>1,557</u>	<u>4,546,832</u>	<u>4,790,102</u>	<u>91,093</u>	<u>447,898</u>	<u>5,063,181</u>	<u>28,844,256</u>
37,718	-	-	-	-	-	245,358
-	-	4,520,013	233,285	447,898	-	6,362,614
-	-	-	-	-	5,010,853	5,010,853
-	3,973,099	-	-	-	-	3,973,099
-	-	-	-	-	-	11,625,279
-	700	-	-	-	-	560,782
<u>37,718</u>	<u>3,973,799</u>	<u>4,520,013</u>	<u>233,285</u>	<u>447,898</u>	<u>5,010,853</u>	<u>27,777,985</u>
<u>(36,161)</u>	<u>573,033</u>	<u>270,089</u>	<u>(142,192)</u>	<u>-</u>	<u>52,328</u>	<u>1,066,271</u>
-	-	50,000	137,292	-	-	1,181,543
-	-	-	-	-	-	(1,896,251)
-	1,999,930	-	-	-	-	1,999,930
-	1,999,930	50,000	137,292	-	-	1,285,222
(36,161)	2,572,963	320,089	(4,900)	-	52,328	2,351,493
<u>1,429,110</u>	<u>1,127</u>	<u>-</u>	<u>29,782</u>	<u>-</u>	<u>116,553</u>	<u>35,935,229</u>
<u>\$ 1,392,949</u>	<u>\$ 2,574,090</u>	<u>\$ 320,089</u>	<u>\$ 24,882</u>	<u>\$ -</u>	<u>\$ 168,881</u>	<u>\$ 38,286,722</u>

ADAMS COUNTY, COLORADO
CAPITAL FACILITIES FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final</u>
	<u>Original</u>	<u>Final</u>		<u>Budget - Positive</u>
REVENUES:				
Taxes				
Sales Taxes	\$ 11,446,185	\$ 13,020,093	\$ 12,311,425	(708,668)
Interest Earnings	15,000	15,000	19,335	4,335
Total Revenues	<u>11,461,185</u>	<u>13,035,093</u>	<u>12,330,760</u>	<u>(704,333)</u>
EXPENDITURES:				
General Government	-	-	922,583	(922,583)
Capital Outlay	-	<u>12,393,453</u>	<u>3,026,487</u>	<u>9,366,966</u>
Total Expenditures	<u>-</u>	<u>12,393,453</u>	<u>3,949,070</u>	<u>8,444,383</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>11,461,185</u>	<u>641,640</u>	<u>8,381,690</u>	<u>7,740,050</u>
Other Financing Sources (Uses)				
Transfers Out	<u>(11,985,842)</u>	<u>(12,301,204)</u>	<u>(11,985,842)</u>	<u>315,362</u>
Total Other Financing Sources (Uses)	<u>(11,985,842)</u>	<u>(12,301,204)</u>	<u>(11,985,842)</u>	<u>315,362</u>
Net Change in Fund Balance	(524,657)	(11,659,564)	(3,604,152)	8,055,412
Fund Balance, Beginning of Year	<u>16,570,438</u>	<u>16,570,438</u>	<u>16,570,438</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 16,045,781</u>	<u>\$ 4,910,874</u>	<u>\$ 12,966,286</u>	<u>\$ 8,055,412</u>

Non-Major Special Revenue Funds

Adams County, Colorado
Explanation of Funds
Non-major Special Revenue Funds

Special Revenue Funds are used to finance and account for revenue derived from specific taxes or other earmarked revenue sources, which cannot be diverted for other purposes.

DEVELOPMENTALLY DISABLED FUND-The Developmentally Disabled Fund is used to report the collection of property taxes for the specific purpose of making contributions to the developmentally disabled programs of Adams County.

CONSERVATION TRUST FUND-The Conservation Trust Fund accounts for revenue received from the State to be used for the acquisition, development and maintenance of park and trail systems within the County.

WASTE MANAGEMENT FUND-The Waste Management Fund accounts for all revenues received from service fees imposed on operators of solid waste disposal sites. The proceeds are designated for the purpose of monitoring and redefining environmental problems associated with waste disposal activities.

OPEN SPACE PROJECTS FUND-The Open Space Projects Fund was established for the purpose of consolidating the various sources of open space funding into one fund, and to designate and track expenditures solely for open space projects.

OPEN SPACE SALES TAX FUND-The Open Space Sales Tax Fund accounts for revenues received from a sales tax of one-fourth of one percent on sales in the County, for the purpose of preserving open space and creating and maintaining parks and recreation facilities.

DIA NOISE MITIGATION FUND-The DIA Noise Mitigation Fund was established for the purpose of tracking revenues and expenditures associated with revenues and payments made related to noise mitigation. Revenues received from settlement with Denver International Airport for violations, including interest earned, were restricted by the District Court in Jefferson County, which required the creation of this special fund.

COMMUNITY DEVELOPMENT BLOCK GRANT FUND (CDBG)-The CDBG Fund is used to account for revenues and expenditures related to the Department of Housing and Urban Development Community Development Block Grant.

HEAD START FUND-The Head Start Fund is used to account for the revenues and expenditures under a federal grant received from the Department of Health and Human Services. Also, funds are received from the United States Department of Agriculture passed through the Colorado Department of Public Health and Environment for reimbursement for meals served to underprivileged children. Expenditures are made under the grant to provide various educational programs for low-income pre-school children.

OTHER HUMAN SERVICES FUND-The Other Human Services Fund is used to account for revenues and expenditures related to small human services programs administered by Adams County.

COMMUNITY SERVICES BLOCK GRANT FUND (CSBG)-The CSBG Fund is used to account for revenues and expenditures related to Department of Human Services Community Services Block Grant.

WORKFORCE AND BUSINESS CENTER FUND -The Workforce and Business Center Fund is used to account for revenues and expenditures received as grants from the Federal Department of Labor and the State of Colorado to meet community needs for employment training and job placement.

**ADAMS COUNTY, COLORADO
DEVELOPMENTALLY DISABLED FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes				
General Property Taxes	\$ 1,149,218	\$ 1,149,218	\$ 1,147,286	\$ (1,932)
Delinquent Property Taxes	800	800	(248)	(1,048)
Total Revenues	<u>1,150,018</u>	<u>1,150,018</u>	<u>1,147,038</u>	<u>(2,980)</u>
EXPENDITURES:				
Health and Welfare	<u>1,161,645</u>	<u>1,161,645</u>	<u>1,161,418</u>	<u>227</u>
Total Expenditures	<u>1,161,645</u>	<u>1,161,645</u>	<u>1,161,418</u>	<u>227</u>
Net Change in Fund Balance	(11,627)	(11,627)	(14,380)	(2,753)
Fund Balance, Beginning of Year	<u>162,395</u>	<u>162,395</u>	<u>162,395</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 150,768</u>	<u>\$ 150,768</u>	<u>\$ 148,015</u>	<u>\$ (2,753)</u>

**ADAMS COUNTY, COLORADO
 CONSERVATION TRUST FUND
 BUDGETARY COMPARISON SCHEDULE
 For the Year Ended December 31, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental				
Lottery Funds	592,000	592,000	592,172	172
Interest Earnings	2,900	2,900	2,240	(660)
Total Revenues	<u>594,900</u>	<u>594,900</u>	<u>594,412</u>	<u>(488)</u>
EXPENDITURES:				
Conservation of Natural Resources	330,042	330,042	407,393	(77,351)
Capital Outlay	340,550	735,550	25,000	710,550
Total Expenditures	<u>670,592</u>	<u>1,065,592</u>	<u>432,393</u>	<u>633,199</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(75,692)	(470,692)	162,019	632,711
Other Financing Sources (Uses)				
Transfers In	-	195,000	-	(195,000)
Net Change in Fund Balance	(75,692)	(275,692)	162,019	437,711
Fund Balance, Beginning of Year	<u>1,499,795</u>	<u>1,499,795</u>	<u>1,499,795</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 1,424,103</u>	<u>\$ 1,224,103</u>	<u>\$ 1,661,814</u>	<u>\$ 437,711</u>

**ADAMS COUNTY, COLORADO
WASTE MANAGEMENT FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
REVENUES:				
Charges for Services	\$ 260,000	\$ 260,000	\$ 438,606	\$ 178,606
Total Revenues	<u>260,000</u>	<u>260,000</u>	<u>438,606</u>	<u>178,606</u>
EXPENDITURES:				
General Government	<u>489,378</u>	<u>489,378</u>	<u>207,640</u>	<u>281,738</u>
Total Expenditures	<u>489,378</u>	<u>489,378</u>	<u>207,640</u>	<u>281,738</u>
Net Change in Fund Balance	(229,378)	(229,378)	230,966	460,344
Fund Balance, Beginning of Year	<u>4,154,102</u>	<u>4,154,102</u>	<u>4,154,102</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 3,924,724</u>	<u>\$ 3,924,724</u>	<u>\$ 4,385,068</u>	<u>\$ 460,344</u>

ADAMS COUNTY, COLORADO
OPEN SPACE PROJECTS FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES:				
GOCO Grant	\$ -	\$ 1,152,000	\$ 1,152,000	\$ -
Interest Earnings	4,500	4,500	2,311	(2,189)
Miscellaneous	83,500	83,500	119,997	36,497
Total Revenues	<u>88,000</u>	<u>1,240,000</u>	<u>1,274,308</u>	<u>34,308</u>
EXPENDITURES:				
Conservation of Natural Resources	66,000	66,000	68,250	(2,250)
Capital Outlay	60,000	2,220,498	535,082	1,685,416
Total Expenditures	<u>126,000</u>	<u>2,286,498</u>	<u>603,332</u>	<u>1,683,166</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(38,000)</u>	<u>(1,046,498)</u>	<u>670,976</u>	<u>1,717,474</u>
Other Financing Sources (Uses)				
Transfers In	617,760	1,319,804	994,251	(325,553)
Transfers Out	-	(1,318,727)	(902,000)	416,727
Total Other Financing Sources (Uses)	<u>617,760</u>	<u>1,077</u>	<u>92,251</u>	<u>91,174</u>
Net Change in Fund Balance	579,760	(1,045,421)	763,227	1,808,648
Fund Balance, Beginning of Year	<u>1,713,106</u>	<u>1,713,106</u>	<u>1,713,106</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 2,292,866</u>	<u>\$ 667,685</u>	<u>\$ 2,476,333</u>	<u>\$ 1,808,648</u>

ADAMS COUNTY, COLORADO
OPEN SPACE SALES TAX FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final</u>
	<u>Original</u>	<u>Final</u>		<u>Budget - Positive</u>
				<u>(Negative)</u>
REVENUES:				
Taxes				
Sales Taxes	\$ 9,528,948	\$ 10,839,226	\$ 10,421,523	\$ (417,703)
Interest Earnings	52,000	52,000	27,706	(24,294)
Total Revenues	<u>9,580,948</u>	<u>10,891,226</u>	<u>10,449,229</u>	<u>(441,997)</u>
EXPENDITURES:				
Conservation of Natural Resources	<u>8,993,762</u>	<u>12,515,004</u>	<u>11,149,636</u>	<u>1,365,368</u>
Total Expenditures	<u>8,993,762</u>	<u>12,515,004</u>	<u>11,149,636</u>	<u>1,365,368</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>587,186</u>	<u>(1,623,778)</u>	<u>(700,407)</u>	<u>923,371</u>
Other Financing Sources (Uses)				
Transfers Out	<u>(617,760)</u>	<u>(1,564,804)</u>	<u>(994,251)</u>	<u>570,553</u>
Total Other Financing Sources (Uses)	<u>(617,760)</u>	<u>(1,564,804)</u>	<u>(994,251)</u>	<u>570,553</u>
Net Change in Fund Balance	(30,574)	(3,188,582)	(1,694,658)	1,493,924
Fund Balance, Beginning of Year	<u>26,829,259</u>	<u>26,829,259</u>	<u>26,829,259</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 26,798,685</u>	<u>\$ 23,640,677</u>	<u>\$ 25,134,601</u>	<u>\$ 1,493,924</u>

ADAMS COUNTY, COLORADO
DIA NOISE MITIGATION FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final</u>
	<u>Original</u>	<u>Final</u>		<u>Budget - Positive</u>
				<u>(Negative)</u>
REVENUES:				
Interest Earnings	\$ 3,000	\$ 3,000	\$ 1,557	\$ (1,443)
Total Revenues	<u>3,000</u>	<u>3,000</u>	<u>1,557</u>	<u>(1,443)</u>
EXPENDITURES:				
General Government	<u>45,000</u>	<u>45,000</u>	<u>37,718</u>	<u>7,282</u>
Total Expenditures	<u>45,000</u>	<u>45,000</u>	<u>37,718</u>	<u>7,282</u>
Net Change in Fund Balance	(42,000)	(42,000)	(36,161)	5,839
Fund Balance, Beginning of Year	<u>1,429,110</u>	<u>1,429,110</u>	<u>1,429,110</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 1,387,110</u>	<u>\$ 1,387,110</u>	<u>\$ 1,392,949</u>	<u>\$ 5,839</u>

ADAMS COUNTY, COLORADO
COMMUNITY DEVELOPMENT BLOCK GRANT FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final</u>
	<u>Original</u>	<u>Final</u>		<u>Budget - Positive</u>
				<u>(Negative)</u>
REVENUES:				
Intergovernmental				
HUD-CDBG	\$ 1,617,000	\$ 2,287,527	\$ 1,217,756	\$ (1,069,771)
HUD-Home	897,990	897,990	1,143,883	245,893
HUD-Emergency Shelter	89,814	89,814	22,771	(67,043)
HUD - NSP	2,394,314	2,394,314	767,829	(1,626,485)
Program Income	157,500	157,500	1,153,693	996,193
Interest Earnings	-	-	625	625
Miscellaneous	-	-	240,275	240,275
Total Revenues	<u>5,156,618</u>	<u>5,827,145</u>	<u>4,546,832</u>	<u>(1,280,313)</u>
EXPENDITURES:				
Urban Housing/Redevelopment	5,156,618	7,827,075	3,973,099	3,853,976
Capital Outlay	-	-	700	(700)
Total Expenditures	<u>5,156,618</u>	<u>7,827,075</u>	<u>3,973,799</u>	<u>3,853,276</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(1,999,930)	573,033	2,572,963
Other Financing Sources (Uses)				
Loan Proceeds	-	1,999,930	1,999,930	-
Total Other Financing Sources (Uses)	-	1,999,930	1,999,930	-
Net Change in Fund Balance	-	-	2,572,963	2,572,963
Fund Balance, Beginning of Year	<u>1,127</u>	<u>1,127</u>	<u>1,127</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 1,127</u>	<u>\$ 1,127</u>	<u>\$ 2,574,090</u>	<u>\$ 2,572,963</u>

ADAMS COUNTY, COLORADO
HEAD START FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final</u>
	<u>Original</u>	<u>Final</u>		<u>Budget - Positive</u>
				<u>(Negative)</u>
REVENUES:				
Intergovernmental				
HHS Head Start Grant	\$ 3,614,541	\$ 3,614,541	\$ 3,587,285	\$ (27,256)
CACFP Grant	212,000	212,000	211,727	(273)
Other State Grants	46,776	46,776	44,669	(2,107)
Other Intergovernmental	749,149	749,149	939,907	190,758
Miscellaneous	36,803	36,803	6,514	(30,289)
Total Revenues	<u>4,659,269</u>	<u>4,659,269</u>	<u>4,790,102</u>	<u>130,833</u>
EXPENDITURES:				
Health and Welfare	<u>4,709,269</u>	<u>4,709,269</u>	<u>4,520,013</u>	<u>189,256</u>
Total Expenditures	<u>4,709,269</u>	<u>4,709,269</u>	<u>4,520,013</u>	<u>189,256</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(50,000)</u>	<u>(50,000)</u>	<u>270,089</u>	<u>320,089</u>
Other Financing Sources				
Transfers In	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Total Other Financing Sources	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Net Change in Fund Balance	-	-	320,089	320,089
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 320,089</u>	<u>\$ 320,089</u>

ADAMS COUNTY, COLORADO
OTHER HUMAN SERVICES FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final
	Original	Final		Budget - Positive (Negative)
REVENUES:				
Intergovernmental				
Community Services Block Grant	\$ -	\$ -	\$ 37,613	\$ 37,613
TEFAP-Commodity Dist	39,308	39,308	3,648	(35,660)
FEMA-Emerg. Food & Shelter	22,500	22,500	47,417	24,917
Other Governmental	130,000	130,000	-	(130,000)
Miscellaneous	3,000	3,000	2,415	(585)
Total Revenues	<u>194,808</u>	<u>194,808</u>	<u>91,093</u>	<u>(103,715)</u>
EXPENDITURES:				
Health and Welfare	<u>332,100</u>	<u>332,100</u>	<u>233,285</u>	<u>98,815</u>
Total Expenditures	<u>332,100</u>	<u>332,100</u>	<u>233,285</u>	<u>98,815</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(137,292)</u>	<u>(137,292)</u>	<u>(142,192)</u>	<u>(4,900)</u>
Other Financing Sources (Uses)				
Transfers In	<u>137,292</u>	<u>137,292</u>	<u>137,292</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>137,292</u>	<u>137,292</u>	<u>137,292</u>	<u>-</u>
Net Change in Fund Balance	-	-	(4,900)	(4,900)
Fund Balance, Beginning of Year	<u>29,782</u>	<u>29,782</u>	<u>29,782</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 29,782</u>	<u>\$ 29,782</u>	<u>\$ 24,882</u>	<u>\$ (4,900)</u>

