

La Plata County, Colorado

Comprehensive Annual Financial Report For the Year Ended December 31, 2002



Animas River Valley, La Plata County, Photographer: Rod Cook



LA PLATA COUNTY, COLORADO

Comprehensive Annual Financial Report

for the Year Ended December 31, 2002

Prepared by the La Plata County Finance Department



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Table of Contents

INTRODUCTORY SECTION

	<u>Exhibit No.</u>	<u>Page No.</u>
Table of Contents		i-vi
Letter of Transmittal		vii-xvii
GFOA Certificate of Achievement		xviii
List of County Officials		xix
Organizational Charts		xx-xxi

FINANCIAL SECTION

Independent Auditors' Report		1-2
------------------------------------	--	-----

General Purpose Financial Statements

Combined Balance Sheet - All Fund Types		
Account Groups and Discretely Presented Component Units	1	3-4
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types and Discretely Presented Component Units	2	5
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Budgetary Basis) - General, Special Revenue, Capital Projects and Debt Service Funds	3	6-7
Combined Statement of Revenues, Expenses and Changes in Retained Earnings - All Proprietary Fund Types	4	8
Combined Statement of Cash Flows - All Proprietary Fund Types	5	9
Notes to Financial Statements		10-30

Combining, Individual Fund and Account Group Statements and Schedules

General Fund:

Comparative Balance Sheet	A-1	32
Statement of Revenues, Expenditures and Changes in Fund Balances	A-2	33-42

Special Revenue Funds:

Combining Balance Sheet	B-1	45
-------------------------------	-----	----

Combining Statement of Revenues, Expenditures and Changes in Fund Balances	B-2	46
---	-----	----

Combining Schedule of Budgets	B-3	47
-------------------------------------	-----	----

Road and Bridge Fund:

Comparative Balance Sheet	B-4	48
---------------------------------	-----	----

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	B-5	49
---	-----	----

Social Services Fund:

Comparative Balance Sheet	B-6	50
---------------------------------	-----	----

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	B-7	51
---	-----	----

Sales Tax Fund:

Comparative Balance Sheet	B-8	52
---------------------------------	-----	----

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	B-9	53
---	-----	----

Conservation Trust Fund:

Comparative Balance Sheet	B-10	54
---------------------------------	------	----

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	B-11	55
---	------	----

Joint Sales Tax Fund:

Comparative Balance Sheet	B-12	56
---------------------------------	------	----

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	B-13	57
---	------	----

Federal/State Pass-Through Fund:

Comparative Balance Sheet	B-14	58
---------------------------------	------	----

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	B-15	59
---	------	----

<i>Emergency Reserve Fund:</i>		
Comparative Balance Sheet	B-16	60
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	B-17	61
<i>Local Improvement Districts:</i>		
Comparative Balance Sheet	B-18	62
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	B-19	63
<i>Tribal Impact Mitigation Fund:</i>		
Comparative Balance Sheet	B-20	64
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	B-21	65
<i>Road Improvements Fund:</i>		
Comparative Balance Sheet	B-22	66
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	B-23	67
<i>Revolving Loan Fund:</i>		
Comparative Balance Sheet	B-24	68
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	B-25	69
<i>Debt Service Fund:</i>		
Comparative Balance Sheet	C-1	71
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	C-2	72
<i>Capital Projects Fund:</i>		
Capital Improvement Fund:		
Comparative Balance Sheet	D-1	74
Statement of Revenue, Expenditures and Changes in Fund Balances - Budget and Actual	D-2	75
<i>Proprietary Funds:</i>		
Enterprise Funds		
Combining Balance Sheet	E-1	77
Combining Statement of Revenues, Expenses and Changes in Retained Earnings	E-2	78
Combining Statement of Cash Flows	E-3	79

<i>Airport Operations Fund:</i>		
Comparative Balance Sheet	E-4	80
Comparative Statement of Revenues, Expenses and Changes in Retained Earnings	E-5	81
Comparative Statement of Cash Flows	E-6	82
Schedule of Revenues and Expenses--Budget (Non-GAAP Budgetary Basis) and Actual with Reconciliation to Net Income (GAAP Basis)	E-7	83
<i>Landfill Closure Fund:</i>		
Comparative Balance Sheet	E-8	84
Comparative Statement of Revenues, Expenses and Changes in Retained Earnings	E-9	85
Comparative Statement of Cash Flows	E-10	86
Schedule of Revenues and Expenses--Budget (Non-GAAP Budgetary Basis) and Actual with Reconciliation to Net Income (GAAP Basis)	E-11	87
<i>Prisoner Commissary Fund:</i>		
Comparative Balance Sheet	E-12	88
Comparative Statement of Revenues, Expenses and Changes in Retained Earnings	E-13	89
Comparative Statement of Cash Flows	E-14	90
Statement of Revenues and Expenses--Budget and Actual	E-15	91
<i>Internal Service Fund:</i>		
Employee Health Insurance Fund:		
Comparative Balance Sheet	E-16	93
Comparative Statement of Revenues, Expenses and Changes in Retained Earnings	E-17	94
Comparative Statement of Cash Flows	E-18	95
Statement of Revenues and Expenses--Budget and Actual	E-19	96
<i>Trust and Agency Funds</i>		
General Agency Fund:		
Comparative Balance Sheet	F-1	98
Statement of Changes in Assets and Liabilities	F-2	99

General Fixed Assets Account Group:

Comparative Schedule of General Fixed Assets - By Source	G-1	101
--	-----	-----

Schedule of General Fixed Assets - By Function and Activity	G-2	102
---	-----	-----

Schedule of Changes in General Fixed Assets - By Function and Activity	G-3	103
---	-----	-----

General Long-Term Debt Account:

Comparative Statement of General Long-Term Obligations	H-1	105
--	-----	-----

Discretely Presented Component Units

Combining Balance Sheet - Discretely Presented Component Units Only	I-1	107
--	-----	-----

Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Discretely Presented Component Units Only-All Governmental Fund Types	I-2	108
--	-----	-----

District Attorney General Fund:

Comparative Balance Sheets	I-3	109
----------------------------------	-----	-----

Statement of Revenues, Expenditures and Changes in Fund Balances	I-4	110
--	-----	-----

District Attorney Special Revenue Funds:

Combining Balance Sheet	I-5	111
-------------------------------	-----	-----

Combining Statement of Revenues, Expenditures and Changes in Fund Balances	I-6	112
---	-----	-----

Schedule of General Fixed Assets - By Source	I-7	113
--	-----	-----

Schedule of General Fixed Assets - By Function and Activity	I-8	114
---	-----	-----

Schedule of Changes in General Fixed Assets - By Function and Activity	I-9	115
---	-----	-----

SUPPLEMENTARY INFORMATION

SINGLE AUDIT SCHEDULES

Auditors' Report on Compliance and Internal Control Over Financial Reporting	117
---	-----

Auditors' Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance With OMB Circular A-133	118-119
---	---------

Schedule of Findings and Questioned Costs	120-121
---	---------

Summary Schedule of Prior Audit Findings	122
Schedule of Expenditures of Federal Awards	123-125

INFORMATION FOR OVERSIGHT ENTITIES

Social Services Fund, Schedule of EBT Authorizations, Warrant Expenditures and Total Expenditures	127
Local Highway Finance Report	128-129

STATISTICAL SECTION (Unaudited)	Table No.	Page No.
General Governmental Expenditures by Function	1	130
General Governmental Revenues by Source	2	131
Property Tax Levies and Collections	3	132
Assessed and Estimated Actual Value of Property	4	133
Principal Taxpayers	5	134
Property Tax Rates and Revenues-All Direct and Overlapping Governments ..	6	135-138
Computation of Legal Debt Margin	7	139
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General obligation Bonded Debt per Capita	8	140
Computation of Direct and Overlapping Bonded Debt and General Obligation Bonds	9	141
Ratio of Annual Debt Services Expenditures for General Obligation Bonded Debt to Total General Governmental Expenditures	10	142
Revenue Bond Coverage	11	143
Demographic Data	12	144
Property Value, Construction and Bank Deposits	13	145
Retail Sales by Standard Industrial Classification	14	146
Tourism Data	15	147



June 23, 2003

To the Citizens of La Plata County and the Honorable Members of the Board of County Commissioners:

The comprehensive annual financial report (CAFR) of La Plata County (the County) for the fiscal year ending December 31, 2002 is submitted in accordance with State law. The responsibility for the accuracy and completeness of the information in the report rests with management. To the best of our knowledge and belief, the information in the report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the County. Disclosures necessary to enable the reader to understand the County's financial activities are included.

The CAFR is presented in four sections: introductory, financial, statistical and information for oversight entities. The introductory section, which is unaudited, includes this transmittal letter, the County's organizational chart and a list of its principal officials. The financial section includes the general purpose financial statements and the combining and individual fund and account group financial statements and schedules. Additionally, it contains the auditors' report on the financial statements and schedules. The statistical section, which is unaudited, includes selected financial, economic, and demographic information, generally presented on a multi-year basis.

The County is required to undergo an annual single audit conforming with provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Circular A-133, Audits of State and Local Governments. Information related to this single audit includes the "Schedule of Expenditures of Federal Awards", findings and questioned costs, and auditors' reports on the internal control structure and compliance with applicable laws and regulations and are reflected in the supplemental section of this report.

The financial reporting entity, (the government) includes all the funds and account groups of the primary government as well as all of its component units. The County provides the full range of services required by state statutes. This includes public safety consisting of the sheriff, jail, coroner, and district attorney; land use planning; property valuation and tax collection and distribution; vehicle licensing, construction and maintenance of roads and bridges; health and human services, and administrative services. The Board of County Commissioners exercises oversight of the City of Durango/La Plata County Airport Joint Venture and thus the activities of the Airport Joint Venture are included.

Some legally separate entities, are, in substance, part of the primary government's operations and are included as part of the primary government as blended component units. Accordingly, the Durango Hills Road Improvement District is reported as a special revenue fund of the primary government. In contrast, the District Attorney of the Sixth Judicial District is reported as a discrete component unit of the primary government.

GOVERNMENTAL STRUCTURE, ECONOMIC CONDITION AND OUTLOOK

The County, incorporated in 1874, is located in the southwestern part of Colorado, and has been experiencing considerable economic and population growth the past 14 years. The County has an area of 1,683 square miles and a population of 48,288 (2002 State Demographer's estimate), an increase of 16,004 (50%) since 1990. The County is empowered to levy a property tax on both real and personal property located within its boundaries. The economy is primarily tourism-based, and Durango, the County seat, is the home of Fort Lewis College, a four year liberal arts state institution of approximately 4,400 students.

The County operates as a statutory County, with a three-member Board of Commissioners. Board members are elected by district but represent the entire County and serve up to two four-year staggered terms.

The national economy entered a recession in March 2001 that ended a record 10 year long period of expansion. Economic growth for the entire 2002 year was very weak; however, it was better than 2001's recessionary performance. Inflation adjusted gross domestic product increased at a 1.4% annual pace during the 4th quarter of 2002 that was dramatically down from the 4% growth of the 3d quarter, which was clearly an unsustainable growth rate. Consumer spending in the 4th quarter remained weak however there was good news in 4th quarter business spending which increased for the first time in two years. The employment sector continued to have weak performance in 2002 while the unemployment rate remained steady at 5.8% and the labor force participation rate was the lowest since 1993. The manufacturing sector continued to show significant weakness and showed the most risk to lead the economy back into recession. Vehicle sales fell significantly to the lowest annual rate since 1998 despite the fact that manufacturers continued to use incentives. Throughout the year the only major category to increase production was the production of supplies and materials. The construction sector was also somewhat slow during 2002 but began to show some strength in November in new residential construction and public construction. Consumers have been the saving grace for the economy; however, with debt levels increasing, confidence continues to fall and available revenues are depleted. In fact consumers showed the largest decline in their wealth since the inception of the index 50 years ago. The only factor that could turn that around would be gains in the stock market. Inflation for core intermediate goods was about 2.7% for the first three quarters overall; however, there still appears to be a fear of deflation occurring by the Federal Reserve.

The Colorado economy remained anemic throughout 2002 and employment was 1.8% below 2001. Consumer and business spending reflected in the sales tax collections remains in the negative. Construction is well below 2001's level for both residential and non-residential construction and it does not portend a turnaround until the national economy demonstrates a turnaround in employment trends. Employment appears to have hit the bottom in 2002 and the gains albeit small have been recorded in the last half of the year. Residential construction has been slow with vacancy rates of apartments increasing rapidly and current rates in Denver the highest since 1990. According to an industry analysis the value of nonresidential construction declined by 20.1% and will continue to decline. Also, during two quarters of 2002, Moody's Investor service ranked Denver the worst metropolitan commercial in the economy while Colorado Springs began to see improvement in the third quarter yet continued to see the highest vacancy rate in nearly 10 years. Gaming continued to show strength in the economy although proceeds (wagered amounts less payouts) were less than in 2001. Transportation numbers for 2002 will probably be better than 2001 but 2001 was a record low year due to 9/11 so that is not necessarily a vote of confidence for the industry. Agriculture experienced one of its worst years ever because the drought which resulted in the wheat, barley and oat crops being the poorest in 34 years. Metro Denver continued to experience layoffs and its employment was 22,000 lower than 2001 and building permits declined 28% through September. Colorado Springs has had its share of bad economic news recently but is looking forward to a new plant in Fountain that will bring 2,000 jobs to the area.

The La Plata County economy in 2002 was very lackluster for a number of reasons, most of them beyond the control of local leaders. Perhaps the single biggest factor for the slow economy has been the continuation of the drought which entered into its third year in 2002. The drought was the underlying reason for the number of fires in La Plata County which negatively impacted the tourists view of coming to La Plata County to recreate from about mid June to late summer 2002. Specifically this was true for the Missionary Ridge fire which ultimately burned about 70,000 acres and 60 homes over a period of about six weeks. The national and state recessions and the lack of consumer confidence nationally has driven down a number of the key County economic indicators in 2002. The major tourism attraction in La Plata County, the Durango and Silverton Narrow Gauge Railroad experienced a devastating 33% decline in rider ship during 2002 which followed three previous years of decline. Also, the Mesa Verde National Park which is a very important tourist attraction incurred a 22.5% decline in visitors from 530,540 to 411,399. This resulted in a decline in County sales tax receipts, the first in 13 years. Notwithstanding these declines, enplanements at the Durango-La Plata County increased 4.3% from 195,625 to 203,966 and skier days for the 2002-2003 ski season increased 6.8% from 250,000 to 267,000. Helping to mitigate the effects of the national and state recessions and higher unemployment was the continued high level of construction activity in La Plata County. Building permits increased by a modest five permits from 1,185 to 1,190 permits in 2002. Unemployment in the County edged up but at 4.2% was lower than both the national and state rates of unemployment. The local business community is optimistic about 2003 since there is more moisture in the mountains than in 2001-2002 however, it will take a turnaround in the national and state economies for there to be any significant regional changes

MAJOR INITIATIVES OF COUNTY GOVERNMENT

During 2002 the County's elected and appointed officials focused their efforts on the following programs:

1. The Board of County Commissioners had a very busy year in 2002 working on issues at the state level on matters important to County residents including transportation, human services, and oil and gas development. They completed a feasibility study on the potential for a public water system in the southeastern part of La Plata County. They also finalized a study on the Cumulative Impact of Oil and Gas development in the County.
2. The Road and Bridge Department experienced another very productive year: They completed reconstruction of 0.7 mile of CR 234 at Brown's drop-off and 0.6 mile of CR 213 which included widening and guardrail installation and replaced an aging timber bridge on CR 501 at the Schroeder Ditch. The County Roads 213 and 234 projects were funded in part with a \$600,000 energy impact grant. The Department also mounted a major effort in assisting in fighting wild fires in the County and mitigating flood damage which followed the rains which fell after the fires. The department also applied 865,000 gallons of dust palliative to 190 miles of road and 150,000 tons of crushed aggregate on 400+ miles of county gravel roads. They applied 6,500 tons of hot asphalt mix on the county's 150+ miles of paved roads and used 300 tons of chips in the asphalt patching operations. Additionally, more than 29 miles of asphalt roads were sealed for cracks. Finally, 232 feet of 4' diameter culverts were installed on CRs 213, 334, 113 and 225.
3. The Assessor appraised about 40,200 land parcels and interpreted 5,600 deeds in 2002. About 1,300 building permits were reviewed. The Assessor again passed the very demanding state audit of assessors' operations.

4. The Sheriff's Office Public Safety Division responded to 24,122 incidents and made 664 arrests in 2001. The Services Division served 1,476 civil papers. The Detentions Division processed 2,893 prisoner bookings compared to 2,678 in 2000 and housed an average of 122 prisoners a day, an increase of 8% over 2000. The Sheriff also introduced the Alternatives to Incarceration program in 2001 which completed 57 assessments. It also had 35 program participants which saved the jail 2,525 prisoner bed days.
5. The Clerk and Recorder's Office processed 116,809 vehicle transactions within the County. The Clerk also recorded 22,024 documents, registered 35,000 voters and issued 540 marriage licenses in 2002.
6. The District Attorney's Office opened 4,144 cases in 2002 which was slightly more than the 3,985 in 2001. The DA also continued conducting expedited processing of domestic violence cases in 2002 since the three Boards of County Commissioners approved locally funding the effort since federal funds ran out in 2001.
7. The Finance and Central Services Department generated \$1.5 million in energy impact grants and \$570,000 in Local Government Limited Gaming Impact Grants in 2002 offsetting some road and bridge, sheriff's office and district attorney's capital and operating expenses. The Information Services Division continued its efforts to assist and guide all County offices and departments to implement technology solutions to operational problems which included the Bean pole state funded project connecting a number of government offices in La Plata County. Facilities and grounds moved the district attorney's office out of the courthouse into commercial office space in order to complete a renovation of the vacated quarters to provide an additional courtroom for the new judge authorized by the 2001 legislative session for the 6th judicial district. The Finance Division garnered Government Finance Officer Awards for both its 2002 budget and its 2001 CAFR. The purchasing division introduced a credit card program and installed the purchasing module of the GEMS software. The department played a key role in passage of the ballot question which lifts the revenue restrictions of Article X Section 20 of the Constitution and C.R.S. 29-1-301 into perpetuity by a 7 to 3 margin.
8. The Human Services Department collected \$2.9 million in child support payments in 2002. The department also investigated 25 cases of alleged welfare fraud and 225 cases of child abuse in 2002. Social services continued to expand and improve senior programs at the senior center.
9. The Treasurer's office receipted \$56.8 million in collections in 2002 which included \$41.9 million in 2001 property taxes that was apportioned to 33 taxing entities. The treasurer generated nearly \$1 million in interest earnings on the County's cash assets during 2002, a decline of about \$730,000 from 2001 receipts due to the much lower interest rates being paid on County assets.
10. The Planning Services Department processed 284 land use cases in 2002, the ninth year in a row the cases processed exceeded 200. The department also reviewed 704, lots an increase from 375 in 2001. The department acquired a \$40,000 Department of Local Affairs grant to study Transferable Development Rights, a concept by which development rights outside urban areas can be sold to a developer for higher density development. Planning also acquired a \$50,000 grant from Great Outdoors Colorado to conduct an assessment of critical biological resources. It also processed the largest project ever for Durango Mountain Resort and a master plan for Tamarron Resort.
11. In 2002, the Building Inspection and Emergency Services Department issued 1,190 building permits,

a modest five permit increase over 2001. This entailed five building inspectors providing 5,620 on-site inspections of residential and commercial properties and traveling 112,893 miles to the sites. The additional property added to the tax rolls was \$101,981,242, an increase of \$15,000,000 over 2001. This compares to 673 permits valued at \$23,070,985 in 1990. The Emergency Services Director also played a key role coordinating the efforts of local and federal resources in fighting the Missionary Ridge fire which burned 70,000 acres and numerous lesser fires.

12. The Human Resources and Risk Management Department revised the health benefits for the County employees in light of the most significant increases to health care costs for the county since the benefits were introduced.
13. The Fairgrounds staff continued their progress on the execution of the master plan which included completion of a maintenance facility. Work planned for ball fields had to be delayed due to the requirement to house approximately 2,200 firefighters on the Fairgrounds for about eight weeks while they fought the Missionary Ridge Fire. Most activities scheduled for the Fairgrounds went on as planned notwithstanding the aforementioned disruption.

FUTURE YEARS

1. In 2003 the Board of County Commissioners will remain an active partner at the state level in matters effecting County governments. At the local level, the BOCC will work with other local governments to maximize resources and maintain strong intergovernmental working relationships. The Board will continue its strong commitment to County infrastructure improvement while working toward a strategic vision of the direction for County government.
2. The Road and Bridge and Engineering Departments will continue their transportation systems improvement efforts. The 2002 budget provided \$19.6 million in resources, which includes \$5.0 million for a maintenance facility to replace a 50 year old facility and \$3.5 million for the CR 213 bridge which may not be built until 2004. The budget also includes \$900,000 to partially defray the costs of flood mitigation that may occur as a result of the 2002 Missionary Ridge fires. This expenditure is partially defrayed with a \$600,000 Energy Impact Grant.
3. The Planning Department will continue to refine its land use policies and procedures to address current planning issues such as the down spacing of gas wells from one to two per 320 acres. Also, it will continue working on issues such as a trails system and major development projects like the location of the new hospital out near Grandview and in the unincorporated area of the County southeast of Durango the 20 year Durango Mountain Resort development which will add more than 2,000 housing units in the north part of the County.
4. Finance and Central Services will continue supporting automation efforts in many of the county's departments and offices and will guide and assist the Technology Team in implementing well thought out new technology projects. to include expanding e government initiatives. The Department will continue to seek and grow revenues outside the County's traditional tax resources like the \$12 million in Energy Impact Grants and the \$2.8 million in Gaming Impact grants that have been garnered in the last ten years. The department will also work toward integrating the social services financial records into the rest of the county's financial operations. Continuing efforts will be made to expand and improve work space for the county workforce.

5. The Sheriff's Office will continue its priority to provide mandated services to County citizens. It will also be an active force in the County's campaign to reduce wear and tear on county roads by enforcing speed and weight limits. The sheriff will work closely with the BOCC to provide alternatives to incarceration in response to the public's expectations of evolution in the county's justice system. The SO will continue placing pressure on local drug trafficking and will take the lead on preparing for and leading the fight against wildfires in the County. The department will also complete a \$3.4 million addition to the jail adding 60 low security beds.
6. The Building Inspection and Emergency Services Department will continue implementing City View software and attempt to retroactively input much of the inspection data from prior years. It will continue partnering with the construction industry with its award winning contractor education program and increase the level of involvement with the Home Builders Association of SW Colorado and the Colorado Chapter of the International Conference of National Building Officials. The Emergency Services function will continue its efforts to fight wildfires in the County in cooperation with other community agencies and the County Sheriff.
7. The District Attorney will increase community and victim awareness of the criminal justice system through participation in the "restorative justice" program. The Office will also continue working toward containment of domestic violence and provide efficient and professional prosecution of all criminal cases. It has moved its offices from the County courthouse to the Old Main Post Office on Main Avenue joining the engineers, treasurer, human resources and the sheriff's office.
8. The Assessor's Office will continue its efforts to ensure all properties are valued correctly. This prodigious task is made more challenging with the ongoing growth and construction in the county. The Assessor will also work closely with IS, planning, building inspection and others to improve information flow of the property based County records.
9. The Human Services Department will have to deal with the continued major reductions in the State's allocations of funding for human services in this community. It will also provide leadership and oversight to some of its relatively new services: senior services, veterans services and the Riverbend Youth Home. New direction may be dictated by lower federal and state funding levels.
10. The Fairgrounds will complete a new baseball field and its surrounding infrastructure.
11. The Treasurer will install new "Treasurer's" software to enable the department to interface more easily with the Assessor's office which has used the same vendor for the past three years.

FINANCIAL INFORMATION

The management of La Plata County is responsible for establishing and maintaining an internal control structure designed to ensure that the County's assets are protected from loss, theft, or misuse. Also, the internal control structure provides for the adequate compilation of accounting data to allow for the preparation of financial statements that conform to generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that 1) the cost of a control should not exceed the benefits likely to be derived and 2) the valuation of costs and benefits requires estimates and judgments by management.

Single Audit. As a recipient of federal and state financial assistance, the County must ensure that an adequate internal control structure is in place to assure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management and the County's external auditor. As a part of the County's single audit, tests are made to determine the adequacy of the internal control structure, including the portion related to federal financial assistance programs, as well as to determine that the County has complied with applicable laws and regulations.

Budgetary Controls. La Plata County maintains budgetary controls to ensure compliance with the annual budget. State law requires the adoption of budgets for all anticipated expenditures. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level. However, the Board further monitors expenditures at the spending authority (elected official/department head) level within individual funds. Department heads have the flexibility to transfer funding within their respective budgets with county manager and finance coordination. The Finance Department also monitors expenditures and informs the department heads, the county manager and the Board if there is potential for expenditure overruns.

TABOR (Taxpayers Bill of Rights). On November 4, 1992 the Colorado electorate passed the TABOR Amendment, now known as Article X Section 20 to the State Constitution. This Amendment limits the growth of taxes, revenues, spending and debt of the state and local government entities. It also limits the growth of revenue or expenditures and reserve increases to the annual Denver-Boulder inflation index and local growth based on new real property construction. New debt and changes to taxation such as an increased mill levy and expenditure/revenue growth above the growth index require voter approval. The County and other local government entities as well as the state are concerned regarding the fiscal constraints of the Amendment. It is in the long term that officials are expressing concern that the Amendment will limit governments' ability to be responsive to the needs of its citizens. La Plata County voters relieved County government of both the TABOR restrictions and the 5.5% property tax growth limitation in 1994 for the period 1994-1997, in 1997 for the period 1998-2002 and finally in 2002 the relief was granted to the County into perpetuity.

GENERAL GOVERNMENT FUNCTIONS

This schedule is a summary of the general, special revenue, capital projects and debt service funds' revenues for 2002 (primary government only). Also, a comparison to 2001 revenues is reflected:

Revenue	2002 Revenues	% of Total	2001 Revenues	Increase (Decrease) from 2001	Increase (Decrease) % change
Taxes	\$26,218,122	60%	\$21,291,071	\$4,927,051	23.14%
Intergovernmental	11,910,774	27%	9,027,409	2,883,365	31.94%
Fees & permits	761,470	2%	746,136	15,334	2.06%
Fines & forfeitures	2,792	0%	3,963	(1,171)	-29.55%
Charges for services	2,647,593	6%	2,515,871	131,722	5.24%
Other revenue	2,070,870	5%	2,797,167	(726,297)	-25.97%
Total	\$43,611,621	100%	\$36,381,617	\$7,230,004	19.87%

Tax revenues are derived primarily from the County's two per cent sales tax [of which the County receives only 1.49 cents with the balance going to the City of Durango (36 cents), the towns of Bayfield (8 cents) and Ignacio (7.1 cents)] and property taxes. Sales tax increased 1.4% (\$137,488), the smallest increase in thirteen years. Property tax collections increased \$4.9 million (23%), the largest single annual increase ever and results from higher natural gas prices and greater volume of gas produced.

Year	Property Tax	Sales Tax	Lodger's Tax	Total	Change
1998	\$8,483,239	\$7,930,754	\$276,510	\$16,690,503	0.00
1999	\$10,453,639	\$8,682,717	\$267,780	\$19,404,136	16.26%
2000	\$11,010,616	\$9,403,815	\$267,389	\$20,681,820	6.58%
2001	\$11,512,936	\$9,538,472	\$239,663	\$21,291,071	2.95%
2002	\$16,402,065	\$9,675,960	\$140,097	\$26,218,122	23.14%

The schedule below reflects a summary of general, special revenue, capital projects and debt service expenditures (primary government) for 2002 and the percentage change from 2001:

Expenditure Function	2002 Expenditures	% of Total	2001 Expenditures	Increase (Decrease) from 2001	Increase (Decrease) % change
General government	\$7,279,623	19%	\$5,334,617	\$1,945,006	36.46%
Public safety	7,833,806	21%	6,571,347	1,262,459	19.21%
Auxiliary services	2,372,646	6%	2,062,207	310,439	15.05%
Public works	6,040,436	16%	6,605,027	(564,591)	-8.55%
Health & welfare	4,453,787	12%	4,124,878	328,909	7.97%
Community programs	3,049,666	8%	2,238,100	811,566	36.26%
Capital outlay	6,534,194	17%	6,642,809	(108,615)	-1.64%
Debt service	640,875	2%	644,476	(3,601)	-0.56%
Total	\$38,205,033	100%	\$34,223,461	\$3,981,572	11.63%

A large percentage of the increases in each category resulted primarily from a salary adjustment. Much of the increase in general government was related to increased state grants. Some of the increased public safety costs resulted from costs related to the Missionary Ridge and Valley fires.

GENERAL FUND BALANCE. The fund balance in the general fund increased from \$7,357,149 to \$8,860,887 at December 31, 2002 and represents about 99 days operations for the 2003 budget. It enables the County to have adequate reserves in the general fund during the January 1 through April 30 period when property tax collections are minimal.

ENTERPRISE OPERATIONS. La Plata County and the City of Durango cooperate in the operation of the Durango-La Plata County Airport Joint Venture. There was a 3% increase in passenger enplanements and a 14% increase in revenue, primarily federal revenue and flowage fees. Commencing in 2003, the airport enterprise fund will be report in the City of Durango financial statements.

The County's Bayfield and Marvel Convenience Centers have been contracted out to a private firm. Since the convenience center fund is not self supporting, it was converted to a cost center within the general fund. The closure fund accounts for all the ongoing closure and post closure care expenses of the four closed solid waste sites.

In 2002 the Employee Medical Self Insurance Fund experienced a \$358,436 increase in premium revenues and an increase of \$614,880 in claims paid. There was a decrease in retained earnings of the fund from \$342,226 to \$5,285, which is, in management's opinion, insufficient. Premium contributions for both the County and employees for 2003 have been substantially increased, and management anticipates that this will bring the retained earnings up to a more acceptable level.

DEBT ADMINISTRATION. The County's outstanding debt now stands at \$2,295,000 for sales tax revenue bonds originally issued in 1986, refunded in 1992 and refunded again in 2000. With the final payment to be made in 2006, the need for a an annual payment reserve was deemed unnecessary. Article X Section 20

requires a vote of the electorate on any new general obligation or revenue bonded debt.

CASH MANAGEMENT. Cash that is temporarily idle during the year was invested in demand deposits, certificates of deposit, obligations of the U.S. Treasury and government agencies, and local government investment pools. The County's investment policy places highest priority on legality, safety, liquidity and lastly on yield. Since minimizing risk is of the highest priority, all deposits were either insured by the federal depository insurance or were collateralized. The Treasurer earned investment income of \$927,745 in 2002 which was \$729,887 less than \$1,657,632 earned in 2001. This reflects the much lower interest rates that prevailed during 2002, even though cash balances invested were higher during 2002 than 2001.

RISK MANAGEMENT. The County is a member of two self funded insurance pools administered by County Technical Services, Incorporated (CTSI): The County Workers' Compensation Pool, and Colorado Counties Casualty and Property Pool. Each pool is governed by a board of directors elected by County representatives of the pool. CTSI requires that loss prevention programs be implemented on becoming a member. La Plata County participates in the seminar and workshop program which provides loss prevention information and teaches County employees safety work skills. The County recognized the increased importance of risk management and funded a new position in 2001 which is dedicated solely to risk management.

The County is partially self-insured for employee health and medical insurance. The County also provides life insurance and vision and dental care. All medical claims for employees and covered dependents up to \$50,000 per individual per illness in a calendar year are paid by the Medical Fund. Aggregate and individual stop-loss coverage is carried with Blue Advantage/HMO Colorado, who also acts as the County's administrator and processes claims.

FIDUCIARY RESPONSIBILITIES: The County acts as an agent in collecting property taxes for other governments located in La Plata County. These funds are held until disbursement to the appropriate agency in the general agency fund.

