

PITKIN COUNTY, COLORADO
COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year ended December 31, 2009

**Prepared by
Finance Department**

**John Redmond
Finance Director**

Pitkin County, Colorado
Comprehensive Annual Financial Report
For the Year Ended December 31, 2009

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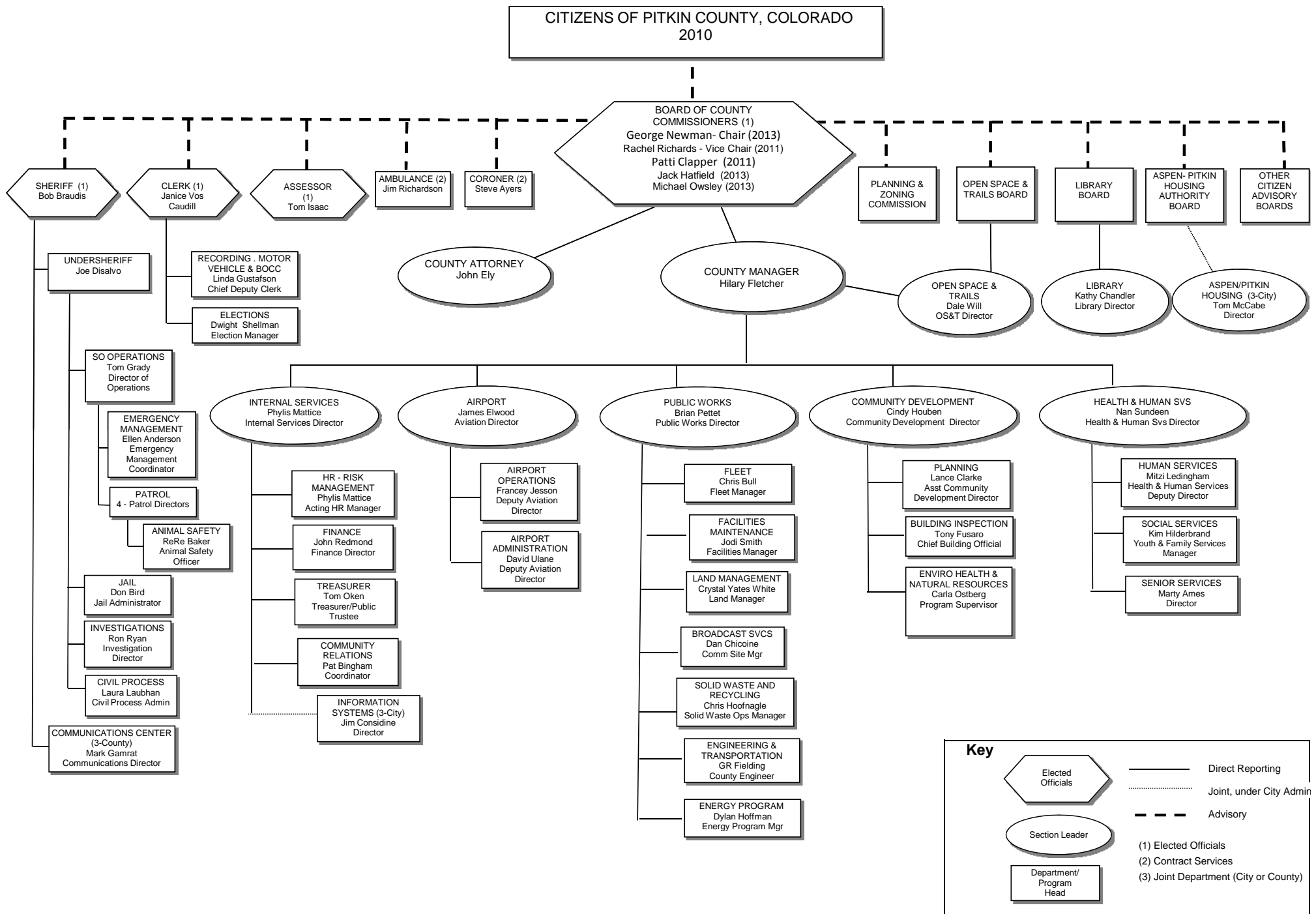
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Annual Financial Report

INTRODUCTORY SECTION



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FINANCE

LETTER OF TRANSMITTAL

August 22, 2010

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, 2009.

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 non-major 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, financially or by State Statute, 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

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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 positions and changes in financial positions from those of the primary government.

INDEPENDENT AUDIT

Colorado law requires the County's financial statements be audited by independent certified public accountants licensed to practice in the State of Colorado. Eide Bailly 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, 2009 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 81% is publicly owned and is controlled by the U.S. Forest Service and the Bureau of Land Management. Estimated population of the County is 17,101. Recreation, 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 a supplemental to 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 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 the 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 can obtain from alternative liquid investments, 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 1.8 percent for 2009, generating \$863,868 income for the primary government and \$26,361, and \$10,222 for the Library and the Emergency Telephone Authority, the County's component units, respectively. In addition the Library District earned \$846,374 on its \$4.6 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 for 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 fund balance reserve to cover loss 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 member up to an aggregate of approximately \$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 economic drivers for the County. The County's tourist industry is among the largest 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. (This estimate is derived by

annualizing sales tax collection figures for May. May collections may be attributed primarily 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 construction 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)

	Building Permit Value		2% Sales Tax		Taxable Retail Sales		Real Estate Sales	
	millions	% increase (Decrease)		% increase (Decrease)		% increase (Decrease)	Millions	% increase (Decrease)
2005	\$ 172.3	34.9%	14,178,348	19.8%	\$ 708,917,400	19.8%	\$ 2,262.2	100.2%
2006	241.0	39.9%	15,203,474	7.2%	760,173,700	7.2%	\$ 2,690.2	18.9%
2007	227.2	-5.7%	15,938,168	4.8%	796,908,400	4.8%	\$ 2,549.6	-5.2%
2008	283.2	24.6%	16,088,635	0.9%	804,431,750	0.9%	\$ 1,365.5	-46.4%
2009	95.3	-66.3%	13,313,300	-17.3%	665,665,000	-17.3%	\$ 1,071.8	-21.5%

After the construction industry in the County slowed slightly in 2007, total building permit valuations increased nearly 25% in 2008. 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. Due to current economic conditions, construction on this project was halted in 2009. Building permit valuations have decreased by 66% through the end of 2009 compared to 2008. Building permit valuations in 2010 remain flat to 2009 levels. Looking forward, management is taking a 5% increase annually for the next three years. Commercial permit valuations are projected to continue down for the next three years.

After decreasing in 2001 and 2002, taxable retail sales rebounded over the next five years with an annual average increase of 6.3%. 2008’s increase of 0.9% reflected a strong growth in the first four months of the year with declining revenues from October through December. Sales tax revenue continued to decrease throughout 2009, with taxable retail sales down 17.3% compared to 2008. Sales tax revenue in 2010 remains flat to 2009 levels. Looking forward, management is taking a conservative 1.2% increase annually for the next five years.

Real estate sales declined by 46.4% in 2008 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 continued in 2009 with a total decrease of 21.5% compared to 2008. Significant reductions in prices have occurred in the latter half of 2009 and 2010. Overall, real estate sales for the first six months of 2010 are 22% ahead of 2009 with more optimistic expectations in the years ahead.

The downturn in the economy, which began in 2008, made 2009 an extremely challenging year. The BOCC directed staff to make reductions in spending. The BOCC, in the approval of the 2009 budget, chose to spend unrestricted fund balance to cover projected deficit in an effort to avoid additional reductions in services and staffing. Unfortunately we have not seen a strong snap-back in revenues, which will necessitate further reductions in the 2011 budget. These reductions, along with continued flat revenues, will assist in our achieving a balanced budget over the next five years.

One of our most impactful financial initiatives in 2009 was to expand the level of knowledge of the budget to a greater number of people, increase budget accountability, improve the detail and timeliness of data, and to make quarterly budget updates to the BOCC that included projections to the end of the year. We have seen the benefits of our efforts in increased efficiencies, higher productivity, and an overall greater level of engagement with respect to the budget. These are positively affecting our planning process for the 2011 budget and five year plan through greater savings and the addition of new revenues.

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 2008 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.***
 - ***Aspen Area Community Plan*** - The City of Aspen and Pitkin County continue to work together on updating AACP (Aspen Area Community Plan). The existing conditions report that analyzes transportation-related projects in the AABC/ Airport, Buttermilk areas and lower Castle Creek was completed in 2009. A final draft of the plan will be completed in the fall of 2010 with the hope of approval by the BOCC in 2011.
 - ***Transferable Development Rights*** – As of December 2009, there are over 8300 acres of land preserved in Pitkin County as a result of transferrable development rights.
 - ***Open Space and Trails*** – Work continues on a number of Open Space Master Plans and open space purchases. There is an anticipated 1000 acres of new open space and conservation easements that will result from these Master Plans and purchases.

- ❖ ***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.***
 - ***Eagle County Agreement*** - We continue to work with Eagle County Health and Human Services to provide public assistance/income maintenance services to Pitkin County residents. With their large staff and supervisory expertise, the arrangement with Eagle County brings more capacity to the program than Pitkin County's sole technician can provide. Total caseload was up 52% in 2009 from total caseload in 2008

❖ **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 Terminal Planning** -The existing conditions survey and the vehicular traffic studies have been completed as a part of the Terminal Area Plan.
- **Runway Extension Planning** -The aviation activity forecasts of operations and enplanements were completed for the Master Plan update. The purpose and need statement for the environmental assessment was completed in 2008 and approved by the FAA in 2009.
- **Rio Grande Trail Improvement** – The Open Space and Trails (OST) Fund continues to plan and make improvements to the Rio Grande Trail to facilitate commuting via trail. These improvements will improve the trail from Upper River Road to McClain Flats Road. Construction is to commence in 2010 and be completed in 2011.

❖ **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** – Housing continues as a critical issue as we attempt to recruit all levels of staff. A work group consisting of Pitkin County staff is working to identify affordable housing units for Pitkin County employees. The BOCC committed 50% of their impact fee funds for the development of housing of Pitkin County employees and 50% for community employees eligible for affordable housing. The County’s Employee Housing Ownership Program funded three \$20,000 interest-free loans for employee’s primary residences. Over \$240,000 remains available for additional home loans.
- **Library Housing Needs** - The Library Board added \$80,000 to their fund for housing for its employees. The fund has a total of \$320,000 at the end of 2009.

❖ **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.**

Noxious Weeds – A thorough revision to the Pitkin County Noxious Weed Management Plan was completed in 2009. An additional section, entitled *Pitkin County Weed Watch List* was added to raise public awareness of noxious weed infestations that are looming at our borders.

- **Energy Performance Contracting** –Pitkin County Energy Management has been working on an Energy Performance Contracting program for County facilities. For many facility owners and operators, energy performance contracting is an affordable way to make investments in n energy efficient equipment. Facility owners can make the upgrades they need, with no upfront capital, and pay for them later through the energy savings that result. The benefits are immediate: getting new equipment, expertise from energy service professionals, ongoing maintenance services, and the ability to accomplish many projects all at once. **Healthy Rivers & Streams** - A 0.1% sales tax was approved by voters in November of 2008 to fund adequate stream-flow and water quality. This sales tax raised \$649,455 in 2009.

- ❖ ***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.***
 - **Healthy Community Fund** - The Citizen Grant Review Committee recommended 2009 grant funding for 62 programs (60 nonprofits, county senior services and contract management) in the amount of \$1,504,736, broken down as follows:
 - 32 Health & Human Service agency proposals in the amount of \$1,305,586, and
 - 30 Community Non-Profit proposals in the amount of \$199,150.
 - **Prescription Drug Cards** - 651 individuals have used the Pitkin County National Association of Counties (NACo) prescription drug cards in 2009, representing a 54% increase in usage over 2008.
 - **Emergency Assistance Fund** - The Emergency Assistance Fund was established in January of 2009 with monies from the healthy Community Fund and the El Pomar Foundation. This fund assists people who have no other resources for financial support for rent/mortgage, food, temporary shelter, medical/dental care, or transportation.
 - **Adult Protection** - Senior Services and Adult Protection staff continue to work together to enhance understanding and expertise as senior Adult Protection cases increase.

- ❖ ***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.***
 - **Bear Awareness** – Community Relations partnered with the City of Aspen to conduct Bear Awareness. The 2009 summer season was the worst in Division of Wildlife history in Aspen for human/bear encounters and incidents with more than 60 bears euthanized in Aspen. This has led to a better plan to educate the public during the bear season of 2010.
 - **Website Updates - Web project** – The website revision was completed in 2009. Extensive training provides each department with the power to make more frequent changes to the data provided to public.

- ❖ ***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.***
 - **IT Strategic Plan** – The City/County Information Technology department is developing a Strategic Plan with the County Tech Team and members of Public Safety. Roles and responsibilities in guiding technology are a central focus.
 - **Data Center** – Work continues on data center. Final approvals and planning are complete. The project is expected to be in use in the spring of 2011.
 - **Staffing Review** – A Staffing and Compensation Committee was formed to start reviewing requests for filling vacancies within the organization. Due to current economic conditions, greater scrutiny is being placed on all hiring. A committee representing a broad range of managers within the organization is being utilized.

❖ **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.**

- **Budget** - A balanced 2009 budget and 5-year plan were adopted despite declining revenue forecasts for sales tax, Clerk's fees, and community development fees. Staff provided the Board with quarterly budget status reports throughout the year.
- **Community Development Fees** - A study of the structure and rates of Community Development fees was completed in 2009 and implemented in 2010.
- **Use Tax** - Modifications to use tax administration were implemented resulting in substantial changes to forms and processes and stricter enforcement, this has led to a substantial increase in collections and compliance in 2009. Greater sharing of information with other agencies has improved the collection process.

AWARDS AND ACKNOWLEDGEMENTS

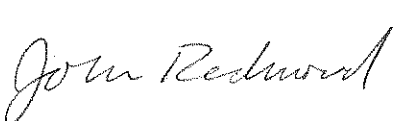
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Pitkin County, Colorado, for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2008. The Certificate of 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-seven 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,



John Redmond
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, 2008

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



President

Executive Director

2009
Annual Financial Report

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

The Board of County Commissioners
Pitkin County, Colorado

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, 2009 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, 2009, 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.

As discussed in Note 3-F to the financial statements, the County restated its 2009 beginning fund balance for the Solid Waste Center Fund, Road & Bridge Fund, Governmental Activities and Business Type Activities capital assets to account for donated assets and the disposal of assets and associated accumulated depreciation that occurred in prior years.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 22, 2010 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 and budgetary comparison information on pages 5 through 16 and pages 67 through 72 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.

The image shows a handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Golden, CO
September 22, 2010

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, 2009. 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 \$255,324,222 (net assets) at the end of 2009, reflecting an increase of \$14,647,313 (6.1%) in net assets during 2009.
 - The County's governmental funds reported a total ending fund balance of \$43,732,371 this year. Of this year-end total, approximately \$35.2 million is unreserved and \$8.5 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, \$17.9 million is in special revenue funds and may only be used for the purpose specified. The remaining unreserved \$17.3 million is in the general fund and includes \$6.6 million set aside for subsequent years' expenditures and \$10.7 million designated by management for use as detailed in Note 3-L.
 - The total ending fund balances of governmental funds show a decrease of \$1,916,903. The Open Space and Trails Fund used fund balance of \$1,366,271, the General Fund used \$228,786 and Road and Bridge used \$855,180. The Transportation Sales and Use Tax increased Fund balance by \$588,078. The change in fund balance in the Open Space and Trails, Road and Bridge and Transportation Sales and Use Tax funds vary from year to year depending on the capital projects paid for during the year.
 - ✓ During 2009, several open space acquisitions were completed as noted in the capital asset section of this letter. Negotiations with landowners are a major factor for the timing of closing on land acquisitions. During 2009, more acquisition opportunities were completed than anticipated and resulted in \$652,729 deficit fund balance in the Open Space and Trails. The program receives over \$10 million in property taxes annually, so this deficit will be funded with property tax collections in 2010.
 - ✓ The funding for road maintenance and projects was reduced to \$400,000 in 2009. Fund balance was used for improvements to West Sopris Creek, McLain Flats, and Snowmass Creek roads.
 - ✓ There were no major projects funded from the Transportation Sales and Use Tax in 2009.
- 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 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, housing, culture and recreation, 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 through 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

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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 67, 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 \$255,324,222. 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 \$207,694,838 include property and equipment, less accumulated depreciation and any outstanding debt that was issued to purchase or construct capital assets.

