

ALAMOSA COUNTY, COLORADO

FINANCIAL STATEMENTS

December 31, 2021



Wall,
Smith,
Bateman Inc.
Certified Public Accountants

ALAMOSA COUNTY, COLORADO

FINANCIAL STATEMENTS

December 31, 2021

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INDEPENDENT AUDITORS' REPORT



Wall,
Smith,
Bateman Inc.

To the Board of County Commissioners
Alamosa County, Colorado
Alamosa, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Alamosa County, Colorado (the County), as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

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, each major fund, and the aggregate remaining fund information of the County, as of December 31, 2021, 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.

Basis for Opinions

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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and

Certified Public Accountants

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Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying combining and individual nonmajor fund financial schedules, the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the Local Highway Finance Report, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of passenger facility charges collected and expended is presented for purposes of additional analysis as required by the provisions of the Passenger Facility Charge Audit Guide for Public Agencies, issued by the Federal Aviation Administration (the Guide), and is also not a required part of the basic financial statement. Such information is the responsibility of management, was derived from, and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial schedules, the schedule of expenditures of federal awards, the schedule of passenger facility charges collected and expended, and the Local Highway Finance Report are fairly stated, in all material respects, in relation to the basic 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 August 17, 2022 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 solely 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 effectiveness of the County's 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 compliance.

Wall, Smith, Bateman Inc.

Wall, Smith, Bateman Inc.,
Alamosa, Colorado

August 17, 2022

ALAMOSA COUNTY, COLORADO
BASIC FINANCIAL STATEMENTS

ALAMOSA COUNTY, COLORADO

STATEMENT OF NET POSITION

December 31, 2021

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 23,583,869	\$ (20,851)	\$ 23,563,018
Accounts Receivable	450,007	463,350	913,357
Internal Balances	238,336	(3,336)	235,000
Due from Other Governments	2,360,382	372,842	2,733,224
Property Taxes Receivable	5,101,329	-	5,101,329
Inventories	230,113	-	230,113
Prepaid Expenses	42,676	-	42,676
Total Current Assets	32,006,712	812,005	32,818,717
Noncurrent Assets			
Capital assets not being depreciated:	522,842	455,619	978,461
Capital assets, net of accumulated depreciation:	39,572,875	20,434,096	60,006,971
Total Noncurrent Assets	40,095,717	20,889,715	60,985,432
TOTAL ASSETS	72,102,429	21,701,720	93,804,149
LIABILITIES			
Current Liabilities			
Accounts Payable	597,820	212,000	809,820
Accrued Liabilities	(26,297)	45	(26,252)
Construction Retainage Payable	-	35,866	35,866
Due to Other Governments	338,668	-	338,668
Unearned Grant Revenue	2,157,660	-	2,157,660
Long-term Liabilities - due within one year (Note 9)	1,279,797	19,537	1,299,334
Total Current Liabilities	4,347,648	267,448	4,615,096
Noncurrent Liabilities			
Long-term Liabilities (Note 9)	20,371,848	34,210	20,406,058
Total Noncurrent Liabilities	20,371,848	34,210	20,406,058
TOTAL LIABILITIES	24,719,496	301,658	25,021,154
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue - Property Tax	5,101,329	-	5,101,329
NET POSITION			
Net Investment in Capital Assets	18,844,421	20,835,968	39,680,389
Restricted for:			
TABOR	750,000	-	750,000
Unrestricted	22,687,183	564,094	23,251,277
TOTAL NET POSITION	\$ 42,281,604	\$ 21,400,062	\$ 63,681,666

The accompanying notes are an integral part of this financial statement.

ALAMOSA COUNTY, COLORADO
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2021

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	TOTAL
Primary Government:							
Governmental Activities:							
General Government	\$ 3,920,542	\$ 944,265	\$ 857,754	\$ -	\$ (2,118,523)	\$ -	\$ (2,118,523)
Public Safety	5,955,430	169,181	630,824	-	(5,155,425)	-	(5,155,425)
Health and Welfare	25,454,195	295,436	24,562,005	-	(596,754)	-	(596,754)
Highways and Streets	2,073,260	46,425	2,237,236	-	210,401	-	210,401
Judicial	352,334	-	-	-	(352,334)	-	(352,334)
Auxiliary Services	560,733	-	45,556	-	(515,177)	-	(515,177)
Culture and Recreation	1,006,050	-	80,925	-	(925,125)	-	(925,125)
Interest on Long-Term Debt	738,365	-	-	-	(738,365)	-	(738,365)
Total Governmental Activities	40,060,909	1,455,307	28,414,300	-	(10,191,302)	-	(10,191,302)
Business-Type Activities							
Mosca Wastewater Treatment Fund	89,874	22,328	-	80,000	-	12,454	12,454
Airport	1,633,685	275,730	-	2,598,527	-	1,240,572	1,240,572
Total Business-Type Activities	1,723,559	298,058	-	2,678,527	-	1,253,026	1,253,026
Total Primary Government	\$ 41,784,468	\$ 1,753,365	\$ 28,414,300	\$ 2,678,527	(10,191,302)	1,253,026	(8,938,276)
General Revenues:							
Taxes:							
General Property Taxes - Net					6,015,738	-	6,015,738
Sales Taxes					7,234,705	-	7,234,705
Other Taxes					583,245	-	583,245
Payment in Lieu of Taxes					227,051	-	227,051
Interest on Investments					48,878	348	49,226
Miscellaneous					196,294	29,002	225,296
Gain on Sale of Assets					18,431	1,728	20,159
Transfers					(370,685)	370,685	-
Total General Revenues, Special Items, and Transfers					13,953,657	401,763	14,355,420
Change in Net Position					3,762,355	1,654,789	5,417,144
Net Position - Beginning of Year					38,519,249	19,745,273	58,264,522
Net Position - End of Year					\$ 42,281,604	\$ 21,400,062	\$ 63,681,666

The accompanying notes are an integral part of this financial statement.

ALAMOSA COUNTY, COLORADO
GOVERNMENTAL FUNDS
BALANCE SHEET
December 31, 2021

	General Fund	Road and Bridge Fund	Social Services Fund	Justice Center Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Cash Equivalents	\$ 7,664,651	\$ 5,256,589	\$ 2,762,503	\$ 5,123,584	\$ 2,655,446	\$ 23,462,773
Accounts Receivable	2,862	3,346	2,762	-	441,037	450,007
Property Taxes Receivable	4,325,111	-	714,545	-	61,673	5,101,329
Due from Other Funds	325,731	13,743	-	-	16,005	355,479
Due from Other Governments	797,663	211,415	457,399	684,481	209,424	2,360,382
Inventory	-	230,113	-	-	-	230,113
Prepaid Expenses	42,284	-	-	-	392	42,676
TOTAL ASSETS	\$ 13,158,302	\$ 5,715,206	\$ 3,937,209	\$ 5,808,065	\$ 3,383,977	\$ 32,002,759
LIABILITIES						
Accounts Payable	\$ 332,465	\$ 55,819	\$ 199,705	\$ 4,897	\$ 4,934	\$ 597,820
Accrued Liabilities	20,250	(221)	(46,848)	-	522	(26,297)
Due to Other Funds	29,748	-	87,395	-	-	117,143
Due to Other Governments	338,668	-	-	-	-	338,668
Unearned Revenue - Grants	1,250,666	-	811,052	-	95,942	2,157,660
TOTAL LIABILITIES	1,971,797	55,598	1,051,304	4,897	101,398	3,184,994
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue - Property Tax	4,325,111	-	714,545	-	61,673	5,101,329
FUND BALANCE						
Nonspendable	42,284	230,113	-	-	-	272,397
Restricted	750,000	-	-	-	-	750,000
Committed	310,719	5,429,495	2,171,360	5,803,168	3,220,906	16,935,648
Assigned	748,218	-	-	-	-	748,218
Unassigned	5,010,173	-	-	-	-	5,010,173
TOTAL FUND BALANCE	6,861,394	5,659,608	2,171,360	5,803,168	3,220,906	23,716,436
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	\$ 13,158,302	\$ 5,715,206	\$ 3,937,209	\$ 5,808,065	\$ 3,383,977	\$ 32,002,759

The accompanying notes are an integral part of this financial statement.

ALAMOSA COUNTY, COLORADO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO THE STATEMENT OF NET POSITION
December 31, 2021

TOTAL GOVERNMENTAL FUND BALANCES \$ 23,716,436

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. 40,095,717

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.

Capital Lease Proceeds	\$	-	
Lease Purchase Agreements		(1,886,381)	
Certificates of Participation		(17,570,000)	
Notes Payable		(3,903)	
Premium on Bonds		(1,791,012)	
Compensated Absences		(400,349)	
		(21,651,645)	(21,651,645)

Internal service funds are used by management to charge the costs of services to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position. 121,096

NET POSITION OF GOVERNMENTAL ACTIVITIES \$ 42,281,604

ALAMOSA COUNTY, COLORADO
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
For the Year Ended December 31, 2021

	General Fund	Road and Bridge Fund	Social Services Fund	Justice Center Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Taxes	\$ 7,266,029	\$ 385,086	\$ 775,203	\$ 4,018,939	\$ 1,388,431	\$ 13,833,688
Intergovernmental Revenue	1,650,694	2,301,052	22,259,859	-	2,398,609	28,610,214
Licenses and Permits	139,395	-	-	-	99,455	238,850
Charges for Services	1,029,035	-	-	-	180,443	1,209,478
Fines and Forfeitures	66,462	-	-	-	-	66,462
Interest on Investments	41,083	-	-	-	7,795	48,878
Miscellaneous	592,519	189,523	-	-	78,832	860,874
TOTAL REVENUES	10,785,217	2,875,661	23,035,062	4,018,939	4,153,565	44,868,444
EXPENDITURES						
Current Expenditures						
General Government	4,151,350	-	-	220,757	29,025	4,401,132
Public Safety	4,947,413	-	-	-	-	4,947,413
Health and Welfare	-	-	22,831,780	-	2,487,090	25,318,870
Highways and Streets	-	1,821,598	-	-	-	1,821,598
Judicial	352,334	-	-	-	-	352,334
Auxiliary Services	551,828	-	-	-	8,905	560,733
Culture and Recreation	-	-	-	-	841,482	841,482
Capital Outlay	123,862	164,653	11,378	222,827	84,900	607,620
Debt Service	-	97,529	-	-	1,925,675	2,023,204
TOTAL EXPENDITURES	10,126,787	2,083,780	22,843,158	443,584	5,377,077	40,874,386
Excess (Deficiency) of Revenues Over Expenditures	658,430	791,881	191,904	3,575,355	(1,223,512)	3,994,058
OTHER FINANCING SOURCES (USES)						
Transfers In	1,000,000	27,065	67,588	765	1,335,493	2,430,911
Transfers Out	(497,456)	-	-	(2,303,374)	(766)	(2,801,596)
Sale of Fixed Assets	18,431	-	-	-	-	18,431
TOTAL OTHER FINANCING SOURCES (USES)	520,975	27,065	67,588	(2,302,609)	1,334,727	(352,254)
Net Change in Fund Balance	1,179,405	818,946	259,492	1,272,746	111,215	3,641,804
Fund Balance at Beginning of Year	5,681,989	4,840,662	1,911,868	4,530,422	3,109,691	20,074,632
Fund Balance at End of Year	\$ 6,861,394	\$ 5,659,608	\$ 2,171,360	\$ 5,803,168	\$ 3,220,906	\$ 23,716,436

The accompanying notes are an integral part of this financial statement.

ALAMOSA 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, 2021

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS **\$ 3,641,804**

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Fixed Asset Additions	\$ 620,963	
Deletions Net of Accumulated Depreciation	(130,492)	
Depreciation Expense	<u>(1,806,950)</u>	(1,316,479)

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. The bond premium provides a current financial resource to governmental funds, but must be capitalized and amortized over the life of the bonds in the government-wide financial statements.

