



SAWATCH MOUNTAIN RANGE FROM EAGLE, COLORADO  
*(PHOTO CREDIT: JOHN LEWIS)*



EAGLE COUNTY, COLORADO  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
YEAR ENDED DECEMBER 31, 2016

# **Comprehensive Annual Financial Report**

**Eagle County**

**Colorado**

**For the Year Ended**

**December 31, 2016**

**Prepared by the Eagle County Finance Department**

**John S. Lewis**

**Executive Director of Finance**

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## INTRODUCTORY SECTION



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JOHN S. LEWIS

Director

June 20, 2017

To The Citizens of Eagle County:

State law requires that all general-purpose local governments publish, within six months of the close of each fiscal year, a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the Comprehensive Annual Financial Report of Eagle County for the fiscal year ended December 31, 2016.

This report is the result of the cooperative effort between McMahan and Associates, L.L.C., our independent auditors, the finance department of Eagle County, Colorado (the "County"), and other County departments as appropriate. This report consists of management's representations concerning the finances of Eagle County. Consequently, management assumes full responsibility for the completeness and reliability of all information presented in this report. To provide a reasonable basis for making these representations, the management of Eagle County has established a comprehensive internal control framework designed to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of Eagle County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, Eagle County's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Eagle County's financial statements have been audited by McMahan and Associates, L.L.C., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Eagle County for the fiscal year ended December 31, 2016, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation.

The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion and that Eagle County's financial statements for the fiscal year ended December 31, 2016, are fairly presented in conformity with GAAP. As indicated above, Colorado law requires that the financial statements of Eagle County be audited by an independent, external certified public accountant. Accordingly, the auditor's opinion has been included in the financial section of this report.

Eagle County is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform 'Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Information related to this single audit, including the schedule of expenditures of federal awards, the independent auditor's reports on the internal control and compliance with applicable laws, regulations, contracts, and grants is included in the single audit section of this report.

The County, for financial reporting purposes, includes all funds of the primary government, as well as all of its component units. Component units are legally separate entities which the primary government must disclose in its financial statements.

Blended component units are, from an accounting perspective, part of the primary government's operation and are included as part of the primary government. Eagle County has four blended component units: Eagle County Air Terminal Corporation, Eagle County Housing and Development Authority (which includes Lake Creek Affordable Housing Corporation and The Valley Home Store), Eagle Lease Financing Corporation, and Eagle County Justice Center Financing Corporation. In addition, the County has two discretely presented component units: Golden Eagle Elderly Housing Corporation (which includes the investment in Seniors on Broadway), and Eagle County Emergency Telephone Service Authority (E 911). These discretely presented component units are reported in separate columns in the government-wide financial statements to differentiate their financial positions and changes in net assets from those of the primary government. All of these component units meet the criteria as set forth in Statements Number 14, 39, and 61 of the Governmental Accounting Standards Board.

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 that MD&A and should be read in conjunction with it. Eagle County's MD&A can be found immediately following the report of the independent auditors in the financial section of this report.

## **Profile of the Government**

Eagle County was formed in 1883 when a division of Summit County was approved by the State Legislature. Located approximately 90 miles west of Denver and 100 miles east of Grand Junction, Eagle County resides in the magnificent Colorado Rocky Mountains. It encompasses 1,694 square miles and has an estimated population of approximately 52,200 according to the most current demographic information provided by the U.S. Department of Commerce Bureau of Economic Analysis. Approximately 80% of the land is publicly owned and is controlled primarily by the U.S. Forest Service and the U.S. Bureau of Land Management.

The County is governed by a Board of Commissioners (the “Board”) consisting of three members elected on a partisan basis for four-year staggered terms. The Board takes office on the third Monday in January following each election, at which time the Board elects a chairman and vice-chairman from among its members.

The Board is charged with the responsibility of governing the County by complying with the Colorado General Statutes, adopting local ordinances, adopting an annual budget, and establishing local annual property tax rates. The Board also appoints the County Manager, County Attorney, and the members of various boards and commissions. Additionally, the Board has authority to call bond referendums, enter into contracts, and establish new programs.

The County Manager is the chief administrative officer of the County and serves at the pleasure of the Board. The major responsibilities of the County Manager include supervising and coordinating the activities of County departments, attending Board meetings, making recommendations on appropriate matters of business, and assisting with the preparation and recommendation of the annual budget. The County Manager also ascertains that all orders and policies of the Board are implemented and represents the County in business with other agencies.

Eagle County management is responsible for establishing and maintaining an internal control structure. Internal controls are defined as the organization and methods used to: 1) safeguard assets from loss by fraud or by unintentional errors; 2) assure the reliability of the accounting data which management may use in making decisions; and 3) promote operational efficiency and encourage adherence to adopted policies.

The annual budget serves as the foundation for Eagle County financial planning and control. The budget is a legally adopted document that incorporates input from the citizens of Eagle County, the management of the County, and the decisions of the Board about which services to provide and how to pay for them. In government, the budget is an integral part of a unit’s accounting system and daily operations. An annual or project budget ordinance, as amended by the governing body, creates a legal limit on spending authorizations.

The County provides a full range of traditional county services, including but not limited to: assessment and property tax administration; recording of vital documents and automobile registration; sheriff patrol and jail administration; court facilities; land use planning and building inspections; road maintenance and construction; welfare and public health services; a solid waste landfill disposal facility; airport operations; bus system; fairground; and environmental health protection.

### **Factors Affecting Financial Condition**

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

## **Local Economy**

The economy in Eagle County continues to be dominated by the ski industry, real estate, and other tourism-related businesses. Vail and Beaver Creek ski areas, operated by Vail Resorts, are two of the most popular winter destination ski resorts in the U.S. The 2015/2016 ski season saw a 13.9% increase in Vail and Beaver Creek skier days. Skier days in 2016 were higher in December and January over the prior year due to great snow conditions and summer visits began to approach pre-recession numbers. County sales tax receipts correspondingly increased by approximately 4.2% in 2016.

The County is home to premier golf courses designed by Arnold Palmer, Greg Norman, Robert Trent Jones, Jr. and Tom Fazio, among others. Golf rounds played on the County's 14 golf courses decreased 1.8%. This was partially due to the Vail Golf Course being under construction throughout the summer.

Unemployment rates have decreased significantly and are continuing to improve. After reaching a peak average of 9.6% in 2010, annual average rates declined to 3.1% in 2015, and 2.8% in 2016.

The Eagle County Regional Airport reported a total of 164,671 enplanements in 2016, a 3.8% increase from 2015. This increase was primarily attributable to an increase in tourist activities, particularly skier traffic. Airlines providing air service are: American, Delta, United, and Air Canada. The airlines provide seasonal non-stop flights from the following major U.S. cities: Atlanta, Chicago, Dallas, Denver, Houston, Los Angeles, Miami, Minneapolis, Newark, New York, and Toronto.

In addition to world-class skiing and snowboarding at Vail and Beaver Creek, tourists visiting the County's scenic, historical and summer recreational areas make a significant contribution to the County's economy. Summer recreational activities in the County include rafting, kayaking, paddle boarding, horseback riding, camping, ghost town exploration, backpacking, mountain climbing, mountain biking, and tennis. In addition, fishing and big game hunting for deer and elk are also large contributors to our economy. The Flat Tops area outside of Dotsero is home to North America's largest elk herd.

Along with Vail Resorts, some of the larger organizations that employ Eagle County residents include the Vail Valley Medical Center, Eagle County School District, Eagle County Government, Ritz Carlton – Bachelor Gulch, East West Resorts and the Sonnenalp Resort.

2016 Eagle County real estate ended the year with \$1,957,961,903 in total dollar volume representing 2,048 transactions. Average sales price county wide was \$970,184, the median sales price, county wide was \$516,500. Average sales price for residential real estate dropped slightly by about 1% while median sales price for residential real estate increased slightly by about 3.5% between 2015 and 2016.

Workforce and affordable housing continues to be a consideration for new and existing businesses wishing to expand in Eagle County. In 2016, there were 15 re-sales in the county's deed-restricted inventory. This represents \$5,091,341 in sales with an average sales price of \$339,423.

Led by the Eagle County Housing and Development Authority (ECHDA), several additional County-sponsored affordable housing initiatives continually strive to address the critical need for affordable housing. These programs incorporate several local, state and federal funding sources to provide programs including HUD-subsidized Section 8 housing (Eagle Riverview Affordable Housing Corp.), down payment assistance program (DPA), affordable senior housing (Golden Eagle Elderly Housing Corp. and Seniors on Broadway) and Castle Peak Senior Life and Rehabilitation. Castle Peak Senior Life and Rehabilitation was developed jointly between Eagle County Housing and Development Authority and Augustana Care LLC, the owner and operator of the facility. Castle Peak opened October 2016 bringing 64 units of skilled nursing and assisted living to residents of Eagle County. Castle Peak's first residents moved in within days of the facility's grand opening. In 2016 Eagle County approved 24 DPA loans for \$213,800, with an average loan amount of \$8,900.

In 1996, Eagle County voters approved an additional ½ percent sales tax for the creation of Eagle County Regional Transportation Authority (ECO Transit/Trails) to provide a transportation system throughout Eagle County. The system consists primarily of bus transport; however, its mission also includes providing trails and other enhancements to transportation in Eagle County. Since its inception, ECO Transit increased its bus ridership from 400,000 to 945,199 riders in 2009. However, as a result of a down economy, ridership dropped to a low of 726,390 passenger trips in 2011. As a sign of recovery, ECO Transit transported just under 1,000,000 passengers in 2017. ECO Transit's safety record remains impeccable, while logging millions of miles per year, often on icy mountain roads.

### **Long-Term Financial Planning**

Challenges facing the County include sustainability, economic diversity, and quality of life enhancements in an environment of limited revenues and increasing costs of providing services.

Thanks to the efforts of our dedicated team at Eagle County, the organization remains in a positive financial condition despite ongoing economic challenges. We have appropriately positioned ourselves for the future by being proactive and visionary. In addition, we have continued to focus on fiscal opportunities by scrutinizing spending and seeking program and operational efficiencies. We have maintained an effective level of service for our customers throughout the process, as we are laying the foundation for the County's sustained success.

Eagle County Government's workforce shrunk by 11% from 2009 through 2011. These reductions required the County to streamline many programs and find efficiencies in all processes. The organization as a whole rose to the challenge while minimizing the impact on customers. Eagle County Government's workforce grew by 1.5% to approximately 474 FTEs in 2016. It is important to acknowledge the superb efforts of our employees who provide the exemplary professional service our customers expect and deserve. Through the contributions of our hard-working staff, we have achieved most of our 2016 initiatives and objectives. Examples of our major 2016 initiatives and objectives are listed below.

### *Major Initiatives and Objectives Achieved:*

- The Eagle County Assessor's Office successfully passed the final report for the 2016 Colorado Property Assessment Study. According to this yearly audit conducted by the state, the Eagle County Assessor's Office was found to be in compliance with all valuation requirements as mandated by Colorado law for 2016. What this means to Eagle County taxpayers is that the values assigned to each taxable property have been found to be equitable county-wide and the resulting property tax will be equitable for like properties. For 2016, property in Eagle County equaled \$3,033,426,740 in taxable assessed value.
- Successfully completed the June primary and November general elections. The general election experienced record voter turnout of 83%, or 25,973 ballots returned out of 31,004 issued.
- Installed four 24-hour ballot drop boxes which were used by over one-third of Eagle County to return their ballots.
- Maintained a safe and highly efficient detentions facility, with the assistance of patrol deputies. Implemented a facility-wide kiosk system which created operational efficiencies and an additional revenue stream for the County's General Fund, while also reducing staff time. The kiosk will also create \$75,000 in savings for a future records management upgrade through the utilization of existing software.
- The overall daily inmate population increased 4% in 2016, averaging 68. This is credited to DUI sentencing guidelines being enforced, creating longer sentences.
- Realized a \$92,660 increase in investment income due to improving interest rates and strategic fund management.
- Completed a fleet optimization study, which outlines a sustainable fleet utilization approach and positions the County for future cost avoidance of \$300,000 through efficiencies.
- Completed construction of the Burns and Catamount bridges by leveraging federal grants, which funded 80% of the \$2.8 and \$2.9 million projects.
- Partnered with the Eagle County Sheriff's Office and Fifth Judicial Attorney's Office to reduce Medicaid fraud, resulting in the return of \$256,075 back to taxpayers. In addition, the partnership received \$30,000 from the state, which is the County's highest financial incentive awarded to-date for this work.
- Completed a 500-kw community solar farm purchased at Clean Energy Collective's array at the Garfield County Airport in Rifle. The County is now receiving 50% of its electricity from renewable energy resources. When combined with energy efficiency improvements completed over the last 7 years, the County is saving over \$500,000 per year.
- Completed the East Beacon radio tower and microwave site, enhancing communications between emergency responders through increased coverage and reliability.
- Completed several significant open space property improvements, including the Horn Ranch fishing access parking lot, installation of a new river access staircase at State Bridge, overflow parking lot improvements at Two Bridges, a new backcountry river access campsite at Red Dirt Creek, and trail reroute work on the Homestead L.

- Celebrated the grand opening of Castle Peak Senior Life and Rehabilitation, the County's first assisted living and skilled nursing facility.
- Completed a \$500,000 playground renovation at Lake Creek Village Apartments. The project was partially funded by a \$150,000 grant from the Colorado Health Foundation through an initiative to encourage healthy living.
- Secured a \$2 million Great Outdoors Colorado grant toward construction of the 7-mile Eagle to Horn Ranch section of the Eagle Valley Trail.
- Received designation of the Eagle Valley Trail as one of Governor John Hickenlooper's 16 most important trail sections in Colorado.
- Completed several collaborative Open Space acquisitions, including Abrams Creek, Dewey Park Conservation Easement, Walking Mountains Science Center and Town of Avon Conservation Project, and Dry Lake Open Space.
- Installed the first-ever electric vehicle charging station at the county's Maintenance Service Center in Gypsum.
- Completed phase one of the Wildlife Habitat Connectivity Assessment in partnership with ECO-Resolutions LLC. The report focuses on areas along I-70 and other major roadways in Eagle County that are important to wildlife migration and habitat linkage.
- Through effective financial management of the Landfill Enterprise Fund, provided \$1.3 million for the purchase of community solar power for the Eagle County main campus and \$350,000 in startup funding for a commercial composting facility.
- Partnered with Vail Valley Partnership to promote the creation of new economic opportunities in the county, including implementation of a business retention and expansion program: SmartBusiness Eagle County; and the MyPartner Career Network, a program designed to make it easier for local businesses to recruit and retain prospective employees by helping find employment for their spouses or partners.
- Completed the third phase of apron reconstruction at the Eagle County Regional Airport, a four-year project to replace the entire concrete apron. The \$6.97 million project was predominantly funded by the Federal Aviation Administration.
- Added new flights to Phoenix Sky Harbor and Washington Dulles International airports, increasing the number of winter seasonal flights by 4.9 % and adding 5,690 seats. Direct service to and from Eagle County Regional Airport is now in 12 markets including Atlanta, Denver, Dallas, Newark, Houston, New York, Los Angeles, Miami, Chicago, Toronto, Washington D.C. and Phoenix.
- Distributed \$2 million in federal food assistance benefits- resulting in a \$3.68 million economic impact in the county through groceries and goods purchases – and \$27 million in Medicaid to help offset healthcare costs for families in need.
- Collected \$1.9 million in child support payments, increasing contributions to the local economy.
- Received the state's Distinguished Performance Award for exceeding Colorado Department of Human Services' standards across 23 performing measures. Eagle County is now performing as the top ranked mid-sized county in the state.
- Earned Actively Green certification, a community program that recognizes business and organizations for implementing sustainable practices in operations.

## Significant Financial Policies

In 2016, the Board of County Commissioners continued to focus their attention to the future of the County by creating our new strategic plan. The plan centers around our mission: “Creating a better Eagle County for all” and goals to realize our vision: “Eagle County is made up of thriving communities for families and is home to a vibrant workforce, with personal health and wellness achievable for all. Our natural beauty is preserved through purposeful environmental stewardship. We are in an international year-round resort destination with a diverse, resilient economy.”

Through the strategic plan, the Commissioners identified five goals to help guide our decision-making and our budget for years to come:

- Eagle County is financially sound
- Eagle County is a great place to live for all
- Eagle County protects the natural environment
- Eagle County promotes a diverse and resilient economy
- Eagle County is a high-performing organization

The County is legally required to adopt annual budgets for all governmental and proprietary funds. Expenditures may not legally exceed appropriations at the fund level. Administrative control of the County’s budget is exercised at the account classification level. Budget appropriations and encumbered amounts lapse at the end of each year. Encumbrances for capital projects are generally re-appropriated as part of the following year’s budget.

The ongoing financial obligations (debt service) of the 2008 Justice Center expansion as well as the Maintenance Service Center continued to be funded by the Capital Improvement Program (CIP) fund in 2016. Both the 2005 and 2008 Series Certificates of Participation that funded the Maintenance Service Center and Justice Center, respectively, were refunded during 2015 at a lower interest rate which decreased total debt service costs. In addition, the debt for both COPs were combined. This annual payment on behalf of the Centers approximates \$2.8 million. Payment by the CIP Fund for the debt reduced the costs to ECO Transit and Trails as well as Road and Bridge and Fleet Services. The CIP funds are derived from a portion of the County’s sales taxes that fund County capital additions and improvements. As a result of the debt service payments, additional new capital investments will be limited in the near term.

As a recipient of federal and state financial assistance, the County is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. The County’s Single Audit reports for the year ended December 31, 2016 are included in a separate section of this report and indicate such controls are in place.

Internal controls over cash include all cash being deposited by the County Treasurer. The exception includes cash held by third parties (e.g. inmate funds) and cash held by separate legal entities (e.g. Air Terminal and ECHDA). The Treasurer invests the funds to achieve the best possible return on investment while preserving the safety and liquidity of the principal.

The County manages workman's compensation claim risk and various risks of casualty and property loss by joining pools with other counties and the State of Colorado. In addition, a small mill levy accrues to the Insurance Reserve Fund to help pay the County's annual contribution to the casualty and property insurance pool.

### **Awards and Acknowledgements**

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Eagle County for its comprehensive annual financial report (CAFR) for the fiscal year ended December 31, 2015. This was the eighteenth consecutive year that the County has received this prestigious award. In order to be awarded this certificate, the County published an easily readable and efficiently organized CAFR that satisfied GAAP and applicable legal requirements.

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

The publication of this CAFR represents an important achievement in the ability of Eagle County to provide significantly enhanced financial information and accountability to the citizens of Eagle County, its elected officials, County management, creditors, and investors. This report continues the committed objective of the Finance Department to improve the County's overall financial accounting, management, and reporting capabilities.

We wish to express our appreciation to the staff of the Eagle County Finance Department who produced this report with a special thank you to Hector Ordonez, Mariya Trifonova, Robbie Arndt and Heather Mathews for their effort and dedication to this project. We wish to acknowledge the guidance and support provided by our auditors, McMahan and Associates, L.L.C. in matters relating to financial statement presentation. We also wish to thank the Board of County Commissioners, other elected officials, the County Manager, department heads and all County staff for their support and dedicated involvement in the financial affairs of the County.

Respectfully submitted,

A handwritten signature in cursive script, appearing to read "John S. Lewis".

John S. Lewis  
Executive Director of Finance



Government Finance Officers Association

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

Presented to

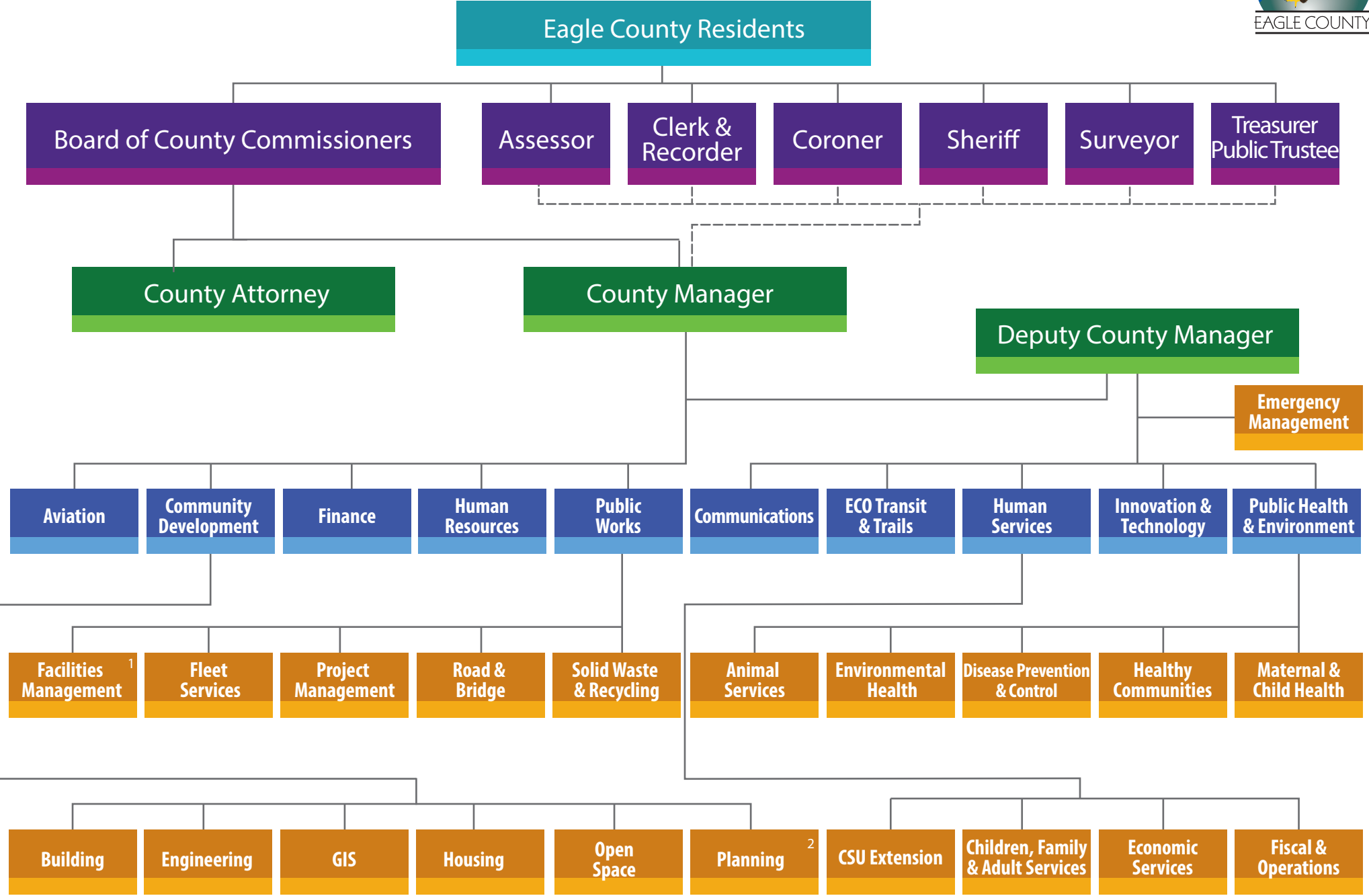
**Eagle County  
Colorado**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2015**

Executive Director/CEO

# EAGLE COUNTY ORGANIZATIONAL CHART



1 includes Fair & Rodeo  
2 includes Code Enforcement

**Eagle County, Colorado  
Elected Officials  
December 31, 2016**

Jill Ryan, Commissioner, District 1

Kathy Chandler-Henry, Commissioner, District 2

Jeanne McQueeney, Commissioner, District 3

Mark Chapin, Assessor

Regina O'Brien, Clerk & Recorder (Appointed)

Kara Bettis, Coroner

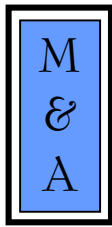
Bruce Brown, District Attorney

James Van Beek, Sheriff

Ted Archibeque, Surveyor

Teak J. Simonton, Treasurer & Public Trustee

## **FINANCIAL SECTION**



# McMAHAN AND ASSOCIATES, L.L.C.

*Certified Public Accountants and Consultants*

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## INDEPENDENT AUDITOR'S REPORT

**To the Board of County Commissioners  
Eagle County, Colorado**

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Eagle County, Colorado (the "County"), as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit includes performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluation of the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall financial statement presentation.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

*Member: American Institute of Certified Public Accountants*

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**INDEPENDENT AUDITOR'S REPORT**  
**To the Board of County Commissioners**  
**Eagle County, Colorado**

***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Eagle County, Colorado as of December 31, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Other Matters***

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis in Section B be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The budgetary comparison information in section E is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. The budgetary comparison information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements taken as a whole. The introductory section, combining fund financial statements, individual fund budgetary information, the Schedule of Social Services Fund Expenditures and Federal and State Authorizations, the Schedule of Passenger Facility Charges Collected and Expended, the Local Highway Finance Report, and the statistical section listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the County's financial statements. The combining fund financial statements, the individual fund budgetary information, the Schedule of Social Services Fund Expenditures and Federal and State Authorizations, and the Local Highway Finance Report 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. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

**INDEPENDENT AUDITOR'S REPORT  
To the Board of County Commissioners  
Eagle County, Colorado**

***Other Matters (continued)***

Additionally, the Schedule of Passenger Facility Charges Collected and Expended and the Schedule of Expenditures of Federal Awards included in the Single Audit section are presented for the purpose of additional analysis, as required by the *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration, and the audit requirements of Title 2, U.S. Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"), and are not a required part of the County's financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement 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 Schedule of Passenger Facility Charges Collected and Expended and the Schedule of Expenditures of Federal Awards are fairly stated in all material respects in relation to the financial statements as a whole.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 20, 2017 on our consideration of the County'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* in considering the County's internal control over financial reporting and on compliance.

A handwritten signature in blue ink that reads "McMahan and Associates, L.L.C." in a cursive script.

**McMahan and Associates, L.L.C.  
June 20, 2017**

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

## Management's Discussion and Analysis

As management of Eagle County, we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of Eagle County for the fiscal year ended December 31, 2016. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

### Financial Highlights

- The assets of Eagle County exceeded its liabilities at December 31, 2016 by \$360,584,289 (net position). Of this amount, \$104,607,282 may be used to meet the government's ongoing obligations to citizens and creditors.
- The County's total net position increased by \$17,477,357 primarily due to increases in capital grants, fees, and sales tax revenue and decreases in expenditures.
- As of December 31, 2016, Eagle County's governmental funds reported combined ending fund balances of \$70,099,228, an increase of \$3,064,945 from 2015. The increase was primarily the result of increases in revenues, particularly taxes, intergovernmental and charges for services. Approximately 93.5% of the total fund balances, or \$65,518,809, is available for spending at the government's discretion (committed, assigned and unassigned fund balances). In addition, enabling legislation has restricted \$2,301,702 for emergencies, \$318,853 for conservation efforts and \$190,753 for various other purposes.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$14,510,854, or 39.5%, of total General Fund expenditures, compared to \$12,871,144 or 36.3% for fiscal year 2015. The increase of \$1,639,710 was primarily due to vacancy savings and capital expenditures that were postponed until 2017.
- Eagle County's total long-term liabilities, net of deferred items, for governmental activities decreased by \$2,258,215, compared to a decrease of \$66,604 in 2015. The large difference is the result of the refunding in 2015 of two Certificates of Participation at a lower interest rate.
- Total long-term liabilities, net of deferred items, for business-type activities decreased by \$2,621,294, or 6.5%, from 2015.
- Eagle County maintained the bond ratings that it received in 2009. At that time, the County received an Aa1 rating from Moody's Investor Service.

### Overview of the Financial Statements

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

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

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

The *statement of activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in the statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Eagle County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public safety, highways and streets, economic development, transportation, housing, and culture and recreation.

The government-wide financial statements include Eagle County itself (known as the *primary government*), the business-type activities (Sanitary Landfill, Eagle County Air Terminal Corporation and Eagle County Housing and Development Authority) and the following legally separate entities: Golden Eagle Elderly Housing Corporation and Eagle County Emergency Telephone Service Authority (E 911) for which Eagle County is financially accountable. Financial information for these *discretely presented component units* is reported separately from the financial information presented for the primary government itself and can be found beginning on page C15. The government-wide financial statements can be found beginning on page C1 of this report.

**Fund financial statements.** A *fund* is a grouping of related accounts that is used to maintain control over resources which have been segregated for specific activities or objectives. Eagle County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Eagle County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** *Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions.

Both the governmental funds balance sheets and the governmental fund statements of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Eagle County maintains 21 individual governmental funds. Information is presented separately in the governmental fund balance sheets and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Road and Bridge Fund, ECO Transit Transportation Fund, Airport Fund, and Open Space Fund, all of which are considered to be major funds. Data from the other 16 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Eagle County adopts an annual appropriated budget for all of its funds. A budgetary comparison statement has been provided for all governmental funds to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found beginning on page C4 of this report.

**Proprietary funds.** Eagle County maintains two different types of proprietary funds: *enterprise funds* and *internal service funds*. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Eagle County uses enterprise funds to account for its Sanitary Landfill Fund, the Eagle County Air Terminal Corporation, and the Eagle County Housing and Development Authority. Internal service funds are an accounting device used to accumulate and allocate costs internally among Eagle County's various functions. Eagle County uses internal service funds to account for its fleet of vehicles, casualty insurance premiums and costs, and for its health insurance plan. Because all of these services predominantly benefit government rather than business-type functions, they have been included within governmental activities in the government-wide financial statements. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Sanitary Landfill Fund, the Eagle County Air Terminal Corporation, and the Eagle County Housing and Development Authority, all of which are considered to be major funds of Eagle County.

Conversely, the internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report. The basic proprietary fund financial statements can be found beginning on page C10 of this report.

**Fiduciary Funds.** *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support Eagle County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on page C14 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found in section D.

**Other information.** The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found in the section labeled "Supplementary Information" as listed in the table of contents.

### Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Eagle County, assets exceeded liabilities by approximately \$361 million at December 31, 2016. By far the largest portion of Eagle County's net position (66.9%) reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, and infrastructure); less any related debt used to acquire those assets that is still outstanding. Eagle County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's net investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

<b>Eagle County's Net Position</b>						
	<b>Governmental</b>		<b>Business-type</b>		<b>Total</b>	
	<b>Activities</b>		<b>Activities</b>			
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
<b>Assets:</b>						
Current and other assets	\$ 118,889,641	\$ 113,757,794	\$ 39,037,230	\$ 36,757,092	\$ 157,926,871	\$ 150,514,886
Capital assets	239,813,082	231,865,124	54,065,671	54,001,800	293,878,753	285,866,924
<b>Total Assets</b>	<b>358,702,723</b>	<b>345,622,918</b>	<b>93,102,901</b>	<b>90,758,892</b>	<b>451,805,624</b>	<b>436,381,810</b>
<b>Deferred Outflows:</b>	<b>1,357,645</b>	<b>1,579,493</b>	<b>319,037</b>	<b>379,691</b>	<b>1,676,682</b>	<b>1,959,184</b>
<b>Liabilities:</b>						
Other liabilities	7,501,658	5,939,518	1,764,298	865,482	9,265,956	6,805,000
Long-term liabilities	20,670,088	22,928,303	37,997,720	40,619,014	58,667,808	63,547,317
<b>Total Liabilities</b>	<b>28,171,746</b>	<b>28,867,821</b>	<b>39,762,018</b>	<b>41,484,496</b>	<b>67,933,764</b>	<b>70,352,317</b>
<b>Deferred Inflows:</b>	<b>24,964,253</b>	<b>24,881,745</b>	<b>-</b>	<b>-</b>	<b>24,964,253</b>	<b>24,881,745</b>
<b>Net Position:</b>						
Net investment in capital assets	221,805,078	211,755,343	18,734,309	17,122,895	240,539,387	228,878,238
Restricted	2,811,308	2,769,309	12,626,312	10,667,810	15,437,620	13,437,119
Unrestricted	82,307,983	78,928,193	22,299,299	21,863,382	104,607,282	100,791,575
<b>Total Net Position</b>	<b>\$ 306,924,369</b>	<b>\$ 293,452,845</b>	<b>\$ 53,659,920</b>	<b>\$ 49,654,087</b>	<b>\$ 360,584,289</b>	<b>\$ 343,106,932</b>

An additional portion of Eagle County's net position (4.3%) represents resources that are subject to external restrictions on how they may be used. The remaining balance (28.8%) of unrestricted net position (approximately \$103.9 million) may be used to meet the government's ongoing obligations to citizens and creditors.

At December 31, 2016, Eagle County was able to report positive balances in all three net position categories (governmental and business-type activities as well as component units (not shown here)).

The County's net position increased approximately \$17.5 million during 2016. This increase primarily resulted from increases in property and sales taxes, charges for services and capital grants.

#### **Eagle County's Changes in Net Position**

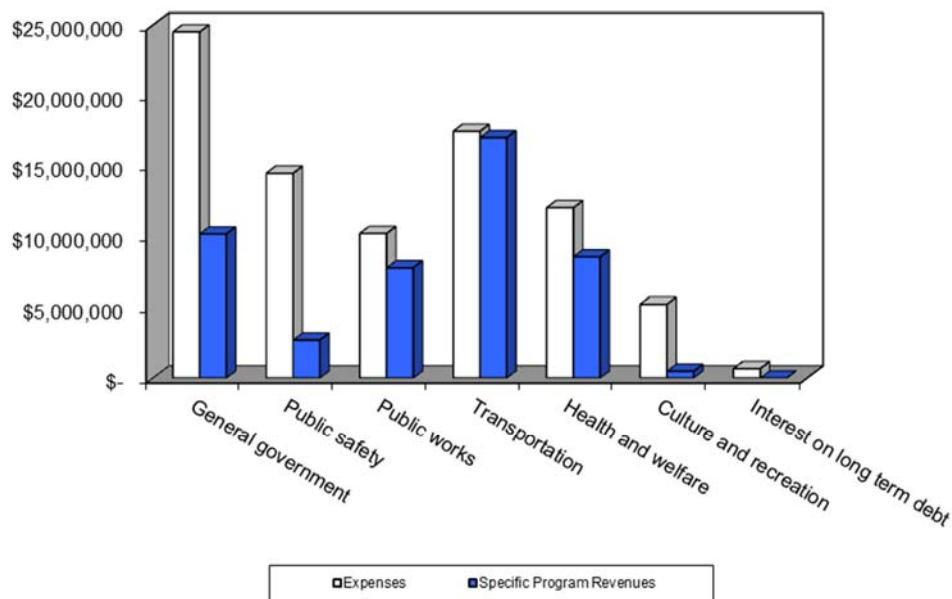
	<b>Governmental</b>		<b>Business-type</b>		<b>Total</b>	
	<b>Activities</b>		<b>Activities</b>			
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
<b>Revenues:</b>						
Program revenues:						
Charges for services	\$ 21,260,644	\$ 19,679,958	\$ 14,668,434	\$ 13,924,618	\$ 35,929,078	\$ 33,604,576
Operating grants/cont.	12,889,540	12,917,672	25,779	9,592	12,915,319	12,927,264
Capital grants/contributions	12,497,704	10,346,913	-	-	12,497,704	10,346,913
General revenues:						
Property taxes	24,836,266	21,769,994	-	-	24,836,266	21,769,994
Sales taxes	22,892,766	21,914,436	-	-	22,892,766	21,914,436
Other taxes	1,263,045	1,198,171	-	-	1,263,045	1,198,171
Investment earnings	894,779	620,620	353,402	255,076	1,248,181	875,696
Other	210,119	251,606	-	-	210,119	251,606
<b>Total Revenues</b>	<b>96,744,863</b>	<b>88,699,370</b>	<b>15,047,615</b>	<b>14,189,286</b>	<b>111,792,478</b>	<b>102,888,656</b>
<b>Expenses:</b>						
Program expenses:						
General government	22,810,180	24,042,873	-	-	22,810,180	24,042,873
Public safety	14,593,951	12,726,973	-	-	14,593,951	12,726,973
Public works	10,478,089	11,326,491	-	-	10,478,089	11,326,491
Health and welfare	12,006,295	10,603,266	-	-	12,006,295	10,603,266
Transportation	17,487,237	16,737,244	-	-	17,487,237	16,737,244
Culture and recreation	5,207,995	3,844,963	-	-	5,207,995	3,844,963
Interest on long-term debt	669,913	1,002,551	-	-	669,913	1,002,551
Sanitary landfill	-	-	2,936,071	2,776,109	2,936,071	2,776,109
Air terminal	-	-	3,825,293	3,879,511	3,825,293	3,879,511
Housing	-	-	4,300,097	4,766,688	4,300,097	4,766,688
<b>Total Expenses</b>	<b>83,253,660</b>	<b>80,284,361</b>	<b>11,061,461</b>	<b>11,422,308</b>	<b>94,315,121</b>	<b>91,706,669</b>
<b>Increase (decrease) in net position before transfers</b>	<b>13,491,203</b>	<b>8,415,009</b>	<b>3,986,154</b>	<b>2,766,978</b>	<b>17,477,357</b>	<b>11,181,987</b>
Transfers	(19,679)	591,113	19,679	(591,113)	-	-
<b>Change in Net Position</b>	<b>13,471,524</b>	<b>9,006,122</b>	<b>4,005,833</b>	<b>2,175,865</b>	<b>17,477,357</b>	<b>11,181,987</b>
<b>Net Position:</b>						
<b>Beginning</b>	<b>293,452,845</b>	<b>284,446,723</b>	<b>49,654,087</b>	<b>47,478,222</b>	<b>343,106,932</b>	<b>331,924,945</b>
<b>Ending</b>	<b>\$ 306,924,369</b>	<b>\$ 293,452,845</b>	<b>\$ 53,659,920</b>	<b>\$ 49,654,087</b>	<b>\$ 360,584,289</b>	<b>\$ 343,106,932</b>

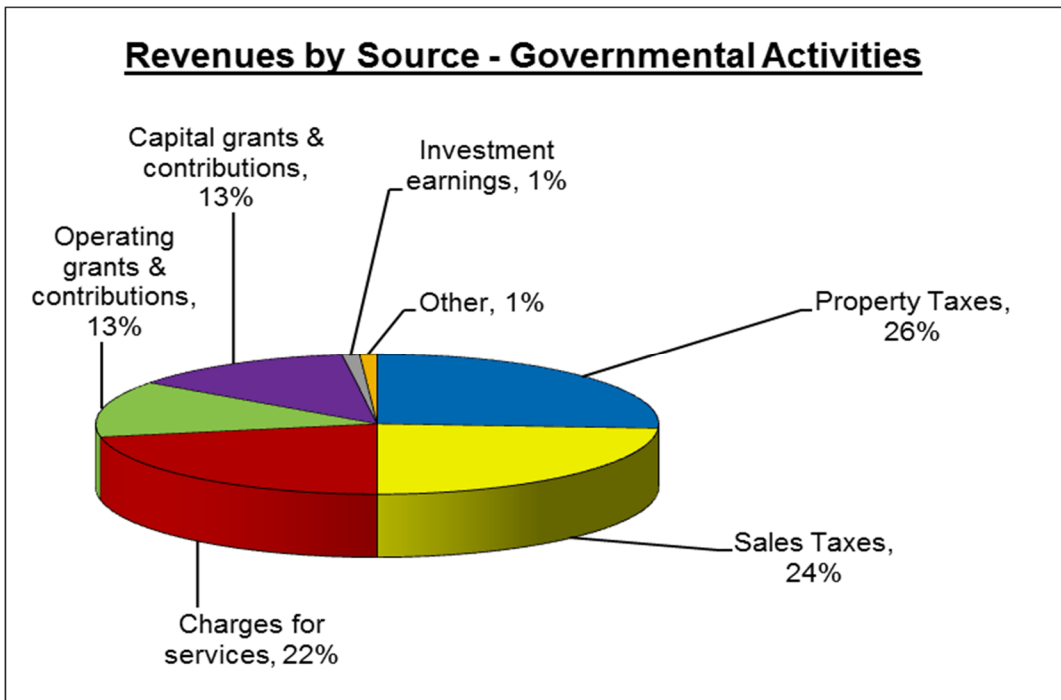
**Governmental activities.** Governmental activities increased Eagle County's net position by \$13.5 million, thereby accounting for 77.1% of the total growth in the net position of the County. Key elements of this increase are as follows:

- Property taxes increased by approximately \$3.1 million (14.1%) due to an increase in assessed valuations.
- Sales tax revenue increased by approximately \$1 million (4.5%), primarily due to an increase in tourist activities.
- Charges for services increased by approximately \$1.6 million (8%), primarily in the area of building permit fees.
- Capital grants and contributions increased by approximately \$2.2 million (20.8%). These increases primarily resulted from additional FAA grants to the airport and State grants for bridges.
- Program expenses increased by approximately \$4.2 million (5.3%), primarily in the areas of public safety, health and welfare, and culture and recreation, partially offset by decreases in public works. Public safety increases of approximately \$1.7 million consisted of increases in personnel within the Sheriff's Office, jail safety improvements and new 800 MHz infrastructure equipment. Health and welfare increases of approximately \$1.4 million include 4 additional personnel and an increase in early childhood expenses. Culture and recreation increases of approximately \$1.4 million included additional full time staff for the fair and rodeo and various capital projects related to trails. Public works decreases of more than \$1.1 million in 2016 were due to the completion of the Cedar Drive Project in 2015.