ADAMS COUNTY, COLORADO
COMMUNITY SERVICES BLOCK GRANT FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final</u>
	<u>Original</u>	<u>Final</u>		<u>Budget - Positive</u>
				<u>(Negative)</u>
REVENUES:				
Intergovernmental				
CSBG	\$ 428,333	\$ 553,333	\$ 298,201	\$ (255,132)
Other Intergovernmental	-	50,000	149,697	99,697
State Grants	<u>100,000</u>	<u>100,000</u>	-	<u>(100,000)</u>
Total Revenues	<u>528,333</u>	<u>703,333</u>	<u>447,898</u>	<u>(255,435)</u>
EXPENDITURES:				
Health and Welfare	<u>528,333</u>	<u>703,333</u>	<u>447,898</u>	<u>255,435</u>
Total Expenditures	<u>528,333</u>	<u>703,333</u>	<u>447,898</u>	<u>255,435</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**ADAMS COUNTY, COLORADO
WORKFORCE AND BUSINESS CENTER
BUDGETARY COMPARISON SCHEDULE
For the Year Ended December 31, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
REVENUES:				
Intergovernmental				
WIA Grants	\$ 6,009,738	\$ 6,009,738	\$ 3,879,822	\$ (2,129,916)
Employment 1st Grant	455,293	455,293	388,174	(67,119)
TANF	803,753	803,753	199,558	(604,195)
Other Grants	<u>82,608</u>	<u>82,608</u>	<u>595,627</u>	<u>513,019</u>
Total Revenues	<u>7,351,392</u>	<u>7,351,392</u>	<u>5,063,181</u>	<u>(2,288,211)</u>
EXPENDITURES:				
Economic Opportunity	7,351,392	7,351,392	5,010,853	2,340,539
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>7,351,392</u>	<u>7,351,392</u>	<u>5,010,853</u>	<u>2,340,539</u>
Net Change in Fund Balance	-	-	52,328	52,328
Fund Balance, Beginning of Year	<u>\$ 116,553</u>	<u>\$ 116,553</u>	<u>\$ 116,553</u>	<u>\$ -</u>
Fund Balance, End of Year	<u>\$ 116,553</u>	<u>\$ 116,553</u>	<u>\$ 168,881</u>	<u>\$ 52,328</u>

Adams County, Colorado
Explanation of Funds
Enterprise Fund

Enterprise Funds account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

GOLF COURSE FUND-The enterprise fund used to account for the financial operations of the Riverdale (Adams County) Golf Complex.

ADAMS COUNTY, COLORADO
GOLF COURSE FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>			Variance with Final
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	Budget - Positive (Negative)
REVENUES:				
Charges for Services	\$ 2,705,500	\$ 2,705,500	\$ 2,619,646	\$ (85,854)
Interest Earnings	6,000	6,000	4,590	(1,410)
Miscellaneous	<u>185,000</u>	<u>185,000</u>	<u>203,471</u>	<u>18,471</u>
Total Revenues	<u>2,896,500</u>	<u>2,896,500</u>	<u>2,827,707</u>	<u>(68,793)</u>
EXPENDITURES:				
Cost of Sales	138,000	138,000	134,374	3,626
Contract Labor	1,043,900	1,043,900	1,021,744	22,156
Insurance Premiums	100,000	100,000	87,748	12,252
Operating Supplies	10,200	10,200	5,914	4,286
Repairs and Maintenance	198,700	198,700	162,375	36,325
Professional Fees	209,000	209,000	202,450	6,550
Travel and Training	11,200	11,200	6,681	4,519
Minor Supplies and Equipment	210,400	210,400	234,448	(24,048)
Rental Expense	6,000	6,000	4,420	1,580
Utilities	199,100	199,100	182,802	16,298
Other	80,780	80,780	76,761	4,019
Capital Outlay	200,500	200,500	137,429	63,071
Transfers Out	<u>340,000</u>	<u>340,000</u>	<u>340,000</u>	<u>-</u>
Total Expenditures	<u>2,747,780</u>	<u>2,747,780</u>	<u>2,597,146</u>	<u>150,634</u>
Change in Net Assets, Budgetary Basis	<u>\$ 148,720</u>	<u>\$ 148,720</u>	\$ 230,561	<u>\$ 81,841</u>
Net Assets, Beginning of Year			<u>11,354,389</u>	
Net Assets, End of Year			11,584,950	
Reconciliation from Non-GAAP Basis to GAAP Basis:				
Depreciation			(353,031)	
Capital Outlay			<u>137,429</u>	
Net Assets, GAAP Basis			<u>\$ 11,369,348</u>	

Internal Service Funds

Adams County, Colorado
Explanation of Funds
Internal Service Funds

Internal service funds account for the financing of goods and services provided by one department or agency to other departments of the County on a cost reimbursement basis.

EQUIPMENT SERVICE FUND-The Equipment Service Internal Service Fund is used to account for the revenues generated from internal rental charges of vehicles, equipment and maintenance costs provided to other departments.

INSURANCE CLAIMS FUND-The Insurance Claims Internal Service Fund is used to account for the self-insurance activities of the County. The County is self insured for unemployment, a health plan, and the dental program. The workers' compensation and property and casualty programs are high deductible plans.

ADAMS COUNTY, COLORADO
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
December 31, 2011

	Equipment Service	Insurance Claims	Total
ASSETS:			
Current Assets			
Cash and Cash Equivalents	\$ 15,818,246	\$ 11,700,783	\$ 27,519,029
Accounts Receivable	28,114	34,917	63,031
Prepaid	-	187,576	187,576
Insurance Retainer	-	291,000	291,000
Interfund Receivable	490,288	1,151,765	1,642,053
Inventory	136,579	-	136,579
Total Current Assets	16,473,227	13,366,041	29,839,268
Capital Assets			
Improvements Other Than Buildings	338,887	-	338,887
Machinery and Equipment	24,686,560	-	24,686,560
Accumulated Depreciation	(16,246,974)	-	(16,246,974)
Total Capital Assets	8,778,473	-	8,778,473
Total Assets	25,251,700	13,366,041	38,617,741
LIABILITIES:			
Current Liabilities			
Accounts Payable	\$ 71,854	\$ 301,527	\$ 373,381
Deposits Payable	-	14,920	14,920
Compensated Absences	123,416	24,029	147,445
Interfund Payable	615,986	-	615,986
Claims Payable-Current	-	3,349,021	3,349,021
Total Current Liabilities	811,256	3,689,497	4,500,753
Long-term Liabilities			
Claims Payable-Workers' Comp.	-	1,072,727	1,072,727
Claims Payable-General Liability	-	1,068,597	1,068,597
Total Long-term Liabilities	-	2,141,324	2,141,324
Total Liabilities	811,256	5,830,821	6,642,077
NET ASSETS:			
Invested in Capital Assets	8,778,473	-	8,778,473
Unrestricted	15,661,971	7,535,220	23,197,191
Total Net Assets	\$ 24,440,444	\$ 7,535,220	\$ 31,975,664

ADAMS COUNTY, COLORADO
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
For the Year Ended December 31, 2011

	Equipment Service	Insurance Claims	Total
OPERATING REVENUES:			
Equipment Rental Fees	\$ 7,703,875	\$ -	\$ 7,703,875
Insurance Premiums-Medical/Dental	-	12,449,709	12,449,709
Insurance Premiums-General Liability	-	1,478,570	1,478,570
Insurance Premiums-Workers' Compensation	-	665,359	665,359
Insurance Premiums-Unemployment	-	75,000	75,000
Insurance Premiums-Administration	-	1,746	1,746
Insurance-Recovery of Losses	34,814	23,073	57,887
Miscellaneous	64,636	(1,253)	63,383
Total Operating Income	<u>7,803,325</u>	<u>14,692,204</u>	<u>22,495,529</u>
OPERATING EXPENSES:			
Salaries and Fringe Benefits	1,408,267	184,196	1,592,463
Insurance Claims	-	12,873,514	12,873,514
Insurance Premiums	-	1,977,472	1,977,472
Operating Supplies	65,441	1,751	67,192
Travel and Training	4,750	5,084	9,834
Minor Supplies and Equipment	2,649,143	234	2,649,377
Licenses and Fees	2,675	-	2,675
Utilities	54,773	2,530	57,303
Repairs and Maintenance	161,911	-	161,911
Professional Fees	-	157,805	157,805
Rental Expenses	42,354	-	42,354
Other	-	7,342	7,342
Depreciation	2,692,007	-	2,692,007
Total Operating Expenses	<u>7,081,321</u>	<u>15,209,928</u>	<u>22,291,249</u>
Operating Income (Loss)	<u>722,004</u>	<u>(517,724)</u>	<u>204,280</u>
NONOPERATING REVENUES (EXPENSES):			
Gain (Loss) on Sale of Assets	318,944	-	318,944
Total Non Operating Revenues (Expenses)	<u>318,944</u>	<u>-</u>	<u>318,944</u>
Income (Loss) before Contributions and Transfers	<u>1,040,948</u>	<u>(517,724)</u>	<u>523,224</u>
Transfers Out	(615,986)	-	(615,986)
Changes in Net Assets	424,962	(517,724)	(92,762)
Total Net Assets-Beginning	<u>24,015,482</u>	<u>8,052,944</u>	<u>32,068,426</u>
Total Net Assets-Ending	<u>\$ 24,440,444</u>	<u>\$ 7,535,220</u>	<u>\$ 31,975,664</u>

ADAMS COUNTY, COLORADO
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2011

	Equipment Service	Insurance Claims	Total
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash Received from Customers	\$ 7,298,027	\$ 13,562,827	\$ 20,860,854
Cash Payments to Suppliers for Goods and Services	(2,521,745)	(15,082,208)	(17,603,953)
Cash Payments to Employees for Services	(1,399,719)	(181,154)	(1,580,873)
Net Cash Provided (Used) by Operating Activities	<u>3,376,563</u>	<u>(1,700,535)</u>	<u>1,676,028</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Interfund Payable	(615,986)	-	(615,986)
Net Cash Provided (Used) by Noncapital and Related Financing Activities	<u>(615,986)</u>	<u>-</u>	<u>(615,986)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Acquisition/Construction of Capital Assets	(905,521)	-	(905,521)
Proceeds from Sale of Property	351,449	-	351,449
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(554,072)</u>	<u>-</u>	<u>(554,072)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	2,206,505	(1,700,535)	505,970
Cash and Cash Equivalents, Beginning	<u>13,611,741</u>	<u>13,401,318</u>	<u>27,013,059</u>
Cash and Cash Equivalents, Ending	<u>\$ 15,818,246</u>	<u>\$ 11,700,783</u>	<u>\$ 27,519,029</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	\$ 722,004	\$ (517,724)	\$ 204,280
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:			
Depreciation	2,692,007	-	2,692,007
(Increase) Decrease in Accounts Receivable	(15,010)	42,426	27,416
(Increase) Decrease in Inventories	(24,627)	-	(24,627)
(Increase) Decrease in Interfund Receivable	(490,288)	(1,151,765)	(1,642,053)
(Increase) Decrease in Prepaid Expense	-	(20,038)	(20,038)
Increase (Decrease) in Accounts Payable	(132,057)	(174,046)	(306,103)
Increase (Decrease) in Claims Payable-Current	-	(161,521)	(161,521)
Increase (Decrease) in Interfund Payable	615,986	-	615,986
Increase (Decrease) in Accrued Vacation and Sick Leave	8,548	3,042	11,590
Increase (Decrease) in Deposits Payable	-	7,548	7,548
Increase (Decrease) in Claims Payable-Long Term	-	271,543	271,543
Total Adjustments	<u>2,654,559</u>	<u>(1,182,811)</u>	<u>1,471,748</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 3,376,563</u>	<u>\$ (1,700,535)</u>	<u>\$ 1,676,028</u>

ADAMS COUNTY, COLORADO
EQUIPMENT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES:				
Insurance Recovery of Losses	\$ -	\$ 20,000	\$ 34,814	\$ 14,814
Charges for Services	8,504,692	8,504,692	7,703,875	(800,817)
Gain on Sale of Assets	300,000	300,000	318,944	18,944
Miscellaneous	50,000	50,000	64,636	14,636
Total Revenues	8,854,692	8,874,692	8,122,269	(752,423)
EXPENDITURES:				
Salaries-Fringe Benefits	1,421,673	1,421,673	1,408,267	13,406
Operating Supplies	79,280	79,280	65,441	13,839
Repairs and Maintenance	311,280	282,885	161,911	120,974
Travel and Training	23,700	23,700	4,750	18,950
Minor Supplies and Equipment	2,796,655	3,096,655	2,649,143	447,512
Licenses and Fees	6,000	6,000	2,675	3,325
Rental Expense	43,124	43,124	42,354	770
Utilities	57,100	57,100	54,773	2,327
Insurance Claims	14,000	14,000	-	14,000
Capital Outlay	3,979,000	4,674,796	892,181	3,782,615
Transfers Out	11,200	620,943	615,986	4,957
Total Expenditures	8,743,012	10,320,156	5,897,481	4,422,675
Change in Net Assets, Budgetary Basis	\$ 111,680	\$ (1,445,464)	2,224,788	\$ 3,670,252
Net Assets, Beginning of Year			24,015,482	
Net Assets, End of Year			26,240,270	
Reconciliation from Non-GAAP Basis to GAAP Basis:				
Depreciation			(2,692,007)	
Capital Outlay			892,181	
Net Assets, GAAP Basis			\$ 24,440,444	

ADAMS COUNTY, COLORADO
INSURANCE CLAIMS FUND
BUDGETARY COMPARISON SCHEDULE (NON-GAAP)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final
	<u>Original</u>	<u>Final</u>		Budget - Positive
				(Negative)
REVENUES:				
Insurance Premiums	\$ 15,247,368	\$ 15,247,368	\$ 14,693,457	\$ (553,911)
Miscellaneous	-	-	(1,253)	(1,253)
Total Revenues	<u>15,247,368</u>	<u>15,247,368</u>	<u>14,692,204</u>	<u>(555,164)</u>
EXPENDITURES:				
Salaries-Fringe Benefits	175,887	175,887	184,196	(8,309)
Insurance Claims	13,772,455	15,222,455	12,744,953	2,477,502
Insurance Premiums	2,006,087	2,206,087	1,977,472	228,615
Operating Supplies	2,420	2,420	1,751	669
Travel and Training	7,010	7,010	5,084	1,926
Minor Supplies and Equipment	900	900	234	666
Repairs and Maintenance	35,000	35,000	-	35,000
Utilities	1,380	1,380	2,530	(1,150)
Professional Fees	127,200	128,200	157,805	(29,605)
Other	41,000	41,000	7,342	33,658
Total Expenditures	<u>16,169,339</u>	<u>17,820,339</u>	<u>15,081,367</u>	<u>2,738,972</u>
Change in Net Assets, budgetary basis	<u>\$ (921,971)</u>	<u>\$ (2,572,971)</u>	(389,163)	<u>\$ 2,183,808</u>
Net Assets, Beginning of Year			<u>8,052,944</u>	
Net Assets, End of Year			7,663,781	
Reconciliation from Non-GAAP Basis				
to GAAP Basis:				
Change in Insurance Claims Accrued Liability			<u>(128,561)</u>	
Net Assets, GAAP Basis			<u>\$ 7,535,220</u>	

Agency Funds

Adams County, Colorado
Explanation of Funds
Agency Funds

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

TREASURER'S FUND-The Treasurer's Fund accounts for all monies collected (principally tax collections) by the Adams County Treasurer for various local governmental units within the County.

PUBLIC TRUSTEE'S FUND- The Public Trustee's agency fund collects fees pertaining to deeds of trust transactions and distributes fees collected to mortgage companies, individuals, the County and other entities as appropriate.

