

PITKIN COUNTY, COLORADO
COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year ended December 31, 2007

**Prepared by
Finance Department**

**Debe Nelson
Finance Director**

Pitkin County, Colorado
Comprehensive Annual Financial Report
For the Year Ended December 31, 2007

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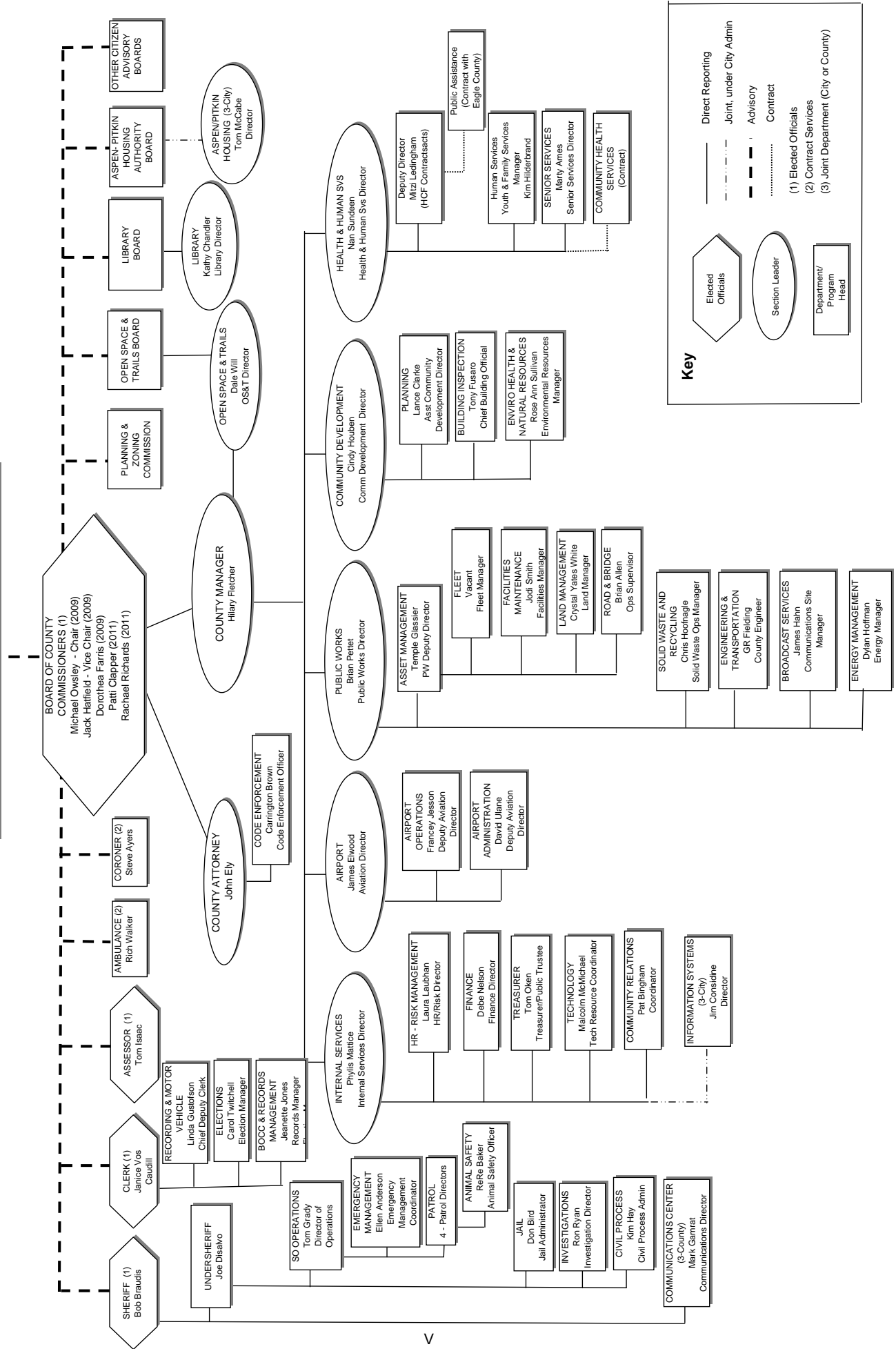
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2007
Annual Financial Report

INTRODUCTORY SECTION

CITIZENS OF PITKIN COUNTY, CO



Key

- Direct Reporting
- Joint, under City Admin
- Advisory
- Contract
- Elected Officials (1)
- Contract Services (2)
- Joint Department (City or County) (3)

Elected Officials (Hexagon)
 Section Leader (Oval)
 Department/Program Head (Rectangle)

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LETTER OF TRANSMITTAL

July 18, 2008

To the Citizens of Pitkin County, Colorado:

We submit, for your information and review, the Comprehensive Annual Financial Report of Pitkin County, Colorado, for the fiscal year ended December 31, 2007.

REPORT PREPARATION AND CONTENT

The County's Annual Financial Report was prepared by the Finance Department. The responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the County.

The basic financial statements are accompanied by an introduction, overview, and analysis, referred to as "Management's Discussion and Analysis" (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found in the Financial Section immediately following the independent auditors' report.

Management of the County has established a comprehensive internal control framework that has enabled the county to compile sufficient reliable information for the preparation of the financial statements in conformity with Generally Accepted Accounting Principles (GAAP). The cost of any entities' internal controls should not outweigh the benefits and accordingly, the County's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatements.

Management believes that the financial statements are fairly presented in all material aspects. They are presented in a manner designed to set forth the financial position, results of operations and changes in net assets or fund balances, of the major funds and nonmajor funds in the aggregate. All required disclosures have been included to assist the members of the Board, the financial community, and the public in understanding the County's financial affairs.

This report includes all activities for which the Board of County Commissioners is accountable to the citizens of Pitkin County, financially, or by State Statute. All applicable funds, departments and offices are included in these financial statements as part of the "primary government" of Pitkin County. Component units are legally separate entities for which the primary government is financially accountable. Blended component entities, are, in substance, part of the primary government's operations and are included as part of the primary government. Accordingly, several road improvement districts and the Aspen Ambulance District are reported as special revenue funds of the primary government. Also included as blended component entities are the Pitkin County Capital Leasing Corporation and the Pitkin County Public Employees Retirement Plan which are reported as debt service and pension trust funds, respectively. The Pitkin County Library District and the Emergency Telephone Authority fund are reported as discretely presented component units. These component units are reported in a separate column in the combined financial statements to emphasize that they are legally separate from the primary government and to differentiate their financial position and changes in financial position from those of the primary government.

INDEPENDENT AUDIT

Colorado law requires that the County's financial statements be audited by independent certified public accountants licensed to practice in the State of Colorado. Gordon, Hughes and Banks, LLP, a Colorado licensed Certified Public Accounting firm, has audited the County's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for issuing an unqualified opinion that the County's financial statements for the year ended December 31, 2007 are fairly presented in conformity with U.S. Generally Accepted Accounting Principles. The independent auditors' report is presented in the front of the financial section of this report.

The independent audit of the County's financial statements was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, especially as they relate to the administration of federal awards. Single Audit schedules and the auditors' reports are available under separate cover.

PROFILE OF PITKIN COUNTY

Location and demographics. Pitkin County, formed in 1881, is located approximately 210 miles west of Denver and 120 miles east of Grand Junction in the Colorado Rocky Mountains. The County encompasses 973 square miles, of which approximately 80% is publicly owned and is controlled by the U.S. Forest Service and the Bureau of Land Management. Estimated population of the County is 16,420. Recreation and tourism, real estate and construction dominate the local economic activity of the County, including the three incorporated municipalities, Aspen, Snowmass Village, and Basalt, located therein.

County Services. The County provides the general government, public safety, road and bridge, and health and welfare services required by state statute. In addition, it provides the following services: airport, TV and FM translators, solid waste landfill and recycling, animal safety, ambulance, and open space and trails. To promote greater efficiency, the City of Aspen (City) and Pitkin County provide several services through joint departments and agencies. These include information systems, dispatch communications, housing operations and the animal shelter. The accompanying financial statements include the County's proportionate share of the joint departments.

County Operating Structure. The County is a quasi-municipal corporation and political subdivision of the State. The County exercises and provides all mandatory county powers and functions as provided by law, and has all rights and powers delegated under the constitution and laws of the State for exercise by counties, particularly Title 30, Colorado Revised Statutes, as amended. In addition, the County has adopted the Pitkin County Home Rule Charter, pursuant to Article XIV, Section 16 of the Colorado Constitution and the laws of the State. The County charter became effective on July 1, 1978, following an approving election, and establishes the organization and structure of County government.

The governing body of the County is the Board of County Commissioners (BOCC). All powers, duties, and functions of the County are vested in the BOCC, which may delegate all of such responsibilities except the legislative function. Policymaking and legislative authority are vested in the BOCC, which consists of a five-member board. The BOCC is responsible, among other things, for passing ordinances and resolutions, adopting the budget, appointing committees and hiring the County's manager and attorney. The County manager is responsible for carrying out the policies and ordinances of the BOCC, for overseeing the day-to-day operations of the County, and for appointing the department heads. The County Charter provides that the Board shall consist of five members who are qualified electors and have resided within the County for not less than one year prior to election. Commissioners reside in separate districts but are elected at large to serve for staggered four-year terms. Commissioners may serve only three consecutive terms. The other elected County officials are the Assessor, Clerk and Recorder, and Sheriff.

Budget and financial policies. The County is legally required to adopt annual budgets for all governmental and proprietary funds. Expenditures may not legally exceed appropriations at the fund level, but administrative control of the budget is exercised at the "section" level. Approval by the Board of County Commissioners is required for changes in the total budget of any fund. Budget sufficiency is verified by the finance department for orders exceeding \$25,000 before release of the order to the vendor. Purchase orders and contracts are recorded as encumbrances in order to reserve that portion of the applicable appropriation. Encumbered amounts lapse at year-end. However, outstanding encumbrances generally are re-appropriated as part of the following year's budget. Budget appropriations lapse at the end of each year.

As part of its annual budget process, the County updates a five-year plan including review of a ten-year capital replacement schedule. In balancing its budget the Board of County Commissioners has adopted the following funding priority order: (1) debt service, (2) basic operations, (3) capital replacement, and (4) capital and service improvements. The County also maintains a minimum fund balance of at between 5% and 15% of the general fund operating revenues in a contingency fund balance to respond to a natural disaster or plan in the event of declining sales tax revenues.

Cash Management. Except when otherwise required by trust agreements, the operating cash of all funds is pooled into one bank account to simplify the investment of all idle funds. To facilitate investment decisions, the County adopted an investment policy establishing objectives in the following priority: safety, liquidity, and yield. All deposits are collateralized as specified by the Colorado Public Deposit Protection Act. Except for cash on hand in the Treasurer's office, all funds were fully invested during the year in the primary depository bank account. The negotiated interest rate on our primary account is periodically adjusted to meet or exceed the highest rate that we could obtain from alternative liquid investment, such as institutional money market mutual funds, U.S. Treasury securities, U.S. Instrumentality securities, time deposits, or money market funds. The average rate of return on these investments was 5.6 percent for 2007, generating \$3,014,757 income for the primary government and \$65,636, and \$23,906 for the Library and the Emergency Telephone Authority, the County's component units, respectively. In addition the Library District gained \$446,498 on its \$4.9 million endowment fund that is invested in various bond and stock mutual funds. See note 1-E-1 to the financial statements for additional details pertaining to the County's investments.

Risk Management. The County uses a combination of self-insurance and purchased commercial insurance to safeguard against certain losses and risks. The goal of the risk management program is to minimize harm to physical, human, fiscal, and environmental resources of the County and to minimize the total cost of the risk to Pitkin County. The County maintains a proactive approach to loss prevention as the most cost-effective method to manage insurance costs. The County's claim experience has a direct impact on premiums and losses paid, making it necessary to adequately control claims through heightened safety training, aggressive claims management and a philosophy of preventive safety throughout the organization.

The property and general liability program provides for the County to assume a portion of self-insured losses. The county self insures the first \$50,000 of each property loss and has an aggregate stop loss of \$200,000 for general liability claims. Insurance for airport general liability and useful public service volunteers is purchased. The County has self-insured its workers' compensation insurance since 1993. This program self-funds up to \$325,000 per claim with insurance covering any excess amounts. The County maintains a surety bond and a \$350,000 reserve to cover lose exposures that may occur.

Beginning in 2004 the County maintains a partially self-funded employee health and dental plan. The County's health insurance program assumes a maximum of \$75,000 per claim up to an aggregate of approximately \$2.3 million per year with insurance covering any excess. The Dental plan is capped at \$1,200 annually per covered member.

Economic Conditions. Winter and summer tourism, second homeowners, construction and real estate are the primary factors in the County's economy. The County's tourist industry is among the largest and least primary factors in the County's economy. The County's tourist industry is among the larges and least seasonal of any Colorado county with substantial ski resort facilities. Revenue from the County's 2% sales tax in the six winter months of December through April accounts for 59% of the annual total while the months of May through November account for 41% of the annual total. The County estimates that spending by area residents and second homeowners accounts for approximately 48% of total sales tax collections (which estimate is derived by annualizing sales tax collection figures for May, which collections may be attributed primly to local area residents because both sales tax collections and lodging occupancy rates in the County are lowest in May.)

The following table summarizes indicators of three major components of the local economy: the constructions industry as measured by building permit valuations, tourism as measured by taxable retail sales, and real estate sales value estimated from the County Clerk's document fee collections.

Historical Construction, Tourism, and Real Estate Indicators
(expressed in millions)

Year	Building Permit Valuation	Percent Change	Taxable Sales	Real Estate Sales	Percent Change
2003	\$ 127.6	3.0%	\$591.6	\$1,130.7	6.9%
2004	127.7	0.1	641.1	1,605.1	42.0
2005	172.3	35.0	708.9	2,262.2	40.9
2006	241.0	39.9	760.2	2,690.2	18.9
2007	227.2	-5.7	796.9	2,549.6	-5.2
Average Annual Increase		12.9%			19.2%

Although the construction industry in the County slowed slightly in 2007, total building permit valuations were still nearly 80% above the level of 2003 and 2004. This was due in large part to the construction of the Snowmass Base Village, a significant multi-year development at the base of the Snowmass Ski Area. Base Village construction began during the summer of 2005 and is scheduled to be completed in 2011.

After decreasing in 2001 and 2002, taxable retail sales have rebounded over the last five years with an annual average increase of 6.3%. 2007's increase of 4.8% reflected some slowing, however, taxable retail sales through April of 2008 are up 9.8% compared to the same period in 2007. Other indicators of tourism, such as skier-days and transit riders, also increased in 2007.

Real estate sales declined by 5.2% in 2007 after more than doubling in the three years from 2003 to 2006. The doubling resulted from significant appreciation in real estate values as well as an increase in the volume of sales. The slowdown has accelerated in 2008 with a 51% decrease through May compared to the same period in 2007. Realtors attribute the slowdown mostly to a fall in the number of sales as sellers have not decreased asking prices while buyers refuse to pay full price. The recent appreciation in real estate value was reflected in the 2007 biannual revaluation of property by the county assessor. The assessed value of property in the County increased by 41%, based on real estate market values as of June 2006 compared to June 2004. The increased valuation was used for the levy of 2007 property taxes to be collected in 2008.

MAJOR EVENTS & ACCOMPLISHMENTS

Pitkin County focuses its work through a strategic plan that helps guide decision-making and resource allocations. The following are some of the County's accomplishments during 2007 that support the plan's strategic statements (listed in bold italics).

- ❖ ***Growth - Pitkin County will continue to actively plan for and manage growth in our County. Reflecting the community's desired level and composition of growth, Pitkin County will facilitate responsible change which fosters a healthy and economically viable community while maintaining a sustainable balance with our natural resources (air, water, land, wildlife). Goals for achieving a responsible growth strategy overlap with many regional and neighborhood issues addressed elsewhere in this Plan.***
 - **Growth Statistics** - Advances in computerized tracking systems and report writing increased staff's ability to analyze various aspects of growth related to building permits (# of remodels and demolitions vs. new development; specific development locations relative to various caucus areas, square footage figures and use of TDR's vs. GMQS square footage allocations).
 - **Aspen Area Community Plan** - The City of Aspen and Pitkin County agreed to work together on updating AACP (Aspen Area Community Plan). This includes working on the completion of an existing conditions report that analyzes transportation-related projects in the AABC/ Airport. Buttermilk areas and lower Castle Creek build out plans, The Emma Master Plan (land use map,) the release of the BOCC Historic Handbook/ Guidelines, and the COGCC's oil & gas provisions.

- ❖ ***Regionalism – Pitkin County will work with citizen groups and other jurisdictions in order to identify a shared vision(s) for the region. We recognize and respect that different, yet coordinated, approaches are necessary for various areas of the region. Pitkin County will actively seek opportunities to participate with regional partners in order to address region wide issues such as rivers, landscapes and economies.***
 - **Regional Service Directory** - Human Services developed a regional service directory for the community that is posted on the website and is downloadable for agencies to access and print out for clients. They continue to explore regional options with Eagle County for an expanded online information system.
 - **Grange Intergovernmental Agreement** - In July, the Open Space Department secured for the County an IGA with the Town of Basalt and Eagle County to jointly acquire and manage a conservation easement, trail easements, and river ownership, of the Grange Ranch. The scope of this three way agreement is a first, and represents an environmental partnership across our north-east flank.
 - **Library Outreach** - Pitkin County opened a small station library with an "honor system" collection in the new Town Hall in Snowmass Village.

- ❖ ***Regional Transportation – Pitkin County’s role in transportation efforts is to work regionally to solve highway congestion problems and identify and implement viable transportation alternatives that will meet the County’s needs and ensure quality of life. Additionally, the County will actively manage the Airport in a manner that encourages commercial service that meets the needs and character of the community.***
 - **Airport Runway Rehabilitation** – Rehabilitation of the runway caused the Airport to be closed from April 9th through June 7th. Renovations/ improvements to other areas including rental car counters, improved back walls, signage, energy-efficient lighting, airport counters, and additional restroom capacities were also completed during the closure. Both projects were complete on time.
 - **Pavement Management and Road Master Planning** - Staff worked with a consultant to complete a Pavement Management Study. Additionally, a list of capital improvement projects was established, prioritized and cost estimated. Caucuses were included in this process and the open dialogues proved to be beneficial in determining what projects residents desired to be included in the 20 Year Road Capital Improvement Plan. The Plan was adopted by the Board of County Commissioners and additional funding is being sought.
 - **State Highway 82 Bus Lane Extension** - Construction plans for the transition of High Occupancy Vehicle Lane (HOV) to dedicated bus lanes were completed. Work is anticipated to take place in 2008.
 - **Smith Way Improvements** - Public Works Staff and Colorado Department of Transportation (CDOT) engineers began the design process which will include an expanded median and an up-valley acceleration lane for people turning from Smith Way onto State Highway 82 heading toward Aspen. This work will be completed in 2009.
 - **Rio Grande Trail Improvement** – The Open Space and Trails (OST) Fund also completed improvements to the Rio Grande Trail to facilitate commuting via trail. These improvements created a hard surface connection to the Roaring Fork Transportation Authority’s (RFTA’s) section of the Rio Grande Trail. OST has seen a 400 percent increase in use of this section of the Rio Grande Trail.

- ❖ ***Workforce Housing - Pitkin County will create and protect affordable housing for its citizens. Pitkin County, in association with the larger valley wide community, is committed to participating in affordable opportunities for all the employees of the Roaring Fork Valley, which contribute to the health of the social and economic fabric of the Roaring Fork Valley.***
 - **Workforce Housing Plan** - Human Resources and Public Works (Facilities) are working to create a Workforce Housing plan for Pitkin County employees with hopes to purchase or acquire master leases with area landlords; three units (Redstone Cabin, the Public Works cabin and the Animal Shelter Unit) are already in the inventory. Additionally, to assist employees with the cost of housing, the County will be funding fifteen \$20,000 interest-free loans to help attract and retain employees.
 - **Library Housing Needs** - The Library Board set aside \$80,000 for housing for its employees.
 - **Environmental Protection** – *Pitkin County will preserve and protect the integrity of the Roaring Fork watershed and all of its natural resources. Ecological health will be a priority in our decision making and we will advocate its importance in the decision making of others.*
 - **Jerome Park Conservation Easement** - Pitkin County was granted a 4773 acre conservation easement by the North Thompson Four Mile Mineral and Land Corporation. The conservation easement will protect historic ranch operations while providing a permanent home for the Spring Gulch Nordic Ski Area.

- **Last Chance Mining Claim: (Smuggler Mountain)** – Pitkin County acquired another four acres on Smuggler Mountain, adjacent to the observation deck. This acquisition removed another specter of residential development from despoiling Aspen’s front yard. Smuggler Mountain is immensely popular as an athletic escape from town, with over 600 people per day climbing the mountain during the summer peak.
- **Natural Resource Conservation Service (NRCS) Environmental Quality Incentive Program (EQIP) Grant** - Land Management Staff secured \$20,000 from a NRCS grant to help landowners with money to eradicate noxious weeds. This money was available for all agriculturally listed properties in Pitkin County to be used with a 50 percent local match.
- **Greener Vehicles** - The County approved and Fleet procured three Ford Escape SUV hybrid vehicles. Staff will be investigating the cost of installing an E-85 tank at the fueling facility at Public Works as more E-85 compatible vehicles are considered for fleet replacements.
- **Paperless Library Process** – The Library engineered a change in the way cataloging records are ordered. By frontloading much of the information about the item being cataloged, and by going paperless, the number of times an item needs to be handled before it is ready to circulate has been significantly reduced.
- **Commuter Vans** - Three 15-passenger vans, purchased with the CDOT Congestion Mitigating Air Quality (CMAQ) grant program, are in use by County Employees to commute from downvalley to Aspen.
- **Mosquito Surveillance** - Environmental Health/Natural Resources administered a West Nile Virus Education & Mosquito Surveillance Program under a grant from the DCPHE; no cases of the virus were reported in Pitkin.
- **Environmental Health/Natural Resources Regional Work** - Environmental Health/Natural Resources continues its work on oil and gas development issues with NWCCOG-Q/Q, the Roaring Fork Conservancy and assisting with the BLM’s Resource Management Planning Process, as well as working on replacement housing alternatives with Basalt for the Roaring Fork Mobile Home Park.

❖ *Safe and Healthy Community - Pitkin County is committed to the mutual pursuit of a peaceful, safe, and healthy environment that promotes meaningful standards of rural mountain resort living for all.*

- **Discount Prescription Card** - The National Association of Counties (NACo) Prescription Discount Program was implemented. It can be used by individuals without insurance or to purchase prescriptions not covered by an insurance plan. The average discount is 20%. Cards are free. Most of our local pharmacies and pharmacies and City Market accept the discount card.
- **Public Assistance/Income Maintenance Services** – The provision Public Assistance services to Pitkin County residents was transferred to Eagle County Health and Human Services because of their expertise, capacity to supervise and bi-lingual capacity. For many customers this change of service was seamless.
- **Homeless Services** - Pitkin County participated in the Colorado Homeless Count in August and identified 54 homeless people in the county. APCA (City of Aspen Housing Authority) worked with St. Mary’s Catholic Church, other Pitkin County church communities, and the Aspen Valley Medical Foundation to raise money to open a nightly shelter. The evening shelter at St. Mary’s Church and the Day Center at the Health & Human Services Building are meeting the needs of our homeless citizens. Case managers at both programs are developing relationships and connecting people with area services, as available.

- ❖ ***Community Involvement - Pitkin County will actively seek Community Involvement by creating and maintaining opportunities to engage, include, and incorporate caucus, neighborhood, municipalities, interest groups and individual participation, interests and feedback. Pitkin County will honor and respect these opportunities while continuing to work to balance and protect community visions and mandates. As a result we will make all County services accountable to our customers and establish a higher value of our services.***
 - **Transportation Impacts Website and Outreach** - Staff has created and updated a website with roadway project information including location, expected delays, nature of construction, and various other details and project updates for larger projects.
 - **Expanding Awareness of Pitkin County and Community Issues** - The Translator Department added County Government TV (CGTV) and Grassroots TV to the line-up from the Lower Red Mountain site, which services the Aspen area.
 - **Website Updates** –
 - Aspen/ Pitkin County Airport’s website, www.aspenairport.com, was completely revamped. The website receives an average of over 24,000 unique hits every month.
 - The Community Development department updated and reformatted the Community Development and Caucus website; the public can access building inspections, mechanical, building and plumbing codes and building permit status in the review process, as well as planning information, the land use code and extensive information on the Transferred Development Rights (TDR) system.
 - The library’s web page, www.pitcolib.org, was also revamped.

- ❖ ***Organizational Excellence - The community depends on Pitkin County to be responsible stewards of the public trust. Pitkin County will do everything responsibly within our means to utilize public resources efficiently, ethically and intelligently.***
 - **Revised Wage Plan** – A new wage plan was put into place for keeping Pitkin County in a competitive position in the marketplace to help with recruitment. The implementation cost was \$90,000 across all County funds. The funding for the implementation came from ongoing savings from budgeted amounts for health insurance. Pitkin County had a 21% turnover rate in 2007. Many employees cited moving to a more affordable place to live as the reason for leaving.
 - **Building Renovations – Renovations to the interior of the Health and Human Services Building were completed.** The Right Door, Alpine Legal Services, VIA case management, public assistance, and contract management could now be co-located into a common service area, providing easy access to help for clients.
 - **Zupancis-Galena Facility Planning** - City and County Staff continued to meet to refine the potential development options around the core County offices from Rio Grande to Main Street and from Mill Street to the Zupancis Property next to the Plaza Building.
 - **Airport Staff Training** - The airport developed a comprehensive set of Standard Operating Procedures (SOPs,) imperative for an efficient and safe operation, which includes improved airport safety self-inspection, vehicle and heavy equipment inspection and safe operation, incident report writing, and airport condition reporting to pilots.

❖ **Fiscal Sustainability - Pitkin County will develop revenue sources and partner with other entities to (1) ensure that growth and change pay their way, (2) fund achievement of the Strategic Plan's goals, and (3) financially sustain services valued by the community. While maintaining an internal focus on efficiency and productivity, we will increase our external focus on public and partner involvement.**

- **Financing Crown Mountain Redevelopment** - The Translator Master Plan was presented and adopted. The first project to be completed is the Crown Mountain rebuild project.
- **Budget Tied to Strategic Plan** – Pitkin County began the integration of the County's Strategic Plan with the budget process by reviewing it with the management team, Financial Advisory Board and county commissioners.
- **Bi-annual Report** - The topic of the report was property valuation increases and included an explanation of property taxes and how to protest increasing valuations and taxes. It was inserted in local newspapers in March prior to notices of significant valuation increases that were mailed to taxpayers in May. The report was well received by the community and was adopted by the state property tax administrator for use in training county assessor's office staff.
- **Airport Landing Fees** - A cost center analysis for the airport justified a mid-year increase in landing fees.
- **Revenue Projections** - Staff worked with the Financial Advisory Board to develop better budget revenue estimates for the next five years.
- **Community Survey** - The fall survey included questions on the value of County services and willingness to pay for certain services.
- **New Public Records Recording System Implementation:** New Recording System technology includes on-line services such as E-Recording, web access to public records, marriage kiosk, and FTP file capability, in addition to escrow accounts for customers and an efficient accounting, cashiering and reporting system, and an advanced indexing system for staff utilization.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Pitkin County, Colorado, for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2006. The Certificate of Achievement is a prestigious national 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. Pitkin County, Colorado has received a Certificate of Achievement for the last twenty-five consecutive years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA for award consideration.

We thank the entire staff of the Finance Department for their dedicated work on this report and acknowledge their significant accomplishment in meeting the criteria for earning the Certificate of Achievement.

Respectfully submitted,



Debe Nelson
Finance Director



Hilary Fletcher
County Manager

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Pitkin County
Colorado

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2006

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.



Oliver S. Cox

President

Jeffrey R. Emer

Executive Director

FINANCIAL SECTION

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The Board of County Commissioners
Pitkin County, Colorado

Independent Auditors' Report

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Pitkin County, Colorado, as of and for the year ended December 31, 2007 which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Pitkin County's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Pitkin County, Colorado, as of December 31, 2007, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 20, 2008 on our consideration of Pitkin County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion of the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.





The accompanying required supplementary information, such as Management's Discussion and Analysis on pages 5 through 15 and the budgetary comparison information on pages 62 through 66 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Pitkin County's basic financial statements. The introductory section, combining and individual fund financial statements, Local Highway Finance Report and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and budgetary schedules, and Local Highway Finance Report have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory section and, statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

Gordon, Hughes & Banks, LLP
Gordon, Hughes & Banks, LLP

Golden, Colorado
June 20, 2008

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the report provides readers with a narrative overview and analysis of the financial activities of Pitkin County for the calendar year ended December 31, 2007. The County's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures. We also encourage readers to consider the information presented here in conjunction with the letter of transmittal beginning on page vii of this report.

FINANCIAL HIGHLIGHTS

- The County's assets exceeded its liabilities by \$227,387,168 (net assets) at the end of 2007, reflecting an 13.1% increase of \$26,368,067 in net assets during 2007.
- The County's governmental funds reported total ending fund balance of \$48,062,488 this year. Of this year-end total, approximately \$39.4 million is unreserved, and \$8.6 million is legally reserved by state statute for emergencies, local laws for mitigation of developmental impacts, debt service and insurance claims. Of the unreserved portion, \$21.1 million is in special revenue funds and may only be used for the purpose specified. The remaining unreserved \$18.4 million is in the general fund and includes \$7.2 million set aside for subsequent years' expenditures and \$11.2 million designated by management for use as detailed in Note 3-L.
- The total ending fund balances of governmental funds show a decrease of \$7,400,527. The Open Space and Trails fund and the Road and Bridge funds had significant capital expenditures that resulted in the use of accumulated fund balance of \$1.2 million and \$8.3 million respectively. Improvements to Red Mountain Road totaling \$2.8 million were funded by the Road and Bridge fund and several major open space acquisitions were made by the Open Space and Trails Fund including the Jerome and Grange easements adding close to 5,000 acres of conservation easements to the open space program. The acquisitions in the Open Space and Trails fund resulted in a deficit fund balance of \$1.4 million. Property tax revenues support the programs activities. Property taxes for 2008 are anticipated to collect \$10 million. It is also anticipated that general obligation debt will be issued in 2008. The County has \$23.21 million in existing voter authorization to issue this debt.
- The above financial highlights are explained in more detail in the "financial analysis" section of this document.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis introduces the County's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. Supplemental information such as combining fund statements and budget-to-actual comparisons appear after the basic financial statements and complete the financial section of the report. The financial section is then followed by a statistical section.

Government-wide Financial Statements

The County's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the County's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector utilizing in accrual accounting and elimination or reclassification of activities between funds.

The *Statement of Net Assets* is the government-wide statement of position presenting information that includes all of the County's assets and liabilities, with the difference reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County as a whole is improving or deteriorating. Evaluation of the overall financial health of the County would extend to other factors such as diversification of the taxpayer base or the condition of County infrastructure, in addition to the financial information provided in this report.

The *Statement of Activities* reports how the County's net assets changed during the current calendar year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the County's distinct activities or functions on revenues provided by the County's taxpayers.

Both government-wide financial statements distinguish governmental activities of the County, that are principally supported by taxes, from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include primarily general government, public safety, public works, and health and welfare. Business-type activities include the airport and the solid waste center (landfill and recycling).

The government-wide financial statements are presented on pages 18 & 21 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The County uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the County's most significant funds rather than the County as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

The County has three types of funds:

Governmental funds are reported in the fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different in that these statements report short-term calendar-year accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the differences between these two perspectives.

The basic governmental fund financial statements are presented on pages 22 through 25 of this report.

Proprietary funds are reported in the fund financial statements and generally report services for which the County charges customers a fee. The two County proprietary funds are classified as enterprise funds and encompass the same functions reported as business-type activities in the government-wide statements: airport and solid waste center.

The basic enterprise fund financial statements are presented on pages 26 through 29 of this report.

Fiduciary funds are reported only in the fund financial statements and include the County employees' retirement plan and agency funds for which the County has stewardship responsibility. Fiduciary funds are not included in the government-wide financial statements because the resources of these funds are not available to support the County's operations.

Notes to the Basic Financial Statements

The accompanying notes to the basic financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 36 of this report.

Required and Other Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information to demonstrate compliance with the County's adopted and final revised budget. Budgetary comparison statements are included as "required supplementary information," beginning on page 61, for the general fund and the three major special revenue funds. Budgetary comparison schedules for all other governmental funds can be found under "other supplementary information" along with other combining and individual fund statements and schedules.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

The County implemented the new financial reporting model used in this report beginning with the fiscal year ended December 31, 2003. Over time, as year-to-year financial information is accumulated on a consistent basis, changes in net assets may be observed and used to discuss the changing financial position of the County as a whole.

Net Assets

The County's net assets at calendar year-end are \$227,387,168. The County reported positive balances in net assets for both governmental and business-type activities. Total net assets are comprised of the following:

- (1) Capital assets, net of related debt, of \$175,819,925 include property and equipment, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of capital assets.
- (2) Net assets of \$36,493,868 are restricted to use for the following purposes by constraints imposed from outside the County such as debt covenants, grant conditions, laws, or voter-approved funding:

Open Space and Trails	\$ 124,702
Transportation	14,271,354
Airport	6,349,656
Affordable Housing	7,753,510

December 31, 2007

Highway 82 Improvements	663,633
Debt Service	482,170
Statutory Reserve for Emergencies	1,439,952
Ambulance Service	1,148,965
Other program purposes	4,259,926

- (3) Unrestricted net assets of \$15,073,375 represent the portion available to maintain the County's general obligations to citizens and creditors of which \$3,849,070 is held by business-type activities and \$11,224,305 is held in governmental activities.