The following bar graph indicates the relationship of specific program-related revenues to the costs of those programs:

**Expenses and Specific Program Revenues - Governmental Activities**

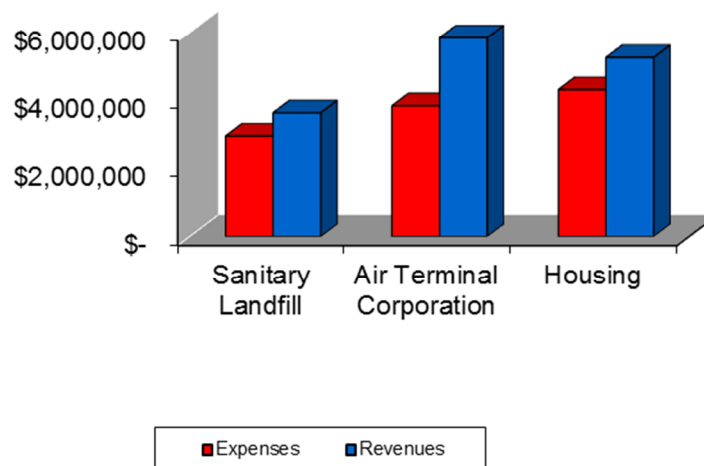




**Business-type activities.** Business-type activities increased Eagle County's net position by \$4 million, accounting for 22.9% of the total growth in the County's net position. Key elements of the increase are as follows:

- Eagle County Air Terminal revenues exceeded expenses and increased net position by \$2 million.
- Sanitary Landfill service revenues exceeded expenses and increased net position by \$652 thousand.
- Eagle County Housing and Development Authority (ECHDA) revenue exceeded expenses in 2016 and increased net position by \$1.3 million.
- As business-type activities exist to generate a profit, in normal years without high capital outlay, revenues should always exceed expenditures, resulting in an increase in net position.

### **Expenses and Revenues - Business Type Activities**



## Financial Analysis of the Government's Funds

As noted earlier, Eagle County uses fund accounting to ensure 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 Eagle County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2016, Eagle County's governmental funds reported combined ending fund balances of \$70,099,228; an increase of \$3,064,945 in comparison with the prior year. Approximately 93.5% of this total is available for spending at the government's discretion. The remaining 6.5% of fund balance is not available for new spending because it has been restricted to provide an emergency reserve as required by the State Taxpayer's Bill of Rights (TABOR) amendment (\$2,301,702), or has been restricted by other enabling legislation (\$509,606). Additionally, certain items are considered non-spendable, such as long-term receivables (\$1,533,871) and prepaid and other assets (\$235,240).

The General Fund is the primary operating fund of Eagle County. At December 31, 2016, unassigned fund balance of the General Fund was \$14,510,854 while total fund balance reached \$28,049,060. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 39.5% of total General Fund expenditures, while total fund balance represents 76.4% of that same amount.

The fund balance of the County's General Fund increased by \$1,608,376 during 2016. Key factors in this increase are as follows:

- Planned capital expenditures in the General Fund of \$1,840,771 were postponed until 2017, partially offset by \$900 thousand of postponed transfers from other funds to assist with those capital expenditures.
- Vacancy savings of \$745 thousand were realized in 2016.

The Road and Bridge Fund ended 2016 with a total fund balance of \$6,502,846; a decrease of 6.2% from 2015. Approximately 99.7% of total fund balance is available for ongoing operations of the fund for its assigned purpose. The net decrease in fund balance of \$434,201 during 2016 was primarily a result of increases in capital spending on bridge replacements, partially offset by approximately \$1.3 million in additional revenue.

The ECO Transit Fund had a fund balance at the end of the year of \$4,341,625. The increase in fund balance of \$1,006,938 during 2016 was primarily the result of decreases in transfers to other funds.

The Airport Fund had a total fund balance of \$3,003,218 at December 31, 2016. The increase of \$536,664 during the year resulted primarily from decreased capital expenditures on new taxiways and additional fee revenue.

The Open Space Fund had a total fund balance of \$4,761,737 at December 31, 2016. The \$1,097,837 increase in fund balance was attributable to purchases of open space land parcels in 2016 that were less than 2016 revenue.

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

Unrestricted net position of the Sanitary Landfill Fund at December 31, 2016 amounted to \$7,241,256; an increase of \$936,636 from 2015. The unrestricted net position of the Eagle County Air Terminal Corporation amounted to \$190,950; a decrease of \$648,567 from 2015. The unrestricted net position of ECHDA was \$14,814,531 at December 31, 2016; which represents an increase of \$95,286 from 2015; primarily due to increases in rental revenues. Other factors concerning the finances of these entities have already been addressed in the discussion of Eagle County's business-type activities.

### General Fund Budgetary Highlights

The final amended appropriated 2016 budget for the General Fund forecast a net decrease in fund balance of \$1,343,444. This was due to appropriated expenditures that included long-term investments. Some of those investments were postponed until 2017, so actual expenditures were approximately \$3.9 million under budget (9.6%), including approximately \$745 thousand of vacancy savings, and approximately \$1.9 million of budgeted capital expenditures that were delayed until 2017. Further, no cost increases were tied to the increased taxes, charges for services or investment revenues.

### Capital Asset and Debt Administration

**Capital assets.** Eagle County's capital assets for its governmental and business-type activities as of December 31, 2016, amounts to approximately \$294 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery, construction in progress, equipment, and infrastructure.

Major capital asset events during the current fiscal year included the following:

Various Road & Bridge – ongoing bridge construction	\$	4,007,909
Various Airport purchases and improvements	\$	9,794,977
Various Trail improvements	\$	625,814
Fleet vehicle and heavy equipment replacement	\$	2,070,623
800 MHz East Beacon & Wolcott improvements	\$	319,724
ECO Transportation capital equipment and buses	\$	628,387
Various building improvements	\$	860,026
Clerk and Recorder voting equipment	\$	210,052
IT and Communications equipment	\$	269,667

Additional information on Eagle County's capital assets can be found in Note III.F. of the accompanying notes to the financial statements, as listed in the table of contents.

### Eagle County's Capital Assets

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Land and water rights	\$ 29,269,460	\$ 29,269,460	\$ 3,688,152	\$ 3,694,652	\$ 32,957,612	\$ 32,964,112
Conservation easements	17,934,752	17,934,752	-	-	17,934,752	17,934,752
Construction in progress	2,169,974	10,223,853	1,784,683	483,183	3,954,657	10,707,036
Buildings and improvements	58,723,987	60,283,647	48,329,871	49,486,301	107,053,858	109,769,948
Other improvements	60,464,987	48,091,329	-	-	60,464,987	48,091,329
Equipment	16,385,490	15,825,231	262,965	337,664	16,648,455	16,162,895
Infrastructure	54,864,432	50,236,852	-	-	54,864,432	50,236,852
Total	<u>\$ 239,813,082</u>	<u>\$ 231,865,124</u>	<u>\$ 54,065,671</u>	<u>\$ 54,001,800</u>	<u>\$ 293,878,753</u>	<u>\$ 285,866,924</u>

**Long-term liabilities.** At the end of 2016, Eagle County had total long-term liabilities outstanding of approximately \$58.7 million. Of this amount, approximately \$4.4 million comprises debt backed by the full faith and credit of the government. The remainder of Eagle County's debt represents bonds and notes secured solely by specified revenue sources (i.e., revenue bonds).

The County has no general obligation debt at December 31, 2016.

The County's long-term liabilities, net of deferred items, categorized as governmental and business type activities, for the years ended December 31, 2016 and 2015 is as follows:

<b>Eagle County's Outstanding Long-term Liabilities</b>						
	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
Certificates of participation, net	\$ 19,366,967	\$ 21,706,979	\$ -	\$ -	\$ 19,366,967	\$ 21,706,979
Compensated absences	1,303,121	1,221,324	27,243	26,883	1,330,364	1,248,207
Landfill closure/postclosure	-	-	3,025,854	2,987,023	3,025,854	2,987,023
Revenue bonds	-	-	7,744,719	9,486,935	7,744,719	9,486,935
Notes payable	-	-	27,199,904	27,771,661	27,199,904	27,771,661
Security deposits	-	-	-	346,512	-	346,512
Total	<u>\$ 20,670,088</u>	<u>\$ 22,928,303</u>	<u>\$ 37,997,720</u>	<u>\$ 40,619,014</u>	<u>\$ 58,667,808</u>	<u>\$ 63,547,317</u>

Additional information on Eagle County's long-term debt can be found in Note III.G. of the accompanying notes to the financial statements as listed in the table of contents.

### **Economic Factors and Next Year's Budgets and Rates**

- The average unemployment rate for Eagle County during 2016 was 2.8%, which is lower than the state average rate of 3.3% and 4.9% average rate for the U.S. As of March 2017, unemployment of 1.8% in Eagle County is lower than the state's March unemployment average rate of 2.6% and the U.S. rate of 4.5%. Eagle County's lower rate in March corresponds to typical seasonal patterns of the winter ski industry.
- Countywide construction increased in 2016 as compared to 2015. Total licenses, inspections, and building permit fee revenue increased approximately \$106 thousand (6%) over 2015. Management expects that the County will experience only slight increases in building over the next few years.
- Inflationary trends in the region are generally higher than national indices. Costs of housing, employee health benefits and building construction and improvements, continue to increase dramatically. Health care costs alone have increased over \$3.7 million (54%) in the last 5 years.
- Sales tax revenue across all funds increased by \$925 thousand (4.2%) from 2015 to 2016. Management anticipates that sales tax revenue will be stable with no significant increase in 2017.
- When compared to 2015, overall property tax revenues increased \$3.1 million (14%) in 2016 and are budgeted to remain stable in 2017 and increase by approximately 5% in 2018.
- Eagle County Regional Airport enplanements, which are usually a helpful indicator for the economic health of the County, have stabilized. They increased by 3.78% in 2016 from 2015. That compares to a 4.14% decrease in 2015 from 2014.

These indicators were considered in preparing and adopting Eagle County's 2017 budget. Departmental staffing decreases necessitated in the economic downturn are slowly returning to pre-recession totals for all but a few departments. In the General Fund, operating requests were increased by approximately \$2.2 million (5.9%) from 2016 actual operating expenditures. In addition, approximately \$1.1 million is budgeted for an intersection project in El Jebel.

Due to the increases in appropriations for 2017, management expects that the unassigned General Fund balance will decrease by approximately \$1.4 million by the close of 2017. Departments are re-working their long-term plans, with the goal of focusing our services to those that most appropriately fit with the County's strategic plan.

Budgeted expenditures, including net transfers for 2017, were decreased from 2016 levels by 19.6% for all funds combined primarily due to decreases in grant funded capital projects. Total budgeted expenditures, including net transfers for 2016 increased by 2% in the General Fund. These increases were budgeted to cover the El Jebel intersection project (that has been postponed until 2017), various other one-time economic development projects, a 3% merit pay increase, increases in costs of employee health benefits, and other items.

The challenging economic factors discussed above demand that the Commissioners continue to make prudent but tough financial decisions and to focus on strategic planning priorities going forward.

### **Requests for Information**

This financial report is designed to provide a general overview of Eagle County's finances for all those with an interest in the government's finances.

This report may be found at [http://www.eaglecounty.us/Finance/Annual\\_Financial\\_Report/](http://www.eaglecounty.us/Finance/Annual_Financial_Report/). Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to: John Lewis, Eagle County Executive Director of Finance at P.O. Box 850, Eagle, Colorado, 81631.

## **GOVERNMENT-WIDE FINANCIAL STATEMENTS**

Eagle County, Colorado

STATEMENT OF NET POSITION

December 31, 2016

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets:				
Cash and investments	\$ 78,925,127	\$ 11,270,383	\$ 90,195,510	\$ 227,629
Cash and investments, restricted	28,531	12,770,045	12,798,576	119,804
Property taxes receivable, net	24,964,253	-	24,964,253	-
Other receivables, net	8,609,338	1,124,930	9,734,268	175,636
Other receivables, restricted, net	-	149,078	149,078	-
Loans receivable, net	1,533,871	1,117,171	2,651,042	-
Internal balances	1,107,696	(1,107,696)	-	-
Due from component units	12,504	-	12,504	-
Inventories, prepaid items, and other assets	633,827	568,560	1,202,387	-
Noncurrent receivables, net	1,515,127	10,715,769	12,230,896	-
Equity investments	-	154	154	100
Investments, net of amortization	1,559,367	2,428,836	3,988,203	-
Capital assets not being depreciated:				
Land and water rights	29,269,460	3,688,152	32,957,612	126,000
Conservation easements	17,934,752	-	17,934,752	-
Construction in progress	2,169,974	1,784,683	3,954,657	-
Capital assets, net of accumulated depreciation:				
Buildings and improvements	58,723,987	48,329,871	107,053,858	1,411,545
Improvements other than buildings	60,464,987	-	60,464,987	-
Equipment	16,385,490	262,965	16,648,455	156,119
Infrastructure	54,864,432	-	54,864,432	-
Total assets	358,702,723	93,102,901	451,805,624	2,216,833
Deferred outflows of resources:				
Deferred charge on refundings	1,357,645	319,037	1,676,682	-
Total deferred outflows of resources	1,357,645	319,037	1,676,682	-
Liabilities:				
Accounts payable and other current liabilities	6,840,732	1,272,112	8,112,844	19,317
Accrued interest payable	63,375	127,775	191,150	2,208
Due to primary government	-	-	-	12,504
Unearned revenue	497,710	71,600	569,310	-
Deposits	99,841	292,811	392,652	17,430
Long-term liabilities:				
Portion due or payable within one year:				
Certificates of participation	2,015,000	-	2,015,000	-
Bonds and notes payable	-	1,621,216	1,621,216	10,118
Accrued compensated absences	521,249	10,897	532,146	-
Portion due or payable after one year:				
Closure and post closure costs payable	-	3,025,854	3,025,854	-
Certificates of participation	17,351,967	-	17,351,967	-
Bonds and notes payable	-	33,323,407	33,323,407	1,328,491
Accrued compensated absences	781,872	16,346	798,218	-
Total liabilities	28,171,746	39,762,018	67,933,764	1,390,068
Deferred inflows of resources:				
Property taxes	24,964,253	-	24,964,253	-
Total deferred inflows of resources	24,964,253	-	24,964,253	-
Net position:				
Net investment in capital assets	221,805,078	18,734,309	240,539,387	355,055
Restricted for:				
Constitutionally required emergency reserve	2,301,702	-	2,301,702	-
Other purposes	509,606	12,626,312	13,135,918	102,374
Unrestricted	82,307,983	22,299,299	104,607,282	369,336
Net position	\$ 306,924,369	\$ 53,659,920	\$ 360,584,289	\$ 826,765

The accompanying notes are an integral part of this statement.

## STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2016

Functions/ Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 22,810,180	\$ 7,492,101	\$ 2,584,888	\$ 77,395
Public safety	14,593,951	2,411,064	277,348	-
Public works	10,478,089	2,192,928	2,795,017	2,769,902
Health and welfare	12,006,295	1,865,850	6,668,268	-
Transportation	17,487,237	6,973,138	409,578	9,650,407
Culture and recreation	5,207,995	325,563	154,441	-
Interest on long-term debt	669,913	-	-	-
Total governmental activities	<u>83,253,660</u>	<u>21,260,644</u>	<u>12,889,540</u>	<u>12,497,704</u>
Business-type activities:				
Sanitary landfill	2,936,071	3,607,322	13,279	-
Air terminal	3,825,293	5,828,919	-	-
Housing	4,300,097	5,232,193	12,500	-
Total business-type activities	<u>11,061,461</u>	<u>14,668,434</u>	<u>25,779</u>	<u>-</u>
Total primary government	<u>94,315,121</u>	<u>35,929,078</u>	<u>12,915,319</u>	<u>12,497,704</u>
Component units:				
Golden Eagle Elderly Housing	345,529	111,013	184,951	-
E 911	985,848	948,675	-	-
Total component units	<u>\$ 1,331,377</u>	<u>\$ 1,059,688</u>	<u>\$ 184,951</u>	<u>\$ -</u>
General revenues:				
Property taxes				
Specific ownership tax				
Sales taxes				
Other shared taxes				
Investment earnings				
Gain on asset disposition				
Miscellaneous				
Transfers				
Total general revenues and transfers				
Change in net position				
Net position - beginning				
Net position - ending				

The accompanying notes are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position			
Primary Government			
Governmental Activities	Business-type Activities	Total	Component Units
\$ (12,655,796)	\$ -	\$ (12,655,796)	\$ -
(11,905,539)	-	(11,905,539)	-
(2,720,242)	-	(2,720,242)	-
(3,472,177)	-	(3,472,177)	-
(454,114)	-	(454,114)	-
(4,727,991)	-	(4,727,991)	-
(669,913)	-	(669,913)	-
<u>(36,605,772)</u>	<u>-</u>	<u>(36,605,772)</u>	<u>-</u>
-	684,530	684,530	-
-	2,003,626	2,003,626	-
-	944,596	944,596	-
-	3,632,752	3,632,752	-
<u>(36,605,772)</u>	<u>3,632,752</u>	<u>(32,973,020)</u>	<u>-</u>
-	-	-	(49,565)
-	-	-	(37,173)
-	-	-	<u>(86,738)</u>
24,836,266	-	24,836,266	-
1,257,676	-	1,257,676	-
22,892,766	-	22,892,766	-
5,369	-	5,369	-
894,779	353,402	1,248,181	3,806
208,656	-	208,656	-
1,463	-	1,463	1,145
(19,679)	19,679	-	-
<u>50,077,296</u>	<u>373,081</u>	<u>50,450,377</u>	<u>4,951</u>
13,471,524	4,005,833	17,477,357	(81,787)
<u>293,452,845</u>	<u>49,654,087</u>	<u>343,106,932</u>	<u>908,552</u>
<u>\$ 306,924,369</u>	<u>\$ 53,659,920</u>	<u>\$ 360,584,289</u>	<u>\$ 826,765</u>

The accompanying notes are an integral part of this statement.

## **FUND FINANCIAL STATEMENTS**

## BALANCE SHEET - GOVERNMENTAL FUNDS

December 31, 2016

	General Fund	Road and Bridge Fund	ECO Transit
<b>Assets:</b>			
Equity in pooled cash and investments	\$ 25,942,000	\$ 6,954,567	\$ 4,095,015
Receivables			
Property taxes	15,523,718	3,991,813	-
Intergovernmental	-	-	-
Trade accounts	2,632,157	310,529	1,445,905
Other	49,195	(50)	(1,640)
Loans	-	-	-
Due from other funds	1,583,005	40,649	86,476
Prepaid items and other assets	6,857	18,989	2,468
Restricted cash	27,214	-	-
<b>Total assets</b>	<b>45,764,146</b>	<b>11,316,497</b>	<b>5,628,224</b>
<b>Liabilities:</b>			
Accounts payable	787,986	451,531	96,580
Due to other funds	598,499	257,754	1,024,725
Accrued compensation	700,201	61,149	165,294
Unearned revenue	80,508	-	-
Deposits	24,174	51,404	-
<b>Total liabilities</b>	<b>2,191,368</b>	<b>821,838</b>	<b>1,286,599</b>
<b>Deferred inflows of resources:</b>			
Unavailable property taxes	15,523,718	3,991,813	-
<b>Total deferred inflows of resources</b>	<b>15,523,718</b>	<b>3,991,813</b>	<b>-</b>
<b>Fund balances:</b>			
Nonspendable	6,857	18,989	2,468
Restricted	190,753	-	-
Committed	13,340,596	-	-
Assigned	-	6,483,857	4,339,157
Unassigned	14,510,854	-	-
<b>Total fund balances</b>	<b>28,049,060</b>	<b>6,502,846</b>	<b>4,341,625</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 45,764,146</b>	<b>\$ 11,316,497</b>	<b>\$ 5,628,224</b>

The accompanying notes are an integral part of this statement.

Airport Fund	Open Space Fund	Non- major Funds	Total Governmental Funds
\$ 2,743,386	\$ 4,829,310	\$ 19,526,298	\$ 64,090,576
-	4,405,975	884,132	24,805,638
-	-	6,253	6,253
1,395,588	1,240	2,230,142	8,015,561
-	-	(7,763)	39,742
-	-	1,533,871	1,533,871
146,517	6,667	1,333,177	3,196,491
2,815	-	204,111	235,240
-	-	1,318	28,532
<u>4,288,306</u>	<u>9,243,192</u>	<u>25,711,539</u>	<u>101,951,904</u>
1,055,106	17,761	448,808	2,857,772
127,379	43,465	280,897	2,332,719
78,339	14,254	239,757	1,258,994
-	-	417,203	497,711
24,264	-	-	99,842
<u>1,285,088</u>	<u>75,480</u>	<u>1,386,665</u>	<u>7,047,038</u>
-	4,405,975	884,132	24,805,638
-	4,405,975	884,132	24,805,638
2,815	-	1,737,982	1,769,111
-	-	2,620,555	2,811,308
-	-	312,015	13,652,611
3,000,403	4,761,737	18,770,190	37,355,344
-	-	-	14,510,854
<u>3,003,218</u>	<u>4,761,737</u>	<u>23,440,742</u>	<u>70,099,228</u>
<u>\$ 4,288,306</u>	<u>\$ 9,243,192</u>	<u>\$ 25,711,539</u>	<u>\$ 101,951,904</u>

Eagle County, Colorado

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET POSITION

December 31, 2016

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

Total fund balance - governmental funds		\$ 70,099,228
Capital assets used in governmental activities (excluding Motor Pool) are not financial resources and, therefore, are not reported in the funds.		232,885,865
Amortizable investments related to governmental activities are not currently available financial resources and, therefore, are not reported in the funds.		1,559,367
Long-term receivables related to governmental activities are not currently available financial resources and, therefore, are not reported in the funds.		1,515,129
Long-term liabilities and related deferred items are not due and payable in the current period and, therefore, are not reported in the funds. Long term liabilities and related items include:		
Certificates of participation payable	\$ (17,225,000)	
Accrued interest payable	(63,375)	
Accrued compensated absences	(1,268,872)	
Unamortized deferred debt refunding costs	1,357,645	
Unamortized debt issuance premium	<u>(2,141,967)</u>	
Net adjustment		(19,341,569)
Internal service funds are used by management to charge the costs of self-insurance activities, other insurance activities, and fleet management to the individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		<u>20,206,349</u>
Total net position - governmental activities		<u><u>\$ 306,924,369</u></u>

The accompanying notes are an integral part of this statement.

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - GOVERNMENTAL FUNDS

For the Year Ended December 31, 2016

	General Fund	Road and Bridge Fund	ECO Transit
Revenues:			
Taxes	\$ 24,445,676	\$ 5,228,187	\$ 6,832,109
Licenses and permits	2,936,048	122,843	-
Fines and forfeitures	87,172	-	-
Intergovernmental	5,656,779	5,540,860	309,000
Charges for services	5,717,824	60,668	2,175,283
Rents and royalties	89,762	-	18,000
Investment earnings	709,059	-	31,874
Contributions and donations	43,654	-	1,776
Miscellaneous	214,671	2,088	11,181
Total revenues	<u>39,900,645</u>	<u>10,954,646</u>	<u>9,379,223</u>
Expenditures:			
General government	17,346,492	144,322	91,032
Public safety	13,955,670	-	-
Public works	2,179,294	5,282,154	-
Transportation	-	-	7,581,253
Health and welfare	2,366,383	-	-
Culture and recreation	654,757	-	-
Intergovernmental	-	1,054,958	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Capital outlay	190,500	5,572,138	-
Total expenditures	<u>36,693,096</u>	<u>12,053,572</u>	<u>7,672,285</u>
Excess (deficiency) of revenues over expenditures	3,207,549	(1,098,926)	1,706,938
Other financing sources (uses):			
Sale of capital assets	150,000	-	-
Transfers in	-	664,725	-
Transfers out	(1,749,173)	-	(700,000)
Total other financing sources (uses)	<u>(1,599,173)</u>	<u>664,725</u>	<u>(700,000)</u>
Net change in fund balances	1,608,376	(434,201)	1,006,938
Fund balances - beginning	<u>26,440,684</u>	<u>6,937,047</u>	<u>3,334,687</u>
Fund balances - ending	<u>\$ 28,049,060</u>	<u>\$ 6,502,846</u>	<u>\$ 4,341,625</u>

The accompanying notes are an integral part of this statement.

Airport Fund	Open Space Fund	Non- major Funds	Total Governmental Funds
\$ 87,635	\$ 4,383,505	\$ 7,851,820	\$ 48,828,932
-	-	-	3,058,891
-	-	-	87,172
9,373,088	-	5,498,185	26,377,912
2,681,733	4,335	3,734,174	14,374,017
2,082,654	875	8,756	2,200,047
-	44,131	62,734	847,798
-	3,000	35,842	84,272
14,420	1,783	85,015	329,158
<u>14,239,530</u>	<u>4,437,629</u>	<u>17,276,526</u>	<u>96,188,199</u>
50,239	131,630	1,832,614	19,596,329
-	-	497,340	14,453,010
-	-	189,360	7,650,808
3,990,150	-	153,743	11,725,146
-	-	9,726,892	12,093,275
-	3,108,162	338,464	4,101,383
-	-	990,551	2,045,509
-	-	1,990,000	1,990,000
-	-	798,077	798,077
9,794,977	-	3,304,366	18,861,981
<u>13,835,366</u>	<u>3,239,792</u>	<u>19,821,407</u>	<u>93,315,518</u>
404,164	1,197,837	(2,544,881)	2,872,681
132,500	-	5,550	288,050
-	-	5,121,502	5,786,227
-	(100,000)	(3,332,840)	(5,882,013)
<u>132,500</u>	<u>(100,000)</u>	<u>1,794,212</u>	<u>192,264</u>
536,664	1,097,837	(750,669)	3,064,945
<u>2,466,554</u>	<u>3,663,900</u>	<u>24,191,411</u>	<u>67,034,283</u>
<u>\$ 3,003,218</u>	<u>\$ 4,761,737</u>	<u>\$ 23,440,742</u>	<u>\$ 70,099,228</u>

Eagle 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, 2016

Net change in fund balances - total governmental funds \$ 3,064,945

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

Governmental funds report capital outlays and certain investments as expenditures.

However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation or amortization expense. This is the amount by which capitalized items exceeds depreciation and amortization expense in the current year:

Capitalized expenditures	\$ 17,120,297	
Depreciation expense	(9,982,030)	
Amortization expense	<u>(86,632)</u>	
Net adjustment		7,051,635

The net effect of miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is a decrease to net position: (119,072)

The issuance of long-term debt (e.g., certificates of participation, capital leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. However, neither transaction has any effect on net position. This is the effect of the difference in the treatment of the repayment of principal of long-term debt in the current year:

Principal repayments	\$ 1,990,000	
Net adjustment		1,990,000

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. Details of these items are as follows:

Change in accrued compensated absences	\$ (84,057)	
Amortization of debt-related deferrals	<u>128,164</u>	
Net adjustment		44,107

Some revenues reported in the statement of activities do not provide current financial resources and are not reported as revenues in the funds: 46,981

Internal service funds are used by management to charge the costs of self-insurance activities, other insurance activities, and fleet management to the individual funds.

The net loss of internal service funds is reported with governmental activities. 1,392,928

Change in net position of governmental activities \$ 13,471,524

Eagle County, Colorado

STATEMENT OF NET POSITION - PROPRIETARY FUNDS

December 31, 2016

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sanitary Landfill Fund	Eagle County Air Terminal Fund	Eagle County Housing and Development Authority	Total	
<b>Assets:</b>					
Current assets:					
Cash and investments	\$ 8,032,284	\$ 155,441	\$ 3,082,658	\$ 11,270,383	\$ 14,834,551
Property taxes receivable	-	-	-	-	158,615
Accounts receivable	432,520	208,726	483,684	1,124,930	547,786
Due from other funds	71,709	-	20,053	91,762	1,274,933
Prepaid items and other assets	108,937	19,468	440,155	568,560	98,264
Inventory	-	-	-	-	300,324
Total current assets	<u>8,645,450</u>	<u>383,635</u>	<u>4,026,550</u>	<u>13,055,635</u>	<u>17,214,473</u>
Noncurrent assets:					
Cash and investments, restricted	-	11,376,798	1,393,247	12,770,045	-
Equity investment	-	-	154	154	-
Accounts receivable, non-current	-	-	1,410,764	1,410,764	-
Accounts receivable, restricted	-	149,078	-	149,078	-
Housing loans receivable	-	-	1,117,171	1,117,171	-
Notes receivable	-	-	9,305,005	9,305,005	-
Investments, net of amortization	1,849,930	369,877	209,029	2,428,836	-
Capital assets not being depreciated	400,186	2,988,536	2,084,113	5,472,835	-
Capital assets, net of depreciation	<u>6,080,308</u>	<u>19,589,330</u>	<u>22,923,198</u>	<u>48,592,836</u>	<u>6,927,218</u>
Total noncurrent assets	<u>8,330,424</u>	<u>34,473,619</u>	<u>38,442,681</u>	<u>81,246,724</u>	<u>6,927,218</u>
Total assets	<u>16,975,874</u>	<u>34,857,254</u>	<u>42,469,231</u>	<u>94,302,359</u>	<u>24,141,691</u>
Deferred outflows of resources:					
Deferred charge on refunding	-	319,037	-	319,037	-
Total deferred outflows of resources	<u>-</u>	<u>319,037</u>	<u>-</u>	<u>319,037</u>	<u>-</u>
<b>Liabilities:</b>					
Current liabilities:					
Accounts and claims payable	65,028	1,051,223	127,120	1,243,371	2,683,436
Accrued interest payable	-	71,109	56,666	127,775	-
Due to other funds	107,258	100,663	1,044,099	1,252,020	965,944
Accrued compensation	28,741	-	-	28,741	40,536
Unearned revenues	-	45,343	26,257	71,600	-
Deposits	-	-	292,811	292,811	-
Current portion of compensated absences	10,897	-	-	10,897	13,700
Current portion of long-term debt	-	1,035,000	586,216	1,621,216	-
Total current liabilities	<u>211,924</u>	<u>2,303,338</u>	<u>2,133,169</u>	<u>4,648,431</u>	<u>3,703,616</u>
Noncurrent liabilities:					
Accrued compensated absences	16,346	-	-	16,346	20,549
Closure and post-closure costs	3,025,854	-	-	3,025,854	-
Bonds and notes payable	-	6,709,719	26,613,688	33,323,407	-
Total noncurrent liabilities	<u>3,042,200</u>	<u>6,709,719</u>	<u>26,613,688</u>	<u>36,365,607</u>	<u>20,549</u>
Total liabilities	<u>3,254,124</u>	<u>9,013,057</u>	<u>28,746,857</u>	<u>41,014,038</u>	<u>3,724,165</u>
Deferred inflows of resources:					
Property taxes	-	-	-	-	158,615
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>158,615</u>
<b>Net position:</b>					
Net investment in capital assets	6,480,494	14,446,408	(2,192,593)	18,734,309	6,927,218
Restricted for debt covenants	-	11,376,798	891,377	12,268,175	-
Restricted for debt service	-	149,078	-	149,078	-
Restricted for housing	-	-	209,059	209,059	-
Unrestricted	<u>7,241,256</u>	<u>190,950</u>	<u>14,814,531</u>	<u>22,246,737</u>	<u>13,331,693</u>
Total net position	<u>\$ 13,721,750</u>	<u>\$ 26,163,234</u>	<u>\$ 13,722,374</u>	<u>\$ 53,607,358</u>	<u>\$ 20,258,911</u>

Adjustment to report the cumulative internal balance for the net effect of the activity between internal service funds and the enterprise funds over time.

52,562

Net position (page C1)

\$ 53,659,920

The accompanying notes are an integral part of this statement.

Eagle County, Colorado

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS

For the Year Ended December 31, 2016

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sanitary Landfill Fund	Eagle County Air Terminal Fund	Eagle County Housing and Development Authority	Total	
Operating revenues:					
Charges for services	\$ 3,607,052	\$ 5,261,305	\$ 5,232,193	\$ 14,100,550	\$ 16,113,584
Miscellaneous	270	12,685	-	12,955	33,919
Total operating revenues	<u>3,607,322</u>	<u>5,273,990</u>	<u>5,232,193</u>	<u>14,113,505</u>	<u>16,147,503</u>
Operating expenses:					
Salaries and benefits	1,015,646	-	-	1,015,646	1,406,182
Supplies	93,212	-	-	93,212	1,442,227
Purchased services	1,127,965	1,358,957	2,304,894	4,791,816	936,390
Intergovernmental service charges	254,379	-	-	254,379	-
Operating leases	-	-	-	-	18,625
Landfill compliance costs	38,831	-	-	38,831	-
General and administrative	34,574	123,656	560,769	718,999	414,728
Rebate expense	-	300,000	-	300,000	-
Claims and premiums	-	-	-	-	10,329,095
Depreciation and amortization	384,026	1,529,655	740,105	2,653,786	989,051
Total operating expenses	<u>2,948,633</u>	<u>3,312,268</u>	<u>3,605,768</u>	<u>9,866,669</u>	<u>15,536,298</u>
Operating income (loss)	<u>658,689</u>	<u>1,961,722</u>	<u>1,626,425</u>	<u>4,246,836</u>	<u>611,205</u>
Non-operating revenues (expenses):					
Investment income	-	4,439	348,963	353,402	-
Property taxes	-	-	-	-	157,779
PFC receipts	-	554,929	-	554,929	-
Insurance recoveries	-	-	-	-	117,413
Operating grants and contributions	13,279	-	12,500	25,779	-
Gain (loss) on disposition of assets, net	-	-	-	-	39,677
Grants and contributions awarded	(40,000)	-	(7,750)	(47,750)	-
Interest expense	-	(513,025)	(686,579)	(1,199,604)	-
Total non-operating revenues (expenses)	<u>(26,721)</u>	<u>46,343</u>	<u>(332,866)</u>	<u>(313,244)</u>	<u>314,869</u>
Income (loss) before contributions and transfers	631,968	2,008,065	1,293,559	3,933,592	926,074
Capital asset transfers (to) from other funds	(33,014)	-	-	(33,014)	476,323
Transfers in (out)	<u>52,693</u>	<u>-</u>	<u>-</u>	<u>52,693</u>	<u>43,093</u>
Change in net position	651,647	2,008,065	1,293,559	3,953,271	1,445,490
Net position - beginning	<u>13,070,103</u>	<u>24,155,169</u>	<u>12,428,815</u>	<u>49,654,087</u>	<u>18,813,421</u>
Net position - ending	<u>\$ 13,721,750</u>	<u>\$ 26,163,234</u>	<u>\$ 13,722,374</u>	<u>\$ 53,607,358</u>	<u>\$ 20,258,911</u>
Adjustment for the net effect of the current year activity between internal service funds and enterprise funds.				<u>52,562</u>	
Change in net position (page C2)				<u>\$ 4,005,833</u>	

The accompanying notes are an integral part of this statement.

Eagle County, Colorado

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS

For the Year Ended December 31, 2016

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sanitary Landfill Fund	Eagle County Air Terminal Fund	Eagle County Housing and Development Authority	Total	
Cash flows from operating activities:					
Cash received from customers	\$ 3,460,611	\$ 5,428,649	\$ 5,126,891	\$ 14,016,151	\$ 46,933
Cash received from interfund services provided	-	-	-	-	16,386,267
Other cash receipts	-	12,685	-	12,685	32,281
Cash payments to employees	(1,015,286)	-	-	(1,015,286)	(1,408,442)
Cash payments to suppliers	(1,608,865)	(1,458,308)	(2,929,367)	(5,996,540)	(11,763,414)
Net cash provided (used) by operating activities	836,460	3,983,026	2,197,524	7,017,010	3,293,625
Cash flows from noncapital financing activities:					
Transfers	76,941	-	-	76,941	43,093
Property taxes received	-	-	-	-	157,779
Operating grant proceeds and contributions received	13,279	-	4,750	18,029	-
Proceeds from loan activity, net	-	-	(102,650)	(102,650)	-
Operating grant proceeds and contributions funded	(40,000)	-	-	(40,000)	-
Net cash provided (used) by noncapital financing activities	50,220	-	(97,900)	(47,680)	200,872
Cash flows from capital and related financing activities:					
Proceeds from sale of assets	-	6,500	-	6,500	164,796
Proceeds from insurance recoveries	-	-	-	-	117,413
Capital acquisitions	(33,014)	(580,114)	(1,297,043)	(1,910,171)	(1,566,616)
Payments of interest	-	(468,551)	(687,771)	(1,156,322)	-
Payments on long term debt	-	(1,740,000)	(571,757)	(2,311,757)	-
Proceeds from PFCs	-	546,394	-	546,394	-
Net cash provided (used) by capital and related financing activities	(33,014)	(2,235,771)	(2,556,571)	(4,825,356)	(1,284,407)
Cash flows from investing activities:					
Interest received	-	4,439	348,963	353,402	-
Purchase of investment	(1,345,206)	-	-	(1,345,206)	-
Net cash provided (used) by investing activities	(1,345,206)	4,439	348,963	(991,804)	-
Net change in cash and cash equivalents	(491,540)	1,751,694	(107,984)	1,152,170	2,210,090
Cash and cash equivalents - beginning of year	8,523,824	9,780,545	4,583,889	22,888,258	12,624,461
Cash and cash equivalents - ending	<u>\$ 8,032,284</u>	<u>\$ 11,532,239</u>	<u>\$ 4,475,905</u>	<u>\$ 24,040,428</u>	<u>\$ 14,834,551</u>
Cash and cash equivalents are reported as:					
Cash and cash equivalents	\$ 8,032,284	\$ 155,441	\$ 3,082,658	\$ 11,270,383	\$ 14,834,551
Cash and cash equivalents - Restricted	-	11,376,798	1,393,247	12,770,045	-
Cash and cash equivalents - ending	<u>\$ 8,032,284</u>	<u>\$ 11,532,239</u>	<u>\$ 4,475,905</u>	<u>\$ 24,040,428</u>	<u>\$ 14,834,551</u>

The accompanying notes are an integral part of this statement.