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- (2) Net assets of \$36,568,411 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:

Transportation	\$ 9,097,358
Airport	10,438,724
Affordable Housing	9,359,852
Highway 82 Improvements	429,995
Debt Service	144,210
Statutory Reserve for Emergencies	1,479,061
General Fund local restrictions	1,175,261
Other special revenue program purposes	3,579,870

- (3) Unrestricted net assets of \$11,060,780 represent the portion available to maintain the County's general obligations to citizens and creditors of which \$1,585,119 is held by business-type activities and \$9,475,854 is held in governmental activities. The downturn in the construction industry resulted in a decrease of tipping fees at the landfill.

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

	Summary of Net Assets					
	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Assets:						
Current assets	\$ 71,304,579	\$ 71,412,593	\$ 13,069,754	\$ 15,343,802	\$ 84,374,333	\$ 86,756,395
Restricted and other assets	205,091	293,410	2,886,347	2,897,819	3,091,438	3,191,229
Noncurrent assets	153,928,210	138,633,706	74,535,500	72,338,924	228,463,710	210,972,630
Total assets	225,437,880	210,339,709	90,491,601	90,580,545	315,929,481	300,920,254
Liabilities						
Current liabilities	30,060,828	28,194,861	1,230,400	1,227,128	31,291,228	29,421,989
Long-term liabilities	25,054,176	26,339,316	4,259,855	4,540,417	29,314,031	30,879,733
Total Liabilities	55,115,004	54,534,177	5,490,255	5,767,545	60,605,259	60,301,722
Net assets:						
Invested in capital assets, net of debt	134,717,335	118,334,844	72,977,503	70,479,059	207,694,838	188,813,903
Restricted	26,142,880	26,813,627	10,438,724	13,409,203	36,581,604	40,222,830
Unrestricted	9,462,661	10,715,439	1,585,119	924,738	11,047,780	11,640,177
Total net assets	\$ 170,322,876	\$ 155,863,910	\$ 85,001,346	\$ 84,813,000	\$ 255,324,222	\$ 240,676,910

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 2.4 to 1 and 10.6 to 1 for business-type activities. For the County overall, the current ratio is 2.7 to 1.

Note that approximately 79% of the governmental activities' net assets are invested 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 86% 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 81% of the County's total net assets.

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Changes in Net Assets

Net assets increased by \$14,458,967 for governmental activities and by \$188,346 for business-type activities. Acquisition of capital assets accounts for the majority of this increase for both the governmental and business-type activities. Open Space and Trails acquisitions accounted for the majority of the increase in governmental activities. Properties added to the County’s assets included the Cold Mountain Ranch, Fender Ranch, Sawmill Hill and Sterling Cooper mining claim. Construction began on the Crystal River Trail accounts for the majority of the construction in progress increase. A detailed review of the asset for the landfill resulted in a prior period adjustment of \$1.2 of landfill assets that were written off because they did not meet current capitalization policies. Most acquisitions for the proprietary funds were acquired by the airport with improvements to the general aviation parking area being the most significant.

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		Total	
	2009	2008	2009	2008	2009	2008
Revenues:						
Program:						
Charges for services	\$ 7,663,813	\$ 6,932,424	\$ 10,201,088	\$ 12,552,687	\$ 17,864,901	\$ 19,485,111
Operating grants	3,791,225	2,999,026	366,766	708,180	4,157,991	3,707,206
Capital grants	12,402,832	10,074,444	6,078,666	3,373,242	18,481,498	13,447,686
General:						
Taxes	36,854,043	38,706,371	-	-	36,854,043	38,706,371
Investment earnings	863,868	2,100,021	288,825	575,780	1,152,693	2,675,801
Loss on Sale of Fixed assets	-	-	-	702,250	-	702,250
Total revenues	<u>61,575,781</u>	<u>60,812,286</u>	<u>16,935,345</u>	<u>17,912,139</u>	<u>78,511,126</u>	<u>78,724,425</u>
Program Expenses:						
General government	9,112,735	8,441,523	-	-	9,112,735	8,441,523
Public safety	8,585,020	7,781,623	-	-	8,585,020	7,781,623
Public works	16,126,086	24,410,157	-	-	16,126,086	24,410,157
Health and welfare	4,159,235	3,634,941	-	-	4,159,235	3,634,941
Culture and recreation	7,872,276	3,220,314	-	-	7,872,276	3,220,314
Conservation	17,169	17,947	-	-	17,169	17,947
Housing and development	231,392	245,997	-	-	231,392	245,997
Interest and other debt items	1,282,901	1,332,285	-	-	1,282,901	1,332,285
Airport	-	-	10,899,761	9,311,279	10,899,761	9,311,279
Solid waste	-	-	5,577,238	4,960,238	5,577,238	4,960,238
Total expenses	<u>47,386,814</u>	<u>49,084,787</u>	<u>16,476,999</u>	<u>14,271,517</u>	<u>63,863,813</u>	<u>63,356,304</u>
Excess (deficiency)	14,188,967	11,727,499	458,346	3,640,622	14,647,313	15,368,121
Transfers	<u>270,000</u>	<u>270,000</u>	<u>(270,000)</u>	<u>(270,000)</u>	<u>-</u>	<u>-</u>
Change in net assets	14,458,967	11,997,499	188,346	3,370,622	14,647,313	15,368,121
Beginning net assets (restated)	<u>155,863,909</u>	<u>143,866,411</u>	<u>84,813,000</u>	<u>81,442,378</u>	<u>240,676,909</u>	<u>225,308,789</u>
Ending net assets	<u>\$ 170,322,876</u>	<u>\$ 155,863,910</u>	<u>\$ 85,001,346</u>	<u>\$ 84,813,000</u>	<u>\$ 255,324,222</u>	<u>\$ 240,676,910</u>

Governmental Revenues

Program revenues provided 38% to the support of governmental operations. This means that the County's taxpayers and other general governmental revenues fund 61% of the governmental activities. As a rule, sales and use tax provide the largest source of revenue for general operations; however, sales tax collections declined to \$17.1 (or 82.7%) from 2008 collections due to the downturn in the national economy. Therefore, sales and use taxes represented 29.3% of the County's total governmental revenues. Property tax collections totaled \$19.3 million or 32.6% of governmental activities. It should be noted that a large portion of both these revenue sources are dedicated to support regional transportation service and the open space and trails program. Approximately one third (\$11.6 million) of the total tax revenues are used to support core services (including roads, buildings, law enforcement, public assistance, and community development) for its citizens. Investment income provided another \$863,868 to support governmental activities. Declining interest rates resulted in this income stream being down about \$1.2 million from 2008 revenue.

Governmental Functional Expenses

The public works, general government and public safety functions make up approximately 71.4% of the total governmental activities expenses. Public works totals 34.0% of total governmental expenses with 30.0% from the county road and bridge fund (including depreciation of approximately \$1.3 million), 60.3% going to transportation needs of the County and 2.5% to TV/FM translators. The general government function includes the County's administrative and community development costs as well as numerous service agencies, totaled 19.3% of the total governmental expenses. Public safety accounted for approximately 18.1% 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 19.2% to 16.4% of total net expenses. The public works function's net costs increase to 60.8% 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	\$ 9,112,735	19.3%	\$ 3,861,117	16.4%
Public safety	8,585,020	18.1%	6,130,811	26.1%
Public works	16,126,086	34.0%	14,309,853	60.8%
Health and welfare	4,159,235	8.8%	2,652,882	11.3%
Culture and recreation	7,872,276	16.6%	(4,520,884)	-19.2%
Conservation	17,169	0.0%	(51,121)	-0.2%
Housing and development	231,392	0.5%	(136,615)	-0.6%
Interest and other debt items	1,282,901	2.7%	1,282,901	5.5%
Total	\$ 47,386,814	100%	\$ 23,528,944	100%

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Business-Type Activities

The primary enterprise fund is the County's airport. The operating revenues for this fund decreased 3.2% from 2008 and operating expenses increased 16.9% from 2008. The airport reported an operating loss of \$3.6 million in 2009. The FAA contributes 95% of most capital projects but nothing to the depreciation of those projects. After adding capital contributions, the airport had a favorable change in net assets of \$2.5 million. Although general aviation revenues declined in 2008, Frontier Airlines expanded regional service to include Aspen as a destination. Additional landing fees from Frontier covered the decline in general aviation fees. In addition, Frontier rented exclusive space in the airport that represents the increase in rents and franchise income. Depreciation expense increased due to the new runway infrastructure constructed in 2007 and 2008. Updating the airport's masterplan, terminal design, and environmental assessment costs are responsible for the increase to airport operating expense.

The Solid Waste Center fund showed net operating loss of \$2.3 million. A decline in the construction industry related debris resulted in reduced revenues of \$2 million compared to 2008. It is not anticipated that future revenues will return to prior levels. In order to address future operating shortfalls, management has increased fees and reduced operating and capital expenses.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Governmental Funds

Pitkin County uses fund accounting to ensure 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 available recourses 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 fund balance decreased from \$25.0 million to \$24.8 million. This balance includes a contingency fund balance of \$4 million. Unreserved fund balance of \$17.3 million also includes \$5.7 million to plan and fund future building needs, \$3.3 million designated to complete projects begun in 2009 but not completed and \$3.2 million to fund other discretionary projects or unforeseen revenue shortfalls in future years. The remaining unreserved fund balance is designated for other uses as detailed in Note 3-L.

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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
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%
2008	18.7		25.0	17.5	94%	4.0	21%
2009	19.1		24.8	17.5	92%	4.0	21%

Road and Bridge Fund

The road and bridge fund accounts for monies generated by property taxes, state highway users funds, local road impact fees, and other sources that are used for road repair, maintenance and capital improvements. In addition, the general fund allocated general sales taxes of \$1.2 million to the road and bridge fund to support operations, repair and construction activities. The allocation from the general fund to fund capital road project was reduced to \$400,000 from \$1.9 million. In November 2008, the Commissioners sought voter approval from the taxpayers to support additional funding for road improvements. This request was narrowly defeated. In spite of the reduced funding, improvements to the West Sopris Creek, Snowmass Capital Creek, and McLain Flats roads were completed in 2009 from accumulated fund balance. Approximately \$471,000 of the \$2.8 million fund balance are fund revenue sources that are restricted for either Highway 82 or subdivision road improvements.

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 .5% transportation sales and use tax is also maintained in this fund. Since all of the 1% proceeds are distributed to RFTA, City of Aspen, and the Town of Snowmass, the ending fund balance of \$9.4 million is entirely from the proceeds of the .5% sales and use tax and can only be used for transit projects. Total revenues declined 17.1% due to the slump in the national economy. The fund supports free bus service from Aspen to Snowmass and elected officials are saving revenue to pay for the entrance to Aspen when alternative entrance is approved.

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. The fund balance of this fund fluctuates depending on the capital acquisitions made in any year. The fund had a deficit fund balance at the end of 2009 of \$652,729. Property tax revenues for 2009 to be collected in 2010 are anticipated to be \$12 million and will fund this deficit.

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 discussed under the Business-Type Activities heading.

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. Great West Retirement services provides participant record keeper services and Wells Fargo Bank acts as trustee for investments of the County’s retirement plan. 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%	33%	15%	5%
Large Cap Stock Funds	20%	34%	28%	48%
Mid Cap Stock funds	3%	8%	9%	5%
Small cap Stock Funds	2%	4%	9%	5%
Foreign Sock Funds	9%	11%	27%	20%
Real Estate Fund	3%	5%	5%	7%
Commodity Fund	3%	5%	7%	10%
2009 annual investment return	21.7%	26.9%	29.1%	31.9%

GENERAL FUND BUDGETARY HIGHLIGHTS

In December 2008, the Board of County Commissioners appropriated \$19.4 million for 2009 general fund expenditures. The general fund budget was amended during the year. The final budget anticipated a decrease of \$3.9 million to the general fund balance.

	2009 General Fund Budget		
	Original Budget	Amendments	Final Budget
Revenue and other financing sources	\$ 19,648,216	\$ 1,522,020	\$ 21,170,236
Expenditures and other financing uses	<u>19,424,252</u>	<u>5,402,884</u>	<u>24,827,136</u>
	\$ 223,964	\$ (3,880,864)	\$ (3,656,900)

Midyear budget amendments included:

- Budget appropriations lapse at year-end, so it is necessary to appropriate budgets for projects that were not completed in 2008. The net value of these projects totaled \$3.3 million of the increase to the 2009 budget. These projects are financed by available fund balance in the prior periods. A budget of \$1.6 million was carried forward for the technology pool. This budget is set aside to promote improvements to software, computer replacements and other technology improvements that may be necessary to improve and maintain workflow and communication systems that have become necessary to provide efficient services. Unfinished 2009 projects include web improvements, treasurer and assessor software and a data center. Significant other projects included: various planning studies (\$117,000), senior service programs (\$171,624) elections and clerk equipment (\$138,297), funding for an employee housing assistance program (\$300,000), funding for litigation and water rights contingencies (\$360,000) various law enforcement and emergency management programs and several small building

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improvement projects (278,500. The balance represents projects under \$50,000 for various projects in multiple departments of the general fund.

- Very few budget adjustments were approved in 2009 due to the budget constraints resulting from the downturn in the economy. The County received a CORE grant (Community Office for Resource Efficiency) for various building improvements to improve energy efficiency in an effort to reduce its carbon footprint, a contribution to the local thrift shop for construction of a new building, and funding to deal with the large number of assessment protests as a result of updating property valuations.

The final budget assumed a use of fund balance totaling \$3.9 million, however actual expenditures exceeded revenue in the General Fund by only \$509,604. The budgets for projects begun but not completed in 2009 will be appropriated in 2010, totaling \$3.3 million, which accounts for the majority of the difference between budget and actual.

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, 2009, was \$136,648,377 and \$73,534,111 respectively. The net investment increased by 10.5% for governmental activities and decreased 1.4% for business-type activities. The overall increase was 6.0% 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	
	2009	Restated 2008	2009	Restated 2008	2009	2008
Non-depreciable assets:						
Land	\$ 71,066,146	\$ 66,667,818	\$ 7,923,279	\$ 7,923,279	\$ 78,989,425	\$ 74,591,097
Intangibles	43,975,021	32,889,030	2,955,956	2,995,956	46,930,977	35,884,986
Construction in progress	3,875,926	1,091,056	4,318,461	21,122,848	8,194,387	22,213,904
Total non-depreciable	<u>118,917,093</u>	<u>100,647,904</u>	<u>15,197,696</u>	<u>32,042,083</u>	<u>134,114,789</u>	<u>132,689,987</u>
Depreciable assets:						
Buildings	23,944,117	23,880,428	19,280,068	19,264,148	43,224,185	43,144,576
Improvements other than buildings	1,423,794	1,435,745	53,600,006	32,470,911	55,023,800	33,906,656
Machinery and equipment	11,323,778	11,397,742	8,463,100	7,559,457	19,786,878	18,957,199
Infrastructure	40,319,141	40,319,141	-	-	40,319,141	40,319,141
Total depreciable assets	<u>77,010,830</u>	<u>77,033,056</u>	<u>81,343,174</u>	<u>59,294,516</u>	<u>158,354,004</u>	<u>136,327,572</u>
Less accumulated depreciation	<u>42,141,915</u>	<u>39,196,015</u>	<u>22,005,370</u>	<u>18,957,675</u>	<u>64,147,285</u>	<u>58,153,690</u>
Book value - depreciable assets	<u>34,868,915</u>	<u>37,837,041</u>	<u>59,337,804</u>	<u>40,336,841</u>	<u>94,206,719</u>	<u>78,173,882</u>
Percentage depreciated	<u>45%</u>	<u>49%</u>	<u>73%</u>	<u>68%</u>	<u>59%</u>	<u>57%</u>
Book value - all assets	<u>\$ 153,786,008</u>	<u>\$ 138,484,945</u>	<u>\$ 74,535,500</u>	<u>\$ 72,378,924</u>	<u>\$ 228,321,508</u>	<u>\$ 210,863,869</u>

At December 31, 2009, the depreciable capital assets for governmental activities were 45% depreciated compared to 49% at December 31, 2008. 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

December 31, 2009

the value of the assets have been used which indicates that the County needs to continue planning its replacement of capital assets.