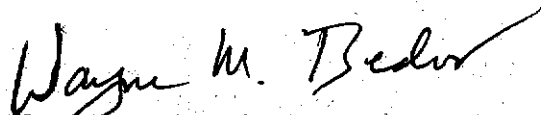
INDEPENDENT AUDIT: State statutes require an annual audit by independent certified public accountants. The accounting firm of Chadwick, Steinkirchner, Davis & Co, PC was awarded the 2002-2005 audit contract after successfully competing with its response to the County's request for proposal to replace the CPA firm of Haley, Breed and Crom, which had served the county since the 1984 audit. Its selection was based on the following factors: previous experience of the firm with similar local government audits and the quality of professional credentials of the members of the bidding firms. In addition to meeting the requirements set forth in state statutes, the 2002 audit is prepared to meet the requirements of the federal single Audit Act of 1984 and related OMB Circular A-133. The auditor's report on the general purpose financial statements is included in the financial section of this report.

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to La Plata County for its comprehensive financial report for the fiscal year ended December 31, 2001. The Certificate of Achievement is a prestigious international award recognizing conformance with the highest standards for preparation of state and local government financial reports.

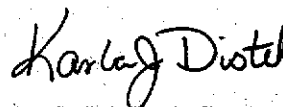
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. La Plata County has received a Certificate of Achievement for the last thirteen (13) consecutive fiscal years (1989-2001) ended December

31st. We believe the 2002 report conforms to the Certificate of Achievement requirements and we are submitting it to the GFOA for review.

ACKNOWLEDGMENTS: The preparation of this financial report was made possible by the dedicated service of the entire staff of the Finance and Central Services Department. Each member of the department has our sincere appreciation for their individual and team efforts in the preparation of the report. Also, we would like to extend our appreciation to the partners and staff of the firm of Chadwick, Steinkirchner, Davis & Co. for their assistance. Finally, the leadership, support and commitment to fiscal responsibility of the Board of County Commissioners in the financial planning and execution of the County's operations is greatly appreciated by the undersigned.



Wayne M. Bedor, Director
Finance and Central Services



Karla J. Distel, CMA
Controller

Certificate of Achievement for Excellence in Financial Reporting

Presented to

La Plata County,
Colorado

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2001

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



President

Executive Director

LIST OF COUNTY OFFICIALS

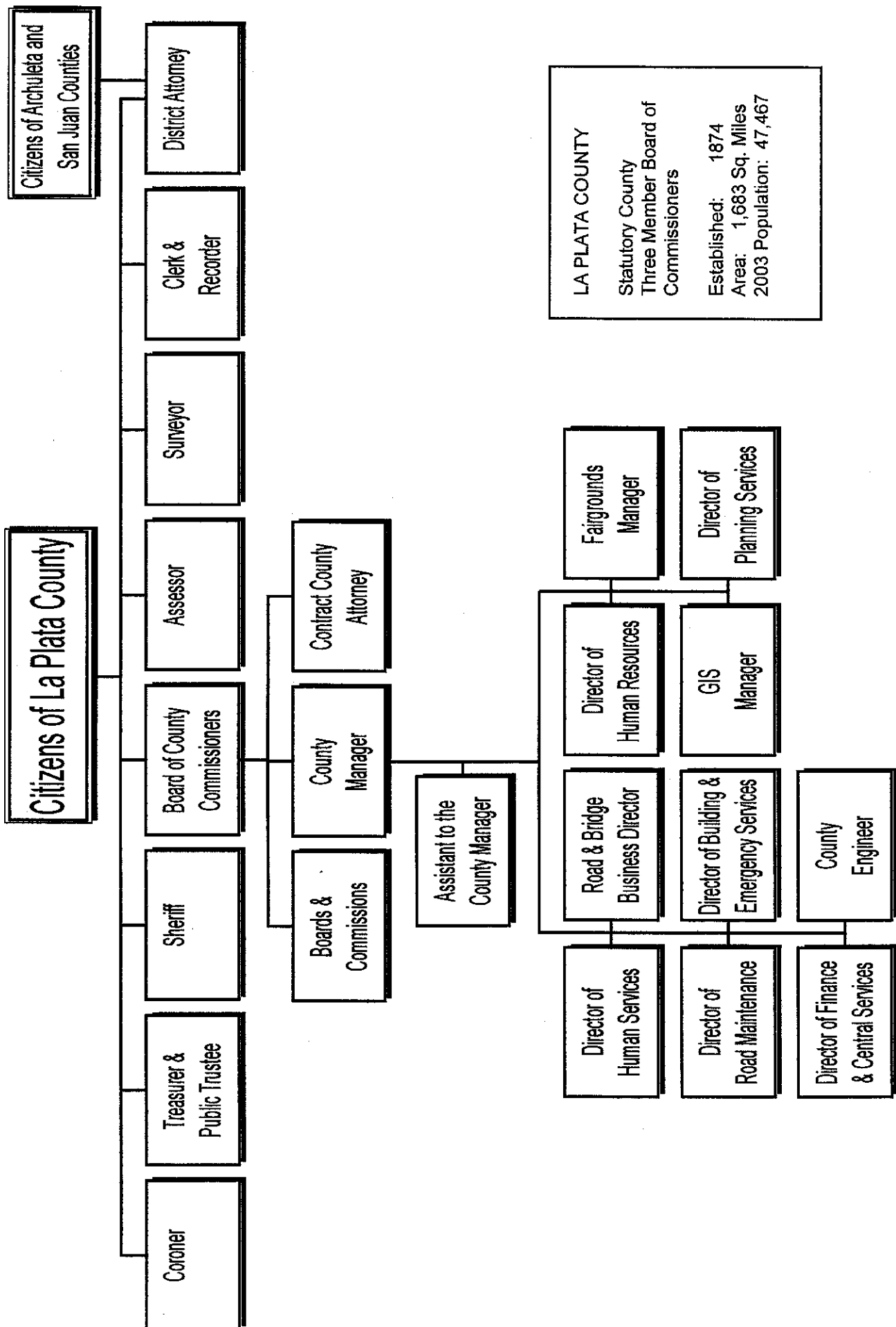
ELECTED OFFICIALS

<u>Title</u>	<u>Name</u>
Commissioner	Frank "Josh" Joswick
Commissioner	Robert A. Lieb
Commissioner	Sheryl Ayers
Assessor	Craig Larson
Clerk & Recorder	Linda Daley
Coroner	Carol Huser, MD
Sheriff	Sidney "Duke" Schirard
Surveyor	Larry Connolly
Treasurer & Public Trustee	Ed Murray

APPOINTED OFFICIALS

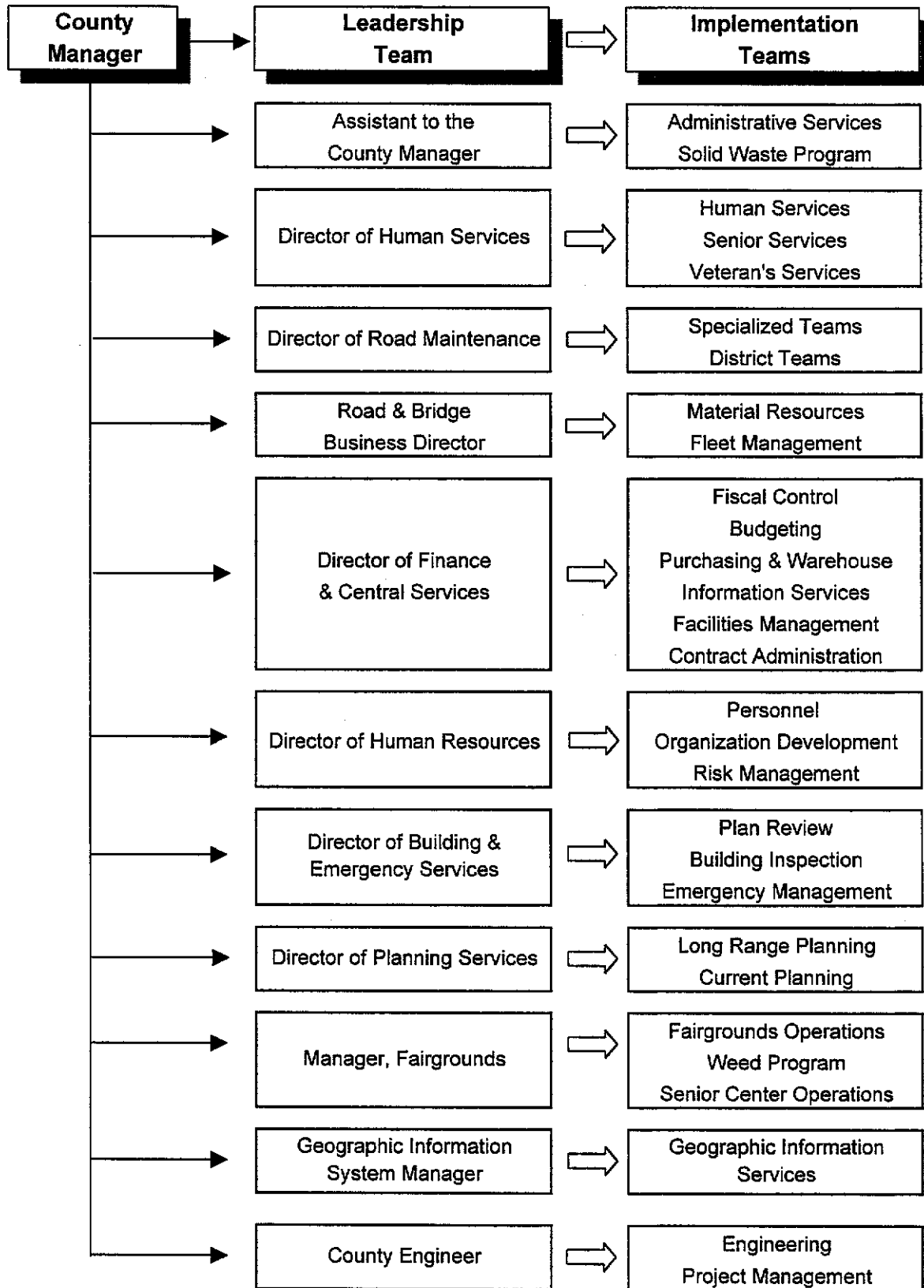
<u>Title</u>	<u>Name</u>
County Manager	Michael Scannell
Director of Aviation	Ron Dent
Director of Building & Emergency Services	Butch Knowlton
County Engineer	Rick Routh
Fairgrounds Manager	Peter Barrington
Director of Finance & Central Services	Wayne Bedor
Director of Geographic Information Services	Alan Andrews
Director of Human Resources	Phylis Mattice
Director of Planning Services	Nancy Lauro
Director of Road Maintenance	Doyle Villers
Director of Road and Bridge Business Services	Walt Serfoss
Director of Social Services	Pat Carlson
Assistant to the County Manager	Joanne Spina
County Attorney (Contracted)	Goldman, Robbins & Rogers LLC

La Plata County Organizational Chart



LA PLATA COUNTY
 Statutory County
 Three Member Board of Commissioners
 Established: 1874
 Area: 1,683 Sq. Miles
 2003 Population: 47,467

La Plata County Manager Organization Chart



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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS



May 30, 2003

Board of County Commissioners
La Plata County, Colorado

We have audited the accompanying general purpose financial statements of La Plata County, Colorado, as of and for the year ended December 31, 2002, as listed in the table of contents. These general purpose financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of La Plata County, Colorado, as of December 31, 2002, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with U.S. generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 30, 2003, 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 grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund financial statements and schedules, discretely presented components units, information for oversight entities, and statistical data listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of La Plata County, Colorado. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required



Board of County Commissioners
May 30, 2003
Page Two

by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the general purpose financial statements of La Plata County, Colorado. Such information, except for that portion listed in the table of contents as "Statistical Section", on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

Chadwick, Steinkirchner, Davis & Co., P.C.

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La Plata County, Colorado
Combined Balance Sheet - All Fund Types, Account Groups and Discretely Presented Component Units
December 31, 2002

	Governmental Fund Types			Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Totals Primary Government (Memorandum Only)	Component Unit District Attorney	Totals Reporting Entity (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Agency	General Fixed Assets	Long-Term Debt		
Assets & Other Debits											
Cash	\$ 9,095	\$ 1,200	\$ -	\$ -	\$ 300	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,595
Cash Deposits	67,728	-	-	-	-	-	-	-	-	206,824	274,552
Equity in Treasurer's Cash and Investments	8,996,652	8,257,369	35,927	9,274,308	1,278,197	549,302	1,516,128	-	-	-	29,907,883
Receivables:											
Accounts	179,805	18,900	-	-	250,988	80,237	-	-	-	6,535	536,465
Interest	-	-	-	-	-	-	-	-	-	-	-
Property Taxes	12,277,410	3,698,162	-	-	-	-	-	-	-	-	15,975,572
Loans	-	-	-	-	-	-	-	-	-	-	-
Due from Primary Government	-	-	-	-	-	-	-	-	-	63,468	63,468
Due from Other Governments	684,110	2,809,613	-	181,744	43,750	-	-	-	-	128,631	3,847,848
Due from Other Funds	37,414	110,761	-	-	-	-	-	-	-	-	148,175
Due from Component Unit	100,000	-	-	-	-	-	-	-	-	-	100,000
Inventory, at Cost	60,477	444,355	-	-	12,318	-	-	-	-	-	517,150
Restricted Cash and Investments	-	19,936	-	-	-	-	-	-	-	-	19,936
Fixed Assets-net of accumulated depreciation	-	-	-	-	12,153,720	-	-	28,971,218	-	130,379	41,255,317
Other Debits	-	-	-	-	-	-	-	-	-	-	-
Amount available in Debt	-	-	-	-	-	-	-	-	35,927	-	35,927
Service Fund	-	-	-	-	-	-	-	-	-	-	-
Amount to be provided for payment of long-term debt	-	-	-	-	-	-	-	-	-	-	-
Total Assets and Other Debits	\$22,412,691	\$ 15,360,296	\$ 35,927	\$ 9,456,052	\$ 13,739,273	\$ 629,539	\$ 1,516,128	\$ 28,971,218	\$ 3,122,517	\$ 41,271	\$ 95,820,749
										\$ 577,108	\$ 95,820,749

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Type Agency	Account Groups		Totals Primary Government (Memorandum Only)	Component Unit District Attorney	Totals Reporting Entity (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service		General Fixed Assets	General Long-Term Debt			
Liabilities												
Accounts Payable	\$ 397,614	\$ 762,722	\$ -	\$ 193,799	\$ 33,347	\$ -	\$ 124,258	\$ -	\$ -	\$ 1,511,740	\$ 35,163	\$ 1,546,903
Accrued Salaries and Benefits	454,669	105,344	-	-	26,939	-	-	-	-	586,952	45,954	632,906
Accrued Incurred/Unreported Claims	-	-	-	-	-	624,254	-	-	-	624,254	-	624,254
Contract Retainage Payable	-	51	-	11,171	-	-	-	-	-	11,222	-	11,222
Deposits Held for Others	-	-	-	-	370	-	1,328,402	-	-	1,328,772	-	1,328,772
Due to Primary Government	-	-	-	-	-	-	-	-	-	-	100,000	100,000
Due to Other Governments	44,380	26,758	-	-	-	-	-	-	-	71,138	-	71,138
Due to Component Unit	-	-	-	-	-	-	63,468	-	-	63,468	-	63,468
Due to Other Funds	-	148,175	-	-	-	-	-	-	-	148,175	-	148,175
Revenue Bonds Payable	-	-	-	-	-	-	-	-	2,295,000	2,295,000	-	2,295,000
Estimated Liability for Landfill	-	-	-	-	582,776	-	-	-	-	582,776	-	582,776
Closure and Postclosure Care Costs	-	-	-	-	46,603	-	-	-	827,517	874,120	41,271	915,391
Compensated Absences	-	-	-	-	-	-	-	-	-	17,169,071	2,297	17,171,368
Deferred Revenue	12,655,141	4,453,930	-	60,000	-	-	-	-	-	19,936	-	19,936
Liabilities Payable from Restricted Assets	-	19,936	-	-	-	-	-	-	-	-	-	-
Total Liabilities	13,551,804	5,516,916	-	264,970	690,035	624,254	1,516,128	-	3,122,517	25,286,624	224,685	25,511,309
Equity and Other Credits												
Investment in Fixed Assets	-	-	-	-	28,050,729	-	-	28,971,218	-	28,971,218	130,379	29,101,597
Contributed Capital	-	-	-	-	-	-	-	-	-	28,050,729	-	28,050,729
Retained Earnings (Deficit):												
Reserved	-	-	-	-	-	5,285	-	-	-	5,285	-	5,285
Unreserved	-	-	-	-	(15,001,491)	-	-	-	-	(15,001,491)	-	(15,001,491)
Fund Balance (Deficit):												
Reserved for Inventory	60,477	444,355	-	-	-	-	-	-	-	504,832	-	504,832
Reserved for Public Trustee	22,261	-	-	-	-	-	-	-	-	22,261	-	22,261
Reserved for Law Enforcement	67,728	-	-	-	-	-	-	-	-	67,728	-	67,728
Reserved for Capital Improvements	-	-	-	9,191,082	-	-	-	-	-	9,191,082	-	9,191,082
Reserved for Revolving Loan Activities	370,088	-	-	-	-	-	-	-	-	370,088	-	370,088
Reserved for Road Improvements	-	299,395	-	-	-	-	-	-	-	299,395	-	299,395
Reserved for Debt Service	-	-	35,927	-	-	-	-	-	-	35,927	-	35,927
Reserved for Emergencies	-	-	-	-	-	-	-	-	-	-	-	-
Reserved for Future Fiscal Year's Expenditures	-	1,120,000	-	-	-	-	-	-	-	1,120,000	42,960	1,162,960
	8,340,333	7,979,630	-	-	-	-	-	-	-	16,319,963	179,084	16,499,047
Total Equity and Other Credits	8,860,887	9,843,380	35,927	9,191,082	13,049,238	5,285	-	28,971,218	-	69,957,017	352,423	70,309,440
Total Liabilities, Equity & Other Credits	\$ 22,412,691	\$ 15,360,296	\$ 35,927	\$ 9,456,052	\$ 13,739,273	\$ 629,539	\$ 1,516,128	\$ 28,971,218	\$ 3,122,517	\$ 95,243,641	\$ 577,108	\$ 95,820,749

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

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La Plata County, Colorado
Combined Statement of Revenues, Expenditures and Changes in Fund Balances
All Governmental Fund Types and Discretely Presented Component Units
For the year ended December 31, 2002

	Governmental Fund Types				Totals Primary Government (Memorandum Only)	Component Unit District Attorney	Totals Reporting Entity (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects			
Revenues:							
Taxes	\$12,323,920	\$13,894,202	\$ -	\$ -	\$ 26,218,122	\$ -	\$ 26,218,122
Intergovernmental Revenue	3,459,346	7,945,500	-	505,928	11,910,774	766,135	12,676,909
Fees and Permits	689,063	72,407	-	-	761,470	-	761,470
Fines and Forfeitures	2,792	-	-	-	2,792	-	2,792
Charges for Services	2,567,426	80,167	-	-	2,647,593	-	2,647,593
Other Revenue	1,599,994	390,136	4,748	75,992	2,070,870	81,295	2,152,165
<i>Total Revenues</i>	<u>20,642,541</u>	<u>22,382,412</u>	<u>4,748</u>	<u>581,920</u>	<u>43,611,621</u>	<u>847,430</u>	<u>44,459,051</u>
Expenditures:							
Current:							
General Government	7,186,536	93,087	-	-	7,279,623	-	7,279,623
Public Safety	7,833,806	-	-	-	7,833,806	1,802,383	9,636,189
Auxiliary Services	2,372,646	-	-	-	2,372,646	-	2,372,646
Public Works	39,852	6,000,584	-	-	6,040,436	-	6,040,436
Health and Welfare	226,928	4,226,859	-	-	4,453,787	-	4,453,787
Community Programs	2,911,166	138,500	-	-	3,049,666	-	3,049,666
Capital Outlay	-	3,663,732	-	2,870,462	6,534,194	30,540	6,564,734
Debt Service	-	-	640,875	-	640,875	-	640,875
<i>Total Expenditures</i>	<u>20,570,934</u>	<u>14,122,762</u>	<u>640,875</u>	<u>2,870,462</u>	<u>38,205,033</u>	<u>1,832,923</u>	<u>40,037,956</u>
Excess (Deficit) of Revenue over Expenditures	<u>71,607</u>	<u>8,259,650</u>	<u>(636,127)</u>	<u>(2,288,542)</u>	<u>5,406,588</u>	<u>(985,493)</u>	<u>4,421,095</u>
Other Financing Sources (Uses)							
Operating transfers in-other funds	3,568,171	3,924,919	541,000	5,500,000	13,534,090	36,629	13,570,719
Operating transfers in-primary government	-	-	-	-	-	995,803	995,803
Operating transfers out-other funds	(1,500,000)	(11,508,010)	-	(596,080)	(13,604,090)	(36,629)	(13,640,719)
Operating transfers out-component units	(995,803)	-	-	-	(995,803)	-	(995,803)
Total other financing sources (uses)	<u>1,072,368</u>	<u>(7,583,091)</u>	<u>541,000</u>	<u>4,903,920</u>	<u>(1,065,803)</u>	<u>995,803</u>	<u>(70,000)</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>1,143,975</u>	<u>676,559</u>	<u>(95,127)</u>	<u>2,615,378</u>	<u>4,340,785</u>	<u>10,310</u>	<u>4,351,095</u>
Fund Balance							
Beginning of year	7,357,149	8,406,584	131,054	6,575,704	22,470,491	211,734	22,682,225
Residual equity transfer in	359,763	164,030	-	-	523,793	-	523,793
Residual equity transfer out	-	(523,793)	-	-	(523,793)	-	(523,793)
End of year	<u>\$ 8,860,887</u>	<u>\$ 8,723,380</u>	<u>\$ 35,927</u>	<u>\$ 9,191,082</u>	<u>\$ 26,811,276</u>	<u>\$ 222,044</u>	<u>\$ 27,033,320</u>

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

La Plata County, Colorado
Combined Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budgetary Basis)
General, Special Revenue, Capital Projects and Debt Service Funds
For the year ended December 31, 2002

	General Fund			Special Revenue Fund Type	
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual
Revenue:					
Taxes	\$11,862,143	\$12,323,920	\$ 461,777	\$ 14,285,500	\$ 13,894,202
Intergovernmental Revenue	2,219,090	3,459,346	1,240,256	8,989,225	7,945,500
Fees and Permits	618,600	689,063	70,463	94,000	72,407
Fines and Forfeitures	3,000	2,792	(208)	-	-
Charges for Services	2,393,665	2,567,426	173,761	144,000	80,167
Other Revenue	1,398,759	1,599,994	201,235	160,487	390,136
<i>Total Revenue</i>	<u>18,495,257</u>	<u>20,642,541</u>	<u>2,147,284</u>	<u>23,673,212</u>	<u>22,382,412</u>
Expenditures:					
Current:					
General Government	7,881,148	7,186,536	694,612	105,989	93,087
Public Safety	7,786,477	7,833,806	(47,329)	-	-
Auxiliary Services	2,741,757	2,372,646	369,111	-	-
Public Works	42,500	39,852	2,648	6,236,675	6,000,584
Health and Welfare	226,928	226,928	-	5,452,426	4,226,859
Community Programs	2,602,383	2,911,166	(308,783)	306,000	138,500
Capital Outlay	-	-	-	8,629,063	3,663,732
Debt Service	-	-	-	-	-
<i>Total Expenditures</i>	<u>21,281,193</u>	<u>20,570,934</u>	<u>710,259</u>	<u>20,730,153</u>	<u>14,122,762</u>
Excess (Deficit) of Revenue over Expenditures	(2,785,936)	71,607	2,857,543	2,943,059	8,259,650
Other Financing Sources (Uses)					
Operating transfers in-other funds	3,593,518	3,568,171	(25,347)	3,986,130	3,924,919
Operating transfers in-primary government	-	-	-	-	-
Operating transfers out-other funds	(1,500,000)	(1,500,000)	-	(11,614,043)	(11,508,010)
Operating transfers out-component units	(1,083,649)	(995,803)	87,846	-	-
Total other financing sources (uses)	<u>1,009,869</u>	<u>1,072,368</u>	<u>62,499</u>	<u>(7,627,913)</u>	<u>(7,583,091)</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,776,067)	1,143,975	2,920,042	(4,684,854)	676,559
Fund Balance					
Beginning of year	6,245,906	7,357,149	1,111,243	9,312,192	8,406,584
Residual equity transfer in	359,763	359,763	-	164,030	164,030
Residual equity transfer out	-	-	-	(523,793)	(523,793)
End of year	<u>\$ 4,829,602</u>	<u>\$ 8,860,887</u>	<u>\$ 4,031,285</u>	<u>\$ 4,267,575</u>	<u>\$ 8,723,380</u>

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

Variance Favorable (Unfavorable)	Debt Service Fund			Capital Projects Fund		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ (391,298)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(1,043,725)	-	-	-	1,395,000	505,928	(889,072)
(21,593)	-	-	-	-	-	-
-	-	-	-	-	-	-
(63,833)	-	-	-	-	-	-
229,649	15,000	4,748	(10,252)	48,000	75,992	27,992
(1,290,800)	15,000	4,748	(10,252)	1,443,000	581,920	(861,080)
12,902	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
236,091	-	-	-	-	-	-
1,225,567	-	-	-	-	-	-
167,500	-	-	-	-	-	-
4,965,331	-	-	-	12,500,594	2,870,462	9,630,132
-	641,370	640,875	495	-	-	-
6,607,391	641,370	640,875	495	12,500,594	2,870,462	9,630,132
5,316,591	(626,370)	(636,127)	(9,757)	(11,057,594)	(2,288,542)	8,769,052
(61,211)	541,000	541,000	-	5,530,000	5,500,000	(30,000)
-	-	-	-	-	-	-
106,033	-	-	-	(596,080)	(596,080)	-
-	-	-	-	-	-	-
44,822	541,000	541,000	-	4,933,920	4,903,920	(30,000)
5,361,413	(85,370)	(95,127)	(9,757)	(6,123,674)	2,615,378	8,739,052
(905,608)	127,345	131,054	3,709	6,560,422	6,575,704	15,282
-	-	-	-	-	-	-
-	-	-	-	-	-	-
\$ 4,455,805	\$ 41,975	\$ 35,927	\$ (6,048)	\$ 436,748	\$ 9,191,082	\$ 8,754,334

La Plata County, Colorado
Combined Statement of Revenues, Expenses and Changes in Retained Earnings
All Proprietary Fund Types
For the year ended December 31, 2002

	Enterprise	Internal Service	Totals Memorandum Only	
			2002	2001
Operating Revenue:				
Rentals	\$ 219,541	\$ -	\$ 219,541	\$ 222,486
Landing and flowage fees	289,301	-	289,301	190,767
Concession and parking charges	669,040	-	669,040	668,343
Intergovernmental revenue	158,915	-	158,915	60,623
Fuel sales	120,985	-	120,985	131,093
Other	144,564	-	144,564	48,416
Insurance deposits	-	1,740,435	1,740,435	1,381,999
Commissary sales	51,415	-	51,415	42,038
<i>Total Operating Revenue</i>	<u>1,653,761</u>	<u>1,740,435</u>	<u>3,394,196</u>	<u>2,745,765</u>
Operating Expenses:				
Salaries and benefits	690,424	-	690,424	585,180
Supplies	95,491	-	95,491	97,782
Purchased services	292,308	-	292,308	371,784
Maintenance and repair	59,223	-	59,223	50,696
Administrative fee	90,500	-	90,500	90,000
Cost of fuel sales	98,851	-	98,851	129,331
Depreciation and amortization	1,120,089	-	1,120,089	1,107,881
Medical claims paid	-	2,086,621	2,086,621	1,471,741
<i>Total operating expenses</i>	<u>2,446,886</u>	<u>2,086,621</u>	<u>4,533,507</u>	<u>3,904,395</u>
Operating Income	(793,125)	(346,186)	(1,139,311)	(1,158,630)
Non-operating revenues:				
Interest income	<u>20,776</u>	<u>9,245</u>	<u>30,021</u>	<u>85,678</u>
Income before operating transfers:	(772,349)	(336,941)	(1,109,290)	(1,072,952)
Operating transfer in	<u>70,000</u>	<u>-</u>	<u>70,000</u>	<u>35,000</u>
Net Income (Loss)	(702,349)	(336,941)	(1,039,290)	(1,037,952)
Retained Earnings (Deficit)				
Beginning of year	(14,299,142)	342,226	(13,956,916)	(12,918,964)
End of year	<u>\$ (15,001,491)</u>	<u>\$ 5,285</u>	<u>\$ (14,996,206)</u>	<u>\$ (13,956,916)</u>

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

La Plata County, Colorado
Combined Statement of Cash Flows
All Proprietary Fund Types
For the year ended December 31, 2002

	Enterprise	Internal Service	Totals Memorandum Only	
			2002	2001
Cash flows from operating activities:				
Operating income (loss) before operating transfers in (out)	\$ (793,125)	\$ (346,186)	\$ (1,139,311)	\$ (1,158,630)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	1,120,089	-	1,120,089	1,107,881
Changes in assets and liabilities:				
(Increase) decrease in accounts receivable	86,212	(79,424)	6,788	(179,654)
(Increase) decrease in due from other funds	-	-	-	-
(Increase) decrease in due from other governments	16,873	-	16,873	(53,228)
(Increase) decrease in inventories	(5,770)	-	(5,770)	4,223
Increase (decrease) in accounts payable	(14,321)	-	(14,321)	(6,871)
Increase (decrease) in accrued salaries and benefits	7,519	-	7,519	3,853
Increase (decrease) in due to other governments	(920)	-	(920)	920
Increase (decrease) claims payable	-	232,108	232,108	62,755
Increase (decrease) in landfill closure and postclosure care costs	(52,674)	-	(52,674)	(29,823)
Increase (decrease) in compensated absences	3,320	-	3,320	9,046
<i>Net cash provided (used) by operations</i>	<u>367,203</u>	<u>(193,502)</u>	<u>173,701</u>	<u>(239,528)</u>
Cash flows from noncapital financing activities:				
Operating transfer in	70,000	-	70,000	35,000
<i>Net cash provided (used) by noncapital financing activities:</i>	<u>70,000</u>	<u>-</u>	<u>70,000</u>	<u>35,000</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(70,439)	-	(70,439)	(290,448)
<i>Net cash provided (used) by capital and related financing activities</i>	<u>(70,439)</u>	<u>-</u>	<u>(70,439)</u>	<u>(290,448)</u>
Cash flows from investing activities:				
Interest earnings on equity in treasurer's pool	20,776	9,245	30,021	85,678
<i>Net increase (decrease) in cash and cash equivalents</i>	<u>387,540</u>	<u>(184,257)</u>	<u>203,283</u>	<u>(409,298)</u>
Cash and cash equivalents and beginning of year	890,957	733,559	1,624,516	2,033,814
Cash and cash equivalents and end of year	<u>\$ 1,278,497</u>	<u>\$ 549,302</u>	<u>\$ 1,827,799</u>	<u>\$ 1,624,516</u>
Schedule of non-cash investing, capital, and financing activities:				
Increase (decrease) in assets:				
Capital assets contributed (withdrawn) by customers, governments, developers or other sources	<u>\$ 810,126</u>	<u>\$ -</u>	<u>\$ 810,126</u>	<u>\$ 604,450</u>

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

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

La Plata County, Colorado was formed in 1874 and operates under Colorado State Statutes as a statutory county. The County has a governing board of three elected Commissioners. The offices of Assessor, Clerk, Coroner, Sheriff, Surveyor and Treasurer are also elected positions. The County provides the following services as authorized by State Statutes: public safety (police and jail), highway, health and social services, planning, property tax assessment, property tax collection and distribution, extension services, recording and election services, and other general and administrative services.

As required by generally accepted accounting principles, these financial statements present La Plata County, Colorado (primary government) and its component units. The component units discussed below are included in the County's reporting entity because of the significance of their operations or financial relationships with the County.

Blended Component Units

Durango Hills Local Improvement District, a legally separate entity from the County, is governed by a three-member board composed of the sitting County Commissioners. For financial statement reporting purposes, the Durango Hills Local Improvement District is reported as if it were part of the County's operations because the District's governing body is the same as the County's. The activities of the Durango Hills Local Improvement District are reported in the County's financial report as the special revenue fund "Local Improvement District".