Eagle County, Colorado

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS (CONTINUED)

For the Year Ended December 31, 2016

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sanitary Landfill Fund	Eagle County Air Terminal Fund	Eagle County Housing and Development Authority	Total	
<u>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</u>					
Operating income (loss)	\$ 658,689	\$ 1,961,722	\$ 1,626,425	\$ 4,246,836	\$ 611,205
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization	384,026	1,529,655	740,105	2,653,786	989,051
(Increase) decrease in accounts receivable	(146,711)	510,102	(137,782)	225,609	(98,569)
(Increase) decrease in prepaid items and other	6,167	(863)	(8,313)	(3,009)	(98,264)
(Increase) decrease in inventory	-	-	-	-	(42,879)
Increase (decrease) in accounts payable	(37,602)	309,232	(74,672)	196,958	872,247
Increase (decrease) in security deposits	-	(346,512)	-	(346,512)	-
Increase (decrease) in compliance costs	38,831	-	-	38,831	-
Increase (decrease) in due to other funds	(67,300)	40,936	19,281	(7,083)	1,063,094
Increase (decrease) in unearned revenues	-	(21,246)	17,809	(3,437)	-
Increase (decrease) in accrued expenses	360	-	14,671	15,031	(2,260)
Total adjustments	<u>177,771</u>	<u>2,021,304</u>	<u>571,099</u>	<u>2,770,174</u>	<u>2,682,420</u>
Net cash provided (used) by operating activities	<u>\$ 836,460</u>	<u>\$ 3,983,026</u>	<u>\$ 2,197,524</u>	<u>\$ 7,017,010</u>	<u>\$ 3,293,625</u>
Noncash capital and related financing activities:					
Capital asset additions on account	-	705,776	-	705,776	-
Capital asset transfers (to) from other funds	(33,014)	-	-	(33,014)	476,323

The accompanying notes are an integral part of this statement.

Eagle County, Colorado

STATEMENT OF FIDUCIARY NET POSITION

December 31, 2016

	<u>Agency Funds</u>
Assets:	
Cash and investments	<u>\$ 2,743,042</u>
Total assets	<u><u>\$ 2,743,042</u></u>
Liabilities:	
Due to other governments	2,648,407
Funds held for others	<u>94,635</u>
Total liabilities	<u><u>\$ 2,743,042</u></u>

The accompanying notes are an integral part of this statement.

Eagle County, Colorado

COMBINING STATEMENT OF NET POSITION  
DISCRETELY PRESENTED COMPONENT UNITS

December 31, 2016

	Golden Eagle Elderly Housing	E 911	Total
<b>Assets:</b>			
Cash and investments	\$ 21,378	\$ 206,251	\$ 227,629
Cash and investments, restricted	119,804	-	119,804
Accounts receivable, net	11,850	163,786	175,636
Equity investments	100	-	100
Capital assets not being depreciated:			
Land	126,000	-	126,000
Capital assets, net of accumulated depreciation:			
Buildings and improvements	1,411,545	-	1,411,545
Equipment	-	156,119	156,119
Total assets	<u>1,690,677</u>	<u>526,156</u>	<u>2,216,833</u>
<b>Liabilities:</b>			
Accounts payable and other current liabilities	8,117	11,200	19,317
Accrued interest payable	2,208	-	2,208
Due to primary government	5,940	6,564	12,504
Security deposits	17,430	-	17,430
Long-term liabilities:			
Portion due or payable within one year:			
Bonds and notes payable	10,118	-	10,118
Portion due or payable after one year:			
Bonds and notes payable	1,328,491	-	1,328,491
Total liabilities	<u>1,372,304</u>	<u>17,764</u>	<u>1,390,068</u>
<b>Net position:</b>			
Net investment in capital assets	198,936	156,119	355,055
Restricted for debt covenants	102,374	-	102,374
Unrestricted	17,063	352,273	369,336
Total net position	<u>\$ 318,373</u>	<u>\$ 508,392</u>	<u>\$ 826,765</u>

The accompanying notes are an integral part of this statement.

Eagle County, Colorado

COMBINING STATEMENT OF ACTIVITIES  
DISCRETELY PRESENTED COMPONENT UNITS

For the Year Ended December 31, 2016

	Golden Eagle Elderly Housing	E 911	Total
Program revenues:			
Charges for services	\$ 111,013	\$ 948,675	\$ 1,059,688
Operating grants	184,951	-	184,951
Total program revenues	<u>295,964</u>	<u>948,675</u>	<u>1,244,639</u>
Program expenses:			
Repairs and maintenance	51,771	-	51,771
Utilities	42,179	-	42,179
General and administration	72,108	-	72,108
Management fees	8,075	-	8,075
Depreciation	82,917	39,860	122,777
Insurance	6,000	-	6,000
Interest expense	82,479	-	82,479
Public safety	-	945,988	945,988
Total program expenses	<u>345,529</u>	<u>985,848</u>	<u>1,331,377</u>
Net program revenues (expenses)	(49,565)	(37,173)	(86,738)
General revenues:			
Investment earnings	95	3,711	3,806
Miscellaneous	1,145	-	1,145
Total general revenues	<u>1,240</u>	<u>3,711</u>	<u>4,951</u>
Change in net position	(48,325)	(33,462)	(81,787)
Net position - beginning	<u>366,698</u>	<u>541,854</u>	<u>908,552</u>
Net position - ending	<u>\$ 318,373</u>	<u>\$ 508,392</u>	<u>\$ 826,765</u>

The accompanying notes are an integral part of this statement.

## **NOTES TO THE FINANCIAL STATEMENTS**

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

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**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Eagle County, Colorado (the "County") was formed in 1883. The governing body of the County is a three-member Board of County Commissioners. The County provides the following services directly: general administration, sheriff, jail, coroner, roads and bridges, parks and open space, solid waste landfill, airport, and health and social services. The County provides several additional services through other governmental organizations, some of which are included in, while others might be excluded from this report.

The County's financial statements are prepared in accordance with generally accepted accounting principles ("GAAP"). The Governmental Accounting Standards Board ("GASB") is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant policies established by GAAP and used by the County are discussed below.

**A. Financial Reporting Entity**

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

The accompanying financial statements present the primary government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the County's operations. The discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the County. Each component unit has a fiscal year end of December 31.

*Blended Component Units*Eagle Lease Financing Corporation

Eagle Lease Financing Corporation, a Colorado nonprofit corporation, was incorporated in April 1999 (subsequently advance refunded – see Note III.G.) and formed for the purpose of facilitating County financings, including the acquisition of real estate, property, and improvements for lease to the County. The Corporation issued Certificates of Participation in June 1999 for the construction of a Joint Maintenance Service Center. The financial data of the Corporation is reported as part of the primary government because it is fiscally dependent upon the County and provides financing solely to the County. Although the Corporation is a separate legal entity, for financial reporting purposes, it is part of the County and is included in the Joint Maintenance Service Center Debt Service Fund.

Eagle County Justice Center Financing Corporation

Eagle County Justice Center Financing Corporation, a Colorado nonprofit corporation, was incorporated in August 2008 and formed for the purpose of facilitating County financings, including the acquisition of real estate, property, and improvements for lease to the County. The Corporation issued Certificates of Participation in September 2008 (subsequently advance refunded – see Note III.G.) for the construction of additions to the Eagle County Justice Center.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

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**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**A. Financial Reporting Entity (continued)**

Blended Component Units (continued)

Eagle County Justice Center Financing Corporation (continued)

The financial data of the Corporation is reported as part of the primary government because it is fiscally dependent upon the County and provides financing solely to the County. Although the Corporation is a separate legal entity, for financial reporting purposes, it is part of the County and is included in the Justice Center Finance Authority Capital Projects Fund.

Eagle County Air Terminal Corporation

The governing Board of Eagle County Air Terminal Corporation, a Colorado nonprofit corporation, consists of members of the Board of County Commissioners, and the Corporation provides services exclusively for the benefit of the County. The Corporation was formed in April 1996 to finance and construct the Eagle County Airport terminal. Upon payment in full of all issued bonds and other obligations, the Corporation will be dissolved, and ownership of the terminal along with all remaining assets, if any, will be transferred to the County. Additionally, the County is responsible for all personnel that run the day-to-day operations of the Corporation. It is reported as an enterprise fund.

Eagle County Housing and Development Authority

Eagle County Housing and Development Authority ("ECHDA") was established in July 2008 as an entity separate from the County, pursuant to Colorado Revised Statutes ("C.R.S.") section 29-4-200 et seq., upon approval by the Board of County Commissioners of a resolution that ECHDA was to be the County's statutory housing authority. ECHDA is charged with increasing the supply of housing that is affordable to those of low income who live or work in Eagle County. Additionally, ECHDA operationally manages all housing projects with which the County is associated, including Lake Creek Village, Golden Eagle Elderly Housing, Riverview Apartments, and Seniors on Broadway. The Board of County Commissioners comprise ECHDA's 3-member Board. The County is responsible for all personnel that run the day-to-day operations of ECHDA. ECHDA is also the sole member of Lake Creek Village LLC, which received an insured mortgage loan from the U.S. Department of Housing and Urban Development in December 2012 to acquire the 272-unit Lake Creek Village multi-family affordable apartment complex. Separate financial statements for Lake Creek Village LLC can be obtained from:

Lake Creek Village LLC  
P.O. Box 850  
Eagle, Colorado 81631

ECHDA is reported as an enterprise fund.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

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**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**A. Financial Reporting Entity (continued)**

*Discretely Presented Component Units*

Golden Eagle Elderly Housing Corporation

Golden Eagle Elderly Housing Corporation, a Colorado nonprofit corporation, was organized May 3, 2002 for the acquisition, construction, operation, maintenance, and development of property used to provide decent, safe, and sanitary housing within the County for the handicapped and aged, and individuals who meet certain living requirements. On March 14, 2003, the Corporation purchased a 36-unit elderly housing complex. The County has no financial obligations for the debt or operations of the Corporation. The Board of County Commissioners appoints the Corporation's Board and can impose its will on the Corporation.

Complete financial statements for Golden Eagle Elderly Housing Corporation may be obtained at the entity's administrative offices.

Golden Eagle Elderly Housing Corporation  
P.O. Box 850  
Eagle, Colorado 81631

Eagle County Emergency Telephone Service Authority (E 911)

The Board of County Commissioners appoints the Board members for the Eagle County Emergency Telephone Service Authority. The Authority is responsible for the installation and operation of the emergency telephone service. The County can impose its will on the Authority. Separate financial statements are not issued for the Authority.

*Other Related Entity*

Public Trustee

The Public Trustee is a State statutorily mandated position, appointed by the Board of County Commissioners, but whose financial transactions are independent of the County. However, all expenditures and associated funding transactions relating to the operations of the County Office of the Public Trustee are included in the General Fund, except those required to be accounted for in an Agency Fund.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

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**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**B. Government-wide and Fund Financial Statements**

The County's basic financial statements include both government-wide (reporting the County as a whole) and fund financial statements (reporting the County's major funds). Government-wide financial statements report information on all the activities of the County and its component units. Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The County's public safety, public works, health and welfare, transportation, culture and recreation, and general government functions are classified as governmental activities. The sanitary landfill, ECHDA, and air terminal operations are classified as business-type activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the County's governmental functions and business-type activities. The governmental functions are also supported by general government revenues (property taxes, specific ownership taxes, sales taxes, investment earnings, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants.

Program revenues must be directly associated with the governmental function or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The government-wide focus is on the sustainability of the County as an entity and the change in the County's net position resulting from the current year's operations.

**C. Fund Financial Statements**

The financial transactions of the County are reported in individual fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise assets, liabilities, fund equity, revenues, and expenditures/expenses.

The fund focus is on current available resources and budget compliance.

The County reports the following major governmental funds:

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

The *Road and Bridge Fund* accounts for the County levied property taxes for the purposes of construction and maintenance of County roads and bridges. It also accounts for State and Federal monies received to maintain County roads and bridges.

The *ECO Transit Fund* accounts for the .5% County Sales Tax to be used for operating and maintaining a public transportation system in the Eagle Valley.

The *Airport Fund* accounts for general maintenance and operation expense of the Eagle County Airport. Revenues are principally derived from rental of the airport facilities, concessions, and federal grants.

The *Open Space Fund* accounts for property tax revenues to be used to purchase open space within the County.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

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**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**C. Fund Financial Statements (continued)**

The County reports the following proprietary or business-type funds:

The *Sanitary Landfill Fund* accounts for the operation, maintenance, and development of the County landfill.

The *Eagle County Air Terminal Fund* accounts for the operation, maintenance, and debt service of the airport terminal.

The *Eagle County Housing and Development Authority* is the County's statutory housing authority that accounts for the operation and maintenance of housing activities of the County.

Additionally, the County reports the following fund types:

*Internal Service Funds* account for property and casualty insurance coverage; self-insurance health insurance plan; and the operation, maintenance, and purchase of the County's vehicles, including heavy road equipment.

*Agency Funds* account for monies held on behalf of other governments and agencies that use the County as a depository; for property taxes collected on behalf of the other governments or agencies; for monies held by the Sheriff's office for inmates; and for assets held in a trustee capacity by the Public Trustee in connection with the execution of foreclosure transactions and in contracts for deed to real property. Agency funds are excluded from reporting in the government-wide financial statements. Budgets are not adopted for the County's agency funds.

**D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

Measurement focus refers to whether financial statements measure changes in current resources only (current financial focus) or changes in both current and long-term resources (long-term economic focus). Basis of accounting refers to the point at which revenues, expenditures, or expenses are recognized in the accounts and reported in the financial statements. Financial statement presentation refers to classification of revenues by source, and expenditures or expenses by function.

**1. Long-term Economic Focus and Accrual Basis**

Both the governmental and business-type activities in the government-wide financial statements and the proprietary fund financial statements use the long-term economic focus and are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred, regardless of the timing of the related cash flow.

**2. Current Financial Focus and Modified Accrual Basis**

The governmental fund financial statements use the current financial focus and are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter (60 days) to be used to pay liabilities of the current period. Expenditures are generally recognized when the related liability is incurred.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

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**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

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

**2. Current Financial Focus and Modified Accrual Basis (continued)**

The exception to this general rule is that principal and interest on general long-term debt and compensated absences are recorded only when payment is due.

Property taxes, sales taxes, franchise taxes, charges for services, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Expenditure driven grants are recognized as revenue when qualified expenditures have been incurred and all other grant requirements have been met. All other revenue items are considered to be measurable and available only when cash is received by the County.

**3. Financial Statement Presentation**

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments where the amounts are reasonably equivalent to the value of the interfund services provided and other charges between the County's landfill function and various other functions of the County. Elimination of these charges would distort the direct costs and program revenues reported for the landfill function.

Amounts reported as program revenues include 1) fees, fines, and charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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 County's enterprise funds are from operation of the County landfill, the air terminal, and housing activities. Operating expenses for the enterprise funds include operating expenses and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**E. Financial Statement Accounts**

**1. Cash, Cash Equivalents, and Investments**

Except for cash held for third parties (e.g., Public Trustee, Sheriff Confiscated, and Inmate Funds) and cash held by separate legal entities, which are included in the Eagle County reporting entity, all cash is deposited with the County Treasurer. The Treasurer invests the funds to achieve the best possible return on the investment. Investments in short-term certificates of deposit or cash equivalents are accounted for as cash in all funds. Interest income is allocated to funds as designated by the Board of County Commissioners. Investments are stated at market value. The change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

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**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**E. Financial Statement Accounts (continued)**

**1. Cash, Cash Equivalents, and Investments (continued)**

For the purposes of the statement of cash flows, the County defines cash and cash equivalents as amounts in demand deposits as well as short-term, highly liquid investments with original maturities of three months or less.

Cash equivalents are both readily convertible to cash and are so near their maturity they present insignificant risk of change in value due to interest rate changes.

Certain proceeds of debt issuances, as well as certain resources set aside for their repayment, have been classified as restricted assets on the balance sheet because their use is limited by the applicable covenants. Restricted assets also include certain deposits that have been limited as to usage pursuant to escrow and similar agreements.

The County is required to comply with State statutes which specify investment instruments meeting defined rating, maturity, custodial and concentration risk criteria in which local governments may invest, which include (with applicable minimum NRSRO credit rating restrictions):

- Obligations of the United States and certain U.S. Agency securities
- General obligation and revenue bonds of U.S. local government entities (AA)
- Bankers' acceptance of certain banks (AA)
- Commercial paper and Corporate Bonds (A-1)
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds (AAAm)
- Certificates of Deposit – non-negotiable
- Local government investment pools (AAAm)

**2. Receivables**

All property tax and other receivables are shown net of an allowance for uncollectible accounts.

Loans receivable in governmental funds consist principally of housing loans that are generally not expected or scheduled to be collected in the subsequent year, although payment has started on several of the loans.

**3. Inventories**

Inventories are valued at cost using the first-in, first-out method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

**4. Prepaid Items**

The County uses the consumption method to account for prepaid items. Payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both government-wide and fund financial statements.

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

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**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****A. Financial Statement Accounts (continued)****5. Capital Assets**

Capital assets, which include land, buildings, improvements, equipment, vehicle and infrastructure assets, are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. The County defines capital assets as assets with an initial cost of more than \$10,000 and an estimated useful life in excess of one year. Such assets are recorded at cost where historical records are available and at an estimated historical cost where no historical record exists. Donated capital assets are recorded at acquisition value.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Capital outlay for projects is capitalized as projects are constructed. Costs related to the construction of assets including interest, engineering, legal, surveying, and landscaping that were incurred from the beginning of construction until the assets were substantially complete are capitalized.

Capital assets (excluding land) of the primary government, as well as the component units, are depreciated using the straight-line method over the following estimated useful lives:

	<u>Estimated lives</u>
Buildings and improvements	7 to 40 years
Land improvements	10 to 20 years
Infrastructure	40 years
Equipment and fixtures	3 to 25 years

**6. Compensated Absences**

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the obligated governmental fund only if they have matured (e.g., unused reimbursable leave still outstanding following an employee's resignation or retirement). Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the governmental activities column in the government-wide financial statements. Vested or accumulated vacation leave of the proprietary fund types are recorded as an expense and liability of that fund as the benefits accrue to employees. In accordance with the provisions of GASB Statement No. 16, *Accounting for Compensated Absences*, no liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

**7. Contraband Seizures**

Proceeds from the seizure of contraband are used by the County Sheriff for law enforcement activities. The funds have been audited in accordance with the Colorado Local Government Audit Law and are recorded as restricted cash in the General Fund within these financial statements. At December 31, 2016, these assets totaled \$27,214.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

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**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**E. Financial Statement Accounts (continued)**

**8. Deferred Outflows and Inflows of Resources**

Deferred outflows of resources represent a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expenses/expenditures) until then. The County has one item that qualifies for reporting under this category on the Statement of Net Position – Proprietary Funds and the Statement of Net Position. This item is deferred charge on refunding. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. The amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The County has only one item that qualifies for reporting in this category, revenue from property taxes, reported in the governmental balance sheet and on the Statement of Net Position. These amounts are deferred and recognized as an inflow from resources in the period that the amounts become available.

**9. Fund Equity**

Governmental accounting standards establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Fund balance classifications include Nonspendable, Restricted, Committed, Assigned and Unassigned. These classifications reflect not only the nature of the funds, but also provide clarity to the level of restraint, such as external versus internal compliance requirements. Unassigned fund balance is a residual classification within the General Fund. The General Fund should be the only fund that reports a positive unassigned balance. In all other funds, unassigned fund balance is limited to negative residual fund balance. For further details on the various fund balance classifications refer to Note III.H.

**10. Interfund Transactions**

Interfund services provided and used are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures or expenses initially made from it that are properly applicable to another fund, are recorded as "due from other funds" or "due to other funds" on the balance sheet when they are expected to be liquidated within one year. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances". If the receivable or payable is not expected to be liquidated after one year, it is classified as "advances to other funds" or "advances from other funds."

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****F. Significant Account Policies****1. Use of Estimates**

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

**2. Credit Risk**

Receivables in the County's funds are primarily due from other governments. Management believes that the credit risk related to these receivables is minimal.

**3. Restricted and Unrestricted Resources**

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

**II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY****A. Budgetary Information**

Annual appropriated expenditure budgets are adopted for all governmental funds on a basis consistent with generally accepted accounting principles. Annual appropriation budgets are also adopted for certain proprietary funds on a non-GAAP budget basis and are reconciled to GAAP below:

	Sanitary Landfill	Motor Pool
Change in Net Position - Budget Basis	\$ (594,522)	\$ (546,248)
add/(less):		
Capitalized assets	1,345,206	1,566,616
Amortization of solar arrays	(99,037)	-
Change in Net Position - GAAP Basis	<u>\$ 651,647</u>	<u>\$ 1,020,368</u>

The County followed these procedures in preparing, approving, and enacting its budget for 2016:

1. In October of each year, a proposed operating budget is submitted to the Board of County Commissioners for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted by the County to obtain taxpayer comments.
3. Prior to December 31, the budget is legally adopted at the fund level through passage of a resolution for all County funds, except the fiduciary fund types.
4. Formal budgetary integration is employed as a management control device during the year for the General Fund, special revenue funds, capital projects funds, and the proprietary funds.

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued)****A. Budgetary Information (continued)**

5. Any revisions that increase the expenditures of any fund must be approved by the Board of County Commissioners by passage of a resolution.
6. Budgeted amounts are as originally adopted or as amended by the Board of County Commissioners. All appropriations lapse at year-end. Several supplemental appropriations were adopted in 2016 by the Board of County Commissioners.

The details of the budget calendar follow:

December 15      Statutory deadline for adoption of the budget

December 22      Statutory deadline for Board of County Commissioners to certify all mill levies

Property taxes are not due and payable until after the assessment year has ended, and are not included in the budget or statement of revenues, expenditures, and fund balance of the assessment year.

Property taxes are recorded as deferred inflows from resources in the year they are levied and measurable. They are recorded as revenue in the year they are available or collected.

Property taxes are levied on or before December 15 of each year and attach as an enforceable lien on the property on January 1. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County bills and collects its own property taxes and the taxes for various other entities.

Local property taxes levied for 2015 and collected, net of temporary tax increment financing districts, by December 31, 2016 are recognized as revenue in these financial statements as shown below:

Fund	Assessed Valuation	Amount of Taxes				Percentage Collected of	
		Mill Levy	Levied (in \$000's)	Budgeted (in \$000's)	Collected (in \$000's)	Levied	Budgeted
General Fund	\$ 2,927,608,770	5.285	\$ 15,472	\$ 15,149	\$ 15,427	99.71%	101.84%
Road and Bridge	2,927,608,770	1.359	3,979	3,896	3,967	99.71%	101.82%
Social Services	2,927,608,770	0.240	703	688	701	99.77%	101.89%
Capital Expenditures	2,927,608,770	0.061	179	175	178	99.67%	101.71%
Insurance	2,927,608,770	0.054	158	155	158	99.94%	101.94%
Open Space	2,927,608,770	1.500	4,391	4,300	4,379	99.72%	101.84%
		<u>8.499</u>	<u>\$ 24,882</u>	<u>\$ 24,363</u>	<u>\$ 24,810</u>		

The assessed valuation for property in the State of Colorado is determined using base year market values. The certified assessed valuation, net of temporary tax increment financing districts, for 2016 property taxes decreased to \$2,927,608,770 from \$2,559,329,720.

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued)****A. Budgetary Information (continued)**

Supplemental appropriations for the primary government during 2016 resulted in budget amendments as follows:

<u>Fund</u>	<u>Original Amount</u>	<u>Final Amount</u>
<u><i>Governmental Activities:</i></u>		
General Fund	\$ 40,438,520	\$ 42,295,784
Special revenue funds:		
Road and Bridge	9,038,756	13,604,569
ECO Transit	8,763,139	8,784,209
Airport	4,797,878	15,108,280
Open Space	1,030,703	3,852,307
Social Services	4,924,509	5,002,334
Capital Improvement	5,366,059	10,366,282
ECO Trails	810,033	2,193,808
Roaring Fork Transit	481,746	481,746
Roaring Fork Trails	54,122	54,122
ECO Vehicle Replacement	650,000	3,103,585
Conservation Trust	115,000	118,175
800 MHZ	586,081	908,081
Offsite Road Improvements	225,750	661,705
Public Health	3,593,179	3,929,064
Housing Loan	130,000	480,000
Housing	1,641,240	2,638,957
Capital projects funds:		
Justice Center Financing Authority	1,637,569	2,947,085
Debt service funds:		
Joint Maintenance Service Center	1,274,975	48,398
Internal service funds:		
Motor Pool	8,419,745	8,563,637
Insurance Reserve	515,800	515,906
Health Insurance	11,008,964	11,008,964
<u><i>Business-type Activities:</i></u>		
Sanitary Landfill	3,672,630	5,388,291
Eagle County Air Terminal	3,997,289	4,071,493
Eagle County Housing and Development	4,396,426	4,396,426

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued)****B. TABOR Amendment**

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

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

TABOR also requires local governments to establish an emergency reserve to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. The reserve is calculated at 3% of fiscal year spending for fiscal years ending after December 31, 1995. Fiscal year spending excludes bonded debt service and enterprise spending. The County has restricted \$2,301,702 of December 31, 2016 fund balances for this purpose, which is the approximate required TABOR reserve amount.

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

In November of 1995, Eagle County voters approved a ballot question to exempt the County from the revenue and expenditure limits of the TABOR amendment, retroactive to 1994.

**III. DETAILED NOTES ON ALL FUNDS****A. Cash and Investments**

The County Treasurer pools cash and investments that are available for use by each of the County's Governmental, Proprietary, Internal Service, and Agency funds as well as on behalf of other governmental entities and agencies. Additionally, several of the County's funds hold restricted and unrestricted cash balances. Cash and investments held by the County Treasurer at December 31, 2016, consisted of the following:

Cash on hand	\$ 16,617
Deposits	23,769,823
Investments	76,648,562
Local Government Investment Pools	5,302,126
Total	<u>\$ 105,737,128</u>

The Colorado Public Deposit Protection Act ("PDPA") requires that all units of local government deposit cash in eligible depositories. The PDPA specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance ("FDIC") on deposits held. Each eligible depository with deposits in excess of the insured levels must pledge a collateral pool of defined eligible assets maintained by another institution or held in trust for all of its local government depositors as a group with a market value equal to at least 102 percent of the uninsured deposits.

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**III. DETAILED NOTES ON ALL FUNDS (continued)****A. Cash and Investments (continued)**

The State Regulatory Commission for banks and savings and loan associations are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools. The County had bank deposits of \$22,532,188 at December 31, 2016. Of this bank balance, \$12,469,100 is covered by depositor's insurance, and the remaining \$10,063,088 is collateralized with securities held by the pledging financial institution's trust department or agent in the County's name, or in a pledged collateral pool.

A difference of \$1,237,635 exists between bank balance and book balance, due primarily to deposits in transit or outstanding checks at December 31, 2016.

*Fair Value of Investments*

The County measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than quoted market prices; and,
- Level 3: Unobservable inputs.

At December 31, 2016, the County had the following recurring fair value measurements:

<u>Investments by Fair Value Level</u>	<u>12/31/2016</u>	<u>Fair Value Measurements Using</u>		
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Debt Securities:				
U.S. Treasuries	\$ 19,314,775	\$ 19,314,775	\$ -	\$ -
U.S. Agencies	38,206,538	38,206,538	-	-
Corporate Bonds	19,127,249	19,127,249	-	-
Total Investments by Fair Value Level	<u>\$ 76,648,562</u>	<u>\$ 76,648,562</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Investments Measured at Net Asset</u>				
Colotrust	<u>\$ 5,302,126</u>			

Debt and equity securities classified in Level 1 are valued using prices quoted in active markets for those securities.

*Interest Rate Risk* – As a means of limiting its exposure to interest rate risk, the County's investment policies limit the weighted average maturity of the County's investment portfolio to two and one half years. Additionally, those policies require a minimum of 10% of its total investment portfolio in instruments with maturities of 60 days or less. The County also coordinates its investment maturities to closely match cash flow needs. As a result of the limited length of maturities, the County has limited its interest rate risk.

*Custodial Risk* – At December 31, 2016, the County's investments were held in safekeeping at Wells Fargo Brokerage Services. To be eligible for designation as the County's safekeeping and custodian bank, a financial institution must qualify as a depository of public funds in the State of Colorado as defined in C.R.S. section 24-75-603 et seq. and be a Federal Reserve member financial institution.

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**III. DETAILED NOTES ON ALL FUNDS (continued)****A. Cash and Investments (continued)**

*Concentration of Credit Risk* – The County's investment policies limit investments in certificates of deposit and general obligation and revenue bonds of U.S. local governments to 25% of the County's investment portfolio, each. Additionally, no more than 5% of the County's total investment portfolio may be invested in the general obligation or revenue bonds of any one issuer. At December 31, 2016, the County's investments in Federal Home Loan Bank, Federal Home Loan Mortgage Corporation, Federal National Mortgage Association, Federal Farm Credit Bank, and Treasury Notes were 11%, 13%, 13%, 12%, and 25% of the County's investment portfolio, respectively.

*Local Government Investment Pool* – At December 31, 2016, the County had invested \$5,302,126 in the Colorado Government Liquid Asset Trust (COLOTRUST), referred to as the Trust. The Trust is an investment vehicle established by State statute for local government entities in Colorado to pool surplus funds for investment purposes, and is registered with the State Securities Commissioner. It operates similarly to money market funds and each share is equal in value to \$1. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions of each pooled investment. The majority of securities owned by the Trust are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify investments owned by the Trust. The Trust investments consist of U.S. Treasury and U.S. Agency Securities, and repurchase agreements collateralized by U.S. Treasury and U.S. Agency Securities. These investments are not categorized because the underlying securities cannot be determined.

At December 31, 2016, the County had an unrealized loss of \$383,427, which reflects changes in the fair market value of investments. The County had the following cash and investments with the following maturities:

	Standard & Poors Rating	Carrying Amounts	Investment Maturities (in years)	
			Less Than 1 year	1 to 5 years
U.S. Treasury		\$ 19,314,775	\$ 7,519,250	\$ 11,795,525
U.S. agency bonds	AA+	38,206,538	11,755,253	26,451,285
Local Government Investment Pool	AAAm	5,302,126	5,302,126	-
Corporate	AAA	2,499,220	-	2,499,220
Corporate	AA+	3,633,334	1,430,000	2,203,334
Corporate	AA	8,019,105	3,500,875	4,518,230
Corporate	AA-	3,977,330	-	3,977,330
Corporate	A+	998,260	-	998,260
Total		<u>\$ 81,950,688</u>	<u>\$ 29,507,504</u>	<u>\$ 52,443,184</u>

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

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**III. DETAILED NOTES ON ALL FUNDS (continued)**

**A. Cash and Investments (continued)**

*Restricted Cash and Investments*

At December 31, 2016 the County held restricted funds of \$27,214 in the General Fund to be used for properly approved capital and operational expenditures related to law enforcement.

The Justice Center Financing Authority and the Joint Maintenance Service Center held aggregate restricted cash balances of \$1,318 that the respective trustees will use for future debt service on debt of those funds.

The Eagle County Air Terminal Corporation Fund had restricted cash and investments totaling \$11,376,798 which is restricted by debt covenants; with \$2,543,512 restricted for debt service payments; \$276,406 restricted for operations and maintenance; and \$8,556,880 restricted for construction and other asset additions.

ECHDA held restricted cash and investments of \$209,059, which is restricted by grant documents for funding housing loans. Lake Creek Village LLC, whose sole member is ECHDA and is consolidated with ECHDA for purposes of these financial statements, held restricted cash and cash equivalents totaling \$1,184,188; of which \$293,791 was held as tenant security deposits; and \$890,397 was restricted by debt covenants for future tax and insurance payments associated with the insured mortgage.

Golden Eagle Elderly Housing Corporation, a discretely presented component unit of the County, had restricted cash and investments totaling \$119,804 at December 31, 2016; with \$17,430 held as security deposits and \$102,374 restricted by debt covenants for capital improvements and other asset additions.

**B. Interfund Receivables, Payables, and Transfers**

Interfund balances at December 31, 2016 consisted of the following amounts and represent allocations of resources based upon County Commissioner adopted budgetary policies. These remaining balances resulted from the time lag between the dates that transactions are recorded in the accounting period, and payments between funds are made.

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**III. DETAILED NOTES ON ALL FUNDS (continued)****B. Interfund Receivables, Payables, and Transfers (continued)**

The composition of interfund balances as of December 31, 2016 is as follows:

Due to	Due from					
	General	Road and Bridge	ECO Transit	Airport	Open Space	Component Unit
General	\$ -	\$ 89,368	\$ 78,595	\$ 78,771	\$ 36,238	\$ 6,564
Road and Bridge	3,881	-	-	-	-	-
ECO Transit	6,697	-	-	-	-	-
Airport	8,922	-	-	-	-	-
Open Space	-	-	-	-	-	-
Nonmajor funds	14,634	-	700,306	10,241	-	5,940
Sanitary Landfill	52,693	-	-	-	-	-
ECHDA	-	-	-	-	-	-
Internal service funds	511,673	168,386	245,824	38,368	7,226	-
Total	<u>\$ 598,500</u>	<u>\$ 257,754</u>	<u>\$ 1,024,725</u>	<u>\$ 127,380</u>	<u>\$ 43,464</u>	<u>\$ 12,504</u>

Due to	Due from					Total
	Nonmajor Funds	Sanitary Landfill	Eagle County Air Terminal	ECHDA	Internal Service Funds	
General	\$ 89,775	\$ 43,079	\$ -	\$ 600,000	\$ 560,615	\$ 1,583,005
Road and Bridge	-	-	-	-	36,768	40,649
ECO Transit	4,026	-	-	-	75,753	86,476
Airport	-	-	100,055	-	37,540	146,517
Open Space	-	-	-	-	6,667	6,667
Nonmajor funds	-	-	-	444,099	157,960	1,333,180
Sanitary Landfill	-	-	-	-	19,016	71,709
ECHDA	20,053	-	-	-	-	20,053
Internal service funds	167,041	64,179	608	-	71,625	1,274,930
Total	<u>\$ 280,895</u>	<u>\$ 107,258</u>	<u>\$ 100,663</u>	<u>\$ 1,044,099</u>	<u>\$ 965,944</u>	<u>\$ 4,563,186</u>

Transfers are used to 1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, 2) move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, and, 3) provide additional resources for current operations or debt service. All County transfers either occur on a regular basis or are consistent with the purpose of the fund making the transfer.

Interfund transfers for the year ended December 31, 2016 were as follows:

Transferred to	Transferred from				
	General	ECO Transit	Open Space	Nonmajor Funds	Total
Road and Bridge	\$ -	\$ -	\$ -	\$ 664,725	\$ 664,725
Nonmajor funds	1,696,480	700,000	100,000	2,625,022	5,121,502
Sanitary Landfill	52,693	-	-	-	52,693
Internal service funds	-	-	-	43,093	43,093
Total	<u>\$ 1,749,173</u>	<u>\$ 700,000</u>	<u>\$ 100,000</u>	<u>\$ 3,332,840</u>	<u>\$ 5,882,013</u>

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

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**III. DETAILED NOTES ON ALL FUNDS (continued)**

**C. Operating Leases**

The County is committed under various leases for office equipment. For accounting purposes, these leases are considered to be operating leases, and therefore, the liability and the related assets have not been recorded in these financial statements.

**D. Noncurrent Receivables**

**1. Seniors on Broadway, LP**

On October 1, 2007, the County executed a promissory note with Seniors on Broadway, LP, in the amount of \$1,315,000. The note, which matures December 31, 2050, is secured by a deed of trust on all constructed leasehold improvements related to the project. Interest accrues and compounds annually at a fixed rate of 3.2% per annum, which approximates the effective interest rate. At December 31, 2016, a principal balance of \$1,315,000 was owed to Eagle County on this note, plus accrued interest totaling \$200,127.

**2. Riverview Apartments Preservation, LP**

In August 2010, ECHDA executed a Pre-Development promissory note with Riverview Apartments Preservation, LP ("RAP LP"), in the amount of \$2,172,000. The note, which matures August 1, 2065, is secured by a second deed of trust on the project. The note bears interest at 3.94%, per annum, and requires annual payments be made on June 1 of each year, beginning in 2011, to the extent of surplus cash. At December 31, 2016, a principal balance of \$2,172,000 was owed to ECHDA on this note, plus accrued interest totaling \$611,625.

In August 2010, ECHDA executed a Green Retrofit promissory note with RAP LP, in the amount of \$1,144,598 to fund certain improvements. The note, which matures August 1, 2065, is secured by a third deed of trust on the project. The note bears interest at 3%, per annum, and requires annual payments be made on June 1 of each year, beginning in 2011, to the extent of surplus cash. At December 31, 2016, a principal balance of \$1,144,598 was owed to ECHDA on this note, plus accrued interest totaling \$204,770.

In August 2010, ECHDA executed a CDH Loan promissory note with RAP LP, in the amount of \$450,000. The note, which matures August 1, 2065, is secured by a fourth deed of trust on the project. The note is non-interest bearing, and requires annual payments be made on June 1 of each year, beginning in 2011, to the extent of the surplus cash. At December 31, 2016, a principal balance of \$450,000 was owed to ECHDA on this note.

In August 2010, ECHDA executed a Bridge Loan promissory note with RAP LP, in the amount of \$1,951,496. The note, which matures August 1, 2065, is secured by a fifth deed of trust on the project. The note bears interest at 3.94%, per annum, and requires annual payments be made on June 1 of each year, beginning in 2011, to the extent of the surplus cash. However, the terms of the note also required RAP LP to reduce the principal balance of the loan to \$538,407 by the earlier of March 31, 2012 or the date on which the Investor Limited Partner has funded its entire capital contribution under the Partnership Agreement. The required principal reduction payment was made in 2011. At December 31, 2016, a principal balance of \$538,407 was owed to ECHDA on this note, plus accrued interest totaling \$248,336.

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**III. DETAILED NOTES ON ALL FUNDS (continued)****D. Noncurrent Receivables (continued)****2. Riverview Apartments Preservation, LP (continued)**

On August 1, 2010, RAP LP entered into a Development Services Agreement with ECHDA for the provision of services to oversee the development and construction of the project. Under the agreement, ECHDA is entitled to receive a development fee totaling \$500,000 which is payable from available cash flow and upon RAP LP's receipt of the Investor Limited Partner's required capital contributions in accordance with the Partnership Agreement. Through December 31, 2011, ECHDA had earned the entire development fee of \$500,000. At December 31, 2016, development fees totaling \$189,644 were owed to ECHDA.