The following table provides a summary of the County's net assets:

	Summary of Net Assets					
	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Assets:						
Current assets	\$ 74,860,045	\$ 74,095,477	\$ 14,166,118	\$ 12,856,549	\$ 89,026,163	\$ 86,952,026
Restricted and other assets	324,901	5,937,905	-	-	324,901	5,937,905
Noncurrent assets	123,859,743	104,564,749	75,474,771	64,215,298	199,334,514	168,780,047
Total assets	199,044,689	184,598,131	89,640,889	77,071,847	288,685,578	261,669,978
Liabilities						
Current liabilities	27,399,139	25,135,077	1,356,859	1,684,731	28,755,998	26,819,808
Long-term liabilities	27,779,139	29,035,496	4,763,273	4,795,573	32,542,412	33,831,069
Total Liabilities	55,178,278	54,170,573	6,120,132	6,480,304	61,298,410	60,650,877
Net assets:						
Invested in capital assets, net of debt	102,497,894	74,991,785	73,322,031	61,778,381	175,819,925	136,770,166
Restricted	30,144,212	36,545,716	6,349,656	6,067,769	36,493,868	42,613,485
Unrestricted	11,224,305	18,890,057	3,849,070	2,745,393	15,073,375	21,635,450
Total net assets	\$ 143,866,411	\$ 130,427,558	\$ 83,520,757	\$ 70,591,543	\$ 227,387,168	\$ 201,019,101

The County maintains a high current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities is 2.7 to 1 and 10.4 to 1 for business-type activities. For the County overall, the current ratio is 3.1 to 1.

Note that approximately 73% of the governmental activities' net assets are tied up in capital net of related debt. The County uses these capital assets to provide services to its citizens. However, with business-type activities, the County has spent approximately 88% of its net assets on capital. Capital assets in the business-type activities not only provide services, but they also generate revenues. Capital assets comprise 77% of the County's total net assets.

Changes in Net Assets

Net assets increased by \$13,438,853 for governmental activities and by \$12,929,214 for business-type activities. Acquisition of capital assets accounts for the majority of this increase for both the governmental and business-type activities. Significant open space acquisitions occurred in the governmental funds and the rehabilitation of the runway explains the increase of net assets in the business-type activities. The County's overall financial position improved during calendar year 2007.

The following table provides a summary of the County's changes in net assets:

Summary of Changes in Net Assets

	Governmental Activities		Business-type Activities	
	2007	2006	2007	2006
Revenues:				
Program:				
Charges for services	\$ 9,121,901	\$ 8,913,243	\$ 10,885,721	\$ 10,676,294
Operating grants	2,683,108	2,650,434	719,838	171,497
Capital grants	1,470,619	2,947,277	12,437,396	6,565,476
General:				
Taxes	34,925,248	33,162,718	-	-
Investment earnings	3,014,757	2,788,012	611,004	474,719
Total revenues	51,215,633	50,461,684	24,653,959	17,887,986
Program Expenses:				
General government	8,160,025	10,292,549	-	-
Public safety	7,215,619	6,135,841	-	-
Public works	16,778,835	14,467,249	-	-
Health and welfare	3,198,700	2,700,256	-	-
Culture and recreation	1,110,754	2,063,649	-	-
Conservation	13,812	23,677	-	-
Housing and development	195,534	184,119	-	-
Interest and other debt items	1,373,501	1,442,425	-	-
Airport	-	-	7,098,923	6,212,291
Solid waste	-	-	4,355,822	4,073,353
Total expenses	38,046,780	37,309,765	11,454,745	10,285,644
Excess (deficiency)	13,168,853	13,151,919	13,199,214	7,602,342
Transfers	270,000	270,000	(270,000)	(270,000)
Change in net assets	13,438,853	13,421,919	12,929,214	7,332,342
Beginning net assets	130,427,558	117,005,639	70,591,543	63,259,201
Ending net assets	\$ 143,866,411	\$ 130,427,558	\$ 83,520,757	\$ 70,591,543

Governmental Revenues

Program revenues cover only 35% of governmental operating expenses. This means that the County's taxpayers and other general governmental revenues fund 65% of the governmental activities. The County relies primarily on sales and property taxes to support governmental operations and capital. Sales and use taxes provided \$19.2 million or 37.5% of the County's total governmental revenues. Property taxes are the second largest revenue source totaling \$15.0 million or 29.3% of the total governmental revenues. Much of the sales and use tax is restricted to use for mass transit and much of the property tax is restricted to open space and trails. The general fund and road and bridge funds retain about 35% of these two revenue sources totaling \$12.3 million. Because of the County's healthy financial position, it was also able to earn \$3.0 million of investment income to support governmental activities.

Governmental Functional Expenses

The public works, general government and public safety functions make up approximately 84.5% of the total governmental activities expenses. Public works totals 44% of total governmental expenses with 20.3% from the county road and bridge fund (including depreciation of approximately \$1.4 million), 78% going to transportation needs of the County and 1.7% to TV/FM translators. General government, which includes the County's administrative and community development costs as well as numerous service agencies, totaled 21% of the total governmental expenses. Finally, public safety accounted for approximately 19% of the total costs.

The following table presents the cost of each of the County's programs, including the net costs (i.e., total cost less revenues generated by the activities). The net costs illustrate the financial burden placed on the County's taxpayers by each of these functions. After reducing gross expenses by program revenues, note that general government's percentage declines from 21% to 14% of total net expenses. The public works function's net costs increase to 58%, however, because this function does not generate substantial program revenues.

	Governmental Activities			
	Total Cost of Services	% of Total	Net Cost of Services	% of Total
General government	\$ 8,160,025	21.4%	\$ 3,454,859	13.9%
Public safety	7,215,619	19.0%	5,143,360	20.8%
Public works	16,778,835	44.1%	14,399,309	58.1%
Health and welfare	3,198,700	8.4%	2,318,293	9.4%
Culture and recreation	1,110,754	2.9%	(547,779)	-2.2%
Conservation	13,812	0.0%	(43,649)	-0.2%
Housing and development	195,534	0.5%	(1,326,742)	-5.4%
Interest and other debt items	1,373,501	3.6%	1,373,501	5.5%
Total	\$ 38,046,780	100%	\$ 24,771,152	100%

Business-Type Activities

The primary major enterprise fund is the County's airport. The operating revenues for this fund declined 3% from 2006 and operating expenses increased 14.1% from 2006. Operating revenues declined because the airport was closed for two months in the spring of 2007 for the reconstruction of the runway. The major increases in operating expenses were due to higher depreciation expense as the result of the new runway improvements and infrastructure due to the runway improvements and purchased services increased due to increased maintenance to road and parking lots and buildings. This fund reported an operating loss of approximately \$1 million with a \$11.4 million increase in net assets after adding non-operating items and capital contributions. The airport successfully completed the \$11 million runway improvement project and is planning for the terminal expansion to occur in 2028.

The operating income for the Solid Waste Center fund showed a net operating income of \$1.5 million, which was \$155,000 over the net income in 2006. Both revenues and expenses in the fund increased modestly. The landfill ran a pilot program to separate and grind construction material before it goes into the landfill to reduce the volume of waste to add to the lifespan of the landfill.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Governmental Funds

Pitkin County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As described earlier, the County's governmental funds provide information on short-term inflows and outflows, as well as what remains for future spending. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements.

The general, road and bridge, transportation sales and use tax, and open space and trails funds are the County's four major governmental funds.

General Fund

The general fund is the County's primary operating fund and accounts for all transactions not accounted for in other funds. It accounts for many of the County's core services, such as law enforcement, planning, clerk and recorder and elections, buildings and general administrative functions. As the County's major operating fund, the general fund accounts for ordinary operating expenditures financed primarily by property taxes, sales taxes and charges for services.

The County's general fund remained in a strong position with total fund balance of \$25.8 million in 2007 that includes a contingency fund balance of \$4 million. Unreserved fund balance of \$18.4 million also includes \$6.0 million to plan and fund future building needs, \$3.5 million designated to complete projects begun in 2007 but not completed and \$3 million to fund other discretionary projects or add to the building contingency fund. The remaining unreserved fund balance is designated for other uses as detailed in Note 3-L. General fund balance increased only \$93,000 in 2007 due to large capital expenditures. The original budget anticipated a decrease of \$208,000 and the final budget anticipated a decrease of \$4.4 million.

The following table summarizes ending fund balance in the general fund over the last five years.

Historical Fund Balance - General Fund
(expressed in millions)

Year	General Fund		Total Fund Balance	Unreserved Fund Balance		Contingency Fund Balance	
	Revenues			Amount	% of Revenues	Amount	% of Revenues
2003	\$ 14.3	\$ 15.5	\$ 9.9	69%	\$ 4.0	28%	
2004	15.7	14.7	12.1	77%	4.0	25%	
2005	18.8	21.2	12.4	66%	4.0	21%	
2006	18.7	25.7	19.5	104%	4.0	21%	
2007	19.3	25.8	18.4	95%	4.0	21%	

Road and Bridge Fund

The road and bridge fund accounts for monies generated by property taxes, road impact fees, and other sources and expended for road repair and maintenance and capital improvements. In addition, the general fund allocated general sales taxes of \$2.3 million to the road and bridge fund to support operations, repair and construction activities. Approximately \$663,000 of the \$2.3 million fund balance is from a dedicated use tax that sunsetted in 1999 and is dedicated to fund improvements to State Highway 82.

Transportation Sales and Use Tax Fund

The transportation sales and use tax fund collects taxes that help support the Roaring Fork Transportation Authority (RFTA) and other transit needs. The 1% County wide transportation sales tax is distributed to RFTA, the City of Aspen and the Town of Snowmass Village. A ½% transportation sales and use tax is also maintained in this fund. This fund has an ending fund balance of \$14.6 million which is entirely from the proceeds of the ½ % sales and use tax and can only be used for transit projects. During 2007, this fund contributed to engineering services for the entrance to Aspen Project to design and build a dedicated bus lane from Buttermilk to the road-about to improve public transportation traffic flow during peak hours. The voters approved this plan at the November election and the project will be built in 2008.

Open Space and Trails Fund

The fund balance of the open space and trails fund is dedicated 75% to open space acquisition, 14% to trails improvements and 11% to property maintenance, so the fund balance of this fund fluctuates depending on the capital acquisitions made in any year. At year-end, the fund balance for this fund showed a deficit of \$1.4 million. The voters have authorized the issuance of general obligation debt, however, management felt that it would be more efficient to issue the debt in 2008 or 2009 after more acquisitions had occurred since the cost of issuance is so high. A resolution has been passed to allow repayment to the fund when the debt is issued and property tax receipts will cover the deficit until the bonds are issued. Significant land acquisitions that occurred in 2007 included the acquisition of Jerome Park conservation easement (\$10 million) and the Grange conservation easement (\$2.8 ,million). In addition, acquisitions for the Last Chance, Jenson, Wilkinson, Redstone Power house and Timroth conservations easements were also made. As a result, the Open Space and Trails fund added over 5,000 of acres of open space to its inventory

Proprietary Funds

The proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status. Therefore, the analysis is presented above under business-type activities.

Fiduciary Funds – Retirement Fund

The County withdrew from Social Security and the Colorado County Officials and Employees Retirement Association in 1983 and formed a replacement retirement plan, the Pitkin County Public Employees Retirement Plan (PCPERP). The retirement plan offers employees four model-portfolio and thirteen mutual fund investment choices. The portfolio options are comprised of a diversified mix of the mutual funds, selected to meet the objectives of each option. Charles Schwab Trust Company acts as the custodian for these investments. PCPERP is a defined contribution plan, and consequently there are no unfunded liabilities. The following table lists the allocation of investments for each portfolio option and the annual investment return.

Asset Allocation	Model Portfolio Investment Options			
	Conservative Growth	Moderate Growth	Growth	Aggressive Growth
Core Bond Fund	60%	40%	20%	50%
Large Cap Stock Funds	20%	30%	40%	10%
Mid Cap Stock funds	4%	6%	8%	10%
Small cap Stock Funds	4%	6%	8%	30%
Foreign Sock Funds	12%	18%	24%	
2007 annual investment return	9.0%	9.9%	10.7%	11.7%

GENERAL FUND BUDGETARY HIGHLIGHTS

In December 2006, the Board of County Commissioners appropriated \$19.1 million for 2007 general fund expenditures. The general fund budget was amended two additional times. The final budget anticipated an decrease of \$4.4 million to the general fund balance.

2006 General Fund Budget

	Original Budget	Amendments	Final Budget
Revenue and other financing sources	\$ 19,321,835	\$ 652,359	\$ 19,974,194
Expenditures and other financing uses	<u>19,529,919</u>	<u>4,815,348</u>	<u>24,345,267</u>
	\$ (208,084)	\$ (4,162,989)	\$ (4,371,073)

Mid year budget amendments included:

- Carry-forward of projects begun in 2006 netted to \$3.3 million of expenditures. The 2006 budget provided the funding for these projects. Significant projects included in this resolution are the installation of an e-recording system for the clerks office (\$133,300), a transfer of sales tax revenue to cover road and bridge projects (\$395,000), attorneys litigation pool (\$168,000), improvements for network closets in the courthouse and Jail (\$210,500), web improvement planning (\$94,800), the technology funding pool (\$890,000), future facilities planning (\$48,730), property research (\$38,066), various projects related to the senior services program (\$65,243), consulting to evaluate ground water quality (\$50,000) roof replacement for the health and human services building (\$264,500) various master plans, long range planning and software application for the community development department (\$463,000). The balance represents projects under \$30,000 for various projects in multiple departments of the general fund.
- A year-end supplemental adjusted the budget for several projects approved during the year. These projects included funding a stabilization/restoration project for the Redstone coke oven, an additional office assistant for the clerks office to assist with elections, funding for a joint planning process with the City of Aspen for additional office space, renovation of the Senior center reception area, roof replacement for the jail, a contribution to the Thrift Shops capital campaign fund, funding law enforcement software that will be used by dispatch communications and all local police and fire districts. In addition a \$500,000 grant was received by the state to assist with the upgrade to the communications tower used by law enforcement.

The final budget assumed a use of fund balance totaling \$4.4 million, however the revenues exceeded expenditures in the General Fund by \$93,000. The budgets for projects begun but not completed in 2007 will be appropriated in 2008 totaling \$3.46 million accounts for the majority of this difference. In addition, there were several revenue line items that exceeded the budget amount. These included interest income (\$480,000), treasurer's fees (\$256,000), and planning and building inspection fees (\$407,000). Actual expenditures in salaries and benefits were \$829,000 less than anticipated. The budget anticipated the sale of a property that did not occur resulting in a revenue shortfall of \$2.5 million.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets, net of accumulated depreciation, for governmental and business-type activities as of December 31, 2007, was \$123,704,427 and \$75,474,771 respectively. The net investment increased by 18.5% for governmental activities and 17.5% for business-type activities. The overall increase was 18.1% for the County as a whole. See Note 3-F for additional information about changes in capital assets during the calendar year and outstanding at the end of the year. The following table provides a summary of capital asset activity.

	Capital Assets					
	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Non-depreciable assets:						
Land	\$ 80,855,594	\$ 62,214,389	\$ 10,530,840	\$ 10,530,840	\$ 91,386,434	\$ 72,745,229
Construction in progress	7,659,721	8,683,599	40,926,096	28,189,694	48,585,817	36,873,293
Total non-depreciable	88,515,315	70,897,988	51,456,936	38,720,534	139,972,251	109,618,522
Depreciable assets:						
Buildings	23,835,477	23,805,412	7,787,721	7,463,931	31,623,198	31,269,343
Improvements other than buildings	1,341,918	1,341,918	33,020,112	32,040,931	34,362,030	33,382,849
Machinery and equipment	10,041,146	9,430,990	7,515,037	7,423,515	17,556,183	16,854,505
Infrastructure	37,365,865	33,642,654	-	-	37,365,865	33,642,654
Total depreciable assets	72,584,406	68,220,974	48,322,870	46,928,377	120,907,276	115,149,351
Less accumulated depreciation	37,395,294	34,716,085	24,305,035	21,433,613	61,700,329	56,149,698
Book value - depreciable assets	35,189,112	33,504,889	24,017,835	25,494,764	59,206,947	58,999,653
Percentage depreciated	48%	49%	50%	54%	49%	51%
Book value - all assets	\$ 123,704,427	\$ 104,402,877	\$ 75,474,771	\$ 64,215,298	\$ 199,179,198	\$ 168,618,175

At December 31, 2007, the depreciable capital assets for governmental activities were 48% depreciated compared to 49% at December 31, 2006. This comparison indicates that the County is replacing its assets at approximately the same rate as they are depreciating, which is a positive indicator. However, more than half the value of the assets have been used which indicates that the County needs to continue planning its replacement of capital assets.

The major additions to the governmental assets included the several open space acquisitions of Jerome Park, Grange Ranch, Tasker/Craig, Jensen, Last Chance and Wilkinson easement (\$14.2 million), road improvements to Red Mountain Road (\$2.8 million), the final payment for the acquisition of the Courthouse plaza building (\$2.3 million), acquisition of law enforcement software \$451,000, and remodel of the health and human services and senior services reception areas. The airport closed for two months in 2007 and completely reconstructed the runway. This \$11 million project was 95% funded with FAA grants.

For the County's business type activities, the asset values were 54% depreciated at December 31, 2006 and 50% at December 31, 2007. The airport has begun making runway and other safety improvements as outlined by its master plan which was updated in 2003. These improvements will be completed over the next several years.

Long-term Debt

At the end of the calendar year, the County had lease certificates of participation totaling \$1,195,000, general obligation bonds and notes of \$21,731,692 and sales tax revenue bonds totaling \$6,670,000 outstanding. The airport has a low-interest loan from the State with an outstanding balance of \$2,152,740. Citing the County's strong financial position, Moody's Investor Service upgraded the County's general obligation bond rating to Aa2 from Aa3 in 2006 and upgraded the sales tax revenue bond rating to A+ from A.

Outstanding Borrowings

	Governmental Activities		Business-type Activities		Totals		% Change
	2007	2006	2007	2006	2007	2006	
Lease COPs	\$ 1,195,000	\$ 1,460,000	\$ -	\$ -	\$ 1,195,000	\$ 1,460,000	-18%
General obligation bonds	20,731,692	21,510,000	-	-	20,731,692	21,510,000	-4%
Revenue bonds and loans	6,670,000	7,295,000	2,152,740	2,436,917	8,822,740	9,731,917	-9%
Landfill closure and postclosure care	-	-	2,772,779	2,642,833	2,772,779	2,642,833	5%
Claims	702,199	780,281	-	-	702,199	780,281	-10%
Compensated absences	1,081,205	908,966	163,206	153,330	1,244,411	1,062,296	17%
Total	<u>\$ 30,380,096</u>	<u>\$ 31,954,247</u>	<u>\$ 5,088,725</u>	<u>\$ 5,233,080</u>	<u>\$ 35,468,821</u>	<u>\$ 37,187,327</u>	-5%

See Note 3-I for additional information about the County's long-term debt. We discuss the landfill closure and postclosure care liability in Note 3-J.

Contacting the County's Financial Management

This financial report is designed to provide a general overview of the County's finances, comply with finance-related laws and regulations, and demonstrate the County's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the County's Finance Director at 530 East Main Street, Suite 201, Aspen, Colorado or by telephone at (970) 920-5229.

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BASIC FINANCIAL STATEMENTS

Pitkin County, Colorado
Statement of Net Assets
December 31, 2007

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets				
Current Assets				
Equity in pooled cash and investments	\$ 46,477,809	\$ 12,722,414	\$ 59,200,223	\$ 956,578
Other cash and investments	-	-	-	4,877,778
Receivables:				
Accounts	2,291,822	817,140	3,108,962	64,523
Property taxes	18,417,355	-	18,417,355	2,822,379
Sales taxes	1,984,646	-	1,984,646	-
Intergovernmental	3,828,902	626,564	4,455,466	-
Notes	1,859,511	-	1,859,511	-
Restricted and other assets				
Equity in pooled cash and investments	159,026	-	159,026	-
Other cash and investments	165,875	-	165,875	-
Total Current Assets	75,184,946	14,166,118	89,351,064	8,721,258
Noncurrent Assets				
Nondepreciable capital assets	88,515,315	51,456,936	139,972,251	306,534
Depreciable capital assets, net	35,189,112	24,017,835	59,206,947	5,317,357
Unamortized bond issuance costs	155,316	-	155,316	-
Total Noncurrent Assets	123,859,743	75,474,771	199,334,514	5,623,891
Total Assets	199,044,689	89,640,889	288,685,578	14,345,149
Liabilities				
Current Liabilities				
Accounts payable	3,313,475	877,775	4,191,250	67,825
Contracts payable	66,998	85,164	152,162	-
Accrued liabilities	548,266	41,343	589,609	1,735
Intergovernmental payable	2,704,941	-	2,704,941	326
Accrued interest payable	149,191	-	149,191	-
Deposits	247,852	27,045	274,897	-
Unearned revenue	18,425,926	-	18,425,926	2,822,379
Claims payable	280,880	-	280,880	-
Compensated absences payable	216,241	32,657	248,898	16,617
General obligation bonds payable	815,369	-	815,369	-
Revenue bonds and notes payable	350,000	292,875	642,875	-
Lease certificates of participation	280,000	-	280,000	-
Total Current Liabilities	27,399,139	1,356,859	28,755,998	2,908,882
Long-Term Liabilities:				
Closure and postclosure care obligations	-	2,772,779	2,772,779	-
Claims payable (net of current portion)	421,319	-	421,319	-
Compensated absences payable (net of current portion)	864,964	130,629	995,593	66,468
General obligation bonds payable (net of current portion)	19,257,856	-	19,257,856	-
Revenue bonds and notes payable (net of current portion)	6,320,000	1,859,865	8,179,865	-
Lease certificates of participation (net of current portion)	915,000	-	915,000	-
Total Long-Term Liabilities	27,779,139	4,763,273	32,542,412	66,468
Total Liabilities	55,178,278	6,120,132	61,298,410	2,975,350
Net Assets				
Invested in capital assets, net of related debt	102,497,894	73,322,031	175,819,925	5,623,891
Restricted for:				
Open space	124,702	-	124,702	-
Transportation	14,271,354	-	14,271,354	-
Affordable housing	7,753,510	-	7,753,510	-
Highway 82 construction	663,633	-	663,633	-
Statutory reserve for emergencies	1,439,952	-	1,439,952	106,148
Debt service	482,170	-	482,170	-
Ambulance District	1,148,965	-	1,148,965	-
Airport	-	6,349,656	6,349,656	-
Other program purposes	4,259,926	-	4,259,926	4,877,778
Unrestricted	11,224,305	3,849,070	15,073,375	761,982
Total Net Assets	\$ 143,866,411	\$ 83,520,757	\$ 227,387,168	\$ 11,369,799

See accompanying notes to the basic financial statements

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Pitkin County, Colorado
Statement of Activities
For the Year Ended December 31, 2007

Functions/Programs	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants, Contributions and Interest	Capital Grants and Contributions
Primary Government				
Governmental Activities				
General government	\$ 8,160,025	\$ 4,080,854	\$ 624,312	\$ -
Public safety	7,215,619	1,894,897	177,362	-
Public works	16,778,835	510,097	1,399,910	469,519
Health and welfare	3,198,700	456,344	424,063	-
Culture and recreation	1,110,754	657,433	-	1,001,100
Conservation of natural resources	13,812	-	57,461	-
Housing and development	195,534	1,522,276	-	-
Interest	1,373,501	-	-	-
Total Governmental Activities	38,046,780	9,121,901	2,683,108	1,470,619
Business-Type Activities:				
Airport	7,098,923	5,046,710	719,838	12,437,396
Solid Waste Center	4,355,822	5,839,011	-	-
Total Business-Type Activities	11,454,745	10,885,721	719,838	12,437,396
Total - Primary Government	\$ 49,501,525	\$ 20,007,622	\$ 3,402,946	\$ 13,908,015
Component Units				
Emergency Telephone Authority	168,889	370,512	-	-
Pitkin County Library District	2,758,586	8,361	60,061	-
Total - Component Units	\$ 2,927,475	\$ 378,873	\$ 60,061	\$ -
General Revenues				
Property taxes levied for:				
General government purposes				
Debt service				
Sales taxes				
Other taxes				
Investment earnings				
Total General Revenues				
Transfers				
Total General Revenues and Transfers				
Change in Net Assets				
Net Assets Beginning of Year				
Net Assets End of Year				

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Assets			
Primary Government			
Governmental Activities	Business-Type Activities	Total	Component Units
\$ (3,454,859)	\$ -	\$ (3,454,859)	\$ -
(5,143,360)	-	(5,143,360)	-
(14,399,309)	-	(14,399,309)	-
(2,318,293)	-	(2,318,293)	-
547,779	-	547,779	-
43,649	-	43,649	-
1,326,742	-	1,326,742	-
(1,373,501)	-	(1,373,501)	-
(24,771,152)	-	(24,771,152)	-
-	11,105,021	11,105,021	-
-	1,483,189	1,483,189	-
-	12,588,210	12,588,210	-
(24,771,152)	12,588,210	(12,182,942)	-
-	-	-	201,623
-	-	-	(2,690,164)
-	-	-	(2,488,541)
14,572,139	-	14,572,139	2,484,095
430,048	-	430,048	-
19,215,296	-	19,215,296	-
707,765	-	707,765	117,104
3,014,757	611,004	3,625,761	536,040
37,940,005	611,004	38,551,009	3,137,239
270,000	(270,000)	-	-
38,210,005	341,004	38,551,009	3,137,239
13,438,853	12,929,214	26,368,067	648,698
130,427,558	70,591,543	201,019,101	10,721,101
\$ 143,866,411	\$ 83,520,757	\$ 227,387,168	\$ 11,369,799

Pitkin County, Colorado
Balance Sheet
Governmental Funds
December 31, 2007

	<u>General</u>	<u>Road and Bridge</u>	<u>Transportation Sales and Use Tax</u>	<u>Open Space and Trails</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets						
Equity in pooled cash and investments	23,370,890	2,422,126	14,673,088	\$ -	\$ 6,011,705	\$ 46,477,809
Receivables:						
Accounts	2,171,617	30,004	90,201	-	-	2,291,822
Property taxes	5,101,563	373,551	-	10,244,027	2,698,214	18,417,355
Sales taxes	-	-	1,821,945	-	162,701	1,984,646
Intergovernmental	2,874,695	857,269	-	-	96,938	3,828,902
Due from other funds	1,125,362	-	-	-	-	1,125,362
Other	44,511	-	-	1,815,000	-	1,859,511
Restricted cash and investments						
Equity in pooled cash and investments	-	-	-	-	159,026	159,026
Other cash and investments	165,875	-	-	-	-	165,875
Total Assets	<u>\$ 34,854,513</u>	<u>\$ 3,682,950</u>	<u>\$ 16,585,234</u>	<u>\$ 12,059,027</u>	<u>\$ 9,128,584</u>	<u>\$ 76,310,308</u>
Liabilities and Fund Balances						
Liabilities						
Accounts payable	2,129,282	514,721	\$ 525,870	\$ 83,288	\$ 60,314	\$ 3,313,475
Contracts payable	15,923	35,331	-	15,744	-	66,998
Accrued liabilities	537,479	10,282	-	505	-	548,266
Intergovernmental payable	1,080,935	1,106	1,423,117	175,600	24,183	2,704,941
Due to other funds	-	-	-	1,125,362	-	1,125,362
Funds held in trust	208,552	39,300	-	-	-	247,852
Deferred revenue	5,110,134	373,551	-	12,059,027	2,698,214	20,240,926
Total Liabilities	<u>9,082,305</u>	<u>974,291</u>	<u>1,948,987</u>	<u>13,459,526</u>	<u>2,782,711</u>	<u>28,247,820</u>
Fund Balances						
Reserved for:						
Debt service	140,813	-	-	-	490,548	631,361
Program purposes	7,247,304	-	364,893	269,444	115,440	7,997,081
Unreserved:						
Designated:						
For subsequent years expenditures						
General fund	648,099	-	-	-	-	648,099
Special revenue funds	-	142,724	-	-	104,021	246,745
For other purposes						
General fund	17,735,992	-	-	-	-	17,735,992
Special revenue funds	-	663,633	-	-	-	663,633
Undesignated, reported in:						
Special revenue funds	-	1,902,302	14,271,354	(1,669,943)	5,635,864	20,139,577
Total Fund Balances	<u>25,772,208</u>	<u>2,708,659</u>	<u>14,636,247</u>	<u>(1,400,499)</u>	<u>6,345,873</u>	<u>48,062,488</u>
Total Liabilities and Fund Balances	<u>\$ 34,854,513</u>	<u>\$ 3,682,950</u>	<u>\$ 16,585,234</u>	<u>\$ 12,059,027</u>	<u>\$ 9,128,584</u>	<u>\$ 76,310,308</u>

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Assets
December 31, 2007

Total Governmental Fund Balances	\$	48,062,488
 Amounts reported for governmental activities in the statement of net assets are different because:		
 Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. However, in the statement of net assets, the cost of these assets are capitalized and expensed over their estimated lives through annual depreciation expense.		
Cost of capital assets	\$ 161,099,721	
Less accumulated depreciation	<u>(37,395,294)</u>	123,704,427
 Bond premiums, discounts, refunding and issuance costs are reported as expenditures in the fund financial statements but are capitalized on the government-wide statement of net assets.		
		813,783
 Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.		
		1,815,000
 Liabilities not due and payable in the current period and therefore are not reported in the funds:		
Accrued interest	\$ (149,191)	
Lease certificates of participation	(1,195,000)	
Sales tax revenue bonds	(6,670,000)	
General obligation bonds	(20,670,000)	
Special assessment bonds payable	(61,692)	
Claims	(702,199)	
Compensated absences	<u>(1,081,205)</u>	<u>(30,529,287)</u>
 Net Assets of Governmental Activities	 \$	 <u>143,866,411</u>

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2007

	General	Road and Bridge	Transportation Sales and Use Tax	Open Space and Trails	Other Governmental Funds	Total Governmental Funds
Revenues						
Taxes	\$ 9,568,442	\$ 2,686,676	\$ 11,362,470	\$ 7,594,039	\$ 3,713,621	\$ 34,925,248
Intergovernmental	1,310,871	1,869,429	-	751,100	388,610	4,320,010
Licenses and permits	990,259	13,530	-	3,198	-	1,006,987
Charges for services	4,789,260	3,585	-	335,188	1,198,591	6,326,624
Fines and forfeitures	8,554	-	-	700	-	9,254
Investment earnings	1,429,284	159,536	800,374	274,004	351,559	3,014,757
Miscellaneous	1,247,822	334,243	270	29,917	500	1,612,752
Total Revenues	19,344,492	5,066,999	12,163,114	8,988,146	5,652,881	51,215,632
Expenditures						
Current:						
General government	9,948,033	-	-	-	-	9,948,033
Public safety	6,757,492	-	-	-	423,745	7,181,237
Public works	201,823	6,246,302	11,936,781	-	449,278	18,834,184
Health and welfare	2,349,622	-	-	-	1,266,352	3,615,974
Culture and recreation	63,407	-	-	16,049,158	122,200	16,234,765
Housing and development	195,534	-	-	-	-	195,534
Debt Service:						
Principal retirement	-	-	-	405,000	1,263,308	1,668,308
Interest and fiscal charges	-	-	-	810,265	526,915	1,337,180
Total Expenditures	19,515,911	6,246,302	11,936,781	17,264,423	4,051,798	59,015,215
Excess (Deficiency) of Revenues Over (Under) Expenditures	(171,419)	(1,179,303)	226,333	(8,276,277)	1,601,083	(7,799,583)
Other Financing Sources (Uses)						
Sale of capital assets	41,080	74,076	-	6,500	7,400	129,056
Transfers in	626,410	-	-	69,000	334,168	1,029,578
Transfers out	(403,168)	-	-	-	(356,410)	(759,578)
Total Other Financing Sources (Uses)	264,322	74,076	-	75,500	(14,842)	399,056
Net Change in Fund Balances	92,903	(1,105,227)	226,333	(8,200,777)	1,586,241	(7,400,527)
Fund Balances Beginning of Year	25,679,305	3,813,886	14,409,914	6,800,278	4,759,632	55,463,015
Fund Balances End of Year	\$ 25,772,208	\$ 2,708,659	\$ 14,636,247	\$ (1,400,499)	\$ 6,345,873	\$ 48,062,488

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2007

Net Change In Fund Balances - Total Governmental Funds		\$ (7,400,527)
 Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures, however, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which the capitalized capital outlay exceeded depreciation expense in the current period.		
Depreciation expense	\$ (3,339,540)	
Capital outlay (Net of donated and transferred assets)	23,320,099	19,980,559
Elimination of transfers between governmental funds:		
Transfers in	\$ (759,578)	
Transfers out	759,578	-
Book value of capital assets disposed of and reported on the statement of activities but not reported in the governmental funds.		(679,009)
Accrued interest expense reported in the statement of activities does not require the use of current financial resources and therefore is not reported as expenditures in governmental funds.		
Liability @ 12/31/07	\$ (149,191)	
Liability @ 12/31/06	152,995	3,804
Repayment of general obligation debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		1,668,308
Amortization of bond issuance costs, bond premiums and refunding deferral on the government-wide statement of activities but not reported on the fund financial reporting level.		(40,125)
Compensated absences and claims reported in the statement of activities, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
Liability @ 12/31/07	\$ (1,783,404)	
Liability @ 12/31/06	1,689,247	(94,157)
Change In Net Assets of Governmental Activities		\$ 13,438,853

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Statement of Net Assets
Proprietary Funds
December 31, 2007