Lease Purchase Agreement Principal Payments	215,760	
Certificates of Participation Payments	910,000	
Note Principal Payments	31,150	
COP Premium Amortization	<u>127,929</u>	1,284,839

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.

Compensated Absences		200,860
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Internal Service Funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.

(48,669)

CHANGE IN NET POSITION OF GOVERNMENTAL FUNDS **\$ 3,762,355**

ALAMOSA COUNTY, COLORADO
PROPRIETARY FUND
STATEMENT OF NET POSITION
December 31, 2021

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS			TOTAL	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUND
	AIRPORT FUND	MOSCA WASTEWATER TREATMENT FUND	BUSINESS-TYPE ACTIVITIES	HEALTH INSURANCE FUND	
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$ (25,639)	\$ 4,788	\$ (20,851)	\$ 121,096	
Accounts Receivable	459,277	4,073	463,350	-	
Due from Other Government	372,842	-	372,842	-	
Total Current Assets	806,480	8,861	815,341	121,096	
Noncurrent Assets:					
Capital assets not being depreciated:	448,119	7,500	455,619	-	
Capital assets, net of accumulated depreciation:	19,109,708	1,324,388	20,434,096	-	
Total Noncurrent Assets	19,557,827	1,331,888	20,889,715	-	
TOTAL ASSETS	20,364,307	1,340,749	21,705,056	121,096	
LIABILITIES					
Current Liabilities					
Accounts Payable	211,253	747	212,000	-	
Accrued Liabilities	45	-	45	-	
Construction Retainage Payable	35,866	-	35,866	-	
Due to Other Funds	3,336	-	3,336	-	
Lease Payable	19,537	-	19,537	-	
Deferred Revenue	-	-	-	-	
Total Current Liabilities	270,037	747	270,784	-	
Noncurrent Liabilities					
Lease Payable	34,210	-	34,210	-	
TOTAL LIABILITIES	304,247	747	304,994	-	
NET POSITION					
Net Investment in Capital Assets	19,504,080	1,331,888	20,835,968	-	
Unrestricted	555,980	8,114	564,094	121,096	
TOTAL NET POSITION	\$ 20,060,060	\$ 1,340,002	\$ 21,400,062	\$ 121,096	

The accompanying notes are an integral part of this financial statement.

ALAMOSA COUNTY, COLORADO
PROPRIETARY FUND
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION
For the Year Ended December 31, 2021

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUND
	MOSCA		TOTAL	HEALTH
	AIRPORT	WASTEWATER	BUSINESS-TYPE	INSURANCE
	FUND	TREATMENT FUND	ACTIVITIES	FUND
OPERATING REVENUES				
Charges for Services	\$ 275,730	\$ 22,328	\$ 298,058	\$ -
Employer Contributions	-	-	-	1,438,117
Employee Contributions	-	-	-	471,313
Miscellaneous	24,700	4,302	29,002	184
TOTAL OPERATING REVENUES	300,430	26,630	327,060	1,909,614
OPERATING EXPENSES				
Salaries and Benefits	328,092	-	328,092	-
Materials and Supplies	161,610	44,462	206,072	-
Contractual Services	266,800	18,807	285,607	3,548
Insurance Premiums and Claims	-	-	-	1,954,735
Depreciation	731,878	22,989	754,867	-
Other	141,883	3,616	145,499	-
TOTAL OPERATING EXPENSES	1,630,263	89,874	1,720,137	1,958,283
OPERATING INCOME (LOSS)	(1,329,833)	(63,244)	(1,393,077)	(48,669)
NONOPERATING REVENUES (EXPENSES)				
Grant Revenue	2,598,527	-	2,598,527	-
Fuel Farm Donation	80,000	-	80,000	-
Interest on Investments	348	-	348	-
Sale of Fixed Assets	1,728	-	1,728	-
Interest on Expense	(3,422)	-	(3,422)	-
TOTAL NONOPERATING REVENUES (EXPENSES)	2,677,181	-	2,677,181	-
INCOME BEFORE TRANSFERS	1,347,348	(63,244)	1,284,104	(48,669)
Transfer In	340,685	30,000	370,685	-
TOTAL TRANSFERS	340,685	30,000	370,685	-
CHANGE IN NET POSITION	1,688,033	(33,244)	1,654,789	(48,669)
NET POSITION - BEGINNING OF YEAR	18,372,027	1,373,246	19,745,273	169,765
NET POSITION - END OF YEAR	\$ 20,060,060	\$ 1,340,002	\$ 21,400,062	\$ 121,096

The accompanying notes are an integral part of this financial statement.

ALAMOSA COUNTY, COLORADO
PROPRIETARY FUND
STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2021

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUND
	MOSCA		TOTAL BUSINESS-TYPE ACTIVITIES	HEALTH INSURANCE FUND
	AIRPORT FUND	WASTEWATER TREATMENT FUND		
	AIRPORT FUND	WASTEWATER TREATMENT FUND	TOTAL BUSINESS-TYPE ACTIVITIES	HEALTH INSURANCE FUND
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received From Services Provided	\$ (136,680)	\$ 29,931	\$ (106,749)	\$ -
Cash Received From Interfund Services Provided	-	-	-	1,909,709
Cash Paid to Employees for Services Provided	(328,092)	-	(328,092)	-
Cash Paid to Suppliers/Vendors	(573,715)	(66,885)	(640,600)	(1,958,283)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>(1,038,487)</u>	<u>(36,954)</u>	<u>(1,075,441)</u>	<u>(48,574)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer from Other Funds	344,021	30,000	374,021	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and Construction of Capital Assets	(3,327,124)	(440)	(3,327,564)	-
Grant Proceeds	3,661,150	-	3,661,150	-
Fuel Farm Donation	80,000	-	-	-
Principal Paid on Long-Term Debt	(18,331)	-	(18,331)	-
Sale of Fixed Assets	1,728	-	1,728	-
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>397,423</u>	<u>(440)</u>	<u>316,983</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Income	348	-	348	-
NET INCREASE (DECREASE) IN CASH	(296,695)	(7,394)	(384,089)	(48,574)
CASH AT BEGINNING OF YEAR	271,056	12,182	283,238	169,670
CASH AT END OF YEAR	<u>\$ (25,639)</u>	<u>\$ 4,788</u>	<u>\$ (100,851)</u>	<u>\$ 121,096</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:				
Operating Income (Loss)	\$ (1,329,833)	\$ (63,244)	\$ (1,393,077)	\$ (48,669)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities				
Depreciation Expense	731,878	22,989	754,867	-
(Increase) Decrease in Accounts Receivable	(437,110)	3,301	(433,809)	95
Increase (Decrease) in Accounts Payable	(3,422)	-	(3,422)	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (1,038,487)</u>	<u>\$ (36,954)</u>	<u>\$ (1,075,441)</u>	<u>\$ (48,574)</u>

The accompanying notes are an integral part of this financial statement.

ALAMOSA COUNTY, COLORADO
FIDUCIARY FUNDS
STATEMENT OF ASSETS AND LIABILITIES
December 31, 2021

	TREASURER'S AGENCY FUND
ASSETS	
Cash and Cash Equivalents	<u>\$ 1,074,607</u>
TOTAL ASSETS	<u><u>\$ 1,074,607</u></u>
LIABILITIES	
Funds Held For Others	\$ 839,607
Due to General Fund	<u>235,000</u>
TOTAL LIABILITIES	<u><u>\$ 1,074,607</u></u>

The accompanying notes are an integral part of this financial statement.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of the County reflected in the accompanying financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Accounting principles generally accepted in the United States of America for local governments are those promulgated by the Governmental Accounting Standards Board (GASB) in *Governmental Accounting and Financial Reporting Standards*.

REPORTING ENTITY

Primary Government

The County is a political subdivision organized under the statutes of the State of Colorado. The County is governed by a three-member Board of County Commissioners (the Board). Each commissioner is elected at-large by the voters of the County to represent one of the three separate districts and must reside in the district for which he or she is elected. There are also six other elected officials - assessor, clerk and recorder, coroner, sheriff, district attorney, and treasurer. The treasurer is also the County Public Trustee.

The County provides a wide range of services to its residents including general administration, public safety, highways and streets, parks and open spaces, health and social services, airport operations, public improvements, planning, zoning, and predatory animal control.

The County's combined financial statements include the accounts of all County operations. The criteria for including organizations as component units within the County's reporting entity, as set forth in Section 2100 of GASB's *Codification of Governmental Accounting and Financial Reporting Standards*, include whether:

- The organization is legally separate (can sue and be sued in their own name)
- The County holds the corporate powers of the organization
- The County appoints a voting majority of the organization's board
- The County is able to impose its will on the organization
- The organization has the potential to impose a financial benefit/burden on the County
- There is fiscal dependency by the organization on the County
- The organization is financially accountable to the County
- The organization receives or holds funds that are for the benefit of the County; and the County has access to a majority of the funds held; and the funds that are accessible are also significant to the County.

The Northwest Weed Control District was voted into existence in 1989. In 1992, the Alamosa County Commissioners assumed administration of the District and tax revenue received by the fund. The District is blended into the County's financial statements as a special revenue fund.

The Alamosa County Events and Facilities Local Marketing District was voted into existence November 3, 2003. The County Commissioners administer the District and tax revenue received by the fund. The District is blended into the County's financial statements as a special revenue fund.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements include the Statement of Net Position and the Statement of Activities. Government-wide statements report information on all of the activities of the County and its component units, except for County fiduciary activity. The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund statements. Mainly taxes and intergovernmental revenues support governmental activities.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

The statement of activities reflects the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include:

- Charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and
- Grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included in program revenues are reported as general revenues.

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

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

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

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

The County reports the following major governmental funds:

- The **General Fund** is the general operating fund of the County. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The **Road and Bridge Fund** is used to account for the maintenance and improvements of streets and highways. The sources of funds include property taxes, highway users fees, and other revenue sources.
- The **Social Services Fund** is used to account for the operations of social programs; i.e. Temporary Aid to Needy Families, Old Age Pension, Aide to the Blind, Aide to the Needy and Disabled, among others. Financing is provided by grants, allotments, and property tax revenue.
- The **Justice Center Fund** is used to account for sales taxes collected to meet the statutory obligations of the County to provide adequate judicial and detention facilities.

Proprietary fund financial statements are used to account for activities, which are similar to those often found in the private sector. The measurement focus is dependent upon determination of net income, financial position, and cash flows. The County's proprietary funds consist of two enterprise funds and an internal service fund described as follows:

- The **Mosca Wastewater Treatment Fund** is an enterprise fund used to provide quality sewer service to the residents of Mosca. The fund is supported by fees of the users. Expenses are for operation and repair of the sewage system.
- The **Airport Fund** is an enterprise fund used to provide airport services to the San Luis Valley. The Airport is supported by intergovernmental revenue, fuel sales and landing fees. Expenses are for operation and repair of the airport.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

- The *Health Insurance Fund* is an internal service fund used to account for the County's group medical insurance program. Revenues are derived from County contributions and employee contributions. Expenses are for the purchase of health insurance premiums.

The proprietary funds are accounted for using the accrual basis of accounting as follows:

- Revenues are recognized when earned and expenses are recognized when the liabilities are incurred.
- Current-year contributions, administrative expenses, and premium payments, which are not received or paid until the subsequent year, are accrued.

Proprietary funds distinguish operating revenues and expenses from nonoperating 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. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary fund financial statements consist of the Treasurer's Agency Fund established to record transactions relating to assets held by the County as an agent for individuals, governmental entities, and non-public organizations. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances in the statement of net position have been eliminated. In the statement of activities, internal service fund transactions have been eliminated.

ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION / FUND BALANCE

Cash

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments

All investments, if any, are recorded at fair market value.

Property Taxes

Property taxes attach as an enforceable lien on property as of January 1 each year. The taxes are payable in two installments on February 28 and June 15 or in full on April 30. The County Treasurer bills and collects all property taxes for the County. Property tax revenue is recognized by the County to the extent it results in a current receivable. The 2021 property tax levy due January 1, 2022, has been recorded in the financial statements as a receivable and corresponding deferred inflow of resources in the financial statements.