**3. Castle Peak Senior Care, LLC**

On June 11, 2015, ECHDA executed a promissory note with Castle Peak Senior Care, LLC, in the amount of \$5,000,000. The promissory note, which matures June 11, 2070, is secured by a subordinate deed of trust on the project. The note bears interest at 2%, per annum, and requires annual payments be made each year, to the extent of surplus cash. At December 31, 2016, a principal balance of \$5,000,000 was owed to ECHDA on this note, plus accrued interest totaling \$156,390.

**E. Investments**

During 2015 and 2016, the County purchased investments in the production capacity of solar panels located in a local solar array farm, which will generate credits over a twenty-year term, based on the output of the panels, to reduce the County's utility expenses in future years. The County's investment is carried at cost, net of amortization over the twenty-year contract period. Activity for the year ended December 31, 2016 is as follows:

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>
<b>Investment:</b>		
Solar array	\$ 1,732,630	\$ 2,617,695
Less: Accumulated amortization	<u>(173,263)</u>	<u>(188,859)</u>
<b>Investment - Solar array, net</b>	<u><u>\$ 1,559,367</u></u>	<u><u>\$ 2,428,836</u></u>

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**III. DETAILED NOTES ON ALL FUNDS (continued)****F. Capital Assets**

Capital asset activity for the year ended December 31, 2016 was as follows:

Primary Government

	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>
<b>Governmental activities:</b>				
Capital assets not being depreciated:				
Land and water rights	\$ 29,269,460	\$ -	\$ -	\$ 29,269,460
Conservation easements	17,934,752	-	-	17,934,752
Construction in progress	10,223,853	14,498,016	(22,551,895)	2,169,974
Total capital assets not being depreciated	<u>57,428,065</u>	<u>14,498,016</u>	<u>(22,551,895)</u>	<u>49,374,186</u>
Depreciable capital assets:				
Buildings and improvements	96,901,127	1,049,897	(28,450)	97,922,574
Improvements other than buildings	105,016,836	16,775,868	-	121,792,704
Equipment	49,693,789	3,497,291	(1,839,032)	51,352,048
Infrastructure	63,909,514	5,873,575	-	69,783,089
Total depreciable capital assets	<u>315,521,266</u>	<u>27,196,631</u>	<u>(1,867,482)</u>	<u>340,850,415</u>
Less accumulated depreciation for:				
Buildings and improvements	(36,617,480)	(2,602,444)	21,337	(39,198,587)
Improvements other than buildings	(56,925,507)	(4,402,210)	-	(61,327,717)
Equipment	(33,868,558)	(2,720,432)	1,622,432	(34,966,558)
Infrastructure	(13,672,662)	(1,245,995)	-	(14,918,657)
Total accumulated depreciation	<u>(141,084,207)</u>	<u>(10,971,081)</u>	<u>1,643,769</u>	<u>(150,411,519)</u>
Total depreciable capital assets, net	<u>174,437,059</u>	<u>16,225,550</u>	<u>(223,713)</u>	<u>190,438,896</u>
Governmental activities capital assets, net	<u>\$ 231,865,124</u>	<u>\$ 30,723,566</u>	<u>\$ (22,775,608)</u>	<u>\$ 239,813,082</u>
<b>Business-type activities:</b>				
Capital assets not being depreciated:				
Land and water rights	\$ 3,694,652	\$ -	\$ (6,500)	\$ 3,688,152
Construction in progress	483,183	1,301,500	-	1,784,683
Total assets not being depreciated	<u>4,177,835</u>	<u>1,301,500</u>	<u>(6,500)</u>	<u>5,472,835</u>
Depreciable capital assets:				
Buildings and improvements	68,542,008	1,237,026	-	69,779,034
Equipment	1,779,081	44,406	-	1,823,487
Total depreciable capital assets	<u>70,321,089</u>	<u>1,281,432</u>	<u>-</u>	<u>71,602,521</u>
Less accumulated depreciation for:				
Buildings and improvements	(19,055,707)	(2,393,456)	-	(21,449,163)
Equipment	(1,441,417)	(119,105)	-	(1,560,522)
Total accumulated depreciation	<u>(20,497,124)</u>	<u>(2,512,561)</u>	<u>-</u>	<u>(23,009,685)</u>
Total depreciable capital assets, net	<u>49,823,965</u>	<u>(1,231,129)</u>	<u>-</u>	<u>48,592,836</u>
Business-type activities capital assets, net	<u>\$ 54,001,800</u>	<u>\$ 70,371</u>	<u>\$ (6,500)</u>	<u>\$ 54,065,671</u>

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

## III. DETAILED NOTES ON ALL FUNDS (continued)

## F. Capital Assets (continued)

*Discretely presented component units:*

	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>
<b>Golden Eagle Elderly Housing:</b>				
Capital assets not being depreciated:				
Land	\$ 126,000	\$ -	\$ -	\$ 126,000
Total assets not being depreciated	126,000	-	-	126,000
Depreciable capital assets:				
Buildings and improvements	2,344,405	-	-	2,344,405
Equipment	21,765	-	-	21,765
Total depreciable capital assets	2,366,170	-	-	2,366,170
Less accumulated depreciation for:				
Buildings and improvements	(849,943)	(82,917)	-	(932,860)
Equipment	(21,765)	-	-	(21,765)
Total accumulated depreciation	(871,708)	(82,917)	-	(954,625)
Total depreciable capital assets, net	1,494,462	(82,917)	-	1,411,545
Capital assets, net - Golden Eagle Elderly	<u>\$ 1,620,462</u>	<u>\$ (82,917)</u>	<u>\$ -</u>	<u>\$ 1,537,545</u>

	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>
<b>E 911:</b>				
Depreciable capital assets:				
Equipment	\$ 961,553	\$ -	\$ -	\$ 961,553
Total depreciable capital assets	961,553	-	-	961,553
Less accumulated depreciation for:				
Equipment	(765,574)	(39,860)	-	(805,434)
Total accumulated depreciation	(765,574)	(39,860)	-	(805,434)
Total depreciable capital assets, net	195,979	(39,860)	-	156,119
Capital assets, net - E 911	<u>\$ 195,979</u>	<u>\$ (39,860)</u>	<u>\$ -</u>	<u>\$ 156,119</u>

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

**Governmental activities:**

General government	\$ 3,037,898
Public safety	428,479
Public works	1,604,401
Transportation	5,292,833
Culture and recreation	595,124
Health and welfare	12,346
Total governmental activities depreciation expense	<u>\$ 10,971,081</u>

**Business-type activities:**

Sanitary landfill	\$ 384,026
Airport terminal	1,487,692
Housing	640,843
Total business-type activities depreciation expense	<u>\$ 2,512,561</u>

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**III. DETAILED NOTES ON ALL FUNDS (continued)****G. Long-term Debt**Governmental Activities:**1. 2015 Refunding Certificates of Participation**

In December 2015, the County, through Eagle Lease Financing Corporation and Eagle County Justice Center Financing Corporation, issued \$19,215,000 in Refunding Certificates of Participation to 1) advance refund all outstanding Series 2005 Refunding Certificates of Participation, and 2) to redeem on December 1, 2018 all Series 2008 Certificates of Participation maturing on or after December 1, 2019 and pay principal and interest on the outstanding Series 2008 Certificates of Participation until that redemption date. The Series 2015 Refunding Certificates of Participation bear interest at 2% to 5% per annum, and mature in annual increments December 1, 2016 through 2029. Net proceeds of \$3,470,410 (after payment of underwriter fees and other issuance costs) were deposited with the trustee for redemption of the Series 2005 Certificates of Participation. Net proceeds of \$17,993,909 (after payment of underwriter fees and other issuance costs) were used to purchase obligations that are unconditionally guaranteed by the U.S. Government, which were deposited into an irrevocable trust with an escrow agent to provide for all future debt service payments on the Series 2008 Certificates of Participation. Lease revenues are pledged to debt service on the 2015 Certificates of Participation. The 2015 Refunding Certificates of Participation will be serviced by the County's Justice Center Financing Authority and the Joint Maintenance Service Center Debt Service Fund.

The trustee, UMB Bank, N.A., has leased the Eagle Justice Center Addition to the County for a period concurrent with the term of the Series 2015 Certificates of Participation.

This refunding was undertaken to reduce total debt service payments by \$985,567 and resulted in an economic gain of \$228,153.

**2. Annual Debt Service Requirements – Governmental Activities**

Debt service requirements to maturity for certificates of participation associated with governmental activities are as follows:

Years Ending December 31	Governmental Activities	
	Certificates of Participation	
	Principal	Interest
2017	\$ 2,015,000	\$ 760,500
2018	2,065,000	700,050
2019	940,000	638,100
2020	975,000	600,500
2021	1,015,000	561,500
2022 - 2026	5,910,000	1,735,875
2027 - 2029	4,305,000	329,875
<b>Total</b>	<b>\$ 17,225,000</b>	<b>\$ 5,326,400</b>

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

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**III. DETAILED NOTES ON ALL FUNDS (continued)**

**G. Long-term Debt (continued)**

*Business-type Activities:*

**5. Air Terminal Corporation Revenue Bonds**

In June 1996, Eagle County Air Terminal Corporation issued Air Terminal Project Revenue Bonds, Series 1996A and Series 1996B (collectively, the "Series 1996 Bonds"), in the principal amounts of \$3,825,000 and \$6,305,000 respectively, to finance the acquisition and construction of certain airport terminal facilities (the "Project"). The Series 1996A bonds and Series 1996B bonds were scheduled to mature May 1, 2006, and May 1, 2018, respectively, with interest rates of 6.75% and 7.5% per annum, respectively.

In June 2001 and in order to finance improvements to the Project, the Corporation issued Air Terminal Project Revenue Bonds, Series 2001A and Series 2001B (collectively, the "Series 2001 Bonds"), in the principal amounts of \$10,745,000 and \$5,305,000 respectively, pursuant to the provisions of the Trust Indenture for the Series 1996 Bonds and a First Supplemental Trust Indenture dated June 2001. The Series 2001A bonds and Series 2001B bonds were scheduled to mature through May 1, 2013 and May 1, 2016, respectively, with interest rates from 7% to 7.125% and 7.875% to 9.5% per annum, respectively.

In June 2006, pursuant to the provisions of the Trust Indenture for the Series 1996 Bonds and a Second Supplemental Trust Indenture dated June 2006, the Corporation issued Air Terminal Project Revenue Bonds, Series 2006A and Series 2006B (collectively, the "Series 2006 Bonds") in the principal amounts of \$4,150,000 and \$3,980,000, respectively. The Series 2006A bonds bear interest from 4.75% to 5.15% per annum, and mature through May 1, 2017. The Series 2006B bonds bear interest at 5.05% to 5.25% per annum, and mature through May 1, 2020.

Proceeds of the Series 2006A bonds were used to refund all outstanding Series 1996 Bonds. The net proceeds of \$3,997,536, (after payment of underwriting fees and other issuance costs) were used to purchase U.S. Government securities, which were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the advance refunded bonds. Proceeds of the Series 2006B bonds were deposited with the Trustee to fund future Project improvements.

In June 2011, pursuant to the provisions of the Trust Indenture for the Series 1996 Bonds and a Third Supplement Trust Indenture dated June 2011, the Corporation issued Airport Terminal Project Revenue Refunding Bonds, Series 2011A and Series 2011B (collectively, the "Series 2011 Bonds") in the principal amounts of \$7,190,000 and \$2,880,000, respectively. The Series 2011A bonds bear interest from 3% to 6% per annum, and mature through May 1, 2027. The Series 2011B bonds bear interest from 2.05% to 4.4% per annum, and mature through May 1, 2016. Proceeds of the Series 2011 bonds were used to refund all outstanding Series 2001 Bonds. The net proceeds of \$10,452,100, (after payment of underwriting fees and other issuance costs) were deposited in an irrevocable trust with an escrow agent to provide for future debt service payments on the advance refunded bonds.

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**III. DETAILED NOTES ON ALL FUNDS (continued)****G. Long-term Debt (continued)***Business-type Activities (continued):***5. Air Terminal Corporation Revenue Bonds (continued)**

The Series 2006 Bonds and Series 2011 Bonds are revenue bonds, which constitute special obligations of the Corporation secured solely by a Trust Estate. The Trust Estate includes all right, title and interest of the Corporation in the Project Revenues, all funds held by the Trustee, the Ground Lease, the Project Agreement and the Terminal Agreements (as described in the Trust Indenture, as amended) and other tangible and intangible assets. The Indenture and related Bond Resolution require that the revenue of the Project is to be used first to pay operating and maintenance expenses of the Project; then to establish and maintain revenue bond funds; and remaining revenues may then be used for any lawful purpose. The Corporation is in compliance with all significant financial requirements as of December 31, 2016.

Debt service requirements to maturity for revenue bonds associated with business-type activities are as follows:

Years Ending December 31	<b>Business-type Activities</b>	
	Revenue Bonds	
	Principal	Interest
2017	\$ 1,035,000	\$ 400,439
2018	985,000	349,356
2019	1,040,000	297,706
2020	790,000	249,637
2021	460,000	215,700
2022 - 2026	2,765,000	631,025
2027	660,000	19,800
<b>Total</b>	<b>\$ 7,735,000</b>	<b>\$ 2,163,663</b>

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**III. DETAILED NOTES ON ALL FUNDS (continued)****G. Long-term Debt (continued)***Business-type Activities (continued):***6. Eagle County Housing and Development Authority – HUD-Insured Mortgage Note Payable**

In December 2012 and in connection with the acquisition of the Lake Creek Village affordable apartments complex (the "Project"), Lake Creek Village LLC ("LCV LLC", whose sole member is ECHDA) entered into a mortgage note agreement (the "HUD-insured Mortgage") with Wells Fargo Bank, N.A. ("Wells Fargo") in the principal amount of \$29,360,000. The HUD-insured Mortgage is insured by the U.S. Department of Housing and Urban Development ("HUD") under section 223(f) of the Housing and Community Development Act of 1992, as amended, and is secured by a first deed of trust on the Project. Interest accrues on the principal amount outstanding at 2.5% per annum, with one interest-only payment due January 1, 2013 and blended monthly payments of \$104,961 beginning February 1, 2013 until maturity on January 1, 2048. Unless otherwise directed by HUD, the HUD-insured Mortgage may not be repaid prior to February 2014, and any prepayment between February 2014 and January 2023 requires LCV LLC to pay Wells Fargo a prepayment penalty of between 9% and 1% of the prepayment amount, depending on the prepayment date.

Debt service requirements to maturity for mortgage notes associated with business-type activities are as follows:

Years Ending December 31	<b>Business-type Activities</b>	
	Mortgage Notes	
	Principal	Interest
2017	\$ 586,216	\$ 673,311
2018	601,041	658,486
2019	616,240	643,287
2020	631,824	627,703
2021	647,802	611,725
2022 - 2026	3,493,182	2,804,454
2027 - 2031	3,957,780	2,339,856
2032 - 2036	4,484,169	1,813,467
2037 - 2041	5,080,568	1,217,068
2042 - 2046	5,756,289	541,347
2047 - 2048	1,344,793	19,693
<b>Total</b>	<b>\$ 27,199,904</b>	<b>\$ 11,950,397</b>

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**III. DETAILED NOTES ON ALL FUNDS (continued)****G. Long-term Debt (continued)****7. Discretely Presented Component Units****A. Golden Eagle Elderly Housing Corporation**

In connection with the Corporation's acquisition of the Golden Eagle Apartments (the "Project") in March 2003, the Corporation assumed \$1,063,478 of promissory notes (the "2003 Note") payable to Rural Housing Service ("RHS"); a division of the U.S. Department of Agriculture. The 2003 Note is secured by the Project, and other assets and revenues of the Corporation. The 2003 Note bears interest at 6% per annum and is due in monthly blended installments of \$5,600. The Corporation receives varying monthly interest subsidies from RHS. During 2016, these subsidies totaled \$38,274. The 2003 Note is amortized over 50 years, with a balloon payment of unpaid principal and accrued interest due March 14, 2033.

On December 8, 2006, the Corporation executed another promissory note for \$362,870 with RHS (the "2006 Note"); the proceeds of which were used to fund capital improvements. The 2006 Note is secured by the Project, and other assets and revenues of the Corporation. The 2006 Note bears interest at 5.875% per annum and is due in monthly blended installments of \$773. The Corporation receives a monthly interest subsidy of \$1,111 from the RHS. During 2016, these subsidies totaled \$13,337. Monthly payments are due beginning February 1, 2007, with a balloon payment of unpaid principal and accrued interest due January 1, 2037.

Debt service requirements to maturity for Golden Eagle Elderly Housing Corporation's mortgage notes are as follows:

Years Ending December 31	Component Units	
	Mortgage Notes	
	Principal	Interest
2017	\$ 10,118	\$ 66,348
2018	10,739	65,727
2019	11,399	65,068
2020	12,098	64,368
2021	12,841	63,626
2022 - 2026	77,042	305,289
2027 - 2031	103,780	278,554
2032 - 2036	836,262	75,686
2037 - 2039	264,330	189
<b>Total</b>	<b>\$ 1,338,609</b>	<b>\$ 984,855</b>

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**III. DETAILED NOTES ON ALL FUNDS (continued)****G. Long-term Debt (continued)****8. Changes in Long-Term Debt**

Changes in long-term obligations for the year ended December 31, 2016 are as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due in One Year</u>
<b>Governmental Activities:</b>					
Certificates of participation:					
2015 Refunding Certificates of Participation	\$ 19,215,000	\$ -	\$ (1,990,000)	\$ 17,225,000	\$ 2,015,000
Deferred amounts:					
2015 COPs issuance premium	2,491,979	-	(350,012)	2,141,967	-
Net Certificates of participation	21,706,979	-	(2,340,012)	19,366,967	2,015,000
Compensated absences	1,221,324	570,327	(488,530)	1,303,121	521,249
Total - Governmental Activities	<u>\$ 22,928,303</u>	<u>\$ 570,327</u>	<u>\$ (2,828,542)</u>	<u>\$ 20,670,088</u>	<u>\$ 2,536,249</u>
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due in One Year</u>
<b>Business-type Activities:</b>					
Revenue bonds:					
Revenue bonds	\$ 9,475,000	\$ -	\$ (1,740,000)	\$ 7,735,000	\$ 1,035,000
Deferred amounts:					
Issuance premium	11,935	-	(2,216)	9,719	-
Net revenue bonds	9,486,935	-	(1,742,216)	7,744,719	1,035,000
Mortgage note	27,771,661	-	(571,757)	27,199,904	586,216
Landfill closure and post-closure	2,987,023	38,831	-	3,025,854	-
Airline security deposits	346,512	-	(346,512)	-	-
Compensated absences	26,883	11,113	(10,753)	27,243	10,897
Total - Business-type Activities	<u>\$ 40,619,014</u>	<u>\$ 49,944</u>	<u>\$ (2,671,238)</u>	<u>\$ 37,997,720</u>	<u>\$ 1,632,113</u>
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due in One Year</u>
<b>Component Units:</b>					
Golden Eagle mortgage notes	\$ 1,348,142	\$ -	\$ (9,533)	\$ 1,338,609	\$ 10,118
Total - Component Units	<u>\$ 1,348,142</u>	<u>\$ -</u>	<u>\$ (9,533)</u>	<u>\$ 1,338,609</u>	<u>\$ 10,118</u>

**9. Conduit Debt Obligations**

From time to time, the County has issued Private Activity Bonds to provide financial assistance to private sector entities for the acquisition and construction of housing and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. Neither the County, nor the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2016, four series of Private Activity Bonds were outstanding, with an aggregate principal amount payable of \$21,010,000.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

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**III. DETAILED NOTES ON ALL FUNDS (continued)**

**H. Fund Balance Disclosures**

The County classifies governmental fund balances as follows:

*Nonspendable* – includes fund balance amounts inherently nonspendable since they represent inventories, prepaid items, and long-term portions of loans receivable.

*Spendable Fund Balance:*

*Restricted* - includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors, or amounts constrained due to constitutional provisions or enabling legislation.

*Committed* - includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority, which are the Board of County Commissioners. The County must make formal action through resolution to establish, modify, or rescind committed fund balance amounts.

*Assigned* – includes spendable fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund balance may be assigned by the Board of County Commissioners or its management designees. The County Manager has authority to establish, modify, or rescind assigned fund balance to a specific department or project within a fund, as stated in the County's adopted financial policies.

*Unassigned* – includes residual positive fund balance within the General Fund, which has not been classified within the other above-mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

The Board of County Commissioners ("BOCC") adopted a minimum fund balance policy via resolution, which includes the following requirements:

- 1) A reserve has been established to minimize the effect of an unexpected revenue shortfall. The minimum balance of \$6.4 million is shown as committed fund balance in the General Fund. Expenditures from the reserve require BOCC approval via a supplemental appropriation. There are no required additions to the reserve.
- 2) A reserve has been established to minimize the effect of extreme events. The minimum balance of \$6.7 million is shown as committed fund balance in the General Fund. Expenditures from the reserve require BOCC approval via a supplemental appropriation. There are no required additions to the reserve.

The County's restricted amounts are to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents or contracts that prohibit this, such as grant agreements that require dollar for dollar spending. Additionally, the County would first use committed, then assigned, and lastly unassigned amounts when expenditures are made.

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**III. DETAILED NOTES ON ALL FUNDS (continued)****H. Fund Balance Disclosures (continued)**

Fund balance classifications are reported in the aggregate on the face of the balance sheet. The components of each classification are as follows:

	Nonspendable		Restricted		
	Prepaid and Other Assets	Noncurrent Receivables	Community Enhancement	Constitutionally Required Emergency Reserve	Project Carryforwards
General Fund	\$ 6,857	\$ -	\$ -	\$ -	\$ 190,753
Road and Bridge	18,989	-	-	-	-
ECO Transit	2,468	-	-	-	-
Airport	2,815	-	-	-	-
Capital Improvement	158,714	-	-	-	-
800 MHZ	45,397	-	-	-	-
Housing Loan	-	1,533,871	-	-	-
Conservation Trust	-	-	318,853	-	-
Emergency Reserve	-	-	-	2,301,702	-
	<u>\$ 235,240</u>	<u>\$ 1,533,871</u>	<u>\$ 318,853</u>	<u>\$ 2,301,702</u>	<u>\$ 190,753</u>
	Restricted		Committed		
	Debt Covenants	Debt Service	Housing	Community Enhancement	Operating Reserve
Eagle County Air Terminal Fund	\$ 11,376,798	\$ 149,078	\$ -	\$ -	\$ -
ECHDA	891,377	-	209,059	-	-
General Fund	-	-	-	240,596	13,100,000
Capital Improvement	-	-	-	8,636	-
Open Space Preservation Reserve	-	-	-	303,379	-
	<u>\$ 12,268,175</u>	<u>\$ 149,078</u>	<u>\$ 209,059</u>	<u>\$ 552,611</u>	<u>\$ 13,100,000</u>
	Assigned				
	Roadway Improvements	Open Space Acquisitions	Nonrecurring Repairs and Replacements	Transportation Services	Adult and Youth Programs
Road and Bridge	\$ 6,483,857	\$ -	\$ -	\$ -	\$ -
Open Space	-	4,761,737	-	-	-
Offsite Road Improvements	984,957	-	-	-	-
ECO Vehicle Replacement	-	-	2,646,878	-	-
800 MHZ	-	-	1,057,046	-	-
ECO Transit	-	-	-	4,339,157	-
Airport	-	-	-	3,000,403	-
Roaring Fork Transit	-	-	-	75,704	-
Social Services	-	-	-	-	2,633,217
Public Health	-	-	-	-	943,562
	<u>\$ 7,468,814</u>	<u>\$ 4,761,737</u>	<u>\$ 3,703,924</u>	<u>\$ 7,415,264</u>	<u>\$ 3,576,779</u>

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**III. DETAILED NOTES ON ALL FUNDS (continued)****H. Fund Balance Disclosures (continued)**

		Assigned	
	Housing Services	Community Enhancement	Debt Service
Housing	\$ 1,383,317	\$ -	\$ -
Capital Improvement		7,828,531	
ECO Trails	-	1,192,910	-
Roaring Fork Trails	-	8,775	-
Justice Center Financing Authority	-	-	15,293
	<u>\$ 1,383,317</u>	<u>\$ 9,030,216</u>	<u>\$ 15,293</u>

**IV. OTHER INFORMATION****A. Pension Plans**

The County participates in the County Officials and Employees Retirement Association (CCOERA), a multiple-employer public employee retirement system, which is a qualified plan as defined by Internal Revenue Code section 401(a) and C.R.S. section 24-54. The plan provides retirement benefits through a defined contribution plan to participating Colorado counties, municipalities, and special districts. In a defined contribution plan, benefits depend solely on amounts contributed to the plan, plus investment earnings. CCOERA administers this plan on behalf of the County.

State statute assigns the authority to establish and amend the benefit provisions of the plans that participate in CCOERA to the respective employer governments.

There are no unfunded past service liabilities. All full-time employees are required to participate in the plan after one year of service. The County is required to contribute 6% of employee compensation, excluding overtime. The employee is required to contribute an amount equal to the County's contribution, and may contribute up to an additional 10% of after-tax compensation. The County's contribution for each employee, including earnings thereon allocated to the employee's account, vest at the rate of 20% for each year of participation in the plan. County contributions and earnings forfeited by employees who leave employment before fully vesting are returned to the County.

The County's total payroll for 2016 was \$30,488,540 and covered payroll was \$27,996,075. During 2016, the County and employees made the required 6% contribution amounting to \$1,679,764 each, for a total of \$3,359,529.

Additionally, the County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code section 457. The plan is also administered by CCOERA. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are to be held in trust for the exclusive benefit of the plan participants and their beneficiaries. The County makes matching contributions equal to 2% of contributions made by each employee. Employees are immediately 100% vested in amounts contributed by the County. Contributions were limited by the Internal Revenue Service to \$18,000 for the year ended December 31, 2016. During 2016, employee contributions and County matching contributions totaled \$446,451 and \$8,654, respectively.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

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**IV. OTHER INFORMATION (continued)**

**B. Risk Management**

**1. County Workers' Compensation Pool**

The County is exposed to various risks of loss related to injuries of employees while on the job. The County joined other counties in the State of Colorado to form the County Workers' Compensation Pool ("CWCP"), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The intergovernmental agreement of formation of CWCP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and that the Pool will purchase insurance through commercial companies for members' claims in excess of specified self-insured retention, which is determined each policy year.

**2. Colorado Counties Casualty and Property Pool**

The County is exposed to various risks of loss related to casualty and property losses. The County has joined other counties in the State of Colorado to form Colorado Counties Casualty and Property Pool ("CAPP"), a public entity risk pool currently operating as a common risk management and insurance program for member counties.

The intergovernmental agreement of formation of CAPP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and that the Pool will purchase insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year. In the past three years, the amount of settlement for any claim has not exceeded the insurance coverage in any instance.

The Insurance Reserve Internal Service Fund has been established to accumulate funds to pay the County's annual casualty and property contribution to CAPP, as well as all deductibles resulting from claims. A property tax mill levy provides the primary source of revenues for this fund.

In addition, the County provides casualty and property insurance through CAPP to E 911, and to the Eagle Valley Library District on a reimbursable basis.

**3. Health Insurance**

The County has established two health insurance plans to provide medical benefits to eligible employees. Both plans are self-funded, and the potential claims liability is determined annually based on previous year actual expenditures. The County is responsible for the payment of these premiums as well as the claims submitted for payment to the self-funded plans. A third party stop-loss provider has been contracted to provide coverage of any claims against the self-funded plan in excess of \$75,000 individually, or \$6,100,000 in the aggregate.

The Health Insurance Internal Service Fund has been established to account for the health insurance plans provided by the County to its employees. The premiums charged are allocated to the County funds that employ those covered by the health insurance plans. Settlements have not exceeded coverages for each of the past three fiscal years.

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**IV. OTHER INFORMATION (continued)****B. Risk Management (continued)****3. Health Insurance (continued)**

Incurred but not reported claims are recorded as a liability of the Health Insurance Fund. At December 31, 2016 these claims were estimated by the administrator at \$1,776,861.

	2016	2015
Unpaid claims, beginning	\$ 1,475,222	\$ 1,623,179
Incurred claims, including IBNRs	9,875,270	8,433,668
Claims paid	(9,573,631)	(8,581,625)
Unpaid claims, ending	<u>\$ 1,776,861</u>	<u>\$ 1,475,222</u>

**C. Claims and Contingencies****1. Pending Litigation**

The County is involved in various lawsuits. Where the County Attorney is the attorney of record for Eagle County, the County Attorney does not believe the potential loss to the County from any of these lawsuits would have a material impact on the financial statement.

**2. Leases**

The Eagle County Air Terminal Corporation leases space within and outside the air terminal facility to airlines, car rental agencies, and other concessionaires. The cost and carrying value of the air terminal facility is included in capital assets disclosed in Note III D. The future minimum rentals on the non-cancelable leases for the years subsequent to December 31, 2016, are as follows:

2017	\$ 3,387,208
2018	3,096,830
2019	298,190
2020	137,500
Total	<u>\$ 6,919,728</u>

The lease agreements with the airlines state that the Corporation will rebate to all signatory airlines 50% of any Net Concession Revenues, up to a maximum of \$300,000. The amount rebated for 2016 was \$300,000.

## NOTES TO THE FINANCIAL STATEMENTS

December 31, 2016

**IV. OTHER INFORMATION (continued)****C. Claims and Contingencies (continued)****3. Closure and Post-Closure Care Costs**

State of Colorado "Regulations Pertaining to Solid Waste Disposal Sites and Facilities, 6 CCR 1007-2" require that owners or operators of any solid waste disposal site/facility shall maintain in written documented form current cost estimates for hiring a third party to close such site and facility and to conduct post-closure care of such site/facility. The owner or operator of any solid waste disposal site and facility shall establish financial assurance sufficient to ensure payment of such costs.

The County uses the "Local Government Financial Test" as its financial mechanism to financially assure full payment of all closure, post-closure, and if applicable, corrective action estimated costs.

As of December 31, 2016 estimated costs to close the landfill and provide 30 years of post-closure care were:

Closure cost estimate	\$ 2,177,433
Post-closure cost estimate	848,421
Total cost estimate	<u>\$ 3,025,854</u>

Closure costs fluctuate due to ongoing landfill development and would be expected to become somewhat lower as supplementary structures are constructed.

Although closure and post-closure care costs will be paid only in the unlikely event of premature closure near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and post-closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$3,025,854 reported as landfill closure and post-closure care liability at December 31, 2016 represents the cumulative amount reported to date based on the use of 77.7% of the capacity of the landfill. The County will recognize the remaining estimated costs of closure and post-closure care as the remaining capacity is filled. The current approved disposal facility is expected to reach capacity somewhere between 2016 and 2018. Actual closure/post-closure costs may be higher due to inflation, changes in technology, or changes in regulations.

The County makes annual contributions to finance closure and post-closure care costs. At December 31, 2016, investments of \$3,025,854 are held for these purposes based upon the formula noted above. These investments are included in the cash and investments balance in the Landfill Fund of \$8,032,284 at December 31, 2016. The County expects that future inflation costs will be paid from interest earnings on these annual contributions. However, if interest earnings are inadequate or additional post-closure care requirements are determined (due to changes in technology or applicable laws or regulations, for example), these costs may need to be covered by increasing charges to future landfill users or from subsidizing these costs with future tax revenue.

## **REQUIRED SUPPLEMENTARY INFORMATION**

Eagle County, Colorado

GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 23,926,843	\$ 23,926,843	\$ 24,445,676	\$ 518,833
Licenses and permits	2,536,325	2,712,911	2,936,048	223,137
Fines and forfeitures	85,000	85,000	87,172	2,172
Intergovernmental	5,583,663	6,788,739	5,656,779	(1,131,960)
Charges for services	5,402,811	5,592,373	5,717,824	125,451
Rents and royalties	60,150	60,150	89,762	29,612
Investment earnings	500,000	500,000	709,059	209,059
Contributions and donations	102,004	102,004	43,654	(58,350)
Miscellaneous	134,320	134,320	214,671	80,351
Total revenues	<u>38,331,116</u>	<u>39,902,340</u>	<u>39,900,645</u>	<u>(1,695)</u>
Expenditures:				
General government	18,180,110	18,295,200	17,346,492	948,708
Public safety	14,042,858	14,651,793	13,955,670	696,123
Public works	2,070,024	2,343,031	2,179,294	163,737
Health and welfare	2,726,820	2,605,781	2,366,383	239,398
Culture and recreation	672,228	672,228	654,757	17,471
Intergovernmental	-	-	-	-
Capital outlay	1,050,000	2,031,271	190,500	1,840,771
Total expenditures	<u>38,742,040</u>	<u>40,599,304</u>	<u>36,693,096</u>	<u>3,906,208</u>
Excess (deficiency) of revenues over expenditures	(410,924)	(696,964)	3,207,549	3,904,513
Other financing sources (uses):				
Sale of capital assets	-	150,000	150,000	-
Transfers in	900,000	900,000	-	(900,000)
Transfers out	(1,696,480)	(1,696,480)	(1,749,173)	(52,693)
Total other financing sources (uses)	<u>(796,480)</u>	<u>(646,480)</u>	<u>(1,599,173)</u>	<u>(952,693)</u>
Net change in fund balance	(1,207,404)	(1,343,444)	1,608,376	2,951,820
Fund balance - beginning	<u>26,272,452</u>	<u>26,440,684</u>	<u>26,440,684</u>	<u>-</u>
Fund balance - ending	<u>\$ 25,065,048</u>	<u>\$ 25,097,240</u>	<u>\$ 28,049,060</u>	<u>\$ 2,951,820</u>

Eagle County, Colorado

ROAD AND BRIDGE SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 5,056,631	\$ 5,056,631	\$ 5,228,187	\$ 171,556
Licenses and permits	128,000	128,000	122,843	(5,157)
Intergovernmental	2,616,422	5,796,154	5,540,860	(255,294)
Charges for services	117,500	117,500	60,668	(56,832)
Miscellaneous	-	-	2,088	2,088
Total revenues	<u>7,918,553</u>	<u>11,098,285</u>	<u>10,954,646</u>	<u>(143,639)</u>
Expenditures:				
General government	178,696	178,696	144,322	34,374
Public works	5,852,468	5,862,531	5,282,154	580,377
Intergovernmental	1,070,493	1,121,603	1,054,958	66,645
Capital outlay	1,712,099	6,216,739	5,572,138	644,601
Total expenditures	<u>8,813,756</u>	<u>13,379,569</u>	<u>12,053,572</u>	<u>1,325,997</u>
Excess (deficiency) of revenues over expenditures	(895,203)	(2,281,284)	(1,098,926)	1,182,358
Other financing sources (uses):				
Transfers in	-	674,725	664,725	(10,000)
Transfers out	(225,000)	(225,000)	-	225,000
Total other financing sources (uses)	<u>(225,000)</u>	<u>449,725</u>	<u>664,725</u>	<u>215,000</u>
Net change in fund balance	(1,120,203)	(1,831,559)	(434,201)	1,397,358
Fund balance - beginning	<u>6,937,047</u>	<u>6,937,047</u>	<u>6,937,047</u>	<u>-</u>
Fund balance - ending	<u>\$ 5,816,844</u>	<u>\$ 5,105,488</u>	<u>\$ 6,502,846</u>	<u>\$ 1,397,358</u>

Eagle County, Colorado

ECO TRANSIT FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 6,669,748	\$ 6,669,748	\$ 6,832,109	\$ 162,361
Intergovernmental	341,000	341,000	309,000	(32,000)
Charges for services	2,105,000	2,105,000	2,175,283	70,283
Rents and royalties	6,000	6,000	18,000	12,000
Investment earnings	14,000	14,000	31,874	17,874
Contributions and donations	500	500	1,776	1,276
Miscellaneous	-	-	11,181	11,181
Total revenues	<u>9,136,248</u>	<u>9,136,248</u>	<u>9,379,223</u>	<u>242,975</u>
Expenditures:				
General government	87,000	87,000	91,032	(4,032)
Transportation	7,975,739	7,997,209	7,581,253	415,956
Capital outlay	400	-	-	-
Total expenditures	<u>8,063,139</u>	<u>8,084,209</u>	<u>7,672,285</u>	<u>411,924</u>
Excess (deficiency) of revenues over expenditures	1,073,109	1,052,039	1,706,938	654,899
Other financing sources (uses):				
Transfers out	(700,000)	(700,000)	(700,000)	-
Total other financing sources (uses)	<u>(700,000)</u>	<u>(700,000)</u>	<u>(700,000)</u>	<u>-</u>
Net change in fund balance	373,109	352,039	1,006,938	654,899
Fund balance - beginning	<u>3,334,685</u>	<u>3,334,687</u>	<u>3,334,687</u>	<u>-</u>
Fund balance - ending	<u>\$ 3,707,794</u>	<u>\$ 3,686,726</u>	<u>\$ 4,341,625</u>	<u>\$ 654,899</u>

Eagle County, Colorado

AIRPORT SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ -	\$ -	\$ 87,635	\$ 87,635
Intergovernmental	480,000	8,997,966	9,373,088	375,122
Charges for services	2,662,611	2,662,611	2,681,733	19,122
Rents and royalties	1,944,406	1,944,406	2,082,654	138,248
Miscellaneous	-	1,500	14,420	12,920
Total revenues	<u>5,087,017</u>	<u>13,606,483</u>	<u>14,239,530</u>	<u>633,047</u>
Expenditures:				
General government	45,000	45,000	50,239	(5,239)
Transportation	4,583,878	4,583,660	3,990,150	593,510
Capital outlay	169,000	10,479,620	9,794,977	684,643
Total expenditures	<u>4,797,878</u>	<u>15,108,280</u>	<u>13,835,366</u>	<u>1,272,914</u>
Excess (deficiency) of revenues over expenditures	289,139	(1,501,797)	404,164	1,905,961
Other financing sources (uses):				
Sale of capital assets	15,000	15,000	132,500	117,500
Total other financing sources (uses)	<u>15,000</u>	<u>15,000</u>	<u>132,500</u>	<u>117,500</u>
Net change in fund balance	304,139	(1,486,797)	536,664	2,023,461
Fund balance - beginning	<u>2,454,250</u>	<u>2,466,554</u>	<u>2,466,554</u>	<u>-</u>
Fund balance - ending	<u>\$ 2,758,389</u>	<u>\$ 979,757</u>	<u>\$ 3,003,218</u>	<u>\$ 2,023,461</u>

Eagle County, Colorado

OPEN SPACE SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 4,304,674	\$ 4,304,674	\$ 4,383,505	\$ 78,831
Charges for services	4,000	4,000	4,335	335
Rents and royalties	700	700	875	175
Investment earnings	17,000	17,000	44,131	27,131
Contributions and donations	18,000	18,000	3,000	(15,000)
Miscellaneous	400	400	1,783	1,383
Total revenues	<u>4,344,774</u>	<u>4,344,774</u>	<u>4,437,629</u>	<u>92,855</u>
Expenditures:				
General government	133,565	134,600	131,630	2,970
Culture and recreation	697,138	3,484,220	3,108,162	376,058
Capital outlay	100,000	133,487	-	133,487
Total expenditures	<u>930,703</u>	<u>3,752,307</u>	<u>3,239,792</u>	<u>512,515</u>
Excess (deficiency) of revenues over expenditures	3,414,071	592,467	1,197,837	605,370
Other financing sources (uses):				
Transfers out	(100,000)	(100,000)	(100,000)	-
Total other financing sources (uses)	<u>(100,000)</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>-</u>
Net change in fund balance	3,314,071	492,467	1,097,837	605,370
Fund balance - beginning	<u>3,663,902</u>	<u>3,663,900</u>	<u>3,663,900</u>	<u>-</u>
Fund balance - ending	<u>\$ 6,977,973</u>	<u>\$ 4,156,367</u>	<u>\$ 4,761,737</u>	<u>\$ 605,370</u>

## **SUPPLEMENTARY INFORMATION**

## **NON-MAJOR GOVERNMENTAL FUNDS**

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for a specific purpose. The County has the following non-major special revenue funds:

### Social Services Fund

To account for payments in cash, commodities, and food stamps to qualifying persons. Financing is provided by an annual property tax mill levy and grants from the State of Colorado and the Federal government.