	Business-type Activities -		
	Enterprise Funds		
	Airport	Solid Waste Center	Total
Assets			
Current Assets:			
Equity in pooled cash and investments	\$ 6,197,999	\$ 6,524,415	\$ 12,722,414
Receivables:			
Accounts	435,154	381,986	817,140
Intergovernmental	626,564	-	626,564
Total Current Assets	7,259,717	6,906,401	14,166,118
Noncurrent Assets:			
Capital Assets:			
Non-depreciable capital assets	51,143,137	313,799	51,456,936
Depreciable capital assets, net	21,858,715	2,159,120	24,017,835
Total Noncurrent Assets	73,001,852	2,472,919	75,474,771
Total Assets	80,261,569	9,379,320	89,640,889
Liabilities			
Current Liabilities:			
Accounts payable	642,866	234,909	877,775
Contracts payable	82,164	3,000	85,164
Accrued liabilities	35,982	5,361	41,343
Deposits	27,045	-	27,045
Compensated absences payable	24,401	8,256	32,657
Total Current Liabilities	1,105,333	251,526	1,356,859
Long-Term Liabilities:			
Closure and postclosure care obligations	-	2,772,779	2,772,779
Loans payable (net of current portion)	1,859,865	-	1,859,865
Compensated absences payable (net of current portion)	97,603	33,026	130,629
Total Long-Term Liabilities	1,957,468	2,805,805	4,763,273
Total Liabilities	3,062,801	3,057,331	6,120,132
Net Assets			
Invested in capital assets, net of related debt	70,849,112	2,472,919	73,322,031
Unrestricted	6,349,656	3,849,070	10,198,726
Total Net Assets	\$ 77,198,768	\$ 6,321,989	\$ 83,520,757

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Statement of Revenues,
Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2007

	Business-type Activities - Enterprise Funds		
	Airport	Solid Waste Center	Total
Operating Revenues			
Charges for services	\$ 1,838,431	\$ 5,833,011	\$ 7,671,442
Rents and franchises	3,205,394	-	3,205,394
Miscellaneous	2,885	6,000	8,885
Total Operating Revenues	5,046,710	5,839,011	10,885,721
Operating Expenses			
Personal services	1,679,175	749,661	2,428,836
Purchased services	2,523,505	3,171,393	5,694,898
Materials and supplies	196,007	41,148	237,155
Depreciation	2,608,357	302,918	2,911,275
Amortization	-	129,946	129,946
Total Operating Expenses	7,007,044	4,395,066	11,402,110
Operating Income (Loss)	(1,960,334)	1,443,945	(516,389)
Non-Operating Revenues (Expenses)			
Interest	289,228	321,776	611,004
Intergovernmental	719,838	-	719,838
Interest and fiscal charges	(76,352)	-	(76,352)
Gain (Loss) on disposition of capital assets	(15,527)	39,244	23,717
Total Non-Operating Revenues (Expenses)	917,187	361,020	1,278,207
Income (Loss) Before Capital Contributions and Transfers	(1,043,147)	1,804,965	761,818
Capital contributions	12,437,396	-	12,437,396
Transfers out	-	(270,000)	(270,000)
Change in Net Assets	11,394,249	1,534,965	12,929,214
Net Assets Beginning of Year	65,804,519	4,787,024	70,591,543
Net Assets End of Year	\$ 77,198,768	\$ 6,321,989	\$ 83,520,757

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2007

	Business-type Activities - Enterprise Funds		
	Airport	Solid Waste Center	Total
Cash Flows from Operating Activities			
Cash received from customers	\$ 9,091,772	\$ 5,810,694	\$ 14,902,466
Cash payments to employees for services	(1,679,175)	(786,381)	(2,465,556)
Cash payments for goods and services	(2,869,087)	(3,232,187)	(6,101,274)
Net Cash Provided (Used) by Operating Activities	4,543,510	1,792,126	6,335,636
Cash Flows from Noncapital Financing Activities			
Operating grants received	719,838	-	719,838
Transfers out	-	(270,000)	(270,000)
Net Cash Provided (Used) by Noncapital Financing Activities	719,838	(270,000)	449,838
Cash Flows from Capital and Related Financing Activities			
Principal paid on notes payable	(284,177)	-	(284,177)
Interest paid on notes payable	(76,352)	-	(76,352)
Capital contributions	12,437,396	-	12,437,396
Proceeds from the sale of capital assets	4,280	39,244	43,524
Payments for capital acquisitions	(13,456,349)	(734,206)	(14,190,555)
Net Cash (Used) by Capital and Related Financing Activities	(1,375,202)	(694,962)	(2,070,164)
Cash Flows from Investing Activities			
Net Increase (Decrease) in Cash and Cash Equivalents	4,177,374	1,148,940	5,326,314
Cash and Cash Equivalents Beginning of Year	2,020,625	5,375,475	7,396,100
Cash and Cash Equivalents End of Year	\$ 6,197,999	\$ 6,524,415	\$ 12,722,414

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Statement of Cash Flows (Continued)
Proprietary Funds
For the Year Ended December 31, 2007

	Business-type Activities - Enterprise Funds		
	Airport	Solid Waste Center	Total
Reconciliation of Operating Loss to Net Cash Provided (Used) by Operating Activities			
Operating Income (Loss)	\$ (1,960,334)	\$ 1,443,945	\$ (516,389)
Adjustments:			
Depreciation	2,608,357	302,918	2,911,275
(Increase) Decrease in Assets:			
Accounts receivable	4,045,062	(28,317)	4,016,745
Increase (Decrease) in Liabilities:			
Accounts payable	337,433	(11,453)	325,980
Contracts payable	(366,073)	3,000	(363,073)
Accrued liabilities	(13,578)	(36,720)	(50,298)
Intergovernmental payable	(110,962)	(11,193)	(122,155)
Deposits	3,605	-	3,605
Closure and post closure care obligations	-	129,946	129,946
Net Cash Provided (Used) by Operating Activities	\$ 4,543,510	\$ 1,792,126	\$ 6,335,636

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Statement of Fiduciary Net Assets
Fiduciary Funds
December 31, 2007

	Retirement Trust	Agency
Assets		
Equity in pooled cash and investments	\$ 90,157	\$ 2,876,867
Other cash and investments:		
Mutual funds	19,384,419	-
Receivables:		
Accounts	45,549	-
Employee retirement loans	395,986	-
Total Assets	19,916,111	\$ 2,876,867
Liabilities		
Accounts payable	379,434	\$ -
Accrued liabilities	-	-
Intergovernmental payable	-	605,154
Funds held for others	-	2,271,713
Total Liabilities	\$ 379,434	\$ 2,876,867
Net Assets		
Held in trust for pension benefits	\$ 19,536,677	

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Statement of Changes in Fiduciary Net Assets
Retirement Trust Fund
For the Year Ended December 31, 2007

	2007
Additions	
Employer contributions	\$ 1,459,727
Investment income:	
Dividends and interest	1,966,317
Miscellaneous	-
Total Additions	3,426,044
Deductions	
Benefits to plan members	2,880,271
Administrative expenses	22,073
Total Deductions	2,902,344
Change in Net Assets	523,700
Net Assets Beginning of Year	19,012,977
Net Assets End of Year	\$ 19,536,677

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Combining Statement of Net Assets
Component Units
December 31, 2007

	Pitkin County Library District	Emergency Telephone Authority	Total
Assets			
Current Assets			
Equity in pooled cash and investments	\$ 537,152	\$ 419,426	\$ 956,578
Other cash and investments	4,877,778	-	4,877,778
Receivables:			
Accounts	1,379	63,144	64,523
Property taxes	2,822,379	-	2,822,379
Total Current Assets	8,238,688	482,570	8,721,258
Noncurrent Assets:			
Capital assets:			
Nondepreciable capital assets	144,263	162,271	306,534
Depreciable capital assets, net	5,134,698	182,659	5,317,357
Total Noncurrent Assets	5,278,961	344,930	5,623,891
Total Assets	13,517,649	827,500	14,345,149
Liabilities			
Current Liabilities:			
Accounts payable	66,130	1,695	67,825
Accrued liabilities	1,735	-	1,735
Intergovernmental payable	326	-	326
Deferred revenue	2,822,379	-	2,822,379
Compensated absences (net of current portion)	16,617	-	16,617
Total Current Liabilities	2,907,187	1,695	2,908,882
Compensated absences	66,468	-	66,468
Total Long-term Liabilities	66,468	-	66,468
Total Liabilities	2,973,655	1,695	2,975,350
Net Assets			
Invested in capital assets, net of related debt	5,278,961	344,930	5,623,891
Restricted for:			
Capital projects	4,877,778	-	4,877,778
Statutory reserve for emergencies	94,315	11,833	106,148
Unrestricted	292,940	469,042	761,982
Total Net Assets	\$ 10,543,994	\$ 825,805	\$ 11,369,799

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Combining Statement of Activities
Component Units
For the Year Ended December 31, 2007

	Pitkin County Library District	Emergency Telephone Authority	Total
Expenses			
Public safety	\$ -	\$ 168,889	\$ 168,889
Culture and recreation	2,758,587	-	2,758,587
Total Expenses	<u>2,758,587</u>	<u>168,889</u>	<u>2,927,476</u>
Revenues			
Program revenues:			
Charges for services	8,361	370,512	378,873
Net Program (Expense)	<u>(2,750,226)</u>	<u>201,623</u>	<u>(2,548,603)</u>
General revenues			
Taxes	2,601,200	-	2,601,200
Investment earnings	512,134	23,906	536,040
Miscellaneous	60,061	-	60,061
Total General Revenues	<u>3,173,395</u>	<u>23,906</u>	<u>3,197,301</u>
Change in Net Assets	423,169	225,529	648,698
Net Assets Beginning of Year	<u>10,120,825</u>	<u>600,276</u>	<u>10,721,101</u>
Net Assets End of Year	<u>\$ 10,543,994</u>	<u>\$ 825,805</u>	<u>\$ 11,369,799</u>

See accompanying notes to the basic financial statements

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**NOTES TO THE
BASIC FINANCIAL STATEMENTS**

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Pitkin County, Colorado (the "County") is located approximately 210 miles west of Denver and 120 miles east of Grand Junction in the Colorado Rocky Mountains. The County encompasses 973 square miles, of which approximately 80% is publicly owned and is controlled by the U.S. Forest Service and the Bureau of Land Management. Estimated population of the County is 16,420. Tourism is the primary factor in the County's economy, which is noted for such resort communities as the City of Aspen and Town of Snowmass Village.

Pitkin County was formed in 1881 and subsequently became a home rule county on July 1, 1978. The governing body of the County is the five-member Board of County Commissioners ("the Board"). The County provides the following services directly; general administration, sheriff, jail, coroner, roads and bridges, solid waste landfill and recycling center, airport, TV and FM translators, social and health services, trails and open space. The County provides several additional services through other governmental organizations that are excluded or included in the report according to the reporting entity criteria.

Note 1 - Summary of Significant Accounting Policies

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting. The County also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities at the government-wide financial reporting level and to its enterprise funds at the fund reporting level, provided they do not conflict with or contradict GASB pronouncements.

The most significant of the County's accounting policies are described below.

1-A. Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the County consists of all funds, departments, boards and agencies that are not legally separate from the County. For the County, this entity includes certain elected officials (e.g., the sheriff, assessor and clerk and recorder).

Component units are legally separate organizations for which the County is financially accountable. The County is financially accountable for an organization if the County appoints a voting majority of the organization's governing board and (1) the County is able to significantly influence the programs or services performed or provided by the organizations; or (2) the County is legally entitled to or can otherwise access the organization's resources; the County is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization. Component units also may include organizations that are fiscally dependent on the County in that the County approves the budget, levies their taxes or issues their debt.

The following are the County's blended component units. Separate financial statements are not prepared for the blended component units.

The ***Pitkin County Capital Leasing Corporation*** (the Corporation) is a not-for-profit corporation formed to finance the construction of a fleet maintenance facility, the acquisition of certain buses, and the acquisition of the County's administrative office building, all which are leased back to the County and its component units. The operations of the Corporation are reported as a debt service fund. The acquired capital assets and related long-term debt are reported in the governmental activities column of the government-wide statement of net assets.

The ***Pitkin County Ambulance District*** (the District) exists by virtue of the Pitkin County Home Rule Charter and is governed by the Pitkin County Board of County Commissioners. The District levies property taxes annually and serves the majority of citizens of the County. The operations of the District are reported as a special revenue fund. The District's capital assets are reported in the governmental activities column on the government-wide statement of net assets.

The ***Pitkin County Public Employees Retirement Plan*** (PCPERP) functions for the benefit of the County's employees. PCPERP is governed by a five-member board which consists of the Administrative Services Director, two employees elected by the participants, and two citizens appointed by the Board of County Commissioners. PCPERP is reported as a pension trust fund.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 1 – Summary of Significant Accounting Policies (continued)

1-A. Reporting Entity (continued)

The County has two General Improvement Districts that were formed upon presentation of a petition of the citizens by the proposed district to the Board of County Commissioners under the authorization of Colorado Revised Statutes. After formation of the district, an election was held to approve annual property tax levy on the properties in the District to fund capital improvement or ongoing maintenance, or both, for the roads within the District. The Board of County Commissioners acts as the Board and issues debt for the Districts. The Redstone Ranch Acres and Twining Flats Improvement Districts are reported as special revenue funds in the governmental activities column of the government-wide statement of net assets.

The component unit columns included on the government-wide financial statements identifies the financial data of the County's discretely presented component units. They are reported separately to emphasize that they are legally separate from the County.

A brief description of the discretely presented component units follows. Separate financial statements are not prepared for discretely presented component units.

Emergency Telephone Authority (the Authority) - Colorado revised statutes allow for local governmental agencies to fund emergency telephone services through a surcharge on residential and business telephones. The County and eight other governmental agencies have entered into an intergovernmental agreement to create the Emergency Telephone Authority to provide 911 services to dispatch emergency services. The Authority is included in the financial statements of the County as a discretely presented component because the Board of County Commissioners approves the Authority's budget. Although the Authority does not issue separate financial statements, the Authority is a single fund entity and all detailed financial data for the Authority is presented in the basic financial statements.

Pitkin County Library District (the District) - A 7-member board that is appointed by the Board of County Commissioners governs the District. The Pitkin County Board of County Commissioners approves the District's budget, tax levy and any debt issuances. Although the District does not issue separate financial statements, the District is a single fund entity and all detailed financial data for the District is presented in the basic financial statements.

1-B. Basis of Presentation

The County's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements - The government-wide financial statements include the statement of net assets and the statement of activities. These statements report financial information for the County as a whole, excluding fiduciary fund activity. The primary government and the component units are presented separately within these financial statements with the focus on the primary government. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and grants and County's general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers.

The statement of net assets presents the financial position of the governmental and business-type activities of the County and its discretely presented component units at year-end.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities and for each identifiable activity of the business-type activities of the County. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that particular function. The County does not allocate indirect expenses to functions in the statement of activities.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees and other charges to users of the County's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses. The determining factor for identifying the functional classification for *charges for services* is the function that *generates* the revenue. For *grants and contributions*, the determining factor is to which function the revenues are *restricted*.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 1 – Summary of Significant Accounting Policies (continued)

1-B. Basis of Presentation (continued)

Other revenue sources not properly included with program revenues are reported as general revenues of the County. The comparison of direct expenses with program revenues identifies the extent to which each governmental function and each identifiable business activity is self-financing or draws from the general revenues of the County.

Fund Financial Statements - During the year, the County segregates transactions related to certain County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. Fund financial statements are provided for governmental, proprietary and fiduciary funds.

Major individual governmental and enterprise funds are reported in separate columns.

Fund Accounting - The County uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The County uses three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The County reports the difference between governmental fund assets and liabilities as fund balance. The following are the County's major governmental funds:

The **General Fund** accounts for all financial resources except those required to be accounted for in another fund. The general fund's fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of the County's Home Rule Charter and the State of Colorado.

The **Road and Bridge Fund** accounts for property tax and intergovernmental revenues that fund improvements and maintenance of County roads and bridges. The voters of the County approved a 3% use tax, which became effective for ten years beginning January 1, 1989. The proceeds of this tax are dedicated solely for County road and State Highway 82 improvements. Although this tax was not reauthorized, the County still has balances from funds collected that are dedicated to Highway 82 improvements.

The **Transportation Sales and Use Tax Fund** accounts for 1 cent sales tax that is passed through the County to public mass transportation and the ½ cent sales and use tax that provides funding to enhance and improve the transportation system (roads and public transit).

The **Open Space and Trails Fund** accounts for a dedicated property tax, which supports acquisition, improvement and management of open space and trails program. A 2.5 mill levy was approved in 1990 and the voters reauthorized a levy of 3.75 in 1999. Authority to issue \$12 million of general obligation indebtedness for the purpose of maintaining and acquiring open space and trails was approved in 1990 and another \$12 million was approved in 1999.

Proprietary Funds - Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. The proprietary funds are classified as enterprise funds. The following are the major enterprise funds:

The **Airport Fund** accounts for operating and capital improvement of the Aspen-Pitkin County Airport.

The **Solid Waste Center Fund** accounts for the County's landfill and recycling operations, including post-closure liabilities, which are primarily funded by site collections and the sale of recyclables.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 1 – Summary of Significant Accounting Policies (continued)

1-C. Measurement Focus

Fiduciary Funds – Fiduciary fund reporting focuses on net assets. The County’s fiduciary funds include the Pitkin County Public Employees Retirement Plan (PCPERP) retirement trust fund and the Treasurer’s agency funds.

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the County are included on the statement of net assets. The statement of activities reports revenues and expenses.

Fund Financial Statements - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus on both financial reporting levels. All assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statements of changes in fund net assets present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the County finances and meets the cash flow needs of its proprietary activities.

1-D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, the governmental funds use the modified accrual basis of accounting. Proprietary funds use the accrual basis of accounting at both reporting levels. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues – Exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the County, the phrase “available for exchange transactions” means expected to be received within 60 days of year-end.

Revenues - Non-exchange Transactions - Non-exchange transactions in which the County receives value without directly giving equal value in return, include sales taxes, property taxes, grants and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the taxable sale takes place. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Property taxes and special assessments are reported as a receivable and a deferred revenue when levied and as a revenue when due for collection in the following year. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected within 60 days) before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: property taxes, sales taxes and federal and state grants.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 1 – Summary of Significant Accounting Policies (continued)

1-D. Basis of Accounting (continued)

Deferred/Unearned Revenue - Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

On governmental fund financial statements (i.e., on the modified accrual basis), receivables that will not be collected within the available period have been reported as deferred revenue (i.e., they are measurable but not available) rather than as revenue.

Grants and entitlements received before the eligibility requirements are met (e.g., cash advances) also are recorded as deferred revenue.

Deferred revenue is reported as “*unearned revenue*” on the government-wide statement of net assets.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

1-E. Assets, Liabilities and Fund Equity

1-E-1 Cash, Cash Equivalents, and Investments

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the County. For the purpose of reporting cash flows, cash and cash equivalents are considered to be cash on hand, demand deposits and equity in pooled cash and investments of the County Treasurer.

The County has adopted a formal investment policy to manage its interest rate risk, credit risk and concentration of credit risk. The following is a summary of relevant guidelines from the policy:

Eligible Investments

- U.S. Treasury obligations - U.S. Treasury bills, notes and bonds.
- U.S. Agencies and Instrumentalities – as authorized by Colorado Revised Statute (CRS) 24-75.601.1 (1) (a) and (b).
- Time certificates of deposit in state banks or national banks or in state or federally chartered savings and loan associations located in Colorado which are insured by the Federal Deposit Insurance Corporation and which are approved as public fund depositories by the State of Colorado Banking Commissioner or Savings and Loan Commissioner. Depositories must be rated average or better by IDC Financial Publishing or an equivalent rating agency.
- Demand deposit accounts in state banks or national banks located in Colorado which are insured by the Federal Deposit Insurance Corporation and which are approved as public fund depositories by the State of Colorado Banking Commissioner. Depositories must be rated average or better by IDC Financial Publishing or an equivalent rating agency.
- Shares of any local government surplus funds trust fund (money market mutual fund) established under the provisions of 24-75-701, CRS, as amended.
- Money market funds authorized under CRS, 24-75-601.1 (1) (k).

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 1 – Summary of Significant Accounting Policies (continued)

1-E. Assets, Liabilities and Fund Equity (continued)

1-E-1 Cash, Cash Equivalents, and Investments (continued)

Diversification

With the exception of U.S. Treasury obligations:

- No more than 60% of the total portfolio shall be invested in any single category of investment.
- Certificates of deposits in any institution shall not exceed ten (10) percent of the total portfolio. The maximum amount maturing with a single institution within thirty (30) days shall not exceed one million dollars (\$1,000,000), excluding the County's primary depository account.
- The maximum amount invested in any single local government surplus fund or money market fund shall not exceed 25% of the total portfolio.

Maturity

- Investment maturities shall be based on the liquidity needs of the County and the exposure to market risk. At least 10% of the portfolio shall be invested as a liquidity buffer in overnight instruments, depository accounts, money market funds, local government surplus funds, or marketable securities with less than a one-year maturity.
- Investments with a term greater than one-year, shall not exceed three (3) years with no more than 50% being invested in maturities exceeding two years at the time of investment. Any investment with a maturity exceeding three years shall require specific approval from the Board of County Commissioners.

Investments are stated at fair value based on quoted market prices.

A separate policy governs the investment of the Pitkin County Public Employee's Retirement Plan (PCPERP). It is implemented through several mutual funds selected by the Retirement Board and with Wells Fargo Bank as trustee. In addition, separate policies established by the library board govern the investment of the Library endowment funds.

1-E-2 Receivables

All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable.

1-E-3 Interfund Balances

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/interfund payables." Long-term portions of interfund receivables and payables are classified as advances. These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for any net residual amounts due between governmental and business-type activities, which are reclassified and presented as internal balances.

1-E-4 Restricted Assets

Certain proceeds from the issuance of bonds, along with other resources, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. Bond accounts are used to segregate resources accumulated for debt service payments for the next twelve months. Reserve accounts are used to report resources set aside to make up potential future deficiencies in the bond account. Project accounts are used to segregate resources for specific projects.

The general obligation bonds require a project account. The sales tax revenue bonds require a bond account, a reserve account and a project account. The lease certificates of participation require a project account, a certificate account and a reserve account.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 1 – Summary of Significant Accounting Policies (continued)

1-E. Assets, Liabilities and Fund Equity (continued)

1-E-5 Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds. The County reports these assets in the governmental activities column of the government-wide statement of net assets but does not report these assets in the governmental fund financial statements. Capital assets utilized by enterprise funds are reported both in the business-type activities column of the government-wide statement of net assets and in the enterprise funds' statement of net assets.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The County maintains a capitalization threshold on non-infrastructure assets of \$5,000 and \$50,000 for infrastructure. The County's infrastructure consists of roads, bridges and airport runways. Improvements to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed. Interest incurred during the construction of capital assets utilized by the enterprise fund is capitalized.

All reported capital assets are depreciated except for land, right-of-ways and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Improvements other than buildings	3 – 25 years	3 – 25 years
Buildings	7 – 75 years	5 – 40 years
Machinery and equipment	3 – 30 years	3 – 25 years
Infrastructure	10 – 100 years	---

1-E-6 Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits are accrued as a liability using the termination payment method. An accrual for earned sick leave is made to the extent that it is probable that the benefits will result in termination payments. The liability is based on the County's past experience of making termination payments.

All compensated absence liabilities include salary-related payments, where applicable.

The total compensated absence liability is reported on the government-wide financial statements. Proprietary funds report the total compensated liability in each individual fund at the fund reporting level. Governmental funds report the compensated absence liability at the fund reporting level only "when due."

1-E-7 Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of these funds. However, compensated absences and claims that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are "due for payment" during the current year. Bonds and capital leases are recognized as a liability in the governmental fund financial statements when due.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 1 – Summary of Significant Accounting Policies (continued)

1-E. Assets, Liabilities and Fund Equity (continued)

1-E-8 Bond Premiums, Discounts and Issuance Costs

On the government-wide statement of net assets and the proprietary fund type statement of net assets, bond premiums and discounts are netted against bonds payable and bond issuance costs are reported as deferred charges. On the government-wide and proprietary fund type financial statements, bond premiums and discounts and bond issuance costs are deferred and amortized over the life of the bonds using the effective interest method.

At governmental fund reporting level, bond premiums and discounts are reported as other financing sources and uses, separately from the face amount of the bonds issued. Bond issuance costs are reported as an expenditure.

1-E-9 Fund Equity

Fund equity at the governmental fund financial reporting level is classified as “fund balance.” Fund equity for all other reporting is classified as “net assets.”

Fund Balance – Generally, fund balance represents the difference between the current assets and current liabilities. The County reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available, spendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund balance that is available for appropriation in future periods. Designations are management’s intent to set aside these resources for specific services.

Net Assets - Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. This net asset amount also is adjusted by any bond issuance deferral amounts. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net assets are reported as unrestricted.

The County applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

1-E-10 Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services at the airport and solid waste center. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of each fund. All other revenues and expenses are classified as non-operating.

1-E-11 Encumbrances

The County uses encumbrance accounting as an extension of its budgetary scheme. Encumbrances are recorded when a purchase order or contract is issued. They are reduced when the related expenditure/expense is made. Encumbrances lapse at year-end but may be reestablished in the subsequent year if the budget related to the encumbrance is approved by the Board of county Commissioners to be reappropriated to the subsequent year.

1-E-12 Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from internal and external contributions of capital assets or from grants or outside contributions of resources restricted to capital acquisition and construction.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 1 – Summary of Significant Accounting Policies (continued)

1-E. Assets, Liabilities and Fund Equity (continued)

1-E-13 Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and the after non-operating revenues/expenses section in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements (i.e., they are netted).

Transfers between governmental and business-type activities on the government-wide statement of activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated. Transfers between funds reported in the business-type activities column are also eliminated.

1-E-14 Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States, requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

1-E-15 Reclassifications

Certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year's presentation.

Note 2 – Stewardship, Compliance and Accountability

2-A. Budgetary Information – Budgets are required by state law for all governmental and proprietary funds.

The governmental fund-type budgets are adopted on a basis consistent with GAAP. The budgets for proprietary funds are adopted on a non-GAAP modified accrual budgetary basis.

Management can make transfers within a “section” within a fund without board approval. Therefore, the legal level of control is at the fund level, except for the general fund that is at the “section” level. Compliance within the general fund is demonstrated in the following table.

General Fund Section	<u>Original budget</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Administration Facilities	\$ 549,517	\$ 569,816	\$ 393,765	\$ 176,051
Administrative Services	4,345,727	4,967,596	4,369,520	598,076
Clerk and Elections	913,940	984,368	842,621	141,747
Environmental Quality	5,519,966	7,630,002	5,679,030	1,950,972
Housing	190,261	240,261	195,533	44,728
Human Services	1,399,237	2,139,152	1,777,261	361,891
Public Safety	6,071,348	7,140,464	5,997,371	1,143,093
Public Works	134,893	268,578	201,823	66,755
	<u>\$19,124,889</u>	<u>\$23,940,237</u>	<u>\$19,456,924</u>	<u>\$4,483,313</u>

Any change in total to a fund requires approval of the Board of County Commissioners.

The expenditures exceeded the budgets for the Redstone Ranch Acres Improvement District, Twining Flats Improvement District, and the County General Obligation Debt Service Fund by \$1,181, \$1,662 and \$2,453 respectively. All funds had sufficient fund balance to cover the amount budgetary shortfall.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 2 – Stewardship, Compliance and Accountability (continued)

2-B. Legal Restriction

In November 1992, voters approved an amendment to the State constitution that specifies various revenue and debt requirements for all governmental entities in Colorado. For example, voter approval is necessary to increase a government’s property tax revenue or overall revenue and spending from one year to the next in excess of the rate of inflation plus a “growth factor” and requires that any revenue collected, kept or spent in violation of these provisions must be refunded, with interest. Local voters have approved ballot questions authorizing the County and the Library District to retain all revenues received. Any new tax, tax rate increase, mill levy increase, or extension of an expiring tax which causes a net tax revenue gain requires voter approval. New long-term financial obligations also require voter approval. In addition, the amendment requires governments establish an emergency reserve equal to 3% of revenues. At December 31, 2007, the following fund balances have been reserved to meet the “emergency reserve” requirement.

Fund	Amount
General	\$ 690,175
Transportation Sales and Use Tax Fund	364,893
Open Space	269,444
Social Services	1,697
Translator Fund	18,743
Healthy Community Fund	40,208
Conservation Trust Fund	1,739
Ambulance District	11,849
Housing Impact	40,452
Redstone Ranch Acres	251
Twining Flats Improvement District	501
 Total Primary Government	 1,439,952
 Library District	 94,315
Emergency Telephone Authority	11,833
 Total Reporting Entity	 \$ 1,546,100

Note 3 - Detailed Notes on All Funds

3-A. Deposits and Investments

Deposits – At December 31, 2007, the carrying amount of the County’s deposits were \$55,702,868 and the bank balance was \$57,993,039. Of the bank balance, \$505,697 was covered by Federal Depository insurance and \$57,487,342 was covered by single institution collateral pools. Additionally, the County had cash on hand of \$10,650 at December 31, 2007.

Colorado Statutes require the County to make deposits in eligible public depositories as defined by the Colorado Public Deposit Protection Act of 1989 (CPDPA). The act requires the eligible depository with public deposits in excess of federal insurance levels to create single institution collateral pools of defined eligible assets. Eligible collateral includes obligations of the United States, the State of Colorado or local Colorado governments and obligations secured by first lien mortgages on real property located in the state. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The market value of the pool must be at least equal to 102% of the uninsured deposits. Because deposits covered by CPDPA are collateralized by investment pools, the County’s deposits are not subject to custodian credit risk. The CPDPA also allows financial institutions to purchase a fidelity bond to provide protection for public monies.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 3 - Detailed Notes on All Funds (continued)

3-A. Deposits and Investments (continued)

Investments – At December 31, 2007, the County’s investments (excluding fiduciary funds and component units other cash and investments) totaled \$7,735,207.

Credit Risk – Investments

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The County’s investment policy limits its investment of pooled funds to those investments disclosed in Note 1-E-1. Credit ratings for allowable investments are addressed within the investment policy by reference to the relevant Colorado Statutes.

Interest Rate Risks – Investments

For investments, this is the risk that changes in interest rates will adversely affect fair market values. The County’s policy with respect to the weighted average maturity of its investments is disclosed in Note 1-E-1. At December 31, 2007, the credit ratings and weighted average maturity of the County’s pooled investment portfolio is as follows:

<u>Investments</u>	<u>Fair Value</u>	<u>Standard & Poors Rating</u>	<u>Weighted Average Maturity (Years)</u>
U.S. Agencies & Instrumentalities	\$ 2,042,510	AAA	1.83
Money Market Mutual Funds	\$ 5,692,697	AAA	N/A
	<u>\$ 7,735,207</u>		

Custodial Credit Risk – Investments

This is the risk that, in the event of the counterparty’s failure, the County will not be able to recover the value of its investments that are in the possession of an outside party. To minimize custodial credit risk, the County requires SIPC and supplemental insurance coverage of investments held in the County’s accounts at broker-dealers. Also, the County only maintains accounts with primary dealers, i.e., securities broker-dealers and banks that trade in U.S. Government securities with the Federal Reserve Bank of New York.

Concentration of Credit Risk – Investments

Concentration of credit risk is the risk of loss attributed to the concentration of the County’s investments in a single issuer. At December 31, 2007, five percent or more of the county’s investments were in the following issuers:

<u>Issuer</u>	<u>Fair Value</u>	<u>Percentage of Portfolio</u>
Federal Home Loan Bank	\$ 2,042,510	26%
Vanguard Prime Money Market Fund	5,551,884	72%

Investments – Fiduciary Funds and Component Units Other Cash and Investments

At December 31, 2007, the County’s pension trust fund’s investments included \$19,384,419 of mutual funds held by its third-party trustee. In addition, the Pitkin County Library District, a component unit of the County, had mutual fund investments totaling \$4,877,778 held in accounts with the various mutual fund companies and at Charles Schwab & Co., Inc. These entities have developed their own investment policies addressing credit risk independent of the County.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 3 - Detailed Notes on All Funds (continued)

3-A. Deposits and Investments (continued)

Investments (continued) – Summary of County’s total cash and investments as reported in accompanying financial statements are as follows:

	Cash and Deposits	Investments
Fund Reporting Level:		
Governmental Funds - Balance Sheet	\$ 38,883,415	\$ 7,594,394
Governmental Funds - Balance Sheet - Restricted Assets	184,088	140,813
Proprietary Fund Type Statement of Net Assets	12,722,414	-
Component Units - Balance Sheet	956,578	4,877,778
Statement of Fiduciary Assets and Liabilities	2,967,024	19,384,419
Total	\$ 55,713,519	\$31,997,404

3-B. Receivables

Receivables at December 31, 2007, consisted of taxes, interest, accounts (billings for user charges), and intergovernmental receivables arising from grants.

Receivables and payables are recorded on the County’s financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectibility.

3-C. Property Taxes

Property taxes and special assessments are levied on December 15 and attach as a lien on property for the following January 1. They are payable in full by April 30 or in two equal installments due February 28 and June 15. The County bills and collects its own property taxes as well as those for the other taxing districts in the County. Collections for other districts are accounted for in the agency funds.

3-D. Sales Taxes

The County has levied a two-percent sales tax since 1970. As approved by the electorate, 43% of the sales tax revenues are retained by the County’s general fund, and the remaining 57% is distributed to the City of Aspen and the Towns of Snowmass Village and Basalt based on a formula taking into account the sales tax revenues produced by each of the municipalities for the two previous years.