Receivables/Payables from Other County Funds

Balances that originate from current lending/borrowing arrangements between funds are referred to as "Due To/From Other Funds".

Inventories and Prepaid Items

Inventory is valued at the lower of cost (first-in, first-out) or market. Inventory in the special revenue funds consists of expendable supplies held for use. Reported inventories are equally offset by nonspendable fund balance, which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. Inventory policy on government-wide statements is consistent with fund statements.

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

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

Capital Assets

Capital Assets, which include land, buildings and improvements, equipment, construction in progress, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental activities columns in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$5,000. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Building	35-50
Furniture & Fixtures	5-10
General Equipment	3-20
Vehicles	5-15
Infrastructure	5-50

Long-Term Obligations

Long-term debt and other long-term obligations are recorded as liabilities in the government-wide financial statements. In the fund financial statements for governmental fund types, debt proceeds are reported as other financing sources and debt payments are reported as debt service expenditures.

Compensated Absences

County employees may earn and accumulate unused vacation and sick leave benefits. All vacation and sick leave pay is accrued when incurred in the government-wide financial statements. A liability is reported in governmental funds only if they have matured, for example as a result of employee resignations or retirements.

Deferred Inflows of Resources

In addition to liabilities, the statement of net position reports a separate section of deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time.

Encumbrances

The County does not record purchase orders in the accounting system until invoices are ready for payment. Unfulfilled purchase commitments outstanding at the end of the budget year are rebudgeted in the succeeding year. End of the year fund balance intended to be used in the succeeding year is reported as designated fund balance.

Net Position

Net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net position should be displayed in the following three components:

- *Net investment in capital assets* – consists of capital assets, net accumulated depreciation, reduced by the outstanding balances of any borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt should be included in this component of net position.
- *Restricted* – consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Restricted assets consist of assets that have limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

- *Unrestricted* – consists of net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

Fund Balance

Fund balances are classified based on the extent to which the District is bound to honor constraints for the specific purposes on which amounts in the fund can be spent. Fund balances are classified in one of the five categories:

- *Nonspendable Fund Balance* – amounts that cannot be spent because they are not in spendable form—such as inventory and prepaid insurance.
- *Restricted Fund Balance* – amounts with constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.
- *Committed Fund Balance* – amounts that can only be used for specific purposes as a result of constraints imposed through resolution by the Board of County Commissioners, the highest level of decision making authority. Committed amounts cannot be used for any other purpose unless the Board removes those constraints by taking the same type of action. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- *Assigned Fund Balance* – amounts a government intends to use for a specific purpose; intent can be expressed by the Board of County Commissioners or by an official or body to which the governing body delegates the authority.
- *Unassigned Fund Balance* – amounts that are available for any purpose; these amounts are reported only in the General Fund.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

	General Fund	Road and Bridge Fund	Social Services Fund	Justice Center Fund	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable						
Inventory	\$ -	\$ 230,113	\$ -	\$ -	\$ -	\$ 230,113
Prepaid Expenses	42,284	-	-	-	-	42,284
	<u>42,284</u>	<u>230,113</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>272,397</u>
Restricted						
TABOR	750,000	-	-	-	-	750,000
Committed						
Capital Projects	-	-	-	-	69,391	69,391
Debt Service	-	-	-	1,700,000	146,330	1,846,330
Equip. Acquisition	213,136	-	-	-	-	213,136
Radar Tower	29,639	-	-	-	-	29,639
Clerk E-Recording	67,944	-	-	-	-	67,944
Highways and Streets	-	2,929,495	-	-	-	2,929,495
6N Road Project	-	2,500,000	-	-	-	2,500,000
Health and Welfare	-	-	2,171,360	-	1,100,085	3,271,445
Public Safety	-	-	-	4,103,168	-	4,103,168
Culture and Rec.	-	-	-	-	1,803,396	1,803,396
Weed Control	-	-	-	-	101,704	101,704
	<u>310,719</u>	<u>5,429,495</u>	<u>2,171,360</u>	<u>5,803,168</u>	<u>3,220,906</u>	<u>16,935,648</u>
Assigned						
Designated for Future Expenditures	748,218	-	-	-	-	748,218
Unassigned	<u>5,010,173</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,010,173</u>
Total Fund Balance	<u><u>\$ 6,861,394</u></u>	<u><u>\$ 5,659,608</u></u>	<u><u>\$ 2,171,360</u></u>	<u><u>\$ 5,803,168</u></u>	<u><u>\$ 3,220,906</u></u>	<u><u>\$ 23,716,436</u></u>

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

Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Reclassifications

Certain reclassifications were made to fiscal year 2020 financial statements in order to conform to the fiscal year 2021 financial statement presentation.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgets and Budgetary Accounting

Alamosa County follows the procedures set forth in the Colorado Local Government Budget Law when preparing the annual budget for each fund. Budget procedures include:

- Preparation of budget documents by administrative staff, which shall be submitted to the Board no later than October 15 of each year.
- Publication of a notice stating that the budget is available for public inspection.
- Discussion of the budget in a meeting open to the public.
- Adoption of the budget in a public meeting by appropriate resolution, no later than December 31.

Formal budgetary integration is employed as a management control device for all funds of the County. All budgets are adopted on a basis consistent with U.S. generally accepted accounting principles (GAAP).

The total expenditures for each fund cannot exceed the budgeted amount unless a supplemental appropriation is adopted. The Board of County Commissioners adopted supplemental appropriations during 2021.

All budget amounts presented in the accompanying supplementary information reflect the original budget and the final amended budget.

NOTE 3 CASH, DEPOSITS, AND INVESTMENTS

A summary of cash and investments for the County are as follows:

Cash on hand	\$ 3,400
Cash in banks	5,947,577
COLOTrust	16,752,427
CSIP	664,273
C-SAFE	511,922
Investments	758,026
Total cash, deposits, and investments: (book balance)	24,637,625
Less: amounts related to Treasurer's Agency Fund	(1,074,607)
Total cash, deposits, and investments on Statement of Net Position	\$ 23,563,018

Cash and Deposits

Colorado State Statutes govern the County's deposits of cash. The statutes specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance (FDIC) on deposits held.

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized in accordance with the PDPA. PDPA allows the institution to create a single collateral pool for all public funds to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to the aggregate uninsured deposits.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk. At December 31, 2021, \$5,503,240 was exposed to

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

custodial credit risk. Deposits exposed to credit risk are collateralized with securities held by the pledging financial institutions through PDPA.

Investments

The County's investment policy and Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. They include:

- Obligations of the United States and certain U.S. Government agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Bankers' acceptances of certain banks
- Commercial paper
- Local government investment pools
- Repurchase agreements
- Money market funds
- Guaranteed investments contracts
- Corporate or bank debt issued by eligible corporations or banks

Custodial Credit Risk - Investments

The County's investment policy calls for investment diversification within the portfolio to avoid unreasonable risks inherent in over investing in specific instruments, individual financial institutions or maturities. The policy allows for the investment in local government investment pools.

Interest Rate Risk

Colorado Revised Statutes and the County's investment policy limit investment maturities to five years or less from the date of purchase. This limit on investment maturities is a means of limiting exposure to fair values arising from increasing interest rates.

Fair Value

Fair value investments classified at Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Fair value investments classified as Level 2 of the fair value hierarchy are valued using the active market rates for the underlying securities. Fair value investments classified as Level 3 of the fair value hierarchy are valued using non-observable inputs.

Colorado Government Liquid Asset Trust (ColoTrust) is an investment vehicle established for local government entities in Colorado pursuant to Part 7 of Article 75 of Title 24 of the Colorado Revised Statutes, to pool surplus funds for investment purposes. ColoTrust operates similarly to a money market fund and each share is equal in value to \$1.00. The fair value of the position in the pool is the same as the value of the pool shares. The designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned by the pool are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the pool. Investments of the pools consist of U.S. Treasury bills, notes and note strips, and repurchase agreements collateralized by U.S. Treasury Notes. ColoTrust is rated AAAM by Standard and Poor's.

Colorado Statewide Investment Program (CSIP) is a money market mutual fund. Portfolio investments are assigned a level based upon the observability of the inputs which are significant to the overall valuation. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The fair value of investments in money market funds is based on the published net asset values per share

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

of those funds. Money market securities are valued using amortized cost. Generally, amortized cost approximates the current fair value of a security. CSIP is rated AAAM by Standard and Poor's.

The Colorado Surplus Asset Fund Trust (C-SAFE) investments are valued using the net asset value per share (or its equivalent) of the investments. The investments do not have any unfunded commitments, redemption restrictions, redemption notice periods or withdrawal restrictions. CSAFE investments conform to Colorado Statutes CRS 24-75-601 et. seq. and therefore invests primarily in securities of the United States Treasury, United States Agencies, Primary Dealer Repurchase Agreements, highly rated commercial paper, highly rated corporate bonds, Colorado depositories collateralized at 102% of market value according to the guidelines of the Public Deposit Protection Act. CSAFE measures all of its investments at amortized cost. CSAFE is rated AAAM by Standard & Poor's.

Investment Type	Rating	Up to 120 Days	121 Days to 5 Years	Fair Value Measurements Using: Level 2
SIGMA Money Market	100% (un-rated)	\$ 758,026	\$ -	\$ 758,026
		\$ 758,026	\$ -	\$ 758,026

NOTE 4 ACCOUNTS RECEIVABLE

Accounts receivable at December 31, 2021, consisted of the following:

<i>Governmental Activities</i>	
General Fund	\$ 2,862
Social Services Fund	2,762
Public Health Nurse (net of allowance for doubtful accounts of \$26,569)	441,037
Road and Bridge Fund	3,346
Total Governmental Activities Accounts Receivable, net	450,007
<i>Business-type Activities</i>	
Airport Fund	459,277
Mosca Wastewater Treatment Fund	4,073
Total Business-Type Activities Accounts Receivable	463,350
Total Accounts Receivable, net	\$ 913,357

NOTE 5 PROPERTY TAXES RECEIVABLE

At December 31, 2021, the County had an estimated property tax receivable divided among the funds as follows:

General Fund	\$ 4,325,111
Social Services Fund	714,545
Nonmajor Funds	61,673
	\$ 5,101,329

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

NOTE 6 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund Receivables/Payables

The County reports interfund balances between many of its funds. The balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. Interfund balances are generally expected to be repaid within one year of the financial statement date.