Open Space and Trails acquisitions represents the majority of the increase to the county's capital assets. During 2009, Open Space and Trails inventory increased by 1,316 acres. Fee simple inventory increased by 463 acres and inventory held by conservation easement increased by 853 acres. Conservation easements acquired during 2009 included Cold Mountain Ranch Conservation Easement (\$7.5 million), Mertz Conservation Easement (\$50,000), and Fender Upper Ranch Conservation Easement acquired through transfer of development rights (TDR). Fee simple acreage acquired included Stirling Cooper Open Space (\$750,000), Virginia Pet Open Space (\$900,000), and the last parcel for Sawmill Hill (\$150,000). In addition, a portion of the Ryan Exchange was completed with 46 acres acquired in fee and a little over 2 acres as conservation easement. 2009 also began the trail construction of 5.2 miles of the Crystal Valley Trail scheduled to be completed in 2010.

Vehicle acquisitions totaled \$1.3 million with the addition of a grader, street sweeper and skid steer for the Road and Bridget Fund, eight new sheriff's vehicles, and ambulance and six new departmental vehicles. Also, The TV/Translator fund expended \$1.1 to upgrade from analog to digital signals.

For the County's business type activities, the asset values were 68% depreciated at December 31, 2008 and 73% at December 31, 2009. Airport acquisitions accounted for most of the additions in the proprietary type funds with the acquisition of a fire truck and rehabilitation of the general aviation aircraft parking area.

Long-term Debt

At the end of the calendar year, the County had lease certificates of participation totaling \$625,000, general obligation bonds and notes of \$19,085,632 and sales tax revenue bonds totaling \$5,955,000 outstanding. The airport has a low-interest loan from the State with an outstanding balance of \$1,557,997. 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. The Standard and Poor's rating for the County's Certificate of Participation was increased from A to AA in 2008.

	Outstanding Borrowings						% Change
	Governmental Activities		Business-type Activities		Totals		
	2009	2008	2008	2008	2008	2007	
Lease COPs	\$ 625,000	\$ 915,000	\$ -	\$ -	\$ 625,000	\$ 915,000	-32%
General obligation bonds	19,035,000	19,860,000	-	-	19,035,000	19,860,000	-4%
Revenue bonds and loans	5,955,000	6,320,000	1,557,997	1,859,856	7,512,997	8,179,856	-8%
Special assessment bonds	50,632	56,323	-	-	50,632	56,323	-10%
Landfill closure and postclosure care	-	-	2,886,347	2,866,715	2,886,347	2,866,715	1%
Claims	840,916	723,899	-	-	840,916	723,899	16%
Compensated absences	1,282,944	1,080,303	158,348	144,631	1,441,292	1,224,934	18%
Total	\$ 27,789,492	\$ 28,955,525	\$ 4,602,692	\$ 4,871,202	\$ 32,392,184	\$ 33,826,727	-4%

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) 920-5225.

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BASIC FINANCIAL STATEMENTS

Pitkin County, Colorado
Statement of Net Assets
December 31, 2009

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets				
Current Assets				
Equity in pooled cash and investments	43,647,957	\$ 10,085,568	\$ 53,733,525	\$ 1,290,127
Other cash and investments	-	-	-	4,595,603
Receivables:				
Accounts	470,564	939,216	1,409,780	159,465
Property taxes	21,218,326	-	21,218,326	3,075,086
Sales taxes	287,293	-	287,293	-
Intergovernmental	5,680,359	2,044,970	7,725,329	-
Notes	80	-	80	-
Restricted and other assets				
Equity in pooled cash and investments	134,225	2,886,347	3,020,572	-
Other cash and investments	70,866	-	70,866	-
Total Current Assets	71,509,670	15,956,101	87,465,771	9,120,281
Noncurrent Assets				
Nondepreciable capital assets	118,917,093	15,197,696	134,114,789	301,959
Depreciable capital assets, net	34,868,913	59,337,804	94,206,717	4,586,722
Unamortized bond issuance costs	142,204	-	142,204	-
Total Noncurrent Assets	153,928,210	74,535,500	228,463,710	4,888,681
Total Assets	225,437,880	90,491,601	315,929,481	14,008,962
Liabilities				
Current Liabilities				
Accounts payable	951,208	461,171	1,412,379	45,848
Contracts payable	222,443	344,277	566,720	-
Accrued liabilities	704,586	4,838	709,424	972
Intergovernmental payable	3,495,942	14,065	3,510,007	169
Accrued interest payable	139,542	18,519	158,061	-
Deposits	683,673	44,693	728,366	-
Unearned revenue	21,719,447	-	21,719,447	3,075,086
Claims payable	336,366	-	336,366	-
Compensated absences payable	256,589	31,671	288,260	23,434
General obligation bonds payable	866,032	-	866,032	-
Revenue bonds payable	380,000	311,166	691,166	-
Lease certificates of participation	305,000	-	305,000	-
Total Current Liabilities	30,060,828	1,230,400	31,291,228	3,145,509
Long-Term Liabilities:				
Closure and postclosure care obligations	-	2,886,347	2,886,347	-
Claims payable (net of current portion)	504,550	-	504,550	-
Compensated absences payable (net of current portion)	1,026,355	126,677	1,153,032	93,737
General obligation bonds payable (net of current portion)	17,628,271	-	17,628,271	-
Revenue bonds payable (net of current portion)	5,575,000	1,246,831	6,821,831	-
Lease certificates of participation (net of current portion)	320,000	-	320,000	-
Total Long-Term Liabilities	25,054,176	4,259,855	29,314,031	93,737
Total Liabilities	55,115,004	5,490,255	60,605,259	3,239,246
Net Assets				
Invested in capital assets, net of related debt	134,717,335	72,977,503	207,694,838	4,888,681
Restricted for:				
Transportation	9,097,358	-	9,097,358	-
Affordable housing	9,359,852	-	9,359,852	-
Highway 82 construction	429,955	-	429,955	-
Statutory reserve for emergencies	1,479,061	-	1,479,061	130,405
Debt service	144,210	-	144,210	-
Ambulance District	864,120	-	864,120	-
Airport	-	10,438,724	10,438,724	-
General Fund local restrictions	1,175,261	-	1,175,261	-
Other Special Revenue programs	3,579,870	-	3,579,870	4,769,759
Unrestricted	9,475,854	1,585,119	11,060,973	980,871
Total Net Assets	170,322,876	\$ 85,001,346	\$ 255,324,222	\$ 10,769,716

See accompanying notes to the basic financial statements

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Pitkin County, Colorado
Statement of Activities
For the Year Ended December 31, 2009

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services and Sales	Operating Grants, Contributions and Interest	Capital Grants and Contributions	Governmental Activities
Primary Government					
Governmental Activities					
General government	\$ 9,112,735	\$ 4,114,865	\$ 1,136,753	\$ -	\$ (3,861,117)
Public safety	8,585,020	2,297,844	156,365	-	(6,130,811)
Public works	16,126,086	263,286	1,331,202	221,745	(14,309,853)
Health and welfare	4,159,235	377,280	1,098,415	30,658	(2,652,882)
Culture and recreation	7,872,276	240,531	2,200	12,150,429	4,520,884
Conservation of natural resources	17,169	2,000	66,290	-	51,121
Housing and development	231,392	368,007	-	-	136,615
Interest	1,282,901	-	-	-	(1,282,901)
Total Governmental Activities	47,386,814	7,663,813	3,791,225	12,402,832	(23,528,944)
Business-Type Activities:					
Airport	10,899,761	6,777,057	366,766	6,078,666	-
Solid Waste Center	5,577,238	3,424,031	-	-	-
Total Business-Type Activities	16,476,999	10,201,088	366,766	6,078,666	-
Total - Primary Government	\$ 63,863,813	\$ 17,864,901	\$ 4,157,991	\$ 18,481,498	(23,528,944)
Component Units					
Emergency Telephone Authority	441,877	357,579	-	20,000	-
Pitkin County Library District	3,709,924	10,709	98,075	-	-
Total - Component Units	\$ 4,151,801	\$ 368,288	\$ 98,075	\$ 20,000	-
General Revenues					
Property taxes levied for:					
General government purposes					18,594,523
Debt service					478,644
Sales taxes					17,120,380
Other taxes					660,496
Investment earnings					863,868
Total General Revenues					37,717,911
Transfers					270,000
Total General Revenues and Transfers					37,987,911
Change in Net Assets					14,458,967
Net Assets Beginning of Year (restated)					155,863,909
Net Assets End of Year					\$ 170,322,876

See accompanying notes to the basic financial statements

Revenue and Changes in Net Assets		
Primary Government		
Business-Type		
Activities	Total	Component Units
\$ -	\$ (3,861,117)	\$ -
-	(6,130,811)	-
-	(14,309,853)	-
-	(2,652,882)	-
-	4,520,884	-
-	51,121	-
-	136,615	-
-	(1,282,901)	-
-	(23,528,944)	-
2,322,728	2,322,728	-
(2,153,207)	(2,153,207)	-
169,521	169,521	-
169,521	(23,359,423)	-
-	-	(64,298)
-	-	(3,601,140)
-	-	(3,665,438)
-	18,594,523	2,953,425
-	478,644	-
-	17,120,380	-
-	660,496	102,053
288,825	1,152,693	882,958
288,825	38,006,736	3,938,436
(270,000)	-	-
18,825	38,006,736	3,938,436
188,346	14,647,313	272,998
84,813,000	240,676,909	10,496,718
\$ 85,001,346	\$ 255,324,222	\$ 10,769,716

Pitkin County, Colorado
Balance Sheet
Governmental Funds
December 31, 2009

	<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	\$ 24,148,107	\$ 3,096,663	\$ 9,333,687	\$ -	\$ 7,069,500	\$ 43,647,957
Receivables:						
Accounts	466,565	650	1,477	1,390	482	470,564
Property taxes	5,468,229	403,424	-	12,223,748	3,122,925	21,218,326
Sales and use taxes	-	-	207,293	-	80,000	287,293
Intergovernmental	3,382,259	352,652	1,718,272	-	227,176	5,680,359
Due from other funds	221,192	-	-	-	-	221,192
Other	80	-	-	-	-	80
Restricted cash and investments						
Equity in pooled cash and investments	-	-	-	-	134,225	134,225
Other cash and investments	70,866	-	-	-	-	70,866
Total Assets	<u>\$ 33,757,298</u>	<u>\$ 3,853,389</u>	<u>\$ 11,260,729</u>	<u>\$ 12,225,138</u>	<u>\$ 10,634,308</u>	<u>\$ 71,730,862</u>
Liabilities and Fund Balances						
Liabilities						
Accounts payable	\$ 268,278	\$ 485,507	\$ 19,323	\$ 55,885	\$ 122,215	\$ 951,208
Contracts payable	36,648	50,737	-	135,058	-	222,443
Accrued liabilities	692,820	11,766	-	-	-	704,586
Intergovernmental payable	1,706,962	2,417	1,500,151	241,100	45,312	3,495,942
Due to other funds	-	-	-	219,576	1,616	221,192
Funds held in trust	624,723	56,450	-	2,500	-	683,673
Deferred revenue	5,619,406	403,424	335,346	12,223,748	3,137,523	21,719,447
Total Liabilities	<u>8,948,837</u>	<u>1,010,301</u>	<u>1,854,820</u>	<u>12,877,867</u>	<u>3,306,666</u>	<u>27,998,491</u>
Fund Balances						
Reserved for:						
Debt service	70,866	-	-	-	212,886	283,752
Program purposes	7,412,900	-	308,551	405,976	136,964	8,264,391
Unreserved:						
Designated:						
For subsequent years expenditures						
General fund	179,400	-	-	-	-	179,400
Special revenue funds	-	117,044	-	-	290,159	407,203
For other purposes						
General fund	17,145,295	-	-	-	-	17,145,295
Special revenue funds	-	429,955	-	-	-	429,955
Undesignated, reported in:						
Special revenue funds	-	2,296,089	9,097,358	(1,058,705)	6,687,633	17,022,375
Total Fund Balances	<u>24,808,461</u>	<u>2,843,088</u>	<u>9,405,909</u>	<u>(652,729)</u>	<u>7,327,642</u>	<u>43,732,371</u>
Total Liabilities and Fund Balances	<u>\$ 33,757,298</u>	<u>\$ 3,853,389</u>	<u>\$ 11,260,729</u>	<u>\$ 12,225,138</u>	<u>\$ 10,634,308</u>	<u>\$ 71,730,862</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, 2009

Total Governmental Fund Balances	\$	43,732,371
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**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	\$ 195,927,924	
Less accumulated depreciation	<u>(42,141,918)</u>	153,786,006

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.

733,533

Liabilities not due and payable in the current period and therefore are not reported in the funds:

Accrued interest	\$ (139,542)	
Lease certificates of participation	(625,000)	
Sales tax revenue bonds	(5,955,000)	
General obligation bonds	(19,035,000)	
Special assessment bonds payable	(50,632)	
Claims	(840,916)	
Compensated absences	<u>(1,282,944)</u>	<u>(27,929,034)</u>

Net Assets of Governmental Activities	\$	<u><u>170,322,876</u></u>
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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, 2009

	General	Road and Bridge	Transportation Sales and Use Tax	Open Space and Trails	Other Governmental Funds	Total Governmental Funds
Revenues						
Taxes	\$ 10,023,482	\$ 1,614,960	\$ 10,105,363	\$ 10,760,304	\$ 4,349,934	\$ 36,854,043
Intergovernmental	1,484,289	1,535,938	-	2,595,700	902,345	6,518,272
Licenses and permits	697,635	15,255	-	-	-	712,890
Charges for services	6,043,270	31,669	-	112,342	-	6,187,281
Fines and forfeitures	13,820	-	-	2,100	-	15,920
Investment earnings	439,429	54,833	162,517	57,833	149,256	863,868
Impact fees	13,015	72,473	-	-	367,857	453,345
Miscellaneous	396,998	35,528	17,150	104,256	9,301	563,233
Total Revenues	<u>19,111,938</u>	<u>3,360,656</u>	<u>10,285,030</u>	<u>13,632,535</u>	<u>5,778,693</u>	<u>52,168,852</u>
Expenditures						
Current:						
General government	8,477,240	-	-	-	-	8,477,240
Public safety	7,998,223	-	-	-	596,448	8,594,671
Public works	464,441	4,234,221	9,726,952	-	1,556,032	15,981,646
Health and welfare	2,148,851	-	-	-	1,932,682	4,081,533
Culture and recreation	301,395	-	-	13,829,297	176,365	14,307,057
Housing and development	231,392	-	-	-	-	231,392
Debt Service:						
Principal retirement	-	-	-	435,000	1,050,691	1,485,691
Interest and fiscal charges	-	-	-	808,009	442,046	1,250,055
Total Expenditures	<u>19,621,542</u>	<u>4,234,221</u>	<u>9,726,952</u>	<u>15,072,306</u>	<u>5,754,264</u>	<u>54,409,285</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(509,604)</u>	<u>(873,565)</u>	<u>558,078</u>	<u>(1,439,771)</u>	<u>24,429</u>	<u>(2,240,433)</u>
Other Financing Sources (Uses)						
Sale of capital assets	26,645	18,385	-	4,500	4,000	53,530
Transfers in	657,353	-	-	69,000	354,180	1,080,533
Transfers out	(403,180)	-	-	-	(407,353)	(810,533)
Total Other Financing Sources (Uses)	<u>280,818</u>	<u>18,385</u>	<u>-</u>	<u>73,500</u>	<u>(49,173)</u>	<u>323,530</u>
Net Change in Fund Balances	<u>(228,786)</u>	<u>(855,180)</u>	<u>558,078</u>	<u>(1,366,271)</u>	<u>(24,744)</u>	<u>(1,916,903)</u>
Fund Balances Beginning of Year, restated	<u>25,037,247</u>	<u>3,698,268</u>	<u>8,847,831</u>	<u>713,542</u>	<u>7,352,386</u>	<u>45,649,274</u>
Fund Balances End of Year	<u>\$ 24,808,461</u>	<u>\$ 2,843,088</u>	<u>\$ 9,405,909</u>	<u>\$ (652,729)</u>	<u>\$ 7,327,642</u>	<u>\$ 43,732,371</u>