ADAMS COUNTY, COLORADO
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
For the Year Ended December 31, 2011

	Balances <u>1/1/2011</u>	<u>Additions</u>	<u>Deduction</u>	Balances <u>12/31/2011</u>
Treasurer's Agency Fund				
Cash and investments	\$ 6,430,109	\$ 1,494,859,651	\$ 1,493,837,920	\$ 7,451,840
Total Assets	<u>6,430,109</u>	<u>1,494,859,651</u>	<u>1,493,837,920</u>	<u>7,451,840</u>
Due to other gov't	6,189,139	1,494,544,895	1,493,551,228	7,182,806
Due to others	<u>240,970</u>	<u>314,756</u>	<u>286,692</u>	<u>269,034</u>
Total Liabilities	<u>6,430,109</u>	<u>1,494,859,651</u>	<u>1,493,837,920</u>	<u>7,451,840</u>
Clerk's Agency Fund				
Cash and investments	\$ 6,099,919	\$ 97,869,493	\$ 97,565,372	\$ 6,404,040
Total Assets	<u>6,099,919</u>	<u>97,869,493</u>	<u>97,565,372</u>	<u>6,404,040</u>
Due to other gov't	6,081,178	97,294,534	96,993,815	6,381,897
Due to others	<u>18,741</u>	<u>574,959</u>	<u>571,557</u>	<u>22,143</u>
Total Liabilities	<u>6,099,919</u>	<u>97,869,493</u>	<u>97,565,372</u>	<u>6,404,040</u>
Public Trustee's Agency Fund				
Cash and investments	\$ 517,723	\$ 1,887,210	\$ 2,099,769	\$ 305,164
Total Assets	<u>517,723</u>	<u>1,887,210</u>	<u>2,099,769</u>	<u>305,164</u>
Due to others	<u>517,723</u>	<u>1,887,210</u>	<u>2,099,769</u>	<u>305,164</u>
Total Liabilities	<u>517,723</u>	<u>1,887,210</u>	<u>2,099,769</u>	<u>305,164</u>
Total All Agency Funds				
Cash and investments	\$ 13,047,751	\$ 1,594,616,354	\$ 1,593,503,061	\$ 14,161,044
Total Assets	<u>13,047,751</u>	<u>1,594,616,354</u>	<u>1,593,503,061</u>	<u>14,161,044</u>
Due to other gov't	12,270,317	1,591,839,429	1,590,545,043	13,564,703
Due to others	<u>777,434</u>	<u>2,776,925</u>	<u>2,958,018</u>	<u>596,341</u>
Total Liabilities	<u>13,047,751</u>	<u>1,594,616,354</u>	<u>1,593,503,061</u>	<u>14,161,044</u>

See the accompanying independent auditor's report.



VALUES

We are committed to:

A POSITIVE WORK ENVIRONMENT

Providing a respectful, professional work environment that will attract, retain and motivate a workforce that effectively and efficiently serves the Adams County Community

SERVANT LEADERSHIP

Serving the Adams County community with accountability and responsibility

TEAMWORK

Working together on behalf of the Adams County community

TRANSPARENCY

Engaging in open, honest, and respectful practices and communication

CREDIBILITY

Earning the trust and respect of the Adams County community by acting with integrity and ethics in all we do

**Adams County, Colorado
Statistical Section Index**

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

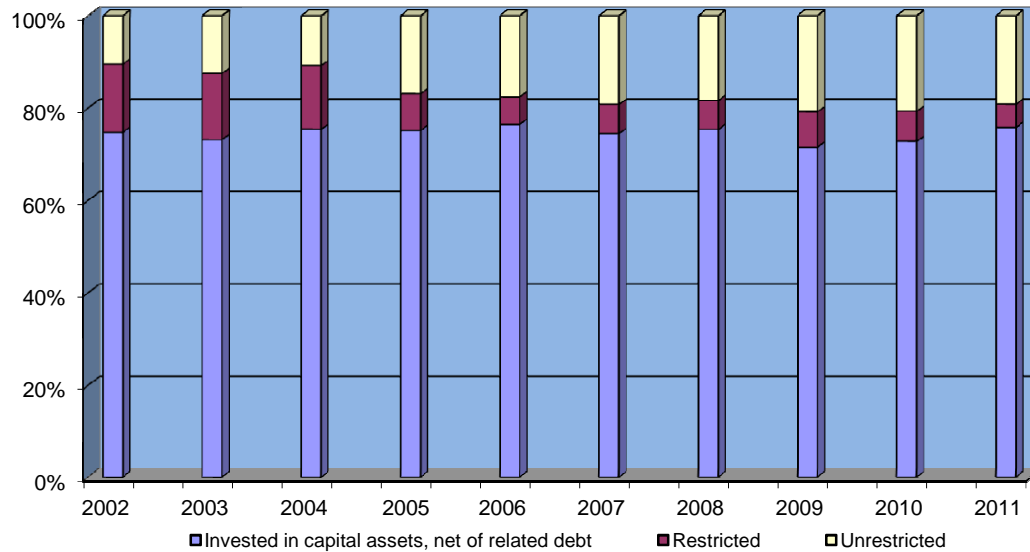
Financial Trends	Page
<i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	
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Direct and Overlapping Property Tax Rates	111
Debt Capacity	
<i>These schedules contain information to help the reader assess the affordability of the County's current level of debt and the county's ability to issue debt in the future.</i>	
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Computation of Direct, Overlapping and Underlying Long-Term Debt	113
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<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.</i>	
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<i>These schedules contain information regarding types of assets by function/department and the number of employees in various job categories.</i>	
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**Adams County, Colorado
Net Assets by Component
Last Ten Years**

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental Activities										
Invested in capital assets, net of related debt	\$ 427,316,464	\$ 440,937,367	\$ 474,873,142	\$ 495,306,316	\$ 534,593,275	\$ 536,994,805	\$ 554,481,895	\$ 534,982,272	\$ 557,397,767	\$ 592,522,933
Restricted	85,941,438	87,882,631	88,053,528	53,225,936	42,328,514	46,405,245	46,812,777	58,041,779	50,731,051	39,750,571
Unrestricted	60,018,628	75,357,855	67,507,247	111,080,386	122,288,680	137,797,761	134,148,061	154,930,749	157,176,026	148,150,452
Total governmental activities net assets	<u>\$ 573,276,530</u>	<u>\$ 604,177,853</u>	<u>\$ 630,433,917</u>	<u>\$ 659,612,638</u>	<u>\$ 699,210,469</u>	<u>\$ 721,197,811</u>	<u>\$ 735,442,733</u>	<u>\$ 747,954,800</u>	<u>\$ 765,304,844</u>	<u>\$ 780,423,956</u>
Business-type Activity										
Invested in capital assets	\$ 8,282,975	\$ 8,171,087	\$ 8,184,808	\$ 8,153,716	\$ 8,052,459	\$ 8,135,188	\$ 8,200,054	\$ 8,083,593	\$ 7,954,054	\$ 7,738,452
Unrestricted	1,481,049	1,555,818	1,809,515	2,221,705	2,756,160	2,863,787	2,944,443	3,175,497	3,400,335	3,630,896
Total business-type activities net assets	<u>\$ 9,764,024</u>	<u>\$ 9,726,905</u>	<u>\$ 9,994,323</u>	<u>\$ 10,375,421</u>	<u>\$ 10,808,619</u>	<u>\$ 10,998,975</u>	<u>\$ 11,144,497</u>	<u>\$ 11,259,090</u>	<u>\$ 11,354,389</u>	<u>\$ 11,369,348</u>
Total Primary Government										
Invested in capital assets, net of related debt	\$ 435,599,439	\$ 449,108,454	\$ 483,057,950	\$ 503,460,032	\$ 542,645,734	\$ 545,129,993	\$ 562,681,949	\$ 543,065,865	\$ 565,351,821	\$ 600,261,385
Restricted	85,941,438	87,882,631	88,053,528	53,225,936	42,328,514	46,405,245	46,812,777	58,041,779	50,731,051	39,750,571
Unrestricted	61,499,677	76,913,673	69,316,762	113,302,091	125,044,840	140,661,548	137,092,504	158,106,246	160,576,361	151,781,348
Total primary government net assets	<u>\$ 583,040,554</u>	<u>\$ 613,904,758</u>	<u>\$ 640,428,240</u>	<u>\$ 669,988,059</u>	<u>\$ 710,019,088</u>	<u>\$ 732,196,786</u>	<u>\$ 746,587,230</u>	<u>\$ 759,213,890</u>	<u>\$ 776,659,233</u>	<u>\$ 791,793,304</u>

Percentage of Net Assets by Component



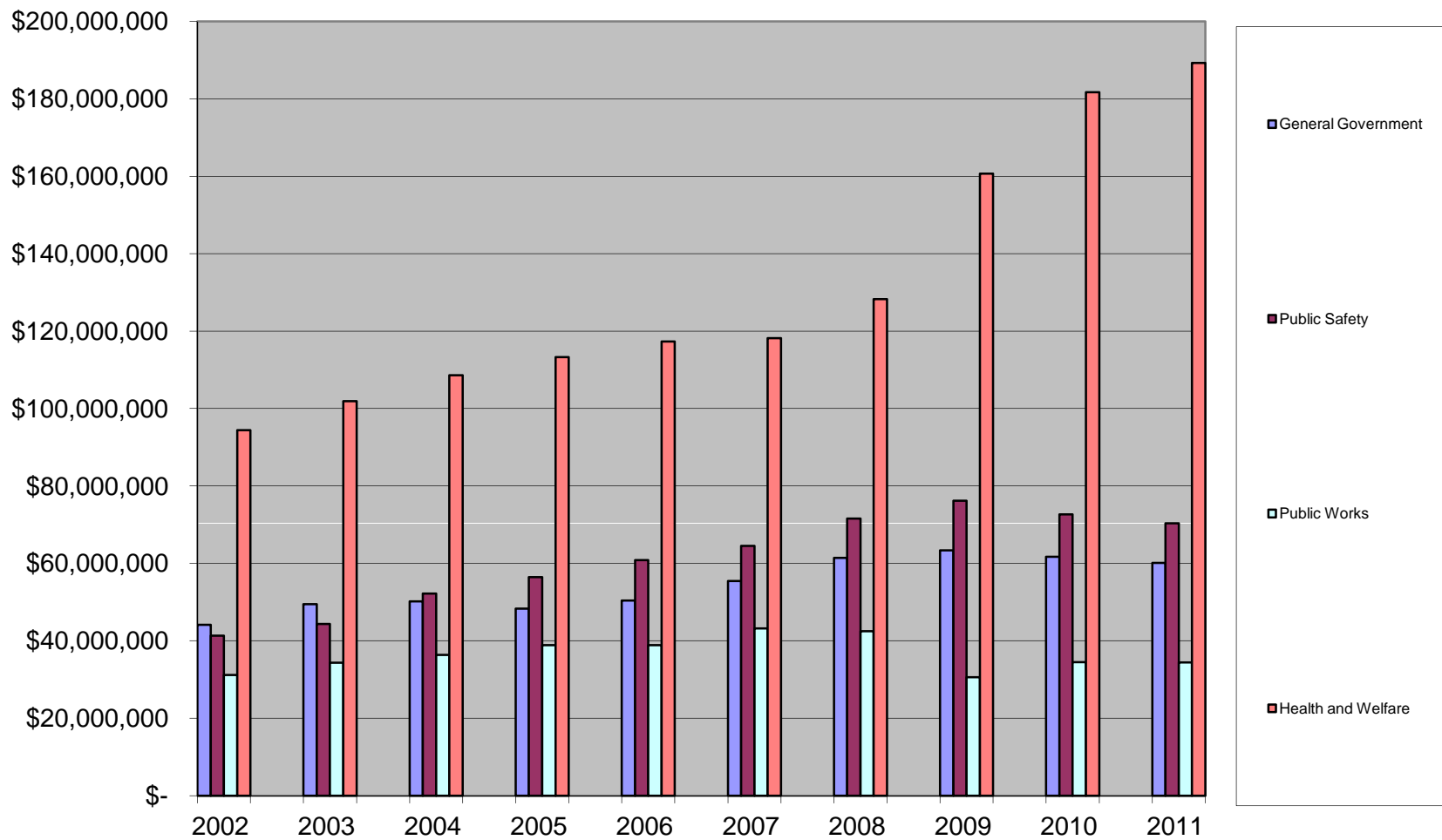
Adams County, Colorado
Changes in Net Assets
Last Ten Years
Fiscal Year

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses										
Governmental Activities										
General Government	\$ 44,105,627	\$ 49,483,269	\$ 50,151,849	\$ 48,305,546	\$ 50,389,174	\$ 55,429,386	\$ 61,408,120	\$ 63,382,231	\$ 61,728,753	\$ 60,112,427
Public Safety	41,343,674	44,380,784	52,225,075	56,423,552	60,814,606	64,528,882	71,585,432	76,201,817	72,666,075	70,374,242
County Funded Human Services	2,476,508	2,758,542	2,969,393	3,267,211	3,464,240	3,629,566	3,777,147	3,842,110	3,398,031	3,244,279
Public Works	31,129,705	34,299,967	36,351,441	38,882,542	38,860,660	43,161,397	42,447,761	30,553,717	34,492,821	34,414,275
Culture and Recreation	2,502,932	1,248,330	2,940,434	3,032,133	3,374,562	3,669,852	3,903,715	4,086,651	3,906,242	3,815,451
Health and Welfare	94,432,003	101,907,815	108,597,884	113,316,811	117,325,278	118,151,381	128,280,011	160,687,705	181,712,150	189,256,037
Urban Housing and Redevelopment	3,935,295	4,349,783	2,451,400	3,463,570	3,227,952	4,528,589	2,897,032	3,437,056	7,220,801	3,983,241
Conservation of Natural Resources	5,612,457	4,394,082	4,262,388	3,756,320	3,686,796	4,150,045	4,868,147	7,952,345	7,235,950	12,258,504
Economic Opportunity	3,763,079	4,621,510	5,313,416	5,757,375	5,014,885	5,592,049	5,297,734	8,335,699	8,436,630	5,249,905
Interest Expense	496,128	903,535	1,092,976	919,671	963,590	919,108	1,589,421	6,519,982	7,184,199	7,141,671
Total governmental activities expense	<u>229,797,408</u>	<u>248,347,617</u>	<u>266,356,256</u>	<u>277,124,731</u>	<u>287,121,743</u>	<u>303,760,255</u>	<u>326,054,520</u>	<u>364,999,313</u>	<u>387,981,652</u>	<u>389,850,032</u>
Business-type Activity										
Golf Course	2,061,865	2,240,935	1,987,316	2,086,919	2,078,325	2,300,914	2,484,609	2,407,548	2,392,530	2,472,748
Total business-type activities expense	<u>2,061,865</u>	<u>2,240,935</u>	<u>1,987,316</u>	<u>2,086,919</u>	<u>2,078,325</u>	<u>2,300,914</u>	<u>2,484,609</u>	<u>2,407,548</u>	<u>2,392,530</u>	<u>2,472,748</u>
Total primary government expense	<u>\$ 231,859,273</u>	<u>\$ 250,588,552</u>	<u>\$ 268,343,572</u>	<u>\$ 279,211,650</u>	<u>\$ 289,200,068</u>	<u>\$ 306,061,169</u>	<u>\$ 328,539,129</u>	<u>\$ 367,406,861</u>	<u>\$ 390,374,182</u>	<u>\$ 392,322,780</u>
Program Revenues										
Governmental Activities										
Fines & Charges for Services										
General Government	\$ 19,647,713	\$ 24,089,909	\$ 14,575,087	\$ 15,545,725	\$ 16,237,322	\$ 17,156,815	\$ 14,828,419	\$ 16,709,196	\$ 16,171,139	\$ 16,501,360
Public Safety	2,820,964	3,102,996	2,988,733	4,641,285	4,611,018	4,377,538	5,698,388	5,179,857	5,230,810	5,543,679
Public Works	2,131,703	2,967,226	2,983,856	2,616,752	2,454,320	1,855,448	1,129,707	1,167,755	1,530,828	1,170,586
Culture & Recreation	714,296	655,612	602,824	617,769	666,705	609,389	723,522	703,766	817,600	742,717
Health & Welfare	-	-	4,435	-	350	-	-	-	-	-
Conservation of Natural Resources	-	-	-	56,556	60,916	77,080	-	41,453	76,626	69,245
Economic Opportunity	-	-	45,859	72,263	65,258	75,988	52,149	46,201	-	-
Total Charges for Services	<u>25,314,676</u>	<u>30,815,743</u>	<u>21,200,794</u>	<u>23,550,350</u>	<u>24,095,889</u>	<u>24,152,258</u>	<u>22,432,185</u>	<u>23,848,228</u>	<u>23,827,003</u>	<u>24,027,587</u>
Operating Grants and Contributions										
General Government	2,520,897	1,996,229	2,550,100	1,269,572	2,189,297	1,873,936	2,116,926	1,056,510	2,558,195	2,114,669
Public Safety	4,253,541	4,270,813	5,125,222	4,570,813	4,669,403	5,137,024	5,427,130	6,852,619	6,364,326	6,354,583
Public Works	8,552,400	6,835,327	6,860,833	6,078,488	8,600,237	7,490,684	6,540,109	7,608,658	7,898,145	7,867,990
Culture & Recreation	1,030,000	831,776	32,126	24,400	-	-	-	-	-	-
Health & Welfare	86,990,745	92,130,544	96,815,651	106,440,755	107,772,760	106,844,065	115,792,402	144,947,269	167,856,820	173,872,725
Urban Housing & Redevelopment	3,550,000	4,357,086	2,186,042	3,195,071	3,089,239	4,368,235	2,789,881	3,256,287	6,908,889	4,305,932
Conservation of Natural Resources	594,451	583,455	753,335	1,225,858	1,240,378	970,542	636,679	3,535,485	567,395	1,184,090
Economic Opportunity	3,593,354	4,430,479	5,157,622	5,528,502	4,750,854	5,338,893	5,058,453	8,017,831	8,378,659	5,063,181
Total Operating Grants and Contributions	<u>111,085,388</u>	<u>115,435,709</u>	<u>119,480,931</u>	<u>128,333,459</u>	<u>132,312,168</u>	<u>132,023,379</u>	<u>138,361,580</u>	<u>175,274,659</u>	<u>200,532,429</u>	<u>200,763,170</u>
Capital Grants and Contributions										
General Government	-	-	200	13,070	456,758	451,910	53,458	-	241,108	836,512
Public Safety	-	137,425	98,173	-	635,634	14,500	-	-	-	52,921
Public Works	-	4,986,365	14,544,581	8,447,430	9,648,528	4,934,395	3,631,678	8,869,245	11,518,693	4,659,639
Health and Welfare	-	-	-	-	-	-	-	-	53,737	-
Conservation of Natural Resources	-	1,588,800	1,604,638	-	-	-	625,000	-	849,000	7,494,134
Total Capital Grants and Contributions	<u>-</u>	<u>6,712,590</u>	<u>16,247,592</u>	<u>8,460,500</u>	<u>10,740,920</u>	<u>5,400,805</u>	<u>4,310,136</u>	<u>8,869,245</u>	<u>12,662,538</u>	<u>13,043,206</u>
Total governmental activities program revenue	<u>136,400,064</u>	<u>152,964,042</u>	<u>156,929,317</u>	<u>160,344,309</u>	<u>167,148,977</u>	<u>161,576,442</u>	<u>165,103,901</u>	<u>207,992,132</u>	<u>237,021,970</u>	<u>237,833,963</u>