Interfund receivable and payable balances at December 31, 2021, were as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Social Services Fund	\$ 87,395
	Airport Fund	3,336
	Agency Fund	235,000
		325,731
Public Health Fund	General Fund	16,005
Road and Bridge Fund	General Fund	13,743
		29,748
		\$ 355,479

Interfund Transfers

Interfund transfers for the year ended December 31, 2021, were as follows:

Transfer In	Transfer Out	Amount
General Fund	Justice Center	\$ 1,000,000
Road & Bridge Fund	General Fund	27,065
Social Services Fund	General Fund	67,588
Justice Center Fund	Facilities Expansion Fund	765
Debt Service Fund	Justice Center	1,303,374
Public Health Fund	General Fund	32,119
Airport Fund	General Fund	340,685
Mosca Wastewater Treatment Fund	General Fund	30,000
		\$ 2,801,596

The General Fund received transfers from the Justice Center Fund for the public safety's portion of sales tax revenue. The General Fund transferred funds to the Road & Bridge Fund, Public Health Fund and the Social Services Fund for reimbursements of COVID expenditures. The Debt Service Fund received transfers from the Justice Center Fund to cover bond payments. The General Fund transferred money to the Airport Fund and Mosca Wastewater Treatment Fund for construction projects.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

NOTE 7 CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2021, was as follows:

	Balance 12/31/2020	Additions	Deletions	Balance 12/31/2021
<i>Governmental Activities:</i>				
Capital assets not being depreciated:				
Land	\$ 424,869	\$ -	\$ -	\$ 424,869
Construction in Progress	-	97,973	-	97,973
Total capital assets not being depreciated	<u>424,869</u>	<u>97,973</u>	<u>-</u>	<u>522,842</u>
Capital assets being depreciated				
Buildings and Improvements	42,049,779	171,104	182,761	42,038,122
Furniture and Equipment	7,579,289	136,722	-	7,716,011
Vehicles	2,093,316	215,164	15,000	2,293,480
Infrastructure	19,943,762	-	-	19,943,762
Total capital assets being depreciated	<u>71,666,146</u>	<u>522,990</u>	<u>197,761</u>	<u>71,991,375</u>
Less accumulated depreciation for:				
Buildings	6,343,853	932,321	52,269	7,223,905
Furniture and Equipment	5,200,072	411,409	-	5,611,481
Vehicles	1,573,041	147,321	15,000	1,705,362
Infrastructure	17,561,853	315,899	-	17,877,752
Total accumulated depreciation	<u>30,678,819</u>	<u>1,806,950</u>	<u>67,269</u>	<u>32,418,500</u>
Total capital assets being depreciated, net	<u>40,987,327</u>	<u>(1,283,960)</u>	<u>130,492</u>	<u>39,572,875</u>
Governmental Activities Capital Assets, Net	<u>\$ 41,412,196</u>	<u>\$ (1,185,987)</u>	<u>\$ 130,492</u>	<u>\$ 40,095,717</u>
<i>Business-Type Activities:</i>				
Capital assets not being depreciated:				
Land	\$ 28,386	\$ -	\$ -	\$ 28,386
Construction in Progress	5,489,707	1,935,930	6,998,404	427,233
Total capital assets not being depreciated	<u>5,518,093</u>	<u>1,935,930</u>	<u>6,998,404</u>	<u>455,619</u>
Capital assets being depreciated				
Buildings and Improvements	6,385,296	106,862	-	6,492,158
Equipment	837,852	28,500	21,150	845,202
Land Improvements	10,233,862	7,045,253	-	17,279,115
Total capital assets being depreciated	<u>17,457,010</u>	<u>7,180,615</u>	<u>21,150</u>	<u>24,616,475</u>
Less accumulated depreciation:	<u>3,433,946</u>	<u>754,803</u>	<u>6,370</u>	<u>4,182,379</u>
Total capital assets being depreciated, net	<u>14,023,064</u>	<u>6,425,812</u>	<u>14,780</u>	<u>20,434,096</u>
Business-Type Activities Capital Assets, Net	<u>\$ 19,541,157</u>	<u>\$ 8,361,742</u>	<u>\$ 7,013,184</u>	<u>\$ 20,889,715</u>

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

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

Governmental Activities:	
General Government	\$ 187,016
Public Safety	1,000,738
Health and Welfare	203,658
Highways and Streets	381,462
Culture and Recreation	34,076
	\$ 1,806,950
Business-Type Activities	
Airport	\$ 731,815
Mosca Wastewater Treatment Fund	22,988
	\$ 754,803

NOTE 8 OPERATING LEASES

The County has entered into several operating lease arrangements for several copy machines, postage machines, procurement of software, and computer services. Rental Expense for all operating leases for the year ended December 31, 2021, was approximately \$239,282.

NOTE 9 LONG-TERM LIABILITIES

Changes in Long-term Liabilities

Long-term liability activity for the year ended December 31, 2021, was as follows:

	12/31/2020 Balance	Additions	Deletions	12/31/2021 Balance	Due Within One Year
<i>Governmental Activities</i>					
Lease Purchase Agreements	\$ 2,102,141	\$ -	\$ 215,760	\$ 1,886,381	\$ 125,885
Certificates of Participation	18,480,000	-	910,000	17,570,000	940,000
Note Payable	35,053	-	31,150	3,903	3,903
Premium on COP's	1,918,941	-	127,929	1,791,012	127,929
Compensated Absences	601,209	-	200,860	400,349	82,080
Total Governmental Activities	\$ 23,137,344	\$ -	\$ 1,485,699	\$ 21,651,645	\$ 1,279,797
<i>Business-Type Activities</i>					
Lease Purchase Agreements	\$ 71,286	\$ -	\$ 17,539	\$ 53,747	\$ 19,537
Total Business-Type Activities	\$ 71,286	\$ -	\$ 17,539	\$ 53,747	\$ 19,537

Governmental Activities

Lease Purchase Agreements

2013 Alamosa County Services and Department of Human Services Building Lease

An annually renewable Lease Purchase Agreement, dated December 9, 2013, was entered into between a Bank, as lessor, and Alamosa County (the "County"), as lessee. The Bank issued \$2,735,000 to the County to construct the

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

new Annex building. The County is leasing the Department of Social Services building back at 3.9% interest via the Lease Purchase Agreement. The County used the proceeds to repay the 2009 lease purchase agreement and to construct the new Annex building on land owned by the County and located in Alamosa, Colorado for the housing of County offices. The building is included in capital assets at a cost of \$3,230,870 with accumulated depreciation of \$807,717.

Payments are due to the Bank in March, June, September, and December through December 2033. The County can purchase the building back at any time for the Purchase Option Price included in the lease. Payments will be made from the Lease Service Fund. Principal balance at December 31, 2021, was \$1,866,381.

2016 Alamosa County and John Deere Financial Services Leases

A Lease Purchase agreement, dated February 11, 2016, was entered into with John Deere Financial Services, as lessor, and Alamosa County, as lessee in the amount of \$444,053 for the purchase of two John Deere Motor Graders. Payments were due in annual installments of \$97,789, which included interest at a rate of 3.25%. Final payment was due in February 2021. Principal balance at December 31, 2021, was \$0. The equipment is included in capital assets at a cost of \$444,053 with accumulated depreciation of \$375,317.

The annual debt service for the leases, are as follows:

	Principal	Interest	Total
2022	\$ 125,885	\$ 71,735	\$ 197,620
2023	130,867	66,753	197,620
2024	135,867	61,753	197,620
2025	141,422	56,198	197,620
2026	147,020	50,600	197,620
2027-2031	826,984	161,116	988,100
2032-2033	378,336	16,810	395,146
	\$ 1,886,381	\$ 484,965	\$ 2,371,346

Certificates of Participation

2016 Justice Center Lease Agreement

An annually renewable Lease Purchase Agreement, dated October 15, 2016, was entered into between UMB Bank, as lessor, and Alamosa County, as lessee. UMB Bank issued \$21,735,000 of Certificates of Participation Series 2016 to finance the acquisition, construction, installation, and equipping of various public improvements, and paying the costs of issuance by UMB Bank. The buildings will be leased to the County from UMB Bank under the Lease Agreement, dated October 15, 2016. The detention center is included in capital assets at a cost of \$10,534,469 with accumulated depreciation of \$421,379, and the justice center is included in capital assets at a cost of \$14,821,952 with accumulated depreciation of \$666,988, at December 31, 2021.

The County will make lease payments to UMB Bank and UMB Bank will use those funds to pay the principal and interest payments prescribed by the Certificates of Participation document. Payments on these Certificates of Participation will be funded from the judicial and detention sales tax. Principal repayments began November 15, 2017, and will finish on November 15, 2035. The interest rate ranges from 2.00% to 5.00% and will be paid semi-annually. The cost of issuing the Certificates of Participation was \$197,562. Principal balance at December 31, 2021, was \$17,570,000.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

The annual debt service for the certificates are as follows:

	Principal	Interest	Total
2022	\$ 940,000	\$ 757,100	\$ 1,697,100
2023	980,000	719,500	1,699,500
2024	1,015,000	680,300	1,695,300
2025	1,055,000	640,500	1,695,500
2026	1,100,000	599,150	1,699,150
2027-2031	6,320,000	2,160,750	8,480,750
2031-2035	6,160,000	628,000	6,788,000
	<u>\$ 17,570,000</u>	<u>\$ 6,185,300</u>	<u>\$ 23,755,300</u>

Note Payable

2015 Alamosa County Depot and Motorway Building Note

A note payable, with a cancellation clause for annual non-appropriation, dated December 23, 2015, was entered into between a Bank and The Alamosa County Events and Facilities Local Marketing District. The Bank issued \$265,000 to the District to pay off the 2007 Depot and Motorway Building Lease and the 2014 Alamosa County Depot and Motorway Building Note. Payments are due monthly in the amount \$2,662, which includes interest at a rate of 3.750%. Payments began in February 2016 and will be made from the Local Marketing District Fund. Principal balance at December 31, 2021 was \$3,903. The building is included in capital assets at a cost of \$790,939 with accumulated depreciation of \$203,560.

The annual debt service for the note, is as follows:

	Principal	Interest	Total
2022	\$ 3,903	\$ 17	\$ 3,920
	<u>\$ 3,903</u>	<u>\$ 17</u>	<u>\$ 3,920</u>

Business Type Activities:

Lease Purchase Agreement

2008 Airport Air Ambulance Hanger Lease

Lease payable to a bank, payable in monthly installments of \$1,798 including interest at 4.50%, for the purchase of a hanger. Final payment is due in 2024.

The annual debt service for the lease, is as follows:

	Principal	Interest	Total
2022	\$ 19,537	\$ 2,036	\$ 21,573
2023	20,435	1,137	21,572
2024	12,635	239	12,874
	<u>\$ 52,607</u>	<u>\$ 3,412</u>	<u>\$ 56,019</u>

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

NOTE 10 DEFINED CONTRIBUTION PLAN

All eligible employees, participate in the Colorado County Officials and Employees Retirement Association (CCOERA) (the Plan), a defined contribution plan, authorized by state statute. The Plan is a tax qualified plan under Section 401(a) of the Internal Revenue Code and all contributions by or on behalf of employees are tax deferred until time of withdrawal.

Employees are eligible after completing twelve months of service with Alamosa County, and participation is mandatory after one year of employment. Employee and employer contributions are 100% vested immediately upon employee participation in the plan.

The County must contribute 4% of the compensation of each participant. Each participant contributes a minimum amount equal to the County's contribution, and is permitted to make additional contributions not to exceed 10% of their compensation. For the year ended December 31, 2021, employee contributions totaled \$308,955 and the County recognized pension expense of \$308,955. The County recognized \$0 of forfeitures in retirement expense during 2021.

Plan benefits depend solely on amounts contributed to the plan plus investment earnings, less administrative expenses. The Plan may be amended by resolution of the Board of County Commissioners but it may not be amended beyond the limits established by state statute.

NOTE 11 DEFERRED COMPENSATION PLAN

The County also offers its employees an additional voluntary deferred compensation plan created in accordance with Internal Revenue Code 457(f), administered by Colorado County Officials and Employees Retirement Association (CCOERA) (the Plan).

The Plan permits the employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergencies. The County has no other liability other than to make the required monthly contribution.

NOTE 12 COLORADO CONTRABAND FORFEITURE ACT

We have reviewed financial activities in the Sheriff's Department for compliance with the above referenced act. There were no sales of contraband during the year ended December 31, 2021.

NOTE 13 TABOR AMENDMENT RESERVE

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. The amendment is complex and subject to judicial interpretation. The County believes it is in compliance with the requirements of the amendment.

Fiscal year spending and revenue limits are determined based on the prior year's spending adjusted for inflation and local growth. The voters of the County have approved a measure that allows the County to retain and spend revenue in excess of the limit.

The amendment also requires that Emergency Reserves be established. These reserves must be at least three percent of fiscal year spending. The Emergency Reserve has been presented as restricted fund balance/net position in the

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

financial statements. The County is not allowed to use the Emergency Reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

The Airport state and local support exceeds the TABOR enterprise designation requirements, therefore an emergency reserve has been established for the Airport Fund and included in the County General Fund.

NOTE 14 RISK MANAGEMENT

Colorado Counties Casualty and Property Pool (CAPP)

The County is exposed to various risks of loss related to property and casualty losses. The County joined together with other counties in the State of Colorado to form the Colorado Counties Casualty and Property Pool (CAPP), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The County pays an annual contribution to CAPP for its property and casualty insurance coverage. The inter-governmental agreement of formation of CAPP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention that is determined each policy year. There have been no significant reductions in insurance coverage. Settled claims from these risks have not exceeded insurance coverage for the current year or the three prior years.