On July 1, 1985, the County levied an additional one-percent sales tax for the purpose of funding the Roaring Fork Transportation Authority (formerly a component unit known as Roaring Fork Transit Agency) and to secure the payment of principal and interest on bonds issued for transit purposes. Since at that time the total sales tax imposed by any county and city could not exceed four percent, Aspen and Snowmass Village reduced their sales tax levies to 1% from 2%, and the additional County tax was not imposed on the portion of Basalt in the County.

The 1% transit sales tax is distributed 48.131% to the Roaring Fork Transportation Authority and 51.869% to the City of Aspen and the Town of Snowmass Village. The allocations to the City of Aspen and the Town of Snowmass Village are to be divided between the two on the basis of the actual collections within the municipal limits of each. Payments to the Authority, Aspen and Snowmass Village are subordinate to any obligation the County has for any debt service secured by the 1% Transit Sales Tax.

Beginning in 1995, the County levied an additional one-half percent sales and use tax to fund mass transportation improvements. The proceeds of the use tax were first used for the acquisition of the Denver and Rio Grande Railroad right-of-way, and then for other public mass transportation system improvements. The additional sales and use tax revenues may only be spent on projects approved by the Aspen City Council, Town of Snowmass Village Council, and the County Commissioners.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 3 - Detailed Notes on All Funds (continued)

3-E. –Commitments

The County had several public works projects (buildings and roads) funded by the General Fund and Road and Bridge funds at year end. In addition there were several trails projects funded by Open Space and Trails and several projects in progress at the airport. The most significant airport project was the reconstruction of the runway. A summary of these projects follows:

Projects	Original Commitments	Spent to Date	Remaining Commitments
General Capital Projects	\$ 203,030	\$ 133,897	\$ 69,133
Road and Bridge Project	3,260,148	3,196,409	63,739
Open Space and Trails Projects	518,992	369,661	149,331
Airport Projects	12,000,195	11,630,897	369,298
	<u>\$ 15,982,365</u>	<u>\$ 15,330,864</u>	<u>\$ 651,501</u>

3-F. Capital Assets

Capital asset activity for the primary government for the year ended December 31, 2007, was as follows:

	Balance 1/1/2007	Additions	Deductions	Balance 12/31/2007
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 62,214,389	\$19,183,048	\$ 541,843	\$ 80,855,594
Construction in progress	8,683,599	7,554,396	8,578,274	7,659,721
Total capital assets not being depreciated	<u>70,897,988</u>	<u>26,737,444</u>	<u>9,120,117</u>	<u>88,515,315</u>
Depreciable capital assets:				
Buildings	23,805,412	37,099	7,034	23,835,477
Improvements other than buildings	1,341,918	-	-	1,341,918
Machinery and equipment	9,430,990	1,379,304	769,148	10,041,146
Infrastructure	33,642,654	3,723,211	-	37,365,865
Total depreciable capital assets	<u>68,220,974</u>	<u>5,139,614</u>	<u>776,182</u>	<u>72,584,406</u>
Total capital assets	<u>139,118,962</u>	<u>31,877,058</u>	<u>9,896,299</u>	<u>161,099,721</u>
Accumulated depreciation:				
Buildings	(12,274,961)	(1,199,602)	(7,034)	(13,467,529)
Improvements other than buildings	(674,790)	(63,021)	-	(737,811)
Machinery and equipment	(5,782,034)	(841,501)	(653,297)	(5,970,238)
Infrastructure	(15,984,300)	(1,235,416)	-	(17,219,716)
Total accumulated depreciation	<u>(34,716,085)</u>	<u>(3,339,540)</u>	<u>(660,331)</u>	<u>(37,395,294)</u>
Governmental activities capital assets, net	<u>\$ 104,402,877</u>	<u>\$28,537,518</u>	<u>\$9,235,968</u>	<u>\$ 123,704,427</u>
Governmental activities depreciation expense				
General government		\$ 581,181		
Public safety		376,155		
Public works		1,701,148		
Health and welfare		172,325		
Culture and recreation		491,619		
Conservation of natural resources		17,112		
Total governmental activities depreciation expense		<u>\$ 3,339,540</u>		

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 3 - Detailed Notes on All Funds (continued)

3-F. Capital Assets (continued)

Capital asset activity for the Library component unit for the year ended December 31, 2007, was as follows:

	Balance 1/1/2007	Additions	Deductions	Balance 12/31/2007
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 144,263	\$ -	\$ -	\$ 144,263
Total capital assets not being depreciated	<u>144,263</u>	<u>-</u>	<u>-</u>	<u>144,263</u>
Depreciable capital assets:				
Buildings	6,000,830	63,957	-	6,064,787
Improvements other than buildings	50,818	-	-	50,818
Machinery and equipment	<u>2,823,720</u>	<u>176,168</u>	<u>-</u>	<u>2,999,888</u>
Total depreciable capital assets	<u>8,875,368</u>	<u>240,125</u>	<u>-</u>	<u>9,115,493</u>
Total capital assets	<u>9,019,631</u>	<u>240,125</u>	<u>-</u>	<u>9,259,756</u>
Accumulated depreciation:				
Buildings	(2,002,868)	(185,377)	-	(2,188,245)
Improvements other than buildings	(46,674)	(418)	-	(47,092)
Machinery and equipment	<u>(1,502,880)</u>	<u>(242,578)</u>	<u>-</u>	<u>(1,745,458)</u>
Total accumulated depreciation	<u>(3,552,422)</u>	<u>(428,373)</u>	<u>-</u>	<u>(3,980,795)</u>
Governmental activities capital assets, net	<u>\$ 5,467,209</u>	<u>\$ (188,248)</u>	<u>\$ -</u>	<u>\$ 5,278,961</u>

Capital asset activity for the Emergency Telephone Authority for the year ended December 31, 2007, was as follows:

	Balance 1/1/2007	Additions	Deductions	Balance 12/31/2007
Governmental activities:				
Construction in progress	\$ 42,359	\$ 173,506	\$ 53,594	\$ 162,271
Machinery and equipment	792,558	133,267	453,115	472,710
Depreciation on machinery and equipment	<u>(722,452)</u>	<u>(14,116)</u>	<u>(446,517)</u>	<u>(290,051)</u>
Governmental activities capital assets, net	<u>\$ 112,465</u>	<u>\$ 292,657</u>	<u>\$ 60,192</u>	<u>\$ 344,930</u>

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 3 - Detailed Notes on All Funds (continued)

3-F. Capital Assets (continued)

Capital asset activity for the proprietary funds for the year ended December 31, 2007, was as follows:

	Balance 1/1/2007	Additions	Deductions	Balance 12/31/2007
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 10,530,840	\$ -	\$ -	\$ 10,530,840
Construction in progress	28,189,694	12,841,464	105,062	40,926,096
Total capital assets not being depreciated	<u>38,720,534</u>	<u>12,841,464</u>	<u>105,062</u>	<u>51,456,936</u>
Depreciable capital assets:				
Buildings	7,463,931	323,790	-	7,787,721
Improvements other than buildings	32,040,931	984,426	5,245	33,020,112
Machinery and equipment	7,423,515	145,939	54,417	7,515,037
Total depreciable capital assets	<u>46,928,377</u>	<u>1,454,155</u>	<u>59,662</u>	<u>48,322,870</u>
 Total capital assets	 <u>85,648,911</u>	 <u>14,295,619</u>	 <u>164,724</u>	 <u>99,779,806</u>
 Accumulated depreciation:				
Buildings	(3,972,319)	(293,043)	-	(4,265,362)
Improvements other than buildings	(13,723,211)	(1,939,521)	(5,245)	(15,657,487)
Machinery and equipment	(3,738,083)	(678,713)	(34,610)	(4,382,186)
Total accumulated depreciation	<u>(21,433,613)</u>	<u>(2,911,277)</u>	<u>(39,855)</u>	<u>(24,305,035)</u>
 Business-type activities capital assets, net	 <u>\$ 64,215,298</u>	 <u>\$ 11,384,342</u>	 <u>\$ 124,869</u>	 <u>\$ 75,474,771</u>

3-G. - Interfund Transfers and Due to/Due from

Transfers are indicative of funding for projects or debt service, subsidies of various County operations and re-allocation of special revenues. All County transfers either occur on a regular basis or are consistent with the purpose of the fund making the transfer. The following schedule briefly summarizes the County's transfer activity.

Transfer to	Transfers From:			Total
	General Fund	Nonmajor Governmental Funds	Solid Waste Center Fund	
General Fund	\$ -	\$356,410	\$270,000	\$ 626,410
Open Space and Trails Fund	69,000	-	-	69,000
Nonmajor Governmental Fund	334,168	-	-	334,168
	<u>\$403,168</u>	<u>\$356,410</u>	<u>\$270,000</u>	<u>\$1,029,578</u>

Short term transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year reported as "due to/due from other funds". At December 31, 2007 the Open Space and Trails funds had a balance due to the General Fund in the amount of the General Fund \$1,125,362.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 3 - Detailed Notes on All Funds (continued)

3-H. Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Employees earn one day of sick leave per month with no maximum accumulation. At termination, employees are paid for one-third of their accumulated sick leave in excess of 80 hours and up to 480 hours. Employees earn twenty-two days of vacation leave annually up to five years of service and twenty-eight days thereafter. This vacation leave accrual includes paid holidays. At termination, employees are paid for any accumulated vacation leave.

3-I. Long-Term Debt

County Debt - The following is a summary of the outstanding long-term debt at December 31, 2007:

County Certificates of Participation - \$4,905,000 Master Lease Refunding and Improvement Certificates of Participation, dated December 29, 1998, were issued to provide funding together with other funds of the County to 1) refund \$955,000 outstanding principal balance of Pitkin County, Colorado Master Lease Purchase Agreement Certificates of Participation, Series 1988, 2) advance refund \$3,045,000 outstanding principal amount of the Pitkin County, Colorado Lease Purchase Agreement Certificates of Participation, Series 1991, and 3) defray the costs of certain upgrades and improvements to the County's Emergency 911 System. Proceeds of the Refunded Series 1988 Certificates were issued by the Corporation to finance the acquisition of approximately 9.1 acres of real property and finance the construction of the County Fleet Maintenance Facility. Proceeds of the Refunded Series 1991 Certificates were issued by the Corporation to finance the acquisition of an administrative office building. The County has entered into cancelable long-term lease agreements with the Pitkin County Capital Leasing Corporation, a non-profit corporation for these acquisitions. These leases provide for annual base rental payments in amounts sufficient to meet the annual debt service requirements issued by the non-profit corporation. The payment of principal and interest on the bonds is secured by a reserve fund equaling the lessor of the maximum annual principal and interest payment for the issue of 10 percent of the principal amount outstanding. Accordingly, equity in cash and investments of \$119,500 is reserved, representing 10% of the principal amount outstanding. The leases are financing arrangements that transfer the ownership of the assets to the County at the end of the lease term.

The lease certificates of participation agreement expire in 2011 and bears interest rates ranging from 3.5% to 4.85%. A schedule by years of future minimum lease payments under the lease certificates of participation, December 31, 2007, is presented at the end of this note. The principal balance outstanding as of December 31, 2007 is \$1,195,000.

The following is an analysis of the leased property under lease certificates of participation as included in the governmental activities' capital assets.

<u>Classes of property</u>	<u>Capital Assets</u>	<u>Accumulated Depreciation</u>	<u>Net Value</u>
Land	\$ 208,175	\$ -	\$ 208,175
Buildings	4,931,505	1,780,268	3,151,237
Equipment	602,442	602,442	-
	<u>\$ 5,742,122</u>	<u>\$ 2,382,710</u>	<u>\$ 3,359,412</u>

Amortization of leased assets is included in depreciation expense.

County General Obligation Bonds and Notes – In November 1990, the voters of the County authorized the issuance of up to \$12 million of general obligation debt for the acquisition of open space and trails.

On December 1, 2000, \$10,000,000 of Pitkin County General Obligation Refunding and Open Space Acquisition Bonds were issued, of which \$8,795,000 were under the authorization for open space purposes. The bonds bear interest rates from 5.25% to 5.375% and mature at various dates through December 1, 2011. The principal balance outstanding at December 31, 2007 was \$920,000.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 3 - Detailed Notes on All Funds (continued)

3-1. Long-Term Debt (continued)

The County issued \$9,815,000 of Pitkin County General Obligation Refunding Bonds on December 21, 2006. The proceeds were used to advance refund \$7,890,000 of the Series 2000 Bonds and to provide approximately \$1,560,000 for future open space acquisitions. The Refunded 2000 Bonds will be called for redemption at a redemption price equal to the principal amount plus accrued interest on December 1, 2010.

By refunding the Series 2000 bonds, the County reduced its total debt service payments from 2007 through 2030 by \$1,165,076. The net present value of these savings (difference between the present values of the debt service payments on the old and new debt from the refunding) was \$711,930. The principal balance outstanding at December 31, 2007 was \$9,765,000.

The County issued \$7,685,000 of Pitkin County General Obligation Refunding Bonds in October 16, 2003. A portion of the proceeds was used to refund the Refunded 1991 Bonds, with a principal amount of \$2,480,000 outstanding, and the Refunded 1994 Bonds, with a principal amount of \$5,110,000 outstanding at the time of the transaction. The amount of the refunding debt outstanding at December 31, 2007 is \$5,735,000.

A note in the amount of \$4,250,000 was accepted for the purchase of open space on September 25, 2001 under the authorization for open space purposes. The notes bear an interest rate of 5% at interest only with the principal amount due on September 25, 2021.

This debt is voter approved and is supported by a pledge of the County's full faith and credit. Payments for all general obligation bonds and notes are to be made from a collection of a tax without limitation as to rate or amount on all property subject to taxation by the County sufficient to pay the principal and interest on such bonds as they become due.

General Improvement Bonds - The Twining Flats General Improvement district issued bonds in 2007 to provide funds for road improvements to the roads in their district. These bonds will be repaid from amounts levied against the property owners benefited by this construction. In the event that a deficiency exists because of unpaid or delinquent taxes at the time a debt service payment is due, Pitkin County must provide resources to cover the deficiency until other resources, for example, foreclosure proceeds, are received. The bonds bear an interest of 5.1% and mature annually through 2016 in amounts from \$3,300 to \$8,560. The principal amount outstanding at December 31, 2007 was \$61,692.

County Sales Tax Revenue Bonds – On November 1, 1998, \$1,960,000 of Sales Tax Revenue Bonds were issued to acquire additional buses for the Roaring Fork Transit Agency (RFTA) and to pay costs associated with the issuance of the bonds. The Series 1998 bonds bear interest at rates from 3.5% to 5.0% and mature annually through 2014 in amounts from \$85,000 to \$170,000. The principal amount outstanding at December 31, 2007 was \$1,025,000.

On December 1, 2001, \$8,460,000 of Sales Tax Revenue Refunding and Improvement Bonds were issued to finance the acquisition of three new articulated inter-County transit coaches and five new intra-County coaches and related equipment; the construction and equipping of a bus maintenance and storage facility in the City of Glenwood Springs, and the acquisition of the perpetual right to rent 10 two-bedroom apartments in Aspen's Burlingame affordable housing project for use by RFTA's employees. The principal amount outstanding at December 31, 2007 was \$5,645,000.

All Sales Tax Revenue Bonds are special, limited revenue obligations of the County, secured by a pledge of its 1% sales tax for transit purposes. Payment of principal and interest on the bonds is also secured by a reserve fund equaling the lesser of the maximum annual principal and interest payment for the 1998 issue or 10 percent of the principal amount outstanding. Accordingly, equity in cash and investments of \$159,026 is reserved, representing 10% of the principal amount outstanding plus one-sixth of the next interest payment and one-twelfth of the next principal payment. Payment of principal and interest on the 2001 Sales Tax Revenue Bonds is secured by a municipal bond insurance policy issued by Municipal Bonds Investors Assurance Association.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 3 - Detailed Notes on All Funds (continued)

3-I. Long-Term Debt (continued)

County Airport State Loans – On September 30, 2002, the Airport entered into a 10-year loan with the Colorado State Infrastructure Bank. The original loan is for \$1,350,000 and carries an annual interest rate of 2% with payments of \$150,290 annually. The principal amount outstanding as of December 31, 2007 is \$708,390. The purpose of the debt was to finance airport infrastructure improvements.

On April 18, 2005, the Airport entered into a 10-year loan with the Colorado State Infrastructure Bank to fund additional infrastructure. The original loan is for \$840,000 and carries an annual interest rate of 4% with payments of \$103,564 annually. The principal amount outstanding as of December 31, 2007 is \$697,272.

On February 6, 2006, the Airport entered into a 10-year loan with the Colorado State Infrastructure Bank to fund additional infrastructure. The original loan is for \$900,000 and carries an annual interest rate of 4% with payments of \$110,962 annually. The principal amount outstanding as of December 31, 2007 is \$747,078.

Debt Service Requirements to Maturity - Annual debt service requirements to amortize all obligations outstanding of the primary government, as of December 31, 2007 follow:

Year	Airport Loans		Capital Leases and Lease Certificates of Participation supported by Governmental Funds Revenues		General Obligation Notes and Bonds		Sales Tax Revenue Bonds		Special Assessment Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2008	\$ 292,875	\$ 71,942	\$ 280,000	\$ 56,373	\$ 810,000	\$ 887,515	\$ 350,000	\$ 328,310	\$ 5,369	\$ 3,146
2009	301,868	62,949	290,000	43,493	825,000	861,491	365,000	314,310	5,691	2,872
2010	311,166	53,651	305,000	30,007	860,000	832,740	380,000	298,968	6,032	2,582
2011	320,780	44,037	320,000	15,520	875,000	800,603	395,000	282,858	6,394	2,275
2012	330,722	34,095	-	-	605,000	767,634	410,000	265,970	6,778	1,948
2013	190,713	23,813	-	-	620,000	743,259	430,000	245,695	7,184	1,603
2014	198,342	16,185	-	-	645,000	719,696	455,000	224,275	7,615	1,237
2015	206,274	8,251	-	-	675,000	695,086	475,000	201,525	8,072	848
2016	-	-	-	-	700,000	668,974	500,000	177,775	8,557	436
2017	-	-	-	-	540,000	641,521	525,000	152,775	-	-
2018	-	-	-	-	560,000	619,921	550,000	125,212	-	-
2019	-	-	-	-	585,000	597,424	580,000	96,338	-	-
2020	-	-	-	-	605,000	573,768	610,000	65,887	-	-
2021	-	-	-	-	4,890,000	549,147	645,000	33,863	-	-
2022	-	-	-	-	660,000	297,623	-	-	-	-
2023	-	-	-	-	685,000	270,302	-	-	-	-
2024	-	-	-	-	720,000	241,702	-	-	-	-
2025	-	-	-	-	485,000	211,500	-	-	-	-
2026	-	-	-	-	505,000	192,100	-	-	-	-
2027	-	-	-	-	530,000	171,900	-	-	-	-
2028	-	-	-	-	555,000	148,050	-	-	-	-
2029	-	-	-	-	580,000	123,075	-	-	-	-
2030	-	-	-	-	610,000	96,975	-	-	-	-
2031	-	-	-	-	230,000	69,525	-	-	-	-
2032	-	-	-	-	240,000	59,175	-	-	-	-
2033	-	-	-	-	250,000	48,375	-	-	-	-
2034	-	-	-	-	265,000	37,125	-	-	-	-
2035	-	-	-	-	275,000	25,200	-	-	-	-
2036	-	-	-	-	285,000	12,825	-	-	-	-
	<u>\$ 2,152,740</u>	<u>\$ 314,923</u>	<u>\$ 1,195,000</u>	<u>\$ 145,393</u>	<u>\$ 20,670,000</u>	<u>\$ 11,964,231</u>	<u>\$ 6,670,000</u>	<u>\$ 2,813,761</u>	<u>\$ 61,692</u>	<u>\$ 16,947</u>

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 3 - Detailed Notes on All Funds (continued)

3-I. Long-Term Debt (continued)

Changes in Long-term Debt - Changes in the County's long-term obligations consisted of the following for the year ended December 31, 2007:

	Balance 1/1/07	Additions	Deletions	Balance 12/31/07	Current Portion
Primary Government					
Governmental activities					
Lease certificates of participation	\$ 1,460,000	\$ -	\$ 265,000	\$ 1,195,000	\$ 280,000
General obligation bonds and notes	21,445,000	-	775,000	20,670,000	810,000
Sales tax revenue bonds	7,295,000	-	625,000	6,670,000	350,000
Special assessment bonds with governmental commitment	65,000	-	3,308	61,692	5,369
Unamortized bond premium	142,413	-	5,286	137,127	-
Deferred refunding loss	(834,449)	-	(38,855)	(795,594)	-
Claims	780,281	-	78,082	702,199	280,880
Compensated absences	908,966	172,239	-	1,081,205	216,241
Total governmental activities	<u>31,262,211</u>	<u>172,239</u>	<u>1,712,821</u>	<u>29,721,629</u>	<u>1,942,490</u>
Business-type activities					
Airport loans	2,436,917	-	284,177	2,152,740	292,875
Landfill closure and postclosure care	2,642,833	129,946	-	2,772,779	-
Compensated absences	153,330	9,876	-	163,206	32,657
Total business-type activities	<u>5,233,080</u>	<u>139,822</u>	<u>284,177</u>	<u>5,088,725</u>	<u>325,532</u>
Component Units					
Compensated absences	71,929	11,156	-	83,085	16,617
Total for component units	<u>71,929</u>	<u>11,156</u>	<u>-</u>	<u>83,085</u>	<u>16,617</u>
Total Changes in long-term debt	<u>\$ 36,567,220</u>	<u>\$ 323,217</u>	<u>\$ 1,996,998</u>	<u>\$ 34,893,439</u>	<u>\$ 2,284,639</u>

The Pitkin County Capital Leasing Corporation fund, a blended component unit of the County, will repay the certificates of participation. The capital lease obligation for the Library District, a discretely presented component unit, was repaid in 2007. The general obligation bonds and notes are being repaid by the open space fund and GO debt service fund. The County's sales tax revenue bonds are being retired from the transit debt service fund.

The compensated absences liability will be paid from the fund from which the employees' salaries are paid. The outstanding claims are being paid by the general fund.

Conduit Debt - Component Unit - From time to time, the County has issued Mortgage Revenue Bonds and Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of affordable housing projects or industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the individual or private-sector entity served by the bonds issuance. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2007, there were three series Mortgage Revenue Bonds outstanding with an aggregate principal amount payable of \$581,194 and there were two series of Industrial Revenue bonds outstanding with an aggregate principal amount payable of \$49,750,000.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 3 - Detailed Notes on All Funds (continued)

Note 3-J. Landfill Closure and Postclosure Costs

State and federal laws and regulations require the County to place a final cover on its Solid Waste Center landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County is required to report a portions of these closure and postclosure care costs as an operating expense in each period based on landfill capacity. The \$2,772,779 reported as landfill closure and postclosure care liability at December 31, 2007 represents the cumulative amount reported to date based on the use of 59.6% of the estimated capacity of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$1,877,194 as the remaining estimated capacity is filled. Postclosure care of \$1,646,911 is included in these estimated costs. These amounts are based on what it would cost to perform all closure and postclosure care in 2007. The County expects to close the landfill in the year 2028. Actual cost may be higher due to inflation, changes in technology, or changes in regulations.

The County has complied with State and Federal Laws and regulations that require annual certification of updated closure and postclosure estimates and that it meets the requirements of the local governmental financial test as specified in the regulations pertaining to Solid Waste Disposal Sites and Facilities.

3-K. Pensions

Effective January 1, 1983, the County withdrew from Social Security and the Colorado County Officials and Employees Retirement Association (CCOERA) and formed a replacement retirement plan, the Pitkin County Public Employees Retirement Plan (PCPERP). Both CCOERA and PCPERP are defined contributions plans. In a defined contribution plan benefits depend solely on amounts contributed and earnings allocated to the participant's account. A defined contribution plan has no unfunded liabilities and actuarial valuations are not required.

CCOERA, a multiple employer defined contributions plan, is not included in the County's financial statements since the County has no fiduciary responsibility for the plan. Employees participating in the plan on January 1, 1983 are 100% vested and will receive contributions and interest earnings upon termination.

PCPERP, a single employer defined contribution plan, was formed under the provisions of Colorado Revised Statutes, 24-51-901. All full-time employees of the County and the Library district participate in the plan after six months of employment. The County contributed 12.45% of participants' compensation to the plan during 2007 and purchased replacement insurance coverage for Social Security's life, disability and survivor benefits at a cost of 1.55% of participants' compensation. Participants vest immediately in 50% of the County's contribution and thereafter at the rate of an additional 10% per year of employment. Upon termination of employment a participant's unvested share is forfeited back to the County to fund plan administrative expenses. The PCPERP is included in the accompanying financial statements as the Pension Trust Fund using the accrual basis of accounting. The Stanton Group is responsible for participant record keeping. Employer contributions are recognized as revenues in the period in which employee services are performed, assets are reported at market value, investment income is recognized as earned, and gains and losses on sales are recognized on the transaction date.

The County and Library's total payrolls in 2007 were \$13,273,246. During 2007, they contributed \$1,459,727 to PCPERP, which is 12.45% of eligible salaries totaling \$11,724,715. Employee contributions are not allowed under the plan.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 3 - Detailed Notes on All Funds (continued)

3-L. Net Assets/Fund Balances

Net Assets - Net assets on the government-wide statement of net assets as of December 31, 2007 are as follows:

	Governmental Activities	Business Type Activities
Investments in capital assets, net of related debt:		
Cost of capital assets	\$ 161,099,721	\$ 99,779,806
Less accumulated depreciation	37,395,294	24,305,035
Book value	123,704,427	75,474,771
Less capital related debt	21,865,000	2,152,740
Plus bond premiums and discounts	658,467	-
Investments in capital assets, net of related debt	<u>\$ 102,497,894</u>	<u>\$ 73,322,031</u>

Fund Balances

Reserved Fund Balances - The reserved fund balances are as follows:

	Primary Government		Component Units	
	General Fund	Other funds	Pitkin Count Library	Emergency Telephone Authority
Reserved for debt service	\$ 140,813	\$ 490,548	\$ -	\$ -
Reserved for workers' compensation insurance claim:	350,000	-	-	-
Reserved for funded employee health claims	779,629	-	-	-
Reserved for affordable housing	4,268,343	-	-	-
Reserved for open space	772,248	-	-	-
Reserved for hazardous waste site remediation	362,243	-	-	-
Reserved for Air Quality Mitigation	24,666	-	-	-
Reserved for emergencies	690,175	749,777	94,315	11,833
	<u>\$ 7,388,117</u>	<u>\$ 1,240,325</u>	<u>\$ 94,315</u>	<u>\$ 11,833</u>

Unreserved, Designated Fund Balances

To facilitate its financial planning, the Board of County Commissioners has designated accumulated fund balances for the following purposes:

	Primary Government	
	General Fund	Other funds
Appropriated for expenditures in the 2008 budget	\$ 648,099	\$ 246,745
Designated to fund discretionary projects in 2008	2,995,115	-
Designated to complete projects begun but not completed in 2007	3,460,441	-
Fund balance designated	<u>\$ 7,103,655</u>	<u>\$ 246,745</u>

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 3 - Detailed Notes on All Funds (continued)

3-L. Net Assets/Fund Balances (continued)

	Primary Government		Component
	General Fund	Other funds	Units
Designated to balance 5 year budget	\$ 664,623	\$ -	\$ -
A minimum fund balance for contingencies has been designated, in excess of that required by the State Constitution, to provide for working capital, interfund loans, unpredictable revenue shortfalls, natural disasters and uninsured losses.	3,309,825	-	-
The excess of contributions over expenditures for Topsy Taxi program	203,665	-	-
Public contributions for a Vietnam Veteran Memorial are designated for maintenance of the monument	4,448	-	-
Asset replacements for information services and dispatch	395,676	-	-
A fund balance to fund future workers' compensation liability and employee health claims	702,199	-	-
A fund balance for improvements to the Health and Human Services Building	-	-	-
A fund balance to fund future building needs	6,000,000	-	-
Balance of 3% use tax proceeds which are dedicated for improvement to State Highway 82 or Maroon Creek Road.	-	663,633	-
A contribution to the library has been designated for future capital projects for library improvements	-	-	4,887,778
	\$ 11,280,436	\$ 663,633	\$ 4,887,778

Fund Balances, Open Space and Trails Fund

The Open Space and Trails Fund's expenditures exceeded revenues by \$8,276,277, resulting in a deficit fund balance of \$1,400,499. The 2008 budget anticipates over \$10 million in property tax collections for this program. In addition, the County intends to issue general obligation bonds to fund the land acquisitions which occurred in 2007 to satisfy the deficit.

Note 4 - Other Notes

4-A. Risk Management

County Workers' Compensation Self Insurance Program - The County is exposed to various risks of loss related to injuries of employees while on the job. Effective January 1, 1993, the County instituted a limited self-insurance program for workers' compensation losses. Premiums are paid into the general fund by all other funds and are available to pay claims, claim reserves and administrative costs of the program. A risk retention of \$325,000 per claim is maintained and funded through the general fund based on annual estimated claims costs and an excess insurance policy covers individual claims that exceed \$325,000. There has been no significant reduction in insurance coverage from the prior year and no settlements exceeding insurance coverage in any of the last three years. Claims administration and medical services are provided through contract and the County's Human Resources Manager is responsible for overall program management.

The State of Colorado has a strict application and annual renewal process which includes funding verification, excess insurance coverage verification, claims data review and provision of a comprehensive loss prevention and control program as well as self insurer's bond with a bond sum of \$331,000 to cover the County's risk retention portion.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 4 - Other Notes (continued)

4-A. Risk Management (continued)

All operating funds of the County, including its component units, participate in the program and make payments to the General Fund based on actuarial estimates of the amounts needed to pay current year claims and to establish a reserve for catastrophic losses. The County also reserves fund balance in the general fund for workers' compensation in the amount of \$350,000. The County's liability for the unpaid claims includes an amount for claims that have been incurred but not reported (IBNR's). Changes in the liability during the past two years are as follows:

	<u>2006</u>	<u>2007</u>
Unpaid claims, January 1	\$ 281,868	\$ 318,255
Incurred claims (including IBNR's)	186,644	7,322
Claims payments	<u>(150,257)</u>	<u>(118,319)</u>
Unpaid claims, December 31	<u>\$ 318,255</u>	<u>\$ 207,258</u>

County General Liability Insurance Program - The County is exposed to risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The property and general liability program provides for the County to assume a portion of self-insured losses. The county self insures the first \$50,000 of each property loss and has an aggregate stop loss of \$200,000 for general liability claims. Excess insurance coverage is purchased to cover claims above these limits. The County funds all claim settlements up to the self-insured limit from general fund resources. There have been no settlements that exceed the County's insurance coverage during the past three years. The County currently accounts for all risk management activities in its general fund. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonable estimated. These losses included an estimate of claims that have been incurred but not reported. Changes in the liability during the past two years are as follow:

	<u>2006</u>	<u>2007</u>
Unpaid claims, January 1	\$ 157,996	\$ 142,119
Incurred claims (including IBNR's)	74,802	157,893
Claims payments	<u>(90,679)</u>	<u>(164,506)</u>
Unpaid claims, December 31	<u>\$ 142,119</u>	<u>\$ 135,506</u>

County Health Pool - The County is exposed to various risks of loss related to covered health expenses. The County maintains a self-funded health and dental plan. The County has coverage that limits the annual losses at \$75,000 per individual and \$2,295,273 for the year. Changes in the liability during the past two years are as follows:

	<u>2006</u>	<u>2007</u>
Unpaid claims, January 1	\$ 279,832	\$ 319,907
Incurred claims (including IBNR's)	1,982,842	2,390,804
Claims payments	<u>(1,942,767)</u>	<u>(2,351,276)</u>
Unpaid claims, December 31	<u>\$ 319,907</u>	<u>\$ 359,435</u>

There were no significant reductions in insurance coverage from prior year, and there have been no settlements that exceed the County's insurance coverage during the past three years.

Pitkin County, Colorado
Notes to the Basic Financial Statements
For the Year Ended December 31, 2007

Note 4 - Other Notes (continued)

4-B. Contingent Liabilities

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could result in a request for reimbursement to the grantor agency for costs disallowed under terms of the grant. Based on prior experience, the County believes such disallowances, if any, will be immaterial.

The County was a defendant in several lawsuits at December 31, 2007. The County is settlement negotiations on a land use decision. Part of the litigation has been resolved and has been expensed in the 2007 financial statement and the remaining claims should be resolved this calendar year. The total amount of the loss cannot be estimated at this time as no demands have been presented to the County. In the opinion of County management, the outcome of any other contingencies will not have a material effect on the financial position of the County.

4-C. Joint Ventures

Formed in 1982, the Aspen-Pitkin County Housing Authority is governed by a seven-member Board of Directors. The Board of County Commissioners and Aspen City Council appoint three directors each and one director jointly. The purpose of the Authority is to manage and construct projects that are deed restricted as to the amount of rent charged or the amount of appreciation on the for-sale units. The Authority's Board reports to the City and County governing bodies and the City and County share operating costs equally subject to annual appropriation. The County's proportionate share of the 2007 joint net operating expenditures (\$170,255) is reported in the County's financial statements in the General Fund. The majority of the equity in the Authority is the temporary acquisition of a trailer court, which will be sold back to the current renters in the next year or two after subdivision approval from the County is obtained.

The annual financial report for the Housing Authority may be obtained from the Authority at 530 East Main Street, Garden Level, Aspen Colorado 81611. Following is a summary of financial information for the Housing Authority operating fund from its' 2007 general ledger:

Assets	<u>\$ 1,244,755</u>	Revenues	\$ 1,346,766
Liabilities	65,793	Expenses	<u>927,922</u>
Equity	<u>1,178,962</u>	Net income	<u>\$ 418,844</u>
	<u>\$ 1,244,755</u>		

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Required Supplementary Information

Major Governmental Funds

General Fund - The General Fund accounts for all transactions not accounted for in other funds. As the County's major operating fund, the General Fund accounts for ordinary operating expenditures financed primarily by property taxes, sales taxes and charges for services.