Discretely Presented Component Units

Office of the District Attorney of the Sixth Judicial District, a legally separate entity from the County, is governed by a separately elected District Attorney, however the Office's budget is approved by the Boards of County Commissioners of La Plata, Archuleta and San Juan Counties. Since La Plata County provides over 80% of the operational funding for the Office's activities, it is considered fiscally dependent upon La Plata County.

For both the Durango Hills local improvement district and the Office of the District Attorney, separate financial statements are not available.

Joint Ventures

City of Durango/La Plata County Airport - The County and the City of Durango have formed a joint venture to operate the City of Durango/La Plata County Airport. This joint venture is included in the La Plata County reporting entity as the Airport Operations Fund, therefore separately issued financial statements for the airport are not available. Additional information regarding the joint venture is included in Note 13.

The accounting policies of La Plata County, Colorado conform to generally accepted accounting principles (GAAP). The following is a summary of such significant policies:

Fund Accounting

The accounts of the County are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in the report, into generic fund types and broad fund categories as follows:

Governmental Funds

General Fund - The General Fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - The Special Revenue Funds account for revenues derived from specific taxes or other earmarked revenue sources.

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for and the payment of, general long-term debt principal, interest and related costs.

Capital Project Funds - Capital Project Funds are used to account for the acquisition or construction of major capital facilities and equipment (other than those financed by proprietary funds). Principal sources of revenue are transfers in from sales tax revenue and long-term debt proceeds.

Proprietary Funds

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

Internal Service Funds - Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the County, or to other governments, on a cost-reimbursement basis.

Fiduciary Funds

Trust and Agency Funds - Trust and Agency Funds are used to account for assets held by the County in a trustee capacity or as agent for individuals, other governmental units, and/or other funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Fixed Assets and Long-Term Liabilities

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of available spendable resources" during a period.

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Fixed assets are valued at historical cost or estimated historical costs if actual historical cost is not available. Donated fixed assets are valued at their estimated fair market value on the date donated. Public domain "infrastructure" general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, have not been capitalized. Such assets are normally immovable and of value only to the County, therefore, the purpose of stewardship for these items is satisfied without recording these assets. No depreciation has been provided on general fixed assets.

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

These two account groups are not "funds." They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the General Long-Term Debt Account Group.

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

Depreciation of all exhaustible fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight line method. The estimated useful lives are as follows: buildings, 10-40 years; improvements, 5-10 years; equipment, 5-10 years.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds and fiduciary funds are accounted for using the modified accrual basis of accounting. Revenues are recorded when susceptible to accrual, i.e., both measurable and available to finance the County's operations. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Property tax revenues are recognized when they become available, defined as those property tax receivables expected to be collected within sixty days after year end. Miscellaneous revenues are recorded when received in cash because they are generally not measurable until actually received. Sales taxes, intergovernmental revenue and interest income are accrued, when their receipt occurs soon enough after the end of the accounting period so as to be both measurable and available. Sales taxes are considered "measurable" when in the hands of intermediary collecting governments and are recognized as revenue at that time.

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include principal and interest on general long-term debt which is recognized when due.

All proprietary funds are accounted for using the accrual basis of accounting. The County has chosen not to apply FASB pronouncements issued subsequent to November 30, 1989, to its proprietary operations. Revenues are recognized when they are earned, and expenses are recognized when they are incurred as a liability. Earned but unbilled revenues are accrued and reported in the financial statements.

Budgets and Budgetary Accounting

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

- Not later than October 15th, the County Manager submits to the County Commissioners a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures or expenses and the means of financing them.
- Public hearings are conducted to obtain taxpayer comment.
- The budget is legally adopted in a timely manner prior to the start of the ensuing budget year by passage of a resolution. Legal authorization to spend is granted through an appropriation resolution.
- The legal level of budgetary control (the level at which the governing body must approve any over expenditures of appropriations or transfers of appropriated amounts) is maintained at the fund level in all funds. For management purposes, line item budgets are grouped into departments, and departments are assigned to a "spending authority", which is typically an elected official or department head. More than one department may be assigned to a spending authority. Management is able to amend the budget by transferring monies within the individual line items within a spending authority without seeking approval of the governing body. The Board of County Commissioners may, by resolution, transfer any unencumbered appropriation balance or portion thereof from one department, office or agency to another.
- All annual appropriations lapse at the end of each fiscal year.
- In accordance with state statute, the Board of County Commissioners may authorize supplemental expenditures during the year, but not in excess of the amount that actual revenues exceed budgeted revenues and unappropriated surplus for that fund. Several supplemental appropriations were adopted during 2002.
- Formal budgetary integration is employed as a management control device during the year for all funds.
- Colorado State Statutes require the adoption of annual budgets for all funds, including enterprise funds. The budgets for all funds except the enterprise funds are legally adopted on a basis consistent with generally accepted accounting principles (GAAP). The budgets for the Airport Operations Fund and the Landfill Closure Fund (enterprise funds) are prepared on the modified accrual basis at variance with generally accepted accounting principles (GAAP).

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The nature and amount of the adjustments necessary to convert the actual GAAP data to the budgetary basis is as follows:

	<i>Airport Operations</i>	<i>Landfill Closure</i>	<i>Prisoner Commissary</i>	<i>Total</i>
Budgetary Basis net income (loss):	\$ 263,297	\$ 30,336	\$ 995	\$ 294,628
Additions:				
Capital Outlay	70,439	0	0	70,439
Decrease in accrued costs for closure/postclosure care	0	52,673	0	52,673
Deductions:				
Depreciation	(1,120,089)	0	0	(1,120,089)
GAAP Basis net income (loss):	\$ (786,353)	\$ 83,009	\$ 995	\$ (702,349)

Encumbrances

Commitments such as purchase orders and other contracts are recorded as encumbrances. In accordance with generally accepted accounting principles, outstanding encumbrances at year end for which goods or services are received are reclassified as expenditures and accounts payable. All other encumbrances in the annual budgeted funds are reversed at year end and are either canceled or are included as reappropriations of fund balance for the subsequent year.

Equity in Treasurer's Cash and Investments

The County maintains centralized bank accounts to maximize investment yields. With the exception of certain restricted funds, cash balances are pooled and invested. Investments are stated at fair value, based upon quoted. Interest earnings are attributed, with few exceptions, to the general fund regardless of the source of the funds. Exceptions are determined by law, bond covenants, or official board action.

Cash and Cash Equivalents

For the purposes of the statement of cash flows, cash and cash equivalents includes "Cash" and "Equity in Treasurer's Cash and Investments" as held by the enterprise funds. The County pools all cash on an entity-wide basis for management and investment purposes. Each fund has an interest in the pool which is available upon demand. Equity in the pool has been treated the same as any other demand deposit or investment with a maturity of 3 months or less.

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue Recognition - Property Taxes

Property taxes attach as an enforceable lien on property as of December 31 and are levied on January 1 of the following year. Taxes are payable either in two installments due on February 28 and June 15, or in full on April 30. The County, through the La Plata County Treasurer, bills and collects its own property taxes as well as property taxes of all other taxing authorities within the County.

Property tax revenues are recognized when they become available, defined as those property tax receivables expected to be collected within sixty days after year end. Delinquent taxes are considered fully collectible and therefore no allowance for uncollectible taxes is provided.

Inventories

Inventories are valued at an average cost basis. Inventories in governmental and proprietary funds, consisting of supplies held for consumption, are recorded on the consumption method whereby an expenditure is recorded at the time inventory items are used. Reported inventories of governmental funds are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets.

Restricted Assets

These assets primarily consist of cash being held in trust by the Department of Social Services for individuals totaling \$19,936.

Compensated Absences

County employees accumulate four hours of sick leave per pay period and eight to eleven hours of annual leave (which includes holiday pay) per pay period, depending on length of service. In the event of retirement or termination, an employee is paid 100% of accumulated annual leave. Upon retirement only, an employee is paid 25% of accumulated sick leave. Career status employees may convert sick leave to annual leave on a four to one ratio after more than 720 hours of sick leave have been accumulated. Varying amounts, ranging from 200 hours to 320 hours of annual leave may be carried over from one year to the next.

The County accrues a liability for compensated absences when the County's obligation relating to employees' rights to receive compensation for future absences is attributable to employees' services already rendered, when the obligation relates to rights that vest or accumulate, when payment of the compensation is probable and when the amount can be reasonably estimated. In accordance with these criteria, the County has accrued a liability for annual leave which has been earned but not taken by County employees. For all governmental funds the liability for compensated absences is reported in the general long-term debt account group since it is anticipated that none of the liability will be liquidated with expendable available financial resources. The liability for compensated absences is recorded in proprietary fund types as an accrued liability in accordance with GASB Statement 16.

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Reserves

The County records reserves to indicate that a portion of the fund balance is legally segregated for a specific future use. Following is a list of all reserves used by the County and a description of each:

Reserve for Inventory - used to segregate that portion of fund balance represented by inventories of consumable supplies and materials.

Reserve for Future Debt Service - used to segregate a portion of fund balance for debt service resources legally restricted to the payment of long-term debt principal and interest amounts maturing in future years.

Reserve for Capital Improvements - used to segregate that portion of fund balance restricted for acquisition of capital improvements.

Reserve for Law Enforcement - used to segregate that portion of fund balance restricted specifically for law enforcement purposes.

Reserve for Public Trustee - per State statutes, the County is required to maintain a reserve in the General Fund equal to one year's expenses for the Public Trustee's office.

Reserve for Road Improvements - used to segregate that portion of fund balance contributed by subdivision developers and restricted for improvements to specific County roads.

Reserve for Revolving Loan Activities - used to segregate that portion of fund balance restricted by Board action for Revolving Loan Activities, specifically those intended to provide moderately priced housing.

Reserve for Future Fiscal Year's Expenditures - On November 3, 1992, Colorado voters approved an amendment to the State Constitution known as the Taxpayer's Bill of Rights. The amendment is a tax limitation, revenue and spending limitation and a debt limitation. In light of the passage of this amendment and the underlying requirements contained therein, the County now reports funds available for spending or appropriation in future periods in a reserve account. All funds which must comply with this amendment will have a reserve captioned "Reserve for future fiscal year's expenditures" in the fund balance section.

Reserve for Emergencies - a reserve for declared emergencies. The amendment to the State Constitution discussed above and known as the Taxpayer's Bill of Rights (TABOR), requires that the County reserve a certain percentage of its fiscal year spending, as defined in the amendment, for declared emergencies. Emergency, as defined in the amendment, excludes economic conditions, revenue shortfalls or salary or fringe benefits increases. For 2002, the amount of fiscal year spending to be reserved is three percent of non-federal revenues. Unused reserves carry over to subsequent years. The County carries its emergency reserve, as required and defined in TABOR, in the special revenue fund "Emergency Reserve Fund".

Retained earnings reserved for medical claims - represents the total equity balance to be used exclusively for the payment of medical claims.

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Self Insurance

The County is self-insured for employees, and dependents' medical and dental insurance claims up to certain limits as explained in Note 7. The County's self-insurance activities are accounted for in an internal service fund entitled Employee Medical Self Insurance Fund. The plan is administered by Blue Advantage/HMO of Colorado. Accruals for estimated, unasserted or outstanding medical claims payable have been made.

Comparative Data & Reclassifications

Comparative data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the County's financial position and operations. However, complete comparative data (i.e., presentation of prior year totals by fund type in each of the statements) have not been presented since their inclusion would make the statements unduly complex and difficult to read. For comparability, amounts have been reclassified where appropriate to conform with the 2002 financial presentation.

Total Columns on Combined Statements

Total columns on the Combined Statements are captioned Memorandum Only or Memo Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the presentation of this data.

Estimates

The preparations of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 - DEFICIT FUND BALANCES AND RETAINED EARNINGS

The Airport Operating Fund had deficit retained earnings of \$14,925,812 at December 31, 2002. The deficit is a result of the County's policy of charging depreciation on assets acquired through grants to retained earnings. The deficit will not be eliminated in the near future.

The Landfill Closure Fund had deficit retained earnings of \$93,376 at December 31, 2002. The deficit is a result of the anticipated long-term closure, postclosure and monitoring costs. It is unlikely that the deficit will be eliminated in the near future, and the County will have to continue making operating transfers in to cover the long-term costs.

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 3 - EQUITY IN POOLED CASH AND INVESTMENTS

The County Treasurer maintains a cash pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the individual and combined balance sheets as "Equity in Treasurer's Cash and Investments".

Deposits—At year end, the carrying amount of the County's deposits was \$2,528,717 and the bank balance was \$3,063,107. Of the bank balance, \$302,464 was covered by federal depository insurance and \$2,760,643 was collateralized with securities held by a third party in the name of the Colorado Public Deposit Protection Act. The carrying amount of deposits for the Office of the District Attorney of the Sixth Judicial District, a discretely presented component unit was \$206,824 and the bank balance was \$248,665. Of the bank balance, \$138,309 was covered by federal depository insurance and \$110,356 was collateralized with securities held by a third party in the name of the Colorado Public Deposit Protection Act.

Statutes require that any public depository which accepts and holds public funds maintain, as security for public deposits accepted and held by it, not insured by federal depository insurance, eligible collateral having a market value, at all times, equal to at least one hundred two percent of the amount of public deposits. Banking institutions are monitored by the State of Colorado Banking Commission and must report monthly on all public deposits held. Pledged collateral must be held in joint custody of the bank and the State of Colorado Banking Commission in accordance with the Public Deposit Protection Act in a safekeeping account held by a third party, usually the Federal Reserve Bank. The pledged collateral cannot be released unless approval is obtained by the banking commission. Savings and Loan institutions are monitored by the State of Colorado Commissioner of Savings and Loan Associations and must report quarterly on all public deposits held. Pledged collateral, usually in the form of mortgages, must be held by a third party institution for the benefit of the Commissioner.

Investments—The Treasurer is authorized by Colorado statutes and resolutions of the Board of County Commissioners to invest in the following, subject to certain limitations:

- U.S. Treasury Obligations
- Federal Instrumentality Securities
- Prime Commercial Paper
- Eligible Banker's Acceptances
- Repurchase Agreements
- Local Government Investment Pools
- Money Market Mutual Funds

The local government investment pools maintain a \$1.00 per share net asset value at all times. The pools are money market funds organized in conformity with Part 7 of Article 75 of Title 24 of the Colorado Revised Statutes. The pools are subject to the general supervision of the Boards of Trustees. The Trustees are elected from the pools' participants.

Investments made by the County are summarized below. The investments that are represented by specific identifiable investments securities are classified as to credit risk within the following three categories:

Category 1 - Insured and unregistered, with securities held by the County or its agent in the County's name.

Category 2 - Uninsured and unregistered, with securities held by the counterparty's trust department/agent in the County's name.

Category 3 - Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent, but not in the County's name.

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 3 - EQUITY IN POOLED CASH AND INVESTMENTS (Continued)

	Category 1	Category 2	Category 3	Carrying Amount	Fair Value
U.S. Treasury Securities	\$0	\$0	\$1,571,845	\$1,571,845	\$1,571,845
Other U.S. Government agency securities	0	0	16,248,466	16,248,466	16,248,466
Commercial Paper	<u>0</u>	<u>0</u>	<u>1,617,605</u>	<u>1,617,605</u>	<u>1,617,605</u>
	<u>\$0</u>	<u>\$0</u>	19,437,916	19,437,916	19,437,916
Investments in local government investment pools:					
Colo-Trust				3,763,778	3,763,778
C-Safe				2,794,812	2,794,812
C-Safe/Employee Health				555,947	555,947
Governmental Asset Pool				502,648	502,648
Colorado Diversified Trust				<u>312,587</u>	<u>312,587</u>
Totals				<u>\$27,367,688</u>	<u>\$27,367,688</u>

Cash deposits and investments at December 31, 2002 on the combined balance sheet were comprised of the following:

Cash	\$ 10,595
Cash deposits	274,552
Equity in Treasurer's cash and investments	29,844,415
Due to component unit	63,468
Restricted cash deposits and investments	<u>19,936</u>
Total	<u>\$ 30,212,966</u>

Cash on hand	\$ 108,740
Deposits	2,735,541
Investments	27,367,688
Interest Receivable	<u>997</u>
Total	<u>\$ 30,212,966</u>

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 4 - FIXED ASSETS

A summary of changes in General Fixed Assets at December 31, 2002 follows:

	<i>Balance @ 1/1/02</i>	<i>Adjustments, Additions & Transfers</i>	<i>Adjustments, Deletions & Transfers</i>	<i>Balance @ 12/31/02</i>
Land	\$ 345,213	\$ 241,814	\$ 0	\$ 587,027
Buildings	13,319,804	862,289	0	14,182,093
Improvements	1,148,639	1,631,654	0	2,780,293
Equipment	10,513,810	1,261,881	524,787	11,250,904
Construction in Progress	0	170,901	0	170,901
Totals	\$ 25,327,466	\$ 4,168,539	\$ 524,787	\$ 28,971,218

General fixed assets purchased are recorded as expenditures in all governmental fund types at the time of purchase. Fixed assets are capitalized at cost, or estimated cost, where it has not been practical to establish original cost. Donated fixed assets are valued at their estimated fair market value on the date donated.

A summary of enterprise funds property, plant and equipment at December 31, 2002 follows:

	<i>Airport Operations</i>	<i>Landfill Closure</i>	<i>Total</i>
Land	\$1,303,766	\$298,912	\$1,602,678
Buildings, Runways and Improvements	25,449,797	0	25,449,797
Equipment	3,032,409	0	3,032,409
Construction in Progress	0	0	0
Less accumulated depreciation	(17,931,164)	0	(17,931,164)
Total	\$11,854,808	\$298,912	\$12,153,720

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 5 - LONG TERM OBLIGATIONS

The following is a summary of bonds, general capitalized lease obligations and compensated absences of the County for the year ended December 31, 2002.

	<i>Payable at 1/1/02</i>	<i>Adjustments & Additions</i>	<i>Reductions</i>	<i>Payable at 12/31/02</i>
2000 Sales Tax Revenue Bonds	\$2,805,000	\$	\$510,000	\$2,295,000
General compensated absences payable	828,366		849	827,517
Total	\$3,633,366	\$0	\$510,849	\$3,122,517

The amounts classified as bonds are comprised of the following:

Revenue Bonds--\$3,290,000, Series 2000 Sales tax revenue bonds, proceeds used to refund 1992 sales tax refunding bonds, which were used to refinance 1986 Sales tax revenue bonds. Interest rates range from 4.5% to 4.75%. Funding to be provided for by sales tax revenue and accounted for in the debt service fund. A summary of the annual debt service requirements to maturity follows:

<i>Year</i>	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2003	\$535,000	\$107,675	\$642,675
2004	560,000	83,600	643,600
2005	585,000	57,000	642,000
2006	615,000	29,213	644,213
Totals	\$2,295,000	\$277,488	\$2,572,488

Operating Leases

The County is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations, and therefore the results of the lease agreements are not reflected in the County's account groups. Future minimum rental payments required under operating leases that have initial or remaining noncancelable lease terms in excess of one month are \$12,460, payable in year 2002.

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 6 - INTERFUND TRANSACTIONS

Transactions between funds that would be treated as revenues, expenditures or expenses if they involved organizations external to the County are accounted for as revenues, expenditures or expenses in the funds involved. Transactions which constitute reimbursements to a fund for expenditures or expenses initially made from that fund which are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of the expenditure/expense in the fund that is reimbursed.

Nonrecurring or nonroutine transfers of equity between funds are referred to as residual equity transfers and are reported as additions to or deductions from the fund balance of governmental funds. All other legally authorized transfers are treated as operating transfers and are included in the results of operations of both governmental and proprietary funds.

Interfund receivable and payable balances at December 31, 2002, and schedule of operating transfers in and out during 2002 are as follows:

<i>Fund</i>	<i>Interfund Receivables</i>	<i>Interfund Payables</i>	<i>Transfers In</i>	<i>Transfers Out</i>
General Fund	\$37,414	\$-0-	\$3,927,934	\$1,500,000
Road and Bridge Fund	-0-	-0-	2,597,741	-0-
Social Services Fund	-0-	37,414	6,505	-0-
Sales Tax Fund	-0-	110,761	-0-	9,979,623
Joint Sales Tax Fund	110,761	-0-	1,484,703	1,370,859
Tribal Impact Fund	-0-	-0-	-0-	157,528
Revolving Loan Fund	-0-	-0-	-0-	359,763
Road Impact Fund	-0-	-0-	-0-	164,030
Debt Service Fund	-0-	-0-	541,000	-0-
Capital Improvement Fund	-0-	-0-	5,500,000	596,080
Landfill Closure Fund	-0-	-0-	70,000	-0-
Totals	\$ 148,175	\$ 148,175	\$ 14,127,883	\$ 14,127,883

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 7 - RISK MANAGEMENT

In 1984, the County began a self insurance program for medical claims. The purpose of the program is to pay medical claims of County employees and their covered dependents and minimize annual medical insurance costs to the County. Medical claims exceeding \$35,000 per covered individual or 120% of the annual contributions for the group are covered by a private insurance carrier. The County does not report excess insurance risks as liabilities unless it is probable that those risks will not be covered by the excess insurance. The claims are funded through payroll withholdings from employees and County matching funds. There were no material changes in insurance coverage, and there were no settlements in excess of insurance coverage for the last three fiscal years.

The claims liability of \$624,254 reported in the Employee Medical Self Insurance Fund is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicated that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the funds claims liability amount in fiscal 2001 and 2002 were:

	<u>2002</u>	<u>2001</u>
Liability at January 1	\$ 392,146	\$ 329,391
Current year claims & changes in estimates	1,070,221	1,534,496
Claim Payments	<u>2,086,621</u>	<u>1,471,741</u>
Balance at December 31	<u>\$ 624,254</u>	<u>\$ 392,146</u>

County Workers' Compensation Pool

The County is exposed to various risks of loss related to injuries of employees while on the job. In 1985, the County joined together with other Counties in the State of Colorado to form the County Workers' Compensation Pool (CWCP), a public entity risk pool currently operating as a common risk management and insurance program for member counties. The County pays an annual contribution to CWCP for its workers' compensation insurance coverage. The intergovernmental agreement of formation of CWCP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year.

Colorado Counties Casualty and Property Pool

The County is exposed to various risks of loss related to liability, property and casualty losses. During 1986, the County was unable to obtain property and liability insurance at a cost it considered to be economically justifiable. Therefore, 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 liability, property and casualty insurance coverage. The intergovernmental agreement of formation of CAPP provides that the pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year.

For both the CWCP and CAPP pools, losses incurred in excess of loss funds and amounts recoverable from excess insurance are direct liabilities of the participating members. Both pools have indicated the amount of any excess losses would be billed to members in proportion to their contributions in the year such excess occurs. There also

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 7 - RISK MANAGEMENT (Continued)

exists the potential for return of contributions should the results of pool operations result in surpluses in excess of those required by State law and the bylaws of the pools, however, any return of contribution is not probable. As such, the contributions to both pools have been reported as expenditures or expenses. Separately issued financial reports for both pools are available by contacting the administrative agent, County Technical Services, Inc. at their headquarters in Denver, Colorado. There were no material reductions in insurance coverages provided to La Plata County, nor were there any settlements on behalf of La Plata County in excess of insurance coverage for the last three fiscal years.

NOTE 8 - COMMITMENTS AND CONTINGENT LIABILITIES

The County participates in a number of federal and state grant programs. The primary programs include Community Development Block Grants, Colorado Department of Health, and Department of Social Services Grants. These programs are subject to program compliance audits by the grantors or their representative. An audit in accordance with the Federal Single Audit Act of 1984 was conducted for the calendar year 2002, but state agencies may still examine individual state programs. Pending the resolution of the findings and questioned costs of such audits, the amount, if any, of disallowed expenditures cannot be determined.

Contractual Commitments

The County has entered into certain long-term contracts with various parties in order to provide services to residents of the County. A summary of those significant contracts follows:

Humane Society Operations - In 1979, the County entered into a contract with the La Plata County Humane Society and the City of Durango to provide necessary funding for operations and facilities at the animal shelter. The County and City provide equal funding for operations. Additionally, in 1993 the County and the Humane Society entered into an agreement in which the Humane Society provides dog control services in the County, and the County contributes toward the costs of services provided. In 2002, funding by the County for both areas totaled \$150,350.

Insurance Pools - The County is a member of the Colorado Counties Worker's Compensation Pool and Colorado Counties Casualty and Property Pool for purposes of insurance coverage. These pools have a legal obligation for claims against their members to the extent that funds are available in its annually established loss fund and amounts are available from insurance providers under excess specific and aggregate insurance contracts. Losses incurred in excess of loss funds and amounts recoverable from excess insurance contracts are direct liabilities of their participating members. Ultimate liability to the County resulting from claims not covered by these insurance pools is not presently determinable.

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 8 - COMMITMENTS AND CONTINGENT LIABILITIES (Continued)

Energy Impact Assistance Funds/Gaming Funds - The County has entered into contracts with the Colorado Department of Local Affairs for the expenditure of Energy and Mineral Impact Assistance grant funds (EIAF) and for the expenditure of Local Government Gaming Impact Funds (LGIF). A summary of these commitments is presented below:

Grant	Period	County Funds	Grant Funds	Description
EIAF #3574	1/20/99-12/31/03	\$ 1,573,445	\$ 600,000	Construction of road and bridge shop
EIAF #4174	4/24/02-6/30/03	688,989	300,000	Purchase of capital equipment
EIAF #4291	11/26/02-6/30/04	3,515,830	1,200,000	Construction of new bridge over Animas River at CR 213
EIAF #4384	11/29/02-12/31/04	362,000	600,000	Assistance with post-fire mudslides
LGGF 151	3/9/01-6/30/03	25,000	75,000	Design improvements at intersection of CR 314 and CR 316
LGGF 264	12/2/02-12/31/03	845,417	350,000	Road improvements
LGGF 265	12/2/02-12/31/03	0	22,976	District attorney
LGGF 283	12/2/02-12/31/03	130,873	196,412	Public Safety
Totals		\$7,741,554	\$3,344,388	

NOTE 9 - RETIREMENT PLANS

The County provides pension benefits for its full-time employees through an agent multi-employer public retirement system, the Colorado County Officials and Employee Retirement Association (CCOERA) a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are required to participate upon completion of one year of employment. The County has established that employees contribute 5% and the County contributes a matching 5% of the employee's base salary each month. The County's contributions for each employee (and interest allocated to the employee's account) are fully vested after 5 years of continuous plan participation. The participants in this plan are offered various investment options through the plan and are allowed to invest all monies in their account, at their own discretion, among the options. Contributions for, and interest forfeited by, employees who leave employment before 6 years of service are used to reduce current contribution requirements. Ten year historical trend information about the plan is available in a separately issued financial report.

The County's and District Attorney total payroll in 2002 was \$14,915,137. The County's and District Attorney's contributions to CCOERA were calculated using the CCOERA eligible payroll amount of \$12,141,700. Both the County/District Attorney and the covered employees made the required contributions, amounting to \$607,085 (5%) from the County and \$607,085 (5%) from employees, or \$1,214,170 total.

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 10 - CONDUIT DEBT OBLIGATIONS

The County, along with 5 other southwestern Colorado counties, participated in the issuance of the 2002 Southwestern Colorado Single Family Mortgage Participation Revenue Refunding Bonds. These bonds refunded the previous 1991 series bonds, which in turn refunded the series 1979 bonds, which were secured by mortgage loans to finance residential facilities intended for use as the place of residence by persons of low and moderate income. These bonds are special and limited obligations of the issuer and are payable solely from pledged revenues and certain other moneys held by the trustee under the indenture. The bonds and interest thereon do not constitute a debt of the County, and accordingly, are not reported as a liability in the financial statements of the County. The principal amount outstanding at 12/31/02 is \$5,190,000.

In November of 2001, the County participated in the refunding of the previously issued Recreational Facilities Refunding Revenue Bonds (Durango Ski Corporation Project) Series 1989A and the Taxable Mortgage Revenue Bonds (Purgatory Ski Area Project) Series 1989B for the purpose of financing Purgatory Ski Corporation expansion and development. The proceeds of the bonds were loaned to Durango Mountain Resort Project, Inc., pursuant to a loan agreement. The agreement requires the Project to repay the loan in monthly installments in amounts corresponding to the principal and interest payments as the same become due on the bonds. The bonds are not a debt, indebtedness, or multiple fiscal year direct or indirect debt or other financial obligation of the County, or charge against its general credit or taxing power. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. The principal amount outstanding at 12/31/02 is \$8,845,000.

NOTE 11 - SEGMENT INFORMATION

The County maintains three enterprise funds which are intended to be self-supporting through user fees charged for services to the public. Financial segment information as of and for the year ended December 31, 2002 is presented below:

	Airport Operations	Landfill Closure	Commissary	Total
Operating revenues	\$ 1,602,346	\$ 0	\$ 51,415	\$ 1,653,761
Operating expenses	2,396,466	0	50,420	2,446,886
Depreciation expense	1,120,089	0	0	1,120,089
Operating income (loss)	(794,120)	0	995	(793,125)
Net income (loss)	(786,353)	83,009	995	(702,349)
Current capital contributions	810,126	0	0	810,126
Fixed asset additions	912,932	0	0	912,932
Fixed asset deletions	39,448	0	0	39,448
Net working capital	1,017,286	489,400	18,211	1,524,897
Total assets	12,929,642	789,231	20,400	13,739,273
Total equity	12,825,491	205,536	18,211	13,049,238

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 12 - CONTRIBUTED CAPITAL

During the year, contributed capital changed by the following amounts:

	<i>Airport Operations</i>	<i>Landfill Closure</i>	<i>Prisoner Commissary</i>	<i>Total</i>
Additions:				
Runways, Equipment & Improvements	\$ 810,126	\$ 0	\$ 0	\$ 810,126
Deletions:				
Contributed capital withdrawn	0	0	0	0
Contributed Capital, January 1,	26,941,177	298,912	514	27,240,603
Contributed Capital, December 31,	\$ 27,751,303	\$ 298,912	\$ 514	\$ 28,050,729

NOTE 13 - JOINT VENTURES

City of Durango/La Plata County Airport - The County and the City of Durango jointly own and operate the Durango-La Plata County Airport. The County is responsible for the operations of the Airport and the City is responsible for capital projects at the Airport. This joint venture is included in the La Plata County reporting entity as the Airport Operations fund, therefore, no separately issued financial statements are available. The County and City each hold an undivided one-half interest of all assets, liabilities and equities of the Airport. The majority of the assets of the airport were acquired through federal grants awarded to the City of Durango, as a condition of these grants, should operations of the airport cease, the assets would revert to the federal government. Considering these factors, the County does not distinguish between contributed capital grants and equity of the County and the City of Durango.

Under the terms of the agreement between the parties an Airport Commission is appointed. The Airport Commission is, however, only an advisory board and all decisions with regard to the Airport are made final by the County Commissioners and the City Council. Budgets for both capital projects and operations are adopted annually by the City Council and the Board of Commissioners, respectively. However, each budget is formally agreed upon by both the City Council and the Board of Commissioners prior to adoption. The County issued sales tax revenue bonds in 1986 to fund their capital contribution for a new terminal building. These 1986 bonds were refunded in 1992 by the 1992 Series bonds, which were in turn refunded by the 2001 Series bonds, and the debt obligation for these bonds is reflected in the General Long-Term Debt account group.

In early 2003, the accounting for the operations of the Airport were transferred to the City of Durango.

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 14 - TAX, SPENDING AND DEBT LIMITATIONS

In 1992 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, also known as TABOR (Taxpayers Bill of Rights), is complex and subject to judicial interpretation. The County believes it is in compliance with the requirements of the amendment. However, the County has made certain interpretations of the amendment's language in order to determine its compliance. The Colorado Revised Statutes, 29-1-301, also include an annual property tax growth limitation of 5.5%.

At the November 5, 2002 general election, the voters authorized the County to collect and retain all revenues received during the period beginning January 1, 2003 and extending forward through perpetuity which exceed both the TABOR amendment and C.R.S. 29-1-301.