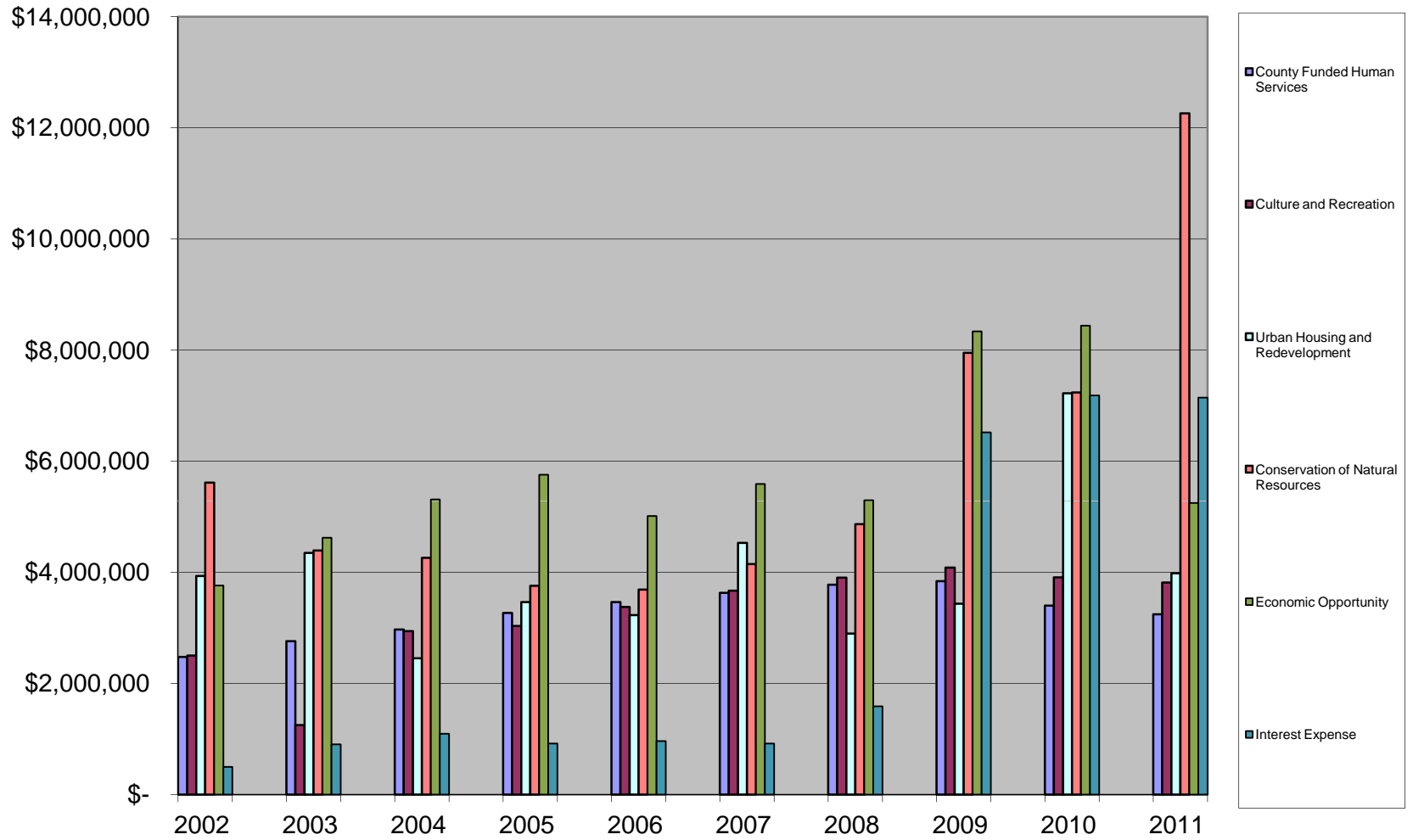
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	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Business-type Activity										
Golf Course-Charges for Services	2,636,500	2,545,431	2,572,740	2,748,925	2,731,697	2,688,802	2,902,979	2,848,361	2,820,454	2,823,117
Total business-type activities program revenue	2,636,500	2,545,431	2,572,740	2,748,925	2,731,697	2,688,802	2,902,979	2,848,361	2,820,454	2,823,117
Total primary government program revenue	\$ 139,036,564	\$ 155,509,473	\$ 159,502,057	\$ 163,093,234	\$ 169,880,674	\$ 164,265,244	\$ 168,006,880	\$ 210,840,493	\$ 239,842,424	\$ 240,657,080
Net (Expense)/Revenue										
Governmental Activities	\$ (93,397,344)	\$ (95,383,575)	\$ (109,426,939)	\$ (116,780,422)	\$ (119,972,766)	\$ (142,183,813)	\$ (160,950,619)	\$ (157,007,181)	\$ (150,959,682)	\$ (152,016,069)
Business-type Activities	574,635	304,496	585,424	662,006	653,372	387,888	418,370	440,813	427,924	350,369
Total primary government net (expense)/revenue	\$ (92,822,709)	\$ (95,079,079)	\$ (108,841,515)	\$ (116,118,416)	\$ (119,319,394)	\$ (141,795,925)	\$ (160,532,249)	\$ (156,566,368)	\$ (150,531,758)	\$ (151,665,700)
General Revenues and Other Changes in Net Assets										
Governmental Activities										
Taxes										
Property Taxes	\$ 81,921,642	\$ 85,455,781	\$ 93,774,948	\$ 98,285,280	\$ 105,568,720	\$ 110,413,882	\$ 119,346,965	\$ 121,842,329	\$ 120,948,144	\$ 120,000,652
Sales Taxes	22,726,263	23,134,339	23,930,139	26,118,233	27,235,502	30,165,614	30,494,275	27,672,357	29,037,709	30,981,723
Specific Ownership Taxes	-	9,939,542	10,348,128	10,287,744	10,816,361	10,591,852	10,193,583	9,064,549	8,211,138	7,932,610
Other Taxes	387,712	360,418	378,521	361,249	419,199	398,255	419,766	664,877	380,238	415,962
Unrestricted Investment Earnings	3,653,448	2,704,641	3,425,198	6,642,999	10,318,270	12,244,860	8,766,805	4,411,282	3,487,202	3,038,344
Gain/Loss on Sale of Capital Assets	-	(169,186)	-	-	-	-	457,605	-	799,263	-
Miscellaneous	4,375,347	4,519,363	3,486,069	3,923,638	4,872,545	4,231,536	5,741,602	5,523,854	5,106,032	4,169,552
Special Items										
Loss on Disposal of Capital Assets	-	-	-	-	-	(4,214,844)	-	-	-	-
Transfers	340,000	340,000	340,000	340,000	340,000	340,000	340,000	340,000	340,000	340,000
Total Governmental Activities	113,404,412	126,284,898	135,683,003	145,959,143	159,570,597	164,171,155	175,760,601	169,519,248	168,309,726	166,878,843
Business-type Activity										
Sales Taxes	815	-	-	-	-	-	-	-	-	-
Unrestricted Investment Earning	47,514	15,976	21,994	59,092	119,826	142,468	67,152	10,022	7,375	4,590
Gain/Loss on Sale of Capital Assets	(6,227)	(17,591)	-	-	-	-	-	3,758	-	-
Transfers	(340,000)	(340,000)	(340,000)	(340,000)	(340,000)	(340,000)	(340,000)	(340,000)	(340,000)	(340,000)
Total Business-type Activities	(297,898)	(341,615)	(318,006)	(280,908)	(220,174)	(197,532)	(272,848)	(326,220)	(332,625)	(335,410)
Total Primary Government General Revenues	\$ 113,106,514	\$ 125,943,283	\$ 135,364,997	\$ 145,678,235	\$ 159,350,423	\$ 163,973,623	\$ 175,487,753	\$ 169,193,028	\$ 167,977,101	\$ 166,543,433
Change in Net Assets										
Governmental Activities	\$ 20,007,068	\$ 30,901,323	\$ 26,256,064	\$ 29,178,721	\$ 39,597,831	\$ 21,987,342	\$ 14,809,982	\$ 12,512,067	\$ 17,350,044	\$ 14,862,774
Business-type Activity	276,737	(37,119)	267,418	381,098	433,198	190,356	145,522	114,593	95,299	14,959
Total Primary Government	\$ 20,283,805	\$ 30,864,204	\$ 26,523,482	\$ 29,559,819	\$ 40,031,029	\$ 22,177,698	\$ 14,955,504	\$ 12,626,660	\$ 17,445,343	\$ 14,877,733

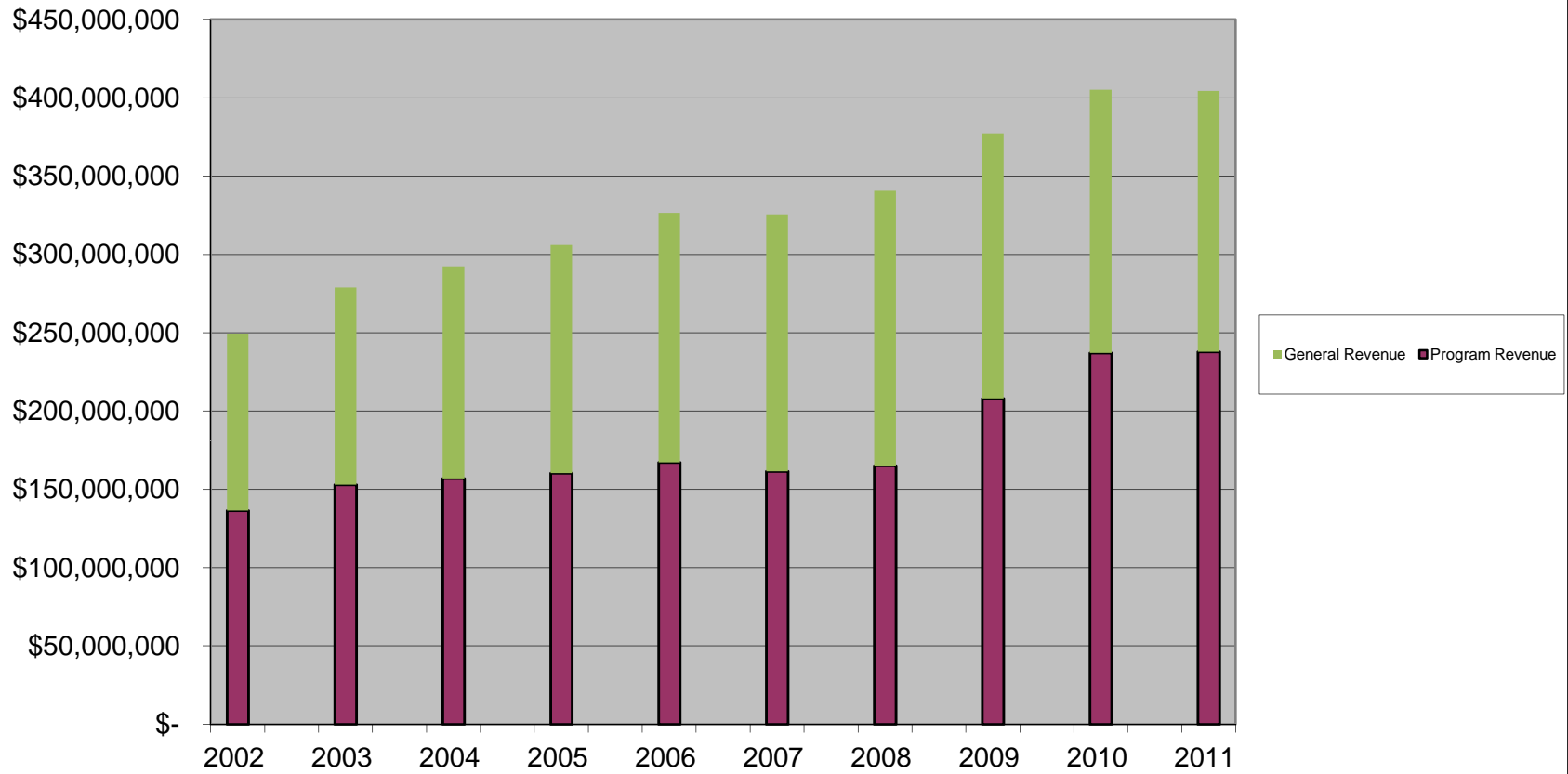
Governmental Activities Expense Changes



Governmental Activities Expense Changes



Changes in Program & General Revenues



Adams County, Colorado
Fund Balances, Governmental Funds
Last Ten Years

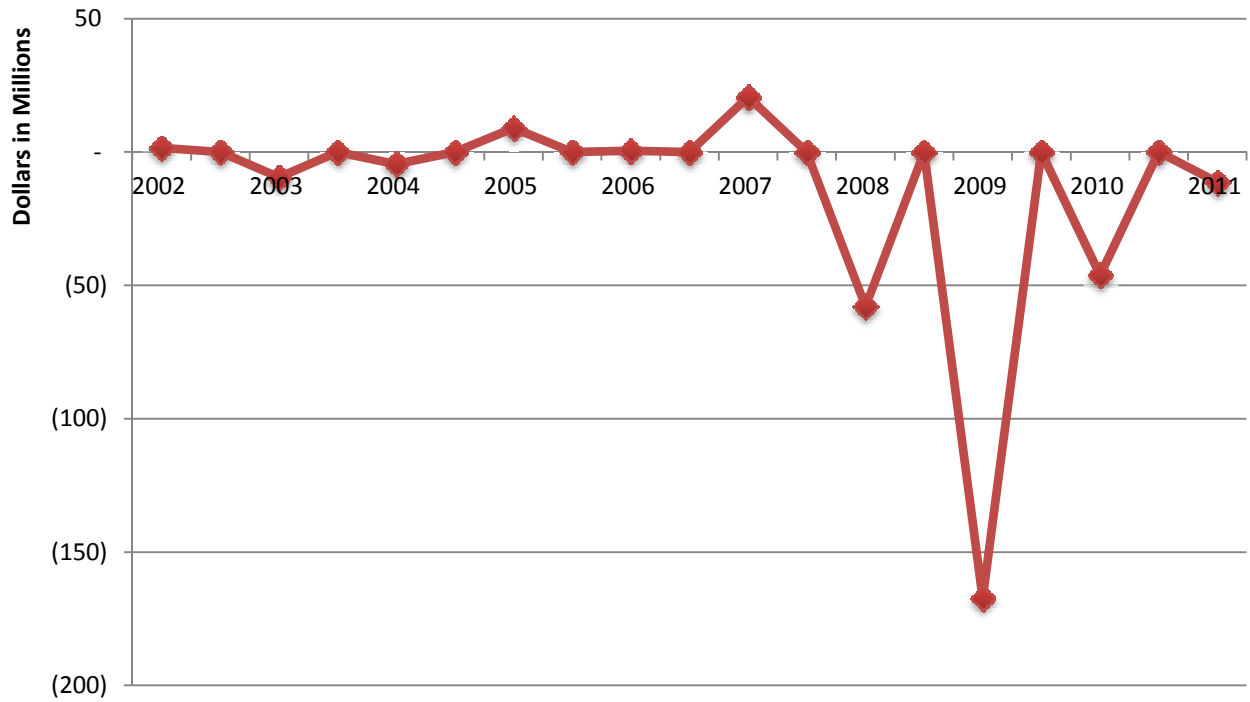
	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Fund										
Restricted	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,064,500	\$ 11,492,899	\$ 17,249,860
Committed										38,548,895
Assigned										157,389
Unassigned	53,940,105	68,641,146	63,572,141	71,217,307	82,074,695	95,414,250	95,084,429	93,367,951	93,293,454	62,304,685
Total general fund	<u>\$ 53,940,105</u>	<u>\$ 68,641,146</u>	<u>\$ 63,572,141</u>	<u>\$ 71,217,307</u>	<u>\$ 82,074,695</u>	<u>\$ 95,414,250</u>	<u>\$ 95,084,429</u>	<u>\$ 104,432,451</u>	<u>\$ 104,786,353</u>	<u>\$ 118,260,829</u>
All Other Governmental Funds										
Restricted	\$ 4,298,886	\$ 4,526,353	\$ 5,755,830	\$ 5,354,606	\$ 9,222,061	\$ 9,347,219	\$ 9,652,138	\$ 10,790,582	\$ 10,029,217	\$ 33,565,211
Assigned, reported in:										
Major funds	38,224,646	40,770,566	43,272,518	46,061,332	36,570,272	38,477,055	40,592,795	88,767,680	43,215,574	30,373,767
Special revenue funds	14,120,423	18,276,723	18,077,323	21,476,468	21,532,411	30,629,297	33,473,483	35,855,475	37,418,027	8,622,543
Capital Project funds	30,092,495	26,868,970	22,969,802	18,189,410	12,312,409	8,034,657	17,427,501	-	16,570,438	12,966,286
Total all other governmental funds	<u>\$ 86,736,450</u>	<u>\$ 90,442,612</u>	<u>\$ 90,075,473</u>	<u>\$ 91,081,816</u>	<u>\$ 79,637,153</u>	<u>\$ 86,488,228</u>	<u>\$ 101,145,917</u>	<u>\$ 135,413,737</u>	<u>\$ 107,233,256</u>	<u>\$ 85,527,807</u>
Total General & All Other Governmental Funds	<u>\$ 140,676,555</u>	<u>\$ 159,083,758</u>	<u>\$ 153,647,614</u>	<u>\$ 162,299,123</u>	<u>\$ 161,711,848</u>	<u>\$ 181,902,478</u>	<u>\$ 196,230,346</u>	<u>\$ 239,846,188</u>	<u>\$ 212,019,609</u>	<u>\$ 203,788,636</u>

Note: Fund Balance categories changed as of 1/1/2011 pursuant to GASB 54. Data for retroactive categorizing not available.