Road and Bridge Fund - State law empowers the County to levy property tax for the purpose of construction and maintenance of County roads and bridges. This tax, and all state and federal payments to the County for road and bridge purposes, are accounted for in this fund. This fund also accounts for the proceeds of a 3% use tax on building materials and fixtures, and motor vehicles purchases outside of Pitkin County for use within the County. The proceeds of this tax are restricted to improvements to County roads and State Highway 82. Although this tax lapsed in 1999, there are balances that are restricted for the for State Highway 82 improvements.

Transportation Sales and Use Tax Fund - In 1985, the County implemented a 1% tax for public mass transit purposes. The proceeds of this tax are shared with the Roaring Fork Transportation Authority, the City of Aspen, and the Town of Snowmass Village. In 1993, the voters approved a 1/2 cent sales and use tax to provide funding to increase and improve the public mass transportation system.

Open Space and Trails Fund - A property tax supports acquisition, improvement and management of open space and trails programs. There have been three elections for the Open Space and Trails program. In 1990, the voters approved a 2.5 mill levy for the years 1991 through 2000. In 1999 the voters reauthorized another ten year mill at a constant 3.75 for the years 2001 through 2010. In 2006, ther voters approved extending the 3.75 constant levy for another 10 years, or until 2020. In total the three elections also approved a the issuance of general obligation debt in the amount of \$44 million. Bonds amounting to \$20.79 million have been issued to date, leaving the County remaining voter authorization to issue up to \$23.21 million of additional general obligation debt to finance the acquisition of open space.

Pitkin County, Colorado
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	2007			2006	
	Original Budget	Final Budget	Actual	Variance Over (Under)	Actual
Revenues					
Taxes	\$ 9,719,595	\$ 9,324,587	\$ 9,568,442	\$ 243,855	\$ 9,778,687
Intergovernmental	785,050	789,550	1,310,871	521,321	1,033,279
Licenses and permits	695,036	1,664,413	990,259	(674,154)	947,260
Charges for services	3,723,499	3,769,628	4,789,260	1,019,632	5,254,065
Fines and forfeitures	6,700	6,700	8,554	1,854	7,278
Investment earnings	952,600	952,600	1,429,284	476,684	1,301,377
Miscellaneous	281,055	308,416	1,247,822	939,406	398,246
Total Revenues	16,163,535	16,815,894	19,344,492	2,528,598	18,720,192
Expenditures					
Current:					
General government	10,507,191	12,998,916	9,948,033	(3,050,883)	7,184,934
Public safety	6,380,311	7,503,866	6,757,492	(746,374)	5,928,955
Public works	134,893	268,578	201,823	(66,755)	115,054
Health and welfare	1,898,707	2,709,772	2,349,622	(360,150)	998,673
Culture and recreation	13,526	218,844	63,407	(155,437)	346,359
Conservation of natural resources	-	-	-	-	58,232
Housing and development	190,261	240,261	195,534	(44,727)	184,119
Total Expenditures	19,124,889	23,940,237	19,515,911	(4,424,326)	14,816,326
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,961,354)	(7,124,343)	(171,419)	(1,895,728)	3,903,866
Other Financing Sources (Uses)					
Sale of capital assets	2,532,300	2,532,300	41,080	(2,491,220)	668,464
Transfers in	626,000	626,000	626,410	410	370,207
Transfers out	(405,030)	(405,030)	(403,168)	1,862	(448,742)
Total Other Financing Sources (Uses)	2,753,270	2,753,270	264,322	(2,488,948)	589,929
Net Change in Fund Balances	\$ (208,084)	\$ (4,371,073)	92,903	\$ (4,384,676)	4,493,795
Fund Balances Beginning of Year			25,679,305		21,185,510
Fund Balances End of Year			\$ 25,772,208		\$ 25,679,305

Pitkin County, Colorado
Road and Bridge Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
Revenues					
Taxes	\$ 2,639,574	\$ 3,034,582	\$ 2,686,676	\$ (347,906)	\$ 1,911,045
Intergovernmental	1,360,510	1,641,510	1,869,429	227,919	1,452,522
Licenses and permits	20,000	20,000	13,530	(6,470)	23,170
Charges for services	-	6,760	3,585	(3,175)	587,892
Investment earnings	156,000	156,000	159,536	3,536	161,220
Miscellaneous	263,700	298,700	334,243	35,543	13,897
Total Revenues	<u>4,439,784</u>	<u>5,157,552</u>	<u>5,066,999</u>	<u>(90,553)</u>	<u>4,149,746</u>
Expenditures					
Current:					
Public works	4,538,667	8,089,374	6,246,302	1,843,072	3,313,577
Total Expenditures	<u>4,538,667</u>	<u>8,089,374</u>	<u>6,246,302</u>	<u>1,843,072</u>	<u>3,313,577</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(98,883)</u>	<u>(2,931,822)</u>	<u>(1,179,303)</u>	<u>1,752,519</u>	<u>836,169</u>
Other Financing Sources					
Sale of capital assets	105,000	180,000	74,076	(105,924)	45,000
Total Other Financing Sources	<u>105,000</u>	<u>180,000</u>	<u>74,076</u>	<u>(105,924)</u>	<u>45,000</u>
Net Change in Fund Balances	<u>\$ 6,117</u>	<u>\$ (2,751,822)</u>	<u>(1,105,227)</u>	<u>\$ 1,646,595</u>	<u>881,169</u>
Fund Balances Beginning of Year			<u>3,813,886</u>		<u>2,932,717</u>
Fund Balances End of Year			<u>\$ 2,708,659</u>		<u>\$ 3,813,886</u>

Pitkin County, Colorado
Transportation Sales and Use Tax Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	2007			2006	
	Original Budget	Final Budget	Actual	Variance Over (Under)	Actual
Revenues					
Taxes	\$ 11,349,484	\$ 11,349,484	\$ 11,362,470	\$ 12,986	\$ 10,720,598
Intergovernmental	-	-	-	-	69,752
Investment earnings	669,000	669,000	800,374	131,374	705,319
Miscellaneous	-	-	270	270	-
Total Revenues	<u>12,018,484</u>	<u>12,018,484</u>	<u>12,163,114</u>	<u>144,630</u>	<u>11,495,669</u>
Expenditures					
Current:					
Public works	10,777,189	21,205,198	11,936,781	9,268,417	10,348,244
Total Expenditures	<u>10,777,189</u>	<u>21,205,198</u>	<u>11,936,781</u>	<u>9,268,417</u>	<u>10,348,244</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 1,241,295</u>	<u>\$ (9,186,714)</u>	226,333	<u>\$ 9,413,047</u>	1,147,425
Fund Balances Beginning of Year			<u>14,409,914</u>		<u>13,262,489</u>
Fund Balances End of Year			<u>\$ 14,636,247</u>		<u>\$ 14,409,914</u>

Pitkin County, Colorado
Open Space and Trails Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	2007			2006	
	Original Budget	Final Budget	Actual	Variance Over (Under)	Actual
Revenues					
Taxes	\$ 7,635,481	\$ 7,635,481	\$ 7,594,039	\$ (41,442)	\$ 7,457,866
Intergovernmental	747,997	1,786,653	751,100	(1,035,553)	2,582,950
Licenses and permits	-	-	3,198	3,198	6,465
Charges for services	-	-	335,188	335,188	18,482
Fines and forfeitures	-	-	700	700	300
Investment earnings	142,000	142,000	274,004	132,004	391,991
Miscellaneous	-	-	29,917	29,917	87,193
Total Revenues	8,525,478	9,564,134	8,988,146	(575,988)	10,545,247
Expenditures					
Current:					
Culture and recreation	13,293,131	21,555,702	16,049,158	5,506,544	9,630,856
Debt Service:					
Principal retirement	456,500	456,500	405,000	51,500	350,000
Interest and fiscal charges	1,008,654	1,008,654	810,265	198,389	857,253
Bond issuance costs	-	-	-	-	113,147
Total Expenditures	14,758,285	23,020,856	17,264,423	5,756,433	10,951,256
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,232,807)	(13,456,722)	(8,276,277)	5,180,445	(406,009)
Other Financing Sources (Uses)					
Sale of capital assets	5,000	5,000	6,500	1,500	277,625
Bonds issued	3,100,000	3,100,000	-	(3,100,000)	9,815,000
Premium on debt issuance	-	-	-	-	119,785
Payment to refunded bond escrow agent	-	-	-	-	(8,260,775)
Transfers in	69,000	69,000	69,000	-	69,000
Total Other Financing Sources (Uses)	3,174,000	3,174,000	75,500	(3,098,500)	2,020,635
Net Change in Fund Balances	\$ (3,058,807)	\$ (10,282,722)	(8,200,777)	\$ 2,081,945	1,614,626
Fund Balances Beginning of Year			6,800,278		5,185,652
Fund Balances End of Year			\$ (1,400,499)		\$ 6,800,278

Pitkin County, Colorado
Note to Required Supplemental Information
For the Year Ended December 31, 2007

Budgetary Information - The budget is prepared in accordance with accounting principles generally accepted in the United States of America by the County's Finance Department and approved by the Board of County Commissioners following a public hearing.

Any change in the total to a fund's budget requires approval of the Board of County Commissioners. All unexpended annual appropriations lapse at year-end, except for projects that have been committed during the year by the issuance of a purchase order. Budgets for these projects are appropriated in the following year.

Supplemental Information
Combining and Individual Fund
Statements and Schedules
Governmental Funds

Pitkin County, Colorado
Combining Balance Sheet
Non-major Governmental Funds
December 31, 2007

	Non-major Special Revenue Funds	Non-major Debt Service Fund	Total Non-major Governmental Funds
Assets			
Equity in pooled cash and investments	\$ 5,842,884	\$ 168,821	\$ 6,011,705
Restricted cash and investments	-	159,026	159,026
Receivables:			
Accounts	-	-	-
Property taxes	2,390,102	308,112	2,698,214
Sales taxes	-	162,701	162,701
Intergovernmental	96,938	-	96,938
Total Assets	\$ 8,329,924	\$ 798,660	\$ 9,128,584
Liabilities and Fund Balances			
Liabilities			
Accounts payable	\$ 60,314	\$ -	\$ 60,314
Intergovernmental payable	24,183	-	24,183
Deferred revenue	2,390,102	308,112	2,698,214
Total Liabilities	2,474,599	308,112	2,782,711
Fund Balances			
Reserved for:			
Debt service	-	490,548	490,548
Program purposes	115,440	-	115,440
Unreserved:			
Designated for subsequent years expenditures	104,021	-	104,021
Unreserved, undesignated, reported in:			
Special revenue funds	5,635,864	-	5,635,864
Total Fund Balances	5,855,325	490,548	6,345,873
Total Liabilities and Fund Balances	\$ 8,329,924	\$ 798,660	\$ 9,128,584

Pitkin County, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended December 31, 2007

	Non-major Special Revenue Funds	Non-major Debt Service Funds	Total Non-major Governmental Funds
Revenues			
Taxes	\$ 2,287,100	\$ 1,426,521	\$ 3,713,621
Intergovernmental	388,610	-	388,610
Charges for services	1,198,591	-	1,198,591
Investment earnings	305,488	46,071	351,559
Miscellaneous	500	-	500
Total Revenues	4,180,289	1,472,592	5,652,881
Expenditures			
Current:			
Public safety	423,745	-	423,745
Public works	449,278	-	449,278
Health and welfare	1,266,352	-	1,266,352
Culture and recreation	122,200	-	122,200
Debt Service:			
Principal retirement	3,308	1,260,000	1,263,308
Interest and fiscal charges	4,926	521,989	526,915
Total Expenditures	2,269,809	1,781,989	4,051,798
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,910,480	(309,397)	1,601,083
Other Financing Sources (Uses)			
Sale of capital assets	7,400	-	7,400
Bonds issued	-	-	-
Transfers in	-	334,168	334,168
Transfers out	(356,410)	-	(356,410)
Total Other Financing Sources (Uses)	(349,010)	334,168	(14,842)
Net Change in Fund Balances	1,561,470	24,771	1,586,241
Fund Balances Beginning of Year	4,293,855	465,777	4,759,632
Fund Balances End of Year	\$ 5,855,325	\$ 490,548	\$ 6,345,873

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Non-Major Governmental Funds Special Revenue Funds

Special revenue funds account for taxes or other earmarked revenues of the County that finance specified activities as required by law or administrative action.

Social Services Fund - The County is required to levy property tax to defray its share of state welfare programs and associated administrative costs. The full cost of these programs, state share and County tax are accounted for in the Social Services Fund.

TV and FM Translator Fund - In 1982, the voters approved a dedicated property tax to fund TV and FM broadcasting services to the public.

Healthy Community Fund - In 2006, the voters approved an increase in property taxes to support contributions to Human Service Agencies and Community Non-profits. The property tax is authorized for six years and will sunset in 2012.

Conservation Trust Fund - State of Colorado distributes a portion of lottery proceeds annually to the County, which is dedicated to parks and open space. State statute requires a separate fund be established to account for these monies.

Ambulance District - Formed in 1982, ambulance service is provided by this District to the area in and around the City of Aspen. The District has contracted with Aspen Valley Hospital to provide these services. The Board of County Commissioners acts as the board of directors for the district and sets the supporting property tax levy.

Employee Housing Impact - In 2005, the Board of County Commissioners established an impact fee on certain developments to mitigate impacts caused by development and land use. The fee benefits properties managed and controlled by county or the Aspen/Pitkin County Housing Authority.

Redstone Ranch Acres and Twining Flats Improvement District - These Districts were formed to improve roads and provide maintenance. The Twining Flats Improvement District issued debt in 2006 to improve roads in the District and also collects property tax to maintain the roads. There is insufficient support in the Redstone Ranch Acres Improvement District for the issuance of bonds so only minor improvements have been completed. The Board of County Commissioners acts as the board of directors for these Districts and sets the supporting property tax levy.

Pitkin County, Colorado
Combining Balance Sheet
Non-major Special Revenue Funds
December 31, 2007

	<u>Social Services</u>	<u>Translator</u>	<u>Healthy Community</u>
Assets			
Equity in pooled cash and investments	\$ 75,330	\$ 883,304	\$ 275,728
Receivables:			
Accounts	-	-	-
Property taxes	100,886	588,957	1,333,333
Intergovernmental	4,220	-	-
Total Assets	<u>\$ 180,436</u>	<u>\$ 1,472,261</u>	<u>\$ 1,609,061</u>
Liabilities and Fund Balances			
Liabilities			
Accounts payable	\$ 26,874	\$ 22,081	\$ 5,000
Intergovernmental payable	24,183	-	-
Deferred revenue	100,886	588,957	1,333,333
Total Liabilities	<u>151,943</u>	<u>611,038</u>	<u>1,338,333</u>
Fund Balances			
Reserved for program purposes	1,697	18,743	40,208
Unreserved:			
Designated for subsequent years expenditures	-	31,092	-
Undesignated	26,796	811,388	230,520
Total Fund Balances	<u>28,493</u>	<u>861,223</u>	<u>270,728</u>
Total Liabilities and Fund Balances	<u>\$ 180,436</u>	<u>\$ 1,472,261</u>	<u>\$ 1,609,061</u>

Conservation Trust	Ambulance District	Employee Housing Impact	Redstone Ranch Acres Improvement District	Twining Flats Improvement District	Total Nonmajor Special Revenue Funds
\$ 1,739	\$ 1,068,096	\$ 3,525,619	\$ 7,545	\$ 5,523	\$ 5,842,884
-	-	-	-	-	-
-	342,775	-	8,016	16,135	2,390,102
-	92,718	-	-	-	96,938
<u>\$ 1,739</u>	<u>\$ 1,503,589</u>	<u>\$ 3,525,619</u>	<u>\$ 15,561</u>	<u>\$ 21,658</u>	<u>\$ 8,329,924</u>
\$ -	\$ -	\$ -	\$ 3,470	\$ 2,889	\$ 60,314
-	-	-	-	-	24,183
-	342,775	-	8,016	16,135	2,390,102
-	342,775	-	11,486	19,024	2,474,599
1,739	11,849	40,452	251	501	115,440
-	72,929	-	-	-	104,021
-	1,076,036	3,485,167	3,824	2,133	5,635,864
<u>1,739</u>	<u>1,160,814</u>	<u>3,525,619</u>	<u>4,075</u>	<u>2,634</u>	<u>5,855,325</u>
<u>\$ 1,739</u>	<u>\$ 1,503,589</u>	<u>\$ 3,525,619</u>	<u>\$ 15,561</u>	<u>\$ 21,658</u>	<u>\$ 8,329,924</u>

Pitkin County, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Special Revenue Funds
For the Year Ended December 31, 2007

	<u>Social Services</u>	<u>Translator</u>	<u>Healthy Community</u>
Revenues			
Taxes	\$ 50,481	\$ 571,579	\$ 1,309,075
Intergovernmental	331,149	-	-
Charges for services	-	2,500	-
Investment earnings	6,101	50,672	31,206
Miscellaneous	500	-	-
Total Revenues	<u>388,231</u>	<u>624,751</u>	<u>1,340,281</u>
Expenditures			
Current:			
Public safety	-	-	-
Public works	-	419,456	15,240
Health and welfare	470,966	-	795,386
Culture and recreation	-	-	122,200
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total Expenditures	<u>470,966</u>	<u>419,456</u>	<u>932,826</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(82,735)</u>	<u>205,295</u>	<u>407,455</u>
Other Financing Sources (Uses)			
Sale of capital assets	6,500	900	-
Transfers out	-	-	(300,226)
Total Other Financing Sources (Uses)	<u>6,500</u>	<u>900</u>	<u>(300,226)</u>
Net Change in Fund Balances	(76,235)	206,195	107,229
Fund Balances Beginning of Year	<u>104,728</u>	<u>655,028</u>	<u>163,499</u>
Fund Balances End of Year	<u>\$ 28,493</u>	<u>\$ 861,223</u>	<u>\$ 270,728</u>

Conservation Trust	Ambulance District	Employee Housing Impact	Redstone Ranch Acres Improvement District	Twining Flats Improvement District	Total Nonmajor Special Revenue Funds
\$ -	\$ 331,663	\$ -	\$ 7,999	\$ 16,303	\$ 2,287,100
57,461	-	-	-	-	388,610
-	-	1,196,091	-	-	1,198,591
1,130	63,289	152,310	369	411	305,488
-	-	-	-	-	500
<u>58,591</u>	<u>394,952</u>	<u>1,348,401</u>	<u>8,368</u>	<u>16,714</u>	<u>4,180,289</u>
-	423,745	-	-	-	423,745
-	-	-	8,053	6,529	449,278
-	-	-	-	-	1,266,352
-	-	-	-	-	122,200
-	-	-	-	3,308	3,308
-	-	-	-	4,926	4,926
<u>-</u>	<u>423,745</u>	<u>-</u>	<u>8,053</u>	<u>14,763</u>	<u>2,269,809</u>
<u>58,591</u>	<u>(28,793)</u>	<u>1,348,401</u>	<u>315</u>	<u>1,951</u>	<u>1,910,480</u>
-	-	-	-	-	7,400
<u>(56,184)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(356,410)</u>
<u>(56,184)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(349,010)</u>
2,407	(28,793)	1,348,401	315	1,951	1,561,470
<u>(668)</u>	<u>1,189,607</u>	<u>2,177,218</u>	<u>3,760</u>	<u>683</u>	<u>4,293,855</u>
<u>\$ 1,739</u>	<u>\$ 1,160,814</u>	<u>\$ 3,525,619</u>	<u>\$ 4,075</u>	<u>\$ 2,634</u>	<u>\$ 5,855,325</u>

Pitkin County, Colorado
Social Services Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	2007			2006	
	Original Budget	Final Budget	Actual	Variance Over (Under)	Actual
Revenues					
Taxes	\$ 50,768	\$ 50,768	\$ 50,481	\$ (287)	\$ 51,531
Intergovernmental	461,442	461,442	331,149	(130,293)	368,066
Investment earnings	4,750	4,750	6,101	1,351	5,963
Miscellaneous	1,000	1,000	500	(500)	2,620
Total Revenues	517,960	517,960	388,231	(129,729)	428,180
Expenditures					
Current:					
Health and welfare	644,096	648,046	470,966	177,080	435,556
Total Expenditures	644,096	648,046	470,966	177,080	435,556
Excess (Deficiency) of Revenues Over (Under) Expenditures	(126,136)	(130,086)	(82,735)	47,351	(7,376)
Other Financing Sources (Uses)					
Sale of capital assets	4,000	4,000	6,500	2,500	-
Total Other Financing Sources	4,000	4,000	6,500	2,500	-
Net Change in Fund Balances	\$ (122,136)	\$ (126,086)	(76,235)	\$ 49,851	(7,376)
Fund Balances Beginning of Year			104,728		112,104
Fund Balances End of Year			\$ 28,493		\$ 104,728

Pitkin County, Colorado
Translator Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
Revenues					
Taxes	\$ 573,733	\$ 573,733	\$ 571,579	\$ (2,154)	\$ 546,837
Charges for services	-	-	2,500	2,500	1,278
Investment earnings	28,500	28,500	50,672	22,172	39,981
Total Revenues	602,233	602,233	624,751	22,518	588,096
Expenditures					
Current:					
Public works	394,596	647,265	419,456	227,809	414,894
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>207,637</u>	<u>(45,032)</u>	<u>205,295</u>	<u>250,327</u>	<u>173,202</u>
Other Financing Sources (Uses)					
Sale of capital assets	-	-	900	900	-
Total Other Financing Sources (Uses)	-	-	900	900	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 207,637</u>	<u>\$ (45,032)</u>	206,195	<u>\$ 251,227</u>	173,202
Fund Balances Beginning of Year			<u>655,028</u>		<u>481,826</u>
Fund Balances End of Year			<u>\$ 861,223</u>		<u>\$ 655,028</u>

Pitkin County, Colorado
Healthy Community Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
Revenues					
Taxes	\$ 1,315,822	\$ 1,315,822	\$ 1,309,075	\$ (6,747)	\$ 958,978
Intergovernmental	-	-	-	-	103,410
Charges for services	-	-	-	-	33,779
Investment earnings	15,400	15,400	31,206	15,806	18,995
Miscellaneous	-	-	-	-	23,650
Total Revenues	<u>1,331,222</u>	<u>1,331,222</u>	<u>1,340,281</u>	<u>9,059</u>	<u>1,138,812</u>
Expenditures					
Current:					
Public works	15,240	15,240	15,240	-	15,240
Health and welfare	851,268	851,268	795,386	55,882	1,110,022
Culture and recreation	122,700	122,700	122,200	500	49,552
Total Expenditures	<u>989,208</u>	<u>989,208</u>	<u>932,826</u>	<u>56,382</u>	<u>1,174,814</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>342,014</u>	<u>342,014</u>	<u>407,455</u>	<u>65,441</u>	<u>(36,002)</u>
Other Financing Sources					
Transfers in	-	-	-	-	43,983
Transfers out	(300,000)	(300,000)	(300,226)	(226)	(36,707)
Total Other Financing Sources	<u>(300,000)</u>	<u>(300,000)</u>	<u>(300,226)</u>	<u>(226)</u>	<u>7,276</u>
Net Change in Fund Balances	<u>\$ 42,014</u>	<u>\$ 42,014</u>	<u>107,229</u>	<u>\$ 65,215</u>	<u>(28,726)</u>
Fund Balances Beginning of Year			<u>163,499</u>		<u>192,225</u>
Fund Balances End of Year			<u>\$ 270,728</u>		<u>\$ 163,499</u>

Pitkin County, Colorado
Conservation Trust Fund
Schedule of Revenues and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
Revenues					
Intergovernmental	\$ 56,000	\$ 56,000	\$ 57,461	\$ 1,461	\$ 61,500
Investment earnings	-	-	1,130	1,130	1,266
Total Revenues	<u>56,000</u>	<u>56,000</u>	<u>58,591</u>	<u>2,591</u>	<u>62,766</u>
Other Financing Uses					
Transfers out	<u>(56,000)</u>	<u>(56,000)</u>	<u>(56,184)</u>	<u>(184)</u>	<u>(63,500)</u>
Total Other Financing Uses	<u>(56,000)</u>	<u>(56,000)</u>	<u>(56,184)</u>	<u>(184)</u>	<u>(63,500)</u>
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	2,407	<u>\$ 2,407</u>	(734)
Fund Balances Beginning of Year			<u>(668)</u>		<u>66</u>
Fund Balances End of Year			<u>\$ 1,739</u>		<u>\$ (668)</u>

Pitkin County, Colorado
Ambulance District Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	2007			2006	
	Original Budget	Final Budget	Actual	Variance Over (Under)	Actual
Revenues					
Taxes	\$ 333,346	\$ 333,346	\$ 331,663	\$ (1,683)	\$ 313,423
Intergovernmental	-	-	-	-	-
Investment earnings	37,201	37,201	63,289	26,088	46,266
Miscellaneous	-	-	-	-	3,885
Total Revenues	370,547	370,547	394,952	24,405	363,574
Expenditures					
Current:					
Public safety	364,445	515,275	423,745	91,530	67,973
Excess (Deficiency) of Revenues Over (Under) Expenditures	6,102	(144,728)	(28,793)	115,935	295,601
Other Financing Sources					
Sale of capital assets	-	5,000	-	(5,000)	10,000
Net Change in Fund Balances	\$ 6,102	\$ (139,728)	(28,793)	\$ 110,935	305,601
Fund Balances Beginning of Year			1,189,607		884,006
Fund Balances End of Year			\$ 1,160,814		\$ 1,189,607

Pitkin County, Colorado
Employee Housing Impact Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
Revenues					
Charges for services	\$ 1,300,000	\$ 1,300,000	\$ 1,196,091	\$ (103,909)	\$ 1,430,015
Investment earnings	160,300	160,300	152,310	(7,990)	72,498
Total Revenues	1,460,300	1,460,300	1,348,401	(111,899)	1,502,513
Excess (Deficiency) of Revenues Over Expenditures	1,460,300	1,460,300	1,348,401	(111,899)	1,502,513
Net Change in Fund Balances	<u>\$ 1,460,300</u>	<u>\$ 1,460,300</u>	1,348,401	<u>\$ (111,899)</u>	1,502,513
Fund Balances Beginning of Year			<u>2,177,218</u>		<u>674,705</u>
Fund Balances End of Year			<u>\$ 3,525,619</u>		<u>\$ 2,177,218</u>

Pitkin County, Colorado
Redstone Ranch Acres Improvement District Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	2007			2006	
	Original Budget	Final Budget	Actual	Variance Over (Under)	Actual
Revenues					
Taxes	\$ 8,018	\$ 8,018	\$ 7,999	\$ (19)	\$ 7,791
Investment earnings	250	250	369	119	283
Total Revenues	8,268	8,268	8,368	100	8,074
Expenditures					
Current:					
Public works	6,872	6,872	8,053	(1,181)	10,421
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 1,396</u>	<u>\$ 1,396</u>	315	<u>\$ (1,081)</u>	(2,347)
Fund Balances Beginning of Year			3,760		6,107
Fund Balances End of Year			<u>\$ 4,075</u>		<u>\$ 3,760</u>

Pitkin County, Colorado
Twining Flats Improvement District Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	2007			2006	
	Original Budget	Final Budget	Actual	Variance Over (Under)	Actual
Revenues					
Taxes	\$ 16,286	\$ 16,286	\$ 16,303	\$ 17	\$ 6,790
Investment earnings	85	85	411	326	118
Total Revenues	16,371	16,371	16,714	343	6,908
Expenditures					
Current:					
Public works	4,893	4,893	6,529	(1,636)	63,035
Debt Service:					
Principal retirement	3,308	3,308	3,308	-	-
Interest and fiscal charges	4,900	4,900	4,926	(26)	7,868
Total Expenditures	13,101	13,101	14,763	(1,662)	70,903
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,270	3,270	1,951	(1,319)	(63,995)
Other Financing Sources (Uses)					
Bonds issued	-	-	-	-	65,000
Total Other Financing Sources	-	-	-	-	65,000
Net Change in Fund Balances	<u>\$ 3,270</u>	<u>\$ 3,270</u>	1,951	<u>\$ (1,319)</u>	1,005
Fund Balances Beginning of Year			683		(322)
Fund Balances End of Year			<u>\$ 2,634</u>		<u>\$ 683</u>

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Non-Major Governmental Funds

Debt Service Funds

Debt Service funds are used to account for the accumulation of resources for the payment of bond principal and interest which the County is obligated for the payment.

County General Obligation Debt Service Fund - This fund is used to account for the payment of principal and interest on all general obligation debt of the County other than that for open space. In May, 1989, the voters approved the issuance of general obligation bonds totaling \$6,000,000 for the purpose of providing affordable housing for County residents. During 1991 the County issued \$4,590,000 of Pitkin County General Obligation Housing and Refunding Bonds. \$4,145,000 of these bonds were issued under the 1989 authorization for general obligation housing bonds and \$445,000 was used to refund the outstanding balance of the 1982 general obligation bonds issued to finance the construction of a jail facility. During 1992, the County issued \$1,855,000 general obligation housing bonds which exhausted the County's authorization under the 1989 approval. Funding for the principal and interest payments is provided by a specific annual property tax levy and by interest earned on tax collections for debt service payments. Revenues generated in excess of actual requirements are legally restricted to servicing this debt.

Transit Debt Service Fund - This fund is used to account for the accumulation of resources and payment of principal and interest on Sales Tax Revenue Bonds (Series 1998, \$1,960,000 and Series 2001, \$8,460,000). These bonds were issued to acquire buses and improve certain facilities for the Roaring Fork Transit Agency and to refund existing sales tax revenue debt. Funding is provided by a 1% County sales tax implemented on July 1, 1985, and by interest earned by the fund.

Pitkin County Capital Leasing Corporation - The Pitkin County Capital Leasing Corporation (the "Corporation") is a not-for-profit corporation formed to finance the construction and acquisition of assets which are leased back to the County and its component units. In 1988, the Corporation issued \$2,990,000 of lease certificates of participation for the construction of the County Fleet Maintenance Facility. In 1991, the Corporation issued \$3,900,000 of lease certificates of participation for the acquisition of an administrative office building. The County refunded the Series 1988 Certificates and advance refunded the Series 1991 Certificates with \$4,905,000 of Series 1998 lease certificates to reduce its total debt service payments over the remaining life of the debt. The general fund transfers base rental payments in an amount sufficient to meet annual debt service payments.

Pitkin County, Colorado
Combining Balance Sheet
Non-major Debt Service Funds
December 31, 2007

	County GO Debt Service	Transit Debt Service	Pitkin County Capital Leasing Corporation	Total Non-major Debt Service Funds
Assets				
Equity in pooled cash and investments	\$ 105,000	\$ 63,544	\$ 277	\$ 168,821
Restricted cash and investments	-	159,026	-	159,026
Receivables:				
Property taxes	308,112	-	-	308,112
Sales taxes	-	162,701	-	162,701
Total Assets	\$ 413,112	\$ 385,271	\$ 277	\$ 798,660
Liabilities and Fund Balances				
Liabilities				
Deferred revenue	\$ 308,112	\$ -	\$ -	\$ 308,112
Total Liabilities	308,112	-	-	308,112
Fund Balances				
Reserved for debt service	105,000	385,271	277	490,548
Total Fund Balances	105,000	385,271	277	490,548
Total Liabilities and Fund Balances	\$ 413,112	\$ 385,271	\$ 277	\$ 798,660

Pitkin County, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Debt Service Funds
For the Year Ended December 31, 2007

	<u>County GO Debt Service</u>	<u>Transit Debt Service</u>	<u>Pitkin County Capital Leasing Corporation</u>	<u>Non-major Debt Service Funds</u>
Revenues				
Taxes	\$ 450,316	\$ 976,205	\$ -	\$ 1,426,521
Investment earnings	18,928	27,143	-	46,071
Total Revenues	<u>469,244</u>	<u>1,003,348</u>	<u>-</u>	<u>1,472,592</u>
Expenditures				
Debt Service:				
Principal retirement	370,000	625,000	265,000	1,260,000
Interest and fiscal charges	99,981	352,840	69,168	521,989
Total Expenditures	<u>469,981</u>	<u>977,840</u>	<u>334,168</u>	<u>1,781,989</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(737)</u>	<u>25,508</u>	<u>(334,168)</u>	<u>(309,397)</u>
Other Financing Sources				
Transfers in	-	-	334,168	334,168
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>334,168</u>	<u>334,168</u>
Net Change in Fund Balances	(737)	25,508	-	24,771
Fund Balances Beginning of Year	<u>105,737</u>	<u>359,763</u>	<u>277</u>	<u>465,777</u>
Fund Balances End of Year	<u>\$ 105,000</u>	<u>\$ 385,271</u>	<u>\$ 277</u>	<u>\$ 490,548</u>

Pitkin County, Colorado
County GO Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	2007			2006	
	Original Budget	Final Budget	Actual	Variance Over (Under)	Actual
Revenues					
Taxes	\$ 452,812	\$ 452,812	\$ 450,316	\$ (2,496)	\$ 461,616
Investment earnings	16,600	16,600	18,928	2,328	17,466
Total Revenues	469,412	469,412	469,244	(168)	479,082
Expenditures					
Debt Service:					
Principal retirement	370,000	370,000	370,000	-	365,000
Interest and fiscal charges	97,528	97,528	99,981	(2,453)	107,038
Total Expenditures	467,528	467,528	469,981	(2,453)	472,038
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,884	1,884	(737)	(2,621)	7,044
Net Change in Fund Balances	\$ 1,884	\$ 1,884	(737)	\$ (2,621)	7,044
Fund Balances Beginning of Year			105,737		98,693
Fund Balances End of Year			\$ 105,000		\$ 105,737

Pitkin County, Colorado
Transit Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
Revenues					
Taxes	\$ 917,516	\$ 917,516	\$ 976,205	\$ 58,689	\$ 947,556
Interest earnings	23,550	23,550	27,143	3,593	25,269
Total Revenues	<u>941,066</u>	<u>941,066</u>	<u>1,003,348</u>	<u>62,282</u>	<u>972,825</u>
Expenditures					
Debt Service:					
Principal retirement	625,000	625,000	625,000	-	610,000
Interest and fiscal charges	352,990	352,990	352,840	150	374,985
Total Expenditures	<u>977,990</u>	<u>977,990</u>	<u>977,840</u>	<u>150</u>	<u>984,985</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (36,924)</u>	<u>\$ (36,924)</u>	25,508	<u>\$ 62,432</u>	(12,160)
Fund Balances Beginning of Year			<u>359,763</u>		<u>371,923</u>
Fund Balances End of Year			<u>\$ 385,271</u>		<u>\$ 359,763</u>

Pitkin County, Colorado
Pitkin County Capital Leasing Corporation Fund
Schedule of Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
Expenditures					
Debt service:					
Principal retirement	265,000	265,000	265,000	-	255,000
Interest and fiscal charges	71,030	71,030	69,168	1,862	81,260
Total Expenditures	<u>336,030</u>	<u>336,030</u>	<u>334,168</u>	<u>1,862</u>	<u>336,260</u>
(Deficiency) of Revenues					
(Under) Expenditures	(336,030)	(336,030)	(334,168)	1,862	(336,260)
Other Financing Sources					
Transfers in	336,030	336,030	334,168	1,862	335,759
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>(501)</u>
Fund Balances Beginning of Year			<u>277</u>		<u>778</u>
Fund Balances End of Year			<u>\$ 277</u>		<u>\$ 277</u>

Proprietary Funds Enterprise

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

Airport Fund - The Airport Fund accounts for the activities of the County's airport.