NOTE 15 - LITIGATION

Various claims and lawsuits are pending against the County. In the opinion of the County attorney, the potential loss of these claims would not be significant to the County's financial statements.

NOTE 16 - SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The County, pursuant to the requirements of the Single Audit Act Amendments of 1996 and the US Office of Management and Budget Circular A-133, prepares a "Schedule of Expenditures of Federal Awards". This schedule is prepared on a basis inconsistent with the County's financial statements. The financial statements are prepared based upon the modified accrual basis for governmental funds, while the "Schedule of Expenditures of Federal Awards" is prepared on the cash basis. Specifically, the "Schedule of Expenditures of Federal Awards" includes health and welfare payments made through the mechanism of Electronic Benefit Transactions (EBT), whereas the financial statements exclude these EBT transactions because of the guidance available in Governmental Accounting Standards Board Statement 24 - Accounting and Financial Reporting for Certain Grants and Other Financial Assistance. Additionally, the financial statements differentiate between the County (primary government) and its discretely reported components units (the reporting entity), while the "Schedule of Expenditures of Federal Awards" consolidates all expenditures of federal awards within the reporting entity.

La Plata awards some federal funds to subgrantees, as shown below:

<i>CFDA & Program</i>	<i>Subgrantee</i>	<i>Amount Awarded</i>
93.031--Community Services Block Grant	San Juan Basin Health	\$22,255
93.031--Community Services Block Grant	Volunteers of America	8,333
93.031--Community Services Block Grant	La Plata Family Centers Coalition	1,667
14-219--Community Development Block Grant	Region 9 Economic Development District	1,028,161
16.523--Juvenile Accountability Incentive Block	Colorado Judicial Department	12,892
Total		\$1,073,308

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 17 - PRIOR YEARS' DEBT DEFEASANCE

In 2000, and also in prior years, the County has defeased various bonds issues by creating separate irrevocable trust funds. New debt has been issued, and the proceeds have been used to purchase U.S. government securities that were placed in the trust funds. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt has been considered defeased and therefore removed as a liability from the County's government-wide financial statements. As of December 31, 2002, the amount of defeased debt outstanding but removed from the General Long-Term Debt Account Group amounted to \$2,955,000 for the 1992 Sales Tax Revenue Refunding Bonds and \$2,855,000 for the 1986 Revenue Refunding Bonds.

NOTE 18 - LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and federal laws and regulations require that the County place a final cover on its landfills when closed and perform certain maintenance and monitoring functions at the landfill sites for thirty years after closure. In addition to operating expenses related to current activities of the landfills, an expense provision and related liability are being recognized based on the estimated future closure and postclosure care costs that will be incurred near or after the date the landfills no longer accept waste. The estimated liability for landfill closure and postclosure care costs has a balance of \$582,776 as of December 31, 2002, which is based on the following assumptions:

<i>Landfill Sites</i>	<i>Estimated Closure and Postclosure Care Costs</i>	<i>Percent Filled</i>	<i>Calculated Liability</i>
Tiffany	\$ 40,656	100%	\$ 40,656
Marvel	40,272	100%	40,272
Van-Dal	205,830	100%	205,830
Bayfield	296,018	100%	296,018
Totals	\$ 582,776		\$ 582,776

The estimated total current cost of the landfill closure and postclosure care of \$582,776 is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31, 2002. However, the actual cost of closure and postclosure care may be higher or lower due to inflation, changes in technology, or changes in landfill laws and regulations. Any future inflation costs and additional costs that might arise from changes in postclosure requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be covered by charges to future landfill users, taxpayers, or both.

The Tiffany, Marvel and Van Dal landfills were all closed prior to January 11, 1992, and the Bayfield landfill was closed in April, 1994.

LA PLATA COUNTY, COLORADO
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002

NOTE 19 - BUDGETARY COMPLIANCE

For the year ended December 31, 2002, expenditures and transfers out exceeded budget at the fund level (i.e. the legal level of budgetary control) as follows:

<u>Fund</u>	<u>Budget</u>	<u>Expenditures</u>	<u>Excess</u>
Prisoner Commissary Fund	\$ 45,000	\$ 50,420	\$ (5,420)
Tribal Impact Mitigation Fund	150,000	210,615	(60,615)
Employee Medical Self Insurance Fund	1,700,000	2,086,621	(386,621)

GENERAL FUND

The General Fund is the general operating fund of the County which accounts for all financial resources that are not properly accounted for in other funds. Ordinary operations of the County such as public safety, county administration and other activities financed from taxes and general revenues are reflected in this fund.

La Plata County, Colorado
General Fund
Comparative Balance Sheets
December 31,

Assets	<u>2002</u>	<u>2001</u>
Cash	\$ 9,095	\$ 8,945
Cash Deposits	67,728	82,769
Equity in Treasurer's Cash and Investments	8,996,652	8,491,500
Receivables:		
Accounts	179,805	129,702
Property Taxes Receivable	12,277,410	11,041,513
Due from Other Governments	684,110	431,444
Due from Other Funds	37,414	-
Due from Component Unit	100,000	100,000
Inventory, at Cost	60,477	92,952
<i>Total Assets</i>	<u><u>\$ 22,412,691</u></u>	<u><u>\$ 20,378,825</u></u>
 Liabilities		
Accounts Payable	\$ 397,614	\$ 262,106
Accrued Salaries and Benefits	454,669	334,977
Due to Other Governments	44,380	57,787
Deferred Revenue	12,655,141	12,366,806
<i>Total Liabilities</i>	<u><u>13,551,804</u></u>	<u><u>13,021,676</u></u>
 Fund Equity		
Fund Balance:		
Reserved for Inventory	60,477	92,952
Reserved for Public Trustee	22,261	10,862
Reserved for Law Enforcement	67,728	82,769
Reserved for Revolving Loan Activities	370,088	82,769
Reserved for Future Fiscal Year's Expenditures	8,340,333	7,170,566
<i>Total Fund Equity</i>	<u><u>8,860,887</u></u>	<u><u>7,357,149</u></u>
 <i>Total Liabilities and Fund Equity</i>	 <u><u>\$ 22,412,691</u></u>	 <u><u>\$ 20,378,825</u></u>

La Plata County, Colorado
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002			2001 Actual
	Budget	Actual	Variance Favorable (Unfavorable)	
Revenues:				
Taxes				
General property & delinquent taxes	\$ 10,857,143	\$ 11,115,460	\$ 258,317	\$ 7,700,615
Specific ownership	750,000	1,068,363	318,363	867,668
Lodger's tax	255,000	140,097	(114,903)	239,663
Total Taxes	11,862,143	12,323,920	461,777	8,807,946
Intergovernmental Revenue				
Federal Revenue:				
Payment In Lieu of Taxes	375,000	479,683	104,683	449,250
Local Law Enforcement Block Grant	17,576	11,318	(6,258)	12,672
Senior Services-Older American Act	43,522	83,352	39,830	60,761
Senior Services-USDA	11,250	18,110	6,860	12,413
HIDTA grant	188,341	165,956	(22,385)	153,354
Bulletproof vest grant	-	229	229	4,212
Senior Services-FEMA Disaster Asst	-	6,599	6,599	
State Revenues:				
Civil Defense	8,000	15,250	7,250	18,630
Minority Over Representation Grant	-	24,319	24,319	-
Byrne Grant-Pretrial release coordinator	25,431	4,578	(20,853)	30,037
Community Services Block Grant-passed thru	-	32,255	32,255	-
Community Services Block Grant-for Sr. Svcs	-	5,167	5,167	-
Community Development Block Grant	500,000	1,028,161	528,161	-
Juvenile Accountability Incentive Block	48,413	32,362	(16,051)	940
Meth Enforcement Grant	33,985	33,985	-	1,015
VALE Grant	2,500	3,750	1,250	-
Cigarette taxes	26,000	31,401	5,401	34,037
Search and rescue monies	5,000	6,500	1,500	2,679
Search and rescue tier III	13,500	9,884	(3,616)	12,379
Mineral severance tax	125,000	205,077	80,077	285,822
DOW Impact assistance	2,500	1,974	(526)	2,749
Law Enforcement Funds	6,000	8,399	2,399	8,998
Contiguous Counties Gaming	496,412	196,412	(300,000)	132,216
Energy Impact Grant	131,600	84,505	(47,095)	90,047
Beanpole (MNT) grant	68,750	948,160	879,410	-
Senior Services state funds	59,810	-	(59,810)	-
Local Government Revenue:				
Dissolution of hospital district	500	-	(500)	2,159
Southwest Water Conservation District	20,000	20,000	-	-
Predator Control Reimbursement	10,000	1,960	(8,040)	5,054
Total Intergovernmental Revenue	2,219,090	3,459,346	1,240,256	1,319,424

(Continued)

La Plata County, Colorado
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002			2001
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Licenses and Permits				
Liquor licenses	\$ 8,000	\$ 5,426	\$ (2,574)	\$ 8,969
Building permits	610,600	683,637	73,037	595,587
Total Licenses and Permits	618,600	689,063	70,463	604,556
Fines and Forfeitures				
Parking/Traffic fines	-	105	105	-
Animal control fines	3,000	2,687	(313)	3,963
Total Fines and Forfeitures	3,000	2,792	(208)	3,963
Charges for Services				
Treasurer's fees	375,000	412,687	37,687	345,392
Clerk and recorder's fees	800,000	1,112,344	312,344	974,332
Public trustee's fees	47,000	110,856	63,856	58,379
Planning fees	75,000	73,849	(1,151)	67,081
Oil and gas fees	120,000	31,900	(88,100)	31,300
Assessor's fees	15,000	8,249	(6,751)	11,627
Sheriff's fees	39,700	51,552	11,852	43,358
Airport security reimbursement	10,000	29,756	19,756	26,640
Other security services	14,000	3,935	(10,065)	30,960
Jail room & board	90,000	128,141	38,141	101,825
Other Jail charges	8,500	12,153	3,653	12,308
Prisoner transportation	3,000	7,105	4,105	-
Useful public service program	45,000	39,700	(5,300)	41,295
Work release/Community service	75,000	59,120	(15,880)	66,711
Alternatives to incarceration	83,700	36,430	(47,270)	2,145
Senior meal donations	49,000	60,043	11,043	37,193
Senior center activities	12,700	12,659	(41)	10,582
Senior center rentals	4,000	2,013	(1,987)	2,422
Surveyor's fees	2,500	5,120	2,620	3,695
Youth Home reimbursements	276,410	125,129	(151,281)	265,753
DOSS reimbursement-DP services	-	-	-	1,263
Central service reimbursement	78,455	57,028	(21,427)	77,387
Administrative fee reimb	90,000	90,000	-	90,000
GIS Services reimbursements	14,000	12,504	(1,496)	12,598
Election Reimbursements	30,000	4,987	(25,013)	12,140
Inmate medical/phone reimbursements	24,500	44,393	19,893	36,989
Tipping fees	1,200	960	(240)	950
Employee equipment reimbursements	10,000	34,813	24,813	7,921
Total Charges for Services	2,393,665	2,567,426	173,761	2,372,246

(Continued)

La Plata County, Colorado
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002			2001 Actual
	Budget	Actual	Variance Favorable (Unfavorable)	
Miscellaneous Revenue				
Building rentals	\$ 38,203	\$ 40,671	\$ 2,468	\$ 141,187
Fairgrounds rentals	62,463	134,778	72,315	56,722
Advertising taxes	18,000	14,388	(3,612)	14,798
Forfeitures	5,000	11,097	6,097	67,453
Interest earnings	1,050,000	902,028	(147,972)	1,548,555
Refunds	15,888	73,857	57,969	20,833
Senior services-other revenues	23,927	25,353	1,426	97,135
Senior services-home chore donations	-	71,600	71,600	22,639
Maps/code book sales & sign fees	3,000	888	(2,112)	1,560
Vehicle inspection fees	41,000	39,845	(1,155)	39,510
Photocopies	4,000	2,966	(1,034)	3,258
Telephone/postage refunds	-	-	-	4,880
Expenditure reimbursements (legal)	200	214,854	214,654	-
Other miscellaneous revenues	137,078	67,669	(69,409)	53,039
Total Miscellaneous Revenue	1,398,759	1,599,994	201,235	2,071,569
 Total Revenue	 18,495,257	 20,642,541	 2,147,284	 15,179,704
Expenditures:				
Current				
General Government				
Board of County Commissioners				
Personnel Expenditures	229,599	225,445	4,154	218,517
Operating Expenditures	44,200	37,977	6,223	35,645
	273,799	263,422	10,377	254,162
County Attorney's Office				
Personnel Expenditures	-	-	-	-
Operating Expenditures	488,000	504,276	(16,276)	344,681
	488,000	504,276	(16,276)	344,681
Administrative Offices				
Personnel Expenditures	254,563	250,935	3,628	218,498
Operating Expenditures	235,940	173,346	62,594	27,343
	490,503	424,281	66,222	245,841
County Clerk and Recorder-Operations				
Personnel Expenditures	611,727	606,900	4,827	536,495
Operating Expenditures	148,625	152,535	(3,910)	155,006
	760,352	759,435	917	691,501

(Continued)

La Plata County, Colorado
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002			2001 Actual
	Budget	Actual	Variance Favorable (Unfavorable)	
General Government (Continued)				
County Clerk and Recorder-Elections				
Personnel Expenditures	\$ 76,792	\$ 43,568	\$ 33,224	\$ 19,938
Operating Expenditures	54,500	51,755	2,745	31,621
	<u>131,292</u>	<u>95,323</u>	<u>35,969</u>	<u>51,559</u>
County Treasurer				
Personnel Expenditures	231,150	226,866	4,284	213,883
Operating Expenditures	147,428	126,141	21,287	139,960
	<u>378,578</u>	<u>353,007</u>	<u>25,571</u>	<u>353,843</u>
Public Trustee's Office				
Personnel Expenditures	9,012	9,969	(957)	9,782
Operating Expenditures	1,850	1,451	399	2,371
	<u>10,862</u>	<u>11,420</u>	<u>(558)</u>	<u>12,153</u>
County Assessor				
Personnel Expenditures	791,434	776,378	15,056	655,231
Operating Expenditures	71,857	79,719	(7,862)	156,676
	<u>863,291</u>	<u>856,097</u>	<u>7,194</u>	<u>811,907</u>
Building Maintenance				
Personnel Expenditures	277,900	277,364	536	228,951
Operating Expenditures	197,500	147,153	50,347	124,845
	<u>475,400</u>	<u>424,517</u>	<u>50,883</u>	<u>353,796</u>
Finance				
Personnel Expenditures	307,541	312,957	(5,416)	277,996
Operating Expenditures	49,500	35,809	13,691	23,206
	<u>357,041</u>	<u>348,766</u>	<u>8,275</u>	<u>301,202</u>
Information Services				
Personnel Expenditures	462,847	455,548	7,299	324,381
Operating Expenditures	1,108,326	1,113,831	(5,505)	144,746
	<u>1,571,173</u>	<u>1,569,379</u>	<u>1,794</u>	<u>469,127</u>
Geographic Information Services				
Personnel Expenditures	352,461	353,401	(940)	291,066
Operating Expenditures	237,500	22,774	214,726	28,920
	<u>589,961</u>	<u>376,175</u>	<u>213,786</u>	<u>319,986</u>
Human Resources				
Personnel Expenditures	172,498	183,462	(10,964)	136,641
Operating Expenditures	107,300	96,602	10,698	123,430
	<u>279,798</u>	<u>280,064</u>	<u>(266)</u>	<u>260,071</u>

(Continued)

La Plata County, Colorado
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002			2001 Actual
	Budget	Actual	Variance Favorable (Unfavorable)	
General Government (Continued)				
Risk Management				
Personnel Expenditures	\$ 181,026	\$ 201,021	\$ (19,995)	\$ 133,122
Operating Expenditures	561,514	347,205	214,309	185,490
	<u>742,540</u>	<u>548,226</u>	<u>194,314</u>	<u>318,612</u>
Central Services				
Personnel Expenditures	-	-	-	-
Operating Expenditures	247,556	172,359	75,197	174,837
	<u>247,556</u>	<u>172,359</u>	<u>75,197</u>	<u>174,837</u>
Purchasing/Warehouse				
Personnel Expenditures	184,272	171,820	12,452	146,960
Operating Expenditures	36,730	27,969	8,761	44,577
	<u>221,002</u>	<u>199,789</u>	<u>21,213</u>	<u>191,537</u>
Total General Government	7,881,148	7,186,536	694,612	5,154,815
Public Safety				
Sheriff-Public Safety				
Personnel Expenditures	1,602,389	1,628,139	(25,750)	1,424,356
Operating Expenditures	516,310	481,734	34,576	453,493
	<u>2,118,699</u>	<u>2,109,873</u>	<u>8,826</u>	<u>1,877,849</u>
Fire Control Expenses				
Personnel Expenditures	-	105,681	(105,681)	-
Operating Expenditures	-	29,518	(29,518)	-
	<u>-</u>	<u>135,199</u>	<u>(135,199)</u>	<u>-</u>
NRCS Assistance				
Personnel Expenditures	-	10,343	(10,343)	-
Operating Expenditures	-	6,887	(6,887)	-
	<u>-</u>	<u>17,230</u>	<u>(17,230)</u>	<u>-</u>
Sheriff-Special Investigations				
Personnel Expenditures	281,164	266,349	14,815	557,388
Operating Expenditures	191,816	211,826	(20,010)	196,428
	<u>472,980</u>	<u>478,175</u>	<u>(5,195)</u>	<u>753,816</u>
Sheriff-Criminal Investigations				
Personnel Expenditures	377,533	430,399	(52,866)	-
Operating Expenditures	91,282	50,904	40,378	-
	<u>468,815</u>	<u>481,303</u>	<u>(12,488)</u>	<u>-</u>

(Continued)

La Plata County, Colorado
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002			2001
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Public Safety (Continued)				
Sheriff-Jail				
Personnel Expenditures	\$ 1,923,645	\$ 1,817,055	\$ 106,590	\$ 1,590,512
Operating Expenditures	546,735	591,998	(45,263)	596,524
	<u>2,470,380</u>	<u>2,409,053</u>	<u>61,327</u>	<u>2,187,036</u>
Alternatives to Incarceration				
Personnel Expenditures	203,575	211,562	(7,987)	96,097
Operating Expenditures	148,852	153,654	(4,802)	88,968
	<u>352,427</u>	<u>365,216</u>	<u>(12,789)</u>	<u>185,065</u>
Sheriff-Special Services				
Personnel Expenditures	962,699	1,001,105	(38,406)	819,590
Operating Expenditures	200,400	193,590	6,810	171,897
	<u>1,163,099</u>	<u>1,194,695</u>	<u>(31,596)</u>	<u>991,487</u>
County Coroner				
Personnel Expenditures	18,268	18,797	(529)	16,886
Operating Expenditures	30,568	40,623	(10,055)	28,228
	<u>48,836</u>	<u>59,420</u>	<u>(10,584)</u>	<u>45,114</u>
Building Inspection Department				
Personnel Expenditures	531,941	511,740	20,201	421,193
Operating Expenditures	116,300	50,080	66,220	81,972
	<u>648,241</u>	<u>561,820</u>	<u>86,421</u>	<u>503,165</u>
Weed and Rodent Control				
Operating Expenditures	43,000	21,822	21,178	27,815
	<u>43,000</u>	<u>21,822</u>	<u>21,178</u>	<u>27,815</u>
Total Public Safety	<u>7,786,477</u>	<u>7,833,806</u>	<u>(47,329)</u>	<u>6,571,347</u>
Auxiliary Services				
Extension Office				
Personnel Expenditures	38,700	38,700	-	39,370
Operating Expenditures	33,327	29,620	3,707	30,669
	<u>72,027</u>	<u>68,320</u>	<u>3,707</u>	<u>70,039</u>
Fairgrounds				
Personnel Expenditures	366,570	352,191	14,379	309,898
Operating Expenditures	247,292	230,089	17,203	159,908
	<u>613,862</u>	<u>582,280</u>	<u>31,582</u>	<u>469,806</u>
Weed Control				
Personnel Expenditures	72,754	64,443	8,311	52,053
Operating Expenditures	69,870	9,332	60,538	18,584
	<u>142,624</u>	<u>73,775</u>	<u>68,849</u>	<u>70,637</u>

(Continued)

La Plata County, Colorado
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002			2001 Actual
	Budget	Actual	Variance Favorable (Unfavorable)	
Auxiliary Services (Continued)				
Riverbend Center for Youth				
Personnel Expenditures	\$ 367,451	\$ 304,166	\$ 63,285	\$ 305,677
Operating Expenditures	52,880	22,306	30,574	27,824
	<u>420,331</u>	<u>326,472</u>	<u>93,859</u>	<u>333,501</u>
Veterans Services				
Personnel Expenditures	17,960	18,623	(663)	-
Operating Expenditures	2,000	3,430	(1,430)	-
	<u>19,960</u>	<u>22,053</u>	<u>(2,093)</u>	<u>-</u>
Senior Services				
Personnel Expenditures	173,231	171,787	1,444	124,691
Operating Expenditures	84,400	94,447	(10,047)	144,848
	<u>257,631</u>	<u>266,234</u>	<u>(8,603)</u>	<u>269,539</u>
Senior Services - non Joint Sales Tax Supported				
Personnel Expenditures	-	-	-	-
Operating Expenditures	34,500	39,594	(5,094)	-
	<u>34,500</u>	<u>39,594</u>	<u>(5,094)</u>	<u>-</u>
Senior Services Center				
Personnel Expenditures	85,406	86,058	(652)	69,644
Operating Expenditures	69,377	58,392	10,985	79,236
	<u>154,783</u>	<u>144,450</u>	<u>10,333</u>	<u>148,880</u>
Senior Services Activities				
Personnel Expenditures	17,694	17,736	(42)	11,996
Operating Expenditures	3,080	1,630	1,450	1,534
	<u>20,774</u>	<u>19,366</u>	<u>1,408</u>	<u>13,530</u>
Minority Over Representation Grant				
Personnel Expenditures	-	17,927	(17,927)	-
Operating Expenditures	-	6,392	(6,392)	-
	<u>-</u>	<u>24,319</u>	<u>(24,319)</u>	<u>-</u>
Planning Department				
Personnel Expenditures	558,410	555,989	2,421	475,791
Operating Expenditures	446,855	249,794	197,061	210,484
	<u>1,005,265</u>	<u>805,783</u>	<u>199,482</u>	<u>686,275</u>
Total Auxiliary Services	<u>2,741,757</u>	<u>2,372,646</u>	<u>369,111</u>	<u>2,062,207</u>

(Continued)

La Plata County, Colorado
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002			2001
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Public Works				
Convenience Center				
Operating Expenditures	42,500	39,852	2,648	40,133
Total Public Works	42,500	39,852	2,648	40,133
Health and Welfare				
San Juan Basin Health	226,928	226,928	-	214,850
Total Health and Welfare	226,928	226,928	-	214,850
Community Programs				
Public Service Agencies				
Humane Society Operations	68,000	68,000	-	68,000
Humane Society-Animal Control	82,350	82,350	-	76,599
San Juan RC&D	200	200	-	200
Fairboard	16,500	16,500	-	16,500
Opportunity Bus	37,500	37,500	-	37,500
Community Connections	32,550	32,550	-	31,000
Southern Ute Community Action Program	19,945	19,945	-	19,945
Fort Lewis Mesa/Sunnyside Library	73,263	67,332	5,931	51,256
Durango Public Library	497,365	470,260	27,105	428,640
Southwest Safehouse	12,000	12,000	-	12,000
ARU Detox	60,000	54,997	5,003	21,137
Region 9 EDD/SCFC	5,544	5,544	-	4,625
Southwest Community Resources	13,650	13,650	-	20,000
SW Mental Health Center	50,000	50,000	-	30,000
Lodger's tax to DACRA	255,000	140,097	114,903	239,663
Chamber of Commerce Fees	570	-	570	553
Southwest Center for Independence	3,000	3,000	-	1,545
La Plata Family Center Coalition	7,875	7,875	-	7,500
Leadership La Plata	500	500	-	500
Historical Society	1,210	1,210	-	1,150
RIT/CAPP	1,260	1,260	-	1,200
Pine River Senior Citizens			-	4,500
Predator Control Contract	27,000	24,365	2,635	23,560
San Juan Forum	1,000	1,000	-	1,000
Domestic Violence Prevention	2,160	2,160	-	2,060
Community Health Clinic	30,000	30,000	-	30,000

(Continued)

La Plata County, Colorado
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002			
	Budget	Actual	Variance Favorable (Unfavorable)	2001 Actual
Community Programs (continued)				
American Red Cross	\$ 3,000	\$ 3,000	\$ -	\$ 1,500
Women's Resource Center	2,000	2,000	-	1,100
Local Law Enforcement block grant pmts	18,371	6,346	12,025	14,030
JAIBG cash match			-	1,705
Mercy psychiatric transport	17,500	2,585	14,915	10,340
SUCAP transit	4,717	4,717	-	4,400
Alternative Horizons	1,050	1,050	-	1,000
SW Transportation Planning	2,404	2,404	-	1,616
Useful Public Service (Colo Judicial)	-	37,346	(37,346)	43,909
Operation Healthy Communities	-	500	(500)	-
Durango Soup kitchen	30,000	30,000	-	-
Bayfield chamber of commerce	2,000	2,000	-	-
Other Public Service Agencies	14,294	750	13,544	-
Total Public Service Agencies	1,393,778	1,234,993	158,785	1,210,233
Payments to Other Governments				
To City of Durango	707,016	602,865	104,151	564,782
Pass through of grants received				
of CDBG funds	500,000	1,028,161	(528,161)	-
of JAIBG funds	1,589	12,892	(11,303)	-
of CSBG funds	-	32,255	(32,255)	-
Total pass throughs	501,589	1,073,308	(571,719)	-
Total Community Programs	2,602,383	2,911,166	(308,783)	1,775,015
Total Expenditures	21,281,193	20,570,934	710,259	15,818,367
Excess (Deficit) of Revenue Over Expenditures	(2,785,936)	71,607	2,857,543	(638,663)

(Continued)

La Plata County, Colorado
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002			
	Budget	Actual	Variance Favorable (Unfavorable)	2001 Actual
Other Financing Sources (Uses)				
Operating transfers in-sales tax fund	\$ 2,100,000	\$ 2,100,000	\$ -	\$ 500,263
Operating transfers in-joint sales tax fund	1,414,032	1,350,859	(63,173)	1,318,367
Operating transfers in-tribal impact fund	79,486	117,312	37,826	172,631
Operating transfers out-tribal impact fund	-	-	-	(40,000)
Operating transfers out-capital improvement	(1,500,000)	(1,500,000)	-	-
Operating transfer out-component unit	(1,083,649)	(995,803)	87,846	(796,222)
Total Other Financing Sources (Uses)	<u>1,009,869</u>	<u>1,072,368</u>	<u>62,499</u>	<u>1,155,039</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,776,067)	1,143,975	2,920,042	516,376
Fund Balance				
Beginning of year	6,025,600	7,357,149	1,331,549	6,840,773
Residual equity transfer in	359,763	359,763	-	-
End of Year	<u>\$ 4,609,296</u>	<u>\$ 8,860,887</u>	<u>\$ 4,251,591</u>	<u>\$ 7,357,149</u>

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SPECIAL REVENUE FUNDS

Special Revenue Funds account for taxes or other earmarked revenue of the County which finance specified activities as required by law or administrative action.

Road and Bridge Fund:

Colorado counties are required by State law to maintain a Road and Bridge Fund. The Road and Bridge Fund records costs related to County road and bridge construction and maintenance. By State law, a portion of Road and Bridge property taxes is allocated to cities and towns for use in their road and street activities.

Social Services Fund:

Colorado counties are required by State law to maintain a Social Services Fund. The Social Services Fund accounts for many federal and state public welfare programs administered by the County.

Sales Tax Fund:

The Sales Tax Fund accounts for all sales tax revenues received by the County. Said revenues are transferred to the General, Road and Bridge, Joint Sales Tax and Capital Improvement Funds. It was a requirement of the original sales tax vote that the collections resulting from the County's sales tax be deposited into this fund.

Conservation Trust Fund:

The Conservation Trust Fund accounts for revenue received from the State to be used for the acquisition, development and maintenance of the recreational facilities within the County.

Joint Sales Tax Fund:

The Joint Sales Tax Fund receives 14.775% of all sales taxes received by the County. These receipts are the result of the Joint Funding agreement between the County and the City of Durango. Resources of this fund are used to provide funding for projects considered to be of mutual benefit to both entities. During the year, such funds were used for community programs, applied to the development of a wide area computer network linking City and County buildings.

Federal/State Pass-Through Fund:

At various times during the year, La Plata County accepted federal and state grants which were then passed through to subgrantees in the County. Among these programs were a Community Services Block Grant, Community Development Block Grants, and an Emergency Medical Services Grant. The County acts only as a pass-through agent on these programs. The County has closed this fund and moved these types of activities to the General Fund.

Emergency Reserve Fund:

On November 3, 1992, Colorado voters approved an amendment to the State Constitution known as the Taxpayer's Bill of Rights or Amendment 1. The amendment is a tax, revenue, spending and debt limitation. In addition, the amendment requires that the County establish a separate reserve fund to cover expenditures for declared emergencies. It requires that the County reserve 3% of its fiscal year spending for such emergencies. Expenditures related to federal revenues, gifts, sales of assets and enterprise operations are not counted for reserve purposes.

Local Improvement Districts Fund:

Taxpayers living in certain subdivisions within the County have elected to assess themselves a extra property tax to fund certain road maintenance/improvements. The Board of County Commissioners serves as the Board of Directors of these local improvement districts. This fund accounts for the revenues and expenditures associated with these districts.

Tribal Impact Mitigation Fund:

In 1996, the County settled a lawsuit with the Southern Ute Indian Tribe, an independent, sovereign tribal government located within La Plata County. Under the terms of the settlement agreement, it was agreed that all lands held by the Tribe, within the boundaries of the Southern Ute Indian Reservation, in trust or in fee simple, were not to be subject to property taxes. Instead, the Tribe agreed to provide a payment in lieu of taxes for the amount of property taxes which would have been collected as a result of the County and special district mill levies on Tribal properties within the boundaries of the reservations. The State of Colorado agreed to provide the funding to the local school districts to replace the amount of funding that would have been collected by the school districts as a result of their mill levy on the affected properties. The State of Colorado also agreed, with the use of specialized grants, to assist the County and special districts with the revenue shortfalls associated with the removal of these properties from the tax base. This fund accounts for the grant funds received from the State of Colorado for this purpose and the corresponding contribution by the County.

Revolving Loan Fund:

In 1991, the County participated in the early refunding and refinancing of the Southwestern Colorado Single Family Mortgage Participation Revenue Refunding Bonds. As a result of this early refunding, the County received funds which the Board directed to be used to support the development of low to moderate income housing in La Plata County via a revolving loan fund. The Revolving Loan Fund was established to account for the activities of these activities. The County has closed this fund effective December 31, 2002, and moved these activities to the General Fund.

Road Improvements Fund:

The County has assessed development proposals located along County Road 213 a special impact fee to provide for the future redesign and construction of that road. This fund accounts for those proceeds. This fund has been closed effective December 31, 2002, and moved these activities to the Road and Bridge Fund.