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, 2009

Net Change In Fund Balances - Total Governmental Funds \$ (1,916,903)

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	\$ (3,992,891)	
Capital outlay (Net of donated and transferred assets)	14,160,811	10,167,920

Elimination of transfers between governmental funds:

Transfers in	\$ (810,533)	
Transfers out	810,533	-

Book value of capital assets disposed of and reported on the statement of activities but not reported in the governmental funds. (4,332,166)

Some revenues in the Statement of Activities do not provide current financial resources and therefore are not reported as revenues 9,406,929

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 @ 12/31/09	\$ (139,542)	
Liability @ 12/31/08	146,821	7,279

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. 1,485,691

Amortization of bond issuance costs, bond premiums and refunding deferral on the government-wide statement of activities but not reported on the fund (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 @ 12/31/09	\$ (2,123,860)	
Liability @ 12/31/08	1,804,202	(319,658)

Change In Net Assets of Governmental Activities \$ 14,458,967

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Statement of Net Assets
Proprietary Funds
December 31, 2009

	Business-type Activities -		
	Enterprise Funds		
	Airport	Solid Waste Center	Total
Assets			
Current Assets:			
Equity in pooled cash and investments	\$ 8,557,928	\$ 1,527,640	\$ 10,085,568
Receivables:			
Accounts	673,178	266,038	939,216
Intergovernmental	2,044,970	-	2,044,970
Total Current Assets	11,276,076	1,793,678	13,069,754
Noncurrent Assets:			
Restricted Assets:			
Equity in pooled cash and investments	-	2,886,347	2,886,347
Capital Assets:			
Non-depreciable capital assets	15,147,696	50,000	15,197,696
Depreciable capital assets, net	57,578,739	1,759,065	59,337,804
Total Noncurrent Assets	72,726,435	4,695,412	77,421,847
Total Assets	84,002,511	6,489,090	90,491,601
Liabilities			
Current Liabilities:			
Accounts payable	306,447	154,724	461,171
Contracts payable	344,277	-	344,277
Accrued liabilities	3,063	1,775	4,838
Intergovernmental payable	-	14,065	14,065
Accrued interest payable	18,519	-	18,519
Deposits	44,693	-	44,693
Compensated absences payable	24,071	7,600	31,671
Loans payable	311,166	-	311,166
Total Current Liabilities	1,052,236	178,164	1,230,400
Long-Term Liabilities:			
Closure and postclosure care obligations	-	2,886,347	2,886,347
Loans payable (net of current portion)	1,246,831	-	1,246,831
Compensated absences payable (net of current portion)	96,282	30,395	126,677
Total Long-Term Liabilities	1,343,113	2,916,742	4,259,855
Total Liabilities	2,395,349	3,094,906	5,490,255
Net Assets			
Invested in capital assets, net of related debt	71,168,438	1,809,065	72,977,503
Unrestricted	10,438,724	1,585,119	12,023,843
Total Net Assets	\$ 81,607,162	\$ 3,394,184	\$ 85,001,346

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, 2009

	Business-type Activities -		
	Enterprise Funds		
	Airport	Solid Waste Center	Total
Operating Revenues			
Charges for services	\$ 2,783,842	\$ 3,424,031	\$ 6,207,873
Rents and franchises	3,988,301	-	3,988,301
Miscellaneous	4,914	-	4,914
Total Operating Revenues	6,777,057	3,424,031	10,201,088
Operating Expenses			
Personal services	2,008,414	849,135	2,857,549
Purchased services	5,247,547	4,472,136	9,719,683
Materials and supplies	215,903	50,086	265,989
Depreciation	3,337,555	159,550	3,497,105
Amortization	-	19,631	19,631
Total Operating Expenses	10,809,419	5,550,538	16,359,957
Operating Income (Loss)	(4,032,362)	(2,126,507)	(6,158,869)
Non-Operating Revenues (Expenses)			
Interest	188,074	100,751	288,825
Intergovernmental	366,766	-	366,766
Interest and fiscal charges	(61,956)	-	(61,956)
Gain (Loss) on disposition of capital assets	(28,386)	(26,700)	(55,086)
Total Non-Operating Revenues (Expenses)	464,498	74,051	538,549
Income (Loss) Before Capital Contributions and Transfers	(3,567,864)	(2,052,456)	(5,620,320)
Capital contributions	6,078,666	-	6,078,666
Transfers out	-	(270,000)	(270,000)
Change in Net Assets	2,510,802	(2,322,456)	188,346
Net Assets Beginning of Year (restated)	79,096,360	5,716,640	84,813,000
Net Assets End of Year	\$ 81,607,162	\$ 3,394,184	\$ 85,001,346

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2009

	Business-type Activities -		
	Enterprise Funds		
	Airport	Solid Waste Center	Total
Cash Flows from Operating Activities			
Cash received from customers	\$ 7,308,135	\$ 3,456,067	\$ 10,764,202
Cash payments to employees for services	(1,993,798)	(856,181)	(2,849,979)
Cash payments for goods and services	(5,631,708)	(4,658,573)	(10,290,281)
Net Cash Provided (Used) by Operating Activities	<u>(317,371)</u>	<u>(2,058,687)</u>	<u>(2,376,058)</u>
Cash Flows from Noncapital Financing Activities			
Operating grants received	247,915	-	247,915
Transfers out	-	(270,000)	(270,000)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>247,915</u>	<u>(270,000)</u>	<u>(22,085)</u>
Cash Flows from Capital and Related Financing Activities			
Principal paid on revenue bonds	(301,868)	-	(301,868)
Interest paid on revenue bonds	(62,948)	-	(62,948)
Capital contributions	4,584,269	-	4,584,269
Proceeds from the sale of capital assets	10,000	39,900	49,900
Payments for capital acquisitions	(5,385,660)	(110,028)	(5,495,688)
Net Cash (Used) by Capital and Related Financing Activities	<u>(1,156,207)</u>	<u>(70,128)</u>	<u>(1,226,335)</u>
Cash Flows from Investing Activities			
Investment earnings	188,074	100,751	288,825
Net Increase (Decrease) in Cash and Cash Equivalents	(1,037,589)	(2,298,064)	(3,335,653)
Cash and Cash Equivalents Beginning of Year	<u>9,595,517</u>	<u>6,712,051</u>	<u>16,307,568</u>
Cash and Cash Equivalents End of Year	<u>\$ 8,557,928</u>	<u>\$ 4,413,987</u>	<u>\$ 12,971,915</u>

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Statement of Cash Flows (Continued)
Proprietary Funds
For the Year Ended December 31, 2009

	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)	\$ (4,032,362)	\$ (2,126,507)	\$ (6,158,869)
Adjustments:			
Depreciation	3,337,555	159,550	3,497,105
(Increase) Decrease in Assets:			
Accounts receivable	531,077	32,036	563,113
Increase (Decrease) in Liabilities:			
Accounts payable	(181,847)	(108,530)	(290,377)
Contracts payable	-	(3,000)	(3,000)
Accrued liabilities	14,617	(7,046)	7,571
Intergovernmental payable	-	(24,822)	(24,822)
Deposits	13,589	-	13,589
Closure and post closure care obligations	-	19,632	19,632
Net Cash Provided (Used) by Operating Activities	\$ (317,371)	\$ (2,058,687)	\$ (2,376,058)

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Statement of Fiduciary Net Assets
Fiduciary Funds
December 31, 2009

	Retirement Trust	Agency
Assets		
Equity in pooled cash and investments	\$ 103,540	\$ 3,088,636
Other cash and investments:		
Mutual funds	18,489,871	-
Receivables:		
Accounts	11,301	-
Employee retirement loans	499,817	-
Total Assets	\$ 19,104,529	\$ 3,088,636
Liabilities		
Accounts payable	\$ 308,568	\$ -
Intergovernmental payable	-	776,387
Funds held for others	-	2,312,249
Total Liabilities	\$ 308,568	\$ 3,088,636
Net Assets		
Held in trust for pension benefits	\$ 18,795,961	

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, 2009

	<u>2009</u>
Additions	
Employer contributions	\$ 1,776,288
Investment income:	
Dividends and interest	3,606,078
Miscellaneous	<u>3,270</u>
Total Additions	<u>5,385,636</u>
Deductions	
Benefits to plan members	633,527
Administrative expenses	<u>26,354</u>
Total Deductions	<u>659,881</u>
Change in Net Assets	4,725,755
Net Assets Beginning of Year	<u>14,070,206</u>
Net Assets End of Year	<u><u>\$ 18,795,961</u></u>

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Combining Statement of Net Assets
Component Units
December 31, 2009

	Pitkin County Library District	Emergency Telephone Authority	Total
Assets			
Current Assets			
Equity in pooled cash and investments	\$ 715,057	\$ 575,070	\$ 1,290,127
Other cash and investments	4,595,603	-	4,595,603
Receivables:			
Accounts	101,000	58,465	159,465
Property taxes	3,075,086	-	3,075,086
Total Current Assets	8,486,746	633,535	9,120,281
Noncurrent Assets:			
Capital assets:			
Nondepreciable capital assets	144,263	157,696	301,959
Depreciable capital assets, net	4,503,444	83,278	4,586,722
Total Noncurrent Assets	4,647,707	240,974	4,888,681
Total Assets	13,134,453	874,509	14,008,962
Liabilities			
Current Liabilities:			
Accounts payable	39,725	6,123	45,848
Accrued liabilities	972	-	972
Intergovernmental payable	169	-	169
Deferred revenue	3,075,086	-	3,075,086
Compensated absences (net of current portion)	23,434	-	23,434
Total Current Liabilities	3,139,386	6,123	3,145,509
Long-term Liabilities			
Compensated absences	93,737	-	93,737
Total Long-term Liabilities	93,737	-	93,737
Total Liabilities	3,233,123	6,123	3,239,246
Net Assets			
Invested in capital assets, net of related debt	4,647,707	240,974	4,888,681
Restricted for:			
Capital projects	4,769,759	-	4,769,759
Statutory reserve for emergencies	118,771	11,634	130,405
Unrestricted	365,093	615,778	980,871
Total Net Assets	\$ 9,901,330	\$ 868,386	\$ 10,769,716

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Combining Statement of Activities
Component Units
For the Year Ended December 31, 2009

	Pitkin County Library District	Emergency Telephone Authority	Total
Expenses			
Public safety	\$ -	\$ 441,877	\$ 441,877
Culture and recreation	3,709,924	-	3,709,924
Total Expenses	<u>3,709,924</u>	<u>441,877</u>	<u>4,151,801</u>
Revenues			
Program revenues:			
Charges for services	10,709	357,579	368,288
Intergovernmental revenue	-	20,000	20,000
Net Program (Expense)	<u>(3,699,215)</u>	<u>(64,298)</u>	<u>(3,763,513)</u>
General revenues			
Taxes	3,055,478	-	3,055,478
Investment earnings	872,736	10,222	882,958
Miscellaneous	98,075	-	98,075
Total General Revenues	<u>4,026,289</u>	<u>10,222</u>	<u>4,036,511</u>
Change in Net Assets	327,074	(54,076)	272,998
Net Assets Beginning of Year	<u>9,574,256</u>	<u>922,462</u>	<u>10,496,718</u>
Net Assets End of Year	<u>\$ 9,901,330</u>	<u>\$ 868,386</u>	<u>\$ 10,769,716</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
December 31, 2009

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 17,101. 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 and affordable housing. 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 enterprise funds apply only the pronouncements of the Financial Accounting Standards Board (FASB) statements and interpretations issued prior to November 30, 1989 and the relevant pronouncements of GASB after that date.

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 departments, boards, agencies and funds 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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 1 – Summary of Significant Accounting Policies (continued)

1-A. Reporting Entity (continued)

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.

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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 1 – Summary of Significant Accounting Policies (continued)

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 on 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*.

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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 1 – Summary of Significant Accounting Policies (continued)

1-B. Basis of Presentation (continued)

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
December 31, 2009

Note 1 – Summary of Significant Accounting Policies (continued)

1-B. Basis of Presentation (continued)

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.

1-C. Measurement Focus

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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 1 – Summary of Significant Accounting Policies (continued)

1-D. Basis of Accounting (continued)

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.

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:

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

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)

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 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).

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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

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)

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
December 31, 2009

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."

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 1 – Summary of Significant Accounting Policies (continued)

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

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 the 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.

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 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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 1 – Summary of Significant Accounting Policies (continued)

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

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.

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 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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

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>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Administration Facilities	\$ 966,651	\$ 1,353,506	\$ 836,542	\$ 516,964
Administrative Services	4,476,633	6,937,304	4,361,256	2,576,048
Clerk and Elections	1,037,586	1,174,033	992,028	182,005
Environmental Quality	3,162,127	3,668,483	3,307,549	360,934
Housing	198,944	290,951	315,010	(24,059)
Human Services	1,468,730	1,838,530	1,610,751	227,779
Public Safety	7,497,820	8,431,000	7,677,542	753,458
Public Works	211,768	729,336	520,864	208,472
	<u>\$ 19,020,259</u>	<u>\$ 24,423,143</u>	<u>\$ 19,621,542</u>	<u>\$ 4,801,601</u>

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

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 to establish an emergency reserve equal to 3% of revenues. At December 31, 2009, the following fund balances have been reserved to meet the “emergency reserve” requirement.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 2 – Stewardship, Compliance and Accountability (continued)

2-B. Legal Restriction (continued)

Fund	Amount
General	\$ 627,570
Transportation Sales and Use Tax Fund	308,551
Open Space	405,976
Social Services	26,530
Translator Fund	19,776
Healthy Community Fund	43,356
Conservation Trust Fund	1,642
Healthy Rivers and Streams	19,609
Ambulance District	11,709
Housing Impact	13,548
Redstone Ranch Acres	264
Twining Flats Improvement District	530
 Total Primary Government	 1,479,061
 Library District	 118,771
Emergency Telephone Authority	11,634
 Total Reporting Entity	 \$ 1,609,466

Note 3 - Detailed Notes on All Funds

3-A. Deposits and Investments

Deposits – At December 31, 2009, the carrying amount of the County’s deposits was \$50,695,236 and the bank balance was \$52,069,756. Of the bank deposits \$1,505,072 was covered by Federal Depository insurance and \$50,564,684 was covered by single institution collateral pools. Additionally, the County had cash on hand of \$7,300 at December 31, 2009.

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
December 31, 2009

Note 3 - Detailed Notes on All Funds (continued)

3-A. Deposits and Investments (continued)

Investments – At December 31, 2009, the County’s investments (excluding fiduciary funds and component units other cash and investments) totaled \$10,604,727.