Solid Waste Center Fund - The Solid Waste Center Fund accounts for the County's landfill and recycling operations, including postclosure liabilities, which are primarily funded by site collections and the sale of recyclables.

Pitkin County, Colorado
Airport Fund
Statement of Revenues,
Expenses and Changes in Fund Net Assets
For the Year Ended December 31, 2007
(with comparative amounts for the year ended December 31, 2006)

	<u>2007</u>	<u>2006</u>
Operating Revenues		
Charges for services	\$ 1,838,431	\$ 1,702,832
Rents and franchises	3,205,394	3,433,907
Miscellaneous	2,885	64,486
Total Operating Revenues	<u>5,046,710</u>	<u>5,201,225</u>
Operating Expenses		
Personal services	1,679,175	1,569,214
Purchased services	2,523,505	1,880,227
Materials and supplies	196,007	205,721
Depreciation	2,608,357	2,488,267
Total Operating Expenses	<u>7,007,044</u>	<u>6,143,429</u>
Operating Loss	(1,960,334)	(942,204)
Non-operating Revenues (Expenses)		
Interest revenue	289,228	226,540
Intergovernmental revenue	719,838	171,497
Interest expense and fiscal charge	(76,352)	(89,054)
Net gain (loss) on disposition of capital assets	(15,527)	20,192
Total Non-operating Revenues (Expenses)	<u>917,187</u>	<u>329,175</u>
Loss Before Capital Contributions	(1,043,147)	(613,029)
Capital contributions	12,437,396	6,565,476
Change in Net Assets	11,394,249	5,952,447
Net Assets Beginning of Year	<u>65,804,519</u>	<u>59,852,072</u>
Net Assets End of Year	<u>\$ 77,198,768</u>	<u>\$ 65,804,519</u>

Pitkin County, Colorado
Airport Fund
Schedule of Revenues and Expenditures-Budget and Actual
Based on Budgetary Basis for Budget and U.S. GAAP Basis for Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	2007			2006	
	Original Budget	Final Budget	Actual	Variance Over (Under)	Actual
Revenues					
GAAP-based operating revenues	\$ 4,860,028	\$ 4,860,028	\$ 5,046,709	\$ 186,681	\$ 5,201,225
GAAP-based interest revenues	80,000	80,000	289,228	209,228	226,540
GAAP-based non-operating revenue	295,680	295,680	719,838	424,158	171,497
GAAP-based contributions from federal government and others	9,878,207	18,567,651	12,437,396	(6,130,255)	6,565,476
Total Budgetary-Based Revenues	\$ 15,113,915	\$ 23,803,359	\$ 18,493,171	\$ (5,310,188)	\$ 12,164,738
Expenditures					
GAAP-based operating expenditures	\$ 4,495,314	\$ 4,545,363	\$ 7,007,043	\$ (2,461,680)	\$ 6,143,429
GAAP-based interest expense and fiscal charges	80,640	80,640	76,352	4,288	89,054
Deduct depreciation	-	-	(2,608,357)	2,608,357	(2,488,267)
Add acquisition of property and equipment	11,518,938	21,827,445	13,456,351	8,371,094	8,532,445
Add debt principal retirement	284,177	284,177	284,177	-	275,764
Total Budgetary-Based Expenditures	\$ 16,379,069	\$ 26,737,625	\$ 18,215,566	\$ 8,522,059	\$ 12,552,425
Other Financing Sources (Uses)					
GAAP-based proceeds from long-term debt	\$ -	\$ -	\$ -	\$ -	\$ 900,000
GAAP-based proceeds from sale of capital assets	225,000	225,000	4,280	(220,720)	24,010
Total Budgetary-Based Other Financing Sources (Uses)	\$ 225,000	\$ 225,000	\$ 4,280	\$ (220,720)	\$ 924,010

Pitkin County, Colorado
Solid Waste Center Fund
Statement of Revenues,
Expenses and Changes in Fund Net Assets
For the Year Ended December 31, 2007
(with comparative amounts for the year ended December 31, 2007)

	<u>2007</u>	<u>2006</u>
Operating Revenues		
Charges for services	\$ 5,833,011	\$ 5,449,752
Miscellaneous	6,000	25,317
Total Operating Revenues	<u>5,839,011</u>	<u>5,475,069</u>
Operating Expenses		
Personal services	749,661	803,824
Purchased services	3,171,393	2,789,027
Materials and supplies	41,148	83,280
Depreciation	302,918	196,780
Postclosure	129,946	200,326
Total Operating Expenses	<u>4,395,066</u>	<u>4,073,237</u>
Operating Income (Loss)	<u>1,443,945</u>	<u>1,401,832</u>
Non-Operating Revenues (Expenses)		
Interest	321,776	248,179
Gain (Loss) on sale of capital assets	39,244	(116)
Total Non-Operating Revenues (Expenses)	<u>361,020</u>	<u>248,063</u>
Income (Loss) Before Transfers Out	1,804,965	1,649,895
Transfers out	<u>(270,000)</u>	<u>(270,000)</u>
Change in Net Assets	1,534,965	1,379,895
Net Assets Beginning of Year	<u>4,787,024</u>	<u>3,407,129</u>
Net Assets End of Year	<u>\$ 6,321,989</u>	<u>\$ 4,787,024</u>

Pitkin County, Colorado
Solid Waste Center Fund
Schedule of Revenues and Expenditures-Budget and Actual
Based on Budgetary Basis for Budget and U.S. GAAP Basis for Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
Revenues					
GAAP-based operating revenues	\$ 3,620,000	\$ 3,932,500	\$ 5,833,011	\$ 1,900,511	\$ 5,475,069
GAAP-based interest revenues	225,500	225,500	321,776	96,276	248,179
GAAP-based contributions from local government	-	4,000	6,000	2,000	-
Total Budgetary-Based Revenues	<u>\$ 3,845,500</u>	<u>\$ 4,162,000</u>	<u>\$ 6,160,787</u>	<u>\$ 1,998,787</u>	<u>\$ 5,723,248</u>
Expenditures					
GAAP-based operating expenditures	\$ 3,353,852	\$ 3,840,765	\$ 4,395,067	\$ (554,302)	\$ 4,073,237
Deduct depreciation	-	-	(302,918)	302,918	(196,780)
Deduct postclosure accrual	-	-	(129,946)	129,946	(200,326)
Add acquisition of property and equipment	68,000	1,166,025	734,207	431,818	431,541
Total Budgetary-Based Expenditures	<u>\$ 3,421,852</u>	<u>\$ 5,006,790</u>	<u>\$ 4,696,410</u>	<u>\$ 310,380</u>	<u>\$ 4,107,672</u>
Other Financing Sources (Uses)					
GAAP-based proceeds from sale of capital assets	\$ 54,000	\$ 54,000	\$ 39,244	\$ (14,756)	\$ 76,815
GAAP-based transfer to general fund	(270,000)	(270,000)	(270,000)	-	(270,000)
Total Budgetary-Based Other Financing Sources (Uses)	<u>\$ (216,000)</u>	<u>\$ (216,000)</u>	<u>\$ (230,756)</u>	<u>\$ (14,756)</u>	<u>\$ (193,185)</u>

Fiduciary Funds

Agency Funds

AGENCY FUNDS

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

County Clearing Funds - These funds are used to temporarily hold property tax and other collections until the proper allocation to other governmental units, funds or individuals can be determined.

Taxing Districts - The County treasurer collects property taxes for all of the taxing entities in the County. These transactions are accounted for in separate agency funds for each district, but are combined for financial reporting purposes.

Housing Funds - The County finance department acts as trustee for the Aspen/Pitkin County Housing Authority Mortgage Revenue notes.

Other Clearing Funds - This category includes an account used to account for transactions of the County treasurer as paying agent for Aspen Valley Hospital bonds and a fund used to account for activities of the Roaring Fork Transportation Authority.

Pitkin County, Colorado
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For The Year Ended December 31, 2007

County Clearing Funds	Balance January 1, 2007	Additions	Deductions	Balance December 31, 2007
Assets				
Equity in pooled cash and investments	\$ 781,227	\$ 85,226,199	\$ 84,836,138	\$ 1,171,288
Liabilities				
Due to other governments	\$ 91,858	\$ 5,086,285	\$ 5,082,645	\$ 95,498
Funds held for others	689,369	80,139,914	79,753,493	1,075,790
Total Liabilities	\$ 781,227	\$ 85,226,199	\$ 84,836,138	\$ 1,171,288
 Taxing Districts				
Assets				
Equity in pooled cash and investments	\$ 215,205	\$ 60,805,762	\$ 60,804,479	\$ 216,488
Liabilities				
Due to other governments	\$ 215,205	\$ 60,805,762	\$ 60,804,479	\$ 216,488
 Housing Funds				
Assets				
Equity in pooled cash and investments	\$ 1,150,901	\$ 72,860	\$ 27,838	\$ 1,195,923
Liabilities				
Funds held for others	\$ 1,150,901	\$ 72,860	\$ 27,838	\$ 1,195,923
 Other Clearing Funds				
Assets				
Equity in pooled cash and investments	\$ 291,640	\$ 14,613	\$ 13,085	\$ 293,168
Liabilities				
Due to other governments	\$ 291,640	\$ 14,613	\$ 13,085	\$ 293,168
 Total - All Agency Funds				
Assets				
Equity in pooled cash and investments	\$ 2,438,973	\$ 146,119,434	\$ 145,681,540	\$ 2,876,867
Liabilities				
Due to other governments	\$ 598,703	\$ 65,906,660	\$ 65,900,209	\$ 605,154
Funds held for others	1,840,270	80,212,774	79,781,331	2,271,713
Total Liabilities	\$ 2,438,973	\$ 146,119,434	\$ 145,681,540	\$ 2,876,867

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Component Units

Component units are legally separate organizations for which the County is financially accountable.

Pitkin County Library District - The Library District is responsible for providing public library services to the citizens of the County. The Library District collects property taxes to support its services.

Emergency Telephone Authority - The Emergency Telephone Authority provides 911 services to dispatch emergency services. The Authority's operations are supported by a surcharge on phone service.

Pitkin County, Colorado
Library District
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	<u>2007</u>			<u>2006</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>	<u>Actual</u>
Revenues					
Taxes	\$ 2,614,367	\$ 2,614,367	\$ 2,601,200	\$ (13,167)	\$ 2,474,398
Charges for services	22,900	22,900	8,361	(14,539)	10,335
Fines and forfeits	22,590	22,590	22,153	(437)	24,774
Investment earnings	334,800	334,800	512,134	177,334	489,681
Miscellaneous	14,000	14,000	22,378	8,378	120,711
Total Revenues	<u>3,008,657</u>	<u>3,008,657</u>	<u>3,166,226</u>	<u>157,569</u>	<u>3,119,899</u>
Expenditures					
Current:					
Culture and recreation	2,754,123	2,937,565	2,559,180	378,385	2,729,342
Total Expenditures	<u>2,754,123</u>	<u>2,937,565</u>	<u>2,559,180</u>	<u>378,385</u>	<u>2,729,342</u>
Excess of Revenues Over (Under)					
Expenditures	<u>254,534</u>	<u>71,092</u>	<u>607,046</u>	<u>535,954</u>	<u>390,557</u>
Other Financing Sources					
Proceeds from sale of capital assets	13,835	13,835	15,529	1,694	11,735
Total Other Financing Sources	<u>13,835</u>	<u>13,835</u>	<u>15,529</u>	<u>1,694</u>	<u>11,735</u>
Net Change in Fund Balances	<u>\$ 268,369</u>	<u>\$ 84,927</u>	<u>622,575</u>	<u>\$ 537,648</u>	<u>402,292</u>
Fund Balances Beginning of Year			<u>4,725,543</u>		<u>4,323,251</u>
Fund Balances End of Year			<u>\$ 5,348,118</u>		<u>\$ 4,725,543</u>
Reconciliation to Statement of Net Assets					
Capital outlays are reorted as expenditures, however in the statement of activities the cost of those assets is allocated over their estimated useful lives as depreciations expense. This is the amount by which the capitalized capital outlay exceeded depreciation expense in the current period					
Depreciation expense	\$ (3,980,795)				
Capital outlay	<u>9,259,756</u>		\$ 5,278,961		
Compensated absenses			<u>(83,085)</u>		
Total Net Assets			<u>\$ 10,543,994</u>		

Pitkin County, Colorado
Emergency Telephone Authority
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2007
(With Comparative Actual Amounts for the Year Ended December 31, 2006)

	2007			2006	
	Original Budget	Final Budget	Actual	Variance Over (Under)	Actual
Revenues					
Charges for services	\$ 343,452	\$ 343,452	\$ 370,512	\$ 27,060	\$ 355,764
Investment earnings	16,920	16,920	23,906	6,986	18,210
Total Revenues	360,372	360,372	394,418	34,046	373,974
Expenditures					
Current:					
Public Safety	211,268	509,289	401,354	107,935	208,475
Total Expenditures	211,268	509,289	401,354	107,935	208,475
Excess of Revenues Over (Under)					
Expenditures	\$ 149,104	\$ (148,917)	(6,936)	\$ 141,981	165,499
Fund Balances Beginning of Year			487,811		322,312
Fund Balances End of Year			\$ 480,875		\$ 487,811
Reconciliation to Statement of Net Assets					
Capital outlays are reported as expenditures, however in the statement of activities the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which the capitalized capital outlay exceeded depreciation expense in the current period					
Depreciation expense	\$ (290,051)				
Capital outlay	634,981		\$ 344,930		
			\$ 825,805		

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COMBINED SCHEDULE OF CASH AND INVESTMENTS

Pitkin County, Colorado

COMBINED SCHEDULE OF CASH AND INVESTMENTS

December 31, 2007

	Interest Rate	Maturity Date	Fair Value
Pooled cash and investments			
U.S. Agencies and Instrumentalities			
Federal Home Loan Bank			
Par Value \$1,000,000	4.766%	11/21/2008	1,004,380
Par Value \$1,000,000	4.650%	9/29/2010	1,038,130
Total U.S. Agencies and Instrumentalities			<u>2,042,510</u>
Bank Certificates of Deposit			
Cache Bank, Greeley	3.980%	5/17/2008	1,000,000
Cache Bank, Greeley	4.410%	7/21/2008	1,000,000
Cache Bank, Greeley	4.400%	9/16/2008	1,000,000
Cache Bank, Greeley	5.360%	5/16/2009	1,000,000
Cache Bank, Greeley	5.400%	9/20/2009	1,000,000
Horizon Bank, Limon	5.210%	3/15/2009	1,000,000
Horizon Bank, Limon	5.600%	7/14/2009	1,000,000
Horizon Bank, Limon	5.280%	7/18/2010	1,000,000
New Frontier Bank, Greeley	4.110%	3/17/2008	1,000,000
New Frontier Bank, Greeley	5.200%	11/24/2009	700,000
New Frontier Bank, Greeley	5.210%	1/30/2010	1,000,000
New Frontier Bank, Greeley	4.740%	3/27/2010	1,000,000
New Frontier Bank, Greeley	4.860%	5/30/2010	1,000,000
US Bank, Denver (Cincinnati)	4.010%	1/22/2008	1,000,000
US Bank, Denver (Cincinnati)	4.650%	1/20/2009	1,000,000
US Bank, Denver (Cincinnati)	4.930%	11/24/2009	300,000
US Bank, Denver (Cincinnati)	4.350%	12/14/2010	1,000,000
Total Bank Certificates of Deposit			<u>16,000,000</u>
Money Market Demand Deposits			
Alpine Bank, Aspen	4.360%	-	41,962,281
Wells Fargo Bank		-	5,697
Money Market Mutual Funds			
Vanguard Prime Money Market Instl	4.800%	-	5,551,884
Petty cash			10,650
Less outstanding warrants			<u>(2,290,171)</u>
TOTAL POOLED CASH AND INVESTMENTS			<u><u>\$ 63,282,851</u></u>

Pitkin County, Colorado

COMBINED SCHEDULE OF CASH AND INVESTMENTS (CONTINUED)

December 31, 2006

	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Fair Value</u>
Other Cash and Investments			
Institutional Mutual Funds held for Pitkin County Library District			
Allianz Pimco RCM Large Cap Growth			\$ 435,570
Morgan Stanley Trust Core Plus Fixed Income			749,844
Keeley Small Cap Value			205,999
Davis New York Venture			423,651
American Fund Europacific Growth			298,854
MS Instl International Small Cap			133,314
Pimco RCM Total Return Inst			1,564,926
T. Rowe Price Mid-cap			212,759
Thornburg International Value Instl			294,923
Vanguard Total Stock			557,938
Total library other cash and investments			<u>\$ 4,877,778</u>
Retirement Trust Fund			
Mutual Funds held at Wells Fargo Bank, trustee			\$ 19,384,419
Restricted Cash and Investments			
1998 Certificates of Participation			
Money Market Mutual Funds			
Federated Treasury Obligation Money Market Fund	4.050%	-	\$ 140,813
Performance deposit			
Savings account			
Alpine Bank Aspen	1.500%	-	<u>25,062</u>
Total cash and investments			<u>\$ 165,875</u>
TOTAL OTHER CASH AND INVESTMENTS			<u>\$ 24,428,072</u>
		<u>Pooled cash and investments</u>	<u>Other cash and Investments</u>
Fund Reporting Level:			
Governmental Funds - Balance Sheet		\$ 46,477,809	\$ -
Governmental Funds - Balance Sheet - Restricted Assets		159,026	165,875
Proprietary Fund Type Statement of Net Assets		12,722,414	-
Component Units - Balance Sheet		956,578	4,877,778
Statement of Fiduciary Assets and Liabilities		<u>2,967,024</u>	<u>19,384,420</u>
Total		<u>\$ 63,282,851</u>	<u>\$ 24,428,073</u>

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COMBINED SCHEDULE OF GOVERNMENTAL REVENUE BY SOURCE

Pitkin County, Colorado

COMBINED SCHEDULE OF GOVERNMENTAL REVENUE BY SOURCE

For the year ended December 31, 2007

	MAJOR FUNDS		
	General Fund	Road & Bridge Fund	Transportation Sales and Use Tax Fund
Taxes and special assessments			
Property	\$ 4,788,992	\$ 347,178	\$ -
Specific ownership	218,222	15,805	-
General sales tax	4,530,283	2,323,130	10,649,261
Selective sales and use tax	23,208	-	713,209
Penalties and interest	7,737	563	-
Total taxes	<u>9,568,442</u>	<u>2,686,676</u>	<u>11,362,470</u>
Intergovernmental revenue			
Federal	786,696	527,825	-
State	76,040	984,619	-
Other governmental	448,135	356,985	-
Total intergovernmental revenue	<u>1,310,871</u>	<u>1,869,429</u>	<u>-</u>
Licenses and Permits			
Business	48,346		-
Nonbusiness	941,913	13,530	-
Total licenses and permits	<u>990,259</u>	<u>13,530</u>	<u>-</u>
Charges for services			
General government	4,206,523	-	-
Public safety	224,979	-	-
Public works	47,718	-	-
Health and welfare	175,870	-	-
Culture and recreation	10,341	-	-
Conservation of natural resources	-	-	-
Housing and development	-	-	-
Refunds	123,829	3,585	-
Total charges for services	<u>4,789,260</u>	<u>3,585</u>	<u>-</u>
Fines and forfeits			
Courts	8,554	-	-
Open space violations	-	-	-
Library	-	-	-
Total fines and forfeits	<u>8,554</u>	<u>-</u>	<u>-</u>
Miscellaneous			
Earnings on deposits and investments	1,429,284	159,536	800,374
Impact fees	887,894	-	-
Rents and royalties	279,508	9,456	270
Contributions	61,635	29,504	-
Other	18,785	295,283	-
Total miscellaneous	<u>2,677,106</u>	<u>493,779</u>	<u>800,644</u>
TOTAL REVENUES	<u>\$ 19,344,492</u>	<u>\$ 5,066,999</u>	<u>\$ 12,163,114</u>

NON-MAJOR FUNDS

Open Space and Trails Fund	Social Services Fund	Translator Fund	Healthy Community Fund	Conservation Trust Fund	Ambulance District	Housing Impact Fund
\$ 7,251,924	\$ 48,208	\$ 545,824	\$ 1,250,056	\$ -	\$ 316,768	\$ -
330,442	2,199	24,877	56,935	-	14,431	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
11,673	74	878	2,084	-	464	-
<u>7,594,039</u>	<u>50,481</u>	<u>571,579</u>	<u>1,309,075</u>	<u>-</u>	<u>331,663</u>	<u>-</u>
-	331,149	-	-	-	-	-
751,100	-	-	-	57,461	-	-
-	-	-	-	-	-	-
<u>751,100</u>	<u>331,149</u>	<u>-</u>	<u>-</u>	<u>57,461</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
3,198	-	-	-	-	-	-
<u>3,198</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
332,703	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2,485	-	2,500	-	-	-	1,196,091
<u>335,188</u>	<u>-</u>	<u>2,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,196,091</u>
-	-	-	-	-	-	-
700	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>700</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
274,004	6,101	50,672	31,206	1,130	63,289	152,310
-	-	-	-	-	-	-
23,250	-	-	-	-	-	-
6,667	500	-	-	-	-	-
-	-	-	-	-	-	-
<u>303,921</u>	<u>6,601</u>	<u>50,672</u>	<u>31,206</u>	<u>1,130</u>	<u>63,289</u>	<u>152,310</u>
<u>\$ 8,988,146</u>	<u>\$ 388,231</u>	<u>\$ 624,751</u>	<u>\$ 1,340,281</u>	<u>\$ 58,591</u>	<u>\$ 394,952</u>	<u>\$ 1,348,401</u>

(continued)

Pitkin County, Colorado

COMBINED SCHEDULE OF GOVERNMENTAL REVENUE BY SOURCE (CONTINUED)

For the year ended December 31, 2007

	NON-MAJOR FUNDS			
	Redstone Ranch Acres Improvement District	Twining Flats Improvement District	GO Debt Service Fund	Transit Debt Service Fund
Taxes and special assessments				
Property	\$ 7,646	\$ 15,543	\$ 430,048	\$ -
Specific ownership	343	722	19,585	-
General sales tax	-	-	-	976,205
Selective sales and use tax	-	-	-	-
Penalties and interest	10	38	683	-
Total taxes	<u>7,999</u>	<u>16,303</u>	<u>450,316</u>	<u>976,205</u>
Intergovernmental revenue				
Federal	-	-	-	-
State	-	-	-	-
Other governmental	-	-	-	-
Total intergovernmental revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Licenses and Permits				
Business	-	-	-	-
Nonbusiness	-	-	-	-
Total licenses and permits	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Charges for services				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Conservation of natural resources	-	-	-	-
Housing and development	-	-	-	-
Refunds	-	-	-	-
Total charges for services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fines and forfeits				
Courts	-	-	-	-
Open space violations	-	-	-	-
Library	-	-	-	-
Total fines and forfeits	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Miscellaneous				
Earnings on deposits and investments	369	411	18,928	27,143
Impact fees	-	-	-	-
Rents and royalties	-	-	-	-
Contributions	-	-	-	-
Other	-	-	-	-
Total miscellaneous	<u>369</u>	<u>411</u>	<u>18,928</u>	<u>27,143</u>
TOTAL REVENUES	<u>\$ 8,368</u>	<u>\$ 16,714</u>	<u>\$ 469,244</u>	<u>\$ 1,003,348</u>

<u>(CONTINUED)</u>		<u>COMPONENT UNITS</u>			
<u>Pitkin County Capital Leasing Corporation</u>	<u>Primary Government Combined Total</u>	<u>Pitkin County Library District</u>	<u>Emergency Telephone Authority</u>	<u>Reporting Entity Combined Total</u>	
\$ -	\$ 15,002,187	\$ 2,484,096	\$ -	\$ 17,486,283	
-	683,561	113,183	-	796,744	
-	18,478,879	-	-	18,478,879	
-	736,417	-	-	736,417	
-	24,204	3,921	-	28,125	
-	<u>34,925,248</u>	<u>2,601,200</u>	-	<u>37,526,448</u>	
-	1,645,670	-	-	1,645,670	
-	1,869,220	-	-	1,869,220	
-	805,120	-	-	805,120	
-	<u>4,320,010</u>	-	-	<u>4,320,010</u>	
-	48,346	-	-	48,346	
-	958,641	-	-	958,641	
-	<u>1,006,987</u>	-	-	<u>1,006,987</u>	
-	4,206,523	-	-	4,206,523	
-	224,979	-	370,512	595,491	
-	47,718	-	-	47,718	
-	175,870	-	-	175,870	
-	343,044	8,019	-	351,063	
-	-	-	-	-	
-	1,196,091	-	-	1,196,091	
-	132,399	342	-	132,741	
-	<u>6,326,624</u>	<u>8,361</u>	<u>370,512</u>	<u>6,705,497</u>	
-	-	-	-	-	
-	8,554	-	-	8,554	
-	700	-	-	700	
-	-	22,153	-	22,153	
-	<u>9,254</u>	<u>22,153</u>	-	<u>31,407</u>	
-	3,014,757	512,134	23,906	3,550,797	
-	887,894	-	-	887,894	
-	312,484	-	-	312,484	
-	98,306	22,378	-	120,684	
-	314,068	-	-	314,068	
-	<u>4,627,509</u>	<u>534,512</u>	<u>23,906</u>	<u>5,185,927</u>	
<u>\$ -</u>	<u>\$ 51,215,632</u>	<u>\$ 3,166,226</u>	<u>\$ 394,418</u>	<u>\$ 54,776,276</u>	

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LOCAL HIGHWAY FINANCE REPORT

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

LOCAL HIGHWAY FINANCE REPORT		City or County:	Pitkin County
		YEAR ENDING :	December 31, 2007
This Information From The Records Of (example - City of _ or County of _): County of Pitkin, Colorado		Prepared By:	John Redmond (970) 920-5225

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

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

II. RECEIPTS FOR ROAD AND STREET PURPOSES

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES

ITEM	AMOUNT	ITEM	AMOUNT
A. Receipts from local sources:		A. Local highway disbursements:	
1. Local highway-user taxes		1. Capital outlay (from page 2)	3,423,666
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	1,259,653
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	178,476
2. General fund appropriations (Note 1)	732,282	b. Snow and ice removal	1,031,955
3. Other local imposts (from page 2)	2,991,915	c. Other	7,817
4. Miscellaneous local receipts (from page 2)	555,002	d. Total (a. through c.)	1,218,248
5. Transfers from toll facilities		4. General administration & miscellaneous	373,439
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	715,009
a. Bonds - Original Issues		6. Total (1 through 5)	6,990,015
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	4,926
7. Total (1 through 6)	4,279,199	b. Redemption	
B. Private Contributions	29,504	c. Total (a. + b.)	4,926
C. Receipts from State government (from page 2)	1,150,643	2. Notes:	
D. Receipts from Federal Government (from page 2)	429,638	a. Interest	
E. Total receipts (A.7 + B + C + D)	5,888,984	b. Redemption	
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	4,926
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	6,994,941

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)	0	0	3,308	(3,308)
1. Bonds (Refunding Portion)				
B. Notes (Total)				0

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	3,818,757	5,888,984	6,994,941	3,818,757	(1,105,957)

Notes and Comments:

Note 1 General Fund Appropriations:
 Transfer from General Fund \$ 715,009
 Sheriff expenditures for traffic 7,817
 Amount Available from Non-highway 9,456
 \$ 732,282

LOCAL HIGHWAY FINANCE REPORT	STATE: Colorado
	YEAR ENDING (mm/yy): December 2007

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments	370,978	a. Interest on investments	160,316
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	2,255,292	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	295,283	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	74,076
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	70,362	g. Other Misc. Receipts (Note 2)	320,610
6. Total (1. through 5.)	2,620,937	h. Other (Reimbursements of expense)	
c. Total (a. + b.)	2,991,915	i. Total (a. through h.)	555,002
	(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	950,555	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	429,638
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	34,063	d. Federal Transit Admin	
d. Other (Specify) Ind Pass Grt.	166,025	e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal (Safety improvement grant)	
f. Total (a. through e.)	200,088	g. Total (a. through f.)	429,638
4. Total (1. + 2. + 3.f)	1,150,643	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM	OFF NATIONAL HIGHWAY SYSTEM	TOTAL
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs		697,885	697,885
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements		2,327,419	2,327,419
(3). System Preservation		398,362	398,362
(4). System Enhancement & Operation		0	0
(5). Total Construction (1) + (2) + (3) + (4)	0	2,725,781	2,725,781
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	3,423,666	3,423,666
			(Carry forward to page 1)

Notes and Comments:

Note 2			
Access Permits	\$	13,530	
Contribution		303,494	
Impact Fees		3,505	
Total	\$	320,529	

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2007
Annual Financial Report

STATISTICAL SECTION

Pitkin County, Colorado
Statistical Section
December 31, 2007

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

Contents:	Pages
Financial Trends These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	118 - 123
Revenue Capacity These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.	124 - 131
Debt Capacity These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future	132 - 137
Demographic and Economic Information These schedules offer demographic indicators to help the reader understand the environment within which the County's financial activities take place.	138 - 142
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the service the County provides and the activities it performs.	143 - 151

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented GASB 34 in 2003. Schedules presenting government-wide information include information beginning in that year.

Pitkin County, Colorado
Net Assets by Component
(Accrual basis of accounting)
(Unaudited)

Last Five Years

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Governmental activities					
Invested in capital assets, net of related debt	\$ 54,508,038	\$ 63,474,673	\$ 71,576,959	\$ 74,991,785	\$ 102,497,894
Restricted					
Open space	17,233,939	15,046,683	6,751,388	8,278,566	124,702
Transportation	12,380,720	14,116,005	12,950,487	14,065,044	14,271,354
Affordable housing	3,608,338	595,506	4,212,900	5,876,481	7,753,510
Highway 82 construction	2,052,508	2,138,165	965,876	923,449	663,633
Statutory reserve for emergencies	1,030,048	1,058,645	1,243,429	1,418,544	1,439,952
Debt service	661,143	611,194	527,780	487,318	482,170
Ambulance district	646,015	682,057	874,053	1,178,700	1,148,965
Other program purposes	1,556,636	2,307,180	3,373,721	4,317,613	4,259,926
Unrestricted	9,236,600	11,215,180	14,529,046	18,890,058	11,224,305
Total governmental activities net assets	<u>\$ 102,913,985</u>	<u>\$ 111,245,288</u>	<u>\$ 117,005,639</u>	<u>\$ 130,427,558</u>	<u>\$ 143,866,411</u>
Business-type activities					
Invested in capital assets, net of related debt	\$ 29,458,287	\$ 43,888,509	\$ 56,204,425	\$ 61,778,381	\$ 73,322,031
Restricted					
Debt service	445,500	-	-	-	-
Airport	5,964,016	4,001,848	5,531,446	6,067,769	6,349,656
Unrestricted	1,978,566	2,114,451	1,523,330	2,745,393	3,849,070
Total business-type activities net assets	<u>\$ 37,846,369</u>	<u>\$ 50,004,808</u>	<u>\$ 63,259,201</u>	<u>\$ 70,591,543</u>	<u>\$ 83,520,757</u>
Primary government					
Invested in capital assets, net of related debt	\$ 83,966,325	\$ 107,363,182	\$ 127,781,384	\$ 136,770,166	\$ 175,819,925
Restricted					
Open space	17,233,939	15,046,683	6,751,388	8,278,566	124,702
Transportation	12,380,720	14,116,005	12,950,487	14,065,044	14,271,354
Affordable housing	3,608,338	595,506	4,212,900	5,876,481	7,753,510
Highway 82 construction	2,052,508	2,138,165	965,876	923,449	663,633
Statutory reserve for emergencies	1,030,048	1,058,645	1,243,429	1,418,544	1,439,952
Debt service	1,106,643	611,194	527,780	487,318	482,170
Ambulance district	646,015	682,057	874,053	1,178,700	1,148,965
Airport	5,964,016	4,001,848	5,531,446	6,067,769	6,349,656
Other program purposes	1,556,636	2,307,180	3,373,721	4,317,613	4,259,926
Unrestricted	11,215,166	13,329,631	16,052,376	21,635,451	15,073,375
Total primary government net assets	<u>\$ 140,760,354</u>	<u>\$ 161,250,096</u>	<u>\$ 180,264,840</u>	<u>\$ 201,019,101</u>	<u>\$ 227,387,168</u>

Note: Accrual-basis financial information for the County as a whole is only available back to 2003, the year GASB 34 was implemented.