At December 31, 2021, CAPP had assets of \$24,459,481, liabilities of \$13,771,973 (including \$11,331,661 reserved for losses and claims), and members' equity of \$10,687,508. The liability amount includes no long-term debt. Total revenues for the year ended December 31, 2021, amounted to \$9,383,724 and total expenses were \$8,897,447, resulting in net income before return of surplus of \$486,277.

Colorado Workers' Compensation Pool (CWCP)

The County is exposed to various risks of loss related to injuries of employees while on the job. The County has joined together with other counties in the State of Colorado to form the Colorado Workers' Compensation Pool (CWCP), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The County pays an annual contribution to CWCP for its workers' compensation insurance coverage. The intergovernmental agreement of formation of CWCP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention that is determined each policy year. There have been no significant reductions in insurance coverage. Settled claims from these risks have not exceeded insurance coverage for the current year or the three prior years.

At December 31, 2021, CWCP had assets of \$50,946,504, liabilities of \$28,674,442 (including \$26,396,800 reserved for losses and claims) and members' equity of \$22,272,062. The liability amount includes no long-term debt. Total revenues for the year ended December 31, 2021, amounted to \$12,296,380, total expenses were \$8,728,999, resulting in net income before return of surplus of \$3,567,381.

NOTE 15 JOINT VENTURES

San Luis Valley Regional Solid Waste Authority

The San Luis Valley Regional Solid Waste Authority was created by an intergovernmental agreement between Rio Grande County and Alamosa County on April 14, 1995, pursuant to the authority granted by C.R.S. 29-1-203. It has been designated as a joint venture under the provisions of GASB Statement No. 14. Its purpose is to provide the citizens of both counties an integrated municipal solid waste disposal facility in accordance with provision of C.R.S. 30-20-1005.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

The Authority is governed by a Board of Directors consisting of five members as follows: one Rio Grande County Commissioner, one Alamosa County Commissioner, one director appointed by the City of Monte Vista, one director appointed by the City of Alamosa, and one director who is a member of the Rio Grande County Land Use or administrative staff as appointed by the Rio Grande County Commissioners.

It is the intent of the counties that the initial funding of the Authority by each county be provided on a loan basis in substantially the same proportion that the population of each county bears to the combined population of both counties. Alamosa and Rio Grande Counties may provide additional funding at any time in the future if they choose to do so by resolution.

Closure and Post-Closure Care

Rio Grande and Alamosa Counties are exposed to closure and post-closure expenses should the Authority be unable to meet those obligations when they become due. Management believes the risk of failure to be minimal. State and federal laws and regulations require the Authority to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the Authority 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 Authority reported \$1,280,360 as landfill closure and post-closure care liability at December 31, 2021, that represents the cumulative amount reported to date based on the use of 41% of the estimated capacity of the landfill.

The Authority will recognize the remaining estimated cost of closure and post-closure care of \$1,830,254 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and post-closure care in 2021, the most recent information available. As the Authority expects to close the landfill in the year 2043, the remaining useful life is 22 years. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The most recent audited financial statements of the authority report total assets of \$4,760,789, total liabilities of \$1,316,807, and net position of \$3,443,982 at December 31, 2021.

The San Luis Valley Regional Solid Waste Authority issues publicly available annual financial statements. That report may be obtained by writing to the San Luis Valley Regional Solid Waste Authority, PO Box 861, Monte Vista, Colorado 81144.

NOTE 16 COMMITMENTS AND CONTINGENCIES

Grant Programs – The County participates in a number of federal and state grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The amount of expenditures, if any, which may be disallowed by the granting agencies cannot be determined at this time although the County expects any such amounts to be immaterial.

Insurance Pools – The County is a member of the Colorado Counties Casualty and Property Pool (CAPP) and the Colorado Workers' Compensation Pool (CWCP). CAPP and CWCP have a legal obligation for claims against its members to the extent that funds are available in their annually established loss funds and amounts are available from insurance providers under excess specific and aggregate insurance contracts. Losses incurred in excess of loss funds are direct liabilities of the participating members. CAPP and CWCP have indicated that the amount of any excess losses would be billed to members in proportion to their contributions in the year such excess occurs. The ultimate liability to the County resulting from claims not covered by CAPP and CWCP is not presently determinable.

ALAMOSA COUNTY, COLORADO
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2021

Litigation – The County is a party to various legal actions normally associated with governmental activities, the aggregate effect which, in management’s and legal counsel’s opinion, would not be material to the financial statements.

COVID-19 - In March of 2020, the COVID-19 virus was declared a global pandemic. Business continuity could be severely impacted for months or more, as significant and unprecedented measures to mitigate the consequences of the pandemic are undertaken. The County has received Coronavirus Aid, Relief, and Economic Security (CARES) Act funding in 2020 and American Rescue Plan Act (ARPA) in 2021 to mitigate some of the costs/losses as a result of the pandemic. No adjustments have been made to these financial statements as the potential impact is unknown at this time.

Lane 6 Reconstruction – Lane 6 reconstruction is set to begin in May 2022 and should be completed in October 2022. The total cost is estimated at \$14,000,000. Alamosa County has received a Federal Highway Access Grant for \$11,500,000. Alamosa County will provide 17.21% or approximately \$2,500,000 which they have in reserve in the Road and Bridge Fund.

SLV Regional Airport Fuel Farm – Alamosa County has substantially completed a new Fuel Farm at the Airport. The total cost of the fuel farm is \$462,700 with \$142,500 coming from a DOLA grant, \$150,000 from CDOT Aeronautics division, \$80,000 from the Colorado Housing and Finance Authority, and \$90,000 from Alamosa County. The project will be completed in 2022 with approximately \$70,000 remaining.

ALAMOSA COUNTY, COLORADO

REQUIRED SUPPLEMENTARY INFORMATION

In addition to the basic financial statements, a budgetary comparison schedule is required for the General Fund and, if applicable, each of the County's major special revenue funds.

ALAMOSA COUNTY, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Taxes	\$ 6,582,363	\$ 6,579,863	\$ 7,266,029	\$ 686,166
Intergovernmental Revenue	1,190,749	2,864,784	1,650,694	(1,214,090)
Licenses and Permits	88,700	88,700	139,395	50,695
Fines and Forfeitures	64,000	65,500	66,462	962
Interest on Deposits	261,500	200,000	41,083	(158,917)
Charges for Services	1,066,200	1,176,200	1,029,035	(147,165)
Miscellaneous	515,850	520,850	592,519	71,669
TOTAL REVENUES	9,769,362	11,495,897	10,785,217	(710,680)
EXPENDITURES				
General Government	4,497,558	6,284,093	4,151,350	2,132,743
Public Safety	5,292,500	5,292,500	4,947,413	345,087
Judicial	352,334	352,334	352,334	-
Auxiliary Services	399,599	399,599	551,828	(152,229)
Capital Outlay	185,000	185,000	123,862	61,138
TOTAL EXPENDITURES	10,726,991	12,513,526	10,126,787	2,386,739
Excess (Deficiency) of Revenues Over Expenditures	(957,629)	(1,017,629)	658,430	1,676,059
OTHER FINANCING SOURCES (USES)				
Transfers In	1,080,000	1,080,000	1,000,000	(80,000)
Transfers Out	(580,000)	(580,000)	(497,456)	82,544
Sale of Fixed Assets	-	-	18,431	18,431
TOTAL OTHER FINANCING SOURCES (USES)	500,000	500,000	520,975	20,975
Net Change in Fund Balance	(457,629)	(517,629)	1,179,405	1,697,034
Fund Balance at Beginning of Year	5,456,777	5,456,777	5,681,989	225,212
Fund Balance at End of Year	\$ 4,999,148	\$ 4,939,148	\$ 6,861,394	\$ 1,922,246

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.
The schedule is presented on the GAAP basis.

ALAMOSA COUNTY, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
ROAD AND BRIDGE FUND
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Taxes	\$ 279,417	\$ 279,417	\$ 385,086	\$ 105,669
Intergovernmental Revenue	2,038,603	2,038,603	2,301,052	262,449
Fees	-	40,000	-	(40,000)
Miscellaneous	182,500	142,500	189,523	47,023
TOTAL REVENUES	2,500,520	2,500,520	2,875,661	375,141
EXPENDITURES				
Highways and Streets	2,228,509	2,228,509	1,821,598	406,911
Capital Outlay	-	-	164,653	(164,653)
Debt Service	98,000	98,000	97,529	471
TOTAL EXPENDITURES	2,326,509	2,326,509	2,083,780	242,729
Excess (Deficiency) of Revenues Over Expenditures	174,011	174,011	791,881	617,870
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	27,065	27,065
Transfers Out	(525,000)	(525,000)	-	525,000
TOTAL OTHER FINANCING SOURCES (USES)	(525,000)	(525,000)	27,065	552,065
Net Change in Fund Balance	(350,989)	(350,989)	818,946	1,169,935
Fund Balance at Beginning of Year	4,158,098	4,158,098	4,840,662	682,564
Fund Balance at End of Year	\$ 3,807,109	\$ 3,807,109	\$ 5,659,608	\$ 1,852,499

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.
The schedule is presented on the GAAP basis.

ALAMOSA COUNTY, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
SOCIAL SERVICES FUND
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUE				
Taxes	\$ 761,087	\$ 761,087	\$ 775,203	\$ 14,116
Intergovernmental Revenue	16,447,505	22,222,505	22,259,859	37,354
TOTAL REVENUE	17,208,592	22,983,592	23,035,062	51,470
EXPENDITURES				
Health and Welfare	17,314,244	23,015,244	22,831,780	183,464
Capital Outlay	-	74,000	11,378	62,622
TOTAL EXPENDITURES	17,314,244	23,089,244	22,843,158	246,086
Excess (Deficiency) of Revenues Over Expenditures	(105,652)	(105,652)	191,904	297,556
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	67,588	67,588
Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	67,588	67,588
Change in Fund Balance	(105,652)	(105,652)	259,492	365,144
Fund Balance at Beginning of Year	2,427,346	2,427,346	1,911,868	(515,478)
Fund Balance at End of Year	\$ 2,321,694	\$ 2,321,694	\$ 2,171,360	\$ (150,334)

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.

The schedule is presented on the GAAP basis.

ALAMOSA COUNTY, COLORADO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
JUSTICE CENTER FUND
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Taxes	\$ 2,905,061	\$ 2,905,061	\$ 4,018,939	\$ 1,113,878
TOTAL REVENUES	<u>2,905,061</u>	<u>2,905,061</u>	<u>4,018,939</u>	<u>1,113,878</u>
EXPENDITURES				
General Government	227,149	227,149	220,757	6,392
Capital Outlay	1,290,000	1,290,000	222,827	1,067,173
TOTAL EXPENDITURES	<u>1,517,149</u>	<u>1,517,149</u>	<u>443,584</u>	<u>1,073,565</u>
Excess (Deficiency) of Revenues Over Expenditures	1,387,912	1,387,912	3,575,355	2,187,443
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	765	765
Transfers Out	(1,700,000)	(1,700,000)	(2,303,374)	(603,374)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,700,000)</u>	<u>(1,700,000)</u>	<u>(2,302,609)</u>	<u>(602,609)</u>
Net Change in Fund Balance	(312,088)	(312,088)	1,272,746	1,584,834
Fund Balance at Beginning of Year	<u>4,264,874</u>	<u>4,264,874</u>	<u>4,530,422</u>	<u>265,548</u>
Fund Balance at End of Year	<u><u>\$ 3,952,786</u></u>	<u><u>\$ 3,952,786</u></u>	<u><u>\$ 5,803,168</u></u>	<u><u>\$ 1,850,382</u></u>

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.
The schedule is presented on the GAAP basis.

ALAMOSA COUNTY, COLORADO

SUPPLEMENTARY INFORMATION

The combining financial statements represent the second level of financial reporting for the County. These financial statements present more detailed information for the individual funds in a format that segregates information by fund type.