### Capital Improvement Fund

To account for 35% of the 1% County Sales Tax to be used for community enhancements or related debt repayment.

### ECO Trails Fund

To account for the .5% County Sales Tax to be used for community enhancements and maintenance of a trails system within the Eagle Valley.

### Roaring Fork Transit Fund

To account for the .5% County Sales Tax to be used for operating and maintaining a public transportation system in the Roaring Fork Valley.

### Roaring Fork Trails Fund

To account for the .5% County Sales Tax to be used for community enhancements and maintenance of a trails system within the Roaring Fork Valley.

### ECO Vehicle Replacement Fund

To account for the management and the accumulation of revenues dedicated to the ECO Transit Fund's replacement needs.

### Conservation Trust Fund

To account for State of Colorado lottery proceeds that are restricted to capital parks and recreation expenditures.

### 800 MHZ Fund

To account for revenues received for the maintenance of the County's microwave system used in law enforcement.

### Offsite Road Improvements Fund

To account for the management of fees dedicated to perform traffic studies near new developments and provide recommendations of necessary road improvements.

### Emergency Reserve Fund

To account for emergency funds set aside in compliance with Article X, Section 20 of the Colorado Constitution.

### Public Health Fund

To account for revenues received for the administration of the Eagle County Public Health Agency, as required by Colorado state statute.

### Housing Loan Fund

To account for housing assistance funds established for the County's down payment assistance program.

### Housing Special Revenue Fund

To account for the revenues received for administration of all housing-related programs other than the Housing Loan Fund.

## **NON-MAJOR GOVERNMENTAL FUNDS**

(continued)

### Open Space Preservation Reserve Fund

To account for the property tax revenues designated for ongoing maintenance and upkeep of the County's open space properties.

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The County has the following capital projects fund:

### Justice Center Financing Authority

To account for the financing, construction, and leasing of additions made to the Eagle County Justice Center leased to the County. Certificates of Participation were issued to finance this project.

Debt service funds are used to account for funds accumulated to pay debt service. The County has the following debt service fund:

### Joint Maintenance Service Center Debt Service Fund

To accumulate funds for debt service requirements of the Series 1999 Certificates of Participation issued by the Eagle Lease Financing Corporation.

## COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS

December 31, 2016

		Special Revenue			
		Social Services	Capital Improvement	ECO Trails	Roaring Fork Transit
Assets:					
Cash and investments		\$ 2,917,498	\$ 6,942,925	\$ 1,189,733	\$ 3,444
Receivables:					
Property taxes		704,956	179,176	-	-
Intergovernmental		-	-	-	-
Trade accounts		271,263	1,042,132	150,108	72,260
Other		(4,482)	-	-	-
Loans		-	-	-	-
Due from other funds		81,482	2,290	3,225	-
Prepaid items and other assets		-	158,714	-	-
Restricted cash		-	-	-	-
Total assets		<u>3,970,717</u>	<u>8,325,237</u>	<u>1,343,066</u>	<u>75,704</u>
Liabilities:					
Accounts payable		83,356	120,034	140,749	-
Due to other funds		71,350	30,146	3,059	-
Accrued compensation		112,186	-	6,348	-
Unearned revenue		365,652	-	-	-
Total liabilities		<u>632,544</u>	<u>150,180</u>	<u>150,156</u>	<u>-</u>
Deferred inflows of resources:					
Unavailable property taxes		704,956	179,176	-	-
Total deferred inflows of resources		<u>704,956</u>	<u>179,176</u>	<u>-</u>	<u>-</u>
Fund Balances:					
Nonspendable		-	158,714	-	-
Restricted		-	-	-	-
Committed		-	8,636	-	-
Assigned		2,633,217	7,828,531	1,192,910	75,704
Total fund balances		<u>2,633,217</u>	<u>7,995,881</u>	<u>1,192,910</u>	<u>75,704</u>
Total liabilities, deferred inflows of resources and fund balances		<u>\$ 3,970,717</u>	<u>\$ 8,325,237</u>	<u>\$ 1,343,066</u>	<u>\$ 75,704</u>

Roaring Fork Trails	ECO Vehicle Replacement	Conservation Trust	800 MHZ
\$ 745	\$ 1,619,011	\$ 325,759	\$ 1,011,253
-	-	-	-
-	-	-	-
8,030	327,561	-	50,815
-	-	-	(242)
-	-	-	-
-	700,306	-	11,162
-	-	-	45,397
-	-	-	-
<u>8,775</u>	<u>2,646,878</u>	<u>325,759</u>	<u>1,118,385</u>
-	-	6,906	3,888
-	-	-	8,279
-	-	-	3,775
-	-	-	-
<u>-</u>	<u>-</u>	<u>6,906</u>	<u>15,942</u>
-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	45,397
-	-	318,853	-
-	-	-	-
<u>8,775</u>	<u>2,646,878</u>	<u>-</u>	<u>1,057,046</u>
<u>8,775</u>	<u>2,646,878</u>	<u>318,853</u>	<u>1,102,443</u>
<u>\$ 8,775</u>	<u>\$ 2,646,878</u>	<u>\$ 325,759</u>	<u>\$ 1,118,385</u>

## COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)

December 31, 2016

		Special Revenue			
		Offsite Road Improvements	Emergency Reserve	Public Health Fund	Housing Loan
<b>Assets:</b>					
Cash and investments		\$ 973,000	\$ 2,301,186	\$ 892,513	\$ -
Receivables:					
Property taxes		-	-	-	-
Intergovernmental		6,253	-	-	-
Trade accounts		6,093	516	290,404	-
Other		-	-	(2,996)	-
Loans		-	-	-	1,533,871
Due from other funds		-	-	56,721	-
Prepaid items and other assets		-	-	-	-
Restricted cash		-	-	-	-
Total assets		<u>985,346</u>	<u>2,301,702</u>	<u>1,236,642</u>	<u>1,533,871</u>
<b>Liabilities:</b>					
Accounts payable		389	-	87,493	-
Due to other funds		-	-	71,675	-
Accrued compensation		-	-	82,361	-
Unearned revenue		-	-	51,551	-
Total liabilities		<u>389</u>	<u>-</u>	<u>293,080</u>	<u>-</u>
<b>Deferred inflows of resources:</b>					
Unavailable property taxes		-	-	-	-
Total deferred inflows of resources		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances:</b>					
Nonspendable		-	-	-	1,533,871
Restricted		-	2,301,702	-	-
Committed		-	-	-	-
Assigned		984,957	-	943,562	-
Total fund balances		<u>984,957</u>	<u>2,301,702</u>	<u>943,562</u>	<u>1,533,871</u>
Total liabilities, deferred inflows of resources and fund balances		<u>\$ 985,346</u>	<u>\$ 2,301,702</u>	<u>\$ 1,236,642</u>	<u>\$ 1,533,871</u>

		Capital Projects	Debt Service	Total
Housing Fund	Open Space Preservation Reserve Fund	Justice Center Financing Authority	Joint Maintenance Service Center	Non-major Governmental Funds
\$ 1,028,695	\$ 303,310	\$ 17,226	\$ -	\$ 19,526,298
-	-	-	-	884,132
-	-	-	-	6,253
10,891	69	-	-	2,230,142
(43)	-	-	-	(7,763)
-	-	-	-	1,533,871
477,991	-	-	-	1,333,177
-	-	-	-	204,111
-	-	1,318	-	1,318
<u>1,517,534</u>	<u>303,379</u>	<u>18,544</u>	<u>-</u>	<u>25,711,539</u>
2,742	-	3,251	-	448,808
96,388	-	-	-	280,897
35,087	-	-	-	239,757
-	-	-	-	417,203
<u>134,217</u>	<u>-</u>	<u>3,251</u>	<u>-</u>	<u>1,386,665</u>
-	-	-	-	884,132
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>884,132</u>
-	-	-	-	1,737,982
-	-	-	-	2,620,555
-	303,379	-	-	312,015
<u>1,383,317</u>	<u>-</u>	<u>15,293</u>	<u>-</u>	<u>18,770,190</u>
<u>1,383,317</u>	<u>303,379</u>	<u>15,293</u>	<u>-</u>	<u>23,440,742</u>
<u>\$ 1,517,534</u>	<u>\$ 303,379</u>	<u>\$ 18,544</u>	<u>\$ -</u>	<u>\$ 25,711,539</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES - NON-MAJOR GOVERNMENTAL FUNDS

December 31, 2016

		Special Revenue			
		Social Services	Capital Improvement	ECO Trails	Roaring Fork Transit
Revenues:					
Taxes	\$	701,330	\$ 5,899,201	\$ 772,806	\$ 429,266
Intergovernmental		3,319,471	-	10,000	-
Charges for services		733	-	-	-
Rents and royalties		-	-	-	-
Investment earnings		-	-	11,956	289
Contributions and donations		-	-	3,200	-
Miscellaneous		27,524	693	-	-
Total revenues		<u>4,049,058</u>	<u>5,899,894</u>	<u>797,962</u>	<u>429,555</u>
Expenditures:					
General government		-	1,812,272	7,887	4,302
Public safety		-	173,929	-	-
Public works		-	152,590	-	-
Transportation		-	-	-	-
Health and welfare		4,160,207	-	-	-
Culture and recreation		-	-	226,139	-
Intergovernmental		-	-	515,770	425,948
Debt service:					
Principal		-	-	-	-
Interest		-	-	-	-
Capital outlay		-	1,730,441	625,814	-
Total expenditures		<u>4,160,207</u>	<u>3,869,232</u>	<u>1,375,610</u>	<u>430,250</u>
Excess (deficiency) of revenues over expenditures		(111,149)	2,030,662	(577,648)	(695)
Other financing sources (uses):					
Sale of capital assets		-	5,550	-	-
Transfers in		-	47,940	-	-
Transfers out		-	(3,284,900)	-	-
Total other financing sources (uses)		<u>-</u>	<u>(3,231,410)</u>	<u>-</u>	<u>-</u>
Net change in fund balances		(111,149)	(1,200,748)	(577,648)	(695)
Fund balances - beginning		<u>2,744,366</u>	<u>9,196,629</u>	<u>1,770,558</u>	<u>76,399</u>
Fund balances - ending		<u>\$ 2,633,217</u>	<u>\$ 7,995,881</u>	<u>\$ 1,192,910</u>	<u>\$ 75,704</u>

Roaring Fork Trails	ECO Vehicle Replacement	Conservation Trust	800 MHZ	
\$ 49,217	\$ -	\$ -	\$ -	
-	365,999	136,459	-	
-	-	-	569,868	
-	-	-	8,756	
35	14,090	-	-	
-	-	-	-	
-	1,200	-	50,136	
<u>49,252</u>	<u>381,289</u>	<u>136,459</u>	<u>628,760</u>	
493	-	-	88	
-	-	-	323,411	
-	-	-	-	
-	153,743	-	-	
-	-	-	-	
-	-	112,325	-	
48,833	-	-	-	
-	-	-	-	
-	-	-	-	
-	628,387	-	319,724	
<u>49,326</u>	<u>782,130</u>	<u>112,325</u>	<u>643,223</u>	
(74)	(400,841)	24,134	(14,463)	
-	-	-	-	
-	700,000	-	-	
-	-	-	-	
<u>-</u>	<u>700,000</u>	<u>-</u>	<u>-</u>	
(74)	299,159	24,134	(14,463)	
<u>8,849</u>	<u>2,347,719</u>	<u>294,719</u>	<u>1,116,906</u>	
<u>\$ 8,775</u>	<u>\$ 2,646,878</u>	<u>\$ 318,853</u>	<u>\$ 1,102,443</u>	

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)

December 31, 2016

		Special Revenue			
		Offsite Road Improvements	Emergency Reserve	Public Health Fund	Housing Loan
Revenues:					
Taxes		\$ -	\$ -	\$ -	\$ -
Intergovernmental		-	-	1,666,256	-
Charges for services		91,080	-	266,663	-
Rents and royalties		-	-	-	-
Investment earnings		6,733	16,377	9,918	-
Contributions and donations		-	-	32,642	-
Miscellaneous		-	-	4,139	-
Total revenues		<u>97,813</u>	<u>16,377</u>	<u>1,979,618</u>	<u>-</u>
Expenditures:					
General government		852	-	1,561	-
Public safety		-	-	-	-
Public works		36,770	-	-	-
Transportation		-	-	-	-
Health and welfare		-	-	3,617,815	343,240
Culture and recreation		-	-	-	-
Intergovernmental		-	-	-	-
Debt service:					
Principal		-	-	-	-
Interest		-	-	-	-
Capital outlay		-	-	-	-
Total expenditures		<u>37,622</u>	<u>-</u>	<u>3,619,376</u>	<u>343,240</u>
Excess (deficiency) of revenues over expenditures		60,191	16,377	(1,639,758)	(343,240)
Other financing sources (uses):					
Sale of capital assets		-	-	-	-
Transfers in		-	-	1,696,480	-
Transfers out		-	-	-	-
Total other financing sources (uses)		<u>-</u>	<u>-</u>	<u>1,696,480</u>	<u>-</u>
Net change in fund balances		60,191	16,377	56,722	(343,240)
Fund balances - beginning		<u>924,766</u>	<u>2,285,325</u>	<u>886,840</u>	<u>1,877,111</u>
Fund balances - ending		<u>\$ 984,957</u>	<u>\$ 2,301,702</u>	<u>\$ 943,562</u>	<u>\$ 1,533,871</u>

		Capital Projects	Debt Service	
Housing Fund	Open Space Preservation Reserve Fund	Justice Center Financing Authority	Joint Maintenance Service Center	Total Non-major Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 7,851,820
-	-	-	-	5,498,185
1,595,432	-	1,210,398	-	3,734,174
-	-	-	-	8,756
-	1,760	1,576	-	62,734
-	-	-	-	35,842
1,323	-	-	-	85,015
<u>1,596,755</u>	<u>1,760</u>	<u>1,211,974</u>	<u>-</u>	<u>17,276,526</u>
-	-	4,701	458	1,832,614
-	-	-	-	497,340
-	-	-	-	189,360
-	-	-	-	153,743
1,605,630	-	-	-	9,726,892
-	-	-	-	338,464
-	-	-	-	990,551
-	-	1,990,000	-	1,990,000
-	-	798,077	-	798,077
-	-	-	-	3,304,366
<u>1,605,630</u>	<u>-</u>	<u>2,792,778</u>	<u>458</u>	<u>19,821,407</u>
(8,875)	1,760	(1,580,804)	(458)	(2,544,881)
-	-	-	-	5,550
1,000,000	100,000	1,577,082	-	5,121,502
-	-	-	(47,940)	(3,332,840)
<u>1,000,000</u>	<u>100,000</u>	<u>1,577,082</u>	<u>(47,940)</u>	<u>1,794,212</u>
991,125	101,760	(3,722)	(48,398)	(750,669)
<u>392,192</u>	<u>201,619</u>	<u>19,015</u>	<u>48,398</u>	<u>24,191,411</u>
<u>\$ 1,383,317</u>	<u>\$ 303,379</u>	<u>\$ 15,293</u>	<u>\$ -</u>	<u>\$ 23,440,742</u>

Eagle County, Colorado

SOCIAL SERVICES SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 688,503	\$ 688,503	\$ 701,330	\$ 12,827
Intergovernmental	3,400,945	3,454,291	3,319,471	(134,820)
Charges for services	663	663	733	70
Miscellaneous	-	-	27,524	27,524
Total revenues	<u>4,090,111</u>	<u>4,143,457</u>	<u>4,049,058</u>	<u>(94,399)</u>
Expenditures:				
Health and welfare	4,924,509	5,002,334	4,160,207	842,127
Total expenditures	<u>4,924,509</u>	<u>5,002,334</u>	<u>4,160,207</u>	<u>842,127</u>
Net change in fund balance	(834,398)	(858,877)	(111,149)	747,728
Fund balance - beginning	<u>2,744,366</u>	<u>2,744,366</u>	<u>2,744,366</u>	<u>-</u>
Fund balance - ending	<u>\$ 1,909,968</u>	<u>\$ 1,885,489</u>	<u>\$ 2,633,217</u>	<u>\$ 747,728</u>

Eagle County, Colorado

CAPITAL IMPROVEMENT SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 5,686,763	\$ 5,686,763	\$ 5,899,201	\$ 212,438
Miscellaneous	-	-	693	693
Total revenues	<u>5,686,763</u>	<u>5,686,763</u>	<u>5,899,894</u>	<u>213,131</u>
Expenditures:				
General government	1,484,890	1,703,241	1,812,272	(109,031)
Public works	185,000	356,932	152,590	204,342
Public safety	-	175,684	173,929	1,755
Capital outlay	1,566,000	4,325,531	1,730,441	2,595,090
Total expenditures	<u>3,235,890</u>	<u>6,561,388</u>	<u>3,869,232</u>	<u>2,692,156</u>
Excess (deficiency) of revenues over expenditures	2,450,873	(874,625)	2,030,662	2,905,287
Other financing sources (uses):				
Sale of assets	-	-	5,550	5,550
Transfers in	-	47,940	47,940	-
Transfers out	(2,130,169)	(3,804,894)	(3,284,900)	519,994
Total other financing sources (uses)	<u>(2,130,169)</u>	<u>(3,756,954)</u>	<u>(3,231,410)</u>	<u>525,544</u>
Net change in fund balance	320,704	(4,631,579)	(1,200,748)	3,430,831
Fund balance - beginning	<u>9,196,629</u>	<u>9,196,629</u>	<u>9,196,629</u>	<u>-</u>
Fund balance - ending	<u>\$ 9,517,333</u>	<u>\$ 4,565,050</u>	<u>\$ 7,995,881</u>	<u>\$ 3,430,831</u>

Eagle County, Colorado

ECO TRAILS SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 741,084	\$ 741,084	\$ 772,806	\$ 31,722
Intergovernmental	5,000	5,000	10,000	5,000
Investment earnings	6,000	6,000	11,956	5,956
Contributions and donations	3,000	3,000	3,200	200
Total revenues	<u>755,084</u>	<u>755,084</u>	<u>797,962</u>	<u>42,878</u>
Expenditures:				
General government	7,000	7,000	7,887	(887)
Culture and recreation	343,897	574,398	226,139	348,259
Intergovernmental	459,136	529,136	515,770	13,366
Capital outlay	-	1,083,274	625,814	457,460
Total expenditures	<u>810,033</u>	<u>2,193,808</u>	<u>1,375,610</u>	<u>818,198</u>
Net change in fund balance	(54,949)	(1,438,724)	(577,648)	861,076
Fund balance - beginning	<u>1,770,557</u>	<u>1,770,558</u>	<u>1,770,558</u>	<u>-</u>
Fund balance - ending	<u>\$ 1,715,608</u>	<u>\$ 331,834</u>	<u>\$ 1,192,910</u>	<u>\$ 861,076</u>

Eagle County, Colorado

ROARING FORK TRANSIT SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts Original and Final	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Taxes	\$ 481,606	\$ 429,266	\$ (52,340)
Investment earnings	140	289	149
Total revenues	<u>481,746</u>	<u>429,555</u>	<u>(52,191)</u>
Expenditures:			
General government	4,900	4,302	598
Intergovernmental	476,846	425,948	50,898
Total expenditures	<u>481,746</u>	<u>430,250</u>	<u>51,496</u>
Net change in fund balance	-	(695)	(695)
Fund balance - beginning	<u>76,399</u>	<u>76,399</u>	-
Fund balance - ending	<u>\$ 76,399</u>	<u>\$ 75,704</u>	<u>\$ (695)</u>

Eagle County, Colorado

ROARING FORK TRAILS SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts Original and Final	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Taxes	\$ 54,102	\$ 49,217	\$ (4,885)
Investment earnings	20	35	15
Total revenues	<u>54,122</u>	<u>49,252</u>	<u>(4,870)</u>
Expenditures:			
General government	550	493	57
Intergovernmental	53,572	48,833	4,739
Total expenditures	<u>54,122</u>	<u>49,326</u>	<u>4,796</u>
Net change in fund balance	-	(74)	(74)
Fund balance - beginning	<u>8,849</u>	<u>8,849</u>	-
Fund balance - ending	<u>\$ 8,849</u>	<u>\$ 8,775</u>	<u>\$ (74)</u>

Eagle County, Colorado

ECO VEHICLE REPLACEMENT SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 344,000	\$ 1,617,999	\$ 365,999	\$ (1,252,000)
Investment earnings	10,000	10,000	14,090	4,090
Miscellaneous	-	-	1,200	1,200
Total revenues	<u>354,000</u>	<u>1,627,999</u>	<u>381,289</u>	<u>(1,246,710)</u>
Expenditures:				
Transportation	14,510	239,511	153,743	85,768
Capital outlay	635,490	2,864,074	628,387	2,235,687
Total expenditures	<u>650,000</u>	<u>3,103,585</u>	<u>782,130</u>	<u>2,321,455</u>
Excess (deficiency) of revenues over expenditures	(296,000)	(1,475,586)	(400,841)	1,074,745
Other financing sources (uses):				
Transfers in	700,000	700,000	700,000	-
Total other financing sources (uses)	<u>700,000</u>	<u>700,000</u>	<u>700,000</u>	<u>-</u>
Net change in fund balance	404,000	(775,586)	299,159	1,074,745
Fund balance - beginning	<u>2,347,718</u>	<u>2,347,719</u>	<u>2,347,719</u>	<u>-</u>
Fund balance - ending	<u>\$ 2,751,718</u>	<u>\$ 1,572,133</u>	<u>\$ 2,646,878</u>	<u>\$ 1,074,745</u>

Eagle County, Colorado

CONSERVATION TRUST SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

		Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
		Original	Final		
Revenues:					
Intergovernmental		\$ 130,000	\$ 130,000	\$ 136,459	\$ 6,459
	Total revenues	<u>130,000</u>	<u>130,000</u>	<u>136,459</u>	<u>6,459</u>
Expenditures:					
Culture and recreation		115,000	118,175	112,325	5,850
	Total expenditures	<u>115,000</u>	<u>118,175</u>	<u>112,325</u>	<u>5,850</u>
	Net change in fund balance	15,000	11,825	24,134	12,309
Fund balance - beginning		<u>294,719</u>	<u>294,719</u>	<u>294,719</u>	<u>-</u>
Fund balance - ending		<u>\$ 309,719</u>	<u>\$ 306,544</u>	<u>\$ 318,853</u>	<u>\$ 12,309</u>

Eagle County, Colorado

800 MHZ SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services	\$ 574,890	\$ 574,890	\$ 569,868	\$ (5,022)
Rents and royalties	8,800	8,800	8,756	(44)
Miscellaneous	-	-	50,136	50,136
Total revenues	<u>583,690</u>	<u>583,690</u>	<u>628,760</u>	<u>45,070</u>
Expenditures:				
General government	500	500	88	412
Public safety	585,581	585,581	323,411	262,170
Capital outlay	-	322,000	319,724	2,276
Total expenditures	<u>586,081</u>	<u>908,081</u>	<u>643,223</u>	<u>264,858</u>
Net change in fund balance	(2,391)	(324,391)	(14,463)	309,928
Fund balance - beginning	<u>1,116,906</u>	<u>1,116,906</u>	<u>1,116,906</u>	<u>-</u>
Fund balance - ending	<u>\$ 1,114,515</u>	<u>\$ 792,515</u>	<u>\$ 1,102,443</u>	<u>\$ 309,928</u>

Eagle County, Colorado

OFFSITE ROAD IMPROVEMENTS SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services	\$ 12,500	\$ 12,500	\$ 91,080	\$ 78,580
Contributions and donations	-	217,977	-	(217,977)
Investment earnings	6,000	6,000	6,733	733
Total revenues	18,500	236,477	97,813	(138,664)
Expenditures:				
General government	750	750	852	(102)
Public works	-	435,955	36,770	399,185
Total expenditures	750	436,705	37,622	399,083
Excess (deficiency) of revenues over expenditures	17,750	(200,228)	60,191	260,419
Other financing sources (uses):				
Transfers out	(225,000)	(225,000)	-	225,000
Total other financing sources (uses)	(225,000)	(225,000)	-	225,000
Net change in fund balance	(207,250)	(425,228)	60,191	485,419
Fund balance - beginning	924,766	924,766	924,766	-
Fund balance - ending	\$ 717,516	\$ 499,538	\$ 984,957	\$ 485,419

Eagle County, Colorado

EMERGENCY RESERVE SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts Original and Final	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment earnings	\$ 12,000	\$ 16,377	\$ 4,377
Total revenues	<u>12,000</u>	<u>16,377</u>	<u>4,377</u>
Net change in fund balance	12,000	16,377	4,377
Fund balance - beginning	<u>2,285,325</u>	<u>2,285,325</u>	<u>-</u>
Fund balance - ending	<u>\$ 2,297,325</u>	<u>\$ 2,301,702</u>	<u>\$ 4,377</u>

Eagle County, Colorado

PUBLIC HEALTH SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$ 1,421,444	\$ 1,792,677	\$ 1,666,256	\$ (126,421)
Charges for services	209,900	209,900	266,663	56,763
Investment earnings	4,000	4,000	9,918	5,918
Contributions and donations	30,750	30,750	32,642	1,892
Miscellaneous	-	-	4,139	4,139
Total revenues	<u>1,666,094</u>	<u>2,037,327</u>	<u>1,979,618</u>	<u>(57,709)</u>
Expenditures:				
General government	1,500	1,500	1,561	(61)
Health and welfare	3,591,679	3,927,564	3,617,815	309,749
Total expenditures	<u>3,593,179</u>	<u>3,929,064</u>	<u>3,619,376</u>	<u>309,688</u>
Excess (deficiency) of revenues over expenditures	(1,927,085)	(1,891,737)	(1,639,758)	251,979
Other financing sources (uses):				
Transfers in	1,696,480	1,696,480	1,696,480	-
Total other financing sources (uses)	<u>1,696,480</u>	<u>1,696,480</u>	<u>1,696,480</u>	<u>-</u>
Net change in fund balance	(230,605)	(195,257)	56,722	251,979
Fund balance - beginning	<u>885,997</u>	<u>886,840</u>	<u>886,840</u>	<u>-</u>
Fund balance - ending	<u>\$ 655,392</u>	<u>\$ 691,583</u>	<u>\$ 943,562</u>	<u>\$ 251,979</u>

Eagle County, Colorado

HOUSING LOAN SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Loan payments received	\$ 130,000	\$ 130,000	\$ -	\$ (130,000)
Total revenues	<u>130,000</u>	<u>130,000</u>	<u>-</u>	<u>(130,000)</u>
Expenditures:				
Health and welfare	130,000	480,000	343,240	136,760
Total expenditures	<u>130,000</u>	<u>480,000</u>	<u>343,240</u>	<u>136,760</u>
Net change in fund balance	-	(350,000)	(343,240)	6,760
Fund balance - beginning	<u>1,877,111</u>	<u>1,877,111</u>	<u>1,877,111</u>	<u>-</u>
Fund balance - ending	<u>\$ 1,877,111</u>	<u>\$ 1,527,111</u>	<u>\$ 1,533,871</u>	<u>\$ 6,760</u>

Eagle County, Colorado

EAGLE COUNTY HOUSING SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 1,646,337	\$ 1,646,337	\$ 1,595,432	\$ (50,905)
Miscellaneous	-	-	1,323	1,323
Total revenues	<u>1,646,337</u>	<u>1,646,337</u>	<u>1,596,755</u>	<u>(49,582)</u>
Expenditures:				
Health and welfare	1,641,060	1,638,777	1,605,630	33,147
Capital outlay	180	1,000,180	-	1,000,180
Total expenditures	<u>1,641,240</u>	<u>2,638,957</u>	<u>1,605,630</u>	<u>1,033,327</u>
Excess (deficiency) of revenues over expenditures	5,097	(992,620)	(8,875)	983,745
Other financing sources (uses):				
Transfers in	-	1,000,000	1,000,000	-
Total other financing sources (uses)	<u>-</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>-</u>
Net change in fund balance	5,097	7,380	991,125	983,745
Fund balance - beginning	<u>392,192</u>	<u>392,192</u>	<u>392,192</u>	<u>-</u>
Fund balance - ending	<u>\$ 397,289</u>	<u>\$ 399,572</u>	<u>\$ 1,383,317</u>	<u>\$ 983,745</u>

Eagle County, Colorado

OPEN SPACE PRESERVATION RESERVE SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts Original and Final	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment income	\$ 1,000	\$ 1,760	\$ 760
Total revenues	1,000	1,760	760
Excess (deficiency) of revenues over expenditures	1,000	1,760	760
Other financing sources (uses):			
Transfers in	100,000	100,000	-
Total other financing sources (uses)	100,000	100,000	-
Net change in fund balance	101,000	101,760	760
Fund balance - beginning	201,619	201,619	-
Fund balance - ending	\$ 302,619	\$ 303,379	\$ 760

Eagle County, Colorado

JUSTICE CENTER FINANCING AUTHORITY CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Investment earnings	\$ -	\$ -	\$ 1,576	\$ 1,576
Charges for services	-	1,267,475	1,210,398	(57,077)
Total revenues	-	1,267,475	1,211,974	(55,501)
Expenditures:				
General government	1,200	8,241	4,701	3,540
Debt service:				
Principal	835,000	1,990,000	1,990,000	-
Interest	801,369	948,844	798,077	150,767
Total expenditures	1,637,569	2,947,085	2,792,778	154,307
Excess (deficiency) of revenues over expenditures	(1,637,569)	(1,679,610)	(1,580,804)	98,806
Other financing sources (uses):				
Transfers in	1,636,369	1,636,369	1,577,082	(59,287)
Total other financing sources (uses)	1,636,369	1,636,369	1,577,082	(59,287)
Net change in fund balance	(1,200)	(43,241)	(3,722)	39,519
Fund balance - beginning	19,015	19,015	19,015	-
Fund balance - ending	\$ 17,815	\$ (24,226)	\$ 15,293	\$ 39,519

Eagle County, Colorado

JOINT MAINTENANCE SERVICE CENTER DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Rents and royalties	\$ 1,267,475	\$ -	\$ -	\$ -
Total revenues	<u>1,267,475</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
General government	7,500	458	458	-
Debt service:				
Principal	1,120,000	-	-	-
Interest	147,475	-	-	-
Total expenditures	<u>1,274,975</u>	<u>458</u>	<u>458</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(7,500)	(458)	(458)	-
Other financing sources (uses):				
Transfers out	-	(47,940)	(47,940)	-
Total other financing sources (uses)	<u>-</u>	<u>(47,940)</u>	<u>(47,940)</u>	<u>-</u>
Net change in fund balance	(7,500)	(48,398)	(48,398)	-
Fund balance - beginning	<u>48,398</u>	<u>48,398</u>	<u>48,398</u>	<u>-</u>
Fund balance - ending	<u>\$ 40,898</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Eagle County, Colorado

SANITARY LANDFILL ENTERPRISE FUND  
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
BUDGET (Non-GAAP Basis) AND ACTUAL WITH RECONCILIATION TO GAAP BASIS

For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Charges for services	\$ 3,130,495	\$ 3,130,495	\$ 3,607,052	\$ 476,557
Miscellaneous	-	-	270	270
Total revenues	<u>3,130,495</u>	<u>3,130,495</u>	<u>3,607,322</u>	<u>476,827</u>
Operating expenses:				
Salaries and benefits	1,098,249	1,098,249	1,015,646	82,603
Supplies	161,401	166,319	93,212	73,107
General and administrative	31,500	31,500	34,574	(3,074)
Purchased services	1,532,101	1,533,273	1,127,965	405,308
Intergovernmental service charges	254,379	254,379	254,379	-
Depreciation and amortization	200,000	200,000	284,989	(84,989)
Capital outlay	155,000	1,493,910	1,345,206	148,704
Landfill compliance costs	200,000	200,000	38,831	161,169
Total operating expenses	<u>3,632,630</u>	<u>4,977,630</u>	<u>4,194,802</u>	<u>782,828</u>
Operating income (loss) - Budget basis	(502,135)	(1,847,135)	(587,480)	1,259,655
Non-operating revenues (expenses):				
Operating grants and contributions	-	-	13,279	13,279
Grants awarded	(40,000)	(410,661)	(40,000)	370,661
Total non-operating revenues (expenses)	<u>(40,000)</u>	<u>(410,661)</u>	<u>(26,721)</u>	<u>383,940</u>
Income (loss) before capital contributions and transfers	(542,135)	(2,257,796)	(614,201)	1,643,595
Capital asset transfers (to) from other funds	-	-	(33,014)	(33,014)
Transfers in	-	-	52,693	52,693
Change in net position - Budget basis	<u>\$ (542,135)</u>	<u>\$ (2,257,796)</u>	(594,522)	<u>\$ 1,663,274</u>
Reconciliation to GAAP basis:				
Capitalized assets			1,345,206	
Amortization of solar arrays			(99,037)	
Change in net position - GAAP basis			651,647	
Net position - beginning			<u>13,070,103</u>	
Net position - ending			<u>\$ 13,721,750</u>	

Eagle County, Colorado

EAGLE COUNTY AIR TERMINAL ENTERPRISE FUND  
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

		Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Operating revenues:				
Charges for services	\$ 4,945,007	\$ 4,945,007	\$ 5,261,305	\$ 316,298
Miscellaneous	19,500	19,500	12,685	(6,815)
Total operating revenues	<u>4,964,507</u>	<u>4,964,507</u>	<u>5,273,990</u>	<u>309,483</u>
Operating expenses:				
Purchased services	1,474,864	1,474,864	1,358,957	115,907
General and administrative	93,152	167,356	123,656	43,700
Rebate expense	300,000	300,000	300,000	-
Depreciation and amortization	1,605,048	1,605,048	1,529,655	75,393
Total operating expenses	<u>3,473,064</u>	<u>3,547,268</u>	<u>3,312,268</u>	<u>235,000</u>
Operating income (loss)	<u>1,491,443</u>	<u>1,417,239</u>	<u>1,961,722</u>	<u>544,483</u>
Non-operating revenues (expenses):				
Investment income	2,000	2,000	4,439	2,439
Passenger facility charges	550,000	550,000	554,929	4,929
Interest expense	(524,225)	(524,225)	(513,025)	11,200
Total non-operating revenues (expenses)	<u>27,775</u>	<u>27,775</u>	<u>46,343</u>	<u>18,568</u>
Change in net position	1,519,218	1,445,014	2,008,065	563,051
Net position - beginning	<u>20,697,500</u>	<u>20,697,500</u>	<u>24,155,169</u>	<u>3,457,669</u>
Net position - ending	<u>\$ 22,216,718</u>	<u>\$ 22,142,514</u>	<u>\$ 26,163,234</u>	<u>\$ 4,020,720</u>

Eagle County, Colorado

EAGLE COUNTY HOUSING AND DEVELOPMENT AUTHORITY  
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Charges for services	\$ 4,898,914	\$ 4,898,914	\$ 5,232,193	\$ 333,279
Total revenues	<u>4,898,914</u>	<u>4,898,914</u>	<u>5,232,193</u>	<u>333,279</u>
Operating expenses:				
General and administrative	720,304	720,304	560,769	159,535
Purchased services	2,304,894	2,304,894	2,304,894	-
Depreciation and amortization	675,708	675,708	740,105	(64,397)
Total operating expenses	<u>3,700,906</u>	<u>3,700,906</u>	<u>3,605,768</u>	<u>95,138</u>
Operating income (loss)	1,198,008	1,198,008	1,626,425	428,417
Non-operating revenues (expenses):				
Investment income	191,358	191,358	348,963	157,605
Operating grants and contributions	-	-	12,500	12,500
Grants awarded	(7,750)	(7,750)	(7,750)	-
Interest expense	(687,770)	(687,770)	(686,579)	1,191
Total non-operating revenues (expenses)	<u>(504,162)</u>	<u>(504,162)</u>	<u>(332,866)</u>	<u>171,296</u>
Change in net position	<u>\$ 693,846</u>	<u>\$ 693,846</u>	1,293,559	<u>\$ 599,713</u>
Net position - beginning			<u>12,428,815</u>	
Net position - ending			<u>\$ 13,722,374</u>	

Eagle County, Colorado

COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS

December 31, 2016

	Motor Pool Fund	Insurance Reserve Fund	Health Insurance Fund	Total
<b>Assets:</b>				
Current assets:				
Cash and investments	\$ 7,217,875	\$ 330,899	\$ 7,285,777	\$ 14,834,551
Taxes receivable	-	158,615	-	158,615
Accounts receivable	40,710	447	506,629	547,786
Prepaid items	-	-	98,264	98,264
Due from other funds	504,172	500	770,261	1,274,933
Inventory	300,324	-	-	300,324
Total current assets	<u>8,063,081</u>	<u>490,461</u>	<u>8,660,931</u>	<u>17,214,473</u>
Noncurrent assets:				
Capital assets:				
Equipment	14,928,183	-	-	14,928,183
Less: accumulated depreciation	(8,000,965)	-	-	(8,000,965)
Total noncurrent assets	<u>6,927,218</u>	<u>-</u>	<u>-</u>	<u>6,927,218</u>
Total assets	<u>14,990,299</u>	<u>490,461</u>	<u>8,660,931</u>	<u>24,141,691</u>
<b>Liabilities:</b>				
Current liabilities:				
Accounts and claims payable	75,951	16,187	2,591,298	2,683,436
Due to other funds	127,206	25,670	813,068	965,944
Accrued compensation	40,536	-	-	40,536
Accrued compensated absences	13,700	-	-	13,700
Total current liabilities	<u>257,393</u>	<u>41,857</u>	<u>3,404,366</u>	<u>3,703,616</u>
Noncurrent liabilities:				
Accrued compensated absences	20,549	-	-	20,549
Total noncurrent liabilities	<u>20,549</u>	<u>-</u>	<u>-</u>	<u>20,549</u>
Total liabilities	<u>277,942</u>	<u>41,857</u>	<u>3,404,366</u>	<u>3,724,165</u>
Deferred inflows of resources:				
Property taxes	-	158,615	-	158,615
Total deferred inflows of resources	<u>-</u>	<u>158,615</u>	<u>-</u>	<u>158,615</u>
<b>Net position:</b>				
Net investment in capital assets	6,927,218	-	-	6,927,218
Unrestricted	7,785,139	289,989	5,256,565	13,331,693
Total net position	<u>\$ 14,712,357</u>	<u>\$ 289,989</u>	<u>\$ 5,256,565</u>	<u>\$ 20,258,911</u>