Pitkin County, Colorado
Changes in Net Assets
(Accrual basis of accounting)
(Unaudited)

Last Four Years

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Expenses:					
Governmental activities:					
General government	\$ 6,571,044	\$ 6,666,755	\$ 6,682,126	\$ 10,292,549	\$ 8,160,025
Public safety	5,678,755	5,921,598	5,795,503	6,135,841	7,215,619
Public works	10,904,615	11,398,546	17,210,842	14,467,249	16,778,835
Health and welfare	2,184,340	2,183,103	2,529,548	2,700,256	3,198,700
Culture and recreation	1,681,645	2,534,164	1,650,142	2,063,649	1,110,754
Conservation of natural resources	76,831	68,657	21,818	23,677	13,812
Housing and development	147,024	691,286	4,019,595	184,119	195,534
Interest	1,653,668	1,556,530	1,555,827	1,442,425	1,373,501
Total governmental activities expenses	<u>28,897,922</u>	<u>31,020,639</u>	<u>39,465,401</u>	<u>37,309,765</u>	<u>38,046,780</u>
Business-type activities:					
Airport	4,905,349	4,995,246	5,919,636	6,212,291	7,098,923
Solid Waste Center	3,494,787	3,334,496	3,952,374	4,073,353	4,355,822
Total business-type activities expenses	<u>8,400,136</u>	<u>8,329,742</u>	<u>9,872,010</u>	<u>10,285,644</u>	<u>11,454,745</u>
Program Revenues					
Governmental activities:					
Charges for services	\$ 5,164,629	\$ 5,784,487	\$ 8,614,961	\$ 8,913,243	\$ 9,121,901
Operating grants and contributions	2,341,936	2,857,641	2,862,181	2,650,434	2,683,108
Capital grants and contributions	1,011,804	26,765	357,294	2,947,277	1,470,619
Total governmental activities program revenues	<u>8,518,369</u>	<u>8,668,893</u>	<u>11,834,436</u>	<u>14,510,954</u>	<u>13,275,628</u>
Business-type activities:					
Airport	5,878,604	16,844,528	19,511,065	11,938,198	18,203,944
Solid Waste Center	2,769,005	3,757,166	3,609,410	5,475,069	5,839,011
Total business-type activities program revenues	<u>8,647,609</u>	<u>20,601,694</u>	<u>23,120,475</u>	<u>17,413,267</u>	<u>24,042,955</u>
Total primary government program revenues	<u>\$ 17,165,978</u>	<u>\$ 29,270,587</u>	<u>\$ 34,954,911</u>	<u>\$ 31,924,221</u>	<u>\$ 37,318,583</u>
Net (Expense)/Revenue					
Governmental activities	(20,379,553)	(22,351,746)	(27,630,965)	(22,798,811)	(24,771,152)
Business-type activities	247,473	12,271,952	13,248,465	7,127,623	12,588,210
Total primary government net expense	<u>\$ (20,132,080)</u>	<u>\$ (10,079,794)</u>	<u>\$ (14,382,500)</u>	<u>\$ (15,671,188)</u>	<u>\$ (12,182,942)</u>
General Revenues and Other Changes in Net Assets					
Governmental activities:					
Property taxes levied for:					
General government purposes	\$ 12,643,095	\$ 12,967,015	\$ 13,212,003	\$ 13,747,326	\$ 14,572,139
Debt service	532,250	459,499	453,595	438,545	430,048
Sales taxes	14,210,043	15,476,512	16,983,469	18,230,161	19,215,296
Other taxes	663,118	681,081	728,655	746,686	707,765
Investment earnings	766,222	828,942	1,743,594	2,788,012	3,014,757
Transfers	270,000	270,000	270,000	270,000	270,000
Total governmental activities	<u>\$ 29,084,728</u>	<u>\$ 30,683,049</u>	<u>\$ 33,391,316</u>	<u>\$ 36,220,730</u>	<u>\$ 38,210,005</u>
Business-type activities:					
Investment earnings	\$ 146,360	\$ 156,487	\$ 275,928	\$ 474,719	\$ 611,004
Transfers	(270,000)	(270,000)	(270,000)	(270,000)	(270,000)
Total business-type activities	<u>(123,640)</u>	<u>(113,513)</u>	<u>5,928</u>	<u>204,719</u>	<u>341,004</u>
Total primary government	<u>\$ 28,961,088</u>	<u>\$ 30,569,536</u>	<u>\$ 33,397,244</u>	<u>\$ 36,425,449</u>	<u>\$ 38,551,009</u>
Changes in Net Assets					
Governmental Activities	\$ 8,705,175	\$ 8,331,303	\$ 5,760,351	\$ 13,421,919	\$ 13,438,853
Business-type activities	123,833	12,158,439	13,254,393	7,332,342	12,929,214
Total primary government	<u>\$ 8,829,008</u>	<u>\$ 20,489,742</u>	<u>\$ 19,014,744</u>	<u>\$ 20,754,261</u>	<u>\$ 26,368,067</u>

Note: Accrual-basis financial information for the County as a whole is only available back to 2003, the year GASB 34 was implemented.

Pitkin County, Colorado
Fund Balance, Governmental Funds
(Modified accrual basis of accounting)
(Unaudited)

Last Ten Years

	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
General Fund				
Reserved for:				
Debt service	\$ 524,671	\$ 519,194	\$ 514,164	\$ 392,378
Capital projects	600,000	235,898	-	-
Advances to Library	34,910	7,426	-	-
Workers' compensation insurance reserve	550,000	550,000	550,000	550,000
Funded employee health claims	-	-	-	-
Affordable housing	647,383	938,765	2,256,576	2,103,092
Park dedication fees	110,232	102,818	190,043	193,983
State of Colorado landfill fees retained to remediate State designated hazardous waste sites	109,870	115,626	118,819	156,933
Air Mitigation Program	-	-	-	-
Emergencies	473,615	457,944	474,770	468,921
Unreserved				
Appropriated for expenditures in next year's budget	-	3,343,462	329,799	1,251,838
Designated for fund discretionary projects in next	893,378	409,331	883,161	-
Designated to complete projects begun but not completed in prior year	2,557,233	949,059	2,267,052	2,382,205
Designated to balance 5 year budget	-	-	1,113,713	431,047
Designated to fund contingencies over amount required by state constitution	639,894	683,931	653,537	866,672
Revenues from joint water trust for Ruedi				
Hydropower project to use for water issues	75,899	75,899	75,899	-
State Lottery funds for open space or recreation	40,515	40,928	41,784	40,479
The excess of contributions over expenditures for				
Tipsy Taxi program	191,013	213,484	220,798	224,186
Public contributions for Veteran's Memorial	5,536	5,819	6,060	6,561
Translator capital project funds derived from unspent translator property tax mill levy	93,610	47,774	128,602	121,617
Designated Community Development for changes in construction activity	45,328	45,328	45,328	-
Asset replacement for information services, dispatch, and various other programs	279,009	369,182	443,109	414,395
A fund balance to fund future workers' compensation liability and employee health claims	-	-	-	-
A fund balance to fund future building needs	-	-	-	-
Total General Fund	<u>\$ 7,872,096</u>	<u>\$ 9,111,868</u>	<u>\$ 10,313,214</u>	<u>\$ 9,604,307</u>
All Other Governmental Funds				
Reserved for:				
Debt Service	\$ 885,434	\$ 852,246	\$ 828,594	\$ 618,833
Capital projects	-	3,955,826	-	-
Employees' retirement system	15,129,035	18,630,893	18,490,687	17,657,393
Emergencies	320,469	324,462	290,039	638,613
Unreserved:				
Appropriated for expenditures in next year's budget	367,970	4,267,038	402,443	1,033,012
Designated to complete projects begun but not completed in prior year	-	-	-	-
Balance of 3% use tax proceeds dedicated for improvement to Highway 82	2,177,467	12,484	391,218	1,937,365
Designated, reported in special revenue funds	-	-	-	-
Undesignated, reported in special revenue funds	9,747,103	4,444,356	13,123,916	14,992,000
Total all other governmental funds	<u>\$ 28,627,478</u>	<u>\$ 32,487,305</u>	<u>\$ 33,526,897</u>	<u>\$ 36,877,216</u>
Total all governmental funds	<u>\$ 36,499,574</u>	<u>\$ 41,599,173</u>	<u>\$ 43,840,111</u>	<u>\$ 46,481,523</u>

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
\$	387,722	\$ 325,308	\$ 262,635	\$ 223,347	\$ 174,536	\$ 140,813
	-	-	-	-	-	-
	-	-	-	-	-	-
	550,000	700,000	350,000	350,000	350,000	350,000
	-	-	250,000	340,858	660,017	779,629
	3,678,520	3,608,338	595,506	3,558,436	3,744,338	4,268,343
	276,604	285,703	349,076	402,360	253,886	772,248
	195,253	213,797	231,772	265,511	298,003	362,243
	-	-	-	-	-	24,666
	493,495	483,608	498,891	619,328	649,592	690,175
	176,606	-	-	5,234	-	648,099
	2,295,377	2,397,062	813,422	442,230	4,471,563	2,995,115
	1,632,081	1,808,224	1,666,611	2,547,617	3,190,715	3,460,441
	343,921	777,995	575,122	3,673,074	3,100,000	664,623
	2,106,505	3,516,392	3,501,109	3,428,652	3,350,408	3,309,825
	-	-	-	-	-	-
	-	-	-	-	-	-
	220,602	212,290	203,829	198,995	202,602	203,665
	6,756	6,850	6,953	7,100	5,368	4,448
	238,225	-	-	-	-	-
	-	-	-	-	-	-
	698,463	681,831	735,468	633,382	546,970	395,676
	-	471,662	615,040	719,696	780,280	702,199
	-	-	4,000,000	3,769,690	3,901,027	6,000,000
<u>\$</u>	<u>13,300,130</u>	<u>\$ 15,489,060</u>	<u>\$ 14,655,434</u>	<u>\$ 21,185,510</u>	<u>\$ 25,679,305</u>	<u>\$ 25,772,208</u>
\$	677,859	\$ 461,916	\$ 466,984	\$ 471,394	\$ 465,777	\$ 490,548
	-	-	-	-	-	-
	16,746,575	22,039,305	25,676,926	18,061,930	19,012,977	19,536,677
	554,429	546,440	559,753	624,101	768,952	749,777
	183,168	190,471	171,516	187,897	73,702	246,745
	-	-	-	-	-	-
	1,952,088	1,852,508	2,138,166	965,876	923,449	663,633
	-	-	-	-	-	-
	23,315,055	27,879,435	27,961,228	21,953,701	27,551,830	20,139,577
<u>\$</u>	<u>43,429,174</u>	<u>\$ 52,970,075</u>	<u>\$ 56,974,573</u>	<u>\$ 42,264,899</u>	<u>\$ 48,796,687</u>	<u>\$ 41,826,957</u>
<u>\$</u>	<u>56,729,304</u>	<u>\$ 68,459,135</u>	<u>\$ 71,630,007</u>	<u>\$ 63,450,409</u>	<u>\$ 74,475,992</u>	<u>\$ 67,599,165</u>

Pitkin County, Colorado
Changes in Fund Balance, Governmental Funds
(Modified accrual basis of accounting)
(Unaudited)

Last Ten Years

	1998	1999	2000	2001
Revenues				
Taxes	\$ 19,524,994	\$ 18,049,849	\$ 18,682,322	\$ 26,134,224
Intergovernmental	3,790,661	5,625,604	3,233,256	7,963,382
Licenses and permits	617,874	873,367	794,421	540,972
Charges for services	2,819,162	2,888,248	2,821,204	2,748,256
Fines and forfeitures	6,777	6,115	13,263	14,143
Investment earnings	-	-	-	-
Miscellaneous	1,812,403	3,275,196	2,072,498	2,349,652
Total Revenues	\$ 28,571,871	\$ 30,718,379	\$ 27,616,964	\$ 39,750,629
Expenditures				
Current:				
General government	4,454,013	4,338,572	5,882,986	5,177,153
Public safety	4,168,712	4,783,327	4,698,400	5,625,155
Public works	5,943,599	10,525,043	4,565,480	5,099,352
Health and welfare	1,867,233	1,601,541	1,652,409	2,692,021
Culture and recreation	4,198,870	2,702,469	13,264,116	8,928,768
Conservation of natural resources	302,933	148,844	106,839	96,412
Housing and development	606,499	201,425	52,104	229,635
Intergovernmental	1,481,855	1,456,948	1,312,104	14,974,890
Debt Service:				
Principal retirement	2,104,890	1,280,000	1,290,000	1,505,000
Interest and fiscal charges	1,418,536	1,230,062	1,298,346	1,767,390
Bond Issuance costs	-	-	-	-
Advance refunding escrow	-	-	-	-
Total Expenditures	26,547,140	28,268,231	34,122,784	46,095,776
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,024,731	2,450,148	(6,505,820)	(6,345,147)
Other Financing Sources (Uses)				
Payoff of note receivable	-	-	-	-
Proceeds of general long term debt	6,865,000	-	10,000,000	12,929,000
Sales of capital assets	622,082	31,066	1,444,762	282,035
Bonds Issued	-	-	-	-
Premium on debt issuance	-	-	-	-
Escrow to defease debt	(3,362,270)	-	(1,186,253)	(3,490,000)
Transfers in	3,127,786	3,316,075	2,245,456	2,134,366
Transfers out	(3,127,786)	(3,316,075)	(2,245,456)	(2,134,366)
Transfers (to) from component units	(2,800,245)	(883,473)	(1,255,935)	98,818
Total Other Financing Sources (Uses)	1,324,567	(852,407)	9,002,574	9,819,853
Special and Extraordinary Items:				
Sale of Land	-	-	-	-
Net Change in Fund Balance	\$ 3,349,298	\$ 1,597,741	\$ 2,496,754	\$ 3,474,706
Debt service as a percentage of expenditures	16.36%	10.33%	8.56%	11.75%

	2002	2003	2004	2005	2006	2007
\$	27,966,329	\$ 28,048,506	\$ 29,584,107	\$ 31,377,722	\$ 33,162,718	\$ 34,925,248
	12,965,686	3,293,337	2,860,717	2,932,127	5,671,479	4,320,010
	785,076	715,147	714,728	989,741	976,895	1,006,987
	3,356,904	4,112,405	4,373,869	5,645,974	7,325,511	6,326,624
	17,170	22,975	25,013	15,286	7,578	9,254
	-	766,222	828,942	1,743,594	2,788,012	3,014,757
	3,143,990	374,505	694,566	2,251,309	529,491	1,612,752
\$	48,235,155	\$ 37,333,097	\$ 39,081,942	\$ 44,955,753	\$ 50,461,684	\$ 51,215,632
	5,030,542	5,957,918	6,783,761	7,447,947	7,184,934	9,948,033
	5,271,824	5,668,220	5,972,843	5,491,587	5,996,928	7,181,237
	13,008,026	11,174,128	10,372,756	16,355,249	14,280,465	18,834,184
	1,893,216	2,022,959	2,077,305	2,568,086	2,544,251	3,615,974
	2,877,505	4,928,677	8,599,553	13,208,380	10,026,767	16,234,765
	93,616	136,538	58,535	147	58,232	-
	433,916	211,498	3,161,299	1,548,357	184,119	195,534
	7,373,715	-	-	-	-	-
	1,595,000	1,375,000	1,575,000	1,690,000	1,580,000	1,668,308
	1,916,922	1,678,577	1,536,199	1,479,304	1,428,404	1,337,180
	-	57,657	-	-	113,147	-
	-	484,569	-	-	-	-
	39,494,282	33,695,741	40,137,251	49,789,057	43,397,247	59,015,215
	8,740,873	3,637,356	(1,055,309)	(4,833,304)	7,064,437	(7,799,583)
	940,543	-	-	-	-	-
	-	-	-	-	-	-
	1,126,801	175,411	318,560	3,998,703	1,001,089	129,056
	-	7,685,000	-	-	9,880,000	-
	-	26,776	-	-	119,785	-
	-	(7,654,113)	-	-	(8,260,775)	-
	1,262,104	1,225,188	768,749	844,150	818,949	1,029,578
	(1,012,104)	(955,188)	(498,749)	(574,151)	(548,949)	(759,578)
	100,382	-	-	-	-	-
	2,417,726	503,074	588,560	4,268,702	3,010,099	399,056
	-	1,156,313	-	-	-	-
\$	11,158,599	\$ 5,296,743	\$ (466,749)	\$ (564,602)	\$ 10,074,536	\$ (7,400,527)
	12.28%	10.14%	8.40%	6.80%	7.47%	5.37%

Pitkin County, Colorado
Program Revenues by Functions/Programs
(Accrual basis of accounting)
(Unaudited)

Last Four Years

Functions/Programs	2003	2004	2005	2006	2007
Governmental Activities					
General government	\$ 3,931,391	\$ 3,722,901	\$ 5,291,096	\$ 4,564,438	\$ 4,705,166
Public safety	1,497,425	1,694,417	2,301,453	2,218,857	2,072,259
Public works	1,918,097	2,125,960	1,921,074	2,453,303	2,379,526
Health and welfare	669,103	678,858	744,115	942,159	880,407
Culture and recreation	438,158	154,659	293,824	2,806,542	1,658,533
Conservation of natural resources	64,045	13,433	24,630	92,529	57,461
Housing and development	150	278,665	1,258,244	1,433,126	1,522,276
Total governmental activities	8,518,369	8,668,893	11,834,436	14,510,954	13,275,628
Business-type activities					
Airport	5,878,604	16,844,528	19,511,065	11,938,198	18,203,944
Solid Waste Center	2,769,005	3,757,166	3,609,410	5,475,069	5,839,011
Total business-type activities	8,647,609	20,601,694	23,120,475	17,413,267	24,042,955
Total primary government	\$ 17,165,978	\$ 29,270,587	\$ 34,954,911	\$ 31,924,221	\$ 37,318,583

Pitkin County, Colorado
Tax Revenues by Source (1)
(Modified accrual basis of accounting)
(Unaudited)

Last Ten Years

Year	Property	Special Assessments	General Sales (3)	Selective Sales and Use (2)	Motor Vehicle	Other	Total
1998	8,505,111	347,426	12,619,551	2,765,378	526,412	71,194	24,835,072
1999	8,650,805	253,101	12,550,566	1,136,982	623,587	16,014	23,231,055
2000	9,571,783	265,022	13,000,321	608,829	622,159	18,968	24,087,082
2001	12,050,252	287,049	14,223,157	514,843	729,547	34,060	27,838,908
2002	14,538,835	280,310	13,674,143	492,861	733,799	29,166	29,749,114
2003	14,666,199	292,885	13,744,477	465,566	720,942	33,478	29,923,547
2004	14,985,290	291,406	14,912,511	564,001	748,411	28,425	31,530,044
2005	15,645,259	299,532	16,426,135	557,334	819,493	30,514	33,778,267
2006	13,874,258	311,613	17,631,468	598,693	720,781	25,905	33,162,718
2007	14,662,230	339,957	18,478,879	736,417	683,561	24,204	34,925,248
Change 1998-2007	41.99%	-2.20%	31.71%	-275.52%	22.99%	-194.14%	28.89%

Note: Due to changes in tax rates, comparability between years for general sales taxes and selective sales and use taxes are diminished.

- (1) Includes all governmental funds of primary government and component units
- (2) Effective January 1, 1989, the voters approved a 3% use tax on motor vehicles and building materials purchased outside of Pitkin County for use within the County. The tax was used solely for county roads and State Highway 82 improvements and lapsed in 1999.

Pitkin County, Colorado
Assessed Value and Actual Value of Taxable Property
(Unaudited)

Last Ten Years

(1) Year Ended December 31,	Real Property					
	Vacant Land	Residential	Commercial	Industrial	Natural Resources	Agricultural
1998	158,935	654,848	267,722	440	3,275	4,787
1999	211,638	811,350	326,297	508	5,397	4,983
2000	193,029	852,105	322,637	503	4,604	5,467
2001	241,799	1,126,974	368,227	524	6,679	7,363
2002	232,819	1,167,258	365,192	524	5,549	8,851
2003	248,255	1,115,316	377,638	559	5,963	9,463
2004	236,003	1,139,729	373,113	490	5,773	10,853
2005	237,690	1,224,049	390,806	565	5,499	13,569
2006	228,598	1,268,117	399,544	565	5,727	15,083
2007	317,608	1,835,273	525,402	701	6,125	18,237

State Assessed Property (2)	Personal Property	Total Taxable Assessed Property	Tax Exempt Property	Total Direct Tax Rate	Actual Taxable Value	Assessed Value as a Percentage of Actual Value
17,423	31,094	1,107,431	81,830	8.275	8,212,975	13.48%
18,753	30,204	1,378,928	88,010	7.375	10,217,341	13.50%
18,800	34,964	1,397,145	87,759	8.968	10,543,639	13.25%
20,011	33,721	1,771,577	78,420	8.557	14,458,229	12.25%
19,795	38,959	1,799,987	80,472	8.471	14,838,113	12.13%
18,613	36,792	1,775,807	85,700	8.784	16,213,974	10.95%
15,488	33,320	1,781,447	90,509	9.124	16,490,093	10.80%
15,358	36,689	1,887,535	94,611	8.949	17,634,639	10.70%
16,419	43,183	1,934,053	95,979	9.228	18,182,911	10.64%
23,305	51,369	2,726,651	101,812	7.903	26,064,189	10.46%

From 1998 to 2007, commercial real property, vacant land, personal property and utilities were assessed at 29% of actual or depreciated value. Residential property is valued at market and all other property is valued considering the three approaches to appraisal (income, cost and market).

Residential real property was assessed as follows:

Year	Assessment Percentage	Base Year
1998	10.36%	1997 appraised value
1998	9.74%	1997 appraised value
2000	9.74%	1999 appraised value
2001	9.74%	1999 appraised value
2002	9.15%	2001 appraised value
2003	9.15%	2001 appraised value
2004	7.96%	2003 appraised value
2005	7.96%	2003 appraised value
2006	7.96%	2005 appraised value
2007	7.96%	2005 appraised value

Note: All residential and commercial properties are reappraised biennially from sales that occurred in the twenty-four month period ending June 30 of the odd-numbered base year bringing properties to their current market value. The residential assessment rate is set by the Colorado General Assembly and coincides with changes in value. This is constitutionally mandated and designed to even out the tax burden on residential property.

- (1) Property taxes levied for the year indicated are collected in the following year.
- (2) State assessed property is valued by the Colorado Property Tax Administrator and includes utilities (gas, electric and telephone), airlines and other companies.

Source: Pitkin County Assessor's Office

Pitkin County, Colorado
Direct and Overlapping Property Tax Rates
(Unaudited)
(Rate per \$1,000 of assessed value)

Last Ten Years

	1998	1999	2000	2001
County direct rates				
General Fund	3.432	2.516	2.713	2.807
Road and Bridge	0.222	0.189	0.202	0.163
Social Services	-	0.086	0.056	-
Human Services and Other Grants	-	-	-	-
Bond Redemption	0.466	0.372	0.376	0.310
Open Space	2.511	2.514	3.806	3.758
Radio and TV. Translator	-	0.310	0.330	0.279
Total direct rates	6.631	5.987	7.483	7.317
School Districts rates				
Aspen School District RE-1	10.233	8.265	9.874	8.946
Roaring Fork School District REJT1.12	43.622	41.445	41.325	34.809
City and Town rates				
City of Aspen	5.367	5.401	5.385	5.401
Town of Basalt	4.306	3.902	3.902	6.618
Town of Snowmass Village	4.434	9.289	9.422	9.105
County-wide Districts rates				
Colorado Mountain College	3.539	3.655	3.997	3.997
Colorado River Water Conservancy	0.309	0.282	0.282	0.253
Aspen Valley Hospital (1)	1.500	1.500	1.500	1.500
Pitkin County Library (1)	1.370	1.158	1.239	1.038
Ambulance District rate	0.274	0.230	0.246	0.202
Fire Protection Districts rates	16.830	15.479	14.601	13.165
Water and Sanitation Districts rates	31.576	25.177	28.523	37.761
Other Special Districts rates	56.023	110.011	112.269	191.049

(1) The following districts in the county-wide category are currently supported by less than 100% of the total valuation of the County:

<u>Government</u>	<u>Percent of County Value</u>
Aspen Valley Hospital District	98.9%
Pitkin County Library District	93.0%

Source: Pitkin County Assessor's Office

2002	2003	2004	2005	2006	2007
2.231	2.456	2.508	2.413	2.483	1.871
0.168	0.178	0.170	0.175	0.180	0.137
-	-	0.027	0.026	0.025	0.037
0.463	0.488	0.501	0.484	0.648	0.489
0.290	0.260	0.255	0.233	0.223	0.113
3.773	3.772	3.769	3.764	3.760	3.757
0.265	0.278	0.285	0.276	0.283	0.216
7.190	7.432	7.515	7.371	7.602	6.620
8.926	8.955	8.969	10.458	10.294	8.622
34.556	33.709	41.246	37.265	37.009	34.246
5.442	5.431	5.437	5.471	5.419	5.459
6.498	6.447	6.669	6.474	6.560	5.058
10.163	10.328	11.030	10.705	11.015	9.546
3.997	3.997	3.997	3.997	3.997	3.997
0.255	0.255	0.252	0.230	0.221	0.191
1.500	1.500	1.500	1.500	1.500	1.280
1.072	1.131	1.383	1.357	1.398	1.113
0.209	0.221	0.226	0.221	0.228	0.170
15.872	15.767	19.044	18.674	20.321	19.193
27.572	33.010	20.259	16.125	18.199	17.516
198.233	219.931	331.942	405.126	453.611	398.226

Pitkin County, Colorado
Principal Property Taxpayers
(Unaudited)

Current Year and Ten Years Ago

Taxpayer	2007			1997		
	Taxable Assessed Value	Rank	Percentage of Total Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Assessed Value
Aspen/Buttermilk/Snowmass Skiing Co./ Little Nell	59,632,000	1	2.19%	18,943,890	2	1.71%
Sheridan Luxury Trust, Aspen Dean Street, LLC	19,595,880	2	0.72%	24,071,680	1	2.17%
Base Village Owner LLC	15,145,060	3	0.56%	-	-	-
Hyatt Grand Aspen	13,770,950	4	0.51%	-	-	-
Silvertree Hotel of Snowmass	13,455,600	5	0.49%	13,787,500	3	1.24%
Ritz Carlton/Aspen Highlands Condo Assn	12,096,710	6	0.44%	-	-	-
Hotel Jerome/LCP Elyusian Aspen Owner LLC	10,059,170	7	0.37%	4,516,450	8	0.41%
ASPCOL Corporation NV	8,452,770	8	0.31%	-	-	-
Holy Cross Electric	8,011,500	9	0.29%	7,659,900	5	0.69%
Snowmass Club Associates LLC	7,774,600	10	0.29%	-	-	-
Maroon Creek, LLC	-	-	-	7,509,650	6	0.68%
Savannah Limited Partnership/Colorado Chalet/Grand Aspen	-	-	-	4,784,060	7	0.43%
Snowmass Land Company	-	-	-	7,720,280	4	0.70%
U.S. West New Vestor Group, Inc.	-	-	-	4,087,400	9	0.37%
Baldwin, Harley	-	-	-	3,702,345	10	0.33%
Total	\$ 167,994,240		6.17%	\$ 96,783,155		8.73%
Total assessed valuation	\$ 2,726,650,670			\$ 1,107,431,060		

Source: Pitkin County Assessor's Office

Pitkin County, Colorado
Property Tax Levies and Collections (2)
(Unaudited)

Last Ten Years

Assessment and Levy Year	Collection Year	Taxes Levied for the Year (1)	Taxes Collected		Delinquent Taxes Collected in Collection Year	Total Collections to Date	
			in Year following Levy (1)	Percent		Amount	Percent of Levy
1997	1998	8,465,727	8,440,156	99.70%	64,955	8,505,111	100.47%
1998	1999	8,689,639	8,650,805	99.55%	15,776	8,666,581	99.73%
1999	2000	9,742,781	9,571,783	98.24%	18,417	9,590,200	98.43%
2000	2001	12,059,664	12,050,252	99.92%	33,269	12,083,521	100.20%
2001	2002	14,669,017	14,538,835	99.11%	28,523	14,567,358	99.31%
2002	2003	14,734,146	14,666,199	99.54%	32,774	14,698,973	99.76%
2003	2004	15,057,705	14,985,290	99.52%	27,855	15,013,145	99.70%
2004	2005	15,670,264	15,645,259	99.84%	29,917	15,675,176	100.03%
2005	2006	16,269,924	16,225,100	99.72%	29,436	16,254,536	99.91%
2006	2007	17,193,155	17,146,326	99.73%	28,125	17,174,451	99.89%

(1) Taxes are levied by the board of County commissioners no later than December 22nd of each year and are payable in full by April 30th or in installments by June 15th of the following year. Since taxes are not levied and collected within the same year collection data is presented for the year following the tax levy to enhance comparability with other governments.

(2) Includes all governmental funds and Pitkin County Library District, except general improvement districts and the ambulance district.

Pitkin County, Colorado

SALES TAX REVENUE BOND COVERAGE
(Unaudited)
Last ten years

Year	Interest income	County 1% sales tax	Net revenue available for for debt service (1)	Debt Service Requirements			Times coverage (2)
				Principal	Interest	Total	
1998	29,055	4,177,143	4,206,198	345,000	260,124	605,124	7.0
1999	35,613	4,235,549	4,271,162	445,000	341,787	786,787	5.4
2000	45,409	4,419,034	4,464,443	465,000	313,973	778,973	5.7
2001 (3)	31,448	5,891,227	5,922,675	490,000	450,765	940,765	6.3
2002	16,432	5,676,508	5,692,940	530,000	451,585	981,585	5.8
2003	7,342	5,705,819	5,713,161	550,000	433,656	983,656	5.8
2004	7,525	6,181,421	6,188,946	575,000	414,956	989,956	6.3
2005	17,121	6,788,139	6,805,260	590,000	395,275	985,275	6.9
2006	25,269	7,268,521	7,293,790	610,000	374,985	984,985	7.4
2007	27,143	7,628,874	7,656,017	625,000	352,840	977,840	7.8

- (1) The additional 1% County sales tax, implemented on July 1, 1985 and interest earned in the debt service fund are pledged as security for these bonds.
- (2) The bond covenants do not require a specific coverage factor. However, before additional parity bonds can be issued, historical coverage of existing and proposed debt service must be at least 2 times.
- (3) The intergovernmental agreement directing the distribution of the 1% sales taxes provides distributions to RFTA and municipalities are subordinate to debt service requirements.

RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
(Unaudited)
Last ten years

Year	Population (4)	Assessed value	Gross bonded debt (6)	Debt service Moneys available	Net bonded debt	Ratio of net bonded debt to assessed value	Net bonded debt per capita
1998	14,342	1,107,431,060	10,430,000	212,385	10,217,615	0.92%	712.43
1999	14,394	1,378,927,680	10,100,000	210,713	9,889,287	0.72%	687.04
2000	14,309	1,397,145,280	18,590,000	212,242	18,377,758	1.32%	1,284.35
2001	14,591	1,771,577,340	22,320,000	225,108	22,094,892	1.25%	1,514.28
2002	14,815	1,799,987,440	21,775,000	248,112	21,526,888	1.20%	1,453.05
2003	16,426	1,775,806,980	21,595,000	67,035	21,527,965	1.21%	1,310.60
2004	16,266	1,781,447,430	20,925,000	82,181	20,842,819	1.17%	1,281.37
2005	16,420	1,887,535,000	20,235,000	98,693	20,136,307	1.07%	1,226.33
2006	16,420 (5)	1,934,052,050	21,445,000	105,737	21,339,263	1.10%	1,299.59
2007	16,420 (5)	2,726,651,000	20,670,000	105,000	20,565,000	0.75%	1,252.44

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES
(Unaudited)
Last ten years

Year	Principal	Interest	Total debt service	Total general expenditures (6)	Ratio of debt service to total general expenditures
1998	\$ 315,000	\$ 730,071	\$ 1,045,071	\$ 43,808,882	2.4%
1999	330,000	722,070	1,052,070	41,314,555	2.5%
2000	345,000	764,309	1,109,309	49,041,549	2.3%
2001	520,000	1,136,564	1,656,564	64,280,419	2.6%
2002	545,000	1,333,255	1,878,255	43,046,097	4.4%
2003	275,000	1,163,596	1,438,596	33,695,741	4.3%
2004	670,000	1,008,158	1,678,158	40,136,968	4.2%
2005	690,000	983,903	1,673,903	49,789,057	3.4%
2006	715,000	964,291	1,679,291	43,397,247	3.9%
2007	775,000	910,246	1,685,246	59,015,215	2.9%

(4) Source: Demographics Statistics, page 138.

(5) 2005 is latest population amount available.

(6) Includes General, Special Revenue, and Debt Service Funds of the primary government.