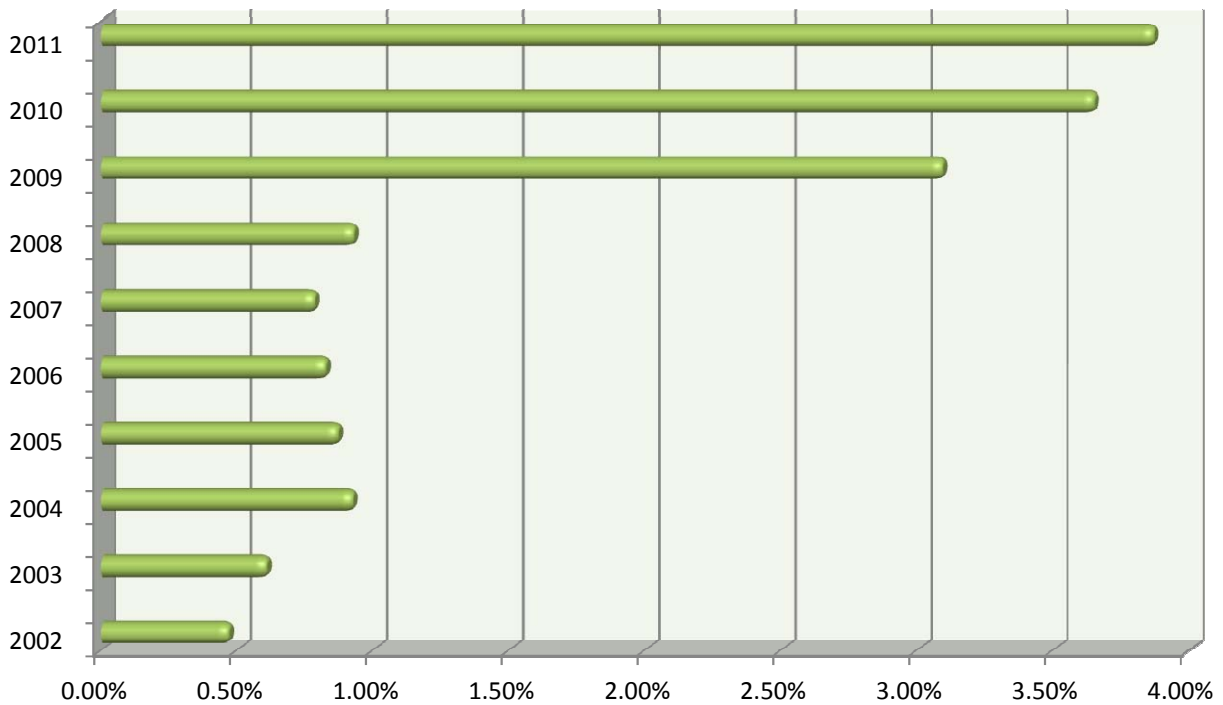
Adams County, Colorado
Changes in Fund Balances, Governmental Funds
Last Ten Years

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues:										
Taxes	\$ 104,647,905	\$ 118,529,664	\$ 128,053,215	\$ 135,052,506	\$ 144,039,782	\$ 151,569,603	\$ 160,454,589	\$ 159,244,112	\$ 158,577,229	\$ 159,330,946
Licenses and Permits	1,606,372	1,279,804	1,343,771	1,278,383	1,337,706	1,153,953	680,665	692,531	1,094,570	753,458
Intergovernmental	111,473,100	115,796,127	119,859,452	128,333,459	132,312,168	132,023,379	138,361,580	185,244,245	208,106,791	207,483,230
Program Income	-	-	-	-	-	-	-	-	-	1,153,693
Charges for Services	23,708,304	29,535,939	19,857,023	22,271,967	22,758,183	22,998,305	21,751,520	22,055,356	22,732,433	23,274,129
Interest Earnings	3,653,448	2,704,641	3,425,198	6,642,999	10,318,270	12,244,860	8,766,805	4,411,282	3,487,202	3,038,344
Miscellaneous	4,375,347	4,664,347	3,862,174	3,928,138	4,877,045	4,236,036	6,284,069	6,839,604	5,059,405	4,226,509
Total Revenues	249,464,476	272,510,522	276,400,833	297,507,452	315,643,154	324,226,136	336,299,228	378,487,130	399,057,630	399,260,309
Expenditures:										
General Government	43,190,168	43,877,141	45,988,101	46,278,182	48,377,182	52,229,232	57,516,054	60,022,849	60,012,382	54,911,702
Public Works	34,919,441	39,760,674	30,068,876	31,671,119	33,146,782	36,689,909	35,263,521	24,283,840	27,740,860	25,084,133
Public Safety	38,740,480	43,257,538	47,123,634	51,423,724	56,335,493	59,744,019	66,227,502	70,721,636	66,856,170	65,222,597
County Funded Human Services	2,476,508	2,758,542	2,969,393	3,267,211	3,464,240	3,629,566	3,777,147	3,842,110	3,398,031	3,244,279
Health and Welfare	93,736,440	101,563,982	107,898,233	112,686,336	116,434,773	116,900,553	126,982,887	159,245,854	180,836,695	188,042,147
Culture and Recreation	2,234,982	2,538,005	2,518,499	2,586,029	3,006,940	3,258,609	3,430,407	3,425,260	3,340,087	3,220,777
Economic Opportunity	3,741,833	4,636,538	5,201,006	5,690,464	4,941,304	5,531,616	5,248,977	8,202,896	8,361,926	5,120,135
Urban Housing/Redevelopment	3,924,711	4,344,519	2,427,225	3,454,746	3,218,874	4,517,205	2,884,458	3,425,126	7,212,069	3,973,099
Conservation of Nation Resources	6,075,227	4,369,963	4,287,091	3,733,965	3,633,261	3,989,670	4,839,595	7,872,237	7,153,025	12,119,294
Capital Outlay	17,822,490	33,378,047	30,115,273	25,409,458	40,326,430	14,839,548	84,803,505	190,968,890	67,038,805	35,809,762
Debt Service										
Principal	496,128	903,535	1,092,976	1,260,000	1,300,000	1,345,000	1,478,061	6,563,211	6,075,143	6,796,777
Interest	585,000	610,000	1,225,000	1,029,001	968,994	918,526	1,395,000	6,221,600	7,117,260	7,158,834
Issuance Costs	-	-	-	-	-	-	391,384	1,023,216	119,184	-
Total Expenditures	247,943,408	281,998,484	280,915,307	288,490,235	315,154,273	303,593,453	394,238,498	545,818,725	445,261,637	410,703,536
Excess of revenues over (under) expenditures	1,521,068	(9,487,962)	(4,514,474)	9,017,217	488,881	20,632,683	(57,939,270)	(167,331,595)	(46,204,007)	(11,443,227)
Other Financing Sources (Uses)										
Transfers In	8,629,193	8,387,265	12,377,357	9,439,698	12,778,296	5,867,033	8,612,315	23,811,811	12,800,101	15,088,566
Transfers Out	(9,297,585)	(8,874,035)	(13,351,399)	(9,906,355)	(13,572,943)	(6,283,150)	(9,088,017)	(23,487,507)	(12,460,101)	(14,132,580)
Loan Proceeds	-	-	-	-	-	-	-	-	-	1,999,930
Proceeds from Certificates of Participation	-	15,890,000	-	-	-	-	35,000,000	110,645,000	15,500,000	-
Sale of Assets	-	12,614,468	-	-	-	-	35,000,000	105,000,000	2,537,428	-
Payment to Escrow Agent	-	-	-	-	-	-	-	(5,581,171)	-	-
Premium on Bonds	-	-	-	-	-	-	-	641,423	-	-
Total other financing sources (uses)	(668,392)	28,017,698	(974,042)	(466,657)	(794,647)	(416,117)	69,524,298	211,029,556	18,377,428	2,955,916
Net Change in Fund Balances	\$ 852,676	\$ 18,529,736	\$ (5,488,516)	\$ 8,550,560	\$ (305,766)	\$ 20,216,566	\$ 11,585,028	\$ 43,697,961	\$ (27,826,579)	\$ (8,487,311)
Debt service as a percentage of noncapital expenditures	0.47%	0.61%	0.92%	0.87%	0.83%	0.78%	0.93%	3.09%	3.65%	3.87%

Revenues Over/Under Expenditures



Debt as a Percentage of Expenditures



Adams County, Colorado
Assessed/Actual Value of Taxable Property(1)
Last Ten Years

Year Ended 12/31	Residential Property	Commercial Property	Industrial Property	Vacant Land	Agricultural Acre Valuation	Natural Resources	State Assessed Property	Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate(2)
2002	1,584,778,700	983,332,370	189,015,800	145,426,730	21,750,360	42,693,550	284,046,230	319,637,600	3,251,043,740	26.370
2003	1,723,627,420	1,101,364,920	183,927,020	168,058,710	21,485,880	31,473,880	281,088,610	243,226,160	3,511,026,440	26.779
2004	1,817,164,600	1,133,324,020	172,585,680	163,125,320	21,377,270	47,395,610	304,244,440	433,574,640	3,659,216,940	26.903
2005	1,996,105,110	1,211,307,330	179,284,260	189,052,140	18,299,200	57,591,930	309,937,150	485,896,500	3,961,577,120	26.804
2006	2,078,292,790	1,253,123,650	189,591,830	191,121,120	18,144,350	68,024,410	301,926,570	552,668,600	4,100,224,720	26.974
2007	2,133,545,890	1,413,864,230	283,101,710	206,593,000	18,542,410	65,225,140	316,986,840	753,675,810	4,437,859,220	26.899
2008	2,173,141,540	1,480,135,780	314,806,400	186,478,600	18,565,270	58,557,700	323,369,960	955,028,920	4,555,055,250	26.809
2009	2,000,551,940	1,568,191,330	342,273,510	164,563,270	18,996,430	88,818,250	346,477,300	969,669,170	4,529,821,990	26.824
2010	2,010,666,990	1,572,491,250	311,982,840	150,930,860	19,222,130	46,346,980	375,729,210	1,063,467,690	4,487,370,260	26.883
2011	1,962,487,880	1,567,274,910	294,197,630	126,806,330	21,378,430	60,736,530	413,097,550	1,278,225,880	4,445,979,260	26.806

(1) The County assesses property frequently; therefore assessed and actual are substantially equal.

(2) Tax rate is per \$1,000 of assessed value

Source: Adams County Assessor's Office

**Adams County, Colorado
Property Tax Levies and Collections
Last Ten Years**

Fiscal Year Ended December 31	Taxes Levied for Collection in the Fiscal Year	Current Collections		Collections in Subsequent Years (1)	Total Collections to Date	
		Amount	Percentage of Levy		Total Taxes Collected	Percentage of Levy
2002	73,110,752	72,949,188	99.78%	109,973	73,059,161	99.93%
2003	85,730,023	85,514,011	99.75%	172,756	85,686,767	99.95%
2004	94,021,777	93,875,226	99.84%	125,848	94,001,074	99.98%
2005	98,443,913	97,912,755	99.46%	164,106	98,076,861	99.63%
2006	106,186,113	105,414,152	99.27%	139,587	105,553,739	99.40%
2007	110,599,462	109,940,545	99.40%	77,635	110,018,180	99.47%
2008	119,373,976	119,152,400	99.81%	144,021	119,296,421	99.94%
2009	122,116,476	121,547,279	99.53%	243,616	121,790,895	99.73%
2010	121,507,945	120,560,734	99.22%	148,651	120,709,385	99.34%
2011	120,633,975	119,783,006	99.29%	-	119,783,006	99.29%

(1) Property taxes are collected in the fiscal year following the year levied, for example taxes levied at the end of 2010 in the amount of \$120,633,975 will be collected in

Source: Adams County Clerk and Recorder, Adams County Assessor, Adams County Treasurer

Note: The information in this schedule relates to the County's own property tax levies, and does not include those it collects on behalf of other governments.

**Adams County, Colorado
Principal Property Tax Payers (1)
Current Year and Nine Years Ago**

Taxpayer	2011			2002		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Xcel Energy Co (Public Service Co)	\$ 165,714,150	1	3.73%	86,256,400	1	2.65%
Suncor Energy, USA, Inc	116,783,490	2	2.63%			
Qwest Corporation	65,348,500	3	1.47%	84,106,900	2	
Colorado Interstate Gas Co.	60,865,300	4	1.37%	10,947,500	8	
Verizon Wireless, LLC	28,031,900	5	0.63%			
Denver/Rocky Mtn Newspaper	23,262,920	6	0.52%	11,526,110	7	0.35%
Tri-State Generation	20,492,760	7	0.46%			
Wal-Mart Real Estate Business Trust	18,892,230	8	0.42%			
Avaya, Inc	16,782,590	9	0.38%	34,203,880	3	1.05%
Unite Power, Inc	15,716,300	10	0.35%			
Conoco Phillips Company				23,120,960	4	0.71%
AT & T Communications				18,990,700	5	0.58%
US West/QWEST Wireless				16,025,000	6	0.49%
Glenborough Properties LP				10,925,330	9	0.34%
Excel Westminster Marketplace				10,661,970	10	0.33%
Total	\$ 531,890,140		10.71%	\$ 306,764,750		6.51%
2011 Total Taxable Property	\$4,445,979,260					
2002 Total Taxable Property	\$3,251,043,740					

(1) Source: Adams County Assessor's Office

Adams County, Colorado
Direct and Overlapping Property Tax Rates (1)
Last Ten Fiscal Years

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Adams County	26.370	26.779	26.903	26.804	26.974	26.899	26.809	26.824	26.883	26.806
Cities										
Arvada	4.310	4.310	4.310	4.310	4.310	4.310	4.310	4.310	4.310	4.310
Aurora	11.409	11.161	11.079	10.958	10.867	10.701	10.644	10.494	10.595	10.653
Bennett	11.950	11.950	11.950	11.950	11.950	11.950	11.950	11.950	11.950	11.950
Brighton	7.248	6.650	6.650	6.650	6.650	6.650	6.650	6.650	6.650	6.650
Commerce City	33.280	33.033	33.280	3.280	3.280	3.280	3.280	3.280	3.206	3.280
Federal Heights	0.680	0.680	0.680	0.680	0.680	0.680	0.680	0.680	0.680	0.680
Lochbuie	0.000	0.000	0.000	0.000	13.876	13.876	11.624	15.313	17.136	19.240
Northglenn	11.597	11.597	11.597	11.597	11.597	11.597	11.597	11.597	11.597	11.597
Thornton	25.210	25.210	25.210	10.210	10.210	10.210	10.210	10.210	10.210	10.210
Westminster	19.650	19.650	19.650	3.650	3.650	3.650	3.650	3.650	3.650	3.650
School Districts										
District No 1	42.089	39.878	39.550	36.273	37.107	36.454	35.852	40.118	43.605	43.740
District No 12	63.786	62.040	68.763	67.060	67.044	64.595	69.671	70.179	70.359	70.276
District No 14	47.214	43.886	43.839	41.340	47.443	45.279	44.961	44.813	44.908	44.977
District No 26	34.187	33.121	33.000	31.163	30.169	27.432	27.355	27.342	27.319	27.293
District No 27	47.016	44.494	48.022	39.244	45.562	45.264	45.215	45.284	45.703	45.629
District No 28	49.825	47.964	47.003	45.824	45.745	45.530	53.248	53.455	53.919	54.159
District No 29	30.121	30.072	37.903	36.340	34.156	34.246	35.724	33.381	33.258	33.330
District No 31	52.821	51.676	49.666	49.666	50.631	50.631	50.738	49.335	46.458	42.494
District No 32	44.844	44.560	36.451	34.284	33.910	33.603	32.607	32.520	32.305	33.148
District No 50	50.360	48.427	48.154	46.790	54.276	55.601	56.970	59.704	58.722	61.473
District No RE 3	39.500	40.040	40.040	32.145	31.230	30.708	26.196	21.705	22.242	21.786
District No RE 50	47.251	44.804	42.719	38.603	35.853	36.027	35.707	35.382	35.494	35.297
Library Districts										
Arapahoe Library	3.695	4.916	4.900	4.963	4.893	4.814	4.827	4.783	4.869	4.981
Rangeview Library	1.391	1.387	1.394	1.388	3.659	3.504	3.659	3.659	3.659	3.659
Urban Drainage & Flood Control	0.602	0.598	0.604	0.597	0.608	0.568	0.591	0.569	0.576	0.623
Aims Junior College	6.316	6.322	6.328	6.357	6.330	6.308	6.323	6.312	6.360	6.355
Water, Sewer & Sanitation Districts	0.026 to 90.000	0.027 to 90.000	0.027 to 90.000	0.027 to 60.000	0.027 to 60.000	0.028 to 60.000	.029 to 60.000	.030 to 60.000	0.425 to 80.108	.030 to 102.171
Fire Districts	0.880 to 13.783	0.890 to 13.677	0.890 to 13.684	0.500 to 13.569	4.300 to 13.595	4.300 to 21.000	.500 to 54.000	.500 to 21.000	0.500 to 21.000	0.500 to 21.000
Park and Recreation Districts	2.589 to 5.946	2.636 to 7.500	2.517 to 10.000	2.497 to 10.000	2.575 to 10.000	2.589 to 10.000	5.010 to 10.000	5.010 to 10.000	2.589 to 10.000	2.589 to 10.000
Metro Districts	5.497 to 90.000	6.912 to 90.000	10.845 to 112.530	3.000 to 112.530	84.183 to 115.581	3.000 to 65.000	25.000 to 99.000	25.000 to 99.000	31.000 to 99.000	1.000 to 99.000
Urban Renewal/Improvement Districts	2.024 to 115.487	1.488 to 115.487	1.488 to 115.487	1.383 to 115.581	5.000 to 121.061	5.000 to 45.000	5.000 to 45.000	5.000 to 45.000	5.000 to 45.000	5.000 to 45.000