Credit Risk – Investments

Credit risk is the risk that an issuer or other counter-party 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, 2009, 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	\$ 1,045,597	AAA	1.8%
Local Investment Pool	7,000,115	N/A	N/A
Money Market Mutual Funds	2,559,015	N/A	N/A
	<u>\$ 10,604,727</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, 2009, 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	\$ 1,045,597	10%
COLOTRUST	\$ 7,000,115	66%
Vanguard Prime Money Market Fund	\$ 2,488,149	24%

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 3 - Detailed Notes on All Funds (continued)

3-A. Deposits and Investments (continued)

Concentration of Credit Risk – Investments (continued)

Investments – Fiduciary Funds and Component Units Other Cash and Investments

At December 31, 2009, the County’s pension trust fund’s investments included \$18,489,871 of mutual funds held by its third-party trustee, Wells Fargo. In addition, the Pitkin County Library District, a component unit of the County, had mutual fund investments totaling \$4,595,603 held in accounts with the various mutual fund companies and at Wells Fargo Bank. These entities have developed their own investment policies addressing credit risk independent of the County.

Summary of County’s total cash and investments as reported in accompanying financial statements are as follows:

	Pooled Cash and Deposits	Investments
Fund Reporting Level:		
Governmental Funds - Balance Sheet	\$ 43,647,957	\$ -
Governmental Funds - Balance Sheet - Restricted Assets	134,225	70,866
Proprietary Fund Type Statement of Net Assets	10,085,568	-
Proprietary Fund Type Statement of Net Assets - Restricted Assets	2,886,347	-
Component Units - Balance Sheet	1,290,127	4,595,603
Statement of Fiduciary Assets and Liabilities	3,192,176	18,489,871
 Total	 \$ 61,236,400	 \$ 23,156,340

3-B. Receivables

Receivables at December 31, 2009, 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, collectability.

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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 3 - Detailed Notes on All Funds (continued)

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.

On November 4, 2008, Pitkin County voters authorized a sales tax of .1% to be dedicated to establishing a Healthy Rivers and Streams Fund to fund programs to protect the County's rivers and streams. Goals include 1) maintaining and improving water quality and quantity within the Roaring Fork watershed; 2) purchasing, adjudicating changes of, leasing, using, banking, selling, and protecting water rights for the benefit of the Roaring Fork watershed; 3) working to secure, create and augment minimum stream flows in conjunction with non-profits, grant agencies, and appropriate State and Federal agencies to ensure ecological health, recreational opportunities, and wildlife and riparian habitat; promoting water conservation; and 4) improving and constructing capital facilities that contribute to the objectives listed above.

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:

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 3 - Detailed Notes on All Funds (continued)

3-E. Commitments (continued)

Projects	Original Commitments	Spent to Date
General Capital Projects	\$ 656,528	\$ 246,289
Road and Bridge Project	2,813,625	\$ 871,767
Open Space and Trails Projects	2,765,909	\$ 1,275,007
Airport Projects	4,841,603	\$ 2,382,676
Solid Waste Center Projects	80,811	\$ 54,567
Translator Projects	361,450	\$ 186,757
E911 Projects	215,841	\$ 107,921
	<u>\$ 11,735,767</u>	<u>\$ 5,124,983</u>

Capital asset activity for the primary government for the year ended December 31, 2009, was as follows:

	Restated Balance 1/1/2009	Additions	Deductions	Balance 12/31/2009
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 66,667,817	\$ 8,091,520	\$ 3,693,191	\$ 71,066,146
Intangibles	32,889,030	11,085,991	-	43,975,021
Construction in progress	1,091,056	2,992,086	207,216	3,875,926
Total capital assets not being depreciated	<u>100,647,903</u>	<u>22,169,597</u>	<u>3,900,407</u>	<u>118,917,093</u>
Depreciable capital assets:				
Buildings	23,880,428	160,402	96,713	23,944,117
Improvements other than buildings	1,435,745	-	11,951	1,423,794
Machinery and equipment	11,397,742	1,449,168	1,523,132	11,323,778
Infrastructure	40,319,141	-	-	40,319,141
Total depreciable capital assets	<u>77,033,056</u>	<u>1,609,570</u>	<u>1,631,796</u>	<u>77,010,830</u>
Total capital assets	<u>177,680,959</u>	<u>23,779,167</u>	<u>5,532,203</u>	<u>195,927,923</u>
Accumulated depreciation:				
Buildings	(13,491,894)	(1,214,830)	(77,369)	(14,629,355)
Improvements other than buildings	(687,022)	(65,410)	(3,255)	(749,177)
Machinery and equipment	(6,132,750)	(1,028,329)	(966,365)	(6,194,714)
Infrastructure	(18,884,349)	(1,684,322)	-	(20,568,671)
Total accumulated depreciation	<u>(39,196,015)</u>	<u>(3,992,891)</u>	<u>(1,046,989)</u>	<u>(42,141,917)</u>
Governmental activities capital assets, net	<u>\$ 138,484,944</u>	<u>\$ 19,786,276</u>	<u>\$ 4,485,214</u>	<u>\$ 153,786,006</u>

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 3 - Detailed Notes on All Funds (continued)

3-F. Capital Assets (continued)

Governmental activities depreciation expense

General government	\$ 622,333
Public safety	429,025
Public works	1,866,212
Health and welfare	226,122
Culture and recreation	832,087
Conservation of natural resources	17,112
Total governmental activities depreciation expense	\$ 3,992,891

The 2008 balance in fixed assets has been reduced by \$58,378 to recognize a change in the value of land in the Road and Bridge fund because an option to purchase was never executed. The 2008 balance for intangible assets was increased by \$1,894,947 to reflect the understatement of capital assets for the acquisition due to the value of donated assets. These restatements changed the 2008 value of capital assets from \$136,648,377 to \$138,484,944. In the Road and Bridge Fund, the 2008 ending fund balance was restated from \$3,639,890 to \$3,698,268. For the Government Wide – Governmental Activities the 2008 net assets has been restated from \$153,910,585 to \$155,863,910.

Capital asset activity for the Library component unit for the year ended December 31, 2009, was as follows:

	Balance 1/1/2009	Additions	Deductions	Balance 12/31/2009
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 144,263	\$ -	\$ -	\$ 144,263
Total capital assets not being depreciated	144,263	-	-	144,263
Depreciable capital assets:				
Buildings	6,053,922	-	-	6,053,922
Improvements other than buildings	13,672	-	-	13,672
Machinery and equipment	3,134,093	110,054	-	3,244,147
Total depreciable capital assets	9,201,687	110,054	-	9,311,741
Total capital assets	9,345,950	110,054	-	9,456,004
Accumulated depreciation:				
Buildings	(2,365,357)	(187,977)	-	(2,553,334)
Improvements other than buildings	(10,364)	(418)	-	(10,782)
Machinery and equipment	(1,978,090)	(266,091)	-	(2,244,181)
Total accumulated depreciation	(4,353,811)	(454,486)	-	(4,808,297)
Governmental activities capital assets, net	\$ 4,992,139	\$ (344,432)	\$ -	\$ 4,647,707

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 3 - Detailed Notes on All Funds (continued)

3-F. Capital Assets (continued)

Capital asset activity for the Emergency Telephone Authority for the year ended December 31, 2009, was as follows:

	Balance 1/1/2009	Additions	Deductions	Balance 12/31/2009
Governmental activities:				
Construction in progress	\$ 49,775	\$ 107,921	\$ -	\$ 157,696
Machinery and equipment	684,653		259,209	425,444
Depreciation on machinery and equipment	(354,379)	(29,995)	(42,208)	(342,166)
Governmental activities capital assets, net	<u>\$ 380,049</u>	<u>\$ 77,926</u>	<u>\$ 217,001</u>	<u>\$ 240,974</u>

Capital asset activity for the proprietary funds for the year ended December 31, 2009, was as follows:

	Restated Balance 1/1/2009	Additions	Deductions	Balance 12/31/2009
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 7,923,279	\$ -	\$ -	\$ 7,923,279
Intangible assets	2,955,956	-	-	2,955,956
Construction in progress	21,122,848	3,874,953	20,679,340	4,318,461
Total capital assets not being depreciated	<u>32,002,083</u>	<u>3,874,953</u>	<u>20,679,340</u>	<u>15,197,696</u>
Depreciable capital assets:				
Buildings	19,264,148	31,569	15,649	19,280,068
Improvements other than buildings	32,470,911	21,129,095	-	53,600,006
Machinery and equipment	7,559,457	1,417,153	513,510	8,463,100
Total depreciable capital assets	<u>59,294,516</u>	<u>22,577,817</u>	<u>529,159</u>	<u>81,343,174</u>
Total capital assets	<u>91,296,599</u>	<u>26,452,770</u>	<u>21,208,499</u>	<u>96,540,870</u>
Accumulated depreciation:				
Buildings	(3,752,144)	(592,827)	(14,744)	(4,330,227)
Improvements other than buildings	(10,777,004)	(2,249,032)	-	(13,026,036)
Machinery and equipment	(4,428,527)	(655,245)	(434,665)	(4,649,107)
Total accumulated depreciation	<u>(18,957,675)</u>	<u>(3,497,104)</u>	<u>(449,409)</u>	<u>(22,005,370)</u>
Business-type activities capital assets, net	<u>\$ 72,338,924</u>	<u>\$ 22,955,666</u>	<u>\$ 20,759,090</u>	<u>\$ 74,535,500</u>

A net loss of \$1,192,187 is reported as prior period adjustment as a result of capital assets of \$1,707,885 with accumulated depreciation of \$515,698 being written off in the Solid Waste Center Fund due to changes in capitalization policies. The balance in "Improvements Other than Buildings" was reduced from \$34,178,796 to \$32,470,911 and depreciation from \$11,292,702 to \$10,777,004 resulting in the 2008 value of capital assets being restated from \$86,005,187 to \$84,813,000. In the Solid Waste Center Fund, the 2008 ending net assets was restated from \$6,908,827 to \$5,716,640. For the Government Wide – Business Type Activities the 2008 ending net assets was restated from \$86,005,187 to \$84,813,000.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 3 - Detailed Notes on All Funds (continued)

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	\$ -	\$ 387,353	\$ 270,000	\$ 657,353
Open Space and Trails Fund	69,000	-	-	69,000
Nonmajor Governmental Funds	334,180	20,000	-	354,180
	<u>\$ 403,180</u>	<u>\$ 407,353</u>	<u>\$ 270,000</u>	<u>\$ 1,080,533</u>

Short term transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are reported as "due to/due from other funds". At December 31, 2009 the Open Space and Trails fund and the GO debt service fund had balances due of \$219,576 and \$1,616 due the General Fund respectively.

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, 2009:

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

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 3 - Detailed Notes on All Funds (continued)

3-1. Long-Term Debt (continued)

County Certificates of Participation – (continued)

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 lesser 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 \$91,500 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 bear 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, 2009, is presented at the end of this note. The principal balance outstanding as of December 31, 2009 is \$625,000.

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, 2009 was \$500,000.

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, 2009 was \$9,655,000.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 3 - Detailed Notes on All Funds (continued)

3-1. Long-Term Debt (continued)

County General Obligation Bonds and Notes (continued)

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, 2009 is \$4,630,000.

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 2006 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, 2009 was \$50,632.

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, 2009 was \$765,000.

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, 2009 was \$5,190,000.

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. Annual principal and interest payments comprised of approximately 8.8% of net available revenue. 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
December 31, 2009

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, 2009 is \$433,421. 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, 2009 is \$542,899.

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, 2009 is \$581,677.

Debt Service Requirements to Maturity - Annual debt service requirements to amortize all obligations outstanding of the primary government, as of December 31, 2009 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
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	125,213	-	-
2019	-	-	-	-	585,000	597,424	580,000	96,338	-	-
2020	-	-	-	-	605,000	573,768	610,000	658,878	-	-
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>\$ 1,557,997</u>	<u>\$ 180,032</u>	<u>\$ 625,000</u>	<u>\$ 45,527</u>	<u>\$ 19,035,000</u>	<u>\$ 10,215,225</u>	<u>\$ 5,955,000</u>	<u>\$ 2,764,133</u>	<u>\$ 50,632</u>	<u>\$ 10,929</u>

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 3 - Detailed Notes on All Funds (continued)

3-1. 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, 2009:

	Balance <u>1/1/09</u>	Additions	Deletions	Balance <u>12/31/09</u>	Current <u>Portion</u>
Primary Government					
Governmental activities					
Lease certificates of participation	\$ 915,000	\$ -	\$ 290,000	\$ 625,000	\$ 305,000
General obligation bonds and notes	19,860,000	-	825,000	19,035,000	860,000
Sales tax revenue bonds	6,320,000	-	365,000	5,955,000	380,000
Special assessment bonds with governmental commitment	56,323	-	5,691	50,632	6,032
Unamortized bond premium	131,841	-	5,286	126,555	-
Deferred refunding loss	(756,739)	-	(38,855)	(717,884)	-
Claims	723,899	4,407,331	4,290,314	840,916	336,366
Compensated absences	<u>1,080,303</u>	<u>1,578,212</u>	<u>1,375,571</u>	<u>1,282,944</u>	<u>256,589</u>
Total governmental activities	<u>28,330,627</u>	<u>5,985,543</u>	<u>7,118,007</u>	<u>27,198,163</u>	<u>2,143,987</u>
Business-type activities					
Airport loans	1,859,865	-	301,868	1,557,997	311,166
Landfill closure and postclosure care	2,866,715	19,632	-	2,886,347	-
Compensated absences	<u>144,631</u>	<u>259,521</u>	<u>245,804</u>	<u>158,348</u>	<u>31,671</u>
Total business-type activities	<u>4,871,211</u>	<u>279,153</u>	<u>547,672</u>	<u>4,602,692</u>	<u>342,837</u>
Component Units					
Compensated absences	<u>86,368</u>	<u>193,311</u>	<u>162,508</u>	<u>117,171</u>	<u>23,434</u>
Total for component units	<u>86,368</u>	<u>193,311</u>	<u>162,508</u>	<u>117,171</u>	<u>23,434</u>
Total Changes in long-term debt	<u>\$ 33,288,206</u>	<u>\$ 6,458,007</u>	<u>\$ 7,828,187</u>	<u>\$ 31,918,026</u>	<u>\$ 2,510,258</u>

The Pitkin County Capital Leasing Corporation fund, a blended component unit of the County, will repay the certificates of participation. 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. Approximately 89% of the salaries are incurred in the general fund. The outstanding claims are being paid by the general fund.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 3 - Detailed Notes on All Funds (continued)

3-I. Long-Term Debt (continued)

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, 2009, there was one series Mortgage Revenue Bonds outstanding with an aggregate principal amount payable of \$190,000 and there were three series of Industrial Revenue bonds outstanding with an aggregate principal amount payable of \$49,940,000.

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 \$2,886,347 reported as landfill closure and postclosure care liability at December 31, 2009 represents the cumulative amount reported to date based on the use of 60.6% of the estimated capacity of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$1,878,173 as the remaining estimated capacity is filled. Postclosure care of \$1,658,560 is included in these estimated costs. These amounts are based on what it would cost to perform all closure and postclosure care in 2009. The County expects to close the landfill in the year 2028. Actual cost may be higher or lower due to inflation or deflation, 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. The plan does not issue a separate financial report.

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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 3 - Detailed Notes on All Funds (continued)

3-K. Pensions (continued)

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 2009 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 Great West Retirement Services 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 2009 were \$15,697,627. During 2009, they contributed \$1,776,288 to PCPERP, which is 12.45% of eligible salaries totaling \$14,267,373. Employee contributions are not allowed under the plan.