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La Plata County, Colorado
Special Revenue Funds
Combining Balance Sheet
December 31, 2002

	Federal/ Tribal									
	Federal					Tribal				
	Road and Bridge Fund	Social Services Fund	Sales Tax Fund	Conservation Trust Fund	Joint Sales Tax Fund	State Pass-Through Fund	Emergency Reserve Fund	Local Improvement Districts Fund	Impact Mitigation Fund	Road Improvements Fund
	2001	2002	2001	2002	2001	2002	2001	2002	2001	2002
Assets										
Cash	\$ 800	\$ 400	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Equity in Treasurer's Cash and Investments	6,041,842	1,238,026	(572,516)	344,271	37,661	-	1,120,000	46,357	1,728	-
Receivables:										
Accounts	18,900	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Property Taxes	2,771,835	880,840	-	-	-	-	-	45,487	-	-
Loans	-	-	-	-	-	-	-	-	-	-
Due from Other Governments	1,566,372	276,766	749,649	69,632	-	-	-	-	147,194	-
Due from Other Funds	-	-	-	-	110,761	-	-	-	-	-
Inventory, at Cost	444,355	-	-	-	-	-	-	-	-	-
Restricted Cash and Investments	-	19,936	-	-	-	-	-	-	-	-
Total Assets	\$10,844,104	\$ 2,415,968	\$ 177,133	\$ 413,903	\$ 148,422	\$ -	\$1,120,000	\$ 91,844	\$ 148,922	\$ -
Liabilities										
Accounts Payable	\$ 468,927	\$ 257,565	\$ -	\$ 10,000	\$ 26,230	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Salaries and Benefits	105,344	-	-	-	-	-	-	-	-	-
Contract Retainage Payable	51	-	-	-	-	-	-	-	-	-
Due to Other Governments	26,758	-	-	-	-	-	-	-	-	-
Due to Other Funds	-	37,414	110,761	-	-	-	-	-	-	-
Deferred Revenue	2,927,603	1,480,840	-	-	-	-	-	45,487	-	-
Liabilities Payable from Restricted Assets	-	19,936	-	-	-	-	-	-	-	-
Total Liabilities	\$3,528,683	\$1,795,755	\$ 110,761	\$ 10,000	\$ 26,230	\$ -	\$ -	\$ 45,487	\$ -	\$ -
Fund Equity										
Fund Balance (Deficit):										
Reserved for Loans Receivable	-	-	-	-	-	-	-	-	-	-
Reserved for Inventory	444,355	-	-	-	-	-	-	-	-	-
Reserved for Road Improvements	253,038	-	-	-	-	-	-	46,357	-	-
Reserved for Emergencies	-	-	-	-	-	-	1,120,000	-	-	-
Reserved for Future Fiscal Year's Expenditures	-	-	-	-	-	-	-	-	-	-
Total Fund Equity	\$6,618,028	\$620,213	\$66,372	\$403,903	\$122,192	\$ -	\$ -	\$ -	\$148,922	\$ -
Total Liabilities and Fund Equity	\$10,844,104	\$ 2,415,968	\$ 177,133	\$ 413,903	\$ 148,422	\$ -	\$1,120,000	\$ 91,844	\$ 148,922	\$ -

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
for the year ended December 31, 2002**

With Comparative Actual Amounts for Year Ended December 31, 2001

-46-

**La Plata County Colorado
Special Revenue Funds**

**Combining Schedule of Budgets
for the year ended December 31, 2002**

	Federal/										Tribal			
	Social		State Pass-Through		Emergency Reserve		Local Improvement Districts		Impact Mitigation		Road Improvements		Revolving Loan Fund	
	Road and Bridge Fund	Services Fund	Sales Tax Fund	Conservation Trust Fund	Joint Sales Tax Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	2002
Revenue:														
Taxes	\$ 3,372,000	\$ 667,000	\$ 10,200,000	\$ -	\$ -	\$ -	\$ 46,500	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,285,500
Intergovernmental Revenue	4,201,983	4,612,242	-	175,000	-	-	-	-	-	-	-	-	-	8,989,225
Fees and Permits	61,000	-	-	-	-	-	-	-	-	-	33,000	-	-	94,000
Charges for Services	144,000	-	-	-	-	-	-	-	-	-	-	-	-	144,000
Other Revenue	138,237	-	-	-	4,000	-	1,750	-	10,000	-	-	6,500	-	160,487
Total Revenue	7,917,220	5,279,242	10,200,000	175,000	4,000	-	48,250	-	10,000	-	33,000	6,500	-	23,673,212
Expenditures:														
Current														
General Government	-	-	-	-	59,475	-	-	-	46,514	-	-	-	-	105,989
Public Works	6,176,037	-	-	-	-	-	60,638	-	-	-	-	-	-	6,236,675
Health and Welfare	-	5,460,400	-	-	-	-	-	-	-	-	-	-	-	5,460,400
Community Programs	-	-	-	136,000	-	-	-	-	-	-	-	-	170,000	306,000
Capital Outlay	8,550,013	-	-	-	79,050	-	-	-	-	-	-	-	-	8,629,063
Total Expenditures	14,726,050	5,460,400	-	136,000	138,525	-	60,638	-	46,514	-	-	170,000	-	20,738,127
Excess (Deficit) of Revenue over Expenditures	(6,808,830)	(181,158)	10,200,000	39,000	(134,525)	-	(12,388)	-	(36,514)	-	33,000	(163,500)	-	2,935,085
Other Financing Sources (Uses)														
Operating transfers in	2,420,000	4,000	-	-	1,562,130	-	-	-	-	-	-	-	-	3,986,130
Operating transfers out	-	-	(10,057,050)	-	(1,453,507)	-	-	-	(103,486)	-	-	-	-	(11,614,043)
Total other financing sources (uses)	2,420,000	4,000	(10,057,050)	-	108,623	-	-	-	(103,486)	-	-	-	-	(7,627,913)
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(4,388,830)	(177,158)	142,950	39,000	(25,902)	-	(12,388)	-	(140,000)	-	33,000	(163,500)	-	(4,692,828)
Fund Balance														
Beginning of year	5,969,963	407,439	592,923	201,992	94,813	-	29,359	410,470	-	-	120,723	364,510	-	9,312,192
Residual equity transfer in	164,030	-	-	-	-	-	-	-	-	-	-	-	-	164,030
Residual equity transfer out	-	-	-	-	-	-	-	-	-	-	(164,030)	(359,763)	-	(523,793)
End of year	\$ 1,745,163	\$ 230,281	\$ 735,873	\$ 240,992	\$ 68,911	\$ -	\$ 16,971	\$ 270,470	\$ -	\$ (10,307)	\$ (158,753)	\$ 4,259,601	\$ -	\$ 4,259,601

La Plata County, Colorado
Road and Bridge Fund
Comparative Balance Sheets
December 31,

	<u>2002</u>	<u>2001</u>
Assets		
Cash	\$ 800	\$ 800
Equity in Treasurer's Cash and Investments	6,041,842	5,911,091
Receivables:		
Accounts	18,900	50,714
Property Taxes Receivable	2,771,835	3,172,909
Due from Other Governments	1,566,372	265,883
Inventory, at Cost	444,355	242,747
<i>Total Assets</i>	<u>\$ 10,844,104</u>	<u>\$ 9,644,144</u>
Liabilities		
Accounts Payable	\$ 468,927	\$ 36,199
Accrued Salaries and Benefits	105,344	82,572
Contract Retainage Payable	51	-
Due to Other Governments	26,758	29,074
Deferred Revenue	2,927,603	3,241,909
<i>Total Liabilities</i>	<u>3,528,683</u>	<u>3,389,754</u>
Fund Equity		
Fund Balance (Deficit):		
Reserved for Inventory	444,355	242,747
Reserved for Road Improvements	253,038	81,948
Reserved for Future Fiscal Year's Expenditures	6,618,028	5,929,695
<i>Total Fund Equity</i>	<u>7,315,421</u>	<u>6,254,390</u>
<i>Total Liabilities and Fund Equity</i>	<u>\$ 10,844,104</u>	<u>\$ 9,644,144</u>

La Plata County, Colorado
Road and Bridge Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
for the year ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002		Variance Favorable (Unfavorable)	2001 Actual
	Budget	Actual		
Revenue:				
Taxes	\$ 3,372,000	\$ 3,495,616	\$ 123,616	\$ 2,831,249
Intergovernmental Revenue	4,201,983	4,193,216	(8,767)	3,280,991
Fees and Permits	61,000	59,224	(1,776)	78,455
Charges for Services	144,000	80,167	(63,833)	143,625
Other Revenue	138,237	183,393	45,156	173,871
<i>Total Revenue</i>	<u>7,917,220</u>	<u>8,011,616</u>	<u>94,396</u>	<u>6,508,191</u>
Expenditures:				
Current				
Public Works				
Engineering	589,894	559,261	30,633	1,644,051
General administration	847,124	779,026	68,098	666,628
Maintenance of condition/snow & ice removal	3,545,737	2,958,413	587,324	3,174,821
Vehicle garage	928,369	764,030	164,339	756,946
Flood mitigation/debris removal	-	719,053	(719,053)	-
Traffic	264,913	167,967	96,946	263,401
<i>Total Public Works</i>	<u>6,176,037</u>	<u>5,947,750</u>	<u>228,287</u>	<u>6,505,847</u>
Capital Outlay				
Direct Capital Outlay	8,550,013	3,600,576	4,949,437	2,785,766
<i>Total Capital Outlay</i>	<u>8,550,013</u>	<u>3,600,576</u>	<u>4,949,437</u>	<u>2,785,766</u>
<i>Total Expenditures</i>	<u>14,726,050</u>	<u>9,548,326</u>	<u>5,177,724</u>	<u>9,291,613</u>
Excess (Deficit) of Revenue over Expenditures	(6,808,830)	(1,536,710)	5,272,120	(2,783,422)
Other Financing Sources (Uses)				
Operating transfers in	2,420,000	2,433,711	13,711	3,156,119
<i>Total other financing sources (uses)</i>	<u>2,420,000</u>	<u>2,433,711</u>	<u>13,711</u>	<u>3,156,119</u>
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses	(4,388,830)	897,001	5,285,831	372,697
Fund Balance				
Beginning of year	5,969,963	6,254,390	284,427	5,881,693
Residual equity transfer in	164,030	164,030	-	-
End of year	<u>\$ 1,745,163</u>	<u>\$ 7,315,421</u>	<u>\$ 5,570,258</u>	<u>\$ 6,254,390</u>

La Plata County, Colorado
Social Services Fund
Comparative Balance Sheets
December 31,

	<u>2002</u>	<u>2001</u>
Assets		
Cash	\$ 400	\$ 700
Equity in Treasurer's Cash and Investments	1,238,026	1,074,462
Property Taxes Receivable	880,840	607,000
Due from Other Governments	276,766	302,894
Restricted Assets		
Cash	19,936	35,769
<i>Total Assets</i>	<u>\$ 2,415,968</u>	<u>\$ 2,020,825</u>
Liabilities		
Accounts Payable	\$ 257,565	\$ 154,484
Due to Other Funds	37,414	-
Deferred Revenue	1,480,840	1,207,000
Liabilities Payable from Restricted Assets	19,936	35,769
<i>Total Liabilities</i>	<u>1,795,755</u>	<u>1,397,253</u>
Fund Equity		
Fund Balance		
Reserved for Future Fiscal Year's Expenditures	620,213	623,572
<i>Total Fund Equity</i>	<u>620,213</u>	<u>623,572</u>
<i>Total Liabilities & Fund Equity</i>	<u>\$ 2,415,968</u>	<u>\$ 2,020,825</u>

La Plata County Colorado
Social Services Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
for the year ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002		Variance Favorable (Unfavorable)	2001 Actual
	Budget	Actual		
Revenue:				
Taxes	\$ 667,000	\$ 677,443	\$ 10,443	\$ 64,408
Intergovernmental Revenue	4,612,242	3,341,786	(1,270,456)	3,134,563
Other Revenue	-	197,766	197,766	192,617
<i>Total Revenue</i>	<u>5,279,242</u>	<u>4,216,995</u>	<u>(1,062,247)</u>	<u>3,391,588</u>
Expenditures				
Current				
Health and Welfare	5,460,400	4,226,859	1,233,541	3,910,028
<i>Total Expenditures</i>	<u>5,460,400</u>	<u>4,226,859</u>	<u>1,233,541</u>	<u>3,910,028</u>
Excess (Deficit) of Revenue over Expenditures	(181,158)	(9,864)	171,294	(518,440)
Other Financing Sources (Uses)				
Operating transfers in	4,000	6,505	2,505	5,745
<i>Total other financing sources (uses)</i>	<u>4,000</u>	<u>6,505</u>	<u>2,505</u>	<u>5,745</u>
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses	(177,158)	(3,359)	173,799	(512,695)
Fund Balance				
Beginning of year	407,439	623,572	216,133	1,136,267
End of year	<u>\$ 230,281</u>	<u>\$ 620,213</u>	<u>\$ 389,932</u>	<u>\$ 623,572</u>

La Plata County, Colorado
Sales Tax Fund
Comparative Balance Sheets
December 31,

	<u>2002</u>	<u>2001</u>
Assets		
Equity in Treasurer's Cash and Investments	\$ (572,516)	\$ (338,715)
Due from Other Governments	<u>749,649</u>	<u>831,622</u>
<i>Total Assets</i>	<u><u>\$ 177,133</u></u>	<u><u>\$ 492,907</u></u>
Liabilities		
Due to Other Funds	<u>\$ 110,761</u>	<u>\$ 122,872</u>
<i>Total Liabilities</i>	<u><u>110,761</u></u>	<u><u>122,872</u></u>
Fund Equity		
Fund Balance (Deficit):		
Reserved for Future Fiscal Year's Expenditures	<u>66,372</u>	<u>370,035</u>
<i>Total Fund Equity</i>	<u><u>66,372</u></u>	<u><u>370,035</u></u>
<i>Total Liabilities and Fund Equity</i>	<u><u>\$ 177,133</u></u>	<u><u>\$ 492,907</u></u>

La Plata County, Colorado
Sales Tax Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
for the year ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002		Variance Favorable (Unfavorable)	2001
	Budget	Actual		Actual
Revenue:				
Taxes	\$ 10,200,000	\$ 9,675,960	\$ (524,040)	\$ 9,538,472
<i>Total Revenue</i>	<u>10,200,000</u>	<u>9,675,960</u>	<u>(524,040)</u>	<u>9,538,472</u>
Expenditures:				
<i>Total Expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficit) of Revenue over Expenditures	10,200,000	9,675,960	(524,040)	9,538,472
Other Financing Sources (Uses)				
Operating transfers out				
to General Fund	(2,100,000)	(2,100,000)	-	(500,263)
to Road and Bridge Fund	(2,400,000)	(2,400,000)	-	(3,097,000)
to Joint Sales Tax Fund	(1,507,050)	(1,429,623)	77,427	(1,409,309)
to Emergency Reserve Fund	-	-	-	(5,110,000)
to Landfill Closure Fund	(50,000)	(50,000)	-	-
to Capital Improvement Fund	(4,000,000)	(4,000,000)	-	-
<i>Total other financing sources (uses)</i>	<u>(10,057,050)</u>	<u>(9,979,623)</u>	<u>77,427</u>	<u>(10,116,572)</u>
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses	142,950	(303,663)	(446,613)	(578,100)
Fund Balance				
Beginning of year	<u>592,923</u>	<u>370,035</u>	<u>(222,888)</u>	<u>948,135</u>
End of year	<u>\$ 735,873</u>	<u>\$ 66,372</u>	<u>\$ (669,501)</u>	<u>\$ 370,035</u>

La Plata County, Colorado
Conservation Trust Fund
Comparative Balance Sheets
December 31,

	<u>2002</u>	<u>2001</u>
Assets		
Equity in Treasurer's Cash and Investments	\$ 344,271	\$ 250,842
Due from Other Governments	<u>69,632</u>	<u>65,335</u>
<i>Total Assets</i>	<u><u>\$ 413,903</u></u>	<u><u>\$ 316,177</u></u>
Liabilities		
Accounts Payable	\$ 10,000	\$ -
Contract Retainage Payable	<u>-</u>	<u>44,578</u>
<i>Total Liabilities</i>	<u><u>10,000</u></u>	<u><u>44,578</u></u>
Fund Equity		
Fund Balance (Deficit):		
Reserved for Future Fiscal Year's Expenditures	<u>403,903</u>	<u>271,599</u>
<i>Total Fund Equity</i>	<u><u>403,903</u></u>	<u><u>271,599</u></u>
<i>Total Liabilities and Fund Equity</i>	<u><u>\$ 413,903</u></u>	<u><u>\$ 316,177</u></u>

La Plata County, Colorado
Conservation Trust Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
for the year ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002		Variance	2001
	Budget	Actual	Favorable (Unfavorable)	Actual
Revenue:				
Intergovernmental Revenue	\$ 175,000	\$ 263,304	\$ 88,304	\$ 247,556
<i>Total Revenue</i>	<u>175,000</u>	<u>263,304</u>	<u>88,304</u>	<u>247,556</u>
Expenditures:				
Current				
Community Programs	136,000	131,000	5,000	124,000
Capital Outlay	-	-	-	637,949
<i>Total Expenditures</i>	<u>136,000</u>	<u>131,000</u>	<u>5,000</u>	<u>761,949</u>
Excess (Deficit) of Revenue over Expenditures	39,000	132,304	93,304	(514,393)
Fund Balance				
Beginning of year	201,992	271,599	69,607	785,992
End of year	<u>\$ 240,992</u>	<u>\$ 403,903</u>	<u>\$ 162,911</u>	<u>\$ 271,599</u>

La Plata County, Colorado
Joint Sales Tax Fund
Comparative Balance Sheets
December 31,

	<u>2002</u>	<u>2001</u>
Assets		
Equity in Treasurer's Cash and Investments	\$ 37,661	\$ 19,086
Due from Other Funds	<u>110,761</u>	<u>122,872</u>
<i>Total Assets</i>	<u><u>\$ 148,422</u></u>	<u><u>\$ 141,958</u></u>
Liabilities		
Accounts Payable	\$ 26,230	\$ (1,546)
Due to Other Governments	<u>-</u>	<u>32,000</u>
<i>Total Liabilities</i>	<u><u>26,230</u></u>	<u><u>30,454</u></u>
Fund Equity		
Fund Balance (Deficit):		
Reserved for Future Fiscal Year's Expenditures	<u>122,192</u>	<u>111,504</u>
<i>Total Fund Equity</i>	<u><u>122,192</u></u>	<u><u>111,504</u></u>
<i>Total Liabilities and Fund Equity</i>	<u><u>\$ 148,422</u></u>	<u><u>\$ 141,958</u></u>

La Plata County, Colorado
Joint Sales Tax Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002		Variance Favorable (Unfavorable)	2001 Actual
	Budget	Actual		
Other Revenue	\$ 4,000	\$ -	\$ (4,000)	\$ 1,061
<i>Total Revenue</i>	<u>4,000</u>	<u>-</u>	<u>(4,000)</u>	<u>1,061</u>
Expenditures:				
Current				
General Government	40,000	40,000	-	40,000
Payments to Other Governments				
To City of Durango	19,475	-	19,475	32,000
Capital Outlay	79,050	63,156	15,894	36,456
<i>Total Expenditures</i>	<u>138,525</u>	<u>103,156</u>	<u>35,369</u>	<u>108,456</u>
Excess (Deficit) of Revenue over Expenditures	(134,525)	(103,156)	31,369	(107,395)
Other Financing Sources (Uses)				
Operating transfers in:				
from Capital Improvement Fund	55,080	55,080	-	
from Sales Tax Fund	1,507,050	1,429,623	(77,427)	1,409,309
Operating transfers out:				
to General Fund	(1,414,032)	(1,350,859)	63,173	(1,318,367)
to Capital Improvement Fund	(19,475)	-	19,475	(32,000)
to Landfill Closure Fund	(20,000)	(20,000)	-	(35,000)
<i>Total other financing sources (uses)</i>	<u>108,623</u>	<u>113,844</u>	<u>5,221</u>	<u>23,942</u>
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses	(25,902)	10,688	36,590	(83,453)
Fund Balance				
Beginning of year	94,813	111,504	16,691	194,957
End of year	<u>\$ 68,911</u>	<u>\$ 122,192</u>	<u>\$ 53,281</u>	<u>\$ 111,504</u>

La Plata County, Colorado
Federal/State Pass-Through Fund
Comparative Balance Sheets
December 31,

	<u>2002</u>	<u>2001</u>
Assets		
Equity in Treasurer's Cash and Investments	\$ -	\$ -
Due from Other Governments	-	32,308
<i>Total Assets</i>	<u>\$ -</u>	<u>\$ 32,308</u>
Liabilities		
Accounts Payable	\$ -	\$ -
Due to Other Governments	-	32,308
<i>Total Liabilities</i>	<u>\$ -</u>	<u>\$ 32,308</u>

La Plata County, Colorado
Federal/State Pass-Through Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002		Variance Favorable (Unfavorable)	2001 Actual
	Budget	Actual		
Revenue:				
Intergovernmental Revenue:				
CSBG Funds	\$ -	\$ -	\$ -	\$ 22,892
CDBG Funds-Revolving Loan Funds	-	-	-	269,631
CDBG for Headstart	-	-	-	-
GoCo Trust Funds	-	-	-	-
ATAC Funds	-	-	-	-
Juvenile Accountability Incentive Block Grant	-	-	-	30,714
Emergency Medical Services	-	-	-	15,847
<i>Total Revenue</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>339,084</u>
Expenditures:				
Current				
Community Programs:				
Payments to subgrantees:				
CSBG Funds	-	-	-	22,892
CDBG Funds-Revolving Loan Funds	-	-	-	269,631
CDBG for Headstart	-	-	-	-
GoCo Trust Funds	-	-	-	-
ATAC Funds	-	-	-	-
Juvenile Accountability Incentive Block Grant	-	-	-	30,714
Emergency Medical Services	-	-	-	15,847
Community Programs	<u>-</u>	<u>-</u>	<u>-</u>	<u>339,084</u>
<i>Total Expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>339,084</u>
Excess (Deficit) of Revenue over Expenditures	-	-	-	-
Fund Balance				
Beginning of year	-	-	-	-
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

La Plata County, Colorado
Emergency Reserve Fund
Comparative Balance Sheets
December 31,

	<u>2002</u>	<u>2001</u>
Assets		
Equity in Treasurer's Cash and Investments	\$ 1,120,000	\$ 1,120,000
<i>Total Assets</i>	<u>\$ 1,120,000</u>	<u>\$ 1,120,000</u>
 Fund Equity		
Fund Balance (Deficit):		
Reserved for Emergencies	\$ 1,120,000	\$ 1,120,000
<i>Total Fund Equity</i>	<u>1,120,000</u>	<u>1,120,000</u>
 <i>Total Liabilities and Fund Equity</i>	 <u>\$ 1,120,000</u>	 <u>\$ 1,120,000</u>

La Plata County Colorado
Emergency Reserve Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual

For the Year Ended December 31, 2002

With Comparative Actual Amounts for Year Ended December 31, 2001

		2002			2001
		Budget	Actual	Favorable (Unfavorable)	Actual
Revenue:					
	<i>Total Revenue</i>	\$ -	\$ -	\$ -	\$ -
Expenditures:					
	<i>Total Expenditures</i>	-	-	-	-
Excess (Deficit) of Revenue over Expenditures		-	-	-	-
Fund Balance					
Beginning of year		1,120,000	1,120,000	-	1,120,000
End of year		<u>\$ 1,120,000</u>	<u>\$ 1,120,000</u>	<u>\$ -</u>	<u>\$ 1,120,000</u>

La Plata County, Colorado
Local Improvement District Fund
Comparative Balance Sheets
December 31,

	<u>2002</u>	<u>2001</u>
Assets		
Equity in Treasurer's Cash and Investments	\$ 46,357	\$ 50,433
Property Taxes Receivable	<u>45,487</u>	<u>44,791</u>
<i>Total Assets</i>	<u><u>\$ 91,844</u></u>	<u><u>\$ 95,224</u></u>
Liabilities		
Accounts Payable	\$ -	\$ -
Deferred Revenue	<u>45,487</u>	<u>44,791</u>
<i>Total Liabilities</i>	<u><u>45,487</u></u>	<u><u>44,791</u></u>
Fund Equity		
Fund Balance (Deficit):		
Reserved for Future Fiscal Year's Expenditures	<u>46,357</u>	<u>50,433</u>
<i>Total Fund Equity</i>	<u><u>46,357</u></u>	<u><u>50,433</u></u>
<i>Total Liabilities and Fund Equity</i>	<u><u>\$ 91,844</u></u>	<u><u>\$ 95,224</u></u>

La Plata County, Colorado
Local Improvement District Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002		Variance Favorable (Unfavorable)	2001 Actual
	Budget	Actual		
Revenue:				
Taxes	\$ 46,500	\$ 45,183	\$ (1,317)	\$ 48,996
Other Revenue	<u>1,750</u>	<u>3,575</u>	<u>1,825</u>	<u>1,375</u>
<i>Total Revenue</i>	<u>48,250</u>	<u>48,758</u>	<u>508</u>	<u>50,371</u>
Expenditures:				
Current				
Public Works	<u>60,638</u>	<u>52,834</u>	<u>7,804</u>	<u>59,047</u>
<i>Total Expenditures</i>	<u>60,638</u>	<u>52,834</u>	<u>7,804</u>	<u>59,047</u>
Excess (Deficit) of Revenue over Expenditures	(12,388)	(4,076)	8,312	(8,676)
Fund Balance				
Beginning of year	<u>29,359</u>	<u>50,433</u>	<u>21,074</u>	<u>59,109</u>
End of year	<u>\$ 16,971</u>	<u>\$ 46,357</u>	<u>\$ 29,386</u>	<u>\$ 50,433</u>

La Plata County, Colorado
Tribal Impact Mitigation Fund
Comparative Balance Sheets
December 31,

Assets	<u>2002</u>	<u>2001</u>
Equity in Treasurer's Cash and Investments	\$ 1,728	\$ 207,211
Due from Governments	<u>147,194</u>	<u>-</u>
<i>Total Assets</i>	<u><u>\$ 148,922</u></u>	<u><u>\$ 207,211</u></u>

Fund Equity		
Fund Balance (Deficit):		
Reserved for Future Fiscal Year's Expenditures	<u>\$ 148,922</u>	<u>\$ 207,211</u>
<i>Total Fund Equity</i>	<u><u>\$ 148,922</u></u>	<u><u>\$ 207,211</u></u>

La Plata County, Colorado
Tribal Impact Mitigation Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002		Variance	2001
	Budget	Actual	Favorable (Unfavorable)	Actual
Revenue:				
Intergovernmental revenue				
Payment from Southern Ute Indian tribe	\$ -	\$ 137,194	\$ 137,194	\$ 200,000
State EIAF funds	-	10,000	10,000	190,000
Other Revenue				
Interest on Deposits	10,000	5,132	(4,868)	9,592
<i>Total Revenue</i>	<u>10,000</u>	<u>152,326</u>	<u>142,326</u>	<u>399,592</u>
Expenditures:				
General government				
Payments to other governments	46,514	53,087	(6,573)	107,802
<i>Total Expenditures</i>	<u>46,514</u>	<u>53,087</u>	<u>(6,573)</u>	<u>107,802</u>
Excess (Deficit) of Revenue over Expenditures	(36,514)	99,239	135,753	291,790
Other Financing Sources (Uses)				
Operating transfers in:	-	-		40,000
Operating transfers out:	(103,486)	(157,528)	(54,042)	(237,495)
<i>Total other financing sources (uses)</i>	<u>(103,486)</u>	<u>(157,528)</u>	<u>(54,042)</u>	<u>(197,495)</u>
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses	(140,000)	(58,289)	81,711	94,295
Fund Balance				
Beginning of year	410,470	207,211	(203,259)	112,916
End of year	<u>\$ 270,470</u>	<u>\$ 148,922</u>	<u>\$ (121,548)</u>	<u>\$ 207,211</u>

**La Plata County, Colorado
Road Improvements Fund
Comparative Balance Sheet
December 31,**

	<u>2002</u>	<u>2001</u>
Assets		
Equity in Treasurer's Cash and Investments	\$ -	\$ 150,847
<i>Total Assets</i>	<u>\$ -</u>	<u>\$ 150,847</u>
 Fund Equity		
Fund Balance (Deficit):		
Reserved for Future Fiscal Year's Expenditures	\$ -	\$ 150,847
<i>Total Fund Equity</i>	<u>\$ -</u>	<u>\$ 150,847</u>

La Plata County, Colorado
Road Improvements Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002		Variance Favorable (Unfavorable)	2001 Actual
	Budget	Actual		
Revenue:				
Fees and Permits	\$ 33,000	\$ 13,183	\$ (19,817)	\$ 63,125
<i>Total Revenue</i>	<u>33,000</u>	<u>13,183</u>	<u>(19,817)</u>	<u>63,125</u>
Expenditures:				
Current				
Public Works				
Subdivision improvements	-	-	-	-
<i>Total Expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficit) of Revenue over Expenditures	33,000	13,183	(19,817)	63,125
Other Financing Sources (Uses)				
Operating transfers out:	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses	33,000	13,183	(19,817)	63,125
Fund Balance				
Beginning of year	120,723	150,847	30,124	87,722
Residual equity transfer out	(164,030)	(164,030)	-	-
End of year	<u>\$ (10,307)</u>	<u>\$ -</u>	<u>\$ 10,307</u>	<u>\$ 150,847</u>

La Plata County, Colorado
Revolving Loan Fund
Comparative Balance Sheet
December 31,

	<u>2002</u>	<u>2001</u>
Assets		
Equity in Treasurer's Cash and Investments	\$ -	\$ 339,993
Interest Receivable	-	-
Loans Receivable	-	27,000
<i>Total Assets</i>	<u>\$ -</u>	<u>\$ 366,993</u>
 Fund Equity		
Fund Balance (Deficit):		
Reserved for Loans Receivable	\$ -	\$ 27,000
Reserved for Future Fiscal Year's Expenditures	-	339,993
<i>Total Fund Equity</i>	<u>\$ -</u>	<u>\$ 366,993</u>

La Plata County, Colorado
Revolving Loan Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002		Variance Favorable (Unfavorable)	2001 Actual
	Budget	Actual		
Revenue:				
Interest on deposits	\$ 6,500	\$ 270	\$ (6,230)	\$ 8,849
Other miscellaneous revenue	-	-	-	211,699
<i>Total Revenue</i>	<u>6,500</u>	<u>270</u>	<u>(6,230)</u>	<u>220,548</u>
Expenditures:				
Payment to housing authority	170,000	7,500	162,500	-
<i>Total Expenditures</i>	<u>170,000</u>	<u>7,500</u>	<u>162,500</u>	<u>-</u>
Excess (Deficit) of Revenue over Expenditures	(163,500)	(7,230)	156,270	220,548
Fund Balance				
Beginning of year	364,510	366,993	2,483	146,445
Residual equity transfer out	(359,763)	(359,763)	0	-
End of year	<u>\$ (158,753)</u>	<u>\$ -</u>	<u>\$ 158,753</u>	<u>\$ 366,993</u>

Debt Service Fund

The Debt Service Fund accumulates monies for payment of the 2000 Sales Tax Revenue Bonds. The 2000 bonds were issued to cover the refunding requirements for the 1992 Sales Tax Bonds, which were issued to provide for construction of the La Plata County Jail, Courthouse, Airport and refunding requirements of the 1986 and 1985 Sales Tax Revenue bonds. Resources are provided through the Capital Improvement Fund for payment of interest and principal on this issue.

La Plata County, Colorado
Debt Service Fund
Comparative Balance Sheets
December 31,

	<u>2002</u>	<u>2001</u>
Assets		
Equity in Treasurer's Cash and Investments	\$ 35,927	\$ 131,054
<i>Total Assets</i>	<u>\$ 35,927</u>	<u>\$ 131,054</u>
Liabilities		
Accounts Payable	\$ -	\$ -
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>
Fund Equity		
Fund Balance (Deficit):		
Reserved for Debt Service	<u>35,927</u>	<u>131,054</u>
<i>Total Fund Equity</i>	<u>35,927</u>	<u>131,054</u>
<i>Total Liabilities and Fund Equity</i>	<u>\$ 35,927</u>	<u>\$ 131,054</u>

La Plata County, Colorado
Debt Service Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	2002		Variance	2001
	Budget	Actual	Favorable (Unfavorable)	Actual
Revenues:				
Other Revenue:				
Interest on deposits	\$ 15,000	\$ 4,748	\$ (10,252)	\$ 18,214
<i>Total Revenues</i>	<u>15,000</u>	<u>4,748</u>	<u>(10,252)</u>	<u>18,214</u>
Expenditures:				
Debt Service:				
Principal	510,000	510,000	-	485,000
Interest	130,625	130,625	-	159,226
Agent Fees	745	250	495	250
Total Debt Service	<u>641,370</u>	<u>640,875</u>	<u>495</u>	<u>644,476</u>
<i>Total Expenditures</i>	<u>641,370</u>	<u>640,875</u>	<u>495</u>	<u>644,476</u>
Excess (Deficit) of Revenue over Expenditures	<u>(626,370)</u>	<u>(636,127)</u>	<u>(9,757)</u>	<u>(626,262)</u>
Other Financing Sources (Uses)				
Operating transfers in--from Capital Improvement	<u>541,000</u>	<u>541,000</u>	<u>-</u>	<u>500,000</u>
<i>Total other financing sources (uses)</i>	<u>541,000</u>	<u>541,000</u>	<u>-</u>	<u>500,000</u>
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses	(85,370)	(95,127)	(9,757)	(126,262)
Fund Balance				
Beginning of year	<u>127,345</u>	<u>131,054</u>	<u>3,709</u>	<u>257,316</u>
End of year	<u>\$ 41,975</u>	<u>\$ 35,927</u>	<u>\$ (6,048)</u>	<u>\$ 131,054</u>

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for the acquisition and construction of major capital equipment and facilities other than those finance by proprietary funds and trust funds.