(1) Source: Adams County Assessor's Office

Adams County, Colorado
Ratio of Outstanding Debt by Type
December 31, 2011
Last Ten Years

Governmental Activities

<u>Fiscal Year</u>	<u>Certificates of Participation</u>	<u>Per Capita</u>	<u>Percentage of Personal Income</u>
2002	9,545,000	25.57	0.09%
2003	24,825,000	65.16	0.24%
2004	23,600,000	60.42	0.22%
2005	22,340,000	55.66	0.19%
2006	21,040,000	50.74	0.17%
2007	19,695,000	46.80	0.15%
2008	53,300,000	123.71	0.38%
2009	151,936,789	345.44	1.09%
2010	161,361,646	365.40	Not Available
2011	154,564,869	342.38	Not Available

Adams County, Colorado
Computation of Direct, Overlapping and Underlying Long-Term Debt
December 31, 2011

<u>GOVERNMENTAL UNIT</u>	<u>Long-Term Debt</u>	<u>Percent Applicable to County</u>	<u>County's Share of Debt</u>
Direct:			
Adams County	\$ -	-	\$ -
Overlapping:			
City of Aurora	16,065,000	19.50%	3,133,464
Town of Lochbuie	2,390,000	0.77%	18,344
School District No. 12	346,403,191	84.29%	291,967,600
School District No. 27J	156,890,000	96.80%	151,869,434
School District No. 28J	365,783,559	33.86%	123,868,617
School District No. 29J	9,350,000	55.79%	5,216,338
School District No. 31J	9,875,000	80.00%	7,900,000
School District No. 32J	1,375,000	46.52%	639,582
School District No. RE-3J	31,105,607	1.35%	420,825
School District No. RE-50J	396,014	3.09%	12,236
Bromley Park #2	33,515,000	99.31%	33,284,341
Central Colorado Groundwater Mgmt	17,236,252	14.00%	2,413,075
Central Colorado Well Augmentation	14,934,612	5.00%	746,731
North Metro Fire Rescue District	23,400,000	22.57%	5,280,503
North Washington Fire Protection Dist 3	466,879,630	98.53%	460,014,360
Sable-Altura Fire Protection District	5,210,000	61.57%	3,207,871
Aurora Urban Renewal	365,783,559	33.86%	123,868,617
EastPark 70 Metro District	8,380,000	65.92%	5,523,847
Sand Creek Metropolitan	64,185,000	78.22%	50,202,959
Underlying:			
School District No. 1	40,066,271	100.00%	40,066,271
School District No. 14	83,784,342	100.00%	83,784,342
School District 50	92,910,000	100.00%	92,910,000
Aberdeen Metro No. 1	7,870,000	100.00%	7,870,000
Aberdeen Metro No. 2	2,090,000	100.00%	2,090,000
Airways Business Center Metro District	2,300,037	100.00%	2,300,037
Amber Creek Metropolitan District	500,000	100.00%	500,000
Aspen Hills Metropolitan District	1,065,000	100.00%	1,065,000
Aurora Single Tree Metropolitan District	8,085,000	100.00%	8,085,000
Belle Creek Metro #1	4,390,000	100.00%	4,390,000
Bennett Park & Rec	1,800,000	100.00%	1,800,000
Big Dry Creek Metro District	550,800	100.00%	550,800
BNC Metropolitan District No. 1	2,830,571	100.00%	2,830,571
BNC Metropolitan District No. 2	5,000,000	100.00%	5,000,000
Bradburn Metro No. 2	5,157,000	100.00%	5,157,000
Bradburn Metro No. 3	7,260,000	100.00%	7,260,000
Brighton Crossing No. 4	13,480,000	100.00%	13,480,000
Bromley Park No. 3	20,055,000	100.00%	20,055,000
Bromley Park No. 5	2,970,000	100.00%	2,970,000
Bromley Park No. 6	4,490,000	100.00%	4,490,000
Buffalo Ridge Metropolitan District	9,210,000	100.00%	9,210,000
Buffalo Run Mesa Metropolitan District	6,874,000	100.00%	6,874,000
City of Thornton 136th GID	2,420,000	100.00%	2,420,000
Colorado International Center Metro Dist 3	2,254,305	100.00%	2,254,305

Continued on Next Page

GOVERNMENTAL UNIT	Long-Term Debt	Percent Applicable to County	County's Share of Debt
Commerce City Northern Infrastructure GID	90,090,000	100.00%	90,090,000
Colorado Science Tech Metro #1	6,671,354	100.00%	6,671,354
Country Club Village 1	2,960,000	100.00%	2,960,000
Eagle Creek Metropolitan District	3,381,580	100.00%	3,381,580
Eagle Shadow Metropolitan Dist. No. 1	10,905,000	100.00%	10,905,000
Fallbrook Metropolitan District	7,406,106	100.00%	7,406,106
Fire District 2 Southwest Adams	774,970	100.00%	774,970
Fire District 2 Bond Southwest Adams	774,970	100.00%	774,970
Fronterra Village Metropolitan District	12,259,714	100.00%	12,259,714
Fronterra Village Metropolitan District No. 2	7,152,722	100.00%	7,152,722
Greatrock North Water & Sanitation District	5,460,000	100.00%	5,460,000
Hazeltine Heights Water & Sanitation	339,237	100.00%	339,237
Heritage Todd Creek Metro District	26,778,758	100.00%	26,778,758
Highpoint Metropolitan District	1,645,000	100.00%	1,645,000
Himalaya Water & Sanitation	4,558,531	100.00%	4,558,531
Horse Creek Metropolitan District	1,458,000	100.00%	1,458,000
Huntington Trails Metropolitan	6,380,000	100.00%	6,380,000
Hyland Hills Park & Recreation	12,280,000	100.00%	12,280,000
Lakeview Estates Water	998,533	100.00%	998,533
Lambertson Lakes Metropolitan District	6,540,000	100.00%	6,540,000
Larkridge Metro District No. 1 & 2	12,753,957	100.00%	12,753,957
Marshall Lake Metropolitan District	2,970,000	100.00%	2,970,000
North Range Metropolitan District No. 1	30,815,000	100.00%	30,815,000
North Range Metropolitan District No. 2	26,375,000	100.00%	26,375,000
North Range Village Metro District	8,125,892	100.00%	8,125,892
Northern Metropolitan District	1,925,000	100.00%	1,925,000
Park 70 Metropolitan District	11,380,000	100.00%	11,380,000
PLA Metro District	1,325,000	100.00%	1,325,000
Potomac Farms Metropolitan District	5,377,548	100.00%	5,377,548
Prairie Center Metro No. 3	79,275,000	100.00%	79,275,000
Riverdale Dunes Metropolitan Dist. No. 1	2,675,000	100.00%	2,675,000
Riverdale Peaks No. 2	3,080,000	100.00%	3,080,000
River Oaks Metropolitan District	4,330,000	100.00%	4,330,000
Talon Pointe Metropolitan District	7,733,753	100.00%	7,733,753
Todd Creek Farms Metropolitan Dist. No. 2	1,520,000	100.00%	1,520,000
Tower Metro District	13,760,156	100.00%	13,760,156
	<u>\$ 2,688,805,531</u>		<u>\$ 2,019,236,851</u>

Source: Adams County Finance Department

Note: Overlapping Debt percentage is calculated using Adams County Total Assessed Value divided by the District's Total Assessed Value as provided by the District.

Adams County, Colorado
Legal Debt Margin Information (1)
Last Ten Years

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Actual Property Value										
Assessed Property Value	\$ 3,570,681,340	\$ 3,754,252,600	\$ 4,092,791,580	\$ 4,447,473,620	\$ 4,652,893,320	\$ 5,191,535,030	\$ 5,510,084,170	\$ 5,499,491,100	\$ 5,550,837,950	\$ 5,724,205,140
Statutory Debt Limit 3%	107,120,440	112,627,578	122,783,747	133,424,209	139,586,800	155,746,051	165,302,525	164,984,733	166,525,139	171,726,154
Constitutional Limit 1.5%	53,560,220	56,313,789	61,391,874	66,712,104	69,793,400	77,873,025	82,651,263	82,492,367	83,262,569	85,863,077
Debt Applicable to Limit										
General Obligation Bonds	-	-	-	-	-	-	-	-	-	-
Other Applicable Debt	-	-	-	-	-	-	-	-	-	-
Net Debt Applicable to Limits	-	-	-	-	-	-	-	-	-	-
Legal Debt Margin (2)	\$ 53,560,220	\$ 56,313,789	\$ 61,391,874	\$ 66,712,104	\$ 69,793,400	\$ 77,873,025	\$ 82,651,263	\$ 82,492,367	\$ 83,262,569	\$ 85,863,077
Total Debt as percentage of debt limit	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%

(1) Difference between assessed property value to compute Legal Debt Margin and assessed valuation for assessed/actual value of taxable property is value of exempt property.

(2) For years 2000 to 2002, Section 30-26-301, Colorado Revised Statutes, 1973, states counties may incur bonded indebtedness for general purposes in an amount not to exceed 1.5% of assessed valuation of taxable property.

For years beginning 2003 debt limits are calculated the 2002 revised Section 30-26-301, which states a county shall not be in excess of 3% of the actual value of the taxable property as determined by the Assessor.

Adams County, Colorado
Demographic and Economic Statistics
Last Ten Years

Fiscal Year	Population (1)	Per Capita Personal Income (2)	Annual Total Personal Income (2)	Median Age (3)	Public School Enrollment (4)	Unemployment Rate (2)
2002	373,299	27,605	10,300,515,000	31.70	65,990	6.4%
2003	380,985	27,438	10,464,981,000	31.80	67,922	7.0%
2004	390,587	28,119	10,967,707,000	32.00	68,629	6.5%
2005	401,332	29,001	11,664,586,000	32.10	73,348	5.2%
2006	414,652	29,598	12,272,985,000	32.10	74,157	5.0%
2007	420,833	30,351	12,772,840,000	32.30	75,780	4.8%
2008	430,836	32,588	13,999,767,000	32.10	79,253	5.5%
2009	439,836	31,727	13,991,470,000	32.80	79,477	8.6%
2010	441,603	Not Available	Not Available	32.40	81,838	10.2%
2011	451,443	Not Available	Not Available	32.10	85,951	9.5%

(1) Source: State Demography Office, Colorado Division of Local Government.
Population is adjusted as forecasts and estimates change

(2) Source: Bureau of Economic Analysis, Colorado Department of Labor & Employment, Average Annual

(3) Source: Colorado Department of Local Affairs

(4) Source: Colorado Department of Education

**Adams County, Colorado
Principal Employers
2011 and 2002**

Employer	2011			2002		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Children's Hospital	4100	1	1.76%			
University of Colorado Hospital	4080	2	1.76%			0.00%
United Parcel Service	2520	3	1.08%	2200	2	1.20%
Avaya Communications	1000	4	0.43%	3600	1	1.96%
DISH Network	990	5	0.43%	1325		
Staples	800	6	0.34%			
St Anthony Hospital North	770	7	0.33%	725	10	0.39%
T-Mobile	650	8	0.28%			
Shamrock Foods	640	9	0.28%			0.00%
HealthOne: North Suburban Medical Center	610	10	0.26%	1000	6	0.54%
University of Colorado Health Sciences Ctr.				1500	3	0.82%
Celestica				1055	4	0.57%
Qwest Communications				1050	5	0.57%
Global Crossings				950	7	0.52%
King Soopers				825	8	0.45%
Rocky Mountain Arsenal				800	9	0.44%
Total	<u>16,160</u>		<u>6.96%</u>	<u>15,030</u>		<u>7.45%</u>

Sources: Adams County Economic Development (Employer Data)
Colorado Department of Labor & Employment (Total employed in Adams County)

Does not include governmental entity employers.

Adams County, Colorado
Capital Asset Statistics by Function/Program
Last Seven Years

<u>Function/Program</u>	<u>2005</u>	<u>2006</u>	<u>Fiscal Year</u> <u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
General Government							
Square Footage of Buildings	190,482	190,482	190,482	190,482	190,482	190,482	448,668
Number of Vehicles (Including Motor Pool)	89	85	87	88	92	90	77
Public Safety							
Square Footage of Detention Center	342,107	342,107	342,107	342,107	342,107	342,107	342,107
Square Footage of Justice Center	202,268	202,268	202,268	202,268	304,768	304,768	304,768
Square Footage of Other Buildings	158,108	186,468	168,360	168,360	174,360	174,360	174,360
Number of Vehicles	152	164	169	172	173	171	137
Public Works							
Number of Vehicles	67	65	65	62	58	84	182
¹¹⁸ Miles of Roads and Streets Maintained	1,147	1,159	1,162	1,165	1,144	1,144	1,144
Number of Traffic Signals Maintained	25	25	29		30	36	36
Culture & Recreation							
Acres of Parks	1,200	1,200	1,200	1,200	1,200	2,497	2,497
Miles of Trails	20	20	22	23	30	38	38
Health and Welfare							
Square Footage of Buildings	134,798	134,798	134,798	134,798	134,798	134,798	134,798
Conservation of Natural Resources							
Acres of Open Space Land	827	1,157	1,157	1,301	1,226	3,098	3,098
Acres of Conservation Easements	385	385	406	2,063	2,338	5,255	5,274

Source: Various Adams County Departments

Note: Ten years of comparable data is not available.

Adams County, Colorado
Full-time Equivalent County Employees by Function/Program
Last Nine Years
Full-time Equivalent Employees as of December 31

Program/Function	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Government									
Management	47.00	53.00	77.00	72.50	85.00	37.00	31.00	28.00	28.00
Professional/Technical	159.00	148.50	136.00	129.50	151.00	200.00	209.00	191.00	187.50
Administrative Support	157.00	169.75	163.25	157.50	180.75	187.75	189.00	168.50	171.75
Labor and Trade	38.00	40.00	48.50	25.00	36.00	41.00	41.00	37.00	40.00
Public Safety									
Management	7.00	7.00	7.00	6.00	6.00	6.00	5.00	6.00	7.00
Officers	336.00	365.00	359.00	384.00	396.00	399.00	407.00	397.00	388.00
Civilian Professional/Technical	33.00	32.50	45.00	37.00	45.25	45.00	38.00	36.00	38.00
Administrative Support	91.25	94.00	84.50	94.00	93.75	104.50	115.00	114.25	96.25
Health & Welfare									
Management	12.00	11.00	12.00	8.00	9.00	11.00	11.75	10.00	10.00
Professional/Technical	339.00	372.00	347.50	377.00	376.50	393.25	421.00	422.25	405.25
Administrative Support	67.00	66.50	55.00	76.00	76.00	73.00	69.00	69.00	64.00
Labor & Trade	9.00	8.00	11.50	10.00	10.75	9.75	9.75	9.50	7.75
Economic Opportunity									
Management	1.00	1.00	0.00	2.00	2.00	2.00	2.00	2.00	2.00
Professional/Technical	39.50	40.50	58.00	57.00	45.00	45.00	46.00	47.75	46.00
Administrative Support	3.00	2.50	4.00	4.00	3.00	3.00	3.00	3.00	3.00
Public Works									
Management	5.00	5.00	5.00	5.00	4.00	2.00	4.00	5.00	6.00
Professional/Technical	28.00	29.00	27.00	28.00	25.00	29.00	25.00	31.00	25.00
Administrative Support	6.00	6.00	7.00	8.00	8.00	7.00	7.00	7.00	6.00
Labor & Trade	65.00	67.00	76.00	82.00	84.00	82.00	75.00	76.00	69.00
Urban Housing and Redevelopment									
Management	1.00	1.00	1.00	2.00	2.00	1.00	0.25	2.00	2.00
Professional/Technical	4.00	4.00	4.00	4.00	5.00	4.00	2.00	5.00	5.00
Administrative Support	3.00	3.00	3.00	2.00	2.00	1.00	1.00	0.00	0.00
Conservation of Natural Resources									
Management	2.00	2.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Professional/Technical	7.00	11.00	7.00	5.00	7.00	7.00	5.00	7.00	9.00
Administrative Support	6.00	5.00	5.00	1.50	2.75	2.00	1.00	5.00	2.00
Labor & Trade	20.00	19.00	20.00	24.00	17.00	18.00	19.00	19.00	18.00
Total FTE Employees	1485.75	1563.25	1567.25	1605.00	1676.75	1714.25	1740.75	1702.25	1640.50

Source: Adams County Human Resource Department

Note: Ten years of comparable data is not available.