3-L. Net Assets/Fund Balances

Net Assets - Net assets on the government-wide statement of net assets as of December 31, 2009 are as follows:

	Governmental	Business
	Activities	Type
Investments in capital assets, net of related debt:	<u>Activities</u>	<u>Activities</u>
Cost of capital assets	\$ 195,927,923	\$ 96,540,870
Less accumulated depreciation	<u>42,141,917</u>	<u>22,005,370</u>
Book value	153,786,006	74,535,500
Less capital related debt	19,660,000	1,557,997
Plus bond premiums and refunding loss	<u>591,329</u>	<u>-</u>
Investments in capital assets, net of related debt	<u><u>\$ 134,717,335</u></u>	<u><u>\$ 72,977,503</u></u>

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 3 - Detailed Notes on All Funds (continued)

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

Reserved Fund Balances – The reserved fund balances are as Follows:

	General Fund	Other funds	Pitkin County Library	Emergency Telephone Authority
Reserved for debt service	\$ 70,866	\$ 212,886	\$ -	\$ -
Reserved for workers' compensation insurance claims	350,000	-	-	-
Reserved for funded employee health claims	847,152	-	-	-
Reserved for affordable housing	4,412,917	-	-	-
Reserved for open space	719,738	-	-	-
Reserved for hazardous waste site remediation	430,857	-	-	-
Reserved for air quality mitigation	24,666	-	-	-
Reserved for emergencies	627,570	851,491	118,771	11,634
	<u>\$ 7,483,766</u>	<u>\$ 1,064,377</u>	<u>\$ 118,771</u>	<u>\$ 11,634</u>

Unreserved, Designated Fund Balances

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

	<u>Primary Government</u>		<u>Component Units</u>
	<u>General Fund</u>	<u>Other funds</u>	
Appropriated for expenditures in the 2010 budget	\$ 179,400	\$ 407,203	\$ -
Designated to fund discretionary projects in 2010	3,113,472	-	-
Designated to mitigate potential future revenue shortfalls	3,302,970	-	-
Designated to balance 5 year budget	200,000	-	-
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.	3,372,430	-	-
The excess of contributions over expenditures for Topsy Taxi program	190,111	-	-
Public contributions for a Vietnam Veteran Memorial are designated for maintenance of the monument	4,265	-	-
Asset replacements for information services and dispatch	420,552	-	-
A fund balance to fund future workers' compensation liability and employee health claims	840,915	-	-
A fund balance for improvements to the Health and Human Services Building	-	-	-
A fund balance to fund future building needs	5,700,580	-	-
Balance of 3% use tax proceeds which are dedicated for improvement to State Highway 82 or Maroon Creek Road.	-	429,955	-
A contribution to the library has been designated for future capital projects for library improvements	-	-	4,769,759
Designated Fund Balances	<u>\$ 17,324,695</u>	<u>\$ 837,158</u>	<u>\$ 4,769,759</u>

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 3 - Detailed Notes on All Funds (continued)

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

Fund Balances, Open Space and Trails Fund

The expenditures exceeded revenues by \$1,366,271 in the Open Space and Trails Fund resulting in a deficit fund balance of \$652,729. The 2010 property tax collections covered this 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 the self-insured retention 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.

All operating funds of the County, including its blended 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>2009</u>	<u>2008</u>	<u>2007</u>
Unpaid claims, January 1	\$ 223,365	\$ 207,258	\$ 318,255
Incurred claims (including IBNR's)	162,629	156,389	7,322
Claims payments	<u>(184,954)</u>	<u>(140,282)</u>	<u>(118,319)</u>
Unpaid claims, December 31	<u>\$ 201,040</u>	<u>\$ 223,365</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 excess insurance coverage during the past three years. The County currently accounts for all risk management

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 4 - Other Notes (continued)

4-A. Risk Management (continued)

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 reasonably 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 follows:

	<u>2009</u>	<u>2008</u>	<u>2007</u>
Unpaid claims, January 1	\$ 86,028	\$ 135,506	\$ 142,119
Incurred claims (including IBNR's)	61,739	81,307	157,893
Claims payments	<u>(60,198)</u>	<u>(130,785)</u>	<u>(164,506)</u>
Unpaid claims, December 31	<u>\$ 87,569</u>	<u>\$ 86,028</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 \$2,883,067 for the year. Changes in the liability during the past two years are as follows:

	<u>2009</u>	<u>2008</u>	<u>2007</u>
Unpaid claims, January 1	\$ 414,506	\$ 359,435	\$ 359,435
Incurred claims (including IBNR's)	4,182,963	2,938,138	2,938,138
Claims payments	<u>(4,045,162)</u>	<u>(2,883,067)</u>	<u>(2,883,067)</u>
Unpaid claims, December 31	<u>\$ 552,307</u>	<u>\$ 414,506</u>	<u>\$ 414,506</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.

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, 2009. The County is in settlement negotiations on a land use decision. Part of the litigation has been resolved and has been expensed in the 2009 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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2009

Note 4 - Other Notes (continued)

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 2009 joint net operating expenditures (\$184,142) 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 2009 general ledger:

Assets	\$ 1,496,692	Revenues	\$ 1,287,555
	<u> </u>		
Liabilities	80,078	Expenses	<u>1,064,268</u>
Equity	<u>1,416,614</u>	Net income	<u>\$ 223,287</u>
	<u>\$ 1,496,692</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, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	<u>2009</u>			<u>2008</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues					
Taxes	\$ 11,123,321	\$ 10,780,412	\$ 10,023,482	\$ (756,930)	\$ 9,287,481
Intergovernmental	1,380,249	1,662,988	1,484,289	(178,699)	1,537,503
Licenses and permits	708,500	708,500	697,635	(10,865)	1,040,534
Charges for services	4,336,950	5,695,535	6,043,270	347,735	5,255,040
Fines and forfeitures	8,112	8,112	13,820	5,708	6,079
Investment earnings	1,001,981	1,001,981	439,429	(562,552)	1,051,010
Impact fees	-	-	13,015	13,015	-
Miscellaneous	354,676	578,281	396,998	(181,283)	510,061
Total Revenues	<u>18,913,789</u>	<u>20,435,809</u>	<u>19,111,938</u>	<u>(1,323,871)</u>	<u>18,687,708</u>
Expenditures					
Current:					
General government	8,704,967	11,780,084	8,477,240	3,302,844	8,706,359
Public safety	7,807,997	8,788,516	7,998,223	790,293	7,873,225
Public works	211,768	702,836	464,441	238,395	209,986
Health and welfare	2,088,952	2,551,809	2,148,851	402,958	2,530,399
Culture and recreation	7,631	400,954	301,395	99,559	101,627
Conservation of natural resources	-	-	-	-	-
Housing and development	198,944	198,944	231,392	(32,448)	245,997
Total Expenditures	<u>19,020,259</u>	<u>24,423,143</u>	<u>19,621,542</u>	<u>4,801,601</u>	<u>19,667,593</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(106,470)</u>	<u>(3,987,334)</u>	<u>(509,604)</u>	<u>3,477,730</u>	<u>(979,885)</u>
Other Financing Sources (Uses)					
Sale of capital assets	74,500	74,500	26,645	(47,855)	27,408
Transfers in	659,927	659,927	657,353	(2,574)	648,637
Transfers out	(403,993)	(403,993)	(403,180)	813	(431,121)
Total Other Financing Sources (Uses)	<u>330,434</u>	<u>330,434</u>	<u>280,818</u>	<u>(49,616)</u>	<u>244,924</u>
Net Change in Fund Balances	<u>\$ 223,964</u>	<u>\$ (3,656,900)</u>	<u>(228,786)</u>	<u>\$ 3,428,114</u>	<u>(734,961)</u>
Fund Balances Beginning of Year			<u>25,037,247</u>		<u>25,772,208</u>
Fund Balances End of Year			<u>\$ 24,808,461</u>		<u>\$ 25,037,247</u>

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, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			Variance	Restated
	Original Budget	Final Budget	Actual	Positive (Negative)	2008 Actual
Revenues					
Taxes	\$ 1,796,061	\$ 2,138,970	\$ 1,614,960	\$ (524,010)	\$ 3,354,866
Intergovernmental	1,355,754	1,897,829	1,535,938	(361,891)	1,468,260
Licenses and permits	20,000	20,000	15,255	(4,745)	16,575
Charges for services	-	1,850	31,669	29,819	19,537
Investment earnings	-	-	54,833	54,833	85,424
Impact fees	-	-	72,473	72,473	197,929
Miscellaneous	500	160,500	35,528	(124,972)	14,363
Total Revenues	3,172,315	4,219,149	3,360,656	(858,493)	5,156,954
Expenditures					
Current:					
Public works	3,451,035	7,526,712	4,234,221	3,292,491	4,364,575
Total Expenditures	3,451,035	7,526,712	4,234,221	3,292,491	4,364,575
Excess (Deficiency) of Revenues Over (Under) Expenditures	(278,720)	(3,307,563)	(873,565)	2,433,998	792,379
Other Financing Sources					
Sale of capital assets	26,000	26,000	18,385	(7,615)	197,230
Total Other Financing Sources	26,000	26,000	18,385	(7,615)	197,230
Net Change in Fund Balances	\$ (252,720)	\$ (3,281,563)	(855,180)	\$ 2,426,383	989,609
Fund Balances Beginning of Year			3,698,268		2,708,659
Fund Balances End of Year			\$ 2,843,088		\$ 3,698,268

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, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			2008	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
Taxes	\$ 12,071,645	\$ 11,347,645	\$ 10,105,363	\$ (1,242,282)	\$ 12,039,915
Investment earnings	288,000	161,000	162,517	1,517	535,787
Miscellaneous	13,000	13,000	17,150	4,150	7,230
Total Revenues	12,372,645	11,521,645	10,285,030	(1,236,615)	12,582,932
Expenditures					
Current:					
Public works	11,072,964	11,708,019	9,726,952	1,981,067	18,371,348
Total Expenditures	11,072,964	11,708,019	9,726,952	1,981,067	18,371,348
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 1,299,681	\$ (186,374)	558,078	\$ 744,452	(5,788,416)
Fund Balances Beginning of Year			8,847,831		14,636,247
Fund Balances End of Year			\$ 9,405,909		\$ 8,847,831

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, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	<u>2009</u>			<u>2008</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues					
Taxes	\$ 10,964,054	\$ 10,964,054	\$ 10,760,304	\$ (203,750)	\$ 10,675,316
Intergovernmental	10,000	5,067,156	2,595,700	(2,471,456)	1,025,396
Charges for services	-	50,000	112,342	62,342	10,769
Fines and forfeitures	-	-	2,100	2,100	1,780
Investment earnings	104,840	104,840	57,833	(47,007)	130,517
Miscellaneous	-	100,000	104,256	4,256	13,500
Total Revenues	<u>11,078,894</u>	<u>16,286,050</u>	<u>13,632,535</u>	<u>(2,653,515)</u>	<u>11,857,278</u>
Expenditures					
Current:					
Culture and recreation	2,780,029	20,373,829	13,829,297	6,544,532	8,890,797
Debt Service:					
Principal retirement	435,000	435,000	435,000	-	425,000
Interest and fiscal charges	808,009	808,009	808,009	-	821,440
Total Expenditures	<u>4,023,038</u>	<u>21,616,838</u>	<u>15,072,306</u>	<u>6,544,532</u>	<u>10,137,237</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>7,055,856</u>	<u>(5,330,788)</u>	<u>(1,439,771)</u>	<u>3,891,017</u>	<u>1,720,041</u>
Other Financing Sources (Uses)					
Sale of capital assets	-	-	4,500	4,500	300,000
Bonds issued	-	5,270,000	-	(5,270,000)	-
Transfers in	69,000	69,000	69,000	-	94,000
Total Other Financing Sources (Uses)	<u>69,000</u>	<u>5,339,000</u>	<u>73,500</u>	<u>(5,265,500)</u>	<u>394,000</u>
Net Change in Fund Balances	<u>\$ 7,124,856</u>	<u>\$ 8,212</u>	<u>(1,366,271)</u>	<u>\$ (1,374,483)</u>	<u>2,114,041</u>
Fund Balances Beginning of Year			<u>713,542</u>		<u>(1,400,499)</u>
Fund Balances End of Year			<u>\$ (652,729)</u>		<u>\$ 713,542</u>

Pitkin County, Colorado
Note to Required Supplemental Information
For the Year Ended December 31, 2009

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

Supplemental Information
Combining and Individual Fund
Statements and Schedules
Governmental Funds

Pitkin County, Colorado
Combining Balance Sheet
Non-major Governmental Funds
December 31, 2009

	Non-major Special Revenue Funds	Non-major Debt Service Fund	Total Non-major Governmental Funds
Assets			
Equity in pooled cash and investments	\$ 7,069,223	\$ 277	\$ 7,069,500
Restricted cash and investments	-	134,225	134,225
Receivables:			
Accounts	482	-	482
Property taxes	2,660,821	462,104	3,122,925
Sales taxes	-	80,000	80,000
Intergovernmental	227,176	-	227,176
Total Assets	\$ 9,957,702	\$ 676,606	\$ 10,634,308
Liabilities and Fund Balances			
Liabilities			
Accounts payable	\$ 122,215	\$ -	\$ 122,215
Intergovernmental payable	45,312	-	45,312
Due to other funds	-	1,616	1,616
Deferred revenue	2,675,419	462,104	3,137,523
Total Liabilities	2,842,946	463,720	3,306,666
Fund Balances			
Reserved for:			
Debt service	-	212,886	212,886
Program purposes	136,964	-	136,964
Unreserved:			
Designated for subsequent years expenditures	290,159	-	290,159
Unreserved, undesignated, reported in:			
Special revenue funds	6,687,633	-	6,687,633
Total Fund Balances	7,114,756	212,886	7,327,642
Total Liabilities and Fund Balances	\$ 9,957,702	\$ 676,606	\$ 10,634,308

Pitkin County, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended December 31, 2009

	Non-major Special Revenue Funds	Non-major Debt Service Funds	Total Non-major Governmental Funds
Revenues			
Taxes	\$ 3,223,092	\$ 1,126,842	\$ 4,349,934
Intergovernmental	902,345	-	902,345
Investment earnings	140,008	9,248	149,256
Impact fees	367,857	-	367,857
Miscellaneous	9,301	-	9,301
Total Revenues	4,642,603	1,136,090	5,778,693
Expenditures			
Current:			
Public safety	596,448	-	596,448
Public works	1,556,032	-	1,556,032
Health and welfare	1,932,682	-	1,932,682
Culture and recreation	176,365	-	176,365
Debt Service:			
Principal retirement	5,691	1,045,000	1,050,691
Interest and fiscal charges	2,872	439,174	442,046
Total Expenditures	4,270,090	1,484,174	5,754,264
Excess (Deficiency) of Revenues Over (Under) Expenditures	372,513	(348,084)	24,429
Other Financing Sources (Uses)			
Sale of capital assets	4,000	-	4,000
Transfers in	20,000	334,180	354,180
Transfers out	(407,353)	-	(407,353)
Total Other Financing Sources (Uses)	(383,353)	334,180	(49,173)
Net Change in Fund Balances	(10,840)	(13,904)	(24,744)
Fund Balances Beginning of Year	7,125,596	226,790	7,352,386
Fund Balances End of Year	\$ 7,114,756	\$ 212,886	\$ 7,327,642

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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.

Healthy Rivers and Streams Fund - On November 4, 2008, Pitkin County voters authorized a sales tax of .1% to be dedicated to establishing a Healthy Rivers and Streams Fund. The voters also authorized that the Pitkin County debt may be increased to an amount not to exceed \$12 million in relation to this fund with a repayment out of the Healthy Rivers and Streams Fund. No debt has been issued to date. The goals ballot question outlined four specific objectives for the fund: 1) Maintaining and improving water quality and quantity within the Roaring Fork watershed; 2) Purchasing, adjudicating changes of, leasing, using, banking, selling, and protecting water rights for the benefit of the Roaring Fork watershed; 3) Working to secure, create and augment minimum stream flows in conjunction with non-profits, grant agencies, and appropriate State and Federal agencies to ensure ecological health, recreational opportunities, and wildlife and riparian habitat; promoting water conservation; and 4) Improving and constructing capital facilities that contribute to the objectives listed above.

Public Health Fund - The County contracts with Community Health Services to provide public health services as required by statute to Pitkin County Citizens. Payments received from the state are accounted for in this fund. All funds are passed through to Community Health Services.

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.