ALAMOSA COUNTY, COLORADO
COMBINING SCHEDULE - GENERAL FUND
BALANCE SHEET
December 31, 2021

	General Fund	Community Development Fund	Employee Retirement Fund	Equipment Acquisition Fund	Radar Tower Fund	Total
ASSETS						
Cash and Cash Equivalents	\$ 6,791,626	\$ 629,535	\$ 715	\$ 213,136	\$ 29,639	\$ 7,664,651
Receivables						
Accounts Receivable	2,862	-	-	-	-	2,862
Property Taxes Receivable	4,224,471	100,640	-	-	-	4,325,111
Due from Other Funds	325,731	-	-	-	-	325,731
Due from Other Governments	797,663	-	-	-	-	797,663
Prepaid Expenses	-	-	-	-	42,284	42,284
TOTAL ASSETS	\$ 12,142,353	\$ 730,175	\$ 715	\$ 213,136	\$ 71,923	\$ 13,158,302
LIABILITIES						
Accounts Payable	\$ 326,565	\$ 5,900	\$ -	\$ -	\$ -	\$ 332,465
Accrued Liabilities	20,250	-	-	-	-	20,250
Due to Other Funds	29,748	-	-	-	-	29,748
Due to Other Governments	338,668	-	-	-	-	338,668
Deferred Grant Revenue	1,250,666	-	-	-	-	1,250,666
TOTAL LIABILITIES	1,965,897	5,900	-	-	-	1,971,797
DEFERRED INFLOWS OF RESOURCES						
Unearned Revenue - Property Tax	4,224,471	100,640	-	-	-	4,325,111
FUND BALANCE						
Nonspendable	-	-	-	-	42,284	42,284
Restricted	750,000	-	-	-	-	750,000
Committed	67,944	-	-	213,136	29,639	310,719
Assigned	123,868	623,635	715	-	-	748,218
Unassigned	5,010,173	-	-	-	-	5,010,173
TOTAL FUND BALANCE	5,951,985	623,635	715	213,136	71,923	6,861,394
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	\$ 12,142,353	\$ 730,175	\$ 715	\$ 213,136	\$ 71,923	\$ 13,158,302

ALAMOSA COUNTY, COLORADO
COMBINING SCHEDULE - GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
For the Year Ended December 31, 2021

	General Fund	Community Development Fund	Employee Retirement Fund	Equipment Acquisition Fund	Radar Tower Fund	Eliminations	Total
REVENUES							
Taxes	\$ 7,156,697	\$ 108,749	\$ 583	\$ -	\$ -	\$ -	\$ 7,266,029
Intergovernmental Revenue	1,650,694	-	-	-	-	-	1,650,694
Licenses and Permits	139,395	-	-	-	-	-	139,395
Fines and Forfeitures	66,462	-	-	-	-	-	66,462
Interest on Deposits	41,083	-	-	-	-	-	41,083
Charges for Services	1,029,035	-	-	-	-	-	1,029,035
Miscellaneous	422,490	93,000	-	62,029	15,000	-	592,519
TOTAL REVENUES	10,505,856	201,749	583	62,029	15,000	-	10,785,217
EXPENDITURES							
Current Expenditures							
General Government	4,151,350	-	-	-	-	-	4,151,349
Public Safety	4,947,413	-	-	-	-	-	4,947,413
Judicial	352,334	-	-	-	-	-	352,334
Auxiliary Services	344,392	160,927	-	-	46,509	-	551,828
Capital Outlay	2,249	-	-	121,613	-	-	123,862
TOTAL EXPENDITURES	9,797,738	160,927	-	121,613	46,509	-	10,126,787
Excess (Deficiency) of Revenues Over Expenditures	708,118	40,822	583	(59,584)	(31,509)	-	658,430
OTHER FINANCING SOURCES (USES)							
Transfers In	1,000,000	582,813	-	-	-	(582,813)	1,000,000
Transfers Out	(1,080,269)	-	-	-	-	582,813	(497,456)
Sale of Capital Assets	18,431	-	-	-	-	-	18,431
TOTAL OTHER FINANCING SOURCES (USES)	(61,838)	582,813	-	-	-	-	520,975
Net Change in Fund Balance	646,280	623,635	583	(59,584)	(31,509)	-	1,179,405
Fund Balance at Beginning of Year	5,305,705	-	132	272,720	103,432	-	5,681,989
Fund Balance at End of Year	\$ 5,951,985	\$ 623,635	\$ 715	\$ 213,136	\$ 71,923	\$ -	\$ 6,861,394

**ALAMOSA COUNTY, COLORADO
NONMAJOR GOVERNMENTAL FUNDS**

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service and capital projects.

Public Health Fund – This fund is used to account for multiple programs of providing public health nursing services. Financing is provided by grants and fees for services.

Conservation Trust Fund – This fund is used to account for the County share of the state lottery program. The monies may be expended for the acquisition, development, and maintenance of parks, and other public recreational facilities.

Tourism and Development Fund – This fund is used to account for the County share of the lodging tax collected on each hotel/motel that is rented in Alamosa County. The monies may be expended to promote Alamosa County to tourists.

Northwest Weed Control District Fund – This fund is used to provide monies for spraying of undesirable plants along the roads within the northwest corner of the County.

Local Marketing District Fund – This fund is used to oversee the collection and disbursement of a 4% cultural and tourism tax on each hotel/motel room sold in Alamosa County.

CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays including the acquisition or construction of capital facilities and other capital assets.

Facilities Expansion Fund – This fund is used to account for the facility construction projects of Alamosa County.

DEBT SERVICE FUNDS

Debt service funds are used to account for and report financial resources that are restricted or committed to expenditure for principal and interest.

Lease Service Fund – This fund is used to pay the debt service on the construction of the Alamosa County buildings, which were financed by Lease Purchase Agreements.

ALAMOSA COUNTY, COLORADO
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
December 31, 2021

	NONMAJOR SPECIAL REVENUE FUNDS					CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS
	Public Health Fund	Conservation Trust Fund	Tourism and Development Fund	Northwest Weed Control District Fund	Local Marketing District Fund	Facilities Expansion Fund	Lease Service Fund	
ASSETS								
Cash and Cash Equivalents	\$ 743,783	\$ 653,101	\$ 417,159	\$ 101,704	\$ 545,881	\$ 69,391	\$ 124,427	\$ 2,655,446
Accounts Receivable	441,037	-	-	-	-	-	-	441,037
Property Taxes Receivable	-	-	-	21,417	-	-	40,256	61,673
Due from Other Governments	-	-	55,191	-	132,330	-	21,903	209,424
Due from Other Funds	16,005	-	-	-	-	-	-	16,005
Prepaid Expenses	392	-	-	-	-	-	-	392
TOTAL ASSETS	\$ 1,201,217	\$ 653,101	\$ 472,350	\$ 123,121	\$ 678,211	\$ 69,391	\$ 186,586	\$ 3,383,977
LIABILITIES								
Accounts Payable	\$ 4,668	\$ 266	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,934
Accrued Liabilities	522	-	-	-	-	-	-	522
Due to Other Funds	-	-	-	-	-	-	-	-
Unearned Grant Revenue	95,942	-	-	-	-	-	-	95,942
TOTAL LIABILITIES	101,132	266	-	-	-	-	-	101,398
DEFERRED INFLOWS OF RESOURCES								
Unavailable Revenue - Property Tax	-	-	-	21,417	-	-	40,256	61,673
FUND BALANCE								
Committed	1,100,085	652,835	472,350	101,704	678,211	69,391	146,330	3,220,906
TOTAL FUND BALANCE	1,100,085	652,835	472,350	101,704	678,211	69,391	146,330	3,220,906
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	\$ 1,201,217	\$ 653,101	\$ 472,350	\$ 123,121	\$ 678,211	\$ 69,391	\$ 186,586	\$ 3,383,977

ALAMOSA COUNTY, COLORADO
NONMAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
For the Year Ended December 31, 2021

	NONMAJOR SPECIAL REVENUE FUNDS					CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS
	Public Health Fund	Conservation Trust Fund	Tourism and Development Fund	Northwest	Local	Facilities Expansion Fund	Lease Service Fund	
				Weed Control District Fund	Marketing District Fund			
REVENUES								
Taxes	\$ -	\$ -	\$ 408,246	\$ 20,875	\$ 787,099	\$ 492	\$ 171,719	\$ 1,388,431
Intergovernmental Revenue	2,317,684	80,925	-	-	-	-	-	2,398,609
Licenses and Permits	99,455	-	-	-	-	-	-	99,455
Charges for Services	180,443	-	-	-	-	-	-	180,443
Interest on Investments	-	732	2,048	-	2,794	2,221	-	7,795
Miscellaneous	21,364	-	-	2,758	-	100	54,610	78,832
TOTAL REVENUES	2,618,946	81,657	410,294	23,633	789,893	2,813	226,329	4,153,565
EXPENDITURES								
Current Expenditures								
General Government	-	-	-	7,805	-	21,220	-	29,025
Health and Welfare	2,487,090	-	-	-	-	-	-	2,487,090
Auxiliary Services	-	-	-	-	-	8,905	-	8,905
Culture and Recreation	-	68,981	265,001	-	507,500	-	-	841,482
Capital Outlay	-	-	-	84,900	-	-	-	84,900
Debt Service	-	-	-	-	31,500	-	1,894,175	1,925,675
TOTAL EXPENDITURES	2,487,090	68,981	265,001	92,705	539,000	30,125	1,894,175	5,377,077
Excess (Deficiency) of Revenues Over Expenditures	131,856	12,676	145,293	(69,072)	250,893	(27,312)	(1,667,846)	(1,223,512)
OTHER FINANCING SOURCES (USES)								
Transfers In	32,119	-	-	-	-	-	1,303,374	1,335,493
Transfers Out	-	-	-	-	-	(766)	-	(766)
TOTAL OTHER FINANCING SOURCES (USES)	32,119	-	-	-	-	(766)	1,303,374	1,334,727
Net Change in Fund Balance	163,975	12,676	145,293	(69,072)	250,893	(28,078)	(364,472)	111,215
Fund Balance at Beginning of Year	936,110	640,159	327,057	170,776	427,318	97,469	510,802	3,109,691
Fund Balance at End of Year	\$ 1,100,085	\$ 652,835	\$ 472,350	\$ 101,704	\$ 678,211	\$ 69,391	\$ 146,330	\$ 3,220,906

ALAMOSA COUNTY, COLORADO
ALL NON-MAJOR GOVERNMENTAL FUNDS, AND ALL PROPRIETARY FUNDS
COMBINING SCHEDULE OF EXPENDITURES AND TRANSFERS OUT
BUDGET AND ACTUAL
For the Year Ended December 31, 2021

	BUDGETED AMOUNTS		EXPENDITURES	ADJUSTMENTS	EXPENDITURES	VARIANCE
	ORIGINAL	FINAL	REPORTED ON	TO BUDGETARY	ON THE	WITH FINAL
			THE GAAP	BASIS	BUDGETARY	BUDGET
	ORIGINAL	FINAL	BASIS	BASIS	BASIS	POSITIVE
						(NEGATIVE)
Governmental Funds						
Capital Projects Fund						
Facilities Expansion Fund	\$ 60,000	\$ 189,000	\$ 30,891	\$ -	\$ 30,891	\$ 158,109
Nonmajor Governmental Funds						
Special Revenue Funds						
Public Health Fund	2,934,188	2,934,188	2,487,090	-	2,487,090	447,098
Conservation Trust Fund	139,656	139,656	68,981	-	68,981	70,675
Tourism and Development Fund	245,350	265,350	265,001	-	265,001	349
Northwest Weed Control District Fund	31,323	131,323	92,705	-	92,705	38,618
Local Marketing District Fund	474,920	594,420	539,000	-	539,000	55,420
Total Special Revenue Funds	3,825,437	4,064,937	3,452,777	-	3,452,777	612,160
Debt Service Fund						
Lease Service Fund	1,894,293	1,894,293	1,894,175	-	1,894,175	118
Total Major Capital Projects Fund and Non-Major Governmental Funds	<u>\$ 5,779,730</u>	<u>\$ 6,148,230.00</u>	<u>\$ 5,377,843</u>	<u>\$ -</u>	<u>\$ 5,377,843</u>	<u>\$ 770,387</u>
Proprietary Funds						
Enterprise Funds						
Mosca Wastewater Treatment Fund	\$ 79,108	\$ 79,108	\$ 89,874	\$ (22,989)	\$ 66,885	\$ 12,223
Airport Fund	4,453,495	5,536,908	1,633,685	1,405,099	3,038,784	2,498,124
Total Enterprise Funds	4,532,603	5,616,016	1,723,559	1,382,110	3,105,669	2,510,347
Internal Service Funds						
Health Insurance Fund	2,448,870	2,448,870	1,958,283	-	1,958,283	490,587
Total Proprietary Funds	<u>\$ 6,981,473</u>	<u>\$ 8,064,886.00</u>	<u>\$ 3,681,842</u>	<u>\$ 1,382,110</u>	<u>\$ 5,063,952</u>	<u>\$ 3,000,934</u>

Adjustments to budgetary basis include the cost of capitalized assets, debt payments, and depreciation expense.