Eagle County, Colorado

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
INTERNAL SERVICE FUNDS

For the Year Ended December 31, 2016

	Motor Pool Fund	Insurance Reserve Fund	Health Insurance Fund	Total
Operating revenues:				
Charges for services	\$ 4,883,588	\$ 191,000	\$ 11,038,996	\$ 16,113,584
Miscellaneous	1,638	-	32,281	33,919
Total operating revenues	<u>4,885,226</u>	<u>191,000</u>	<u>11,071,277</u>	<u>16,147,503</u>
Operating expenses:				
Salaries and benefits	1,406,182	-	-	1,406,182
Supplies	1,442,227	-	-	1,442,227
Purchased services	201,394	471,228	263,768	936,390
Operating leases	18,625	-	-	18,625
General and administrative	366,472	-	48,256	414,728
Claims and premiums	-	-	10,329,095	10,329,095
Depreciation	989,051	-	-	989,051
Total operating expenses	<u>4,423,951</u>	<u>471,228</u>	<u>10,641,119</u>	<u>15,536,298</u>
Operating income (loss)	461,275	(280,228)	430,158	611,205
Non-operating revenues (expenses):				
Property taxes	-	157,779	-	157,779
Insurance reimbursement	-	117,413	-	117,413
Gain (loss) on disposition of assets, net	39,677	-	-	39,677
Total non-operating revenues (expenses)	<u>39,677</u>	<u>275,192</u>	<u>-</u>	<u>314,869</u>
Income (loss) before contributions and transfers	500,952	(5,036)	430,158	926,074
Capital asset transfers (to) from other funds	476,323	-	-	476,323
Transfers in (out)	<u>43,093</u>	<u>-</u>	<u>-</u>	<u>43,093</u>
Change in net position	1,020,368	(5,036)	430,158	1,445,490
Net position - beginning	<u>13,691,989</u>	<u>295,025</u>	<u>4,826,407</u>	<u>18,813,421</u>
Net position - ending	<u>\$ 14,712,357</u>	<u>\$ 289,989</u>	<u>\$ 5,256,565</u>	<u>\$ 20,258,911</u>

Eagle County, Colorado

COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS

For the Year Ended December 31, 2016

	Motor Pool Fund	Insurance Reserve Fund	Health Insurance Fund	Total
Cash flows from operating activities:				
Cash received from interfund services provided	\$ 4,782,604	\$ 299,473	\$ 11,304,190	\$ 16,386,267
Cash received from customers and users	46,933	-	-	46,933
Other cash receipts	-	-	32,281	32,281
Cash paid to employees	(1,408,442)	-	-	(1,408,442)
Cash paid to suppliers	(2,030,258)	(429,595)	(9,303,561)	(11,763,414)
Net cash provided (used) by operating activities	1,390,837	(130,122)	2,032,910	3,293,625
Cash flows from noncapital financing activities:				
Transfers	43,093	-	-	43,093
Taxes received	-	157,779	-	157,779
Net cash provided (used) by noncapital financing activities	43,093	157,779	-	200,872
Cash flows from capital and related financing activities:				
Cash received from sale of assets	164,796	-	-	164,796
Cash received from insurance recoveries	-	117,413	-	117,413
Capital acquisitions	(1,566,616)	-	-	(1,566,616)
Net cash provided (used) by capital and related financing activities	(1,401,820)	117,413	-	(1,284,407)
Net change in cash and cash equivalents	32,110	145,070	2,032,910	2,210,090
Cash and cash equivalents - beginning	7,185,765	185,829	5,252,867	12,624,461
Cash and cash equivalents - ending	\$ 7,217,875	\$ 330,899	\$ 7,285,777	\$ 14,834,551

Eagle County, Colorado

COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS (CONTINUED)

For the Year Ended December 31, 2016

	Motor Pool Fund	Insurance Reserve Fund	Health Insurance Fund	Total
<u>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</u>				
Operating income (loss)	\$ 461,275	\$ (280,228)	\$ 430,158	\$ 611,205
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	989,051	-	-	989,051
(Increase) decrease - Account receivable	(3,488)	108,973	(204,054)	(98,569)
(Increase) decrease - Prepaid items	-	-	(98,264)	(98,264)
(Increase) decrease - Inventory	(42,879)	-	-	(42,879)
Increase (decrease) - Accounts payable	16,711	16,187	839,349	872,247
Increase (decrease) - Accrued expenses	(2,260)	-	-	(2,260)
Increase (decrease) - Interfund	(27,573)	24,946	1,065,721	1,063,094
Total adjustments	<u>929,562</u>	<u>150,106</u>	<u>1,602,752</u>	<u>2,682,420</u>
Net cash provided (used) by operating activities	<u>\$ 1,390,837</u>	<u>\$ (130,122)</u>	<u>\$ 2,032,910</u>	<u>\$ 3,293,625</u>
Noncash capital and related financing activities:				
Noncash asset transfers from other funds	\$ 476,323	\$ -	\$ -	\$ 476,323

Eagle County, Colorado

MOTOR POOL INTERNAL SERVICE FUND  
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
BUDGET (Non-GAAP Basis) AND ACTUAL WITH RECONCILIATION TO GAAP BASIS

For the Year Ended December 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Charges for services	\$ 5,787,813	\$ 5,908,338	\$ 4,883,588	\$ (1,024,750)
Miscellaneous income	-	-	1,638	1,638
Total operating revenues	<u>5,787,813</u>	<u>5,908,338</u>	<u>4,885,226</u>	<u>(1,023,112)</u>
Expenses:				
Operating expenses:				
Salaries and benefits	1,457,334	1,457,334	1,406,182	51,152
Supplies	2,298,590	2,338,998	1,442,227	896,771
Purchased services	227,814	265,337	201,394	63,943
Operating leases	18,497	18,497	18,625	(128)
General and administrative	303,710	303,710	366,472	(62,762)
Depreciation	2,350,000	2,350,000	989,051	1,360,949
Capital expenses:				
Capital outlay	1,763,800	1,829,761	1,566,616	263,145
Total expenses	<u>8,419,745</u>	<u>8,563,637</u>	<u>5,990,567</u>	<u>2,573,070</u>
Operating income (loss)	(2,631,932)	(2,655,299)	(1,105,341)	1,549,958
Non-operating revenues:				
Gain (loss) on disposition of assets, net	338,066	338,066	39,677	(298,389)
Total non-operating revenues (expenses)	<u>338,066</u>	<u>338,066</u>	<u>39,677</u>	<u>(298,389)</u>
Income (loss) before capital contributions and transfers	(2,293,866)	(2,317,233)	(1,065,664)	1,251,569
Capital asset transfers (to) from other funds	-	-	476,323	476,323
Transfers in	43,800	43,800	43,093	(707)
Change in net position - Budget basis	<u>\$ (2,250,066)</u>	<u>\$ (2,273,433)</u>	(546,248)	<u>\$ 1,727,185</u>
Reconciliation to GAAP Basis:				
Capitalized expenses			1,566,616	
Change in net position - GAAP Basis			1,020,368	
Net position - beginning			<u>13,691,989</u>	
Net position - ending			<u>\$ 14,712,357</u>	

Eagle County, Colorado

INSURANCE RESERVE INTERNAL SERVICE FUND  
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted	Amounts		Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Operating expenses:				
Purchased services	\$ 515,800	\$ 515,906	\$ 471,228	\$ 44,678
Total operating expenses	515,800	515,906	471,228	44,678
Operating income (loss)	(515,800)	(515,906)	(471,228)	44,678
Non-operating revenues:				
Taxes	154,978	154,978	157,779	2,801
Charges for services	191,000	191,000	191,000	-
Insurance reimbursement	169,822	169,822	117,413	(52,409)
Total non-operating revenues	515,800	515,800	466,192	(49,608)
Change in net position	-	(106)	(5,036)	(4,930)
Net position - beginning	295,024	295,025	295,025	-
Net position - ending	\$ 295,024	\$ 294,919	\$ 289,989	\$ (4,930)

Eagle County, Colorado

HEALTH INSURANCE INTERNAL SERVICE FUND  
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts Original and Final	Actual	Variance with Final Budget Positive (Negative)
Operating revenues:			
Charges for services	\$ 11,008,964	\$ 11,038,996	\$ 30,032
Other resources:			
Miscellaneous	-	32,281	32,281
Total revenues	11,008,964	11,071,277	62,313
Operating expenses:			
Purchased services	269,029	263,768	5,261
General and administrative	52,606	48,256	4,350
Claims and premiums	10,687,329	10,329,095	358,234
Total operating expenses	11,008,964	10,641,119	367,845
Change in net position	-	430,158	430,158
Net position - beginning	4,444,066	4,826,407	382,341
Net position - ending	\$ 4,444,066	\$ 5,256,565	\$ 812,499

Eagle County, Colorado

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS

For the Year Ended December 31, 2016

	Balance January 1, 2016	Additions	Deletions	Balance December 31, 2016
<u>County Treasurer:</u>				
Assets:				
Cash and investments	\$ 2,531,708	\$ 187,739,959	\$ 187,623,260	\$ 2,648,407
Liabilities:				
Due to other governments	\$ 2,531,708	\$ 187,739,959	\$ 187,623,260	\$ 2,648,407
<u>County Sheriff:</u>				
Assets:				
Cash and investments	\$ 78,780	\$ 487,416	\$ 504,143	\$ 62,053
Liabilities:				
Funds held for inmates	\$ 78,780	\$ 487,416	\$ 504,143	\$ 62,053
<u>Public Trustee</u>				
Assets:				
Cash and investments	\$ 39,158	\$ 10,058,067	\$ 10,064,643	\$ 32,582
Liabilities:				
Amounts owed to others	\$ 39,158	\$ 10,058,067	\$ 10,064,643	\$ 32,582
<u>Totals:</u>				
Assets:				
Cash and investments	\$ 2,649,646	\$ 198,285,442	\$ 198,192,046	\$ 2,743,042
Total assets	\$ 2,649,646	\$ 198,285,442	\$ 198,192,046	\$ 2,743,042
Liabilities:				
Due to other governments	\$ 2,531,708	\$ 187,739,959	\$ 187,623,260	\$ 2,648,407
Funds held for others	117,938	10,545,483	10,568,786	94,635
Total liabilities	\$ 2,649,646	\$ 198,285,442	\$ 198,192,046	\$ 2,743,042

Eagle County, Colorado

E 911 DISCRETELY PRESENTED COMPONENT UNIT  
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
BUDGET (GAAP Basis) AND ACTUAL

For the Year Ended December 31, 2016

	Budgeted Amounts Original and Final	Actual	Variance with Final Budget Positive (Negative)
Operating revenues:			
Charges for services	\$ 920,000	\$ 948,675	\$ 28,675
Total operating revenues	920,000	948,675	28,675
Operating expenses:			
Public safety	962,312	945,988	16,324
Depreciation	-	39,860	(39,860)
Total operating expenses	962,312	985,848	(23,536)
Operating income (loss)	(42,312)	(37,173)	5,139
Non-operating revenues (expenses):			
Interest	4,000	3,711	(289)
Total non-operating revenues (expenses)	4,000	3,711	(289)
Change in net position	(38,312)	(33,462)	4,850
Net position - beginning	313,527	541,854	228,327
Net position - ending	\$ 275,215	\$ 508,392	\$ 233,177

Eagle County, Colorado

E 911 DISCRETELY PRESENTED COMPONENT UNIT  
STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2016

Cash flows from operating activities:	
Cash received from customers	\$ 912,653
Cash paid to suppliers	<u>(938,190)</u>
Net cash provided (used) by operating activities	<u>(25,537)</u>
Cash flows from investing activities:	
Interest received	<u>3,711</u>
Net cash provided (used) by investing activities	<u>3,711</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(21,826)
Cash and cash equivalents, beginning of year	<u>228,077</u>
Cash and cash equivalents, end of year	<u>\$ 206,251</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities	
Operating income (loss)	\$ (37,173)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Depreciation	39,860
(Increase) decrease in accounts receivable	(36,021)
Increase (decrease) in accounts payable	<u>7,797</u>
Total adjustments	<u>11,636</u>
Net cash provided (used) by operating activities	<u>\$ (25,537)</u>

Eagle County, Colorado

SCHEDULE OF SOCIAL SERVICES FUND EXPENDITURES AND  
FEDERAL AND STATE AUTHORIZATIONS

For the Year Ended December 31, 2016

Program	State and Federal Share of EBT Authorizations	State and Federal Share Authorizations	County Direct Expenditures and Credits	Total Authorizations and Expenditures
Colorado Works	\$ 272,128	\$ -	\$ 234,203	\$ 506,331
Child Care	729,560	-	113,683	843,243
Child Welfare	219,783	4,971	1,534,746	1,759,500
Administration	-	539	736,977	737,516
Non-allocated programs	-	2,281	10,760	13,041
CORE	22,665	-	175,950	198,615
Child Support Enforcement	-	1,350	338,844	340,194
LEAP	46,195	-	10,417	56,612
Adult Protective Services	-	-	82,677	82,677
Aid to Needy - Disabled	23,377	-	(10,582)	12,795
Home Care Allowance	4,227	-	-	4,227
SSI-Home Care Allowance	684	-	-	684
Old Age Pension	237,550	-	29,547	267,097
Food Assistance Fraud	-	-	83,024	83,024
Food Assistance	1,908,562	-	(26,021)	1,882,541
Employment First	5,750	-	104,815	110,565
Child Welfare IV-E Waiver Interventions	-	-	125,754	125,754
Child Welfare Discretionary Grants	-	-	43,649	43,649
Colorado Community Response Grant	-	-	128,011	128,011
Title XX Caseworker Training	-	-	1,790	1,790
Child Care Quality Grants	61,584	-	2,865	64,449
County Only	-	-	430,321	430,321
Other	-	-	(94,004)	(94,004)
Subtotal per CFMS	3,532,065	9,141	4,057,426	7,598,632
County - Change in Accruals	-	-	102,781	102,781
Total	<u>\$ 3,532,065</u>	<u>\$ 9,141</u>	<u>\$ 4,160,207</u>	<u>\$ 7,701,413</u>

Eagle County, Colorado

SCHEDULE OF PASSENGER FACILITY CHARGES ("PFC") COLLECTED AND EXPENDED

For the Year Ended December 31, 2016

	Amounts for Current Year	Unliquidated Balance
Unliquidated Passenger Facility Charges - Beginning		\$ 32,612
<i>add:</i>		
Collections:		
Passenger Facility Charge receipts from air carriers	\$ 534,828	
Transfer from bond account for unexpended debt service	\$ 1,595,862	
Interest earned	377	
Total Passenger Facility Charges collected		2,131,067
<i>less:</i>		
Expenditures:		
Debt service	\$ 1,142,901	
Total Passenger Facility Charges expensed		1,142,901
Unliquidated Passenger Facility Charges - Ending		\$ 1,020,778

Notes to the Schedule of Passenger Facility Charges Collected and Expended:

Note 1. Basis of Presentation:

The accompanying schedule of Passenger Facility Charges ("PFCs") collected and expended includes the PFC activity of Eagle County Air Terminal Corporation (a component unit of Eagle County, Colorado), and is presented on the cash basis of accounting. The information in this schedule is presented for purposes of additional analysis as specified in the *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in preparation of, the basic financial statements.

PFC expenditures may consist of direct project costs, administrative costs, debt service costs, and bond financing costs, if requested in the application. Eligible expenditures not requested or approved in the application are not applied against PFCs collected. The accompanying schedule of PFCs collected and expended includes eligible expenditures that have been applied against PFCs collected as of December 31, 2016.

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

<b>LOCAL HIGHWAY FINANCE REPORT</b>		City or County: <b>Eagle</b>	
		YEAR ENDING : <b>December 2016</b>	
This Information From The Records Of: <b>County of Eagle</b>		Prepared By: <b>John Harris</b>	Phone: <b>(970) 328-3540</b>

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
<b>A. Receipts from local sources:</b>		<b>A. Local highway disbursements:</b>	
1. Local highway-user taxes		1. Capital outlay (from page 2)	5,773,705
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	2,453,746
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	40,593
2. General fund appropriations		b. Snow and ice removal	1,662,772
3. Other local imposts (from page 2)	5,228,187	c. Other	1,054,958
4. Miscellaneous local receipts (from page 2)	727,481	d. Total (a. through c.)	2,758,323
5. Transfers from toll facilities		4. General administration & miscellaneous	1,067,798
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	12,053,572
b. Bonds - Refunding Issues		<b>B. Debt service on local obligations:</b>	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	-	a. Interest	
7. Total (1 through 6)	5,955,668	b. Redemption	
<b>B. Private Contributions</b>		c. Total (a. + b.)	-
<b>C. Receipts from State government</b> (from page 2)	2,438,433	2. Notes:	
<b>D. Receipts from Federal Government</b> (from page 2)	3,225,271	a. Interest	
<b>E. Total receipts (A.7 + B + C + D)</b>	11,619,372	b. Redemption	
		c. Total (a. + b.)	-
		3. Total (1.c + 2.c)	-
		<b>C. Payments to State for highways</b>	
		<b>D. Payments to toll facilities</b>	
		<b>E. Total disbursements (A.6 + B.3 + C + D)</b>	12,053,572

IV. LOCAL HIGHWAY DEBT STATUS (Show all entries at par)				
	Opening Debt	Amount Issued	Redemptions	Closing Debt
<b>A. Bonds (Total)</b>				-
1. Bonds (Refunding Portion)				
<b>B. Notes (Total)</b>				-

V. LOCAL ROAD AND STREET FUND BALANCE					
	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	6,937,046	11,619,372	12,053,572	6,502,846	-

**Notes and Comments:**

<b>LOCAL HIGHWAY FINANCE REPORT</b>		STATE: Colorado YEAR ENDING (mm/yy): December 2016	
<b>II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL</b>			
<b>ITEM</b>	<b>AMOUNT</b>	<b>ITEM</b>	<b>AMOUNT</b>
<b>A.3. Other local imposts:</b>		<b>A.4. Miscellaneous local receipts:</b>	
a. Property Taxes and Assessments	3,970,510	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	1,257,677	g. Other Misc. Receipts	
6. Total (1. through 5.)	1,257,677	h. Other	727,481
c. Total (a. + b.)	5,228,187	i. Total (a. through h.)	727,481
	(Carry forward to page 1)		(Carry forward to page 1)
<b>III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL</b>			
<b>ITEM</b>	<b>AMOUNT</b>	<b>ITEM</b>	<b>AMOUNT</b>
<b>C. Receipts from State Government</b>		<b>D. Receipts from Federal Government</b>	
1. Highway-user taxes	2,315,590	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	450,000
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	122,843	d. Federal Transit Admin	
d. Other (Specify)	-	e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	2,775,271
f. Total (a. through e.)	122,843	g. Total (a. through f.)	3,225,271
4. Total (1. + 2. + 3.f)	2,438,433	3. Total (1. + 2.g)	
			(Carry forward to page 1)
<b>III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL</b>			
	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
<b>A.1. Capital outlay:</b>			
a. Right-Of-Way Costs		-	-
b. Engineering Costs		4,007,948	4,007,948
c. Construction:			
(1). New Facilities		-	-
(2). Capacity Improvements		-	-
(3). System Preservation		1,765,757	1,765,757
(4). System Enhancement & Operation			-
(5). Total Construction (1) + (2) + (3) + (4)	-	1,765,757	1,765,757
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	-	5,773,705	5,773,705
			(Carry forward to page 1)
<b>Notes and Comments:</b>			

## STATISTICAL SECTION

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

### Financial Trends

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

### Revenue Capacity

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

### Debt Capacity

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

### Demographic and Economic Information

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

### Operating Information

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

*Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The County implemented Governmental Accounting Standards Board Statement No. 34 in 2003; schedules presenting government-wide information include information beginning in that year.*

EAGLE COUNTY, COLORADO

GOVERNMENT-WIDE EXPENSES BY FUNCTION

Last Ten Fiscal Years

Fiscal Year	General Government	Public Safety	Public Works	Health and Welfare	Transportation	Culture and Recreation	Inter-Governmental Support	Interest on Long-Term Debt	Landfill	Air Terminal	Housing Authority	Total
2007	\$ 19,614,194	\$ 13,901,135	\$ 10,175,199	\$ 7,132,574	\$ 13,794,089	\$ 703,436	-	\$ 526,102	\$ 2,601,165	\$ 3,600,207		\$ 72,048,101
2008	19,813,681	12,839,169	14,033,058	13,902,869	17,096,003	2,141,466	-	108,174	3,244,927	3,761,398		86,940,745
2009	21,191,481	13,550,560	13,047,185	10,631,834	18,960,828	1,053,017	-	1,156,784	2,838,396	3,829,827		86,259,912
2010	16,789,412	12,237,982	9,783,044	10,374,748	15,425,173	1,134,705	-	1,335,519	3,097,776	3,668,344		73,846,703
2011	17,668,590	10,891,768	9,415,622	8,453,339	15,646,612	1,652,974	-	1,276,969	3,295,247	2,753,490		71,054,611
2012	19,779,545	11,019,319	10,426,993	8,583,288	15,851,672	618,856	-	1,212,470	3,075,605	3,966,327		74,534,075
2013	18,003,586	11,241,976	10,339,650	9,217,340	17,076,534	9,225,578	-	1,150,319	2,997,545	3,933,674	\$ 3,256,658	86,442,860
2014	21,080,170	12,270,869	10,694,411	10,452,083	16,174,859	5,595,574	-	1,085,486	2,876,291	3,948,887	3,288,077	87,466,707
2015	24,042,873	12,726,973	11,326,491	10,603,266	16,737,244	3,844,963	-	1,002,551	2,776,109	3,879,511	4,766,688	91,706,669
2016	22,810,180	14,593,951	10,478,089	12,006,295	17,487,237	5,207,995	-	669,913	2,936,071	3,825,293	4,300,097	94,315,121

Notes: The Transportation function in 2005 and 2006 includes information that was previously included in General Government and Public Works. It is neither possible nor practical to restate prior years.

During 2013, the structure of the Housing Authority was changed so that it is presented as a fully blended component unit, where it previously had been discretely presented and not included in County financials.

Source: Current and prior year's financial statements

EAGLE COUNTY, COLORADO

GOVERNMENT-WIDE REVENUES (Primary Government)

Last Ten Fiscal Years

Fiscal Year	Program Revenues			General Revenues			
	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	Taxes	Unrestricted Investment Earnings	Miscellaneous	Total
2007	\$ 27,769,397	\$ 8,878,387	\$ 6,579,331	\$ 40,704,464	\$ 5,393,826	\$ 285,645	\$ 89,611,050
2008	28,105,355	9,499,174	7,058,003	47,674,604	4,114,326	187,248	96,638,710
2009	24,740,372	8,531,764	18,861,730	43,619,802	860,065	1,256,033	97,869,766
2010	24,962,806	11,348,240	1,970,507	46,405,319	1,562,712	512,906	86,762,490
2011	26,011,599	11,366,598	2,762,879	47,588,581	834,451	45,366	88,609,474
2012	25,385,468	10,321,096	10,988,167	40,983,726	699,772	-	88,378,229
2013	29,945,596	11,563,217	5,785,359	42,695,329	269,927	(471,132)	89,788,296
2014	32,036,891	13,764,717	6,291,984	43,041,833	860,059	32,041	96,027,525
2015	33,604,576	12,927,264	10,346,913	44,882,601	875,696	251,606	102,888,656
2016	35,929,078	12,915,319	12,497,704	48,992,077	1,248,181	210,119	111,792,478

Source: Current and prior year's financial statements

EAGLE COUNTY, COLORADO

GOVERNMENT-WIDE CHANGES IN NET POSITION  
(Accrual Basis of Accounting)

Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>Expenses</b>										
Governmental Activities:										
General Government	\$ 19,525,189	\$ 19,813,681	\$ 21,191,481	\$ 16,789,412	\$ 17,668,590	\$ 19,779,545	\$ 18,003,586	\$ 21,080,170	\$ 24,042,873	\$ 22,810,180
Public Safety	13,901,135	12,839,169	13,550,560	12,237,982	10,891,768	11,019,319	11,241,976	12,270,869	12,726,973	14,593,951
Public Works	10,175,199	14,033,058	13,047,185	9,783,044	9,415,622	10,426,993	10,339,650	10,694,411	11,326,491	10,478,089
Health and Welfare	7,132,574	13,902,869	10,631,834	10,374,748	8,453,339	8,583,288	9,217,340	10,452,083	10,603,266	12,006,295
Transportation	13,794,089	17,096,003	18,960,828	15,425,173	15,646,612	15,851,672	17,076,534	16,174,859	16,737,244	17,487,237
Culture and Recreation	703,436	2,141,466	1,053,017	1,134,705	1,652,974	618,856	9,225,578	5,595,574	3,844,963	5,207,995
Interest on Long-term Debt	526,102	108,174	1,156,784	1,335,519	1,276,969	1,212,470	1,150,319	1,085,486	1,002,551	669,913
<b>Total Governmental Activities Expenses</b>	<b>65,757,724</b>	<b>79,934,420</b>	<b>79,591,689</b>	<b>67,080,583</b>	<b>65,005,874</b>	<b>67,492,143</b>	<b>76,254,983</b>	<b>77,353,452</b>	<b>80,284,361</b>	<b>83,253,660</b>
Business-type Activities:										
Sanitary Landfill	2,601,165	3,244,927	2,838,396	3,097,776	3,295,247	3,075,605	2,997,545	2,876,291	2,776,109	2,936,071
Air Terminal	3,600,207	3,761,398	3,829,827	3,668,344	2,753,490	3,966,327	3,933,674	3,948,887	3,879,511	3,825,293
Housing							3,256,658	3,288,077	4,766,689	4,300,097
<b>Total Business-type Activities Expenses</b>	<b>6,201,372</b>	<b>7,006,325</b>	<b>6,668,223</b>	<b>6,766,120</b>	<b>6,048,737</b>	<b>7,041,932</b>	<b>10,187,877</b>	<b>10,113,255</b>	<b>11,422,309</b>	<b>11,061,461</b>
<b>Program Revenues</b>										
Governmental Activities:										
Charges for Services										
General Government	9,351,868	6,224,875	5,986,349	6,222,797	6,218,971	5,614,380	5,669,618	5,595,868	5,743,457	7,492,101
Public Safety	909,035	1,095,278	1,193,664	1,496,639	1,612,364	1,711,496	1,847,834	2,262,180	2,483,672	2,411,064
Public Works	2,276,745	4,016,138	3,143,089	2,676,189	2,732,042	2,770,031	2,781,494	3,066,893	3,325,656	2,192,928
Health and Welfare	335,912	1,625,397	868,156	360,520	1,175,516	894,799	566,306	985,115	1,111,271	1,865,850
Transportation	5,424,647	5,546,581	5,030,494	5,209,987	5,537,741	5,402,098	5,733,148	6,242,206	6,669,262	6,973,138
Culture and Recreation	136,685	217,336	181,888	163,176	212,134	235,678	281,515	307,836	346,640	325,563
Operating Grants and Contributions	8,808,152	9,499,174	8,504,441	11,292,604	11,359,812	10,312,576	11,519,348	13,368,651	12,917,672	12,889,540
Capital Grants and Contributions	6,579,331	7,058,003	18,861,730	1,970,507	2,762,879	7,337,529	5,785,359	6,285,017	10,346,913	12,497,704
<b>Total Governmental Activities Program Revenues</b>	<b>33,822,375</b>	<b>35,282,782</b>	<b>43,769,811</b>	<b>29,392,419</b>	<b>31,611,459</b>	<b>34,278,587</b>	<b>34,184,622</b>	<b>38,113,766</b>	<b>42,944,543</b>	<b>46,647,888</b>
Business-type Activities:										
Charges for Services	9,334,505	9,379,750	8,336,732	8,833,498	8,522,831	8,756,986	13,065,681	13,576,793	13,924,618	14,668,434
Operating Grants and Contributions	-	-	27,323	55,636	6,786	8,520	43,869	396,066	9,592	25,779
Capital Grants and Contributions	-	-	-	-	-	3,650,638	-	6,967	-	-
<b>Total Business-Type Activities Program Revenues</b>	<b>9,334,505</b>	<b>9,379,750</b>	<b>8,364,055</b>	<b>8,889,134</b>	<b>8,529,617</b>	<b>12,416,144</b>	<b>13,109,550</b>	<b>13,979,826</b>	<b>13,934,210</b>	<b>14,694,213</b>
<b>Total Primary Government Program Revenues</b>	<b>\$ 43,156,880</b>	<b>\$ 44,662,532</b>	<b>\$ 52,133,866</b>	<b>\$ 38,281,553</b>	<b>\$ 40,141,076</b>	<b>\$ 46,694,731</b>	<b>\$ 47,294,172</b>	<b>\$ 52,093,592</b>	<b>\$ 56,878,753</b>	<b>\$ 61,342,101</b>

(continued)

EAGLE COUNTY, COLORADO

GOVERNMENT-WIDE CHANGES IN NET POSITION  
(Accrual Basis of Accounting)

Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>Net (Expense)/Revenue</b>										
Governmental Activities	\$ (31,935,349)	\$ (44,651,638)	\$ (35,821,878)	\$ (37,688,164)	\$ (33,394,415)	\$ (33,213,556)	\$ (42,070,361)	\$ (39,239,686)	\$ (37,339,818)	\$ (36,605,772)
Business-type Activities	3,133,133	2,373,425	1,695,832	2,123,014	2,480,880	5,374,212	2,921,673	3,866,571	2,511,901	3,632,752
Total Primary Government	<u>(28,802,216)</u>	<u>(42,278,213)</u>	<u>(34,126,046)</u>	<u>(35,565,150)</u>	<u>(30,913,535)</u>	<u>(27,839,344)</u>	<u>(39,148,688)</u>	<u>(35,373,115)</u>	<u>(34,827,917)</u>	<u>(32,973,020)</u>
<b>General Revenues</b>										
Governmental Activities:										
Taxes										
Property Taxes	19,230,463	26,002,398	26,398,114	29,770,439	29,900,077	22,830,724	22,918,765	21,645,476	21,769,994	24,836,266
Specific Ownership Tax	1,246,813	1,346,916	1,137,957	1,051,133	1,014,893	946,561	1,008,166	1,180,585	1,191,162	1,257,676
Sales Taxes	20,222,661	20,312,302	16,053,053	15,574,765	16,657,179	17,197,656	18,757,513	20,200,804	21,914,436	22,892,766
Other Taxes	4,527	12,988	30,678	8,982	16,432	8,785	10,885	14,968	7,009	5,369
Unrestricted Grants and Contributions	279,369	-	-	-	-	-	-	-	-	-
Investment Income	5,001,869	3,959,975	765,679	1,471,702	787,083	698,457	95,312	668,767	620,620	894,779
Miscellaneous	(82,729)	5,908	12,143	167,181	-	-	7,852	1,027	2,143	1,463
Gain (Loss) on Sale of Capital Assets	-	(52,676)	1,243,890	345,725	45,366	96,247	(478,984)	31,014	249,463	208,656
Transfers	(19,309)	181,340	47,874	-	-	(60,347)	377,929	418,337	591,113	(19,679)
Total Governmental Activities	<u>45,883,664</u>	<u>51,769,151</u>	<u>45,689,388</u>	<u>48,389,927</u>	<u>48,421,030</u>	<u>41,718,083</u>	<u>42,697,438</u>	<u>44,160,978</u>	<u>46,345,940</u>	<u>50,077,296</u>
Business-type Activities:										
Unrestricted Grants and Contributions	-	-	-	-	-	-	-	-	-	-
Investment Income	391,957	154,351	94,386	91,010	47,368	1,315	174,615	191,292	255,076	353,402
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Gain (Loss) on Sale of Capital Assets	(307)	-	-	-	-	(7,505)	-	-	-	-
Transfers	19,309	52,676	(47,874)	-	-	60,347	(377,929)	(418,337)	(591,113)	19,679
Total business-type Activities	<u>410,959</u>	<u>207,027</u>	<u>46,512</u>	<u>91,010</u>	<u>47,368</u>	<u>54,157</u>	<u>(203,314)</u>	<u>(227,045)</u>	<u>(336,037)</u>	<u>373,081</u>
Total Primary Government	<u>46,294,623</u>	<u>51,976,178</u>	<u>45,735,900</u>	<u>48,480,937</u>	<u>48,468,398</u>	<u>41,772,240</u>	<u>42,494,124</u>	<u>43,933,933</u>	<u>46,009,903</u>	<u>50,450,377</u>
<b>Changes in Net Position</b>										
Governmental Activities	13,948,315	7,117,513	9,867,510	10,701,763	15,026,615	8,504,527	627,077	4,921,292	9,006,122	13,471,524
Business-type Activities	3,544,092	2,580,452	1,742,344	2,214,024	2,528,248	5,428,369	2,718,359	3,639,526	2,175,865	4,005,833
Total Primary Government	<u>\$ 17,492,407</u>	<u>\$ 9,697,965</u>	<u>\$ 11,609,854</u>	<u>\$ 12,915,787</u>	<u>\$ 17,554,863</u>	<u>\$ 13,932,896</u>	<u>\$ 3,345,436</u>	<u>\$ 8,560,818</u>	<u>\$ 11,181,987</u>	<u>\$ 17,477,357</u>

Note:

During 2013, the structure of the Housing corporation was changed so that it is presented as a fully blended component unit, where it previously had been discretely presented and not included in County financials.

Source: Current and prior year's financial statements

EAGLE COUNTY, COLORADO  
GOVERNMENT-WIDE NET POSITION  
(Accrual Basis of Accounting)

Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental Activities										
Net Investment in Capital Assets	\$ 170,748,240	\$ 162,554,469	\$ 181,660,974	\$ 193,580,505	\$ 193,300,941	\$ 203,463,653	\$ 204,309,732	\$ 206,190,608	\$ 211,755,343	\$ 221,805,078
Restricted	25,488,780	11,298,577	17,770,256	12,742,252	4,413,689	3,958,270	3,981,540	4,296,565	2,769,309	2,811,308
Unrestricted	27,127,575	60,227,999	44,695,614	48,856,250	72,490,993	71,288,230	70,670,258	73,959,549	78,928,193	82,307,983
Total governmental activities net position	<u>\$ 223,364,595</u>	<u>\$ 234,081,045</u>	<u>\$ 244,126,844</u>	<u>\$ 255,179,007</u>	<u>\$ 270,205,623</u>	<u>\$ 278,710,153</u>	<u>\$ 278,961,530</u>	<u>\$ 284,446,723</u>	<u>\$ 293,452,846</u>	<u>\$ 306,924,369</u>
Business-type Activities										
Net Investment in Capital Assets	\$ 5,819,397	\$ 7,043,932	\$ 11,454,385	\$ 11,863,598	\$ 13,488,210	\$ 19,378,738	\$ 12,710,471	\$ 14,655,561	\$ 17,122,895	\$ 18,734,309
Restricted	-	-	-	-	-	-	-	-	10,667,810	12,626,312
Unrestricted	12,421,737	13,582,319	10,735,915	12,505,680	13,409,320	12,947,161	31,692,123	32,822,658	21,863,382	22,299,299
Total business-type activities net position	<u>\$ 18,241,134</u>	<u>\$ 20,626,251</u>	<u>\$ 22,190,300</u>	<u>\$ 24,369,278</u>	<u>\$ 26,897,530</u>	<u>\$ 32,325,899</u>	<u>\$ 44,402,594</u>	<u>\$ 47,478,219</u>	<u>\$ 49,654,087</u>	<u>\$ 53,659,920</u>
Primary Government										
Net Investment in Capital Assets	\$ 176,567,637	\$ 169,598,401	\$ 193,115,359	\$ 205,444,103	\$ 206,789,151	\$ 222,842,391	\$ 217,020,203	\$ 220,846,169	\$ 228,878,238	\$ 240,539,387
Restricted	25,488,780	11,298,577	17,770,256	12,742,252	4,413,689	3,958,270	3,981,540	4,296,565	13,437,119	15,437,620
Unrestricted	39,549,312	73,810,318	55,431,529	61,361,930	85,900,313	84,235,391	102,362,381	106,782,207	100,791,575	104,607,282
Total primary governmental net assets	<u>\$ 241,605,729</u>	<u>\$ 254,707,296</u>	<u>\$ 266,317,144</u>	<u>\$ 279,548,285</u>	<u>\$ 297,103,153</u>	<u>\$ 311,036,052</u>	<u>\$ 323,364,124</u>	<u>\$ 331,924,942</u>	<u>\$ 343,106,932</u>	<u>\$ 360,584,289</u>

Source: Current and prior years' financial statements

EAGLE COUNTY, COLORADO

FUND BALANCES - GENERAL FUND AND REMAINING GOVERNMENTAL FUNDS  
(Modified Accrual Basis of Accounting)

Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Fund										
Reserved (through 2010)	\$ 1,139,673	\$ 2,045,846	\$ 410,076	\$ 106,058						
Unreserved (through 2010)	12,480,105	13,700,949	8,261,749	11,944,866						
Nonspendable					\$ 16,445	\$ 56,415	\$ 9,380	\$ 3,333	\$ 7,037	\$ 6,857
Restricted					182,760	143,310	156,347	156,211	189,265	190,753
Committed					103,151	309,292	271,865	13,331,731	13,373,238	13,340,596
Assigned					-	-	-	-	-	-
Unassigned					16,090,794	19,381,205	25,394,405	13,600,082	12,871,144	14,510,854
Total General Fund	13,619,778	15,746,795	8,671,825	12,050,924	16,393,150	19,890,222	25,831,997	27,091,357	26,440,684	28,049,060
All other Governmental Funds										
Reserved (through 2010)	4,645,297	24,432,559	11,340,882	7,690,451						
Unreserved (through 2010):										
Special revenue funds	25,131,985	24,974,169	27,995,041	33,966,737						
Capital projects funds	5,500,000	-	-	-						
Nonspendable					2,666,134	2,494,790	2,344,555	2,284,762	2,161,138	1,762,254
Restricted					4,230,929	3,814,960	3,825,193	4,140,354	2,580,044	2,620,555
Committed					1,441,687	137,806	24,913	125,297	210,255	312,015
Assigned					40,247,295	36,395,604	30,712,382	34,513,732	35,642,162	37,355,344
Unassigned					-	-	-	-	-	-
Total all Other Governmental Funds	35,277,282	49,406,728	39,335,923	41,657,188	48,586,045	42,843,160	36,907,043	41,064,145	40,593,599	42,050,168
Total All Governmental Funds	\$ 48,897,060	\$ 65,153,523	\$ 48,007,748	\$ 53,708,112	\$ 64,979,195	\$ 62,733,382	\$ 62,739,040	\$ 68,155,502	\$ 67,034,283	\$ 70,099,228

Note: Eagle County Government implemented GASB 34 as of December 31, 2003

Note: Eagle County Government implemented GASB 54 as of December 31, 2011

which changes fund balance categories to: Nonspendable / Restricted / Committed / Assigned /Unassigned

Source: Current and prior year's financial statements

EAGLE COUNTY, COLORADO  
CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
(Modified Accrual Basis of Accounting)

Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>Revenues</b>										
Taxes	\$ 40,526,918	\$ 47,488,267	\$ 43,414,609	\$ 46,200,734	\$ 47,375,971	\$ 40,824,101	\$ 42,532,691	\$ 42,882,101	\$ 44,729,988	\$48,828,932
Licenses, Fees and Permits	2,265,422	1,921,258	1,606,063	1,405,030	1,492,482	1,549,277	1,560,287	1,901,529	2,136,244	3,058,891
Fines and Forfeitures	72,456	73,491	68,670	64,475	62,383	103,685	90,877	178,095	88,571	87,172
Intergovernmental	14,715,064	15,528,988	26,487,715	13,455,337	12,916,462	17,950,760	17,648,401	19,801,479	24,081,938	26,377,912
Charges for Services	15,715,378	12,911,983	11,390,341	10,949,399	11,948,081	10,898,582	11,378,000	12,485,116	13,370,685	14,374,017
Rents and Royalties	-	3,279,110	3,005,120	3,284,521	3,493,042	3,237,608	3,283,556	3,244,379	3,328,146	2,200,047
Investment Earnings	4,943,672	4,412,054	1,184,493	1,484,641	787,076	698,456	95,310	624,654	575,095	847,798
Interest on Loans	55,389	41,411	24,963	113,408	-	-	-	-	-	-
Contributions and Donations	-	1,073,278	722,069	506,665	1,750,521	187,421	220,235	609,307	182,803	84,272
Miscellaneous	1,418,380	119,260	524,018	467,066	368,245	363,474	416,638	320,350	349,264	329,158
<b>Total Revenues</b>	<b>79,712,679</b>	<b>86,849,100</b>	<b>88,428,061</b>	<b>77,931,276</b>	<b>80,194,263</b>	<b>75,813,364</b>	<b>77,225,995</b>	<b>82,047,010</b>	<b>88,842,734</b>	<b>96,188,199</b>
<b>Expenditures</b>										
General Government	17,878,466	17,191,817	16,320,181	14,207,886	18,242,530	16,638,942	15,011,091	18,370,960	20,846,942	19,596,329
Public Safety	12,661,716	12,678,339	12,941,634	12,170,052	10,846,913	10,994,038	10,886,781	12,088,916	12,796,744	14,453,010
Public Works	6,369,552	8,863,391	10,187,206	7,193,177	6,865,258	6,953,606	6,893,538	6,648,976	8,070,671	7,650,808
Transportation	10,452,705	11,845,144	10,969,625	10,168,469	10,391,616	10,775,051	10,952,233	10,757,926	10,824,702	11,725,146
Health and Welfare	6,926,948	9,138,297	10,223,746	9,866,339	8,427,131	8,473,216	8,697,512	9,685,486	10,254,899	12,093,275
Culture and Recreation	479,627	1,155,570	922,059	1,036,020	1,139,048	1,680,291	9,708,063	4,595,268	3,172,199	4,101,383
Intergovernmental	3,225,081	1,726,336	1,719,484	1,800,607	1,977,329	1,718,590	1,610,281	1,995,600	1,700,064	2,045,509
Debt Service										
Principal	822,152	849,212	1,381,354	1,613,510	1,665,963	1,685,000	1,750,000	1,820,000	1,885,000	1,990,000
Interest	502,282	462,442	1,572,653	1,332,786	1,276,568	1,213,869	1,153,869	1,091,469	1,024,556	798,077
Capital Outlay	19,367,934	27,033,992	39,983,501	12,234,887	10,853,461	17,704,324	10,620,474	9,543,537	18,367,855	18,861,981
<b>Total Expenditures</b>	<b>78,686,463</b>	<b>90,944,540</b>	<b>106,221,443</b>	<b>71,623,733</b>	<b>71,685,817</b>	<b>77,836,927</b>	<b>77,283,842</b>	<b>76,598,138</b>	<b>88,943,632</b>	<b>93,315,518</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>1,026,216</b>	<b>(4,095,440)</b>	<b>(17,793,382)</b>	<b>6,307,543</b>	<b>8,508,446</b>	<b>(2,023,563)</b>	<b>(57,847)</b>	<b>5,448,872</b>	<b>(100,898)</b>	<b>2,872,681</b>
<b>Other Financing Sources (Uses)</b>										
Proceeds for Debt Issuance	-	21,300,000	-	-	-	-	-	-	19,215,000	-
Premium on Refunding Debt	-	255,279	-	-	-	-	-	-	2,491,979	-
Debt Issuance Costs	-	(308,650)	(1,294)	-	-	-	-	-	(238,815)	-
Payment to Refunded COP to Escrow Agent	-	-	-	-	-	-	-	-	(21,464,319)	-
Other Charges - Debt Service	-	(5,000)	(5,644)	(6,778)	-	(5,000)	(2,500)	-	-	-
Sale of Capital Assets	46,640	361,975	1,368,613	25,350	89,000	129,178	207,703	96,995	49,129	288,050
Transfers in	2,766,274	10,032,379	7,144,066	4,535,518	3,713,066	8,286,480	4,905,381	3,544,899	6,040,733	5,786,227
Transfers out	(1,766,273)	(10,032,379)	(8,036,418)	(5,532,867)	(4,152,598)	(8,632,907)	(5,047,083)	(3,674,306)	(7,114,027)	(5,882,013)
<b>Total Other Financing Sources (uses)</b>	<b>1,046,641</b>	<b>21,603,604</b>	<b>469,323</b>	<b>(978,777)</b>	<b>(350,532)</b>	<b>(222,249)</b>	<b>63,501</b>	<b>(32,412)</b>	<b>(1,020,320)</b>	<b>192,264</b>
<b>Net Change in Fund Balances</b>	<b>\$ 2,072,857</b>	<b>\$ 17,508,164</b>	<b>\$ (17,324,059)</b>	<b>\$ 5,328,766</b>	<b>\$ 8,157,914</b>	<b>\$ (2,245,812)</b>	<b>\$ 5,654</b>	<b>\$ 5,416,460</b>	<b>\$ (1,121,218)</b>	<b>\$ 3,064,945</b>
<b>Debt Service as a Percentage of</b>										
<b>Non-capital Expenditures</b>	2.2%	2.1%	4.5%	5.0%	4.8%	4.8%	4.4%	4.3%	4.1%	3.7%

Source: Current and prior year's financial statements

EAGLE COUNTY, COLORADO  
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION

Last Ten Fiscal Years

Fiscal Year	General Government	Public Safety	Public Works	Transportation	Health and Welfare	Culture and Recreation	Inter-governmental	Debt Service	Capital Outlay	TOTAL
2007	\$ 17,878,466	\$ 12,661,716	\$ 6,369,552	\$ 10,452,705	\$ 6,926,948	\$ 479,627	\$ 3,225,081	\$ 1,324,434	\$ 19,367,934	\$ 78,686,463
2008	17,191,817	12,678,339	8,863,391	11,845,144	9,138,297	1,155,570	1,726,336	1,625,304	27,033,992	91,258,190
2009	16,320,181	12,941,634	10,187,206	10,969,625	10,223,746	922,059	1,719,484	2,960,945	39,983,501	106,228,381
2010	14,207,886	12,170,052	7,193,177	10,168,469	9,866,339	1,036,020	1,800,607	2,953,074	12,234,887	71,630,511
2011	18,242,530	10,846,913	6,865,258	10,391,616	8,427,131	1,139,048	1,977,329	2,942,531	7,740,289	68,572,645
2012	16,638,942	10,994,038	6,953,606	10,775,051	8,473,216	1,680,291	1,718,590	2,903,869	17,704,324	77,841,927
2013	15,011,091	10,886,781	6,893,538	10,952,233	8,697,512	9,708,063	1,610,281	2,906,369	10,620,474	77,286,342
2014	18,370,960	12,088,916	6,648,976	10,757,926	9,685,486	4,595,268	1,995,600	2,911,469	9,543,537	76,598,138
2015	20,846,942	12,796,744	8,070,671	10,824,702	10,254,899	3,172,199	1,700,064	2,909,556	18,367,855	88,943,632
2016	19,596,329	14,453,010	7,650,808	11,725,146	12,093,275	4,101,383	2,045,509	2,788,077	18,861,981	93,315,518

Source: Current and prior year's financial statements

EAGLE COUNTY, COLORADO

GENERAL GOVERNMENTAL REVENUES BY SOURCE  
(Governmental Funds)

Last Ten Fiscal Years

Fiscal Year	Taxes	Licenses and Permits	Fines and Forfeitures	Inter-governmental	Charges for Services	Rents and Royalties	Investment Earnings	Contributions and Donations	Misc.	TOTAL
2007	\$ 40,526,918	\$ 2,265,422	\$ 72,456	\$ 14,715,064	\$ 15,715,378	-	\$ 4,999,061	-	\$ 1,418,380	\$ 79,712,679
2008	47,488,267	1,921,258	73,491	15,528,988	12,911,983	\$ 3,279,110	4,453,465	\$ 1,073,278	119,260	86,849,100
2009	43,414,609	1,606,063	68,670	26,487,715	11,390,341	3,005,120	1,209,456	722,069	524,018	88,428,061
2010	46,200,734	1,405,030	64,475	13,455,337	10,949,399	3,284,521	1,598,049	506,665	467,066	77,931,276
2011	47,375,971	1,492,482	62,383	12,916,462	11,948,081	3,493,042	787,076	1,750,521	368,245	80,194,263
2012	40,824,101	1,549,277	103,685	17,950,760	10,898,582	3,237,608	698,456	187,421	363,474	75,813,364
2013	42,532,691	1,560,287	90,877	17,648,401	11,378,000	3,283,556	95,310	220,235	416,638	77,225,995
2014	42,882,101	1,901,529	178,095	19,801,479	12,485,116	3,244,379	624,654	609,307	320,350	82,047,010
2015	44,729,988	2,136,244	88,571	24,081,938	13,370,685	3,328,146	575,095	182,803	349,264	88,842,734
2016	48,828,932	3,058,891	87,172	26,377,912	14,374,017	2,200,047	847,798	84,272	329,158	96,188,199

Source: Current and prior year's financial statements

EAGLE COUNTY, COLORADO  
PROPERTY TAX LEVIES AND COLLECTION

Last Ten Fiscal Years

<u>Tax Year</u>	<u>Collection Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections*</u>	<u>Percent of Levy Collected</u>	<u>Delinquent Tax Collections**</u>	<u>Total Tax Collections</u>	<u>Percent of Total Tax Collections to Tax Levy</u>
2006	2007	\$ 19,428,886	\$ 19,225,808	98.95%	\$ 24,683	\$ 19,250,491	99.08%
2007	2008	26,819,301	26,025,437	97.04%	5,827	26,031,263	97.06%
2008	2009	27,090,301	26,483,103	97.76%	69,238	26,552,341	98.01%
2009	2010	30,719,133	29,944,187	97.48%	(38,513)	29,905,675	97.35%
2010	2011	30,807,949	29,959,758	97.25%	62,604	30,022,362	97.45%
2011	2012	23,633,639	22,814,382	96.53%	30,603	22,844,985	96.66%
2012	2013	23,583,391	22,900,505	97.10%	18,067	22,918,572	97.18%
2013	2014	22,576,202	21,643,481	95.87%	1,995	21,645,476	95.88%
2014	2015	22,455,727	21,737,057	96.80%	1,007	21,738,064	96.80%
2015	2016	25,672,292	24,808,485	96.64%	2,291	24,810,776	96.64%

*\*Includes only current property tax, excludes interest and abatement adjustments for current year*

*\*\*Includes only collections on prior year levies, excludes interest on delinquent collections*

*Source: Eagle County Treasurer's Office*

EAGLE COUNTY, COLORADO  
 ASSESSED AND ACTUAL VALUE OF PROPERTY  
 Last Ten Fiscal Years

Fiscal Year	Real Property		Personal Property		Exemptions of Real Property		Total		Ratio of Total Assessed Value to Total Actual Value	Direct Mill Levy Rate
	Assessed Value (1)	Actual Value (2)	Assessed Value (1)	Actual Value (2)	Assessed Value (1)	Actual Value (2)	Assessed Value (1)	Actual Value (2)		
2007	\$ 3,070,813,070	\$ 28,665,521,650	\$ 84,770,040	\$ 471,309,270	\$ 222,567,340	\$ 937,768,360	\$ 3,378,150,450	\$ 30,074,599,280	11.23%	8.499
2008	3,098,324,840	29,762,511,660	89,144,250	308,228,950	223,818,220	936,862,780	3,411,287,310	31,007,603,390	11.00%	8.499
2009	3,512,789,430	34,245,196,420	101,651,460	350,522,450	300,211,100	1,193,813,520	3,914,651,990	35,789,532,390	10.94%	8.499
2010	3,532,369,970	34,694,499,120	92,521,320	319,038,940	306,005,580	1,216,552,680	3,930,896,870	36,230,090,740	10.85%	8.499
2011	2,692,812,380	26,668,651,830	87,942,860	303,249,230	239,377,650	958,662,950	3,020,132,890	27,930,564,010	10.81%	8.499
2012	2,691,704,460	26,713,889,900	83,138,600	286,684,710	242,758,620	978,147,950	3,017,601,680	27,978,722,560	10.79%	8.499
2013	2,566,361,210	25,204,000,320	89,975,170	310,258,390	218,295,890	878,280,780	2,874,632,270	26,392,539,490	10.89%	8.499
2014	2,556,149,170	25,252,094,130	86,011,900	296,591,660	218,850,980	880,696,280	2,861,012,050	26,429,382,070	10.83%	8.499
2015	2,931,496,730	29,359,108,450	89,128,230	307,339,150	245,741,890	995,239,760	3,266,366,850	30,661,687,360	10.65%	8.499
2016	2,944,003,260	29,583,561,050	89,423,480	308,356,230	250,953,490	1,021,359,410	3,284,380,230	30,913,276,690	10.62%	8.499

(1) Source: Abstract of Assessment, Eagle County Assessor

(2) Source: Eagle County Assessor's Office

Note: State assessed included in Real Property.

EAGLE COUNTY, COLORADO  
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS  
Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>County-wide levies</b>										
<b>County Government</b>										
General Fund	4.924	4.924	4.924	4.924	4.924	4.924	4.924	4.924	5.285	5.285
Special Revenue Funds	2.014	2.014	2.014	2.014	2.014	2.014	2.014	2.014	1.653	1.653
Capital Expenditures Fund	0.061	0.061	0.061	0.061	0.061	0.061	0.061	0.061	0.061	0.061
Open Space Fund	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5
Total County	8.499	8.499	8.499	8.499	8.499	8.499	8.499	8.499	8.499	8.499
<b>Miscellaneous County-wide</b>										
Colorado Mountain Jr. College	3.997	3.997	3.997	3.997	3.997	3.997	3.997	3.997	3.997	3.997
Colorado River Water Conservancy	0.191	0.199	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Total County-wide levies	12.687	12.695	12.496	12.496	12.496	12.496	12.496	12.496	12.496	12.496
<b>School Districts</b>										
RE-50J Eagle School District	20.051	20.414	19.402	19.474	21.601	21.362	20.826	21.517	20.331	25.209
RE-1 Roaring Fork School District	34.246	33.942	30.984	30.992	39.589	38.388	42.445	42.149	46.300	45.245
JT1 West Grand School District	23.673	22.783	19.631	19.704	19.485	19.725	20.883	21.416	22.078	23.419
<b>Municipalities</b>										
Avon	12.271	11.392	11.208	11.220	12.072	11.983	12.258	12.207	11.765	8.956
Basalt	5.058	5.181	3.873	4.066	6.139	6.386	7.560	9.881	9.158	11.591
Eagle	2.683	3.997	3.547	3.659	4.044	4.064	4.475	4.499	3.661	3.853
Gypsum	5.414	5.094	5.094	5.094	5.094	5.094	5.094	5.094	5.094	5.094
Minturn	17.934	17.934	17.934	17.934	17.934	17.934	17.934	17.934	17.934	17.934
Redcliff	38.827	37.820	33.878	33.878	33.878	33.878	33.878	33.878	31.409	32.798
Vail	4.690	4.979	4.690	4.726	4.740	4.765	4.706	4.735	4.727	4.705
<b>Fire Protection, Ambulance &amp; Hospital Districts</b>										
Several, range from high of	10.000	10.000	10.000	10.000	10.000	10.000	10.000	10.000	10.000	10.504
to low of	2.019	2.055	1.780	1.768	1.764	2.023	2.006	2.019	2.008	2.755
<b>Water, Sanitation, Library, Metro and Cemetery Districts</b>										
Several, range from high of	45.000	99.000	67.000	62.000	65.000	100.000	115.000	112.000	98.500	98.500
to low of	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000

(1) Tax rates are per \$1,000 of assessed valuation.

Source: Abstract of Assessment, Eagle County Assessor

EAGLE COUNTY, COLORADO  
PRINCIPAL PROPERTY TAX PAYERS  
Last Ten Fiscal Years

Taxpayer	Type of Business	2016 Assessed Valuation	Percent of Total Assessed Valuation	2015 Assessed Valuation	Percent of Total Assessed Valuation	2014 Assessed Valuation	Percent of Total Assessed Valuation	2013 Assessed Valuation	Percent of Total Assessed Valuation
Vail Corp	Skiing and Real Estate Development	\$ 68,878,950	2.10%	\$ 66,047,930	2.02%	\$ 62,097,050	2.17%	\$ 65,530,880	2.28%
Union Pacific Corp	Railroad	30,723,600	0.94%	28,881,200	0.88%	24,139,900	0.84%	22,426,600	0.78%
Vail Associates Inc.	Skiing and Real Estate Development	26,495,120	0.81%	25,889,490	0.79%	25,211,050	0.88%	27,283,570	0.95%
DiamondRock Vail Owner LLC	Lodging Industry	20,712,770	0.63%	20,712,770	0.63%	18,056,060	0.63%	24,565,400	0.85%
Holy Cross Electric Assoc Inc.	Electric Utility	19,229,400	0.59%	19,081,800	0.58%	18,995,800	0.66%	18,111,200	0.63%
Public Service Co of CO	Electric Utility	18,445,100	0.56%	18,302,900	0.56%	19,512,400	0.68%	19,493,900	0.68%
WTCC Beaver Creek Investors LLC	Real Estate Development	12,559,780	0.38%	12,559,780	0.38%	9,666,680	0.34%	-	0.00%
EX Vail LLC	Real Estate Development	12,414,290	0.38%	-	0.00%	-	0.00%	-	0.00%
Ferruco Vail Ventures LLC	Real Estate Development	11,742,350	0.36%	11,742,350	0.36%	10,580,610	0.37%	10,580,610	0.37%
Vail Hotels Partners LLC	Real Estate Development	11,588,440	0.35%	-	0.00%	-	0.00%	-	0.00%
Ritz-Carlton Development CO INC	Real Estate Development	-	0.00%	11,138,560	0.34%	10,152,490	0.35%	10,152,490	0.35%
L-O Vail Holding Inc	Real Estate Development	-	0.00%	10,479,430	0.32%	-	0.00%	-	0.00%
Solaris Property Owner LLC	Real Estate Development	-	0.00%	-	0.00%	10,310,110	0.36%	10,958,260	0.38%
Vail Development 09 LLC	Real Estate Development	-	0.00%	-	0.00%	-	0.00%	9,720,550	0.34%
Total Assessed Valuation for 10 Largest Taxpayers		232,789,800	7.09%	224,836,210	6.88%	208,722,150	7.30%	218,823,460	7.61%
Total Assessed Valuation for All Other Taxpayers		3,051,590,430	92.91%	3,041,530,640	93.12%	2,652,289,900	92.70%	2,655,808,810	92.39%
Total Assessed Valuation for All Taxpayers		<u>\$ 3,284,380,230</u>	<u>100.00%</u>	<u>\$ 3,266,366,850</u>	<u>100.00%</u>	<u>\$ 2,861,012,050</u>	<u>100.00%</u>	<u>\$ 2,874,632,270</u>	<u>100.00%</u>

(continued)

Source: Eagle County Assessor's Office

EAGLE COUNTY, COLORADO  
PRINCIPAL PROPERTY TAX PAYERS  
(continued)  
Last Ten Fiscal Years

Taxpayer	Type of Business	2012 Assessed Valuation	Percent of Total Assessed Valuation	2011 Assessed Valuation	Percent of Total Assessed Valuation	2010 Assessed Valuation	Percent of Total Assessed Valuation	2009 Assessed Valuation	Percent of Total Assessed Valuation	2008 Assessed Valuation	Percent of Total Assessed Valuation	2007 Assessed Valuation	Percent of Total Assessed Valuation
Vail Corp	Skiing and Real Estate Development	\$ 68,071,020	2.26%	\$ 56,692,930	1.88%	\$ 63,463,530	1.61%	\$ 64,233,430	1.64%	\$ 69,466,490	2.04%	\$ 65,051,980	1.94%
Chalets at the Lodge at Vail, LLC	Real Estate Development	25,458,120	0.84%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%
DiamondRock Vail Owner LLC	Lodging Industry	24,565,400	0.81%	11,962,500	0.40%	12,281,500	0.31%	12,281,500	0.31%	15,950,000	0.47%	21,727,000	0.65%
Vail Associates Inc.	Skiing and Real Estate Development	22,242,090	0.74%	22,123,560	0.73%	10,639,290	0.27%	10,639,290	0.27%	23,521,810	0.69%	22,610,610	0.67%
Union Pacific Corp	Railroad	19,411,100	0.64%	18,117,600	0.60%	16,749,600	0.43%	15,029,200	0.38%	11,950,300	0.35%	-	0.00%
Ferruco Vail Ventures LLC	Real Estate Development	16,997,880	0.56%	10,067,520	0.33%	13,789,870	0.35%	-	0.00%	-	0.00%	-	0.00%
L-O Vail Holding Inc	Real Estate Development	16,916,450	0.56%	-	0.00%	10,493,520	0.27%	10,493,520	0.27%	10,493,520	0.31%	13,672,010	0.41%
Public Service Co of CO	Electric Utility	16,650,800	0.55%	9,851,000	0.33%	-	0.00%	-	0.00%	-	0.00%	-	0.00%
WTCC Beaver Creek Investors LLC	Real Estate Development	16,535,150	0.55%	-	0.00%	11,495,150	0.29%	11,495,150	0.29%	11,495,150	0.34%	15,839,110	0.47%
Holy Cross Electric Assoc Inc.	Electric Utility	14,549,000	0.48%	14,267,500	0.47%	14,216,000	0.36%	14,207,800	0.36%	13,241,710	0.39%	12,913,800	0.38%
Solaris Property Owner LLC	Real Estate Development	-	0.00%	17,709,370	0.59%	-	0.00%	17,127,110	0.44%	-	0.00%	-	0.00%
Vail Plaza Development LLC	Real Estate Development	-	0.00%	11,567,510	0.38%	-	0.00%	-	0.00%	16,704,260	0.49%	19,294,400	0.57%
Ritz-Carlton Development CO INC	Real Estate Development	-	0.00%	8,828,110	0.29%	-	0.00%	-	0.00%	-	0.00%	-	0.00%
Vail Development 09 LLC	Real Estate Development	-	0.00%	-	0.00%	11,014,770	0.28%	11,014,770	0.28%	-	0.00%	-	0.00%
Sonnenalp Properties Inc.	Real Estate Development	-	0.00%	-	0.00%	10,480,230	0.27%	-	0.00%	-	0.00%	12,573,340	0.37%
RCR Vail LLC	Real Estate Development	-	0.00%	-	0.00%	-	0.00%	16,410,530	0.42%	-	0.00%	-	0.00%
Riverfront Village Hotel LLC	Real Estate Development	-	0.00%	-	0.00%	-	0.00%	-	0.00%	11,823,190	0.35%	-	0.00%
Bachelor Gulch Operating Co LLC	Real Estate Development	-	0.00%	-	0.00%	-	0.00%	-	0.00%	11,615,330	0.34%	11,624,010	0.35%
Total Assessed Valuation for 10 Largest Taxpayers		241,397,010	8.00%	181,187,600	6.00%	174,623,460	4.44%	182,932,300	4.67%	196,261,760	5.75%	195,306,260	5.81%
Total Assessed Valuation for All Other Taxpayers		2,776,204,670	92.00%	2,838,945,290	94.00%	3,756,273,410	95.56%	3,731,719,690	95.33%	3,215,025,550	94.25%	3,165,544,550	94.19%
Total Assessed Valuation for All Taxpayers		\$ 3,017,601,680	100.00%	\$ 3,020,132,890	100.00%	\$ 3,930,896,870	100.00%	\$ 3,914,651,990	100.00%	\$ 3,411,287,310	100.00%	\$ 3,360,850,810	100.00%

Source: Eagle County Assessors office.

EAGLE COUNTY, COLORADO

RATIO OF NET GENERAL BONDED DEBT TO  
ASSESSED VALUE AND NET BONDED DEBT PER CAPITA

Last Ten Fiscal Years

Year	Population	Assessed Value (1)	Gross Bonded Debt	Debt Service Moneys Available	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
2007	48,476	\$ 3,378,150,450	-	-	-	0.00%	-
2008	49,803	3,411,287,310	-	-	-	0.00%	-
2009	51,049	3,914,651,990	-	-	-	0.00%	-
2010	52,513	3,930,896,870	-	-	-	0.00%	-
2011	52,092	3,020,132,890	-	-	-	0.00%	-
2012	51,768	3,017,601,680	-	-	-	0.00%	-
2013	51,921	2,874,632,270	-	-	-	0.00%	-
2014	52,460	2,861,012,050	-	-	-	0.00%	-
2015	52,921	3,266,366,850	-	-	-	0.00%	-
2016	52,197	3,284,380,230	-	-	-	0.00%	-

Source: Abstract of Assessment, Eagle County Assessor

Note: The County had no General Obligation debt as of 12/31/08

EAGLE COUNTY, COLORADO

LEGAL DEBT MARGIN

Last Ten Fiscal Years

Year	Assessed Value (1)	Legal Debt Limit %	Legal Debt Limit	Net Debt Applicable To Limit	Legal Debt Margin	Ratio of Applicable Debt as % of Limit
2007	\$ 3,378,150,450	1.5%	\$ 50,672,257	-	\$ 50,672,257	0.00%
2008	3,411,287,310	1.5%	51,169,310	-	51,169,310	0.00%
2009	3,914,651,990	1.5%	58,719,780	-	58,719,780	0.00%
2010	3,930,896,870	1.5%	58,963,453	-	58,963,453	0.00%
2011	3,020,132,890	1.5%	45,301,993	-	45,301,993	0.00%
2012	3,017,601,680	1.5%	45,264,025	-	45,264,025	0.00%
2013	2,874,632,270	1.5%	43,119,484	-	43,119,484	0.00%
2014	2,861,012,050	1.5%	42,915,181	-	42,915,181	0.00%
2015	3,266,366,850	1.5%	48,995,503	-	48,995,503	0.00%
2016	3,284,380,230	1.5%	49,265,703	-	49,265,703	0.00%

(1) Source: Abstract of Assessment, Eagle County Assessor

EAGLE COUNTY, COLORADO

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES  
GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES

Last Ten Fiscal years

Fiscal Year	Principal	Interest	Total Debt Service	Total General Expenditures(1)	Ratio of Debt Service to Total General Expenditures
2007	-	-	-	\$ 78,749,762	0.00%
2008	-	-	-	91,258,190	0.00%
2009	-	-	-	106,228,381	0.00%
2010	-	-	-	71,630,511	0.00%
2011	-	-	-	68,572,645	0.00%
2012	-	-	-	77,841,927	0.00%
2013	-	-	-	77,286,342	0.00%
2014	-	-	-	76,598,138	0.00%
2015	-	-	-	88,943,633	0.00%
2016	-	-	-	93,315,518	0.00%

(1) Includes General, Special Revenue, Debt Service and Capital Projects Funds of the reporting entity.

Note: The County had no General Obligation debt as of 12/31/2006

EAGLE COUNTY, COLORADO  
OUTSTANDING DEBT BY ACTIVITY TYPE  
Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-Type Activities		Total Primary Government	Total Personal Income (1) (000's)	Total Primary Government As a Percentage of Personal Income	Total Primary Government Per Capita
	General Obligation Bonds	Certificates of Participation	Capital Leases Obligation	Revenue Bonds	Notes Payable				
2007	-	\$ 10,719,000.00	\$ 230,000.00	\$ 19,600,000.00	\$ 603,000.00	\$ 31,152,000.00	\$ 2,502,336.00	1.24%	\$ 643
2008	-	31,415,000	175,827	19,035,000	516,996	51,142,823	2,594,485	1.97%	1,027
2009	-	30,090,000	119,473	18,045,000	417,122	48,671,595	2,747,573	1.77%	953
2010	-	28,535,000	60,963	16,990,000	315,251	45,901,214	2,417,806	1.90%	874
2011	-	26,930,000	-	15,740,000	211,343	42,881,343	2,413,592	1.78%	823
2012	-	25,474,585	-	14,286,153	105,357	39,866,095	2,521,062	1.58%	770
2013	-	23,688,549	-	12,747,655	28,873,217	65,309,421	2,515,096	2.60%	1,258
2014	-	21,836,135	-	11,149,582	28,329,316	61,315,033	2,644,828	2.32%	1,169
2015	-	21,706,979	-	9,486,935	27,771,661	58,965,575	3,065,555	1.92%	1,114
2016	-	19,366,967	-	7,744,719	27,199,904	54,311,590	3,297,869	1.65%	1,041

(1) County personal income obtained from the US Bureau of Economic Analysis' website

Source: Current and prior year's financial statements

EAGLE COUNTY, COLORADO

COMPUTATION OF OVERLAPPING AND DIRECT DEBT

December 31, 2016

	Total General Obligation Debt Outstanding	Percentage Applicable to Eagle County	Amount Applicable to Eagle County
Overlapping Debt:			
Airport Commerce Center Metropolitan District	\$ 3,200,000	100.00%	\$ 3,200,000
Arrowhead Metro District	12,480,000	100.00%	12,480,000
Bachelor Gulch Metro District	13,569,999	100.00%	13,569,999
Basalt & Rural Fire Protection District	4,946,300	59.00%	2,918,317
Basalt Regional Library District	7,690,000	50.60%	3,891,140
Basalt Sanitation District	1,265,000	49.22%	622,633
Beaver Creek Metro District	5,815,000	100.00%	5,815,000
Berry Creek Metro District	3,235,000	100.00%	3,235,000
Buckhorn Valley Metro District #2	14,746,836	100.00%	14,746,836
Cascade Village Metro District	1,810,000	100.00%	1,810,000
Chatfield Corners Metro District	2,615,000	100.00%	2,615,000
Confluence Metro District	22,475,000	100.00%	22,475,000
Cordillera Metro District	8,430,000	100.00%	8,430,000
Cordillera Mountain Metro District	4,810,000	100.00%	4,810,000
Cotton Ranch Metro District	7,615,000	100.00%	7,615,000
Crown Mountain Park & Recreational District	2,360,000	58.95%	1,391,220
Eagle Ranch Metro District	14,325,000	100.00%	14,325,000
Eagle River Water & Sanitation District (Wastewater)	22,980,000	100.00%	22,980,000
Eagle River Water & Sanitation District-Water Sub District-Vail	8,570,000	100.00%	8,570,000
Eagle Sanitation District	-	100.00%	-
Eagle Valley Library District	-	100.00%	-
Eagle-Vail Metro District	5,725,000	100.00%	5,725,000
Edwards Metro District	-	100.00%	-
Gypsum Fire District	-	0.00%	-
Lake Creek Metro District	50,000	100.00%	50,000
Mid-Valley Metro	-	92.60%	-
Red Sky Ranch Metro District	7,140,000	100.00%	7,140,000
Ruedi Shores Metro District	1,594,000	100.00%	1,594,000
School District JT-1 (West Grand)	5,905,000	0.50%	29,525
School District RE-1 (Roaring Fork)	191,659,984	20.45%	39,194,467
School District RE50J (Eagle)	246,225,000	99.51%	245,018,498
Solaris Metro District No.1	30,315,645	100.00%	30,315,645
The Village	6,766,776	100.00%	6,766,776
Town of Avon	18,350,518	100.00%	18,350,518
Town of Basalt	4,833,000	70.58%	3,411,310
Town of Eagle	166,365	100.00%	166,365
Town of Gypsum	-	100.00%	-
Town of Vail	-	100.00%	-
Two Rivers Metro District	130,802	100.00%	130,802
Traer Creek Metro District	36,609,000	100.00%	36,609,000
Vail Square Metro District No. 1	13,885,000	100.00%	13,885,000
Valagua Metropolitan District	21,000,000	100.00%	21,000,000
Western Eagle County Ambulance District	-	100.00%	-
Western Eagle County Metro Recreational District	2,770,000	100.00%	2,770,000
<b>Total Overlapping Debt</b>	<b>\$ 756,064,225</b>		<b>\$ 587,657,050</b>
Direct Debt: (1)			
Eagle County	17,225,000	100.00%	17,225,000
<b>Total Direct &amp; Overlapping Debt</b>	<b>\$ 773,289,225</b>		<b>\$ 604,882,050</b>

(1) Certificates of Participation are considered direct debt of the County, but are not General Obligation debt and do not require voter approval.

Source: Information obtained from individual entities

EAGLE COUNTY, COLORADO

EAGLE COUNTY AIR TERMINAL CORPORATION REVENUE BONDS

Last Ten Fiscal years

Year	Operating Revenues	Operating Expenses Excluding Depreciation	Net Non-operating Revenues (Expenses) (2)	Net Revenue Available for Debt Service	Current Debt Service Requirements (1)			Times Coverage
					Principal	Interest	Total	
2005	\$ 3,788,391	\$ 1,169,827	\$ 1,113,941	\$ 3,732,505	\$ 852,222	\$ 1,580,166	\$ 2,432,388	1.53
2006 (1)	3,926,069	1,468,948	1,200,314	3,657,435	7,144,279	1,515,372	8,659,651	0.42
2007	4,269,075	1,287,952	1,281,439	4,262,562	1,710,000	1,384,845	3,094,845	1.38
2008	4,368,407	1,477,140	904,436	3,795,703	651,089	1,333,655	1,984,744	1.91
2009*	4,189,796	1,484,902	862,435	3,567,329	1,089,874	1,268,243	2,358,117	1.51
2010	4,528,195	1,386,991	863,845	4,005,049	1,156,871	1,200,196	2,357,067	1.70
2011 (1)	4,575,848	1,625,250	1,690,730	4,641,328	11,423,909	1,036,434	12,460,343	0.37
2012	4,894,138	1,673,045	4,263,566	7,484,659	1,580,987	738,001	2,318,988	3.23
2013	4,896,507	1,687,001	655,522	3,865,028	1,640,357	682,579	2,322,936	1.66
2014	4,777,547	1,750,945	520,947	3,547,549	1,660,000	617,030	2,277,030	1.56
2015	4,905,304	1,818,958	503,239	3,589,585	1,740,000	468,554	2,208,554	1.63
2016	5,273,990	1,782,613	559,368	4,050,745	2,015,000	760,500	2,775,500	1.46

(1) The Corporation issued two Air Terminal Project Revenue Bonds Series 1996, dated July 1, 1996, in the amounts of \$ 3,825,000 and \$ 6,305,000. The corporation also issued two Air Terminal Projects Revenue Bonds Series 2001, dated June 1, 2001, in the amounts of \$10,745,000 and \$5,305,000. In 2006 Eagle County Air Terminal Corporation refinanced the 1996 bond debt with Revenue Refunding Bonds and Revenue Improvement Bonds in the amounts of \$4,150,000 and \$3,980,000. In 2011, the Corporation refinanced the 2001 bond debt with Project Revenue Refunding Bonds series 2011A & 2011B in the amounts of \$7,190,000 and \$2,880,000, respectively.

(2) Net non-operating revenues (expenses) excludes interest expense on external debt, book value of disposed capital assets, and the amortization of the bond discount and issuance costs. It includes proceeds from the sale of capital assets.

\*2009 Financials restated after 2009 CAFR publication. Data has been updated to reflect restated figures.

Source: Eagle County Air Terminal Corporation's current and prior year's financial statements

## EAGLE COUNTY, COLORADO

## FULL TIME EQUIVALENT COUNTY EMPLOYEES BY DEPARTMENT

Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Assessor	20	21	21	22	22	22	22	22	22	22
Clerk and Recorder	23	23	21	17	17	17	17	18	19	20
Commissioners	4	4	4	4	4	4	4	4	4	4
Board of Equalization	0	0	0	0	0	0	0	0	0	0
Sheriff	94	95	93	73	73	73	73	76	79	81
Emergency Management	1	1	1	1	1	1	1	1	1	1
Treasurer	11	11	11	9	9	9	8	8	8	8
Coroner	1	1	1	1	1	1	1	2	2	3
Surveyor	1	1	1	1	1	1	1	1	1	1
County Attorney	6	6	6	6	6	6	6	6	6	5
Administration and Communications	6	7	6	5	6	6	6	6	8	8
GIS	2	2	2	2	2	2	2	2	2	2
Health and Human Services	40	44	46	19	21	21	19	17	18	21
Extension Office	1	1	1	1	1	1	1	1	1	1
Weed and Pest Control	1	1	2	2	2	2	2	2	2	2
Fair	1	1	1	1	1	1	1	1	1	1
Animal Control	8	8	8	8	8	8	8	9	8	8
Finance	8	8	7	7	7	7	7	7	7	7
Human Resources	4	4	4	4	4	4	4	4	4	5
Facilities and Project Mgmt	11	14	15	13	14	14	14	14	15	14
Information Technology	11	11	10	10	10	10	10	10	10	10
Engineering	8	8	7	7	7	7	7	7	7	7
Planning and Zoning	14	13	9	8	8	8	10	6	6	6
Building Inspection	11	12	11	7	8	8	6	6	7	7
Environmental Health	6	6	6	5	5	5	5	9	10	9
Road and Bridge	28	29	28	21	21	21	20	20	21	21
Early Childhood Fund	0	3	3	0	0	0	0	0	0	0
Social Services	33	34	35	36	34	34	33	43	43	41
Airport	20	20	21	22	22	22	23	24	24	25
Microwave Maintenance	0	0	2	1	1	1	1	1	1	1
Public Health	0	0	0	25	25	25	24	27	27	28
Housing	5	11	10	9	6	6	6	12	14	14
Open Space (1)	0	0	0	0	1	1	2	2	2	2
Landfill	10	12	11	15	13	13	13	12	12	12
Motorpool	12	21	18	15	15	15	15	15	15	15
ECO	63	62	61	53	52	52	52	52	60	62
Total	<u>464</u>	<u>494</u>	<u>483</u>	<u>430</u>	<u>429</u>	<u>429</u>	<u>424</u>	<u>446</u>	<u>467</u>	<u>474</u>

Based on budgeted Full Time Equivalents at year end

(1) Position and Department Created in 2011- Previously Under Comm Dev

EAGLE COUNTY, COLORADO

DEMOGRAPHIC STATISTICS

Last Ten Fiscal Years

Demographic	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Population	48,476	49,803	51,049	52,513	52,092	51,768	51,921	52,460	52,921	52,197
Percent Change	2.7%	2.7%	2.5%	2.9%	-0.8%	-0.6%	0.3%	1.0%	0.9%	-1.4%
Population Change	1271	1327	1246	1464	-421	-324	153	539	461	-724
Median Age	35.2	35.7	36.3	36.6	34	34.9	36.0	36.2	36.5	36.7
School Enrollment	5,820	5,940	5,902	6,107	6,181	6,408	6,383	6,713	6,546	6,901
Percent Change	-1.1%	2.1%	-0.6%	3.5%	1.2%	3.7%	-0.4%	5.2%	-2.5%	5.4%
Labor Force	34,067	31,628	31,446	29,377	29,425	29,793	29,391	32,739	32,910	33,651
Percent Change	13.6%	-7.2%	-0.6%	-6.6%	0.2%	1.3%	-1.3%	11.4%	0.5%	2.3%
Unemployment	1,001	1,151	2,475	2,825	2,650	2,405	1,937	1,382	1,027	935
Unemployment Rate										
Percentage	2.9%	3.6%	7.9%	9.6%	9.0%	8.1%	6.6%	4.2%	3.1%	2.8%
Vehicle Registration	51,755	52,883	51,945	50,669	51,830	52,251	54,360	56,045	57,083	59,378
Percent Change	4.52%	2.18%	-1.77%	-2.46%	2.29%	0.81%	4.04%	3.10%	1.85%	4.02%
Per Capita Income	\$ 47,511	\$ 49,635	\$ 45,430	\$ 44,709	\$ 45,807	\$ 48,618	\$ 48,485	\$ 50,416	\$ 57,927	\$ 61,522
Percent Change	1.1%	4.5%	-8.5%	-1.6%	2.5%	6.1%	-0.3%	4.0%	14.9%	6.2%

Sources: Demographic Section of the Colorado Division of Local Government and Labor Market Services, U.S. Census and other  
School enrollment obtained from Eagle County School District Admin Offices for entire County  
Per Capita Income obtained from the Bureau of Economic Analysis

EAGLE COUNTY, COLORADO  
PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS  
Last Ten Years

Fiscal Year	Property Value (1)					Construction Actual Value (3)	Bank Deposits (4) (in thous.)
	Commercial Assessed Value	Residential Assessed Value	Other Assessed Value (2)	Exemptions Assessed Value	Total		
2007	\$ 752,045,620	\$ 2,326,423,590	\$ 77,113,900	\$ 222,567,340	\$ 3,378,150,450	\$ 870,655,626	\$ 1,482,000
2008	733,381,800	2,377,250,250	76,837,040	223,818,220	3,411,287,310	1,214,970,916	1,460,000
2009	797,897,540	2,733,773,660	82,769,690	300,211,100	3,914,651,990	459,965,054	1,450,000
2010	783,276,800	2,760,751,610	80,862,880	306,005,580	3,930,896,870	627,358,560	1,409,000
2011	621,556,190	2,074,010,420	85,188,630	239,377,650	3,020,132,890	527,016,070	1,370,288
2012	610,910,930	2,069,506,780	94,425,350	242,758,620	3,017,601,680	126,428,460	1,385,085
2013	632,120,240	1,919,188,730	105,027,410	218,295,890	2,874,632,270	129,840,910	1,422,107
2014	614,574,520	1,920,739,590	106,846,960	218,850,980	2,861,012,050	165,484,080	1,556,419
2015	664,610,300	2,242,748,490	113,266,170	245,741,890	3,266,366,850	227,598,160	1,700,886
2016	668,795,870	2,250,149,680	114,481,190	250,953,490	3,284,380,230	265,192,490	1,896,655

(1) Source: Eagle County Assessor's Office

(2) Industrial, Agricultural, Natural Resources and Central Assessments

(3) Includes Residential and Non-Residential new Construction

(4) Source: FDIC, Statistics and Research - Deposits are as of June 30th.