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GOALS

PROSPERITY

Provide opportunity for economic growth, while respecting Adams County's important natural resources

CUSTOMER SERVICE

Provide prompt, courteous, high-quality, and cost-effective services, while continuously striving to improve our service delivery

COMMUNITY

Work to build effective relationships within the community to assist in the pursuit of a high quality life

ADAMS COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2011

<u>Agency/Program Title</u>	<u>Federal CFDA Number</u>	<u>2011 Expenditures</u>
Department of Health and Human Services:		
<i>Passed Through Colorado Department of Human Services:</i>		
Temporary Assistance for Needy Families	93.558	\$ 12,307,503
ARRA - Temporary Assistance for Needy Families	93.558	2,311,574
Promoting Safe and Stable Families	93.556	162,657
Child Support Enforcement	93.563	2,397,991
Low-Income Home Energy Assistance	93.568	3,930,605
Child Care & Development Block Grant	93.575	1,610,186
Child Care & Development Fund - Mandatory & Matching Funds	93.596	4,092,131
Child Welfare Services-State Grants	93.645	400,051
Foster Care Title IV-E	93.658	4,428,063
ARRA - Foster Care Title IV-E	93.658	82,951
Adoption Assistance	93.659	1,587,206
Social Services Block Grant	93.667	2,464,477
Chafee Foster Care Independence Program	93.674	154,404
Subtotal:		<u>35,929,799</u>
<i>Passed Through Colorado Department of Healthcare Policy & Financing:</i>		
Medical Assistance Program	93.778	2,900,458
Subtotal:		<u>2,900,458</u>
<i>Passed Through Colorado Department of Public Health & Environment</i>		
MIECHV	93.505	22,130
Subtotal:		<u>22,130</u>
<i>Passed Through Colorado Department of Local Affairs:</i>		
Community Services Block Grant	93.569	298,201
ARRA - Strengthening Communities Fund	93.711	149,697
Subtotal:		<u>447,898</u>
<i>Passed Through Denver Regional Council of Governments:</i>		
Special Programs for the Aging - Title III Part B - Grants for Supportive Services and Senior Centers	93.044	18,960
<i>Direct Programs:</i>		
ARRA - Head Start	93.708	385,938
Head Start	93.600	3,184,664
Subtotal:		<u>3,570,602</u>
Total Department of Health & Human Services		<u>42,889,847</u>

Continued on Next Page

ADAMS COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2011

Agency/Program Title	Federal CFDA Number	2011 Expenditures
Department of Agriculture:		
<i>Passed Through Colorado Department of Human Services:</i>		
State Admin Matching Grants for Supplemental Nutrition Program	10.561	3,735,754
Emergency Food Assistance -(Food Commodities)	10.569	668,634
Emergency Food Assistance -(Administrative)	10.568	26,431
Subtotal:		<u>4,430,819</u>
 <i>Passed Through Colorado Department of Public Health & Environment:</i>		
Child & Adult Care Food Program	10.558	<u>238,555</u>
Total Department of Agriculture		<u>4,669,374</u>
 Department of Labor:		
<i>Passed Through Colorado Dept. of Labor & Employment:</i>		
<i>Workforce Investment Act:</i>		
Disabled Veterans' Outreach Program	17.801	25,592
Veterans' Employment Program	17.802	18,261
Local Veterans' Employment Representative Program	17.804	8,089
Trade Adjustment Assistance	17.245	5,463
ARRA - WIA Adult Program	17.258	47,665
WIA Adult Program	17.258	1,039,522
WIA Youth Activities	17.259	821,336
ARRA - WIA Dislocated Workers	17.260	71,608
WIA Dislocated Workers	17.260	164,745
WIA Dislocated Workers New	17.278	463,759
Subtotal:		<u>2,666,040</u>
 <i>Wagner Peyser:</i>		
ARRA - Employment Service/Wagner Peyser	17.207	73,684
Employment Service/Wagner Peyser	17.207	1,052,468
Subtotal:		<u>1,126,152</u>
 Total Department of Labor		 <u>3,792,192</u>
 Department of Housing and Urban Development:		
<i>Direct Programs:</i>		
ARRA - Homeless Prevention & Rapid Rehousing Program	14.257	492,271
ARRA - Community Development Block Grant/Entitlements	14.253	4,514
Community Development Block Grant/Entitlement Grants	14.218	1,236,857
HUD Section 108	14.248	455,055
Housing Emergency Recovery Act -Neighborhood Stabilization Program 1 & 3	14.218	25,997
Emergency Shelter	14.231	22,771
Home Investment Partnerships Program	14.239	1,180,438
Subtotal:		<u>3,417,903</u>
 <i>Passed Through Colorado Department of Local Affairs, Division of Housing:</i>		
Housing Emergency Recovery Act - Neighborhood Stabilization Program 1	14.228	<u>256,501</u>
 Total Department of Housing & Urban Development		 <u>3,674,404</u>

Continued on Next Page

ADAMS COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2011

Agency/Program Title	Federal CFDA Number	2011 Expenditures
US Department of Energy		
<i>Direct Programs:</i>		
ARRA - Energy Efficiency & Conservation Block Grant Program	81.128	<u>555,556</u>
Department of Homeland Security		
<i>Passed Through Colorado Department of Local Affairs:</i>		
Emergency Management Performance Grants	97.042	91,000
<i>Passed Through Metro Emergency Food and Shelter Board</i>		
Emergency Food & Shelter National Board Program	97.024	<u>23,708</u>
Total Department of Homeland Security		<u>114,708</u>
Department of Justice:		
<i>Direct Programs:</i>		
State Criminal Alien Assistance Program	16.606	187,157
Bulletproof Vest Partnership Program	16.607	5,873
Edward Byrne Memorial JAG Program	16.738	<u>52,921</u>
Subtotal:		<u>245,951</u>
<i>Passed Through State Department of Public Safety:</i>		
Crime Victim Assistance	16.575	86,647
ARRA - State Victim Assistance Formula Grant Program	16.801	16,369
Sexual Assault Response Program	16.590	14,676
Crime Victim Compensation	16.576	609,362
Juvenile Accountability Block Grants	16.523	<u>56,871</u>
Subtotal:		<u>783,925</u>
Total Department of Justice		<u>1,029,876</u>
Department of Transportation:		
<i>Passed Through Colorado Department of Transportation:</i>		
Highway Planning & Construction	20.205	<u>5,129,165</u>
Total Department of Transportation		<u>5,129,165</u>
Corporation for National and Community Service		
<i>Passed Through Colorado Child & Parent Foundation</i>		
AmeriCorps	94.006	<u>33,802</u>
Total Corporation for Federal and National Community Service		<u>33,802</u>
Department of Education		
<i>Passed Through Colorado Child & Parent Foundation</i>		
Parental Information & Resource Centers	84.310	<u>6,828</u>
Total Department of Education		<u>6,828</u>
Total Expenditures of Federal Awards		<u>\$ 61,895,752</u>

ADAMS COUNTY, COLORADO
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2011

NOTE 1: BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards is presented in accordance with the requirements of OMB Circular A-133 *Audits of States, Local Governments, and non-Profit Organizations* using the accrual basis of accounting. Therefore, some amounts presented in this schedule may differ from amounts presented in the financial statements.

NOTE 2: BASIS OF ACCOUNTING

Governmental funds account for the County's federal grant activity. Amounts reported in the schedule of expenditures of federal awards are recognized on the modified accrual basis when they become a demand on current available federal resources and eligibility requirements are met, or on the accrual basis at the time liabilities are incurred and all eligibility requirements are met, except in the following programs, which are reported in the schedule of expenditures of federal awards on the cash basis:

SNAP Cluster	10.561
Promoting Safe and Stable Families	93.556
Temporary Assistance for Needy Families Cluster	93.558
Child Support Enforcement	93.563
Low-Income Home Energy Assistance	93.568
Emergency Food Assistance	10.568, 10.569
CCDF Cluster	93.575, 93.596
Child Welfare Services-State Grants	93.645
Foster Care-Title IV-E	93.658
Adoption Assistance	93.659
Social Services Block Grant	93.667
Chafee Foster Care Independence Program	93.674
Medicaid Cluster	93.778

NOTE 3: SUBRECIPIENTS

The following programs receiving funds from the U.S. Department of Housing Urban Development, the U.S. Department of Health and Human Services, and the U.S. Department of Agriculture provided awards to sub-recipients as follows:

Agency/Program Title	CFDA#	Amount Provided to Sub-recipients
Community Development Block Grant	14.218	\$ 579,989
CDBG Section 108	14.248	\$ 452,992
Housing Emergency Recovery Act- Neighborhood Stabilization Program	14.228	\$ 256,501
HOME-Investment Partnership Program	14.239	\$ 944,041
ARRA – Homeless Prevention & Rapid Re-housing Program	14.257	\$ 481,230
Emergency Shelter	14.231	\$ 22,771
Community Services Block Grant	93.569	\$ 86,725
Child Care Cluster	93.575/93.569	\$ 626,000

NOTE 4: Non-Cash Benefits

The County is a recipient of food commodities under The Emergency Family Assistance Program which is reported in the Schedule of Federal Expenditures under CFDA 10.569. The value of the commodities was \$672,258 in 2011. In addition, services with a value of \$143,733 in the Promoting Safe and Stable Families program, CFDA 93.556, were provided and did not require cash expenditures by the County.

NOTE 5: Other Information

The County participates in the Food Assistance Benefits/EBT program under CFDA 10.551. These benefits totaled \$87,005,211 in 2011 which is not reflected on the Schedule of Federal Expenditures.

The County entered into an agreement dated August 15, 2011 with Department of Housing and Urban Development under Section 108 Loan Guarantee Program (CFDA 14.248). Under this agreement, the County has collateralized up to \$10,000,000 of future grant awards. As of December 31, 2011, \$1,999,930 has been advanced to the County for the purpose of financing a redevelopment project. A note receivable recorded by the County to Globeville I, LLC relating to CFDA 14.248 totaled \$455,055 in 2011.

**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 Government Auditing Standards**

Board of County Commissioners
Adams County, Colorado

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Adams County, Colorado (the County) as of and for the year ended December 31, 2011, and have issued our report thereon dated June 20, 2012. Our report includes a reference to other auditors. 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. Other auditors audited the financial statements of the discretely presented component unit, as described in our report on the County's financial statements. The financial statements of the discretely presented component unit were not audited in accordance with *Government Auditing Standards* and accordingly this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with the discretely presented component unit.

Internal Control Over Financial Reporting

Management of the County is responsible for establishing and maintaining effective 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 opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the entity's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs and responses as items 2011-01 and 2011-02 to be material weaknesses in internal control over financial reporting.

A significant deficiency is a deficiency or a combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiency described in the accompanying schedule of findings and questioned costs and responses as item 2011-03 to be a significant deficiency.

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*.

We noted certain matters that we reported to management of the County in a separate letter dated June 29, 2012.

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management, the County Commissioners, others within the entity, and 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.



Greenwood Village, Colorado
June 29, 2012

Independent Auditor's Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133

Board of County Commissioners
Adams County, Colorado

Compliance

We have audited the compliance of Adams County, Colorado (the County) with the types of compliance requirements described in the OMB *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011. 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 of the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011.

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 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 entity's internal control over compliance.

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 be 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. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as items 2011-04, 2011-05, 2011-06, 2011-07, and 2011-08. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management, the County Commissioners, others within the entity, and 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.



Greenwood Village, Colorado
June 29, 2012

ADAMS COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2011

Section I—Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified that are not considered to be material weaknesses? yes none reported
- Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes no
- Significant deficiency (ies) identified that are not considered to be material weakness(es)? yes none reported

Type of auditor’s report issued on compliance for major program: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? yes no

Identification of major program:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
93.568	Low-Income Home Energy Assistance
93.575	Child Care & Development Block Grant
93.596	Child Care & Development Fund - Mandatory & Matching Funds
93.667	Social Services Block Grant
93.778	Medical Assistance Program
93.558	Temporary Assistance for Needy Families
93.558	ARRA - Temporary Assistance for Needy Families
17.258	ARRA – WIA Adult Program
17.258	WIA Adult Program
17.259	ARRA – WIA Youth Activities
17.259	WIA Youth Activities
17.260	ARRA – WIA Dislocated Workers
17.260	WIA Dislocated Workers
17.278	WIA Dislocated Worker Formula Grants
81.128	ARRA – Energy Efficiency & Conservation Block Grant Program
14.257	ARRA – Homeless Prevention & Rapid Rehousing Program

ADAMS COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2011

Dollar threshold used to distinguish
between type A and type B programs

\$1,856,873

Auditee qualified as low-risk auditee?

yes no

ADAMS COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2011

PART II—FINDINGS RELATED TO FINANCIAL STATEMENTS

Finding 2011-01 Prior Period Adjustment for the Social Services Fund

Material Weakness

Criteria: The County is responsible for financial reporting in accordance with accounting principles generally accepted in the United States of America.

Condition: We found that a prior year accrual of grant revenue for the Social Services Fund was not recorded in 2010. Prior year's accounts receivable and revenue was understated in 2010 for \$805,567. This resulted in an overstatement of beginning fund balance and revenue in 2011 for this amount for the Social Services Fund.

Cause: The County Human Services Department staff did not properly match expenditures and revenues for its grant activity.

Effect: The County restated beginning net assets and revenue for \$805,567 for the government-wide statements and restated beginning fund balance and revenue for \$805,567 for the Social Services Fund.

Recommendation:

We recommend the County implement controls to ensure that the correct revenues are recorded in the appropriate period and to verify that revenues and expenditures match for the grants in order for the County to report financial information in accordance with accounting principles generally accepted in the United States.

Views of responsible officials and planned corrective actions:

State Human Services programs report revenues and expenditures on a cash basis. For purposes of the county audit, Human Services accounting staff prepare a December 31 accounts payable accrual journal entry to record items expended during the calendar year but not paid until the following calendar year. In the future, Human Services accounting staff will simultaneously compute and record a December 31 journal entry for the appropriate amount of federal and state revenue related to accounts payable items accrued at December 31 for expenditures related to one calendar year but paid in the following year. This action should satisfy the revenue/expenditure matching requirement.

ADAMS COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2011

Finding 2011-02 Understatement of Accounts Payable

Material Weakness

Criteria: The County should ensure that expenditures paid after year-end which relate to services provided or goods received prior to year-end are appropriately accrued as accounts payable at the end of the fiscal year.

Condition: During our review of accounts payable, we found invoices that were not properly accrued as of December 31, 2011.

Cause: All amounts related to construction projects and were not found by the County staff during their internal review of invoices. One invoice was received later than most invoices during the subsequent fiscal year.

Effect: An audit adjustment of \$328,197 was required to be made to properly record the accounts payable balance in the Road and Bridge Fund for the County. Adjustments for additional accounts payable in the General Fund of \$118,475 and Road and Bridge Fund of \$114,300 were not made and passed on due to not being material.

Recommendation: The County should strengthen controls over the review of accounts payable and disbursements subsequent to year-end with relation to year-end cutoff to ensure that liabilities and expenditures are recorded in the proper fiscal year.

Views of responsible officials and planned corrective actions:

The County will implement new procedures to review invoices paid after the year end to ensure that all vouchers and wire transfers are reviewed to identify any payments that should be accrued to the previous year.

ADAMS COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2011

Finding 2011-03 Cash and Investments

Significant Deficiency

Criteria: A system of internal controls should be established to ensure financial statements are prepared in accordance with generally accepted accounting principles (GAAP).

Condition: The County Accounting Division prepares the cash and investments footnote; however, reliance is placed on the auditors to provide certain information regarding reporting requirements and necessary disclosures as required by the Governmental Accounting Standards Board (GASB).

The Treasurer's office manages and reconciles the majority of the County's cash and investment accounts; however, several accounts are maintained by other departments in the County.

In addition, we also noted that the Clerk and Recorder's office maintains the reconciliation for the Electronic Technology Fund account manually with a checkbook format and not electronically as other accounts are kept. The balance of this account is significant, with an ending balance in 2011 of \$406,896.