ALAMOSA COUNTY, COLORADO
OTHER SCHEDULES AND REPORTS

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

LOCAL HIGHWAY FINANCE REPORT		City or County: Alamosa	County
		YEAR ENDING : December 2021	
This Information From The Records Of Alamosa County		Prepared By: Phone:	Roni Wisdom 719-587-5170

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	204,473
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	1,450,527
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	4,416
2. General fund appropriations		b. Snow and ice removal	22,979
3. Other local imposts (from page 2)	385,074	c. Other	35,741
4. Miscellaneous local receipts (from page 2)	216,587	d. Total (a. through c.)	63,136
5. Transfers from toll facilities		4. General administration & miscellaneous	268,102
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	1,986,238
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	601,661	b. Redemption	
B. Private Contributions		c. Total (a. + b.)	0
C. Receipts from State government (from page 2)	2,263,898	2. Notes:	
D. Receipts from Federal Government (from page 2)	37,154	a. Interest	2,861
E. Total receipts (A.7 + B + C + D)	2,902,713	b. Redemption	94,668
		c. Total (a. + b.)	97,529
		3. Total (1.c + 2.c)	97,529
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	2,083,767

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds (Refunding Portion)				
B. Notes (Total)	94,667		94,667	0

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	4,840,662	2,902,713	2,083,767	5,659,608	

Notes and Comments:

LOCAL HIGHWAY FINANCE REPORT

STATE:
Colorado
YEAR ENDING (mm/yy):
December 2021

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	482	a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	384,592	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	61,019
5. Specific Ownership &/or Other		g. Other Misc. Receipts	27,065
6. Total (1. through 5.)	384,592	h. Other	128,503
c. Total (a. + b.)	385,074	i. Total (a. through h.)	216,587
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	2,217,473	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	18,833
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	46,425	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	18,321
f. Total (a. through e.)	46,425	g. Total (a. through f.)	37,154
4. Total (1. + 2. + 3.f)	2,263,898	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		204,473	204,473
(4). System Enhancement & Operation			0
(5). Total Construction (1) + (2) + (3) + (4)	0	204,473	204,473
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	204,473	204,473
			(Carry forward to page 1)

Notes and Comments:

ALAMOSA COUNTY, COLORADO

SINGLE AUDIT SECTION

ALAMOSA COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2021

<i>Federal Grantor/Program or Cluster Title</i>	<i>Assistance Listing Number</i>	<i>Pass-through Grantor and Number</i>	<i>Passed-through to Subrecipients (\$)</i>	<i>Federal Expenditures(\$)</i>
CCDF Cluster				
U.S. Department of Health and Human Services				
Child Care and Development Block Grant	93.575	Colorado Department of Human Services, N/A	\$	138,316
COVID-19 Child Care and Development Block Grant	93.575	Colorado Department of Human Services, N/A		329
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	Colorado Department of Human Services, N/A		236,049
Total CCDF Cluster				374,694
SNAP Cluster				
U.S. Department of Agriculture				
Supplemental Nutrition Assistance Program	10.551	Colorado Department of Human Services, N/A		5,030
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	Colorado Department of Human Services, N/A		317,588
Total SNAP Cluster				322,618
Food Distribution Cluster				
U.S. Department of Agriculture				
Emergency Food Assistance Program (Food Commodities)	10.569	Colorado Department of Human Services and Care and Share Food Bank, N/A		61,014
Total Food Distribution Cluster				61,014
Forest Service Schools and Roads Cluster				
U.S. Department of Agriculture				
Schools and Roads - Grants to States	10.665	Colorado Department of Treasury, N/A		18,833
Total Forest Service Schools and Roads Cluster				18,833
Medical Assistance Program (Medicaid Cluster)				
U.S. Department of Health and Human Services				
Medical Assistance Program	93.778	Colorado Department of Health Care Policy and Financing, N/A		501,353
Medical Assistance Program - Single Entry Point	93.778	Colorado Department of Health Care Policy and Financing, 19-110208/A1		153,940
Total Medical Assistance Program (Medicaid Cluster)				655,293
Total All Clusters				1,432,452

ALAMOSA COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2021

<i>Federal Grantor/Program or Cluster Title</i>	<i>Assistance Listing Number</i>	<i>Pass-through Grantor and Number</i>	<i>Passed-through to Subrecipients (\$)</i>	<i>Federal Expenditures(\$)</i>
Other Programs				
U.S. Department of Justice				
Crime Victim Assistance	16.575	Colorado Division of Criminal Justice, N/A		203,660
<i>Total U.S. Department of Justice</i>				<u>203,660</u>
U.S. Department of Transportation				
COVID-19 Airport Improvement Program	20.106	Grant 3-08-0002-027-2021		672,055
Airport Improvement Program	20.106	Grant 3-08-0002-024/025		1,674,048
<i>Total U.S. Department of Transportation</i>				<u>2,346,103</u>
U.S. Department of the Treasury				
Coronavirus Relief Fund	21.019	Colorado Department of Local Affairs, CVRF CM-071		94,160
Coronavirus Relief Fund	21.019	Colorado Department of Public Health and Environment, N/A		195,255
Coronavirus Relief Fund	21.019	Colorado Department of Human Services, N/A		476
Coronavirus State and Local Fiscal Recovery Funds	21.027	Colorado Department of Local Affairs, N/A		325,869
<i>Total U.S. Department of the Treasury</i>				<u>615,760</u>
U.S. Department of Health and Human Services				
Public Health Emergency Preparedness	93.069	Colorado Department of Public Health and Environment, PHEP/C22PHPCONT		284,769
Guardianship Assistance	93.090	Colorado Department of Human Services, N/A		3,925
Immunization Cooperative Agreements	93.268	Colorado Department of Public Health and Environment, IMM#2		30,659
COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	Colorado Department of Public Health and Environment, ELC - FY22		54,490
COVID-19 Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	Colorado Department of Public Health and Environment, N/A		5,627
Provider Relief Fund	93.498	N/A		68,905
MaryLee Allen Promoting Safe and Stable Families Program	93.556	Colorado Department of Human Services, N/A		5,086
COVID-19 Temporary Assistance for Needy Families	93.558	Colorado Department of Human Services, N/A		132,382

ALAMOSA COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2021

<i>Federal Grantor/Program or Cluster Title</i>	<i>Assistance Listing Number</i>	<i>Pass-through Grantor and Number</i>	<i>Passed-through to Subrecipients (\$)</i>	<i>Federal Expenditures(\$)</i>
Temporary Assistance for Needy Families	93.558	Colorado Department of Human Services,N/A		774,058
Child Support Enforcement	93.563	Colorado Department of Human Services,N/A		150,785
Low-Income Home Energy Assistance	93.568	Colorado Department of Human Services,N/A		600,111
COVID-19 Stephanie Tubbs Jones Child Welfare Services Program	93.645	Colorado Department of Human Services,N/A		2,834
Stephanie Tubbs Jones Child Welfare Services Program	93.645	Colorado Department of Human Services,N/A		56,068
Foster Care Title IV-E	93.658	Colorado Department of Human Services,N/A		590,863
Adoption Assistance	93.659	Colorado Department of Human Services,N/A		239,380
COVID-19 Elder Abuse Prevention Interventions Program	93.747	Colorado Department of Human Services, N/A		8,588
Social Services Block Grant	93.667	Colorado Department of Human Services,N/A		94,813
Maternal and Child Health Services Block Grant to the States	93.994	Colorado Department of Public Health and Environment,MCHPOPD		18,118
<i>Total U.S. Department of Health and Human Services</i>				3,121,461
U.S. Department of Housing and Urban Development Disaster Grants - Public Assistance	97.036	N/A		16,173
U.S. Department of Housing and Urban Development Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	Colorado Department of Local Affairs, H9CDB19003/H7CDB17051	28,571	28,571
<i>Total U.S. Department of Housing and Urban Development</i>			28,571	28,571
<i>Total Other Programs</i>			28,571	6,331,728
<i>Total Expenditures of Federal Awards</i>			\$ 28,571	\$ 7,764,180

ALAMOSA COUNTY, COLORADO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2021

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Alamosa County, Colorado under programs of the federal government for the year ended December 31, 2021. 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). Because the Schedule presents only a selected portion of the operations of Alamosa County, Colorado, it is not intended to and does not present the financial position, changes in net position, or cash flows of Alamosa County, Colorado.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting with the following exceptions. Funds passed-through the Colorado Department of Human Services and Department of Public Health and Environment are reported on a cash basis. Provider Relief Funds (PRF) received directly from the U.S. Department of Health and Human Services (HHS) are reported based on payments received between April 10, 2020 to March 31, 2022 and reported through the PRF Portal for the period July 1, 2021 to March 31, 2022 in accordance with HHS reporting requirements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available. Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii funds were passed through to subrecipients. The County did not elect to use the 10-percent de minimis indirect cost rate as allowed under Uniform Guidance for the year ended December 31, 2021.

NOTE 3 FOOD DISTRIBUTION

Nonmonetary assistance is reported in the Schedule at the fair market value of commodities received and disbursed.

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



**Wall,
Smith,
Bateman Inc.**

To the Board of County Commissioners
Alamosa County, Colorado
Alamosa, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Alamosa County, Colorado (the County), as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated August 17, 2022.

Report on 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 a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be a material weakness. Finding 2021-001

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from 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

Certified Public Accountants

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material effect on the determination of financial statements. 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*.

Alamosa County's Response to the Finding

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the findings identified in our engagement and described in the accompanying corrective action plan. The County's response was not subjected to the other auditing procedures applied in the engagement to audit the financial statements and, accordingly, we express no opinion on the response.

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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Wall, Smith, Bateman Inc.

Wall, Smith, Bateman Inc.
Alamosa, Colorado

August 17, 2022

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**



**Wall,
Smith,
Bateman Inc.**

To the Board of County Commissioners
Alamosa County, Colorado
Alamosa, Colorado

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Alamosa County, Colorado's (the County) compliance with the types of compliance requirements identified as subject to audit 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, 2021. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2021.

Basis for Opinion on Each Major Federal Program

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 for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the County's federal programs.

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Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency,

or 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 will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as Finding 2021-002 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the internal control over compliance findings identified in our audit described in the accompanying corrective action plan. The County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

Wall, Smith, Bateman Inc.

Wall, Smith, Bateman Inc.
Alamosa, Colorado

August 17, 2022

ALAMOSA COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2021

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditors’ report issued:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ___X___yes ___no
- Significant deficiency(ies) identified that are **not** considered to be material weakness(es)? ___yes ___X___none reported
- Noncompliance material to financial statements noted? ___yes ___X___no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ___yes ___X___no
- Significant deficiency(ies) identified that are **not** considered to be material weakness(es)? ___X___yes ___none reported

Type of auditors’ report issued on compliance for major programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)?