Capital Improvement Fund:

The Capital Improvement Fund was established in 1985 to provide for continuing capital improvements required by the County. This fund receives at least \$1,500,000 annually from the Sales Tax Fund. Expenditures are limited to continuing capital and major capital improvements as determined by the Board of County Commissioners.

La Plata County, Colorado
Capital Improvement Fund
Comparative Balance Sheets
December 31,

	<u>2002</u>	<u>2001</u>
Assets		
Equity in Treasurer's Cash and Investments	\$ 9,274,308	\$ 6,865,504
Accounts Receivable	-	11,692
Due from Component Unit	-	2,154
Due from Other Governments	181,744	10,246
<i>Total Assets</i>	<u>\$ 9,456,052</u>	<u>\$ 6,889,596</u>
Liabilities		
Accounts Payable	\$ 193,799	\$ 90,530
Contract Retainage Payable	11,171	122,836
Deferred Revenue	60,000	100,526
<i>Total Liabilities</i>	<u>264,970</u>	<u>313,892</u>
Fund Equity		
Fund Balance (Deficit):		
Reserved for Capital Improvements	9,191,082	6,575,704
<i>Total Fund Equity</i>	<u>9,191,082</u>	<u>6,575,704</u>
<i>Total Liabilities and Fund Equity</i>	<u>\$ 9,456,052</u>	<u>\$ 6,889,596</u>

La Plata County, Colorado
Capital Improvement Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual

For the Year Ended December 31, 2002

With Comparative Actual Amounts for Year Ended December 31, 2001

	2002		Variance	2001
	Budget	Actual	Favorable (Unfavorable)	Actual
Revenues:				
Intergovernmental Revenue	\$ 1,395,000	\$ 505,928	\$ (889,072)	\$ 315,791
Other Revenue:				
Sales of assets	40,000	52,478	12,478	57,616
Other miscellaneous revenue	8,000	23,514	15,514	50,704
Other Revenue	48,000	75,992	27,992	108,320
<i>Total Revenues</i>	<u>1,443,000</u>	<u>581,920</u>	<u>(861,080)</u>	<u>424,111</u>
Expenditures:				
Capital Outlay	12,500,594	2,870,462	9,630,132	3,182,638
<i>Total Expenditures</i>	<u>12,500,594</u>	<u>2,870,462</u>	<u>9,630,132</u>	<u>3,182,638</u>
Excess (Deficit) of Revenue over Expenditures	<u>(11,057,594)</u>	<u>(2,288,542)</u>	<u>8,769,052</u>	<u>(2,758,527)</u>
Other Financing Sources (Uses)				
Operating transfers in:				
from Joint Sales Tax	30,000	-	(30,000)	32,000
from Sales Tax	4,000,000	4,000,000	-	5,110,000
from General Fund	1,500,000	1,500,000	-	-
Operating transfers out:				
to Joint Sales Tax	(55,080)	(55,080)	-	-
to Debt Service	(541,000)	(541,000)	-	(500,000)
<i>Total other financing sources (uses)</i>	<u>4,933,920</u>	<u>4,903,920</u>	<u>(30,000)</u>	<u>4,642,000</u>
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses	(6,123,674)	2,615,378	8,739,052	1,883,473
Fund Balance				
Beginning of year	6,560,422	6,575,704	15,282	4,302,231
Residual equity transfer in	-	-	-	390,000
End of year	<u>\$ 436,748</u>	<u>\$ 9,191,082</u>	<u>\$ 8,754,334</u>	<u>\$ 6,575,704</u>

PROPRIETARY FUNDS

ENTERPRISE FUNDS

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises—where the intent of the government's council is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the government's council has decided that periodic determination of net income is appropriate for accountability purposes.

Airport Operations Fund:

This fund is used to account for the activities of the City of Durango/La Plata County Airport (a joint venture of the City and County).

Landfill Closure Fund:

There are four former landfill sites in La Plata County for which the County has ongoing responsibility for long-term maintenance, closure and monitoring costs. The activity in this fund represents the County liability for the continuing closure and postclosure care costs.

Prisoner Commissary Fund:

La Plata County operates a Commissary Fund to account for the revenues and expenditures associated with providing commissary items to prisoners at the La Plata County Jail. This fund was established in 1989.

La Plata County, Colorado
Enterprise Funds
Combining Balance Sheet
December 31, 2002

	Airport Operations	Landfill Closure	Prisoner Commissary	Totals	
				2002	2001
Assets					
Current Assets					
Cash	\$ 300	\$ -	\$ -	\$ 300	\$ 300
Equity in Treasurer's Cash and Investments	772,664	490,319	15,214	1,278,197	890,657
Accounts Receivable	245,802	-	5,186	250,988	337,200
Due from Other Governments	43,750	-	-	43,750	60,623
Inventory, at cost	12,318	-	-	12,318	6,548
Total Current Assets	1,074,834	490,319	20,400	1,585,553	1,295,328
Fixed Assets-net of accumulated depreciation	11,854,808	298,912	-	12,153,720	12,393,244
Total Assets	\$ 12,929,642	\$ 789,231	\$ 20,400	\$ 13,739,273	\$ 13,688,572
Liabilities					
Current Liabilities					
Accounts Payable	\$ 30,239	\$ 919	\$ 2,189	\$ 33,347	\$ 47,669
Due to Governments	-	-	-	-	920
Accrued Salaries and Benefits	26,939	-	-	26,939	19,420
Deposits Held for Others	370	-	-	370	370
Total Current Liabilities	57,548	919	2,189	60,656	68,379
Estimated Liability for Landfill Closure/ Postclosure Care Costs	-	582,776	-	582,776	635,449
Compensated Absences	46,603	-	-	46,603	43,283
Total Liabilities	104,151	583,695	2,189	690,035	747,111
Fund Equity					
Contributed Capital	27,751,303	298,912	514	28,050,729	27,240,603
Retained Earnings (Deficit):					
Unreserved	(14,925,812)	(93,376)	17,697	(15,001,491)	(14,299,142)
Total Fund Equity	12,825,491	205,536	18,211	13,049,238	12,941,461
Total Liabilities and Fund Equity	\$ 12,929,642	\$ 789,231	\$ 20,400	\$ 13,739,273	\$ 13,688,572

La Plata County, Colorado
Enterprise Funds
Combining Statement of Revenues, Expenses and Changes in Retained Earnings
For the year ended December 31, 2002
With Comparative Actual Amounts for Year Ended December 31, 2001

	Airport Operations	Landfill Closure	Prisoner Commissary	Totals	
				2002	2001
Operating Revenue:					
Rentals	\$ 219,541	\$ -	\$ -	\$ 219,541	\$ 222,486
Landing and flowage fees	289,301	-	-	289,301	190,767
Concession and parking charges	669,040	-	-	669,040	668,343
Intergovernmental revenue	158,915	-	-	158,915	60,623
Fuel sales	120,985	-	-	120,985	131,093
Other	144,564	-	-	144,564	48,416
Commissary sales	-	-	51,415	51,415	42,038
<i>Total operating revenue</i>	<u>1,602,346</u>	<u>-</u>	<u>51,415</u>	<u>1,653,761</u>	<u>1,363,766</u>
Operating Expenses:					
Salaries and benefits	690,424	-	-	690,424	585,180
Supplies	45,071	-	50,420	95,491	97,782
Purchased services	292,308	-	-	292,308	371,784
Maintenance and repair	59,223	-	-	59,223	50,696
Administrative fee	90,500	-	-	90,500	90,000
Cost of fuel sales	98,851	-	-	98,851	129,331
Depreciation and amortization	1,120,089	-	-	1,120,089	1,107,881
<i>Total operating expenses</i>	<u>2,396,466</u>	<u>-</u>	<u>50,420</u>	<u>2,446,886</u>	<u>2,432,654</u>
Operating Income	(794,120)	-	995	(793,125)	(1,068,888)
Non-operating revenues:					
Interest income	<u>7,767</u>	<u>13,009</u>	<u>-</u>	<u>20,776</u>	<u>61,519</u>
Income before operating transfers:	(786,353)	13,009	995	(772,349)	(1,007,369)
Operating transfer in	<u>-</u>	<u>70,000</u>	<u>-</u>	<u>70,000</u>	<u>35,000</u>
Net Income (Loss)	(786,353)	83,009	995	(702,349)	(972,369)
Retained Earnings (Deficit)					
Beginning of year	(14,139,459)	(176,385)	16,702	(14,299,142)	(13,326,773)
End of year	<u>\$ (14,925,812)</u>	<u>\$ (93,376)</u>	<u>\$ 17,697</u>	<u>\$ (15,001,491)</u>	<u>\$ (14,299,142)</u>

La Plata County, Colorado
Enterprise Funds
Combining Statement of Cash Flows
For the year ended December 31, 2002

	Airport Operations	Landfill Closure	Prisoner Commissary	Totals	
				2002	2001
Cash flows from operating activities:					
Operating income (loss) before operating transfers in (out)	\$ (794,120)	\$ -	\$ 995	\$ (793,125)	\$ (1,068,888)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Depreciation	1,120,089	-	-	1,120,089	1,107,881
Changes in assets and liabilities:					
(Increase) decrease in accounts receivable	91,398	-	(5,186)	86,212	(180,062)
(Increase) decrease in inventories	(5,770)	-	-	(5,770)	4,223
(Increase) decrease in due from other governments	16,873	-	-	16,873	(53,228)
Increase (decrease) in accounts payable	(10,069)	(3,657)	(595)	(14,321)	(6,871)
Increase (decrease) in due to other governments	(920)	-	-	(920)	920
Increase (decrease) in accrued salaries and benefits	7,519	-	-	7,519	3,853
Increase (decrease) in landfill closure and postclosure care costs	-	(52,674)	-	(52,674)	(29,823)
Increase (decrease) in compensated absences	3,320	-	-	3,320	9,046
<i>Net cash provided (used) by operations</i>	<u>428,320</u>	<u>(56,331)</u>	<u>(4,786)</u>	<u>367,203</u>	<u>(212,949)</u>
Cash flows from noncapital financing activities:					
Operating transfer in	-	70,000	-	70,000	35,000
<i>Net cash provided (used) by noncapital financing activities:</i>	<u>-</u>	<u>70,000</u>	<u>-</u>	<u>70,000</u>	<u>35,000</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(70,439)	-	-	(70,439)	(290,448)
<i>Net cash provided (used) by capital and related financing activities</i>	<u>(70,439)</u>	<u>-</u>	<u>-</u>	<u>(70,439)</u>	<u>(290,448)</u>
Cash flows from investing activities:					
Interest earnings on equity in treasurer's pool	7,767	13,009	-	20,776	61,519
<i>Net increase (decrease) in cash and cash equivalents</i>	<u>365,648</u>	<u>26,678</u>	<u>(4,786)</u>	<u>387,540</u>	<u>(406,878)</u>
Cash and cash equivalents and beginning of year	407,316	463,641	20,000	890,957	1,297,835
Cash and cash equivalents and end of year	<u>\$ 772,964</u>	<u>\$ 490,319</u>	<u>\$ 15,214</u>	<u>\$ 1,278,497</u>	<u>\$ 890,957</u>
Schedule of non-cash investing, capital, and financing activities:					
Increase (decrease) in assets:					
Capital assets contributed (withdrawn) by customers, governments, developers or other sources	<u>\$ 810,126</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 810,126</u>	<u>\$ 604,450</u>

La Plata County, Colorado
Airport Operations Fund
Comparative Balance Sheets
December 31,

	<u>2002</u>	<u>2001</u>
Assets		
Current Assets		
Cash	\$ 300	\$ 300
Equity in Treasurer's Cash and Investments	772,664	407,016
Receivables:		
Accounts	245,802	337,200
Due from Other Governments	43,750	60,623
Inventories	12,318	6,548
Total Current Assets	<u>1,074,834</u>	<u>811,687</u>
Fixed Assets-net of accumulated depreciation	11,854,808	12,094,332
Total Assets	<u>\$ 12,929,642</u>	<u>\$ 12,906,019</u>
Liabilities		
Current Liabilities		
Accounts Payable	\$ 30,239	\$ 40,308
Due to Governments	-	920
Accrued Salaries and Benefits	26,939	19,420
Deposits Held for Others	370	370
Total Current Liabilities	<u>57,548</u>	<u>61,018</u>
Compensated Absences	46,603	43,283
Total Liabilities	<u>104,151</u>	<u>104,301</u>
Fund Equity		
Contributed Capital	27,751,303	26,941,177
Retained Earnings (Deficit):		
Unreserved	(14,925,812)	(14,139,459)
Total Fund Equity	<u>12,825,491</u>	<u>12,801,718</u>
Total Liabilities and Fund Equity	<u>\$ 12,929,642</u>	<u>\$ 12,906,019</u>

La Plata County, Colorado
Airport Operations Fund
Comparative Statement of Revenues, Expenses
and Changes in Retained Earnings
For the years ended December 31,

	<u>2002</u>	<u>2001</u>
Operating Revenue:		
Rentals	\$ 219,541	\$ 222,486
Landing and flowage fees	289,301	190,767
Concession and parking charges	669,040	668,343
Intergovernmental revenue	158,915	60,623
Fuel sales	120,985	131,093
Other	144,564	48,416
<i>Total operating revenue</i>	<u>1,602,346</u>	<u>1,321,728</u>
Operating Expenses:		
Salaries and benefits	690,424	585,180
Supplies	45,071	45,427
Purchased services	292,308	371,784
Maintenance and repair	59,223	50,696
Administrative fee	90,500	90,000
Cost of fuel sales	98,851	129,331
Depreciation and amortization	1,120,089	1,107,881
<i>Total operating expenses</i>	<u>2,396,466</u>	<u>2,380,299</u>
Operating Income:	(794,120)	(1,058,571)
Non-operating revenues:		
Interest income	<u>7,767</u>	<u>36,400</u>
Net Income (Loss)	(786,353)	(1,022,171)
Retained Earnings (Deficit)		
Beginning of year	<u>(14,139,459)</u>	<u>(13,117,288)</u>
End of year	<u>\$ (14,925,812)</u>	<u>\$ (14,139,459)</u>

La Plata County, Colorado
Airport Operations Fund
Comparative Statement of Cash Flows
For the years ended December 31,

	<u>2002</u>	<u>2001</u>
Cash flows from operating activities:		
Operating income (loss) before operating transfers in (out)	\$ (794,120)	\$ (1,058,571)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Depreciation	1,120,089	1,107,881
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	91,398	(180,062)
(Increase) decrease in inventories	(5,770)	4,223
(Increase) decrease in due from other governments	16,873	(53,228)
Increase (decrease) in accounts payable	(10,069)	(13,407)
Increase (decrease) in due to other governments	(920)	920
Increase (decrease) in accrued salaries and benefits	7,519	3,853
Increase (decrease) in compensated absences	3,320	9,046
<i>Net cash provided (used) by operations</i>	<u>428,320</u>	<u>(179,345)</u>
 Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	<u>(70,439)</u>	<u>(290,448)</u>
<i>Net cash provided (used) by capital and related financing activities</i>	<u>(70,439)</u>	<u>(290,448)</u>
 Cash flows from investing activities:		
Interest earnings on equity in treasurer's pool	<u>7,767</u>	<u>36,400</u>
 <i>Net increase (decrease) in cash and cash equivalents</i>	365,648	(433,393)
Cash and cash equivalents and beginning of year	<u>407,316</u>	<u>840,709</u>
Cash and cash equivalents and end of year	<u>\$ 772,964</u>	<u>\$ 407,316</u>
 Schedule of non-cash investing, capital, and financing activities:		
Increase (decrease) in assets:		
Capital assets contributed (withdrawn) by customers, governments, developers or other sources	<u>\$ 810,126</u>	<u>\$ 604,450</u>

La Plata County, Colorado
Airport Operations Fund
Schedule of Revenues and Expenses
Budget (Non-GAAP Budgetary Basis) and Actual
with Reconciliation to Net Income (GAAP Basis)
For the year ended December 31, 2002

	Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenue:			
Rentals	\$ 215,500	\$ 219,541	\$ 4,041
Landing and flowage fees	136,400	289,301	152,901
Concession and parking charges	650,300	669,040	18,740
Interest income	48,800	7,767	(41,033)
Intergovernmental revenue	112,500	158,915	46,415
Fuel sales	130,000	120,985	(9,015)
Other	75,800	144,564	68,764
<i>Total operating revenue</i>	<u>1,369,300</u>	<u>1,610,113</u>	<u>240,813</u>
Operating Expenses:			
Salaries and benefits	664,429	690,424	(25,995)
Supplies	80,900	45,071	35,829
Purchased services	352,240	292,308	59,932
Maintenance and repair	50,000	59,223	(9,223)
Administrative fee	90,000	90,500	(500)
Cost of fuel sales	135,000	98,851	36,149
Capital Outlay	421,900	70,439	351,461
<i>Total operating expenses</i>	<u>1,794,469</u>	<u>1,346,816</u>	<u>447,653</u>
Excess (Deficit) of Revenues over Expenditures	<u>\$ (425,169)</u>	263,297	<u>\$ 688,466</u>
Reconciliation to GAAP Basis Net Income:			
Additions:			
Capital Outlay		70,439	
Deductions:			
Depreciation and amortization		<u>(1,120,089)</u>	
Net Income (Loss) GAAP Basis		<u>\$ (786,353)</u>	

La Plata County, Colorado
Landfill Closure Fund
Comparative Balance Sheets
December 31,

	<u>2002</u>	<u>2001</u>
Assets		
Equity in Treasurer's Cash and Investments	\$ 490,319	\$ 463,641
Fixed Assets-net of accumulated depreciation	<u>298,912</u>	<u>298,912</u>
<i>Total Assets</i>	<u><u>\$ 789,231</u></u>	<u><u>\$ 762,553</u></u>
Liabilities		
Accounts Payable	\$ 919	\$ 4,577
Estimated Liability for Landfill Closure/ Postclosure Care Costs	<u>582,776</u>	<u>635,449</u>
<i>Total Liabilities</i>	<u><u>583,695</u></u>	<u><u>640,026</u></u>
Fund Equity		
Contributed Capital	298,912	298,912
Retained Earnings (Deficit): Unreserved	<u>(93,376)</u>	<u>(176,385)</u>
<i>Total Fund Equity</i>	<u><u>205,536</u></u>	<u><u>122,527</u></u>
<i>Total Liabilities and Fund Equity</i>	<u><u>\$ 789,231</u></u>	<u><u>\$ 762,553</u></u>

La Plata County, Colorado
Landfill Closure Fund
Comparative Statement of Revenues, Expenses
and Changes in Retained Earnings
For the years ended December 31,

	<u>2002</u>	<u>2001</u>
Operating Revenue:		
<i>Total operating revenue</i>	\$ -	\$ -
Operating Expenses:		
Landfill closure	-	-
<i>Total operating expenses</i>	-	-
Income (loss) from operations	-	-
Non-operating revenues:		
Interest income	13,009	25,119
Income (loss) before operating transfer:	13,009	25,119
Operating transfer in	70,000	35,000
Net Income (Loss)	83,009	60,119
Retained Earnings (Deficit)		
Beginning of year	(176,385)	(236,504)
End of year	\$ (93,376)	\$ (176,385)

La Plata County, Colorado
Landfill Closure Fund
Comparative Statement of Cash Flows
For the years ended December 31,

	<u>2002</u>	<u>2001</u>
Cash flows from operating activities:		
Operating income (loss) before operating transfers in (out)	\$ -	\$ -
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Changes in assets and liabilities:		
Increase (decrease) in accounts payable	(3,657)	4,386
Increase (decrease) in landfill closure and postclosure care costs	(52,674)	(29,823)
<i>Net cash provided (used) by operations</i>	<u>(56,331)</u>	<u>(25,437)</u>
 Cash flows from noncapital financing activities:		
Operating transfer in	<u>70,000</u>	<u>35,000</u>
 Cash flows from investing activities:		
Interest earnings on equity in treasurer's pool	<u>13,009</u>	<u>25,119</u>
 <i>Net increase (decrease) in cash and cash equivalents</i>	26,678	34,682
Cash and cash equivalents and beginning of year	463,641	428,959
Cash and cash equivalents and end of year	<u>\$ 490,319</u>	<u>\$ 463,641</u>

La Plata County, Colorado
Landfill Closure Fund
Schedule of Revenues and Expenses
Budget (Non-GAAP Budgetary Basis) and Actual
with Reconciliation to Net Income (GAAP Basis)
For the year ended December 31, 2002

	Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenue:			
Interest income	\$ 18,000	\$ 13,009	\$ (4,991)
<i>Total operating revenue</i>	<u>18,000</u>	<u>13,009</u>	<u>(4,991)</u>
Operating Expenses:			
Landfill closure costs	58,000	52,673	5,327
<i>Total operating expenses</i>	<u>58,000</u>	<u>52,673</u>	<u>5,327</u>
Other financing sources (uses)			
Operating transfer in	70,000	70,000	-
Excess (Deficit) of Revenues over Expenditures	<u>\$ 30,000</u>	30,336	<u>\$ 336</u>
Reconciliation to GAAP Basis Net Income:			
Additions:			
Decrease in accrued costs for closure/ postclosure care		52,673	
Net Income (Loss) GAAP Basis		<u>\$ 83,009</u>	

La Plata County, Colorado
Prisoner Commissary Fund
Comparative Balance Sheets
December 31,

	<u>2002</u>	<u>2001</u>
Assets		
Current Assets		
Equity in Treasurer's Cash and Investments	\$ 15,214	\$ 20,000
Accounts Receivable	5,186	-
Total Current Assets	<u>\$ 20,400</u>	<u>\$ 20,000</u>
Liabilities		
Accounts Payable	<u>\$ 2,189</u>	<u>\$ 2,784</u>
Total Liabilities	<u>2,189</u>	<u>2,784</u>
Fund Equity		
Contributed Capital	514	514
Retained Earnings (Deficit):		
Unreserved	<u>17,697</u>	<u>16,702</u>
Total Fund Equity	<u>18,211</u>	<u>17,216</u>
Total Liabilities and Fund Equity	<u>\$ 20,400</u>	<u>\$ 20,000</u>

La Plata County, Colorado
Prisoner Commissary Fund
Comparative Statement of Revenues, Expenses
and Changes in Retained Earnings
For the years ended December 31,

	<u>2002</u>	<u>2001</u>
Operating Revenue:		
Commissary sales	\$ 51,415	\$ 42,038
<i>Total operating revenue</i>	<u>51,415</u>	<u>42,038</u>
Operating Expenses:		
Supplies	<u>50,420</u>	<u>52,355</u>
<i>Total operating expenses</i>	<u>50,420</u>	<u>52,355</u>
Net Income (Loss)	995	(10,317)
Retained Earnings (Deficit)		
Beginning of year	16,702	27,019
End of year	<u>\$ 17,697</u>	<u>\$ 16,702</u>

La Plata County, Colorado
Prisoner Commissary Fund
Comparative Statement of Cash Flows
For the years ended December 31,

	<u>2002</u>	<u>2001</u>
Cash flows from operating activities:		
Operating income (loss) before operating transfers in (out)	\$ 995	\$ (10,317)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	(5,186)	-
Increase (decrease) in accounts payable	<u>(595)</u>	<u>2,150</u>
<i>Net cash provided (used) by operations</i>	<u>(4,786)</u>	<u>(8,167)</u>
 <i>Net increase (decrease) in cash and cash equivalents</i>	 (4,786)	 (8,167)
 Cash and cash equivalents and beginning of year	 <u>20,000</u>	 <u>28,167</u>
Cash and cash equivalents and end of year	<u>\$ 15,214</u>	<u>\$ 20,000</u>

La Plata County, Colorado
Prisoner Commissary Fund
Statement of Revenues, Expenses and
Changes in Retained Earnings
Budget and Actual
For the year ended December 31, 2002

	Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenue:			
Commissary sales	\$ 45,000	\$ 51,415	\$ 6,415
<i>Total operating revenue</i>	<u>45,000</u>	<u>51,415</u>	<u>6,415</u>
Operating Expenses:			
Commissary purchases	<u>45,000</u>	<u>50,420</u>	<u>(5,420)</u>
<i>Total operating expenses</i>	<u>45,000</u>	<u>50,420</u>	<u>(5,420)</u>
Operating income (loss)	-	995	995
Retained Earnings			
Beginning of year	<u>19,019</u>	<u>16,702</u>	<u>(2,317)</u>
End of year	<u>\$ 19,019</u>	<u>\$ 17,697</u>	<u>\$ (1,322)</u>

PROPRIETARY FUNDS

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

Employee Health Insurance Fund:

This fund is used to accumulate funds to pay medical and dental claims for employees and covered dependents through insurance premiums billed to other County departments and from contributions from the employees themselves.

La Plata County, Colorado
Employee Medical Self Insurance Fund
Comparative Balance Sheets
December 31,

	<u>2002</u>	<u>2001</u>
Assets		
Equity in Treasurer's Cash and Investments	\$ 549,302	\$ 733,559
Accounts Receivable	80,237	813
<i>Total Assets</i>	<u>\$ 629,539</u>	<u>\$ 734,372</u>
Liabilities		
Accrued Incurred/Unreported Claims	\$ 624,254	\$ 392,146
<i>Total Liabilities</i>	<u>624,254</u>	<u>392,146</u>
Equity and Other Credits		
Retained Earnings (Deficit):		
Reserved	5,285	342,226
<i>Total Fund Equity</i>	<u>5,285</u>	<u>342,226</u>
<i>Total Liabilities and Fund Equity</i>	<u>\$ 629,539</u>	<u>\$ 734,372</u>

La Plata County, Colorado
Employee Medical Self Insurance Fund
Comparative Statement of Revenues, Expenses
and Changes in Retained Earnings
For the years ended December 31,

	<u>2002</u>	<u>2001</u>
Operating Revenue:		
Insurance Deposits	\$ 1,740,435	\$ 1,381,999
<i>Total operating revenue</i>	<u>1,740,435</u>	<u>1,381,999</u>
Operating Expenses:		
Medical claims paid	<u>2,086,621</u>	<u>1,471,741</u>
<i>Total operating expenses</i>	<u>2,086,621</u>	<u>1,471,741</u>
Income (loss) from operations	(346,186)	(89,742)
Non-operating revenues:		
Interest income	<u>9,245</u>	<u>24,159</u>
Net Income (Loss)	(336,941)	(65,583)
Retained Earnings (Deficit)		
Beginning of year	<u>342,226</u>	<u>407,809</u>
End of year	<u>\$ 5,285</u>	<u>\$ 342,226</u>

La Plata County, Colorado
Employee Medical Self Insurance Fund
Comparative Statement of Cash Flows
For the years ended December 31,

	<u>2002</u>	<u>2001</u>
Cash flows from operating activities:		
Operating income (loss) before operating transfers in (out)	\$ (346,186)	\$ (89,742)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	(79,424)	408
Increase (decrease) in claims payable	232,108	62,755
<i>Net cash provided (used) by operations</i>	<u>(193,502)</u>	<u>(26,579)</u>
 Cash flows from investing activities:		
Interest earnings on equity in treasurer's pool	<u>9,245</u>	<u>24,159</u>
 <i>Net increase (decrease) in cash and cash equivalents</i>	(184,257)	(2,420)
 Cash and cash equivalents and beginning of year	<u>733,559</u>	<u>735,979</u>
Cash and cash equivalents and end of year	<u>\$ 549,302</u>	<u>\$ 733,559</u>

La Plata County, Colorado
Employee Medical Self Insurance Fund
Statement of Revenues, Expenses
and Changes in Retained Earnings
Budget and Actual
For the year ended December 31, 2002

	Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenue:			
Insurance Deposits	\$ 1,791,907	\$ 1,740,435	\$ (51,472)
<i>Total operating revenue</i>	<u>1,791,907</u>	<u>1,740,435</u>	<u>(51,472)</u>
Operating Expenses:			
Medical claims paid	<u>1,700,000</u>	<u>2,086,621</u>	<u>(386,621)</u>
<i>Total operating expenses</i>	<u>1,700,000</u>	<u>2,086,621</u>	<u>(386,621)</u>
Income (loss) from operations	91,907	(346,186)	(438,093)
Non-operating revenues:			
Interest income	<u>23,000</u>	<u>9,245</u>	<u>(13,755)</u>
Net Income (Loss)	114,907	(336,941)	(451,848)
Retained Earnings (Deficit)			
Beginning of year	<u>487,648</u>	<u>342,226</u>	<u>(145,422)</u>
End of year	<u>\$ 602,555</u>	<u>\$ 5,285</u>	<u>\$ (597,270)</u>

TRUST AND AGENCY FUNDS

Trust funds are used to account for assets held by the government in a trustee capacity. Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds.

General Agency Fund:

This fund is used to account for the accumulation of resources in the functions of the County Treasurer's office.

La Plata County, Colorado
General Agency Fund
Comparative Balance Sheets
December 31,

	<u>2002</u>	<u>2001</u>
Assets		
Equity in Treasurer's Cash and Investments	\$ 1,516,128	\$ 1,439,259
<i>Total Assets</i>	<u>\$ 1,516,128</u>	<u>\$ 1,439,259</u>
Liabilities		
Accounts Payable	\$ 124,258	\$ 79,845
Due to Component Unit	63,468	69,863
Deposits Held for Others	1,328,402	1,289,551
<i>Total Liabilities</i>	<u>\$ 1,516,128</u>	<u>\$ 1,439,259</u>

La Plata County, Colorado
General Agency Fund
Statement of Changes in Assets and Liabilities
For the year ended December 31, 2002

	Balance 01/01/02	Additions	Deletions	Balance 12/31/02
Assets				
Equity in Treasurer's Cash and Investments	\$ 1,439,259	\$ 91,987,958	\$ 91,911,089	\$ 1,516,128
<i>Total Assets</i>	<u>\$ 1,439,259</u>	<u>\$ 91,987,958</u>	<u>\$ 91,911,089</u>	<u>\$ 1,516,128</u>
Liabilities				
Accounts Payable	\$ 79,845	\$ 44,357,300	\$ 44,312,887	\$ 124,258
Due to Component Unit	69,863	1,516,565	1,522,960	63,468
Deposits Held for Others	1,289,551	46,114,093	46,075,242	1,328,402
<i>Total Liabilities</i>	<u>\$ 1,439,259</u>	<u>\$ 91,987,958</u>	<u>\$ 91,911,089</u>	<u>\$ 1,516,128</u>

Account Groups

GENERAL FIXED ASSETS

The General Fixed Assets account group is used to account for fixed assets other than those accounted for in proprietary funds or trust funds.