EAGLE COUNTY, COLORADO

ACTUAL SALES TAX REVENUE BY INDUSTRY TYPE  
(Cash Basis of Accounting)

Last Ten Fiscal Years

Fiscal Year	General Retail	Grocery	Restaurants Breweries	Car Sales & Automotive Equipment Rentals	Professional Services	Construction Services & Building Materials	Manufacturing Production	Lodging	Utilities & Telecomm	All Others	Total Sales and Use Tax	Total Direct Tax Rate
2007	\$ 5,355,843	\$ 743,660	\$ 2,392,237	\$ 116,332	\$ 1,369,213	\$ 1,248,490	\$ 496,367	\$ 2,347,720	\$ 329,429	\$ 57,517	\$ 14,456,808	1.00%
2008	4,378,460	770,730	2,479,255	118,858	1,327,863	1,203,522	437,582	2,457,375	420,844	162,769	13,757,258	1.00%
2009	3,021,207	787,950	2,128,844	208,756	1,694,278	490,671	285,398	2,214,082	540,010	297,720	11,668,916	1.00%
2010	2,353,186	613,436	1,727,396	135,100	1,283,701	267,877	171,213	2,037,621	348,799	304,744	9,243,073	1.00%
2011	3,114,541	818,864	2,161,950	195,353	1,438,145	352,256	235,198	2,415,385	487,473	476,664	11,695,829	1.00%
2012	3,537,367	886,962	2,218,478	213,916	1,367,995	161,878	195,820	3,124,579	550,591	137,871	12,395,458	1.00%
2013	3,711,757	970,786	2,403,245	233,214	1,455,844	198,775	250,971	3,387,698	558,590	78,002	13,248,882	1.00%
2014	3,612,956	968,323	2,568,932	634,221 **	666,204 **	835,574 **	245,517	3,823,488	825,130 **	101,121	14,281,466	1.00%
2015	3,777,143	1,037,578	2,743,050	622,585	781,039	1,104,160	216,477	4,291,603	851,301	104,040	15,528,974	1.00%
2016	3,746,873	1,066,302	2,758,419	643,280	961,492	1,384,725	273,328	4,529,459	853,592	90,359	16,307,829	1.00%

Source: Eagle County Government Sales Tax Reports

Note: Data compiled by process date January thru December, and therefore will not match audited financial statements sales tax numbers for the same time period

\* Fifteen percent of the County's 1% sales tax collected within incorporated towns in the County is required to be remitted to each incorporated town based upon the amount of the 1% sales tax collected in each respective town. Amounts shown are prior to remittance of 15% to such towns

\*\* Prior to 2014 sales tax revenue on car leases/equipment rentals, construction services and telecommunications were reported under professional services

EAGLE COUNTY, COLORADO

PRINCIPAL SALES TAX PAYERS

Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Aggregate top ten filers <sup>1</sup>	\$ 2,856,594	\$ 2,748,002	\$ 2,058,739	\$ 1,694,562	\$ 1,936,172	\$ 2,449,915	\$ 2,776,364	\$ 3,138,671	\$ 3,109,145	\$ 3,245,111
Aggregate all other filers	11,600,161	11,009,256	9,610,177	7,548,511	9,759,657	9,945,544	10,472,519	11,142,795	12,419,829	13,062,718
Total sales and use tax	<u>\$ 14,456,755</u>	<u>\$ 13,757,258</u>	<u>\$ 11,668,916</u>	<u>\$ 9,243,073</u>	<u>11,695,829</u>	<u>12,395,458</u>	<u>13,248,882</u>	<u>14,281,466</u>	<u>15,528,974</u>	<u>16,307,829</u>
Top ten filers as a % of total sales tax	19.76%	19.97%	17.64%	18.33%	16.55%	19.76%	20.96%	21.98%	20.02%	19.90%

(1) Colorado State Statutes prohibit disclosure of individual sales tax returns, therefore the current year top ten filers are listed in alphabetical order as follows: Bachelor Gulch LLC, Costco Wholesale Corp, Diamond Rock Vail Tenant LLC, Dillon Companies/Kroger (City Market) Inc, East West Resorts Inc, Four Seasons, Inc, Home Depot USA Inc, Hyatt Corp, SSI Venture LLC and Walmart Stores Inc.

Source: Eagle County Government Sales Tax Reports

EAGLE COUNTY, COLORADO

GENERAL GOVERNMENT TAX REVENUES BY SOURCE

Last Ten Fiscal Years

Fiscal Year	Property Tax (2)	Sales Tax (1)	Specific Ownership Tax	Total
2007	\$ 19,230,463	\$ 20,222,661	\$ 1,246,813	\$ 40,699,937
2008	26,002,398	20,312,302	1,346,916	47,661,616
2009	26,398,114	16,053,053	1,137,957	43,589,124
2010	29,770,439	15,574,765	1,051,133	46,396,337
2011	29,900,077	16,657,179	1,014,893	47,572,149
2012	22,830,724	17,197,656	946,561	40,974,941
2013	22,918,765	18,757,513	1,008,166	42,684,444
2014	21,645,476	20,200,804	1,180,585	43,026,865
2015	21,769,994	21,914,436	1,191,162	44,875,592
2016	24,836,266	22,892,766	1,191,162	48,920,194

(1) The County approved a .5% sales tax for the operations and maintenance of a public transportation system and trails system in Eagle County.

(2) The County approved a 1.5 mill levy for property tax for the purchase of open space.

Source: Current and prior year's financial statements

EAGLE COUNTY, COLORADO

HOUSING STARTS

Last Ten Fiscal Years

	Single Family		All Housing Including Mobile Homes		All Housing Except Mobile Homes		New Residential Units Built	Units Sold
	Median	Mean	Median	Mean	Median	Mean		
2007	650,410	1,103,920	541,690	926,800	577,860	984,790	815	2,284
2008	652,810	1,108,720	544,710	934,150	577,110	986,470	441	1,354
2009	752,000	1,265,470	622,130	1,064,420	655,740	1,123,200	161	866
2010	754,220	1,268,200	630,210	1,076,570	665,130	1,134,890	326	1,179
2011	545,020	978,880	460,740	842,421	486,750	887,850	83	1,242
2012	537,480	981,130	458,670	835,190	483,270	879,660	83	1,717
2013	444,390	889,570	381,440	786,752	405,450	828,330	123	1,576
2014	444,620	890,850	377,230	782,150	401,320	822,450	139	1,639
2015	565,700	1,055,420	484,390	917,510	511,060	965,410	269	1,858
2016	620,000 *	1,146,980 *	486,590 *	917,920 *	513,130 *	964,760 *	164 *	1,781 *

Source: \* Based on data from the Assessor's Office As found in database on 05/05/2017

Note: Sales Data measured in the 12 months beginning January to December 31st of each year

EAGLE COUNTY, COLORADO  
SEASONAL SKIER DAYS BY AREA  
Last Ten Fiscal Years

Year	Vail	Beaver Creek	Grand Total	% Increase (Decrease)
2006/07	1,608,204	890,000	2,498,204	-2.07%
2007/08	1,569,788	918,000	2,487,788	-0.42%
2008/09	1,622,000	931,000	2,553,000	2.62%
2009/10	1,599,000	927,067	2,526,067	-1.05%
2010/11	1,750,000	899,728	2,649,728	4.90%
2011/12	1,578,500	811,555	2,390,055	-9.80%
2012/13	1,665,318	856,191	2,521,509	5.50%
2013/14	1,618,689	832,218	2,450,907	-2.80%
2014/15	1,647,825	847,198	2,495,023	1.80%
2015/16	1,876,873	964,958	2,841,831	13.90%

*Source: Vail Associates, Inc. (through 2010/2011 Season)*

*2011/2012 season going forward Vail Associates, Inc. Colorado skier numbers with estimates for Vail & Beaver Creek Mountains.*

EAGLE COUNTY, COLORADO  
ANNUAL GOLF ROUNDS PLAYED BY COURSE

Last Ten Fiscal years

Golf Course	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Redsky Ranch (1)	23,000	13,600	12,000	10,000	13,000	24,100	23,851	22,418	24,000	23,500
Country Club of the Rockies	10,000	9,800	10,900	11,488	12,734	13,051	13,272	12,376	12,824	12,600
Cordillera (2)	32,736	32,000	32,100	29,805	18,054	5,430	12,681	23,000	27,454	28,350
Sonnenalp	19,000	16,500	16,800	17,300	15,800	15,900	14,285	14,587	15,621	14,729
Beaver Creek	12,500	14,748	10,200	13,964	14,396	15,711	13,989	13,574	12,269	12,957
Eagle-Vail (3)	19,000	15,000	25,422	23,289	25,313	29,559	26,140	25,420	27,668	27,889
Vail	24,600	24,900	23,800	23,600	22,000	24,040	24,681	24,187	22,488	20,163
Eagle Springs	5,000	6,000	12,000	7,800	8,000	8,512	8,712	8,060	8,012	8,244
Gypsum Creek	13,000	13,837	14,000	14,000	14,500	17,427	16,500	15,349	17,589	17,695
Eagle Ranch	22,586	22,000	20,198	20,646	22,975	25,869	19,480	20,701	22,521	20,933
TOTAL	181,422	168,385	177,420	171,892	166,772	179,599	173,591	179,672	190,446	187,060
Percent Increase (Decrease)	-3.3%	-7.2%	5.4%	-3.1%	-6.0%	4.5%	-3.3%	3.5%	6.0%	-1.8%

(1) Includes 2 courses.

(2) Includes mountain, valley and short courses.

(3) Includes Eagle-Vail Par 18 and Willow Creek Par 3 golf courses

Sources: THK & Associates; Vail Recreation Department; Eagle-Vail Golf Course; Beaver Creek Golf Course; Cordillera Golf Course; Eagle Springs Golf Course; Redsky Golf Course; Sonnenalp Golf Course; Cotton Ranch Golf Course; Eagle Ranch Golf Course; and Country Club of the Rockies at Arrowhead.

EAGLE COUNTY, COLORADO

EAGLE COUNTY REGIONAL AIRPORT ENPLANEMENTS

Last Ten Fiscal Years

<u>Year</u>	<u>Total</u>	<u>% Increase - Decrease</u>
2007	232,250	6.49%
2008	214,715	-7.55%
*2009	182,673	-14.92%
2010	204,889	12.16%
2011	194,140	-5.25%
2012	168,338	-13.29%
2013	167,490	-0.50%
2014	164,915	-1.54%
2015	158,405	-3.95%
2016	164,671	3.96%

*Source: Eagle County Regional Airport*

*\*Eagle County Regional Airport was closed for runway construction  
May -August 2009*

EAGLE COUNTY, COLORADO

PRINCIPAL EMPLOYERS

Last Four Fiscal Years

		2016 Estimated Number of Employees (1)				2015 Estimated Number of Employees (1)			
<u>Employer</u>	<u>Industry</u>	<u>Ski Season</u>	<u>Percent of Total Employment</u>	<u>Off Season &amp; Summer</u>	<u>Percent of Total Employment</u>	<u>Ski Season</u>	<u>Percent of Total Employment</u>	<u>Off Season &amp; Summer</u>	<u>Percent of Total Employment</u>
Vail Resorts, Inc.	Ski Resorts	7,860	23.4%	3,145	9.3%	8,015	24.4%	2,830	8.6%
Vail Valley Medical Center	Health Care	918	2.7%	859	2.6%	888	2.7%	861	2.6%
Eagle County School Dist RE-50J	Education	887	2.6%	n/a	n/a	887	2.7%	n/a	n/a
Eagle County Government	Government	474	1.4%	n/a	n/a	467	1.4%	n/a	n/a
Vail Cascade Resort	Lodging	440	1.3%	266	0.8%	485	1.5%	385	1.2%
East West Resorts	Lodging	421	1.3%	341	1.0%	402	1.2%	339	1.0%
Westin Riverfront Resort	Lodging	392	1.2%	358	1.1%	238	0.7%	319	1.0%
Ritz Carlton-Bachelor Gulch	Lodging	375	1.1%	230	0.7%	375	1.1%	200	0.6%
Vail Marriot (2)	Lodging	330	1.0%	255	0.8%	325	1.0%	265	0.8%
Sonnenalp Resort	Lodging	328	1.0%	338	1.0%	328	1.0%	338	1.0%
Town of Vail	Government	323	1.0%	324	1.0%	321	1.0%	311	0.9%
Park Hyatt Beaver Creek Resort & Spa	Lodging	301	0.9%	193	0.6%	290	0.9%	189	0.6%
Gallegos Corporation	Construction	264	0.8%	350	1.0%	278	0.8%	385	1.2%
Wal-Mart Stores	Retail	252	0.7%	n/a	n/a	250	0.8%	n/a	n/a

		2014 Estimated Number of Employees (1)				2013 Estimated Number of Employees (1)			
<u>Employer</u>	<u>Industry</u>	<u>Ski Season</u>	<u>Percent of Total Employment</u>	<u>Off Season &amp; Summer</u>	<u>Percent of Total Employment</u>	<u>Ski Season</u>	<u>Percent of Total Employment</u>	<u>Off Season &amp; Summer</u>	<u>Percent of Total Employment</u>
Vail Resorts, Inc.	Ski Resorts	7,200	22.0%	3,100	9.5%	6,074	20.7%	3,550	12.1%
Vail Valley Medical Center	Health Care	881	2.7%	836	n/a	859	2.9%	827	2.8%
Eagle County School Dist RE-50J	Education	830	2.5%	n/a	n/a	820	2.8%	n/a	n/a
Vail Cascade Resort	Lodging	451	1.4%	405	1.2%	446	1.5%	400	1.4%
Eagle County	Government	446	1.4%	n/a	n/a	424	1.4%	n/a	n/a
East West Resorts	Lodging	380	1.2%	320	1.0%	350	1.2%	300	1.0%
Ritz Carlton-Bachelor Gulch	Lodging	375	1.1%	200	n/a	375	1.3%	225	0.8%
Sonnenalp Resort	Lodging	325	1.0%	328	1.0%	333	1.1%	304	1.0%
Vail Marriot (2)	Lodging	325	1.0%	265	0.8%	365	1.2%	275	0.9%
Town of Vail	Government	324	1.0%	309	0.9%	319	1.1%	305	1.0%
Gallegos Corporation	Construction	311	0.9%	360	n/a	159	0.5%	197	0.7%
Park Hyatt Beaver Creek Resort & Spa	Lodging	298	0.9%	197	0.6%	280	1.0%	230	0.8%
Wal-Mart Stores	Lodging	250	0.8%	n/a	n/a	255	0.9%	n/a	n/a
Westin Riverfront Resort	Lodging	242	0.7%	330	1.0%	400	1.4%	400	1.4%

(1) Due to the seasonal nature of the majority of the businesses in the County, these employers have provided estimated employee figures based on the ski season, which runs from approximately mid-November through mid-April and the off-season/summer season which generally runs from mid-April through mid-November.

(2) Vail Marriot was opened in 2012 no prior data

Source: Individual employers of Eagle County

## EAGLE COUNTY, COLORADO

OPERATING INDICATORS  
(Unaudited)

Last Eight Fiscal Years

	2009	2010	2011	2012	2013	2014	2015	2016
<b>General Government</b>								
Airport Operations								
Deplaned Passengers	182,673	204,889	194,140	168,338	167,490	161,944	162,321	170,718
Assessor								
Property Transfers	3,706	3,436	3,755	4,546	3,794	3,513	3,770	3,416
Appeals - Assessor Level	8,085	1,175	3,086	449	2,085	163	3,264	208
Clerk and Recorder								
Registered Voters	23,271	15,165	18,487	23,456	25,306	25,165	27,122	30,432
Finance								
Vendor Checks Issued	10,793	9,039	8,457	8,721	7,973	8,195	7,615	7,578
Checks Voided	137	88	65	79	71	47	65	59
Payroll Checks Issued	13,741	13,965	12,787	12,807	12,749	13,772	13,182	12,662
W-2s Produced	651	719	661	647	575	585	626	661
Public Trustee								
Foreclosures Filed	459	618	615	455	208	103	81	68
Releases Recorded	4,800	4,507	3,321	4,013	4,328	3,036	4,523	4,065
Treasurer								
Tax Statements	40,221	40,210	40,497	39,876	39,732	39,282	39,258	39,258
Tax Dollars Billed	\$ 187,677,201	\$ 205,427,770	\$ 206,438,840	\$ 170,651,730	\$ 171,566,948	\$ 163,961,622	\$ 164,856,930	\$ 183,996,415
Tax Certificates Issued	5,775	5,468	3,973	5,779	4,607	4,896	5,146	5,259
Miscellaneous Receipts Processed	12,338	10,883	10,766	11,770	6,163	6,188	6,867	7,042
Mobile Home Authentications Issued	120	129	94	111	142	154	163	105
<b>Judicial &amp; Public Safety</b>								
Sheriff								
Civil Documents Processed	2,317	2,123	2,004	1,650	1,472	1,188	1,057	1,161
Sheriff Sales	66	94	176	200	357	113	39	47
Concealed Handgun permits	239	128	110	156	246	287	211	286
Calls Received for Service	51,321	54,842	45,406	39,753	38,059	44,314	40,528	40,931
Arrests	1,401	1,494	1,168	1,292	1,195	1,008	955	939
ECO								
Number of Buses	31	31	31	31	31	31	31	32
Miles Driven	1,569,396	1,241,589	1,312,184	1,316,951	1,410,909	1,512,319	1,567,451	1,873,862
Ridership	945,199	631,566	726,390	748,785	786,806	889,876	943,648	921,029
Service Hours	68,065	52,395	52,395	58,049	61,323	67,074	73,646	75,545
Farebox Recovery Ratio	23%	25%	25%	24%	28%	29%	24%	27%
<b>Public Works</b>								
Building								
Building Permits	369	414	368	393	430	494	593	680
Permit Value	78,523,433	64,922,859	67,040,529	54,536,535	69,211,425	95,723,134	121,333,829	119,499,388
Road & Bridge								
Miles of Gravel Roads	118	118	118	118	118	118	118	118
Maintenance Cost per Mile of Gravel Road	\$ 15,818	\$ 8,692	\$ 8,995	\$ 11,798	\$ 7,973	\$ 7,019	\$ 10,903	\$ 10,296
Miles of Asphalt Roads	140	140	140	140	140	140	140	140
Maintenance Cost per Mile of Asphalt Road	\$ 11,125	\$ 5,245	\$ 4,608	\$ 4,295	\$ 9,248	\$ 7,735	\$ 11,264	\$ 8,295
Complaints & Concerns Received	49	37	40	45	69	60	48	35
<b>Cultural and Recreation</b>								
Acres of Land Reserved for Open Space	6,799	6,844	7,272	8,517	10,635	10,806	10,806	11,194
<b>Business-Tyoe</b>								
Solid Waste & Recycling								
Total Tons Processed	89,957	86,684	80,944	65,811	67,969	77,128	77,984	82,674
Tons of Compacted Materials Processed	42,419	39,726	38,769	37,696	38,406	39,595	40,551	40,949
Tons of Recyclable Metal Processed	307	188	86	41	28	18	34	56

## EAGLE COUNTY, COLORADO

## CAPITAL ASSETS

Last Ten Years

	2007	2008	2009	2010	2011	2012	2013 (1)	2014	2015	2016
<b>General Government</b>										
<b>Capital Assets not Being Depreciated</b>										
Land & Water Rights	\$ 10,580,239	\$ 10,580,239	\$ 11,568,697	\$ 13,307,581	\$ 21,346,926	\$ 25,303,024	\$ 28,962,179	\$ 29,269,460	\$ 29,269,460	\$ 29,269,460
Conservation Easements	12,354,562	12,354,562	12,354,562	12,354,562	12,354,562	17,934,752	17,934,752	17,934,752	17,934,752	17,934,752
Construction in Progress	8,437,222	16,529,061	3,636,004	7,163,329	2,637,913	8,749,635	3,355,425	3,607,621	10,223,853	2,169,974
<b>Capital Assets net of Accumulated Depreciation</b>										
Building & Building Improvements	44,378,210	43,562,031	59,943,600	58,785,182	63,073,873	60,820,422	58,771,231	57,265,193	60,283,647	58,723,987
Improvements other than Buildings	43,377,472	41,652,286	62,153,302	58,420,795	54,412,082	51,522,658	51,914,648	50,693,470	48,091,329	60,464,987
Equipment	15,261,747	20,363,035	19,705,544	17,386,165	14,016,474	13,018,880	14,719,369	16,307,165	15,825,231	16,385,490
Infrastructure	46,859,042	48,246,596	49,180,585	51,836,134	50,825,647	49,799,263	50,588,592	51,228,835	50,236,852	54,864,432
<b>Total General Government</b>	<u>181,248,494</u>	<u>193,287,810</u>	<u>218,542,294</u>	<u>219,253,748</u>	<u>218,667,477</u>	<u>227,148,634</u>	<u>226,246,196</u>	<u>226,306,496</u>	<u>231,865,124</u>	<u>239,813,082</u>
<b>Business-Type Activities</b>										
<b>Capital Assets not Being Depreciated</b>										
Land & Water Rights	1,205,505	1,205,505	1,205,505	1,205,505	1,205,505	1,706,305	4,622,041	4,718,402	3,694,652	3,688,152
Construction in Progress	4,228,620	1,534,957	5,030,778	-	1,181,501	20,000	96,303	1,369,103	483,183	1,784,683
<b>Capital Assets net of Accumulated Depreciation</b>										
Building & Building Improvements	19,056,755	22,387,321	22,756,990	27,070,306	25,876,586	30,922,778	48,611,683	46,925,653	49,486,301	48,329,871
Improvements other than Buildings	-	-	-	-	-	-	-	-	-	-
Equipment	415,579	417,371	569,595	563,600	487,714	504,424	472,374	671,597	337,664	262,965
Infrastructure	-	-	-	-	-	-	-	-	-	-
<b>Total Business type Activity</b>	<u>24,906,459</u>	<u>25,545,154</u>	<u>29,562,868</u>	<u>28,839,411</u>	<u>28,751,306</u>	<u>33,153,507</u>	<u>53,802,401</u>	<u>53,684,755</u>	<u>54,001,800</u>	<u>54,065,671</u>
<b>Total Capital Assets - Primary Government</b>	<u>\$ 206,154,953</u>	<u>\$ 218,832,964</u>	<u>\$ 248,105,162</u>	<u>\$ 248,093,159</u>	<u>\$ 247,418,783</u>	<u>\$ 260,302,141</u>	<u>\$ 280,048,597</u>	<u>\$ 279,991,251</u>	<u>\$ 285,866,924</u>	<u>\$ 293,878,753</u>
<b>Component Units</b>										
<b>Capital Assets not Being Depreciated</b>										
Land & Water Rights	\$ 2,016,100	\$ 2,016,100	\$ 2,016,100	\$ 1,476,100	\$ 1,476,100	\$ 1,476,100	\$ 126,000	\$ 126,000	\$ 126,000	\$ 126,000
Conservation Easements	-	-	-	-	-	-	-	-	-	-
Construction in Progress	-	-	-	-	-	-	-	-	-	-
<b>Capital Assets net of Accumulated Depreciation</b>										
Building & Building Improvements	26,503,620	26,623,843	26,978,347	20,649,233	10,302,551	19,856,991	1,595,046	1,542,607	1,494,462	1,411,545
Equipment	849,952	849,595	849,595	793,726	25,445	12,415	275,700	235,840	195,979	156,119
Infrastructure	-	-	-	-	-	-	-	-	-	-
<b>Total Business type Activity</b>	<u>29,369,672</u>	<u>29,489,538</u>	<u>29,844,042</u>	<u>22,919,059</u>	<u>11,804,096</u>	<u>21,345,506</u>	<u>1,996,746</u>	<u>1,904,447</u>	<u>1,816,441</u>	<u>1,693,664</u>
<b>Total Capital Assets - Component Units</b>	<u>\$ 29,369,672</u>	<u>\$ 29,489,538</u>	<u>\$ 29,844,042</u>	<u>\$ 22,919,059</u>	<u>\$ 11,804,096</u>	<u>\$ 21,345,506</u>	<u>\$ 1,996,746</u>	<u>\$ 1,904,447</u>	<u>\$ 1,816,441</u>	<u>\$ 1,693,664</u>

Source: Current and prior year's financial statements

(1) In 2013, Eagle County Housing and Development Authority was reclassified as a Business-Type activity from a Component Unit

EAGLE COUNTY, COLORADO  
GENERAL MISCELLANEOUS STATISTICS

December 31, 2016

Date of Formation	1883
Form of Government	County Government
Number of Commissioners	3
Length of Term	4 years
Chief Administrative Position	County Manager
Area	1,694 sq. miles
Median Age of Population	36.7
Number of Golf Courses	14
Miles of Roads Maintained	
Primary	118
Secondary	403

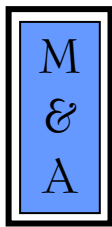
<u>Police Protection</u>	<u>Patrol/Detectives</u>	<u>Detentions/ Dispatchers/ Admin</u>	<u>Stations</u>	<u>Detentions Facilities</u>	
County Sheriff	48	34	5	1	
Avon Police	19	3	1	----	
Basalt Police	12	1	1	----	
Eagle Police	11	2	1	----	
Minturn Police	2	----	1	----	
Vail Police	31	36	1	1	(1)

<u>Fire Protection</u>		<u>Firefighters</u>	<u>Student Resident Firefighters</u>	<u>Volunteer Firefighters</u>	<u>Stations</u>	
Eagle River Fire Protection District	(2)	64	----	----	7	
Basalt & Rural Protection District	(2)	31	----	45	4	(2)
Gypsum Fire Protection District	(2)	12	----	40	1	
Vail Fire Department	(2)	27	6	----	3	

(1) Vail's detention facility is a temporary holding facility.

(2) only 3 of the 4 service Eagle County

## **SINGLE AUDIT SECTION**



# McMAHAN AND ASSOCIATES, L.L.C.

*Certified Public Accountants and Consultants*

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

**To the Board of County Commissioners  
Eagle County, Colorado**

We have audited, 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, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Eagle County, Colorado (the "County") as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 20, 2017.

### ***Internal Control Over Financial Reporting***

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

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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. 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.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

*Member: American Institute of Certified Public Accountants*

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**INDEPENDENT AUDITOR'S REPORT  
To the Board of County Commissioners  
Eagle County, Colorado**

***Compliance and Other Matters***

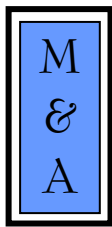
As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect 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*.

***Purpose of this Report***

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

*McMahan and Associates, L.L.C.*

**McMahan and Associates, L.L.C.  
June 20, 2017**



# McMAHAN AND ASSOCIATES, L.L.C.

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## **INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; ON COMPLIANCE WITH THE PASSENGER FACILITY CHARGE PROGRAM; AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND THE PASSENGER FACILITY CHARGE AUDIT GUIDE FOR PUBLIC AGENCIES**

**To the Board of County Commissioners  
Eagle County, Colorado**

### ***Report on Compliance for Each Major Program***

We have audited the compliance of Eagle County, Colorado (the "County") with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2016 and its compliance with the compliance requirements described in the *Passenger Facility Charge Audit Guide for Public Agencies* (the "Guide"), issued by the Federal Aviation Administration, for its Passenger Facility Charge program for the year ended December 31, 2016. 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.

### ***Management's Responsibility***

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

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the County's major federal programs and to the Passenger Facility Charge program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2, U.S. Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards* (the "Uniform Guidance"), and the Guide. Those standards and the Uniform Guidance 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 and on the Passenger Facility Charge program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program and on the Passenger Facility Charge program. However, our audit does not provide a legal determination of the County's compliance with those requirements.

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**INDEPENDENT AUDITOR'S REPORT  
To the Board of County Commissioners  
Eagle County, Colorado**

***Opinion on Each Major Federal Program and Passenger Facility Charge Program***

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and on its Passenger Facility Charge program for the year ended December 31, 2016.

***Report on Internal Control Over Compliance***

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

*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 or the Passenger Facility Charge program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a 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 or the Passenger Facility Charge program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program or the Passenger Facility Charge 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.

Our consideration of the 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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and the Guide. Accordingly, this report is not suitable for any other purpose.

*McMahan and Associates, L.L.C.*

**McMahan and Associates, L.L.C.  
June 20, 2017**

**Eagle County, Colorado**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended December 31, 2016**

**Part I – Summary of Auditor’s Results**

*Financial Statements:*

Type of auditor’s report issued	Unmodified
Internal control over financial reporting:	
Material weakness identified	None noted
Significant deficiency identified	None noted
Noncompliance material to financial statements noted	None noted

*Federal Awards:*

Internal control over major programs:	
Material weakness identified	None noted
Significant deficiency identified	None noted
Type of auditor’s report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Title 2, U.S. Code of Federal Regulations, Part 200	No

Major programs:

Rural Rental Assistance Payments	CFDA #10.427
Rural Rental Housing Loans	CFDA #10.415
Mortgage Insurance Rental Housing Section 207/223(f)	CFDA #14.134
Highway Planning and Construction	CFDA #20.205
Dollar threshold used to identify Type A from Type B programs:	\$750,000
Identified as low-risk auditee	No

**Part II – Findings Related to Financial Statements**

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

**Part III – Findings Related to Federal Awards**

Internal control findings	None noted
Compliance findings	None noted
Questioned costs	None noted
Auditor-assigned reference number	Not applicable

**Eagle County, Colorado**  
**SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended December 31, 2016**

There were no findings for the year-ended December 31, 2015.

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended December 31, 2016

Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Major Program	Expenditures	Clusters of Programs
<b>U.S. Department of Agriculture:</b>					
<b>Direct Programs:</b>					
Rural Rental Assistance Payments	10.427	n/a	Yes	\$ 133,339	
Rural Rental Housing Loans	10.415	n/a	Yes	51,612	
Schools and Roads - Grants to Counties	10.665	n/a	No	636,594	
<b>Passed through Colorado Department of Human Services:</b>					
Supplemental Nutrition Assistance Program (SNAP) Administration	10.561	10.561	No	338,225	
<b>Passed through Colorado Department of Public Health and Environment:</b>					
Women, Infants, and Children (WIC) Program	10.557	10.557	No	259,576	
Women, Infants, and Children (WIC) Program noncash incentives	10.557	10.557	No	474,237	
<b>Total - U.S. Department of Agriculture</b>				<u>1,893,583</u>	
<b>U.S. Department of Food and Drug Administration:</b>					
<b>Direct Programs:</b>					
Retail Standards Grant Program	93.103	n/a	No	2,500	
<b>Total - U.S. Department of Food and Drug Administration</b>				<u>2,500</u>	
<b>U.S. Department of Housing and Urban Development:</b>					
<b>Direct Programs:</b>					
Mortgage Insurance Rental Housing Section 207/223(f) Insured Loan Program	14.134	n/a	Yes	27,199,904	
<b>Passed through Colorado Department of Local Affairs - Division of Housing:</b>					
Community Development Block Grant	14.228	n/a	No	452,400	
<b>Passed through Colorado Housing and Finance Authority:</b>					
Section 8 Housing Assistance Payments	14.195	GAX1 NHBA	No	1,856	
<b>Total - U.S. Department of Housing and Urban Development</b>				<u>27,654,160</u>	
<b>U.S. Department of Justice:</b>					
<b>Passed through Colorado Department of Criminal Justice:</b>					
Crime Victim Assistance	16.582	16.582	No	31,466	
State Criminal Alien Assistance Program (SCAAP) Grant	16.606	16.606	No	17,558	
Bulletproof Vest Partnership	16.607	16.607	No	5,028	
<b>Total - U.S. Department of Justice</b>				<u>54,052</u>	
<b>U.S. Department of Transportation:</b>					
<b>Direct Programs:</b>					
Formula Grants for Rural Areas - Section 5311	20.509	n/a	No	584,999	
Federal Aviation Airport Improvement Grant	20.106	n/a	No	8,657,894	
<b>Passed through Colorado Department of Transportation:</b>					
Highway Planning and Construction	20.205	BRO C440 -006, -007	Yes	2,769,902	
<b>Total - U.S. Department of Transportation</b>				<u>12,012,795</u>	
<b>U.S. Department of Homeland Security:</b>					
<b>Direct Programs:</b>					
Emergency Management Performance Grant	97.042	n/a	No	80,801	
				<u>80,801</u>	
<b>SUBTOTAL</b>				<u>\$ 41,697,891</u>	

(continuing)

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
(CONTINUED)

For the Year Ended December 31, 2016

Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Major Program	Expenditures	Clusters of Programs
<b>U.S. Department of Human Services:</b>					
<b>Direct Programs:</b>					
Head Start	93.600	n/a	No	\$ 931,275	
<b>Passed through Connect for Health Colorado:</b>					
State Planning and Establishment Grants for Affordable Care Act	93.525	93.525	No	76,480	
<b>Passed through Colorado Department of Local Affairs:</b>					
Community Services Block Grant	93.569	93.569	No	30,508	
<b>Passed through Alpine Area Agency on Aging:</b>					
Special Programs for the Aging - Title III, Part B	93.044	93.044	No	127,107	
<b>Passed through Colorado Department of Human Services:</b>					
Title IV-E Guardianship Assistance Program (GAP)	93.090	93.090	No	2,791	
<u>Temporary Assistance for Needy Families (TANF) cluster:</u>					
Temporary Assistance for Needy Families (TANF) / Colorado Works	93.558	93.558	No	424,577	
<u>Total - Temporary Assistance for Needy Families (TANF) cluster:</u>					<u>424,577</u>
Title IV-D - Child Support Administration	93.563	93.563	No	253,781	
Low-Income Energy Assistance Program (LEAP)	93.568	93.568	No	39,729	
<u>Child Care and Development Fund (CCDF) cluster:</u>					
Child Care and Development Block Grant	93.575	93.575	No	263,070	
Child Care and Development Fund (CCDF)	93.596	93.596	No	286,158	
<u>Total - Child Care and Development Fund (CCDF) cluster:</u>					<u>549,228</u>
Title IV-B - Child Care	93.645	93.645	No	8,088	
Title IV-E - Foster Care	93.658	93.658	No	387,674	
Adoption	93.659	93.659	No	24,780	
Title XX - Social Services Block Grant (SSBG)	93.667	93.667	No	220,142	
Title XIX - Medicaid	93.778	93.778	No	371,654	
Adjustment to Federal assistance	93.000	93.000	No	2	
<b>Passed through Colorado Department of Public Health and Environment:</b>					
Public Health Emergency Preparedness - Core Services	93.069	93.069	No	25,656	
Hospital Preparedness Program and Public Health Emergency Preparedness	93.074	93.074	No	21,894	
Family Planning	93.217	93.217	No	28,866	
Immunization Incentive Funds	93.268	93.268	No	21,802	
Preventive Health and Health Services Block Grant (PPHF)	93.758	93.758	No	6,500	
Maternal and Child Health Service Block Grant	93.994	93.994	No	66,513	
<b>Total - U.S. Department of Human Services</b>				<u>3,619,047</u>	
<b>TOTAL</b>				<u>\$ 45,316,938</u>	

**Notes to the Schedule of Expenditures of Federal Awards For the Year Ended December 31, 2016**

**Note 1. Basis of Presentation**

The Schedule of Expenditures of Federal Awards includes the federal grant activity of Eagle County and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2, U.S. Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Therefore, some amounts presented in this schedule may differ from amounts presented or used in the preparation of the general purpose financial statements.

**Note 2. Determining the Value of Non-cash Awards Expended**

Commodities: Fair market value of commodities at the time of receipt, or the assessed value provided by the Federal agency.  
Food issuances: Fair market value of food stamps at the time of receipt, or the assessed value provided by the Federal agency.  
Immunization incentive funds: Dollar amount of vaccines used, provided by the Federal agency.

**Note 3. Indirect Facilities and Administration Costs**

The County has elected to use the 10% de minimis cost rate allowed in §200.414, *Indirect (F&A) Costs*, of the Uniform Guidance.

**Note 4. Sub-recipients**

The County provided the following federal funds listed in the Schedule of Expenditures of Federal Awards to sub-recipients:

Program Title	Federal CFDA Number	Amount Provided to Subrecipients
Schools and Roads - Grants to Counties	10.665	\$ 636,594
Community Development Block Grant	14.228	452,400

**Note 5. Loans Outstanding**

The County participates in the Rural Housing Service loan program. The balance of the loans at December 31, 2015 is as follows:

Program Title	Federal CFDA Number	Balance of Direct Loans
Rural Rental Housing Loans	10.415	\$ 1,338,609