Combining Balance Sheet
Non-major Special Revenue Funds
December 31, 2009

	<u>Social Services</u>	<u>Translator</u>	<u>Healthy Community</u>	<u>Conservation Trust</u>	<u>Healthy Rivers and Streams Fund</u>
Assets					
Equity in pooled cash and investments	\$ 66,482	\$ 333,757	\$ 363,754	\$ 2,132	\$ 533,781
Receivables:					
Accounts	-	482	-	-	-
Property taxes	176,040	641,810	1,444,990	-	-
Intergovernmental	31,382	-	-	-	116,115
Total Assets	<u>\$ 273,904</u>	<u>\$ 976,049</u>	<u>\$ 1,808,744</u>	<u>\$ 2,132</u>	<u>\$ 649,896</u>
Liabilities and Fund Balances					
Liabilities					
Accounts payable	\$ 3,870	\$ 114,580	\$ -	\$ -	\$ 3,765
Intergovernmental payable	45,312	-	-	-	-
Deferred revenue	190,638	641,810	1,444,990	-	-
Total Liabilities	<u>239,820</u>	<u>756,390</u>	<u>1,444,990</u>	<u>-</u>	<u>3,765</u>
Fund Balances					
Reserved for program purposes	26,530	19,776	43,356	1,642	19,609
Unreserved:					
Designated for subsequent years expendit	7,541	-	71,520	-	-
Undesignated	13	199,883	248,878	490	626,522
Total Fund Balances	<u>34,084</u>	<u>219,659</u>	<u>363,754</u>	<u>2,132</u>	<u>646,131</u>
Total Liabilities and Fund Balances	<u>\$ 273,904</u>	<u>\$ 976,049</u>	<u>\$ 1,808,744</u>	<u>\$ 2,132</u>	<u>\$ 649,896</u>

Public Health Fund	Ambulance District	Employee Housing Impact	Redstone Ranch Acres Improvement District	Twining Flats Improvement District	Total Nonmajor Special Revenue Funds
\$ -	\$ 796,150	\$ 4,960,483	\$ 4,150	\$ 8,534	\$ 7,069,223
-	-	-	-	-	482
-	372,556	-	8,471	16,954	2,660,821
-	79,679	-	-	-	227,176
<u>\$ -</u>	<u>\$ 1,248,385</u>	<u>\$ 4,960,483</u>	<u>\$ 12,621</u>	<u>\$ 25,488</u>	<u>\$ 9,957,702</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 122,215
-	-	-	-	-	45,312
-	372,556	-	8,471	16,954	2,675,419
-	372,556	-	8,471	16,954	2,842,946
-	11,709	13,548	264	530	136,964
-	211,098	-	-	-	290,159
-	653,022	4,946,935	3,886	8,004	6,687,633
-	875,829	4,960,483	4,150	8,534	7,114,756
<u>\$ -</u>	<u>\$ 1,248,385</u>	<u>\$ 4,960,483</u>	<u>\$ 12,621</u>	<u>\$ 25,488</u>	<u>\$ 9,957,702</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, 2009

	Social Services	Translator	Healthy Community	Conservation Trust	Healthy Rivers and Streams Fund
Revenues					
Taxes	\$ 103,035	\$ 638,173	\$ 1,433,712	\$ -	\$ 649,456
Intergovernmental	779,991	-	-	54,339	-
Investment earnings	1,132	21,011	11,475	390	4,178
Impact fees	-	-	-	-	-
Miscellaneous	9,301	-	-	-	-
Total Revenues	893,459	659,184	1,445,187	54,729	653,634
Expenditures					
Current:					
Public safety	-	-	-	-	-
Public works	-	1,528,569	16,482	-	-
Health and welfare	967,098	-	897,569	-	-
Culture and recreation	-	-	168,862	-	7,503
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total Expenditures	967,098	1,528,569	1,082,913	-	7,503
Excess (Deficiency) of Revenues Over (Under) Expenditures	(73,639)	(869,385)	362,274	54,729	646,131
Other Financing Sources (Uses)					
Sale of capital assets	-	-	-	-	-
Transfers in	20,000	-	-	-	-
Transfers out	-	-	(353,353)	(54,000)	-
Total Other Financing Sources (Uses)	20,000	-	(353,353)	(54,000)	-
Net Change in Fund Balances	(53,639)	(869,385)	8,921	729	646,131
Fund Balances Beginning of Year	87,723	1,089,044	354,833	1,403	-
Fund Balances End of Year	\$ 34,084	\$ 219,659	\$ 363,754	\$ 2,132	\$ 646,131

Public Health Fund	Ambulance District	Housing Impact Fund	Redstone Ranch Acres Improvement District	Twining Flats Improvement District	Total Nonmajor Special Revenue Funds
\$ -	\$ 372,514	\$ -	\$ 8,709	\$ 17,493	\$ 3,223,092
68,015	-	-	-	-	902,345
-	17,788	83,758	92	184	140,008
-	-	367,857	-	-	367,857
-	-	-	-	-	9,301
<u>68,015</u>	<u>390,302</u>	<u>451,615</u>	<u>8,801</u>	<u>17,677</u>	<u>4,642,603</u>
-	596,448	-	-	-	596,448
-	-	-	7,344	3,637	1,556,032
68,015	-	-	-	-	1,932,682
-	-	-	-	-	176,365
-	-	-	-	5,691	5,691
-	-	-	-	2,872	2,872
<u>68,015</u>	<u>596,448</u>	<u>-</u>	<u>7,344</u>	<u>12,200</u>	<u>4,270,090</u>
-	(206,146)	451,615	1,457	5,477	372,513
-	4,000	-	-	-	4,000
-	-	-	-	-	20,000
-	-	-	-	-	(407,353)
-	<u>4,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(383,353)</u>
-	(202,146)	451,615	1,457	5,477	(10,840)
-	<u>1,077,975</u>	<u>4,508,868</u>	<u>2,693</u>	<u>3,057</u>	<u>7,125,596</u>
<u>\$ -</u>	<u>\$ 875,829</u>	<u>\$ 4,960,483</u>	<u>\$ 4,150</u>	<u>\$ 8,534</u>	<u>\$ 7,114,756</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, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			2008	
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues					
Taxes	\$ 104,978	\$ 104,978	\$ 103,035	\$ (1,943)	\$ 105,162
Intergovernmental	736,625	736,625	779,991	43,366	594,554
Investment earnings	2,725	2,725	1,132	(1,593)	3,307
Miscellaneous	1,000	1,000	9,301	8,301	6,100
Total Revenues	845,328	845,328	893,459	48,131	709,123
Expenditures					
Current:					
Health and welfare	957,582	997,153	967,098	30,055	649,893
Total Expenditures	957,582	997,153	967,098	30,055	649,893
Excess (Deficiency) of Revenues Over (Under) Expenditures	(112,254)	(151,825)	(73,639)	78,186	59,230
Other Financing Sources (Uses)					
Transfers from other funds	20,000	20,000	20,000	-	-
Total Other Financing Sources	20,000	20,000	20,000	-	-
Net Change in Fund Balances	\$ (92,254)	\$ (131,825)	(53,639)	\$ 78,186	59,230
Fund Balances Beginning of Year			87,723		28,493
Fund Balances End of Year			\$ 34,084		\$ 87,723

Pitkin County, Colorado
Translator Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			2008	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
Taxes	\$ 650,409	\$ 650,409	\$ 638,173	\$ (12,236)	\$ 613,592
Intergovernmental	-	-	-	-	5,000
Investment earnings	22,621	22,621	21,011	(1,610)	44,425
Total Revenues	673,030	673,030	659,184	(13,846)	663,017
Expenditures					
Current:					
Public works	614,856	1,892,603	1,528,569	364,034	435,196
Excess (Deficiency) of Revenues Over (Under) Expenditures	58,174	(1,219,573)	(869,385)	350,188	227,821
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 58,174	\$ (1,219,573)	(869,385)	\$ 350,188	227,821
Fund Balances Beginning of Year			1,089,044		861,223
Fund Balances End of Year			\$ 219,659		\$ 1,089,044

Pitkin County, Colorado
Healthy Community Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	<u>2009</u>			<u>2008</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues					
Taxes	\$ 1,460,861	\$ 1,460,861	\$ 1,433,712	\$ (27,149)	\$ 1,389,280
Investment earnings	13,931	13,931	11,475	(2,456)	24,218
Total Revenues	<u>1,474,792</u>	<u>1,474,792</u>	<u>1,445,187</u>	<u>(29,605)</u>	<u>1,413,498</u>
Expenditures					
Current:					
Public works	16,482	16,482	16,482	-	15,697
Health and welfare	888,633	888,633	897,569	(8,936)	837,858
Culture and recreation	168,862	184,862	168,862	16,000	156,201
Total Expenditures	<u>1,073,977</u>	<u>1,089,977</u>	<u>1,082,913</u>	<u>7,064</u>	<u>1,009,756</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>400,815</u>	<u>384,815</u>	<u>362,274</u>	<u>(22,541)</u>	<u>403,742</u>
Other Financing Sources					
Transfers out	(353,927)	(353,927)	(353,353)	574	(319,637)
Total Other Financing Sources	<u>(353,927)</u>	<u>(353,927)</u>	<u>(353,353)</u>	<u>574</u>	<u>(319,637)</u>
Net Change in Fund Balances	<u>\$ 46,888</u>	<u>\$ 30,888</u>	8,921	<u>\$ (21,967)</u>	84,105
Fund Balances Beginning of Year			<u>354,833</u>		<u>270,728</u>
Fund Balances End of Year			<u>\$ 363,754</u>		<u>\$ 354,833</u>

Pitkin County, Colorado
Conservation Trust Fund
Schedule of Revenues and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			2008	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
Intergovernmental	\$ 56,000	\$ 56,000	\$ 54,339	\$ (1,661)	\$ 57,771
Investment earnings	-	-	390	390	893
Total Revenues	56,000	56,000	54,729	(1,271)	58,664
Other Financing Uses					
Transfers out	(56,000)	(56,000)	(54,000)	2,000	(59,000)
Total Other Financing Uses	(56,000)	(56,000)	(54,000)	2,000	(59,000)
Net Change in Fund Balances	\$ -	\$ -	729	\$ 729	(336)
Fund Balances Beginning of Year			1,403		1,739
Fund Balances End of Year			\$ 2,132		\$ 1,403

Pitkin County, Colorado
Healthy Rivers and Streams Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			Variance Positive (Negative)	2008
	Original Budget	Final Budget	Actual		Actual
Revenues					
Taxes	\$ 800,056	\$ 800,056	\$ 649,456	\$ (150,600)	\$ -
Investment earnings	-	-	4,178	4,178	-
Total Revenues	<u>800,056</u>	<u>800,056</u>	<u>653,634</u>	<u>(146,422)</u>	<u>-</u>
Expenditures					
Current:					
Culture and recreation	-	100,000	7,503	92,497	-
Total Expenditures	<u>-</u>	<u>100,000</u>	<u>7,503</u>	<u>92,497</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>800,056</u>	<u>700,056</u>	<u>646,131</u>	<u>(53,925)</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ 800,056</u>	<u>\$ 700,056</u>	646,131	<u>\$ (53,925)</u>	-
Fund Balances Beginning of Year			<u>-</u>		<u>-</u>
Fund Balances End of Year			<u>\$ 646,131</u>		<u>\$ -</u>

Pitkin County, Colorado
Public Health Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			2008	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
Intergovernmental	\$ -	\$ 150,000	\$ 68,015	\$ (81,985)	\$ -
Total Revenues	-	150,000	68,015	(81,985)	-
Expenditures					
Current:					
Health and welfare	-	150,000	68,015	81,985	-
Total Expenditures	-	150,000	68,015	81,985	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			<u>\$ -</u>		<u>\$ -</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, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			2008	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
Taxes	\$ 380,026	\$ 380,026	\$ 372,514	\$ (7,512)	\$ 356,859
Intergovernmental	-	-	-	-	-
Investment earnings	28,250	28,250	17,788	(10,462)	44,995
Total Revenues	408,276	408,276	390,302	(17,974)	401,854
Expenditures					
Current:					
Public safety	645,707	679,207	596,448	82,759	489,693
Excess (Deficiency) of Revenues Over (Under) Expenditures	(237,431)	(270,931)	(206,146)	64,785	(87,839)
Other Financing Sources					
Sale of capital assets	-	-	4,000	4,000	5,000
Net Change in Fund Balances	\$ (237,431)	\$ (270,931)	(202,146)	\$ 68,785	(82,839)
Fund Balances Beginning of Year			1,077,975		1,160,814
Fund Balances End of Year			\$ 875,829		\$ 1,077,975

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, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			2008	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
Investment earnings	\$ 68,000	\$ 68,000	\$ 83,758	\$ 15,758	\$ 153,383
Impact fees	900,000	900,000	367,857	(532,143)	829,866
Total Revenues	<u>968,000</u>	<u>968,000</u>	<u>451,615</u>	<u>(516,385)</u>	<u>983,249</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>968,000</u>	<u>968,000</u>	<u>451,615</u>	<u>(516,385)</u>	<u>983,249</u>
Net Change in Fund Balances	<u>\$ 968,000</u>	<u>\$ 968,000</u>	451,615	<u>\$ (516,385)</u>	983,249
Fund Balances Beginning of Year			<u>4,508,868</u>		<u>3,525,619</u>
Fund Balances End of Year			<u>\$ 4,960,483</u>		<u>\$ 4,508,868</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, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			2008	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
Taxes	\$ 8,708	\$ 8,708	\$ 8,709	\$ 1	\$ 8,420
Investment earnings	82	82	92	10	201
Total Revenues	8,790	8,790	8,801	11	8,621
Expenditures					
Current:					
Public works	8,413	8,413	7,344	1,069	10,003
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 377	\$ 377	1,457	\$ 1,080	(1,382)
Fund Balances Beginning of Year			2,693		4,075
Fund Balances End of Year			\$ 4,150		\$ 2,693

Changes in Fund Balances - Budget and Actual
Twining Flats Improvement District Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			2008	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
Taxes	\$ 17,698	\$ 17,698	\$ 17,493	\$ (205)	\$ 16,999
Investment earnings	100	100	184	84	277
Total Revenues	17,798	17,798	17,677	(121)	17,276
Expenditures					
Current:					
Public works	6,840	6,840	3,637	3,203	8,338
Debt Service:					
Principal retirement	5,691	5,691	5,691	-	5,369
Interest and fiscal charges	2,876	2,876	2,872	4	3,146
Total Expenditures	15,407	15,407	12,200	3,207	16,853
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 2,391</u>	<u>\$ 2,391</u>	5,477	<u>\$ 3,086</u>	423
Fund Balances Beginning of Year			3,057		2,634
Fund Balances End of Year			<u>\$ 8,534</u>		<u>\$ 3,057</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, 2009

	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	\$ -	\$ -	\$ 277	\$ 277
Restricted cash and investments	-	134,225	-	134,225
Receivables:				
Property taxes	462,104	-	-	462,104
Sales taxes	-	80,000	-	80,000
Total Assets	\$ 462,104	\$ 214,225	\$ 277	\$ 676,606
Liabilities and Fund Balances				
Liabilities				
Due to other funds	\$ 1,616	\$ -	\$ -	\$ 1,616
Deferred revenue	462,104	-	-	462,104
Total Liabilities	463,720	-	-	463,720
Fund Balances				
Reserved for debt service	(1,616)	214,225	277	212,886
Total Fund Balances	(1,616)	214,225	277	212,886
Total Liabilities and Fund Balances	\$ 462,104	\$ 214,225	\$ 277	\$ 676,606

Pitkin County, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Debt Service Funds
For the Year Ended December 31, 2009