La Plata County, Colorado
Comparative Schedule of General Fixed Assets by Source
December 31,

	<u>2002</u>	<u>2001</u>
General Fixed Assets		
Land	\$ 587,027	\$ 345,213
Buildings and Improvements	14,182,093	13,319,804
Improvements other than Buildings	2,780,293	1,148,639
Equipment	11,250,904	10,513,810
Construction in Progress	170,901	-
Total General Fixed Assets	<u>\$ 28,971,218</u>	<u>\$ 25,327,466</u>
Investment in General Fixed Assets		
Governmental Proceeds	\$ 22,727,499	\$ 19,032,862
Bond Proceeds	5,518,281	5,518,281
Federal/State grants	2,097	2,654
Unidentified	723,341	773,669
Total Investment in General Fixed Assets	<u>\$ 28,971,218</u>	<u>\$ 25,327,466</u>

La Plata County, Colorado
Schedule of General Fixed Assets
By Function and Activity
December 31, 2002

Function and Activity	Land	Buildings	Improvements Other Than Buildings	Machinery and Equipment	Construction In Progress	Total
General government						
Board of County Commissioners	\$ -	\$ -	\$ -	\$ 7,186	\$ -	\$ 7,186
County Clerk	-	-	-	284,398	-	284,398
County Treasurer	-	-	-	26,566	-	26,566
County Assessor	-	-	-	56,631	-	56,631
Building maintenance	-	7,238,029	10,837	129,673	-	7,378,539
Finance/information services	-	-	-	506,222	-	506,222
Geographic Information Services	-	-	-	150,489	-	150,489
Human Resources	-	-	-	23,068	-	23,068
Administrative offices	-	-	-	254,370	-	254,370
Purchasing/warehouse	-	188,056	43,439	47,207	-	278,702
Other-unclassified	309,960	-	-	-	-	309,960
Total general government	309,960	7,426,085	54,276	1,485,810	-	9,276,131
Public safety:						
County Sheriff, patrol/corrections	-	3,520,589	361,444	1,465,184	-	5,347,217
County Coroner	-	-	-	21,209	-	21,209
Building Inspection	-	-	-	201,983	-	201,983
Total public safety	-	3,520,589	361,444	1,688,376	-	5,570,409
Health and welfare						
Social Services administration	-	-	-	75,245	-	75,245
Highways and streets						
Engineering	-	-	-	234,891	-	234,891
Maintenance and construction	277,067	631,831	-	7,100,739	-	8,009,637
Total public works	277,067	631,831	-	7,335,630	-	8,244,528
Auxillary services						
Fairgrounds/extension	-	2,469,032	2,359,039	470,373	-	5,298,444
Planning	-	-	-	50,829	-	50,829
Senior services	-	-	-	68,007	-	68,007
Youth home	-	134,556	5,534	76,634	-	216,724
Total auxillary services	-	2,603,588	2,364,573	665,843	-	5,634,004
Construction in Progress	-	-	-	-	170,901	170,901
Totals	\$ 587,027	\$ 14,182,093	\$ 2,780,293	\$ 11,250,904	\$ 170,901	\$ 28,971,218

La Plata County, Colorado
Schedule of Changes in General Fixed Assets
By Function and Activity
for the year ended December 31, 2002

Function and Activity	Fixed Assets January 1, 2002	Transfers and Additions	Transfers and Deletions	Fixed Assets December 31, 2002
General government				
Board of County Commissioners	\$ 7,186	\$ -	\$ -	\$ 7,186
County Clerk	299,879	15,415	30,896	284,398
County Treasurer	28,891	-	2,325	26,566
County Assessor	56,631	-	-	56,631
Building maintenance	6,866,908	511,631	-	7,378,539
Finance/information services	582,114	8,115	84,007	506,222
Geographic Information Services	147,484	7,850	4,845	150,489
Human Resources	21,821	1,247	-	23,068
Administrative offices	232,378	29,941	7,949	254,370
Purchasing/warehouse	264,824	24,403	10,525	278,702
Other-unclassified	309,960	-	-	309,960
Total general government	8,818,076	598,602	140,547	9,276,131
Public safety:				
County Sheriff, patrol/corrections	5,216,660	375,898	245,341	5,347,217
County Coroner	22,307	-	1,098	21,209
Building Inspection	177,935	24,048	-	201,983
Total public safety	5,416,902	399,946	246,439	5,570,409
Health and welfare				
Social Services administration	94,785	3,299	22,839	75,245
Highways and streets				
Engineering	55,494	194,299	14,902	234,891
Maintenance and construction	7,297,793	1,017,463	305,619	8,009,637
Total public works	7,353,287	1,211,762	320,521	8,244,528
Auxillary services				
Fairgrounds/extension	3,324,372	2,029,728	55,656	5,298,444
Planning	55,819	-	4,990	50,829
Senior services	47,500	20,507	-	68,007
Youth home	216,725	-	1	216,724
Total auxillary services	3,644,416	2,050,235	60,647	5,634,004
Construction in Progress	-	170,901	-	170,901
Totals	\$ 25,327,466	\$ 4,434,745	\$ 790,993	\$ 28,971,218

Account Groups

GENERAL LONG-TERM OBLIGATIONS

The General Long-Term Obligation account group is used to record the unmatured principal of bonds, warrants, notes or other forms of non-current or long-term general obligation indebtedness that is not a specific liability of any proprietary fund or trust fund.

La Plata County, Colorado
Comparative Statement of General Long-Term Obligations
December 31,

	<u>2002</u>	<u>2001</u>
Amount Available and to be Provided for the Payment of General Long-Term Obligations		
Amount available in debt service fund	\$ 35,927	\$ 131,054
Amount to be provided	<u>3,086,590</u>	<u>3,502,312</u>
<i>Total available and to be provided</i>	<u><u>\$ 3,122,517</u></u>	<u><u>\$ 3,633,366</u></u>
 General Long-Term Obligations		
Sales tax revenue refunding bonds	\$ 2,295,000	\$ 2,805,000
Compensated absences	<u>827,517</u>	<u>828,366</u>
<i>Total long-term debt obligations</i>	<u><u>\$ 3,122,517</u></u>	<u><u>\$ 3,633,366</u></u>

Discretely Presented Component Units

Discretely presented component units are those entities that are legally separate from the primary government (the County) but for which the elected officials of the County are financially accountable, or where the nature and significance of their relationship with the County would cause the County's statements to be misleading or incomplete if they were excluded.

Office of the District Attorney, Sixth Judicial District:

The office of the District Attorney of the Sixth Judicial District provides prosecutorial and other public safety services to the citizens of La Plata, Archuleta, and San Juan Counties. The office is governed by a separately elected District Attorney.

La Plata County, Colorado
Sixth Judicial District Attorney
Combining Balance Sheet - Discretely Presented Component Units Only
December 31, 2002

December 31, 2002

	Governmental Fund Types		Account Groups		Totals-
	General	Special Revenue	General	General	Discretely
			Fixed Assets	Long-Term Debt	Presented Component Units
Assets & Other Debits					
Cash Deposits	\$ 38,241	\$ 168,583	\$ -	\$ -	\$ 206,824
Accounts Receivable	6,535	-	-	-	6,535
Due from Primary Government	63,468	-	-	-	63,468
Due from Other Governments	128,631	-	-	-	128,631
Investment in Fixed Assets	-	-	130,379	-	130,379
Other Debits					
Amount to be provided for payment of long-term debt	-	-	-	41,271	41,271
<i>Total Assets and Other Debits</i>	<u>\$ 236,875</u>	<u>\$ 168,583</u>	<u>\$ 130,379</u>	<u>\$ 41,271</u>	<u>\$ 577,108</u>
Liabilities					
Accounts Payable	\$ 35,163	\$ -	\$ -	\$ -	\$ 35,163
Accrued Salaries and Benefits	45,954	-	-	-	45,954
Due to Primary Government	100,000	-	-	-	100,000
Due to Other Governments	-	-	-	-	-
Deferred Revenue	2,297	-	-	-	2,297
Compensated Absences	-	-	-	41,271	41,271
<i>Total Liabilities</i>	<u>183,414</u>	<u>-</u>	<u>-</u>	<u>41,271</u>	<u>224,685</u>
Equity and Other Credits					
Investment in Fixed Assets	-	-	130,379	-	130,379
Fund Balance (Deficit):					
Reserved for Emergencies	42,960	-	-	-	42,960
Reserved for Future Fiscal Year's Expenditures	10,501	168,583	-	-	179,084
<i>Total Equity and Other Credits</i>	<u>53,461</u>	<u>168,583</u>	<u>130,379</u>	<u>-</u>	<u>352,423</u>
<i>Total Liabilities, Equity & Other Credits</i>	<u>\$ 236,875</u>	<u>\$ 168,583</u>	<u>\$ 130,379</u>	<u>\$ 41,271</u>	<u>\$ 577,108</u>

La Plata County, Colorado
Sixth Judicial District Attorney
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Discretely Presented Component Units Only
For the year ended December 31, 2002

	Governmental Fund Types		Totals
	General	Special Revenue	Discretely Presented Component Units
Revenues:			
Intergovernmental Revenue	\$ 395,850	\$ 370,285	\$ 766,135
Other Revenue	43,137	38,158	81,295
<i>Total Revenues</i>	<u>438,987</u>	<u>408,443</u>	<u>847,430</u>
Expenditures:			
Current:			
Public Safety	1,438,810	363,573	1,802,383
Capital Outlay	30,540	-	30,540
<i>Total Expenditures</i>	<u>1,469,350</u>	<u>363,573</u>	<u>1,832,923</u>
Excess (Deficit) of Revenue over Expenditures	<u>(1,030,363)</u>	<u>44,870</u>	<u>(985,493)</u>
Other Financing Sources (Uses)			
Operating transfers in-other funds	36,629	-	36,629
Operating transfers in-primary government	995,803	-	995,803
Operating transfers out-other funds	-	(36,629)	(36,629)
Total other financing sources (uses)	<u>1,032,432</u>	<u>(36,629)</u>	<u>995,803</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	2,069	8,241	10,310
Fund Balance			
Beginning of year	51,392	160,342	211,734
End of year	<u>\$ 53,461</u>	<u>\$ 168,583</u>	<u>\$ 222,044</u>

La Plata County, Colorado
Discretely Presented Component Units
Sixth Judicial District Attorney General Fund
Comparative Balance Sheets
December 31,

Assets	<u>2002</u>	<u>2001</u>
Cash Deposits	\$ 38,241	\$ 38,473
Accounts Receivable	6,535	-
Due from Primary Government	63,468	69,863
Due from Other Governments	128,631	96,996
<i>Total Assets</i>	<u>\$ 236,875</u>	<u>\$ 205,332</u>
Liabilities		
Accounts Payable	\$ 35,163	\$ 4,899
Accrued Salaries and Benefits	45,954	34,960
Due to Primary Government	100,000	102,154
Due to Other Governments	-	11,927
Deferred Revenue	2,297	-
<i>Total Liabilities</i>	<u>183,414</u>	<u>153,940</u>
Fund Equity		
Fund Balance (Deficit):		
Reserved for Emergencies	42,960	42,960
Reserved for Future Fiscal Year's Expenditures	10,501	8,432
<i>Total Fund Equity</i>	<u>53,461</u>	<u>51,392</u>
<i>Total Liabilities and Fund Equity</i>	<u>\$ 236,875</u>	<u>\$ 205,332</u>

La Plata County, Colorado
Discretely Presented Component Units
Sixth Judicial District Attorney General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
For the year ended December 31, 2002

Revenue:	
Intergovernmental Revenue:	
Federal sources	\$ 90,292
State sources	58,937
From Counties	246,621
Subtotal Intergovernmental revenue	395,850
Other Revenue:	
Discovery & subpoena fees	14,641
Forfeitures	1,748
Interest on deposits	215
Other miscellaneous revenues	26,533
Subtotal other revenue	43,137
<i>Total Revenue</i>	<u>438,987</u>
Expenditures:	
Current	
Public Safety:	
Salaries & benefits	1,104,788
Supplies	21,404
Purchased services	160,350
Rent and remodel	152,268
Subtotal public safety	1,438,810
Capital Outlay	30,540
<i>Total Expenditures</i>	<u>1,469,350</u>
Excess (Deficit) of Revenue over Expenditures	(1,030,363)
Other Financing Sources (Uses)	
Operating transfers in-other funds	36,629
Operating transfers in-primary government	995,803
<i>Total other financing sources (uses)</i>	<u>1,032,432</u>
Revenues and Other Financing Sources Over (Under)	
Expenditures and Other Financing Uses	2,069
Fund Balance	
Beginning of year	51,392
End of year	<u>\$ 53,461</u>

La Plata County, Colorado
Discretely Presented Component Units
Sixth Judicial District Attorney Special Revenue Funds
Combining Balance Sheet
December 31, 2002

	Victim's Assistance Funds	Federal Victim's Compensation Funds	State Victim's Compensation Funds	Totals
Assets				
Cash Deposits	\$ 27,153	\$ 6,040	\$ 135,390	\$ 168,583
<i>Total Assets</i>	<u>\$ 27,153</u>	<u>\$ 6,040</u>	<u>\$ 135,390</u>	<u>\$ 168,583</u>
Fund Equity				
Fund Balance (Deficit):				
Reserved for Future Fiscal Year's Expenditures	\$ 27,153	\$ 6,040	\$ 135,390	\$ 168,583
<i>Total Fund Equity</i>	<u>\$ 27,153</u>	<u>\$ 6,040</u>	<u>\$ 135,390</u>	<u>\$ 168,583</u>

La Plata County, Colorado
Discretely Presented Component Units
Sixth Judicial District Attorney Special Revenue Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended December 31, 2002

	Victim's Assistance Funds	Federal Victim's Compensation Funds	State Victim's Compensation Funds	Totals
Revenue:				
Intergovernmental Revenue:				
Federal sources	\$ -	\$ 101,617	\$ -	\$ 101,617
State sources				
From Courts	141,540		99,419	240,959
From state agencies	27,709	-	-	27,709
Subtotal Intergovernmental revenue	169,249	101,617	99,419	370,285
Other Revenue	640	15,810	21,708	38,158
<i>Total Revenue</i>	<u>169,889</u>	<u>117,427</u>	<u>121,127</u>	<u>408,443</u>
Expenditures:				
Current				
Public Safety:				
Reimbursements to victims and other program costs	137,103	111,401	115,069	363,573
Subtotal public safety	137,103	111,401	115,069	363,573
<i>Total Expenditures</i>	<u>137,103</u>	<u>111,401</u>	<u>115,069</u>	<u>363,573</u>
Excess (Deficit) of Revenue over Expenditures	32,786	6,026	6,058	44,870
Other Financing Sources (Uses)				
Operating transfers out-other funds	(26,141)	-	(10,488)	(36,629)
Total other financing sources (uses)	<u>(26,141)</u>	<u>-</u>	<u>(10,488)</u>	<u>(36,629)</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	6,645	6,026	(4,430)	8,241
Fund Balance				
Beginning of year	20,508	14	139,820	160,342
End of year	<u>\$ 27,153</u>	<u>\$ 6,040</u>	<u>\$ 135,390</u>	<u>\$ 168,583</u>

La Plata County, Colorado
Discretely Presented Component Units
Sixth Judicial District Attorney
Schedule of General Fixed Assets by Source
December 31,

	<u>2002</u>	<u>2001</u>
General Fixed Assets		
Equipment	\$ 130,379	\$ 119,327
Total General Fixed Assets	<u>\$ 130,379</u>	<u>\$ 119,327</u>
Investment in General Fixed Assets		
Governmental Proceeds	\$ 130,379	\$ 119,327
Total Investment in General Fixed Assets	<u>\$ 130,379</u>	<u>\$ 119,327</u>

La Plata County, Colorado
Discretely Presented Component Units
Sixth Judicial District Attorney
Schedule of General Fixed Assets
By Function and Activity
December 31, 2002

<u>Function and Activity</u>	<u>Machinery and Equipment</u>
General government	
Public safety:	
District Attorney	\$ <u>130,379</u>

La Plata County, Colorado
Discretely Presented Component Units
Sixth Judicial District Attorney
Schedule of Changes in General Fixed Assets
By Function and Activity
for the year ended December 31, 2002

<u>Function and Activity</u>	<u>Fixed Assets</u> <u>January 1,</u> <u>2002</u>	<u>Transfers</u> <u>and</u> <u>Additions</u>	<u>Transfers</u> <u>and</u> <u>Deletions</u>	<u>Fixed Assets</u> <u>December 31,</u> <u>2002</u>
General government				
Public safety:				
District Attorney	\$ 119,327	\$ 30,540	\$ 19,488	\$ 130,379

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Supplemental Information

Single Audit Schedules

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REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

May 30, 2003

Honorable Board of County Commissioners
La Plata County, Colorado

We have audited the general purpose financial statements of La Plata County, Colorado as of and for the year ended December 31, 2002, and have issued our report thereon dated May 30, 2003. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

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

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

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

Chadwick, Steinkirchner, Davis & Co., P.C.



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

May 30, 2003

Honorable Board of County Commissioners
La Plata County, Colorado

Compliance

We have audited the compliance of La Plata County, Colorado with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2002. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards; the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, La Plata County, Colorado complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2002.

Honorable Board of County Commissioners
La Plata County, Colorado
Page Two



Internal Control Over Compliance

The management of La Plata County, Colorado is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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

Chadwick, Steinkirchner, Davis & Co., P.C.

La Plata County, Colorado

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year ended December 31, 2002

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:

Unqualified Opinion

Internal control over financial reporting:

Material weakness(es) identified?

_____ yes ✓ no

Reportable condition(s) identified

not considered to be material weaknesses?

_____ yes ✓ none reported

Noncompliance material to financial statements
noted?

_____ yes ✓ no

Federal Awards

Internal Control over major programs:

Material weakness(es) identified?

_____ yes ✓ no

Reportable condition(s) identified

not considered to be material weaknesses?

_____ yes ✓ none reported

Type of auditor's report issued on compliance
for major programs:

Unqualified Opinion

Any audit findings disclosed that are required
to be reported in accordance with
Circular A-133, Section .510(a)?

_____ yes ✓ no

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
10.551/10.561	Food Stamps Cluster
14.219	Community Development Block Grant
93.558	Temporary Assistance for Needy Families
93.575/93.596	Child Care Development Funds Cluster

Dollar threshold used to distinguish between
Type A and Type B programs:

\$ 300,000

Auditee qualified as low-risk auditee?

_____ yes ✓ no

La Plata County, Colorado

SCHEDULE OF FINDINGS AND QUESTIONED COSTS – CONTINUED

Year ended December 31, 2002

SECTION II – FINDINGS UNDER GENERALLY ACCEPTED GOVERNMENT
AUDITING STANDARDS

There were no findings under Generally Accepted Government Auditing
Standards.

SECTION III – FINDINGS AND QUESTIONED COSTS UNDER OMB CIRCULAR
A-133

There are no findings or questioned costs for Federal awards as defined
in OMB Circular A-133 Section .510(a).

La Plata County, Colorado

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Year ended December 31, 2002

There were no prior year audit findings or questioned costs.

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La Plata County, Colorado
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2002

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Expenditures</u>
Department of Agriculture			
Passed through the Area Agency on Aging			
Nutrition Program for the Elderly	10.570		\$ 14,973
Passed through the Colorado Department of Human Services			
Food Assistance EBT	10.551		1,659,479
Food Assistance Administration	10.561		143,667
TEFAP-Administration	10.568		10,613
TANF-Commodities Received	10.569		23,943
Total Department of Agriculture			<u>1,852,675</u>
Department of Health and Human Services			
Passed through the Area Agency on Aging			
Title III-Special Programs for Aging-Supportive Services	93.044		28,661
Title III-Special Programs for Aging-Nutrition Services	93.045		69,359
Passed through the Colorado Department of Human Services			
Family Preservation	93.556		113,271
TANF	93.558		770,670
Title IV-D, IV-D Administration	93.563		304,703
LEAP	93.568		210,624
CCDF Discretion	93.575		498,051
CCDF	93.596		289,200
Title IV-B, Child Welfare	93.645		9,226
Title IV-E, IV-E Foster Care	93.658		190,353
Adoption	93.659		98,345
Title XX, Block Grant	93.667		201,034
Title IV-E Independent Living	93.674		36,859
Title XIX, Medicaid	93.778		205,536
Passed through the Colorado Department of Local Affairs			
Passed through Southwest Community Resources, Inc.			
Community Services Block Grant	93.031		37,422
Total Department of Health and Human Services			<u>3,063,314</u>
Department of Interior, Bureau of Reclamation			
Utility Relocation (CR 211 Realignment)	15.BBD 02-FC-40-6250		110,650
Total Department of Interior			<u>110,650</u>

(Continued next page)

La Plata County, Colorado
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2002

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Expenditures</u>
Department of Agriculture, NRCS			
Emergency Watershed Protection	10.904	69-8B05-2-55	49,950
As a subrecipient of La Plata Conservation District			
Emergency Watershed Protection	10.904	69-8B05-2-79	178,801
Total Department of Agriculture			228,751
Department of Housing and Urban Development			
Passed through the Colorado Department of Local Affairs			
Community Development Block Grant-Region 9 Revolving Loan	14.219	F8CDB98791	1,028,161
Total Department of Housing and Urban Development			1,028,161
Federal Emergency Management Agency			
Passed through the Colorado Department of Local Affairs			
Emergency Management Assistance	83.552	2EM73934	15,250
Total Federal Emergency Management Agency			15,250
Department of Justice			
Office of Justice Programs			
Grants to Encourage Arrest Policies	16.590	97-WE-VX-0018	90,292
Local Law Enforcement Block Grant	16.592	2002-LB-BX-0942	11,318
Bulletproof Vest Partnership Grant	16.607		230
Passed through the Colorado Department of Public Safety			
Juvenile Accountability Incentive Block Grant	16.523	20-JB-L-6-15	11,854
Juvenile Accountability Incentive Block Grant	16.523	20-JB-I-6-46	34,817
Sixth Judicial District-Victim's Compensation	16.576		101,617
Juvenile Justice and Delinquency Prevention, OJP, DOJ	16.540	22-JD-07-12	24,319
Edward Byrne Memorial State and Local Law Enforcement Assista	16.580	21-DB-20-73-3	4,578
Edward Byrne Memorial State and Local Law Enforcement Assista	16.580	20-MP-01-17-1	33,985
Total Department of Justice			313,009
Other Federal Assistance			
Office of National Drug Control Policy, Dept of Treasury, Dept of Justice			
HIDTA Funding	None	I0PRMP585	3,150
HIDTA Funding	None	I1PRMP585	17,153
HIDTA Funding	None	I2PRMP585	145,653
Veterans Affairs	None		700
Disaster Emergency Assistance Funds	None		6,599
Forest Service Reserves	10.665		103,642
Total Other Federal Assistance			276,897
Total Federal Assistance			\$ 6,888,707

(Continued next page)

La Plata County, Colorado
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2002

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Expenditures</u>
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Notes to Schedule:

The Schedule of Expenditures of Federal Awards includes the federal grant activity of La Plata County Colorado and the Sixth Judicial District. The information is presented in accordance with the requirements of Office of Management and Budget Circular A-133. Expenditures have been recognized using the cash basis of accounting.

Information for Oversight Entities

La Plata County, Colorado
Social Services Fund
Schedule of EBT Authorizations, Warrant Expenditures and Total Expenditures
For the Year Ended December 31, 2002

Program	County EBT Authorizations	County Share of Authorizations	Expenditures By County Warrant	Total Authorizations & Expenditures By By County Warrant	Total Expenditures
Colorado Works	\$ 548,010	\$ 54,612	\$ 385,257	\$ 933,267	\$ 439,869
Child Care	695,826	21,040	138,515	834,341	159,555
Child Welfare	626,254	109,942	915,276	1,541,530	1,025,218
County Administration	-	-	658,586	658,586	658,586
Core Services	-	-	775,500	775,500	775,500
Child Support Administration	-	-	361,888	361,888	361,888
LEAP	203,304	-	7,320	210,624	7,320
AND	109,240	19,730	-	109,240	19,730
Old Age Pension	259,299	725	23,698	282,997	24,423
Food Assistance Fraud	-	-	6,302	6,302	6,302
Food Assistance	1,659,479	-	-	1,659,479	-
Food Assistance Job Search	-	-	3,275	3,275	3,275
Expedited Permanency Planning	-	-	30,256	30,256	30,256
Title XX	-	-	6,293	6,293	6,293
Quality Grants	-	-	54,515	54,515	54,515
CYF Project	-	-	1,214	1,214	1,214
Title IV-B	-	-	116,016	116,016	116,016
CHAFEE	-	-	36,859	36,859	36,859
General Assistance	-	-	31,281	31,281	31,281
Totals	\$ 4,101,412	\$ 206,049	\$ 3,552,051	\$ 7,653,463	\$ 3,758,100

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

LOCAL HIGHWAY FINANCE REPORT		City or County:	La Plata
		YEAR ENDING : December 2002	
This Information From The Records Of County of La Plata:		Prepared By:	Karla Distel
		Phone:	(970)382-6306

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

ITEM	AMOUNT
A. Receipts from local sources:	
1. Local highway-user taxes	
a. Motor Fuel (from Item I.A.5.)	
b. Motor Vehicle (from Item I.B.5.)	
c. Total (a.+b.)	
2. General fund appropriations	
3. Other local imposts (from page 2)	5,895,616
4. Miscellaneous local receipts (from page 2)	520,526
5. Transfers from toll facilities	
6. Proceeds of sale of bonds and notes:	
a. Bonds - Original Issues	
b. Bonds - Refunding Issues	
c. Notes	
d. Total (a. + b. + c.)	0
7. Total (1 through 6)	6,416,142
B. Private Contributions	
C. Receipts from State government (from page 2)	3,750,174
D. Receipts from Federal Government (from page 2)	443,042
E. Total receipts (A.7 + B + C + D)	10,609,358

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT
A. Local highway disbursements:	
1. Capital outlay (from page 2)	4,159,838
2. Maintenance:	2,958,413
3. Road and street services:	
a. Traffic control operations	167,967
b. Snow and ice removal	
c. Other	719,053
d. Total (a. through c.)	887,020
4. General administration & miscellaneous	1,543,056
5. Highway law enforcement and safety	
6. Total (1 through 5)	9,548,327
B. Debt service on local obligations:	
1. Bonds:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
2. Notes:	
a. Interest	
b. Redemption	
c. Total (a. + b.)	0
3. Total (1.c + 2.c)	0
C. Payments to State for highways	
D. Payments to toll facilities	
E. Total disbursements (A.6 + B.3 + C + D)	9,548,327

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)		0	0	
B. Notes (Total)				0

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	6,254,390	10,609,358	9,548,327	7,315,421	0

Notes and Comments:

The "Other" Amount of \$719,053 in Local Disbursements represents local costs associated w/dealing with the aftermath of the Missionary Ridge and Valley Fires, and the debris flows that resulted.

LOCAL HIGHWAY FINANCE REPORT	STATE:
	Colorado
	YEAR ENDING (mm/yy): December 2002

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 Assesments	3,193,622	a. Interest on investments	
b. Other local imposts:		b. Tribal Impact Mitigation	33,711
1. Sales Taxes	2,400,000	c. Transfers	164,030
2. Traffic Fines		d. Capital Credits	175,526
3. Specific Ownership Tax	301,994	e. Sale of Assets	
		f. Fees/Licenses/Permits	59,224
5. From Cities/Counties		g. Service Performed	80,167
6. Total (1. through 5.)	2,701,994	h. Refunds of Expenditures	7,868
c. Total (a. + b.)	5,895,616	i. Total (a. through h.)	520,526
(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	2,363,493	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	103,642
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registration	145,359	d. Mineral Leasing	
d. Energy Impact Assistance	995,278	e. Pay Lieu of Tax	
e. Local Government Limited Gaming	246,044	f. Other Federal	339,400
f. Total (a. through e.)	1,386,681	g. Total (a. through f.)	443,042
4. Total (1. + 2. + 3.f)	3,750,174	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		2,299	2,299
b. Engineering Costs		559,262	559,262
c. Construction:			
(1). Capacity Improvements		84,921	84,921
(2). System Preservation		1,343,188	1,343,188
(3). Safety And Other		2,170,168	2,170,168
(4). Total Construction (1)+(2)+(3)	0	3,598,277	3,598,277
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.4)	0	4,159,838	4,159,838
			(Carry forward to page 1)

Notes and Comments:



Table 1

La Plata County, Colorado
General Governmental Expenditures by Function (A)
Primary Government Only
1993-2002

Fiscal Year	General Government	Public Safety	Public Works	Health & Welfare	Auxiliary Services	Community Programs	Capital Outlay	Debt Service	Total Expenditures	% Increase Decrease Prior Year
1993	\$ 2,772,580	\$ 3,891,920	\$ 2,150,775	\$ 3,252,641	\$ 628,698	\$ 1,394,541	\$ 3,825,298 ¹	\$ 699,663	\$ 18,616,116	9.0%
1994	3,024,712	4,055,993	2,271,796	3,207,997	825,290 ²	1,726,963	3,894,268	698,401	19,705,420	5.9%
1995	3,293,679	4,232,018	2,756,246 ³	3,166,854	1,150,525 ⁴	1,609,239	4,618,250 ⁵	822,011 ⁶	21,648,822	9.9%
1996	3,488,343	4,545,221	3,137,426	4,529,718 ⁷	1,197,165	1,892,060 ⁸	5,790,703 ⁹	896,306	25,476,942	17.7%
1997	3,541,086	3,855,435 ¹⁰	4,305,737	3,187,688 ¹¹	1,101,294	1,709,186	5,770,290	907,663	24,378,379	-4.3%
1998	4,007,996	4,315,476 ¹²	3,503,621	3,177,692	1,111,849	1,672,675	4,477,196 ¹³	899,257	23,165,762	-5.0%
1999	4,136,509	4,908,189	3,498,636	3,793,161	1,436,387	2,040,064	8,665,506 ¹⁴	1,004,843	29,483,295	27.3%
2000	4,825,909	5,616,273	5,000,812	4,153,871	1,583,143	2,100,038	9,863,624 ¹⁵	1,397,741 ¹⁶	34,541,411	17.2%
2001	5,334,617	6,571,347 ¹⁷	6,605,027 ¹⁸	4,124,878	2,062,207	2,238,100	6,642,809	644,476	34,223,461	-0.9%
2002	7,279,623 ¹⁹	7,833,806 ²⁰	6,040,436	4,453,787	2,372,646 ²¹	3,049,666	6,534,194	640,875	38,205,033	11.6%

(1) Significant increase in Road and Bridge capital projects.

(2) Staff increases in planning and higher fairgrounds event costs.

(3) Staff increases in Road and Bridge.

(4) Increased staff costs in Fairgrounds and Planning and increased consultant fees in Planning.

(5) Increased Road and Bridge capital equipment purchases.

(6) Increase due to lease purchase for five Road and Bridge graders.

(7) Inclusion of food stamp expenditures for the first time.

(8) Increased contributions to community services.

(9) Significant increases to capital equipment purchases and road projects.

(10) District Attorney services not included.

(11) Exclusion of food stamps.

(12) Increased staff and salary adjustments.

(13) No major road projects completed.

(14) CR 240 construction project complete.

(15) CR 240, CR 141, and CR 516 road projects complete

(16) Refunding of sales tax revenue bonds.

(17) Primarily salary adjustment and increased staff.

(18) Increased level of maintenance and salary increases.

(19) Increased "Bean Pole" expenses and personnel benefit costs

(20) Increased overtime and personnel benefit costs

(21) Consulting services and personnel benefit costs

La Plata County, Colorado
Governmental Revenues by Source
Primary Government Only
1993-2002

Fiscal Year	Taxes	Intergovernmental Revenue	Fees & Permits	Fines & Forfeitures	Charges for Services	Other Revenues	% Increase	
							Total Revenues	1993 100%
1993	\$ 10,198,737	\$ 6,138,398	\$ 425,090 ¹		\$ 1,894,087	\$ 687,645 ²	\$ 19,343,957	5.0%
1994	11,665,701	6,708,986	626,979 ³		1,851,022	1,267,332 ⁴	22,120,020	114.4%
1995	12,969,240 ⁵	6,482,395	625,097		1,572,147	1,393,593	23,042,472	119.1%
1996	14,263,971 ⁶	8,643,648 ⁷	573,140		1,838,188	1,524,714 ⁸	26,843,661	138.8%
1997	14,433,494	6,684,882 ⁹	566,788		1,877,690	1,640,913	25,203,767	130.3%
1998	16,690,503 ¹⁰	6,111,189	765,392		2,037,867	1,504,221	27,109,172	140.1%
1999	19,404,136 ¹¹	7,554,758 ¹²	774,898		2,219,409	1,916,326 ¹³	31,869,527	164.8%
2000	20,681,820	9,705,122	653,986	4,292	2,368,210	3,162,912	36,576,342	189.1%
2001	21,291,071 ¹⁴	9,027,409 ¹⁵	746,136	3,963	2,515,871	2,797,167 ¹⁶	36,381,617	188.1%
2002	26,218,122 ¹⁷	11,910,774 ¹⁸	761,470	2,792	2,647,593	2,070,870 ¹⁹	43,611,621	225.5%

(1) Significant increase in building permits.