Pitkin County, Colorado
Ratio of Outstanding Debt by Type
(Unaudited)

Last Ten Years

Year	Governmental Activities			Business-Type Activities		Total Primary Government	Percentage of Personal Income	Per Capita Personal Income (1)
	General Obligation Bonds & Notes	Sales Tax Revenue Bonds	Lease Certificates of Participation	Airport Revenue Bonds	Special Assessment bonds			
1998	10,430,000	6,580,000	4,905,000	3,425,000	100,000	25,440,000	0.20%	52,119
1999	10,100,000	6,135,000	4,415,000	3,175,000	85,000	23,910,000	0.23%	55,694
2000	18,590,000	5,670,000	3,955,000	2,915,000	65,000	31,195,000	0.21%	66,623
2001	22,320,000	10,150,000	3,480,000	2,640,000	45,000	38,635,000	0.18%	68,731
2002	21,775,000	9,620,000	2,980,000	3,705,000	25,000	38,105,000	0.18%	69,681
2003	21,078,345	9,070,000	2,455,000	3,246,726	-	35,850,071	0.19%	68,504
2004	20,925,000	8,495,000	2,125,000	1,100,952	-	32,645,952	0.23%	75,454
2005	20,235,000	7,905,000	1,715,000	1,812,681	-	31,667,681	0.22%	68,796
2006	21,445,000	7,295,000	1,460,000	2,436,918	65,000	32,701,918	0.24%	78,438
2007	20,670,000	6,670,000	1,195,000	2,152,740	61,692	30,749,432	0.26%	78,438 (2)

Note: Details regarding the county's outstanding debt can be found in the notes to the basic financial statements.

(1) See page 138 for personal income and population data.

(2) 2006 information latest available

Pitkin County, Colorado
Overlapping and Direct Governmental Activities Debt
(Unaudited)

As of December 31, 2007

Taxing Jurisdiction	General Obligation Long-Term Debt Outstanding	Self-Supporting (1) Long-Term Debt Outstanding	Net General Obligation Long-Term Debt Outstanding	Estimated Percentage Applicable (2)	Overlapping and Direct Debt
Overlapping Debt					
School Districts					
Aspen School district RE-1	\$ 64,875,000	\$ -	\$ 64,875,000	100.00%	\$ 64,875,000
Roaring Fork School District REJT1.12	111,879,984	-	111,879,984	21.20%	23,718,557
City and Towns					
City of Aspen (1)	15,330,000	15,330,000	-	100.00%	-
Town of Basalt	2,930,000		2,930,000	36.61%	1,072,673
Town of Snowmass Village	18,795,000	5,355,000	13,440,000	100.00%	13,440,000
Fire Districts					
Aspen Fire Protection District	2,551,790	-	2,551,790	100.00%	2,551,790
Basalt and Rural Fire Protection District	2,669,190	-	2,669,190	45.00%	1,201,136
Carbondale Fire Protection District	7,049,998	-	7,049,998	100.00%	7,049,998
Water and Sanitation Districts					
Aspen Consolidated Sanitation District	9,210,000	-	9,210,000	100.00%	9,210,000
Basalt Sanitation District	2,800,000	-	2,800,000	50.53%	1,414,840
Brush Creek Water District	1,760,000	-	1,760,000	100.00%	1,760,000
Redstone Water and Sanitation District	53,900	-	53,900	100.00%	53,900
Snowmass Water and Sanitation District	3,065,000	-	3,065,000	100.00%	3,065,000
Starwood Water and Sanitation District	1,390,000	-	1,390,000	100.00%	1,390,000
Library Districts					
Basalt Regional Library	11,182,640	-	11,182,640	48.58%	5,432,527
Other Districts					
Aspen Highlands Residential Metro Distric	8,311,818	-	8,311,818	100.00%	8,311,818
Buttermilk Metro District	3,695,000	-	3,695,000	100.00%	3,695,000
Holland Hills Metro District	1,185,000	-	1,185,000	100.00%	1,185,000
Total Overlapping Debt					149,427,239
Direct Debt					
Twining Flats general Improvement District					61,692
Pitkin County					20,670,000
Total Direct Debt					20,670,000
Total Overlapping and Direct Debt					\$ 170,097,239

(1) Self-supporting debt is backed by full faith and credit of the jurisdiction, however the city has a Real Estate Transfer Tax (RETT) that is used to repay this debt. If the RETT should lapse or not provide enough funding for these obligations, the city could levy a property tax for future repayments.

(2) The portion of debt applicable to Pitkin County is determined by the ratio of the assessed value of the portion of the applicable district located within county boundaries to the total assessed value of the applicable taxing district.

Sources: Debt amounts and percentages are provided by each governmental unit.

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Pitkin County, Colorado
Legal Debt Margin Information
(Unaudited)

Last Ten Years

	1998	1999	2000	2001
Valuation for Assessment of Property	\$1,107,431,060	\$1,378,927,680	\$1,397,145,280	\$1,771,577,340
Debt Limit, 3% of Valuation for Assessment (Per Colorado Revised Statutes, Section 30-35-201 (6b))	33,222,932	41,367,830	41,914,358	53,147,320
Amount of Debt Applicable to Limit General Obligation Bonds	10,430,000	10,100,000	18,590,000	22,320,000
Legal Debt Margin	<u>\$ 22,792,932</u>	<u>\$ 31,267,830</u>	<u>\$ 23,324,358</u>	<u>\$ 30,827,320</u>
Total debt applicable to the limit as a percentage of debt limit	31.39%	24.42%	44.35%	42.00%

2002	2003	2004	2005	2006	2007
\$1,775,806,980	\$1,781,447,430	\$1,781,447,430	\$1,887,535,000	\$1,934,052,050	\$2,726,650,670
53,274,209	53,443,423	53,443,423	56,626,050	58,021,562	81,799,520
21,775,000	21,595,000	20,925,000	20,235,000	21,445,000	20,670,000
\$ 31,499,209	\$ 31,848,423	\$ 32,518,423	\$ 36,391,050	\$ 36,576,562	\$ 61,129,520
40.87%	40.41%	39.15%	35.73%	36.96%	25.27%

Pitkin County, Colorado
Demographic and Economic Statistics
(Unaudited)

Last Ten Years

Year	Population	Personal Income (1)	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
1998	14,342	\$ 747,490,698	52,119	38.0	1,529	4.4%
1999	14,394	\$ 801,659,436	55,694	38.5	1,538	3.3%
2000	14,309	\$ 953,308,507	66,623	38.5	1,527	2.6%
2001	14,591	\$ 1,002,854,021	68,731	38.3	1,488	4.2%
2002	14,815	\$ 1,032,324,015	69,681	38.7	1,684	4.4%
2003	16,426	\$ 1,125,246,704	68,504	39.2	1,673	4.2%
2004	16,266	\$ 1,227,334,764	75,454	39.8	1,778	3.4%
2005	16,420	\$ 1,129,634,726	68,796	40.6	1,806	2.8%
2006	16,420	\$ 1,287,950,000	78,438	40.9	1,792	2.3%
2007	N/A	N/A	N/A	41.1	1,736	2.5%

(1) Computation of per capita personal income multiplied by population.

Sources: Population and Median Age provided by Colorado Department of Local Affairs. Per Capita Personal Income provided by Bureau of Economic Analysis. School Enrollment provided by schools located in Pitkin County. Unemployment Rate by U.S. Department of Labor, Bureau of Labor Statistics.

Pitkin County, Colorado
Principal Employers
(Unaudited)

Current Year and Ten Years Ago

Employers	2007			1997		
	Number of Employees	Rank	Percentage of Total County Employment	Taxable Number of Employees	Rank	Percentage of Total County Employment
Aspen Skiing Company/Little Nell Hotel	3,675	1	31.91%	3,000	1	32.96%
Silvertree Hotel of Snowmass	477	2	4.14%	350	4	3.85%
City of Aspen	434	3	3.77%	200	6	2.20%
Aspen Valley Hospital	421	4	3.66%	352	3	3.87%
St. Regis Aspen Resort	333	5	2.89%	450	2	4.94%
Pitkin County	245	6	2.13%	236	5	2.59%
Aspen School District	229	7	1.99%	195	8	2.14%
Ritz Carlton	190	8	1.65%	-	-	-
Roaring Fork Transit Agency	191	9	1.66%	200	7	2.20%
Hotel Jerome, Inc	184	10	1.60%	180	9	1.98%
CRW Property Management	-	-		130	10	1.43%
Total	6,379		55.40%	5,293		58.16%
Total Pitkin County Labor Force (1)	<u>11,518</u>			<u>9,101</u>		

(1) Total Pitkin County Labor Force provided by Colorado Dept of Local Affairs. Information for 2006 not available, 2005 data used.

Source: Number of Employees obtained directly from the employer.

Pitkin County, Colorado

SALES TAX COLLECTIONS
(Unaudited)
Last ten years

	1998	1999 (5)	2000	2001
2-Percent sales tax (1)	<u>\$ 12,031,988</u>	<u>\$ 12,095,299</u>	<u>\$ 12,576,184</u>	<u>\$ 12,200,976</u>
Seasonal composition				
Winter	60.2%	59.0%	57.2%	59.0%
Summer	39.8%	41.0%	42.8%	41.0%
Percentage increase (decrease)	5.4%	0.5%	4.0%	-3.0%
1-Percent Transit sales tax (3) (4)	\$ 5,884,015	\$ 5,880,626	\$ 6,048,422	\$ 5,891,227
Percentage increase (decrease)	5.3%	-0.1%	2.9%	-2.6%
Less payments				
To City of Aspen	530,618	554,742	561,362	2,445,633
To Snowmass Village	<u>1,176,254</u>	<u>1,090,335</u>	<u>1,068,026</u>	<u>610,088</u>
Total Deductions	<u>1,706,872</u>	<u>1,645,077</u>	<u>1,629,388</u>	<u>3,055,721</u>
Net payments to RFTA	<u>\$ 4,177,143</u>	<u>\$ 4,235,549</u>	<u>\$ 4,419,034</u>	<u>\$ 2,835,506</u>
Percentage increase (decrease)	5.6%	1.4%	4.3%	-35.8%
1/2 Percent Transit Sales and Use Tax (6)				
Sales tax	\$ 2,994,057	\$ 3,022,783	\$ 3,173,527	\$ 3,087,143
Use Tax	<u>391,128</u>	<u>510,498</u>	<u>493,570</u>	<u>489,096</u>
	<u>\$ 3,385,185</u>	<u>\$ 3,533,281</u>	<u>\$ 3,667,097</u>	<u>\$ 3,576,239</u>
Percentage increase	6.9%	4.4%	3.8%	-2.5%

1. The two-percent County-wide sales tax is distributed 43% to Pitkin County and 57% to the municipalities of Aspen, Snowmass Village, and Basalt. The winter season is December through may and the summer season is Jne through November.

2. Effective July 1, 1985 through December 31, 2000, the County implemented an additional 1% sales tax for transit purposes. Since at that time the total sales tax imposed by any county and city could not exceed four percent, Aspen and Snowmass Village reduced their sales tax levies to one percent from two, and the additional County tax was not imposed on the portion of Basalt in Pitkin County. The additional one percent County sales tax is distributed to the following entities:
 - a. City of Aspen - of that portion of the additional tax collected within the city limits:
 - i. 12.1% for maintenance and construction of Aspen Mall.
 - ii. up to 5.4% for food tax refunds due City residents.
 - iii. the amount required for debt service on the City's Sales Tax Refunding Revenue Bonds, Series December 1, 1982. These bonds were repaid in 1990.

 - b. Town of Snowmass Village - that portion of the additional tax collected within the town limits.
 - c. Transit Capital Projects and Debt Service Funds - \$300,000 to provided public transportation facilities and to pay related debt service.
 - d. Roaring Fork Transit Agency - the remainder of the tax, to operate and maintain its public transportation fleet and related facilities.

2002	2003	2004	2005	2006	2007
<u>\$ 11,737,896</u>	<u>\$ 11,831,990</u>	<u>\$ 12,822,448</u>	<u>\$ 14,178,348</u>	<u>\$ 15,203,474</u>	<u>15,938,167</u>
58.8%	58.8%	58.8%	58.8%	58.6%	58.5%
41.2%	41.2%	41.2%	41.2%	41.4%	41.5%
-3.8%	0.8%	8.4%	10.6%	7.2%	4.8%
\$ 5,676,508	\$ 5,705,819	\$ 6,181,421	\$ 6,788,139	\$ 7,268,521	7,628,874
-3.6%	0.5%	8.3%	9.8%	7.1%	5.0%
2,265,588	2,332,993	2,530,610	2,818,340	3,001,172	3,150,600
<u>678,760</u>	<u>626,558</u>	<u>675,631</u>	<u>702,668</u>	<u>769,010</u>	<u>806,497</u>
<u>2,944,348</u>	<u>2,959,551</u>	<u>3,206,241</u>	<u>3,521,008</u>	<u>3,770,182</u>	<u>3,957,097</u>
<u>\$ 2,732,160</u>	<u>\$ 2,746,268</u>	<u>\$ 2,975,180</u>	<u>\$ 3,267,131</u>	<u>\$ 3,498,339</u>	<u>\$ 3,671,777</u>
-3.6%	0.5%	8.3%	9.8%	7.1%	5.0%
\$ 2,947,576	\$ 2,937,595	\$ 3,203,296	\$ 3,541,310	\$ 3,825,453	\$ 3,997,592
<u>469,937</u>	<u>444,861</u>	<u>542,548</u>	<u>537,039</u>	<u>574,180</u>	<u>642,209</u>
<u>\$ 3,417,513</u>	<u>\$ 3,382,456</u>	<u>\$ 3,745,844</u>	<u>\$ 4,078,349</u>	<u>\$ 4,399,633</u>	<u>\$ 4,639,801</u>
-4.4%	-1.0%	10.7%	8.9%	7.9%	5.5%

3. The formation of a regional transportation district in 2001, resulted in the formation of the Roaring Fork Transportation Authority. This resulted in a change to the intergovernmental agreement between Pitkin County, the City of Aspen, Town of Snowmass Village and the Authority for the distribution of the 1% sales tax. Under the new agreement, the tax is distributed 48.131% to the Authority and 51.869% to the City of Aspen and Snowmass Village. The allocations to the City and Town are to be divided between the two on the basis of the actual collections within the municipal limits of each.
4. Excludes one time sales tax distributions made by the State of Colorado due to enforcement activities.

Pitkin County, Colorado

ANNUAL SKIER DAYS BY AREA (1)
(Unaudited)
Last ten years

<u>Year</u>	<u>Aspen Mountain</u>	<u>Buttermilk</u>	<u>Snowmass</u>	<u>Aspen Highlands</u>	<u>Grand Total</u>	<u>Percent Increase (Decrease)</u>
1998/1999	333,215	177,476	777,378	143,785	1,431,854	-8.2%
1999/2000	331,121	158,194	707,600	127,389	1,324,304	-7.5%
2000/2001	319,343	148,826	740,241	140,640	1,349,050	1.9%
2001/2002	310,381	145,683	676,505	136,136	1,268,705	-6.0%
2002/2003	315,130	141,077	699,701	157,317	1,313,225	3.5%
2003/2004	298,831	139,213	724,753	160,836	1,323,633	0.8%
2004/2005	304,497	148,390	747,303	167,390	1,367,580	3.3%
2005/2006	324,468	159,081	768,010	193,244	1,444,803	5.6%
2006/2007	327,750	153,831	769,570	193,496	1,444,647	0.0%
2007/2008	332,981	154,926	771,455	211,635	1,470,997	1.8%

(1) A skier day is a lift ticket issued to a child or adult for a full or half day of skiing.

Source: Aspen Ski Company

Pitkin County, Colorado
Full-Time Equivalent County Government
(Unaudited)

Last Eight Years

Function/Program	2000	2001	2002	2003	2004	2005	2006	2007
General Government								
Administrative Services	1.00	1.00	0.60	0.60	0.60	0.60	0.60	0.60
Assessor	9.00	9.00	9.00	9.00	9.00	9.00	9.00	10.00
Board of County Commissioners	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Clerk and Recorder	9.60	9.80	9.80	9.70	9.70	9.45	9.55	10.55
County Attorney	4.50	4.75	4.00	4.00	4.00	4.00	5.00	5.00
County Manager	3.75	3.75	4.60	3.80	3.80	3.80	4.80	4.80
Facilities	9.00	9.75	9.75	9.25	9.25	9.75	10.75	10.75
Finance	12.00	11.00	10.80	11.80	11.80	10.40	8.80	8.80
Human Resources	4.80	4.85	4.60	3.60	3.60	3.40	3.40	3.80
Public Relations	0.38	1.10	1.30	1.30	1.30	1.30	1.30	1.25
Treasurer	3.00	3.00	3.00	3.00	3.00	3.00		3.00
Judicial and Public Safety								
Civil	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75
Communications Center	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00
Detention	12.00	12.00	12.00	11.80	11.80	11.80	11.80	11.80
District Attorney	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Emergency Management		1.00	1.00	1.00	1.00	1.00	1.00	1.00
Sheriff	24.00	24.00	24.00	24.00	24.00	24.00	24.00	24.00
Radio/Phones	2.60	3.00	2.00	2.00	2.00	2.00	2.00	2.00
Building Inspections	5.80	6.50	6.00	6.00	6.00	6.00	7.00	7.00
Planning and Zoning	9.00	10.60	10.33	9.33	9.33	9.33	10.00	10.50
Public Works								
Administrative Services	5.30	7.03	5.50	5.00	5.00	6.20	5.20	5.20
Fleet Services	5.00	5.00	5.00	5.00	5.00	5.00	5.00	6.00
Land Management	1.00	0.50	0.50	0.50	1.00	1.00	1.00	1.00
Road and Bridge	11.00	10.50	11.50	11.50	12.00	10.00	10.00	10.00
Translator	1.75	1.75	1.80	1.80	0.80	0.80	0.80	0.80
Health and Welfare								
Animal Control	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Environmental Health	3.50	4.00	4.00	3.00	3.00	5.00	5.00	5.00
Human Services	1.37	1.50	1.50	1.50	1.50	1.50	1.50	1.75
Senior Services	3.50	3.50	3.50	3.50	3.50	3.50	4.05	4.85
Social Services	4.00	4.00	3.00	3.00	3.00	3.00	3.00	3.00
Wildlife Management	1.00	0.34	0.34	0.34	0.34			
Cultural and Recreation								
Library	16.85	17.05	17.05	17.70	18.10	17.75	21.20	20.98
Open Space and Trails	2.00	3.18	3.93	3.33	3.33	3.33	5.00	5.00
Business-type								
Airport Operations	17.00	22.00	24.20	25.00	24.00	23.00	23.00	25.40
Solid Waste and Recycling	15.00	15.00	15.40	16.90	16.90	16.15	12.00	12.00
	<u>224.45</u>	<u>236.20</u>	<u>235.75</u>	<u>234.00</u>	<u>233.40</u>	<u>230.81</u>	<u>231.50</u>	<u>241.58</u>

Note: The numbers presented above are the number of FTE's (full-time equivalents) rounded to the nearest whole number. These numbers are from the final payroll of each respective year at December 31. The numbers do not take into account any seasonal employment or fluctuations in staffing throughout the year, nor do they include vacancies at year-end. Information prior to 2000 is not available.

Source: Pitkin County Human Resources

Pitkin County, Colorado
Operating Indicators by Function/Program
(Unaudited)

Last Ten Years

Function/Program	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General Government										
Assessor										
Property transfers	2,194	2,113	2,040	1,737	1,550	1,720	1,870	2,257	2,138	1,505
Public Trustee										
Number of completed foreclosures	-	-	-	-	-	-	-	12	22	12
Clerk and Recorder										
Number of vehicle registrations	17,213	17,912	17,791	16,109	19,536	19,673	16,839	17,435	18,132	18,419
Number of registered voters	12,547	13,013	14,030	12,376	12,973	11,881	13,279	12,509	12,980	12,142
Human Resources										
Number of job applications processed	N/A	N/A	N/A	N/A	N/A	N/A	450	900	650	852
Judicial and Public Safety										
Coroner										
Number of deaths investigated	N/A	27	N/A	44	29	24	22	30	33	23
Detention										
Average daily population	15	18	16	18	21	14	14	14	16	15
District Attorney										
Number of Felony cases	90	112	68	92	73	72	91	120	84	65
Number of juvenile cases	25	21	31	34	19	9	19	10	34	24
Sheriff										
Incidents handled by patrol and investigations	749	909	800	864	889	837	749	910	856	926
Building Inspections										
Number of building permits issued	265	309	286	307	177	141	154	220	220	415
Planning and Zoning										
Number of land use applications processed	170	175	197	194	182	152	227	258	271	182
Public Works										
Road and Bridge										
County roads (center lane miles)	267	267	268	270	266	266	266	264	265	265
Bridges	26	26	26	26	26	26	26	26	26	26
Health and Welfare										
Animal Control										
Number of animals placed in shelter	214	148	149	178	163	230	156	139	169	127
Environmental Health										
Number of food service inspections	-	210	182	183	86	176	168	169	165	156
Number of septic system permit reviews	106	111	86	89	102	82	101	96	101	102
Grant Administration										
Number of county grant applications processed	19	16	15	26	28	28	39	39	44	57
Senior Services										
Number of senior lunches	6,984	7,847	7,726	7,531	7,420	8,104	9,392	9,928	10,891	10,570
Number of requests for transportation	4,313	4,997	5,026	4,455	5,075	5,819	6,799	7,395	7,592	7,592
Social Services										
Number of residents receiving public assistance	163	188	137	121	187	167	201	N/A	184	165
Cultural and Recreation										
Library										
Number of books	80,445	79,210	81,912	84,901	87,858	92,604	94,163	95,331	100,936	104,541
Open Space and Trails										
Acres of land reserved for open space	1,240	7,578	7,722	8,350	8,729	10,256	10,646	12,840	14,923	16,000
Trails maintained (lane miles)	45.71	45.61	32.62	32.62	34.62	34.89	35.18	38.01	40.00	40.00
Business-type										
Airport Operations										
Number of enplaned passengers	248,510	213,903	214,816	187,622	183,704	189,604	183,719	198,422	206,429	204,678
Solid Waste and Recycling										
Cubic yards of solid waste processed	275,000	259,000	229,000	261,000	207,000	228,000	216,000	224,000	323,000	295,000
Recycled tons processed	2.7	3.2	2.9	2.7	3.2	3.7	4.3	4.8	4.4	5.5

Source: Information provided by individual Pitkin County departments

Pitkin County, Colorado

AIRPORT OPERATIONS AND ENPLANED PASSENGERS

(Unaudited)

Aspen-Pitkin County Airport

Last ten years

Year	Itinerant operations (1)			Local Operations (2)		Percent Change	Enplaned Passengers	Percent Change
	Air Carrier	General Aviation	Total	General Aviation	Total Operations			
1998	15,708	27,546	43,254	2,633	45,887	4.4%	248,510	10.5%
1999	11,227	31,724	42,951	3,074	46,025	0.3%	213,903	-13.9%
2000	14,831	30,016	44,847	3,642	48,489	5.4%	214,816	0.4%
2001	15,996	27,978	43,974	1,998	45,972	-5.2%	187,622	-12.7%
2002	16,936	27,335	44,271	2,078	46,349	0.8%	183,704	-2.1%
2003	16,614	24,504	41,118	1,745	42,863	-7.5%	189,604	3.2%
2004	17,701	25,020	42,721	1,229	43,950	2.5%	183,719	-3.1%
2005	17,668	25,159	42,827	1,333	44,160	0.5%	198,422	8.0%
2006	19,258	24,693	43,951	728	44,679	1.2%	204,678	3.2%
2007	19,078	22,039	41,117	1,231	42,348	-5.2%	183,632	-10.3% (3)

(1) A landing or takeoff when aircraft enters into or leaves Aspen airspace.

(2) A landing or takeoff when aircraft remains in Aspen airspace.

(3) Pitkin County Airport was closed from April 9, 2007 to June 7, 2007

Source: Pitkin County Airport Manager

Pitkin County, Colorado

CONSTRUCTION AND PROPERTY VALUE

(Unaudited)

Last ten years

Levy Year	Non-residential construction (1)		Residential Construction (1)	
	Number of units	Value	Number of units	Value
1998	33	10,929,579	232	104,827,494
1999	25	28,723,194	284	166,200,873
2000	8	991,201	281	180,068,967
2001	22	7,704,771	285	70,855,772
2002	13	9,441,400	164	114,432,226
2003	11	11,476,905	151	116,081,297
2004	9	4,797,556	371	122,881,036
2005	15	13,668,750	323	158,636,715
2006	42	66,525,425	336	174,499,460
2007	94	38,217,615	676	188,959,446

New construction in Pitkin County including additions, alterations and conversions.

Source: Aspen/Pitkin County Building Department and Town of Snowmass Village Building Department.

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Pitkin County, Colorado
Capital Asset Statistics by Function/Program
(Unaudited)

Last Ten Years

Function/Program	1998	1999	2000	2001
General Government				
Land	\$ 10,800	\$ 10,800	\$ 10,800	\$ 10,800
Buildings	5,309,824	5,333,324	5,283,286	5,710,042
Improvements	41,179	41,178	47,739	64,934
Equipment	2,514,919	2,603,183	2,055,880	2,209,575
Infrastructure	-	-	-	-
Total General Government	7,876,722	7,988,485	7,397,705	7,995,351
Public Safety				
Land	392,693	392,693	392,693	392,694
Buildings	3,197,160	3,233,087	3,188,885	3,238,911
Improvements	9,944	9,944	7,840	7,840
Equipment	3,535,325	3,956,282	2,038,419	2,031,104
Total Public Safety	7,135,122	7,592,006	5,627,837	5,670,549
Public Works				
Land	8,103,174	8,103,174	8,103,174	8,100,824
Buildings	2,157,711	2,278,382	2,283,036	2,504,794
Improvements	442,085	459,365	456,190	456,190
Equipment	3,350,719	3,552,930	3,125,053	3,462,543
Infrastructure	-	-	-	-
Total Public Works	14,053,689	14,393,851	13,967,453	14,524,351
Health and Welfare				
Land	-	-	-	-
Buildings	1,966,838	1,966,969	1,954,624	1,954,623
Improvements	68,792	74,442	65,907	79,770
Equipment	217,303	216,125	65,746	76,131
Infrastructure	-	-	-	-
Total Health and Welfare	2,252,933	2,257,536	2,086,277	2,110,524
Cultural and Recreation				
Land	18,179,635	20,232,448	26,011,725	32,320,427
Buildings	1,400	11,656	10,256	10,256
Improvements	67,885	172,915	167,677	215,477
Equipment	2,852	11,591	49,479	64,529
Infrastructure	-	-	-	-
Total Cultural and Recreation	18,251,772	20,428,610	26,239,137	32,610,689

2002	2003	2004	2005	2006	2007
\$ 10,800	\$ 10,800	\$ 10,800	\$ 10,800	\$ 10,800	\$ 2,263,452
7,105,516	7,243,222	7,307,461	7,538,569	7,666,508	7,666,508
64,935	204,512	204,512	204,512	204,512	204,511
2,357,921	2,243,150	2,549,173	2,942,661	3,033,194	3,130,537
-	-	32,768	32,768	32,768	32,768
<u>9,539,172</u>	<u>9,701,684</u>	<u>10,104,714</u>	<u>10,729,310</u>	<u>10,947,782</u>	<u>13,297,776</u>
392,693	392,693	392,694	392,693	392,693	392,693
3,769,280	4,213,259	4,218,711	4,284,361	4,290,043	4,295,094
7,840	23,696		23,696	23,696	23,696
2,264,791	2,235,984	2,437,173	2,272,991	2,445,054	2,571,506
<u>6,434,604</u>	<u>6,865,632</u>	<u>7,048,578</u>	<u>6,973,741</u>	<u>7,151,486</u>	<u>7,282,989</u>
1,242,025	2,636,599	2,636,598	2,636,598	2,636,598	2,636,598
8,604,791	8,604,792	8,604,791	8,622,819	8,622,819	8,647,833
532,675	519,597	519,598	519,598	519,598	519,598
3,539,150	3,733,106	3,759,407	4,040,549	3,488,445	3,808,547
-	25,981,675	25,981,675	26,035,967	27,058,668	27,222,384
<u>13,918,641</u>	<u>41,475,769</u>	<u>41,502,069</u>	<u>41,855,531</u>	<u>42,326,128</u>	<u>42,834,960</u>
-	-	-	-	-	-
2,950,918	2,950,917	2,956,939	3,156,939	3,166,861	3,166,861
79,770	95,243	95,242	95,242	95,242	95,243
117,104	119,549	130,292	152,589	146,227	151,664
-	-	56,374	56,374	56,373	56,373
<u>3,147,792</u>	<u>3,165,709</u>	<u>3,238,847</u>	<u>3,461,144</u>	<u>3,464,703</u>	<u>3,470,141</u>
32,759,043	40,523,880	46,338,991	58,142,877	58,444,248	74,832,801
10,256	54,854	59,181	59,181	59,181	59,181
224,216	418,739	418,740	436,771	498,870	498,870
69,546	122,150	130,952	156,278	180,249	251,059
-	5,903,775	5,903,775	6,494,844	6,494,844	10,054,340
<u>33,063,061</u>	<u>47,023,398</u>	<u>52,851,639</u>	<u>65,289,951</u>	<u>65,677,392</u>	<u>85,696,251</u>

(Continued)

Pitkin County, Colorado
Capital Asset Statistics by Function/Program (continued)
(Unaudited)

Last Ten Years

Function/Program	1998	1999	2000	2001
Conservation of Natural Resources				
Land	30	-	-	-
Buildings	2,375	2,375	-	-
Improvements	-	-	-	-
Equipment	125,402	134,020	131,702	126,685
Infrastructure	-	-	-	-
Total Conservation of Nat. Resources	<u>127,807</u>	<u>136,395</u>	<u>131,702</u>	<u>126,685</u>
Housing and Development				
Land	4,948,498	4,955,498	4,959,498	5,213,690
Buildings	901,157	901,157	901,157	900,000
Improvements	-	32,562	32,562	32,562
Equipment	-	-	-	-
Total Housing and Development	<u>5,849,655</u>	<u>5,889,217</u>	<u>5,893,217</u>	<u>6,146,252</u>
Total Governmental				
Construction in Progress	594,461	1,332,795	1,732,573	3,292,003
Total Governmental	<u>\$ 56,142,161</u>	<u>\$ 60,018,895</u>	<u>\$ 63,075,901</u>	<u>\$ 72,476,404</u>
Business-type				
Airport				
Land	\$ 8,920,991	\$ 8,920,991	\$ 8,920,991	\$ 10,477,630
Construction in Progress	144,426	4,113,039	7,942,784	4,987,896
Buildings	5,083,794	5,089,765	5,100,793	5,531,397
Improvements	12,492,742	12,260,762	10,474,470	15,069,229
Equipment	2,121,311	2,467,109	2,634,663	4,040,162
Total Airport	<u>28,763,264</u>	<u>32,851,666</u>	<u>35,073,701</u>	<u>40,106,314</u>
Solid Waste Center				
Land	50,000	50,000	50,000	50,000
Construction in Progress	135,319	190,198	212,944	12,841
Buildings	453,358	462,361	490,035	503,175
Improvements	813,151	882,883	890,940	1,121,530
Equipment	913,543	902,742	858,111	872,893
Total Solid Waste Center	<u>2,365,371</u>	<u>2,488,184</u>	<u>2,502,030</u>	<u>2,560,439</u>
Total business-type	<u>\$ 31,128,635</u>	<u>\$ 35,339,850</u>	<u>\$ 37,575,731</u>	<u>\$ 42,666,753</u>

Source: Pitkin County Fixed Asset Management System

2002	2003	2004	2005	2006	2007
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
131,702	137,734	130,821	130,821	137,823	127,833
-	-	-	-	-	-
<u>131,702</u>	<u>137,734</u>	<u>130,821</u>	<u>130,821</u>	<u>137,823</u>	<u>127,833</u>
5,507,548	5,573,262	5,573,262	2,758,510	730,050	730,050
900,000	-	-	-	-	-
32,562	32,562	32,562	-	-	-
-	-	-	-	-	-
<u>6,440,110</u>	<u>5,605,824</u>	<u>5,605,824</u>	<u>2,758,510</u>	<u>730,050</u>	<u>730,050</u>
546,683	470,697	3,748,740	477,859	8,683,598	7,659,721
<u>\$ 73,221,765</u>	<u>\$ 114,446,447</u>	<u>\$ 124,231,232</u>	<u>\$ 131,676,867</u>	<u>\$ 139,118,962</u>	<u>\$ 161,099,721</u>
\$ 10,480,840	\$ 10,480,840	\$ 10,480,840	\$ 10,480,840	\$ 10,480,840	\$ 10,480,840
8,222,305	3,015,331	13,937,749	20,878,078	28,187,163	40,662,297
5,545,589	5,735,816	7,566,547	6,706,182	6,798,861	7,122,651
15,573,644	22,028,413	22,811,019	29,961,930	30,401,479	30,964,267
3,809,185	3,820,695	4,244,718	5,678,188	6,252,770	6,287,745
<u>43,631,563</u>	<u>45,081,095</u>	<u>59,040,873</u>	<u>73,705,218</u>	<u>82,121,113</u>	<u>95,517,800</u>
50,000	50,000	50,000	50,000	50,000	50,000
-	37,394	214,765	37,394	2,531	263,799
503,175	503,175	493,183	665,070	665,070	665,070
1,201,862	1,243,729	1,308,725	1,387,152	1,639,451	2,055,845
907,264	1,065,143	1,050,430	1,145,153	1,170,746	1,227,292
<u>2,662,301</u>	<u>2,899,441</u>	<u>3,117,103</u>	<u>3,284,769</u>	<u>3,527,798</u>	<u>4,262,006</u>
<u>\$ 46,293,864</u>	<u>\$ 47,980,536</u>	<u>\$ 62,157,976</u>	<u>\$ 76,989,987</u>	<u>\$ 85,648,911</u>	<u>\$ 99,779,806</u>

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