Cause: Due to accounts being maintained by various departments, there is not a centralized process to summarize the accounts for reporting purposes.

Effect: Revisions to the cash and investments footnote were required in order to present the information in accordance with GASB standards.

Recommendation:

We recommend that the County designate an individual to take responsibility for the entire cash and investment reporting process. This would include compilation of a complete summary of all cash and investment accounts reconciled to the Comprehensive Annual Financial Report, identification of all investments versus cash deposits as defined by GASB, and a summarization of the related interest rate risk, credit risk, and custodial risk disclosures. We understand the Treasurer's office is exploring a more centralized control over certain other departments' accounts and we encourage that approach. Lastly, we recommend that all cash and investment account activity be maintained and reconciled electronically.

Views of responsible officials and planned corrective actions:

Adams County has designated two individuals to take responsibility for the entire cash and investment reporting process, thus ensuring ongoing monitoring for all cash and investments accounts. The designated individuals consist of one employee from the Treasurer's office and one employee from the Finance Department. Secondly, the Treasurer's office will continue their efforts to centralize the management of all County accounts, therefore mitigating risks related to outside cash or investment accounts. Lastly, implementing a process to reconcile all accounts electronically will continue to be a priority.

ADAMS COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2011

PART III—FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding 2011-04

DEPARTMENT OF ENERGY

ARRA – Energy Efficiency & Conservation Block Grant Program – CFDA # 81.128

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

ARRA - Homeless Prevention & Rapid Rehousing Program – CFDA # 14.257

**Reporting
Significant Deficiency**

Criteria: The A-102 Common Rule and OMB Circular A-110 require that non-Federal entities receiving Federal awards establish and maintain internal controls designed to reasonably ensure compliance with Federal laws, regulations, and program compliance requirements. An instance of internal control includes review and approval of reports by someone other than the preparer of the reports.

Condition: During testing of Reporting requirements for the Energy Efficiency and Conservation Block Grant ARRA Program (EECBG) and the Homeless Prevention and Rapid Rehousing ARRA Program (HPRP), it was found that there was no documented evidence of review and approval relating to control activities by someone other than the preparer of the SF-425 report for the EECBG program or the ARRA Section 1512 quarterly reports for both the EECBG and HPRP programs. However, as a result of other control processes in place at the County, there were no compliance exceptions found during testing.

Cause: Lack of knowledge by County employees of the federal requirements over reporting could have contributed to this finding.

Effect: The County was not in compliance with A-102 Common Rule and OMB Circular A-110 by not implementing an internal control over the reporting requirements for the grant.

Questioned

Costs: We noted no questioned costs relating to the above condition.

Recommen-

dation: We recommend the County implement a review and approval process for the reports submitted for the grant so that the federal requirements are met.

Views of responsible officials and planned corrective actions:

Procedures have been put into place to have the Budget Manager review and approve ARRA 1512 and SF-425 quarterly reports.

Contact

Person: Chris Kline 303.227.2100

ADAMS COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2011

Finding 2011-05

DEPARTMENT OF ENERGY

ARRA – Energy Efficiency & Conservation Block Grant Program – CFDA # 81.128

**Procurement, Suspension and Debarment
Significant Deficiency**

Criteria: Per OMB Circular A-133 requirements, when a non-federal entity enters into a covered transaction with an entity at a lower tier, the non-federal entity must verify that the entity is not suspended or debarred or otherwise excluded. This verification may be accomplished by checking the Excluded Parties List System (EPLS) maintained by the General Services Administration (GSA), collecting a certification from the entity, or adding a clause or condition to the covered transaction with that entity (2 CFR section 180.300).

Condition: During testing of Procurement, Suspension and Debarment compliance requirements, it was found that the EPLS.gov website was not reviewed to verify that vendors were not suspended or debarred. It was noted through our verification that these vendors were not listed on the website as being suspended or debarred; however, the County did not conduct this verification. Additionally, a suspension and debarment clause was not included in the contract between the vendor and the County.

Cause: Lack of knowledge of County employees of the federal requirements over suspension and debarment could have contributed to this finding.

Effect: The County was not in compliance with A-133 requirements by not verifying the vendors were not suspended or debarred.

Questioned

Costs: We noted no questioned costs relating to the above condition.

**Recommen-
dation:**

We recommend that the County implement a policy over all federal programs to ensure that vendors paid \$25,000 or more from federal funds are not suspended or debarred prior to entering into a contract. The County should either review the EPLS.gov website and retain a screen print from the website documenting this verification or add a clause or condition to the contract with the vendor so the vendor certifies to the County that the vendor is not suspended or debarred.

Views of responsible officials and planned corrective actions:

A plan was put into place last year that included working with purchasing to ensure new contracts went through the suspension and debarment review before we did business with them. This current plan is working. The problem we ran into this year pertains to vendors we were already contracting with. At the time this information became know last year, suspension and debarment checks were conducted on all current vendors, however that information was not kept. In order to keep this from happening again the Fiscal Grants Analyst has run the EPLS checks on all current vendors. This information was scanned and saved in our Administrative file with the appropriate contract. The hard copies will be filed with the Fiscal Grants Analysts purchase order records as well in the hard copy of the contract file.

Contact person: Chris Kline 303.227.2100

ADAMS COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2011

Finding 2011-06

DEPARTMENT OF HEALTH & HUMAN SERVICES

Temporary Assistance for Needy Families – CFDA # 93.558

ARRA - Temporary Assistance for Needy Families – CFDA # 93.558

Eligibility
Significant Deficiency

Criteria: Colorado Department of Human Services Agency Letter TCW09-05-P, County Work and Eligibility Verification Procedures for Colorado Works Cases, indicates that the Colorado Works (TANF) caseload requires a monthly supervisory review of eligible Colorado Works cases. The requirement includes retaining documentation of the case file review.

Condition: While gaining an understanding of the case file review process relating to eligibility of participants in the TANF program, it was found that the database used for this process underwent multiple disk failures in February 2012. Reconstruction of the database files was unsuccessful, and the case file review verification reports were unable to be retrieved for 2011. Therefore, evidence that the case file review process was carried out for 2011 by the County was unable to be produced. Accordingly, we were unable to test the County's case file review process.

Cause: Disk failure and lack of backup documentation of the case file review database documentation contributed to this finding.

Effect: The County was not able to demonstrate that the Colorado Department of Human Services regulations relating to case verifications were followed.

Questioned

Costs: We noted no questioned costs relating to the above condition.

Recommen-

dation: We recommend that a viable backup of the database documentation be maintained by the County so that evidence of the case file review process is available.

Views of responsible officials and planned corrective actions:

- Prior to the multiple disk failures, a nightly full-database backup script was in place for the database referenced above.
- The database was moved to a new server in December of 2011 as part of a County Domain Consolidation project.
- The backup script for the database was not updated with the new location of the database.
- Database alerts were not properly setup on the new server to notify the LAN administrator and the analyst who assisted with the database move of failed executions of the backup script.

ADAMS COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2011

- During December and January, the backup script partially failed (the section that created new backup files) and no IT staff was informed of the failures.
- A section of the backup script was written to delete backups over 30 days old. This section worked and systematically deleted all of the historical backups.

Corrective Actions:

- The backup script has been updated with the proper location of the database.
- Database alerts have been properly setup on the new server to notify four IT staff of a failed execution of the backup script.
- An analyst is tasked with confirming the existence of a new backup file of the database on a daily basis.

Contact

Person: Chris Kline 303.227.2100

ADAMS COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2011

Finding 2011-07

DEPARTMENT OF HEALTH AND HUMAN SERVICES

Social Services Block Grant – CFDA # 93.667

Medical Assistance Program – CFDA # 93.778

Temporary Assistance for Needy Families – CFDA # 93.558

ARRA - Temporary Assistance for Needy Families – CFDA # 93.558

Allowable Costs/Cost Principles

Significant Deficiency

Criteria: The A-102 Common Rule and OMB Circular A-110 require that non-Federal entities receiving Federal awards establish and maintain internal controls designed to reasonably ensure compliance with Federal laws, regulations, and program compliance requirements. An instance of internal control includes review and approval of transactions in order to determine expenditures are accurate and proper.

Condition: During testing of sixty (60) general disbursement transactions charged against the Human Services grants cost pools, it was found that there was no evidence of a review and approval by someone other than the initiator of the expenditures for two (2) transactions selected. As such, there was not an internal control in place relating to these expenditures. However, as a result of other control processes in place at the County, there were no compliance exceptions found during testing.

Cause: Lack of a review process over supporting documentation for some program expenditures could have contributed to this finding.

Effect: The County was not in compliance with A-102 Common Rule and OMB Circular A-110 by not having an effective internal control over general disbursement transactions.

Questioned

Costs: We noted no questioned costs relating to the above condition.

Recommen-

dation: We recommend the County implement a review and approval process for all types of transactions charged against federal programs.

ADAMS COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2011

Views of responsible officials and planned corrective actions:

The two transactions showing exception were routine, recurring payments for business operating expenditures of the Department. This topic has been reviewed and passed through audits in the past. The Human Services Department has a long standing, written procedure governing specific accounts payable transactions which are routine and recurring in nature. That procedure was followed. The Business Office is now requiring workers who order copy paper and other routine expenditures noted in the written policy to have their supervisor send an approval email to the Business Office Supervisor or Purchasing Accounting Technician. For recurring payments such as copy machine leases, county rent, utility bills, etc., the Accounts Payable Accounting Specialist will have the Business Office Supervisor, Accounting Manager or Fiscal Grants Supervisor sign off before payment is processed. The Human Services Department will continue to review its procedures to assure compliance with county-wide accounts payable policy.

Contact

Person: Chris Kline 303.227.2100

ADAMS COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2011

Finding 2011-08

DEPARTMENT OF ENERGY

ARRA – Energy Efficiency & Conservation Block Grant Program – CFDA # 81.128

Davis-Bacon Act
Significant Deficiency

Criteria: The A-102 Common Rule and OMB Circular A-110 require that non-Federal entities receiving Federal awards establish and maintain internal controls designed to reasonably ensure compliance with Federal laws, regulations, and program compliance requirements. An instance of internal control includes tracking the weekly required certified payrolls received from the contractors and subcontractors for each week in which any contract work is performed.

Condition: During testing of Davis-Bacon Act requirements for the Energy Efficiency and Conservation Block Grant ARRA Program (EECBG), there was no evidence that the County performed any tracking of the requirement to have contractors and subcontractors submit weekly certified payrolls submission. However, as a result of other control processes in place at the County, there were no compliance exceptions found during testing.

Cause: Lack of knowledge by County employees of the federal requirements over the Davis-Bacon Act could have contributed to this finding.

Effect: The County was not in compliance with A-102 Common Rule and OMB Circular A-110 by not implementing an internal control over the Davis-Bacon Act requirements for the grant.

Questioned

Costs: We noted no questioned costs relating to the above condition.

Recommen-

dation: We recommend the County implement a tracking and review process for the Davis-Bacon Act required certified payroll submissions.

Views of responsible officials and planned corrective actions:

Since September of 2011 Adams County has had a Compliance Coordinator in the Finance Department that has implemented review and tracking methods for all Davis Bacon Act applicable projects undertaken by Adams County, Colorado.

Contact

Person: Chris Kline 303.227.2100

ADAMS COUNTY, COLORADO
PRIOR YEAR FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2011

PART II—FINDINGS RELATED TO FINANCIAL STATEMENTS

Finding 2010-1 Financial Reporting

Condition: Significant adjustments to the County's financial statements as a result of audit procedures were proposed.

Recommen-

dation: The recommendation was to have the County implement the necessary processes, procedures, and oversight to ensure that financial information is complete, accurate, and available in a timely manner.

Current

Status: Partially resolved for the year ending December 31, 2011. An audit adjustment was found for Accounts Payable for the current year. See current year findings 2011-01 and 2011-02.

ADAMS COUNTY, COLORADO
PRIOR YEAR FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2011

PART III—FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding 2010-2 Procurement and Suspension and Debarment

U.S. Department of Health and Human Services
CFDA 93.600 Head Start
CFDA 93.708 ARRA - Head Start
CFDA 93.563 Child Support Enforcement
CFDA 93.563 ARRA - Child Support Enforcement
CFDA 93.575 Child Care and Development Block Grant
CFDA 93.713 ARRA - Child Care and Development Block Grant
CFDA 93.596 Child Care Mandatory and Matching Funds of the Child Care and Development Fund

Condition: The County did not have procedures in place to verify that contractors or vendors retained for work performed using certain federal awards are not suspended or debarred from performing such work.

Recommen-

dation: When the County enters into a contract that utilizes federal awards of \$25,000 or more, the County must verify that the vendor is not suspended or debarred or otherwise excluded from performing such work. This verification may be accomplished by checking the Excluded Parties List System (EPLS) maintained by the General Services Administration (GSA), collecting a certification from the vendor, or adding a clause or condition to the contract with that vendor. The County should establish a system to ensure that procurement documentation is retained for the time period required by federal regulations and grant agreements.

Current

Status: Partially resolved for the year ending December 31, 2011. This finding was resolved for the Child Support Enforcement and Child Care grants, but was not resolved for the Head Start and ARRA – Head Start grants for the current year.

Status of Corrective Action Plan for Head Start:

A plan was put into place last year that included working with purchasing to ensure new contracts went through the suspension and debarment review before we did business with them. This current plan is working. The problem we ran into this year pertains to vendors we were already contracting with. At the time this information became known last year, suspension and debarment checks were conducted on all current vendors, however that information was not kept. In order to keep this from happening again the Fiscal Grants Analyst has run the EPLS checks on all current vendors. This information was scanned and saved in our Administrative file with the appropriate contract. The hard copies will be filed with the Fiscal Grants Analysts purchase order records as well in the hard copy of the contract file.

ADAMS COUNTY, COLORADO
PRIOR YEAR FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2011

Finding 2010-3 Eligibility

U.S. Department of Labor
CFDA 17.258 WIA Adult Program
CFDA 17.258 ARRA - WIA Adult Program
CFDA 17.260 WIA Dislocated Workers
CFDA 17.260 ARRA - WIA Dislocated Workers

Condition: Several of the County's participant files lacked documentation supporting the participants' inability to obtain grant assistance from other sources to pay the costs of training.

Recommendation: The recommendation was that the County provide additional training for County personnel, and implement stronger oversight procedures to ensure compliance with federal regulations.

Current Status: Resolved for the year ending December 31, 2011.

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Adams County
YEAR ENDING : December 2011	
This Information From The Records Of (example - City of _ or County of _)	Prepared By: L. Lynn Cruz Phone: 720.5236064

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)	25,653,393
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	10,998,462
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	1,343,517
2. General fund appropriations		b. Snow and ice removal	374,231
3. Other local imposts (from page 2)	22,123,371	c. Other	
4. Miscellaneous local receipts (from page 2)	1,733,598	d. Total (a. through c.)	1,717,748
5. Transfers from toll facilities		4. General administration & miscellaneous	9,915,400
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	1,049,763
a. Bonds - Original Issues		6. Total (1 through 5)	49,334,766
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)	23,856,969	b. Redemption	
B. Private Contributions	1,080,996	c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	13,373,527	2. Notes:	
D. Receipts from Federal Government (from page 2)	0	a. Interest	
E. Total receipts (A.7 + B + C + D)	38,311,492	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)	49,334,766

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
	26,133,597	38,311,492	49,334,766	15,110,323	0

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2011

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	5,802,788	a. Interest on investments	1,108
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	8,248,774	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	115,682	d. Parking Meter Fees	
3. Liens	0	e. Sale of Surplus Property	
4. Licenses	23,517	f. Charges for Services	50
5. Specific Ownership &/or Other	7,932,610	g. Other Misc. Receipts	22,334
6. Total (1. through 5.)	16,320,583	h. Other various water companies	1,710,106
c. Total (a. + b.)	22,123,371	i. Total (a. through h.)	1,733,598
	(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	7,867,990	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	376,372	d. Federal Transit Admin	
d. Other (Specify) CDOT/Pecos&O'B	5,129,165	e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	5,505,537	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	13,373,527	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		147,864	147,864
b. Engineering Costs		19,618	19,618
c. Construction:			
(1). New Facilities		0	0
(2). Capacity Improvements		23,051,729	23,051,729
(3). System Preservation		2,279,100	2,279,100
(4). System Enhancement & Operation		155,082	155,082
(5). Total Construction (1) + (2) + (3) + (4)	0	25,485,911	25,485,911
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	25,653,393	25,653,393
			(Carry forward to page 1)

Notes and Comments:

Photography

Our appreciation to Jon Youngblut, well known photographer, and Karen Wilson-Johnson, partner for this project, for the photos in this booklet. These are examples of many hung throughout the new Adams County Government Center as part of the Public Art Installation. The aerial photo and Avaya, a prominent business in Westminster are Jon's. Photos of the sunflower and Riverdale Golf Course are Karen's.

We the People of Adams County Murals

Our appreciation also, to Judith Dickinson, Brighton artist who painted the murals shown above, that hang in the foyer of the Public Hearing Room at the Adams County Government Center.

Government Center Photograph

The photo of the new Adams County Government Center building was taken by a talented employee, Joe Suglia, with the Planning & Community Development Department.



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