(2) Decline in interest earnings.

(3) Significant increases in building permits.

(4) Increase in interest earnings and sales of assets.

(5) Sales tax collections increased 5.7%, property tax collections increased 20.9%.

(6) Significant increase in property tax revenues.

(7) Inclusion of food stamp revenues for the first time.

(8) Significant increase in interest earnings.

(9) Exclusion of food stamps.

(10) Significant increase to oil and gas revenues.

(11) Significant increase to property and sales tax revenues.

(12) Significant increase in energy impact grant revenue.

(13) Significant increase in interest earnings.

(14) Increase in sales and property taxes.

(15) Decline in state grants.

(16) Decline in interest rates.

(17) \$4.5 million increase in natural gas property tax revenue

(18) Beanpole, Energy Impact, Federal and economic development grants

(19) \$625,000 decline in interest earnings

Table 3

La Plata County, Colorado
Property Tax Levies and Collections
1993-2002

Fiscal Year	Year Collected	Total Tax Levy ¹	Current Tax Collection	% of Levy Collected	Delinquent Tax Collections ²	% of Total Tax Collection	
						Total Tax Collections	To Levy
1992	1993	3,794,331	3,765,105	99.23%	8,556	3,773,661	99.46%
1993	1994	4,393,077	4,375,430	99.60%	58,081	4,433,511	100.92%
1994	1995	5,310,835	5,284,292	99.50%	27,926	5,312,218	100.03%
1995	1996	6,422,960	6,180,661	96.22% ³	127,631	6,308,292	98.21%
1996	1997	6,004,182	5,964,455	99.34%	36,342	6,000,797	99.94%
1997	1998	7,804,123	7,781,751	99.71%	(1,498) ⁴	7,780,253	99.69%
1998	1999	9,567,946	9,508,662	99.38%	(12,890) ⁴	9,495,772	99.25%
1999	2000	9,927,453	9,910,397	99.83%	53,507	9,963,904	100.37%
2000	2001	10,339,617	10,324,889	99.86%	(400) ⁴	10,324,489	99.85%
2001	2002	14,871,466	14,851,806 ⁵	99.87%	32,287	14,884,093	100.08%

- (1) Includes General, Road and Bridge, and Social Services Funds, as well as Home Rule Charter Commission and Local Improvement District funds.
- (2) Delinquent taxes are reported in the year collected, not in the year levied.
- (3) Major taxpayer in bankruptcy proceedings.
- (4) Abatement of prior year's taxes.
- (5) \$4.5 million increase in natural gas valuation

La Plata County, Colorado
Assessed and Estimated Actual Value of Taxable Property
(in thousands of \$)

Assessment Year	Fiscal Year	Real Property		Personal Property		Total		Ratio of Assessed Value to Total Est. Actual Value
		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
1993	1994	393,208	1,837,731 ²	123,625	290,779	516,833	2,128,510	24.3%
1994	1995	483,597	2,036,377 ²	141,122	334,500	624,719	2,370,877	26.3%
1995	1996	600,135	2,906,329 ³	151,928	329,941	752,063	3,236,270	23.2%
1996	1997	548,216	2,936,622 ³	153,500	334,681	701,716	3,271,303	21.5%
1997	1998	846,622	3,559,084 ⁴	74,330	259,280	920,952	3,818,364	24.1%
1998	1999	1,038,643	3,866,269 ⁴	86,702	301,440	1,125,344	4,167,709	27.0%
1999	2000	1,069,453	3,828,947 ⁴	93,689	335,433	1,163,142	4,164,380	27.9%
2000	2001	1,108,629	3,956,093 ⁴	102,625	366,213	1,211,254	4,322,306	28.0%
2001	2002	1,643,281	5,060,577 ⁵	101,034	311,140	1,744,315	5,371,717	32.5%
2002	2003	1,768,519	5,687,310 ⁵	105,609	364,169	1,874,128	6,051,479	31.0%

Source: La Plata County Assessor's Abstract

- (1) Improved residential property is assessed at 14.34%, commercial property at 29.0%, and oil and gas at 87.5%
(2) Improved residential property is assessed at 12.86%, commercial property at 29.0%, and oil and gas at 87.5%
(3) Improved residential property is assessed at 10.36%, commercial property at 29.0%, and oil and gas at 87.5%
(4) Improved residential property is assessed at 9.74%, commercial property at 29.0%, and oil and gas at 87.5%
(5) Improved residential property is assessed at 9.15%, commercial property at 29.0%, and oil and gas at 87.5%

**La Plata County, Colorado
Principal Property Taxpayers
For Tax Collection Year 2002**

	Taxpayer	Type of Business	2001 Assessed Valuation	Percentage of Total Assessed Valuation
1	BP Amoco	Energy	\$ 427,513,970	24.51%
2	Vastar Resources, Inc.	Energy	234,942,010	13.47%
3	Chevron Texaco	Energy	90,922,920	5.21%
4	Red Willow Production Co.	Energy	58,196,400	3.34%
5	Conoco, Inc	Energy	55,869,040	3.20%
6	Hart Canyon, Ltd	Energy	49,711,090	2.85%
7	Burlington Resources Oil & Gas	Energy	31,728,610	1.82%
8	J M Huber Corp.	Energy	31,078,720	1.78%
9	44 Canyon, LLC	Energy	26,517,960	1.52%
10	Williams Production Company	Energy	23,282,940	1.33%
Total Assessed Valuation for 10 largest taxpayers			<u>\$ 1,029,763,660</u>	<u>59.04%</u>
Total Assessed Valuation for all taxpayers			<u>\$ 1,744,314,830</u>	<u>100.00%</u>

Source: La Plata County Assessor

**Principal Sales Tax Collectors
For Fiscal Year 2002**

	Taxpayer - Type of Business	2002 Sales Tax Collected	Percentage of Total Taxes Collected
1	Retail-General Merchandise	\$ 1,094,151	11.31%
2	Electric Services	346,775	3.58%
3	Retail-Auto Dealer	309,236	3.20%
4	Retail-Food Store	271,122	2.80%
5	Communication Company	247,543	2.56%
6	Retail-Food Store	225,218	2.33%
7	Retail-Food Store	187,249	1.94%
8	Communication Company	140,656	1.45%
9	Retail-Auto Dealer	127,576	1.32%
10	Retail-Building Supplies	123,261	1.27%
Total Sales Taxes Collected by 10 Largest Businesses		<u>\$ 3,072,787</u>	<u>31.76%</u>
Total Sales Taxes Collected by All Businesses		<u>\$ 9,675,960</u>	<u>100.00%</u>

Source: Colorado State Department of Revenue

La Plata County, Colorado
Property Tax Rates
Direct and Overlapping Governments
1993-2002

Collection Year:	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
La Plata County	mill tax \$	8.500 3,784,162	8.500 4,393,077	8.500 5,310,835	8.500 6,392,536	8.500 6,003,182	8.500 7,804,123	8.500 9,886,710	8.500 10,295,660	8.500 14,826,677
<i>Municipalities:</i>										
City of Durango	mill tax \$	2.597 264,523	2.507 284,603	2.507 365,448	2.507 379,404	2.507 437,191	2.507 454,006	2.507 516,184	2.507 587,480	2.507 651,163
Town of Bayfield	mill tax \$	8.060 40,050	8.060 43,275	7.137 54,765	6.920 62,394	6.600 67,972	6.600 68,883	5.964 72,114	5.964 72,778	5.950 77,784
Town of Ignacio	mill tax \$	5.531 12,245	5.531 12,660	5.531 14,434	5.290 13,729	4.321 14,441	4.321 14,906	3.370 15,399	3.370 15,707	3.370 16,066
<i>School Districts:</i>										
Durango 9R	mill tax \$	46.483 15,588,190	42.062 16,361,690	37.034 17,432,517	34.793 18,470,470	34.368 19,025,202	27.633 19,839,119	22.378 19,668,621	21.052 20,839,916	15.394 21,275,601
Bayfield 10R	mill tax \$	45.762 2,761,282	40.230 2,870,580	62.657 4,023,583	61.867 4,299,587	47.813 4,230,790	39.942 4,398,083	37.582 4,625,394	39.326 4,620,310	28.847 4,850,340
Ignacio 11JT	mill tax \$	40.080 1,984,078	36.646 2,070,080	32.014 2,242,781	31.155 2,347,902	31.198 2,002,825	22.163 1,996,225	17.429 1,643,467	15.958 1,657,096	8.825 1,712,965
<i>Special Districts:</i>										
Animas Fire Protection- Bonded Indebtedness	mill tax \$	0.000 -	0.000 -	0.000 -	0.000 -	0.000 -	0.000 -	1.828 576,339	1.700 594,782	1.230 569,446
Animas Fire Protection	mill tax \$	3.280 377,576	3.060 397,022	3.060 433,707	8.611 1,497,312	8.325 1,509,898	7.131 1,657,991	4.468 1,291,488	4.539 1,395,101	4.112 1,701,189
Animas La Plata Water Conservancy	mill tax \$	0.392 82,417	0.407 87,310	0.407 92,852	0.355 100,924	0.400 118,494	0.359 125,937	0.348 139,193	0.362 148,507	0.319 144,336
Animas Mosquito Control	mill tax \$	0.475 71,630	0.409 68,208	0.409 71,228	0.409 91,207	0.409 94,740	0.550 151,827	0.550 177,660	0.550 181,716	0.550 200,845

Table 6

Collection Year:		1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
Bayfield Sanitation District A	mill	3.804	2,346	0.874	0.679	0.559	0.000	0.000	0.000	0.000	0.000
	tax \$	18,902	12,596	5,160	5,151	5,147	-	-	-	-	-
Bayfield Sanitation District B	mill	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
	tax \$	-	-	-	-	-	-	-	-	-	-
Bayfield Sanitation District C	mill	8.291	6.110	6.146	4.706	4.430	0.000	0.000	0.000	0.000	0.000
	tax \$	3,600	2,485	2,520	2,628	2,780	-	-	-	-	-
Durango Conference Center Business Improvement Center	mill	0.000	0.000	0.000	0.000	0.000	1.500	1.500	1.476	0.000	0.000
	tax \$	-	-	-	-	-	105,637	105,401	119,160	-	-
Durango West Metropolitan I	mill	61.200	61.200	61.200	61.200	61.200	61.200	74.450	71.820	71.280	55,140
	tax \$	55,991	63,849	79,654	85,093	89,970	104,871	136,880	141,973	142,982	135,672
Durango West Metropolitan II	mill	34.500	45.100	45.100	38.893	38.893	34.197	33.591	31.483	30.314	28,769
	tax \$	135,421	185,877	207,962	215,794	224,366	207,755	207,507	211,096	209,747	210,036
Durango Hills Local Improvement	mill	24.150	20.379	20.379	20.379	20.379	18.023	19.037	19.019	20.379	18,525
	tax \$	22,177	23,874	25,727	30,424	31,303	34,884	37,626	40,743	43,956	41,007
Edgemont Ranch Metropolitan	mill	9.756	9.756	9.756	7.234	11.034	6.541	6.541	5.874	5.874	5,874
	tax \$	19,409	14,747	13,433	14,791	24,258	16,944	17,731	19,358	20,135	21,339
El Rancho Florida Metropolitan	mill	13.748	16.900	15.068	15.068	14.100	13.900	14.015	12.156	8.672	0.000
	tax \$	16,909	25,104	23,959	26,411	26,157	27,142	27,798	26,611	19,009	-
Florida Mosquito Control	mill	0.490	0.440	0.420	0.390	0.430	0.370	0.570	0.700	0.700	0.700
	tax \$	33,042	34,431	36,072	38,373	40,760	45,678	84,649	116,542	130,470	195,340
Florida Water Conservancy	mill	0.393	0.366	0.361	0.348	0.345	0.300	0.280	0.280	0.270	0.201
	tax \$	24,962	26,608	29,210	31,568	30,018	33,003	35,755	37,788	40,410	43,421
Forest Lakes Metropolitan	mill	42.109	42.109	42.109	42.109	42.109	35.524	35.524	35.524	35.524	35,524
	tax \$	167,569	180,485	185,643	197,963	214,972	253,351	266,347	287,928	297,521	306,189
Fort Lewis Fire Protection	mill	5.779	5.607	5.607	5.515	5.565	5.565	5.565	5.526	4.768	5,900
	tax \$	82,587	88,391	92,608	98,716	99,704	108,086	107,543	113,312	119,636	156,715

Table 6

Collection Year:											
		1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
Hermosa Cliffs Fire Protection	mill tax \$	10,750 240,091	10,750 227,850	10,336 244,838	10,491 257,377	10,745 258,870	8,412 249,243	10,745 318,198	10,897 351,009	10,863 346,130	10,650 375,538
Hermosa Sanitation	mill tax \$	0.000 -	0.000 -	0.000 -	0.000 -	0.000 -	0.000 -	0.000 -	0.000 -	0.000 -	0.000 -
Ignacio Community Library	mill tax \$	0.750 37,127	0.686 38,751	0.586 41,053	0.586 44,162	0.542 34,795	0.443 39,901	0.346 42,779	0.343 32,266	0.927 96,261	0.560 108,698
Ignacio-Oxford-Allison Cemetary	mill tax \$	0.290 9,278	0.268 9,924	0.260 10,621	0.244 10,618	0.244 9,312	0.244 12,398	0.118 8,029	0.244 14,987	0.244 16,329	0.244 28,850
La Plata Community Hospital	mill tax \$	1.637 728,785	1.206 623,300	Dissolved -	0.000 -	0.000 -	0.000 -	0.000 -	0.000 -	0.000 -	0.000 -
La Plata Water Conservancy	mill tax \$	0.332 4,812	0.332 5,014	0.300 4,717	0.300 4,797	0.320 5,119	0.310 5,345	0.300 5,118	0.285 5,472	0.295 6,509	0.295 6,623
Lightner Creek Sanitation	mill tax \$	7.698 14,572	7.698 18,153	0.000 -	0.000 -	0.000 -	0.000 -	0.000 -	0.000 -	0.000 -	0.000 -
Loma Linda Sanitation	mill tax \$	10,000 12,940	10,000 13,997	10,000 14,847	10,000 19,824	10,000 20,176	10,000 23,178	10,000 26,450	0.000 -	0.000 -	0.000 -
Los Pinos Fire Protection	mill tax \$	3.056 169,170	2.784 178,038	2.291 185,368	2.253 197,920	2.210 164,948	1.689 183,186	3.014 456,541	3.378 475,447	3.036 504,365	3.721 1,235,110
Pine River Cemetary	mill tax \$	0.442 27,518	0.400 29,341	0.363 31,257	0.342 30,947	0.342 30,262	0.294 32,373	0.273 33,599	0.273 32,464	0.273 32,074	0.203 34,132
Pine River Library	mill tax \$	0.705 42,540	0.665 46,737	0.611 51,312	0.611 55,288	0.611 54,065	0.541 59,570	0.523 64,368	2.500 297,289	2.500 293,719	2.500 420,351
Purgatory Metropolitan	mill tax \$	24.713 175,991	27.313 176,065	27.313 167,908	27.313 170,354	27.313 170,449	27.313 184,134	27.313 181,758	26.572 207,263	27.313 225,579	27.313 234,196
Rafter J Fire Protection	mill tax \$	6.279 22,250	6.025 24,271	6.025 26,096	5.022 29,087	5.022 30,265	4.424 32,284	4.436 33,012	4.436 33,987	No Special District	No Special District

Table 6

Collection Year:	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
South Durango Sanitation										
mill	4,414	2,442	2,173	1,574	0.000	0.000	0.000	0.000	0.000	0.000
tax \$	17,501	9,980	10,045	10,499	-	-	-	-	-	-
South Durango Water										
mill	2,350	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
tax \$	40,539	-	-	-	-	-	-	-	-	-
SW Colorado TV Translator										
mill	0.838	0.838	0.838	0.838	0.857	0.822	0.822	0.777	0.777	0.777
tax \$	12,515	13,574	14,244	14,823	15,168	15,483	15,545	15,601	17,867	18,260
SW Water Conservancy										
mill	0.428	0.411	0.405	0.395	0.411	0.339	0.321	0.314	0.324	0.260
tax \$	190,544	212,418	253,045	297,065	290,271	311,246	361,330	365,227	392,446	453,521
Upper Pine River Fire Protection										
mill	2.984	2.837	2.640	2.642	2.637	2.307	4.758	4.950	4.950	4.950
tax \$	197,983	220,794	238,883	258,998	253,164	274,510	631,252	642,375	638,510	931,564
Total tax to be collected	\$27,490,878	\$29,084,502	\$31,948,537	\$35,783,256	\$35,566,957	\$38,853,111	\$41,789,266	\$42,944,743	\$44,002,708	\$50,982,974

Source: La Plata County Assessor's Abstract

La Plata County, Colorado
Computation of Legal Debt Margin
As of December 31, 2002

Assessed Value		<u>\$ 1,744,314,830</u>
Legal Debt Margin:		
Debt limitation - 1.5 percent of total assessed value	\$ 26,164,722	
Debt applicable to limitation:		
Total bonded debt	\$ 2,295,000	
Less: Sales tax revenue bonds	<u>2,295,000</u>	
Total debt applicable to debt limitation	<u>-</u>	
Legal debt margin	<u>\$ 26,164,722</u>	

Table 8

La Plata County, Colorado
Ratio of Net General Obligation Bonded Debt
to Assessed Value and Net General Obligation Debt per Capita
1993-2002

Fiscal Year	Population	Assessed Value ¹	Gross Bonded Debt	Debt Payable		Net Bonded Debt	Ratio of Net Bonded Debt		Net Bonded Debt per capita
				Less Debt Service Fund	from Enterprise Revenue		Bonded Debt to Assessed Value	Debt	
1993	35,720	\$ 445,216	\$ -	\$ -	\$ -	-	0.000%	\$ -	-
1994	37,056	516,833	-	-	-	-	0.000%	-	-
1995	38,950	624,140	-	-	-	-	0.000%	-	-
1996	39,933	752,063	-	-	-	-	0.000%	-	-
1997	41,065	706,257	-	-	-	-	0.000%	-	-
1998	42,187	918,132	-	-	-	-	0.000%	-	-
1999	43,344	1,125,641	-	-	-	-	0.000%	-	-
2000	43,941	1,163,142	-	-	-	-	0.000%	-	-
2001	45,384	1,211,254	-	-	-	-	0.000%	-	-
2002	46,579	1,744,315	-	-	-	-	0.000%	-	-

Source: Division of Local Government and U.S. Census Bureau

(1) In thousands.

La Plata County, Colorado
Property Tax Rates
Computation of Direct and Overlapping Bonded Debt
General Obligation Bonds
As of December 31, 2002

Jurisdiction	General Obligation Debt Outstanding	Applicable to La Plata County	
		Percentage	Amount
La Plata County	\$ -	0%	\$ -
<i>Municipalities:</i>			
City of Durango	-	0.00%	-
Town of Bayfield	-	0.00%	-
Town of Ignacio	-	0.00%	-
<i>School Districts:</i>			
Durango 9R	50,315,000	100.00%	50,315,000
Bayfield 10R	18,740,000	99.63%	18,670,662
Ignacio 11JT	-	0.00%	-
<i>Special Districts:</i>			
Animas Fire Protection	5,350,000	100.00%	5,350,000
Animas La Plata Water Conservancy	-	0.00%	-
Animas Mosquito Control	-	0.00%	-
Durango Hills Local Improvement	-	0.00%	-
Durango West Metropolitan I	465,000	100.00%	465,000
Durango West Metropolitan II	1,575,000	100.00%	1,575,000
Edgemont Ranch Metropolitan	-	0.00%	-
El Rancho Florida Metropolitan	-	100.00%	-
Florida Mosquito Control	-	100.00%	-
Florida Water Conservancy	639,000	100.00%	639,000
Forest Lakes Metropolitan	265,000	100.00%	265,000
Fort Lewis Fire Protection	-	0.00%	-
Hermosa Cliffs Fire Protection	1,370,000	100.00%	1,370,000
Hermosa Sanitation	-	0.00%	-
Ignacio Community Library	-	0.00%	-
Ignacio-Oxford-Allison Cemetary	-	0.00%	-
La Plata Water Conservancy	-	0.00%	-
Loma Linda Sanitation	-	0.00%	-
Los Pinos Fire Protection	-	100.00%	-
Pine River Cemetary	-	0.00%	-
Pine River Library	-	0.00%	-
Purgatory Metropolitan	-	100.00%	-
Rafter J Fire Protection	-	0.00%	-
South Durango Sanitation	-	0.00%	-
SW Colorado TV Translator	-	0.00%	-
SW Water Conservancy	-	0.00%	-
Upper Pine River Fire	1,276,900	0.00%	-
	<u>\$ 79,995,900</u>		<u>\$ 78,649,662</u>

This does not represent underlying debt obligations of La Plata County Government. It presents debt of all taxing authorities supported by the County's valuation within the County.

This does not denote La Plata County Government, but rather the geographical boundaries of the County.

Source: Individual taxing entities

Table 10

La Plata County, Colorado
Ratio of Annual Debt Service Expenditures for General
Obligation Bonded Debt to Total General Government Expenditures
1993-2002

Fiscal Year	Principal	Interest	Total Debt Service	Total General Governmental Expenditures	Ratio of Debt Service to General Governmental Expenditures
1993	\$ -	\$ -	\$ -	\$ 18,616,116	0.00%
1994	-	-	-	19,705,420	0.00%
1995	-	-	-	21,648,822	0.00%
1996	-	-	-	25,476,942	0.00%
1997	-	-	-	24,378,379	0.00%
1998	-	-	-	23,165,762	0.00%
1999	-	-	-	29,483,295	0.00%
2000	-	-	-	34,241,411	0.00%
2001	-	-	-	34,223,461	0.00%
2002	-	-	-	38,205,033	0.00%

La Plata County, Colorado
Sales Tax Revenue Bonds Coverage
1993-2002

Fiscal Year	Gross Sales Tax Revenue	Revenue Available for Debt Service ¹	Principal	Interest	Total	Coverage
1993	\$ 5,863,025	\$ 3,496,763	\$ 325,000	\$ 373,413	\$ 698,413	5.0
1994	6,555,775	4,087,159	335,000	361,713	696,713	5.9
1995	6,927,275	4,403,770	350,000	348,313	698,313	6.3
1996	7,155,122	4,597,953	365,000	333,262	698,262	6.6
1997	7,530,348	4,917,739	380,000	316,655	696,655	7.1
1998	7,930,753	5,258,984	400,000	298,415	698,415	7.5
1999	8,682,717	5,899,846	420,000	278,415	698,415	8.4
2000	9,403,815	6,514,401	1,268,498 ²	128,498	1,396,996	4.7
2001	9,538,472	6,629,163	485,000	159,226	644,226	10.3
2002	9,675,960	6,746,337	510,000	130,625	640,625	10.5

(1) Gross revenue less required transfers per bond indenture and intergovernmental agreements.

(2) 1992 Sales Tax revenue bonds refinanced in 2000, with principal reduction.

Table 12

La Plata County, Colorado
Demographic Data
1993-2002

	<u>1993</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Population	35,720	37,056	38,950	39,933	41,065	42,187	43,344	43,941	45,384	48,288
Births	430	437	439	464	410	453	405	440	469	446
Deaths	213	220	234	263	224	257	262	247	301	251
Housing units	16,313	17,165	18,843	19,237	19,768	20,233	20,747	20,765	21,198	22,050
Households	12,900	13,767	14,599	14,979	15,324	15,716	15,976	17,342	18,140	N/A
Average household size	2.55	2.54	2.54	2.53	2.53	2.53	2.53	2.43	2.43	N/A
Registered voters	18,205	21,292	23,918	27,492	29,373	29,708	30,830	34,245	32,765	32,841
Employment	18,924	20,907	22,043	22,283	22,649	23,209	23,286	23,363	23,174	24,889
Unemployment	1,182	929	1,080	1,135	1,048	1,257	928	915	898	1,139
Unemployment rate	5.90%	4.30%	4.70%	4.80%	4.40%	5.10%	3.80%	3.80%	3.70%	4.40%
Per capita personal income	\$ 19,178	\$ 20,536	\$ 21,218	\$ 22,071	\$ 23,252	\$ 24,742	\$ 25,384	\$ 26,517	\$ 28,013	N/A

Source: Colorado Division of Local Government, Demographic Section, (1-303-866-4989) in cooperation with the U.S. Bureau of Census
La Plata County Clerk, Colorado Department of Labor and Employment and Colorado Department of Health

La Plata County, Colorado
Property Value, Construction and Bank Deposits
1993-2002

Fiscal Year	New Construction						Bank Deposits ³
	Commercial		Residential		Total Property Value		
	# of Permits	Value	# of Permits	Value	Commercial ²	Residential	
1992	23	\$ 3,485,744	1031	\$ 36,407,680	\$ 531,198,811	\$ 1,034,021,896	\$ 349,254
1993	18	\$ 1,372,230	1238	\$ 50,081,412	\$ 527,060,420	\$ 1,073,930,543	\$ 389,390
1994	43	4,617,381	1244	63,367,917	604,822,035	1,304,667,029	407,404
1995	42	8,339,515	1364	64,267,109	712,815,800	1,714,544,806	444,814
1996	30	2,559,369	1275	59,492,963	1,149,760,132	2,086,509,845	499,551
1997	32	4,360,255	1453	60,674,840	1,056,200,157 ⁴	2,265,029,051	526,547
1998	30	3,417,832	1316	54,830,102	1,571,914,415	2,246,450,411	508,206
1999	14	2,162,000	1421	94,387,116	1,785,276,473	2,382,432,238	527,939
2000	26	3,029,000	1175	74,539,345	1,613,353,404	2,708,952,566	535,311
2001	23	1,728,000	1162	84,799,918	2,230,238,968 ⁵	3,141,477,670	589,439
2002	36	6,850,000	1154	98,460,042	2,409,420,742	3,642,058,253	669,738

Source: Information on new construction provided by County Building Department. Estimated total property value provided by County Assessor.
Information on bank deposits provided by Office of Economic Analysis, Ft. Lewis College and Credit Union).

- (1) Includes mobile homes, garages, car ports, storage sheds, etc.
- (2) All property excluding residential
- (3) In thousands of dollars at 12/31/XX
- (4) \$61.8 million decline in oil and gas valuation due to price decline.
- (5) \$479.6 million increase in oil and gas valuation due to price increase

La Plata County, Colorado
Retail Sales by Standard Industrial Classification
1993-2002 (\$000)

Type of Business	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
Building material	\$ 48,504	\$ 55,101	\$ 57,923	\$ 58,186	\$ 60,686	\$ 62,967	\$ 61,353	\$ 56,489	\$ 60,211	\$ 51,396
General merchandise	24,158	16,438	27,476	28,045	29,842	63,533	92,120	100,563	100,885	-
Food stores	72,524	80,873	88,561	91,130	98,718	100,775	96,192	88,542	82,516	99,965
Automotive	75,788	78,742	85,421	87,133	94,148	101,223	116,334	143,129	154,134	106,379
Apparel & accessory	18,182	21,037	19,251	19,500	16,007	15,520	13,353	14,583	15,230	17,985
Furniture	17,526	21,790	25,053	25,811	24,486	27,104	32,922	39,338	34,929	14,803
Eating & drinking	42,175	47,794	50,994	52,651	55,556	57,899	57,630	60,374	61,449	*
Miscellaneous	59,856	65,800	70,497	80,441	80,863	88,720	83,210	89,109	104,886	152,972
<i>Total Retail Trade</i>	<u>358,713</u>	<u>387,575</u>	<u>425,176</u>	<u>442,897</u>	<u>460,306</u>	<u>517,741</u>	<u>553,114</u>	<u>592,127</u>	<u>614,240</u>	<u>443,500</u>
Finance, insurance & real estate	5,731	4,793	4,170	4,380	7,758	5,291	5,592	5,588	7,409	57,485
Hotels & lodging	45,903	46,525	48,136	47,099	49,549	50,785	49,903	45,977	46,138	6,216
Other services	51,365	63,972	69,099	94,786	89,795	87,532	97,141	117,976	142,379	258,023
<i>Total Services</i>	<u>102,999</u>	<u>115,290</u>	<u>121,405</u>	<u>146,265</u>	<u>147,102</u>	<u>143,608</u>	<u>152,636</u>	<u>169,541</u>	<u>195,926</u>	<u>321,724</u>
Wholesale trade	31,797	35,028	36,730	36,014	35,756	29,283	36,369	44,259	49,970	56,356
Agriculture	3,422	4,830	5,477	5,270	5,803	7,021	6,329	6,628	7,637	1,452
Mining	2,757	10,098	8,040	5,381	4,059	-	2,223	1,593	3,542	9,107
Construction	19,318	24,584	32,155	32,558	46,542	49,774	39,842	42,712	33,947	28,311
Manufacturing	10,820	12,371	21,792	22,444	16,654	27,078	36,291	45,786	34,757	36,919
Transp., comm & pub util	50,358	47,051	47,750	51,120	49,400	55,537	56,278	72,266	71,202	6,067
Government	1,990	2,084	5,094	2,329	2,312	-	-	-	111	2,674
Nonclassifiable	299	1,222	1,071	3,940	1,679	-	-	-	223	-
<i>Total Other Industries</i>	<u>120,761</u>	<u>137,268</u>	<u>158,109</u>	<u>159,056</u>	<u>162,205</u>	<u>168,693</u>	<u>177,332</u>	<u>213,244</u>	<u>201,389</u>	<u>140,886</u>
All Industries	<u>\$ 582,473</u>	<u>\$ 640,133</u>	<u>\$ 704,690</u>	<u>\$ 748,218</u>	<u>\$ 769,613</u>	<u>\$ 830,042</u>	<u>\$ 883,082</u>	<u>\$ 974,912</u>	<u>\$ 1,011,555</u>	<u>\$ 906,110</u> ¹

Source: Colorado Department of Revenue, Colorado County and City retail sales by standard industrial classification

* With the incorporation of the new North American Industrial Classification System (NAICS) categories in 2002, the Eating & Drinking Retail Trade is now included as Retail - Food & Beverage Stores (other classifications may also not be directly comparable)

(1) Decline resulted from national/state recession, drought and wild fires in La Plata County

La Plata County, Colorado
Tourism and Miscellaneous Data
1993-2002

	<u>1993</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Enplanements/Deplanements ¹										
Durango-La Plata County										
Airport	214,704	193,481	196,073	206,042	206,781	211,454	219,989	182,826	195,625	203,966
Passengers-Durango & ²										
Silverton Narrow Gauge RR	205,497	203,135	201,696	198,504	193,098	198,434	206,833	206,729	193,028	129,690
Skier Days- Durango Mtn Resort ³	316,862	302,862	382,839	307,442	341,643	328,705	304,735	237,659	250,000	267,000
Visitors-Mesa Verde Ntl Park. ⁴	666,056	699,644	680,833	633,628	648,596	623,510	656,023	471,084	530,540	411,399
Sales Tax Revenues (in \$) ⁵	5,863,025	6,555,775	6,927,275	7,155,722	7,530,347	7,930,753	8,682,717	9,227,022	9,715,464	9,675,960
% change	7.32	11.8	5.67	3.3	5.24	5.32	9.48	6.27	5.29	-0.41
Lodgers' Tax (in \$) ⁵	240,358	275,302	262,038	260,219	264,767	276,511	267,780	267,193	239,663	144,088
% change	1.2	14.6	-4.82	-0.69	1.75	4.44	-3.16	-0.22	-10.30	-39.88

Sources: 1) Durango-La Plata County Airport

2) Durango & Silverton Narrow Gauge RR

3) Durango Mountain Resort

4) Mesa Verde National Park

5) State of Colorado Department of Revenue