___X___yes ___no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
20.106	Airport Improvement Program
93.558	Temporary Assistance for Needy Families (TANF) Program

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as a low-risk auditee?

___yes ___X___no

ALAMOSA COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2021

Section II – Financial Statement Findings

Finding 2021-001: Internal Control over Financial Reporting
(Repeat of Finding 2020-001, 2019-001 and 2018-001)

Type of finding: Internal Control (material weakness)

Criteria: A system of internal controls includes the design, documentation, and monitoring of control activities over the application of accounting principles, non-routine transactions, financial statement preparation, and budget preparation.

Condition: The County's system of internal controls did not detect and correct financial misstatements.

Cause: The County has not developed procedures designed to incorporate reconciliation and review processes over the general ledger.

Effect: As a result of this condition the following areas were affected:

1. Audit adjustments were proposed to properly state the financial statements as of December 31, 2021, in accordance with generally accepted accounting principles.

Recommendation: The County should strengthen its internal controls with adopted policies and procedures to include a review process over the general ledger that is segregated from the individual who completes reconciliations, to ensure accurate reporting. The County should consider that this might require additional senior level finance staff.

Management's Response: See corrective action plan.

Section III – Federal Award Findings and Questioned Costs

Finding 2021-002: TANF Program, CFDA No. 93.558
U.S. Department of Health and Human Services

Passed through Colorado Department of Human Services

Compliance Requirement: Eligibility and Special Tests and Provisions

Grant No.: Not applicable

Type of finding: Internal Control (significant deficiency) and Compliance (noncompliance)

Context: We examined 15 of an average of 124 total case files for basic cash assistance with \$529,252 in total expenditures. Of the 15 case files tested 12 included Pandemic Emergency Assistance Fund (PEAF) assistance. The PEAF expenditures of \$132,832 were made up of a total of 112 case files.

Condition: Four of the fifteen cases reviewed were missing required information as described below:

- Two instances of missing initial assessments
- Two instances of missing roadmaps
- One instance of initial assessment being completed outside of the 30 day compliance requirement

ALAMOSA COUNTY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2021

Cause: During the year the Department experienced turnover in three of eight TANF case manager positions with one who served in a lead worker role. In addition throughout the year, a number of TANF staff worked remotely at various times due to COVID.

Criteria: A system of internal controls includes the design, documentation, and ongoing monitoring of control activities to provide reasonable assurance that only eligible individuals receive assistance under federal award programs and that amounts provided to or on behalf of eligible individuals or groups of individuals were calculated in accordance with program requirements as outlined in the Colorado Department of Human Services (CDHS) Staff Manual, Volume III.

Questioned Costs: Undetermined

Effect: The Department is not in complete compliance with the provisions of CDHS Staff Manual, Volume III as it relates to assessments and roadmaps.

Recommendation: The Department should develop policies and procedures to implement monitoring controls over the federal program eligibility and special tests and provisions requirements.

Grantee's Response: See corrective action plan.

ALAMOSA COUNTY, COLORADO
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
December 31, 2021

Section II – Financial Statement Findings

Finding 2020-001: Internal Control Over Financial Reporting
(Repeat of Finding 2019-001 and 2018-001)

Type of finding: Internal Control (material weakness)

Condition: The County's system of internal controls did not detect and correct financial misstatements.

Status: Partially Implemented. (See Finding 2021-001)

Finding 2020-002: Grant Management

Type of finding: Internal Control (material weakness)

Condition: The County did not adequately reconcile grant activity in the general ledger in a timely manner for the airport, Coronavirus Relief Funds (CVRF), and jail based behavioral health services (JBBS) grants.

Status: Implemented.



CORRECTIVE ACTION PLAN

Oversight Agencies: U.S. Department of Transportation and U.S. Department of Health and Human Services

Alamosa County, Colorado respectfully submits the following corrective action plan for the year ended December 31, 2021.

Independent Accountants: Wall, Smith, Bateman Inc.
 Certified Public Accountants
 3001 Adcock Circle
 Alamosa, CO 81101

Audit period: Year ended December 31, 2021

The findings from the December 31, 2021 schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the schedule. Section I of the schedule, Summary of Auditors' Results, does not include findings and is not addressed.

Section II – Financial Statement Findings

**Finding 2021-001: Internal Control Over Financial Reporting
 (Repeat of Finding 2020-001, 2019-001 and 2018-001)**

Type of finding: Internal Control (material weakness)

Recommendation: The County should strengthen its internal controls with adopted policies and procedures to include a review process over the general ledger that is segregated from the individual who completes the reconciliations, to ensure accurate reporting. The County should consider that this might require additional senior level finance staff.

Action Taken: The Controller was appointed as the County Administrator, January 1, 2022 after holding the Controller and Interim Administrator positions beginning November, 2021. As County Administrator, she was able to hire an experienced Controller in April, 2022 for the position she vacated. This has given Administration additional depth in the Finance Department for separation of duties and oversight. Management is also seeking an additional staff person for accounts receivable and grants management who will also provide back up to payroll and accounts payable.

The Finance Department has been working diligently on the development of internal controls needed to ensure proper monthly and year-end financial close accounting, government-wide reporting and reconciliation processes. With significant changes in Administration, we have not been able to complete all of our processes but we are much closer than in previous years. Management will seek to complete the hiring of additional staff and implement these processes on or before year end close of December 31, 2023.

Section II – Federal Award Findings

**Finding 2021-001: TANF Program, CFDA No. 93.558
U.S. Department of Health and Human Services**

Passed through Colorado Department of Human Services

Compliance Requirement: Eligibility and Special Tests and Provisions

Grant No.: Not Applicable

Type of Finding: Internal Control (significant deficiency) and Compliance (noncompliance)

Recommendation: The Department should develop policies and procedures to implement monitoring controls over the federal program eligibility and special tests and provisions requirements.

Action Taken:

Effective immediately the Department will ensure that a timely assessment and roadmap are completed on every Colorado Works case within thirty days. There will be thorough documentation for completion of all assessments and roadmap.

If the U.S. Department of Transportation or U.S. Department of Health and Human Services has questions regarding this plan, please call the responsible parties listed below.

Sincerely yours,

Roni Wisdom

Roni Wisdom, County Administrator
Alamosa County, Colorado

Catherine Salazar

Catherine Salazar
Department of Human Services Director
Alamosa County, Colorado

ALAMOSA COUNTY, COLORADO

**PASSENGER FACILITY CHARGE PROGRAM
AUDIT SECTION**

ALAMOSA COUNTY, COLORADO
SAN LUIS VALLEY REGIONAL AIRPORT
SCHEDULE OF PASSENGER FACILITY CHARGES COLLECTED AND EXPENDED
For the Year Ended December 31, 2021

	<u>Total Authorization</u>	<u>Program Total 12/31/2020</u>	<u>Year Ended 12/31/2021</u>	<u>Program Total 12/31/2021</u>
Revenue:				
Collections		\$ 439,018	\$ 54,932	\$ 493,950
Disbursements:				
Application 96-01-C-00-ALS:				
Construct Parallel Taxiway A	\$ 288,836	288,836	-	288,836
Application 16-02-C-00-ALS:				
Acquire Aircraft Rescue and Fire Fighting Vehicle	16,812	16,812	-	16,812
Construct New Terminal Building	42,158	42,158	-	42,158
PFC Administration	8,000	8,000	-	8,000
Rehabilitate Runway 2/20 (Design)	16,667	16,667	-	16,667
Rehabilitate Runway 2/20 (Construction)	341,667	66,545	54,932	121,477
Total Disbursements	<u>\$ 714,140</u>	<u>439,018</u>	<u>54,932</u>	<u>493,950</u>
Net PFC Revenue (revenue - disbursement)		<u>-</u>	<u>-</u>	<u>-</u>
PFC Account Balance		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NOTE 1 BASIS OF PRESENTATION

The accompanying Schedule of Passenger Facility Charges (PFCs) Collected and Expended (Schedule) includes the PFC activity of the San Luis Valley Regional Airport. 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 include eligible expenditures that have been applied against PFCs collected as of December 31, 2021.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO THE PASSENGER FACILITY
CHARGE PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH REQUIREMENTS
ISSUED BY THE FEDERAL AVIATION ADMINISTRATION**



**Wall,
Smith,
Bateman Inc.**

To the Board of County Commissioners
of Alamosa County
Alamosa, Colorado

Report on Compliance for Passenger Facility Charges

Opinion on the Passenger Facility Charges

We have audited San Luis Valley Regional Airport's (the Airport) compliance with the types of compliance requirements described in the *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration (the Guide) for the year ended December 31, 2021.

In our opinion, the Airport complied, in all material respects, with the requirements of the passenger facility charge program for the year ended December 31, 2021.

Basis for Opinion on the Passenger Facility Charges

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United State of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the guide. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of compliance section of our report.

We are required to be independent of the Airport and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the passenger facility charge program. Our audit does not provide a legal determination of the Airport's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the passenger facility charge program.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Airport's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, and *Government auditing Standards* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Airport's compliance with the requirements of the passenger facility charge program.

Certified Public Accountants

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In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Airport's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Airport's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Guide, but not for the purpose of expressing an opinion on the effectiveness of the Airport's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be a significant deficiency.

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 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 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 a combination of deficiencies, in internal control over compliance with a type of compliance requirement of 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. We identified deficiencies in internal control over compliance that we consider to be significant deficiencies. Finding 2021-001.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the Airport's response to the internal control over compliance finding identified in our audit described in the accompanying schedule of finding and questioned costs. The Airport's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Board of County Commissioners
Alamosa County, Colorado
Page 3

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 Guide. Accordingly, this report is not suitable for any other purpose.

Wall, Smith, Bateman Inc.

Wall, Smith, Bateman Inc.
Alamosa, Colorado

August 17, 2022

ALAMOSA COUNTY, COLORADO
SAN LUIS VALLEY REGIONAL AIRPORT
PFC AUDIT – SCHEDULE OF FINDINGS
For the Year Ended December 31, 2021

Finding 2021-001: Passenger Facility Charge Program Reporting
(Repeat of Finding 2016-002, 2017-002, 2018-002, 2019-002 and 2020-001)

Type of finding: Internal Control Over Compliance (significant deficiency)

Condition: The PFC quarterly disbursements were not reported accurately in the quarterly reports for 2021. Revenues collected in each period recover expenditures for projects paid in prior years and should match disbursements for each period.

Criteria: Part 158.63(a) of Title 14 CFR identifies the reporting requirements of public agencies.

Cause: The Airport does not have a complete system of internal control to prevent and detect misstatements in PFC reporting.

Effect: Lack of controls have led to noncompliance with 14 CFR Part 158.63(a)

Recommendation: The Airport should implement internal controls to ensure that the quarterly reports are prepared accurately and reconciled to accounting and other records.

Management's Response: Alamosa County continues to work with the SLV Regional Airport to develop PFC policies and procedures to ensure PFC program compliance identified in the 2020 audit dated August 17, 2021. Management response included a deadline that the policies and procedures are to be completed by December 31, 2022. There has been significant turnover in the SLV Regional Airport admin staff and Alamosa County Admin department which caused the reporting to be incorrect in 2021. SLV Regional Airport has now hired an administrative assistant and Finance Controller who will work together to reconcile and report the PFC program accurately.

The internal controls needed to ensure that the quarterly reports are prepared accurately and reconciled to accounting records will be completed by June 30, 2023.

ALAMOSA COUNTY, COLORADO
SAN LUIS VALLEY REGIONAL AIRPORT
PFC AUDIT – SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended December 31, 2021

Finding 2020-001: Passenger Facility Charge Program Reporting
(Repeat of Finding 2019-002, 2018-002, 2017-002, and 2016-002)

Type of finding: Internal Control (significant deficiency)

Condition: The PFC quarterly disbursements were not reported accurately in two quarterly reports. Revenues collected in each period recover expenditures for projects paid in prior years and should match disbursements for each period.

Status: Not implemented. See finding 2021-001.