	County GO Debt Service	Transit Debt Service	Pitkin County Capital Leasing Corporation	Non-major Debt Service Funds
Revenues				
Taxes	\$ 495,221	\$ 631,621	\$ -	\$ 1,126,842
Investment earnings	4,105	5,143	-	9,248
Total Revenues	499,326	636,764	-	1,136,090
Expenditures				
Debt Service:				
Principal retirement	390,000	365,000	290,000	1,045,000
Interest and fiscal charges	78,844	316,150	44,180	439,174
Total Expenditures	468,844	681,150	334,180	1,484,174
Excess (Deficiency) of Revenues Over (Under) Expenditures	30,482	(44,386)	(334,180)	(348,084)
Other Financing Sources				
Transfers in	-	-	334,180	334,180
Total Other Financing Sources	-	-	334,180	334,180
Net Change in Fund Balances	30,482	(44,386)	-	(13,904)
Fund Balances Beginning of Year	(32,098)	258,611	277	226,790
Fund Balances End of Year	\$ (1,616)	\$ 214,225	\$ 277	\$ 212,886

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, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			2008	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
Taxes	\$ 504,450	\$ 504,450	\$ 495,221	\$ (9,229)	\$ 320,817
Investment earnings	7,330	7,330	4,105	(3,225)	9,862
Total Revenues	511,780	511,780	499,326	(12,454)	330,679
Expenditures					
Debt Service:					
Principal retirement	390,000	390,000	390,000	-	385,000
Interest and fiscal charges	79,869	79,869	78,844	1,025	82,777
Total Expenditures	469,869	469,869	468,844	1,025	467,777
Excess (Deficiency) of Revenues Over (Under) Expenditures	41,911	41,911	30,482	(11,429)	(137,098)
Net Change in Fund Balances	\$ 41,911	\$ 41,911	30,482	\$ (11,429)	(137,098)
Fund Balances Beginning of Year			(32,098)		105,000
Fund Balances End of Year			\$ (1,616)		\$ (32,098)

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, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			2008	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
Taxes	\$ 655,355	\$ 655,355	\$ 631,621	\$ (23,734)	\$ 537,664
Interest earnings	26,093	26,093	5,143	(20,950)	15,722
Total Revenues	681,448	681,448	636,764	(44,684)	553,386
Expenditures					
Debt Service:					
Principal retirement	365,000	365,000	365,000	-	350,000
Interest and fiscal charges	316,448	316,448	316,150	298	330,046
Total Expenditures	681,448	681,448	681,150	298	680,046
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	(44,386)	\$ (44,386)	(126,660)
Fund Balances Beginning of Year			258,611		385,271
Fund Balances End of Year			\$ 214,225		\$ 258,611

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, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			2008	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Expenditures					
Debt service:					
Principal retirement	\$ 290,000	\$ 290,000	\$ 290,000	\$ -	\$ 280,000
Interest and fiscal charges	44,993	44,993	44,180	813	57,121
Total Expenditures	<u>334,993</u>	<u>334,993</u>	<u>334,180</u>	<u>813</u>	<u>337,121</u>
(Deficiency) of Revenues					
(Under) Expenditures	<u>(334,993)</u>	<u>(334,993)</u>	<u>(334,180)</u>	<u>813</u>	<u>(337,121)</u>
Other Financing Sources					
Transfers in	<u>334,993</u>	<u>334,993</u>	<u>334,180</u>	<u>813</u>	<u>337,121</u>
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Fund Balances Beginning of Year			<u>277</u>		<u>277</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, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	<u>2009</u>	<u>2008</u>
Operating Revenues		
Charges for services	\$ 2,783,842	\$ 2,792,136
Rents and franchises	3,988,301	4,206,493
Miscellaneous	4,914	2,304
Total Operating Revenues	<u>6,777,057</u>	<u>7,000,933</u>
Operating Expenses		
Personal services	2,008,414	1,806,316
Purchased services	5,247,547	4,148,247
Materials and supplies	215,903	265,635
Depreciation	3,337,555	3,023,901
Total Operating Expenses	<u>10,809,419</u>	<u>9,244,099</u>
Operating Loss	(4,032,362)	(2,243,166)
Non-operating Revenues (Expenses)		
Interest revenue	188,074	310,458
Intergovernmental revenue	366,766	708,180
Interest expense and fiscal charge	(61,956)	(67,180)
Net gain (loss) on disposition of capital assets	(28,386)	702,250
Total Non-operating Revenues (Expenses)	<u>464,498</u>	<u>1,653,708</u>
Loss Before Capital Contributions	(3,567,864)	(589,458)
Capital contributions	6,078,666	3,373,242
Change in Net Assets	2,510,802	2,783,784
Net Assets Beginning of Year	79,096,360	77,198,768
Prior Period Adjustment	<u>-</u>	<u>(886,192)</u>
Net Assets End of Year	<u>\$ 81,607,162</u>	<u>\$ 79,096,360</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, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			2008	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
GAAP-based operating revenues	\$ 6,999,281	\$ 6,999,281	\$ 6,777,057	\$ (222,224)	\$ 7,000,933
GAAP-based interest revenues	129,150	129,150	188,074	58,924	310,458
GAAP-based non-operating revenue	486,350	486,350	366,766	(119,584)	708,180
GAAP-based contributions from federal government and others	2,470,336	11,301,522	6,078,666	(5,222,856)	3,373,242
Total Budgetary-Based Revenues	\$ 10,085,117	\$ 18,916,303	\$ 13,410,563	\$ (5,505,740)	\$ 11,392,813
Expenditures					
GAAP-based operating expenditures	\$ 6,850,993	\$ 12,858,415	\$ 7,471,864	\$ 5,386,551	\$ 6,220,198
GAAP-based interest expense and fiscal charges	62,951	62,951	61,956	995	67,180
Deduct depreciation	-	-	(3,337,555)	3,337,555	(3,023,901)
Add acquisition of property and equipment	2,335,160	9,361,401	5,688,637	3,672,764	1,321,978
Add debt principal retirement	301,866	301,866	301,868	(2)	292,875
Total Budgetary-Based Expenditures	\$ 9,550,970	\$ 22,584,633	\$ 10,186,770	\$ 12,397,863	\$ 4,878,330
Other Financing Sources (Uses)					
GAAP-based proceeds from sale of capital assets	\$ 40,000	\$ 40,000	\$ 10,000	\$ (30,000)	\$ 702,250
Total Budgetary-Based Other Financing Sources (Uses)	\$ 40,000	\$ 40,000	\$ 10,000	\$ (30,000)	\$ 702,250

Pitkin County, Colorado
Solid Waste Center Fund
Statement of Revenues,
Expenses and Changes in Fund Net Assets
For the Year Ended December 31, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	<u>2009</u>	<u>2008</u>
Operating Revenues		
Charges for services	\$ 3,424,031	\$ 5,551,754
Total Operating Revenues	<u>3,424,031</u>	<u>5,551,754</u>
Operating Expenses		
Personal services	849,135	857,910
Purchased services	4,472,136	3,363,968
Materials and supplies	50,086	106,711
Depreciation	159,550	358,265
Postclosure	19,631	93,936
Total Operating Expenses	<u>5,550,538</u>	<u>4,780,790</u>
Operating Income (Loss)	<u>(2,126,507)</u>	<u>770,964</u>
Non-Operating Revenues (Expenses)		
Interest	100,751	265,322
Gain (Loss) on sale of capital assets	(26,700)	(179,448)
Total Non-Operating Revenues (Expenses)	<u>74,051</u>	<u>85,874</u>
Income (Loss) Before Transfers Out	(2,052,456)	856,838
Transfers out	(270,000)	(270,000)
Change in Net Assets	(2,322,456)	586,838
Net Assets Beginning of Year, Restated	<u>5,716,640</u>	<u>5,129,802</u>
Net Assets End of Year	<u>\$ 3,394,184</u>	<u>\$ 5,716,640</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, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			2008	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
GAAP-based operating revenues	\$ 4,776,000	\$ 4,776,000	\$ 3,424,031	\$ (1,351,969)	\$ 5,551,754
GAAP-based interest revenues	143,650	143,650	100,751	(42,899)	265,322
Total Budgetary-Based Revenues	\$ 4,919,650	\$ 4,919,650	\$ 3,524,782	\$ (1,394,868)	\$ 5,817,076
Expenditures					
GAAP-based operating expenditures	\$ 4,698,315	\$ 5,406,529	\$ 5,371,357	\$ 35,172	\$ 4,328,589
Deduct depreciation	-	-	(159,550)	159,550	(358,265)
Deduct postclosure accrual	-	-	(19,631)	19,631	(93,936)
Add acquisition of property and equipment	293,000	577,765	110,028	467,737	1,219,380
Total Budgetary-Based Expenditures	\$ 4,991,315	\$ 5,984,294	\$ 5,302,204	\$ 682,090	\$ 5,095,768
Other Financing Sources (Uses)					
GAAP-based proceeds from sale of capital assets	\$ 86,000	\$ 86,000	\$ 39,900	\$ (46,100)	\$ 37,214
GAAP-based transfer to general fund	(270,000)	(270,000)	(270,000)	-	(270,000)
Total Budgetary-Based Other Financing Sources (Uses)	\$ (184,000)	\$ (184,000)	\$ (230,100)	\$ (46,100)	\$ (232,786)

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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, 2009

County Clearing Funds	Balance January 1, 2009	Additions	Deductions	Balance December 31, 2009
Assets				
Equity in pooled cash and investments	\$ 1,412,066	\$ 191,371,198	\$ 191,504,131	\$ 1,279,133
Liabilities				
Due to other governments	\$ 93,502	\$ 4,470,482	\$ 4,360,363	\$ 203,621
Funds held for others	1,318,564	186,900,716	187,143,768	1,075,512
Total Liabilities	\$ 1,412,066	\$ 191,371,198	\$ 191,504,131	\$ 1,279,133
Taxing Districts				
Assets				
Equity in pooled cash and investments	\$ 239,737	\$ 78,675,016	\$ 78,649,917	\$ 264,836
Liabilities				
Due to other governments	\$ 239,737	\$ 78,675,016	\$ 78,649,917	\$ 264,836
Housing Funds				
Assets				
Equity in pooled cash and investments	\$ 1,235,812	\$ 21,891	\$ 20,966	\$ 1,236,737
Liabilities				
Funds held for others	\$ 1,235,812	\$ 21,891	\$ 20,966	\$ 1,236,737
Other Clearing Funds				
Assets				
Equity in pooled cash and investments	\$ 302,933	\$ 5,226	\$ 229	\$ 307,930
Liabilities				
Due to other governments	\$ 302,933	\$ 5,226	\$ 229	\$ 307,930
Total - All Agency Funds				
Assets				
Equity in pooled cash and investments	\$ 3,190,548	\$ 270,073,331	\$ 270,175,243	\$ 3,088,636
Liabilities				
Due to other governments	\$ 636,172	\$ 83,150,724	\$ 83,010,509	\$ 776,387
Funds held for others	2,554,376	186,922,607	187,164,734	2,312,249
Total Liabilities	\$ 3,190,548	\$ 270,073,331	\$ 270,175,243	\$ 3,088,636

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, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	<u>2009</u>			<u>2008</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues					
Taxes	\$ 3,114,203	\$ 3,114,203	\$ 3,055,478	\$ (58,725)	\$ 2,940,768
Intergovernmental	-	47,250	47,250	-	-
Charges for services	8,800	8,800	10,709	1,909	11,177
Fines and forfeits	23,200	23,200	20,098	(3,102)	23,885
Investment earnings	225,185	225,185	872,736	647,551	(887,619)
Miscellaneous	16,000	16,000	20,325	4,325	33,974
Total Revenues	<u>3,387,388</u>	<u>3,434,638</u>	<u>4,026,596</u>	<u>591,958</u>	<u>2,122,185</u>
Expenditures					
Current:					
Culture and recreation	3,480,503	3,714,633	3,334,689	379,944	2,816,900
Total Expenditures	<u>3,480,503</u>	<u>3,714,633</u>	<u>3,334,689</u>	<u>379,944</u>	<u>2,816,900</u>
Excess of Revenues Over (Under) Expenditures	<u>(93,115)</u>	<u>(279,995)</u>	<u>691,907</u>	<u>971,902</u>	<u>(694,715)</u>
Other Financing Sources					
Proceeds from sale of capital assets	13,500	13,500	10,402	(3,098)	15,082
Total Other Financing Sources	<u>13,500</u>	<u>13,500</u>	<u>10,402</u>	<u>(3,098)</u>	<u>15,082</u>
Net Change in Fund Balances	<u>\$ (79,615)</u>	<u>\$ (266,495)</u>	<u>702,309</u>	<u>\$ 968,804</u>	<u>(679,633)</u>
Fund Balances Beginning of Year			<u>4,668,485</u>		<u>5,348,118</u>
Fund Balances End of Year			<u>\$ 5,370,794</u>		<u>\$ 4,668,485</u>
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.					
Depreciation expense		\$ (4,808,297)			
Capital outlay		<u>9,456,004</u>	\$ 4,647,707		
Compensated absences			<u>(117,171)</u>		
Total Net Assets			<u>\$ 9,901,330</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, 2009
(With Comparative Actual Amounts for the Year Ended December 31, 2008)

	2009			2008	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
Charges for services	\$ 489,329	\$ 489,329	\$ 357,579	\$ (131,750)	\$ 369,614
Intergovernmental revenue	-	65,841	20,000	(45,841)	-
Investment earnings	10,672	10,672	10,222	(450)	19,394
Total Revenues	500,001	565,842	387,801	(178,041)	389,008
Expenditures					
Current:					
Public Safety	306,673	522,514	302,802	219,712	327,469
Total Expenditures	306,673	522,514	302,802	219,712	327,469
Excess of Revenues Over (Under)					
Expenditures	\$ 193,328	\$ 43,328	84,999	\$ 41,671	61,539
Fund Balances Beginning of Year			542,413		480,874
Fund Balances End of Year			\$ 627,412		\$ 542,413
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.					
Depreciation expense		\$ (342,166)			
Capital outlay		583,140	\$ 240,974		
Total Net Assets			\$ 868,386		

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COMBINED SCHEDULE OF CASH AND INVESTMENTS

Pitkin County, Colorado

COMBINED SCHEDULE OF CASH AND INVESTMENTS

December 31, 2009

	Interest Rate	Maturity Date	Fair Value
Pooled cash and investments			
U.S. Agencies and Instrumentalities			
Federal Home Loan Bank			
Par Value \$1,000,000	4.65%	9/29/2010	\$ 1,045,597
Total U.S. Agencies and Instrumentalities			<u>1,045,597</u>
Bank Certificates of Deposit			
Cache Bank, Greeley	3.97%	7/16/2011	1,000,000
Cache Bank, Greeley	3.92%	9/22/2011	1,000,000
Cache Bank, Greeley	2.20%	4/27/2010	1,174,201
City Wide Bank	4.06%	1/18/2011	1,000,000
City Wide Bank	3.00%	11/21/2011	1,000,000
City Wide Bank	2.78%	3/20/2012	1,000,000
City Wide Bank	2.78%	5/19/2012	1,000,000
Mile High Longmont	5.41%	7/18/2012	1,000,000
Bank of San Juan, Durango	3.92%	3/14/2011	1,000,000
Bank of San Juan, Durango	2.28%	8/25/2012	1,000,000
Bank of San Juan, Durango	2.28%	9/18/2012	1,000,000
Bank of San Juan, Durango	2.28%	11/14/2012	1,000,000
US Bank, Denver (Cincinnati)	4.35%	12/14/2010	1,000,000
US Bank, Denver (Cincinnati)	3.75%	5/15/2011	1,000,000
Total Bank Certificates of Deposit			<u>14,174,201</u>
Money Market Demand Deposits			
Alpine Bank, Aspen	0.31%	-	37,890,483
Wells Fargo Bank		-	5,072
Local Government Surplus Trust Funds			
COLOTRUST			7,000,115
Money Market Mutual Funds			
Vanguard Prime Money Market Instl	0.21%	-	2,488,149
Petty cash			7,300
Deposits in transit less bank transfers in process			(49,465)
Less outstanding warrants			<u>(1,325,052)</u>
TOTAL POOLED CASH AND INVESTMENTS			<u>\$ 61,236,400</u>

Pitkin County, Colorado

COMBINED SCHEDULE OF CASH AND INVESTMENTS (CONTINUED)

December 31, 2009

	<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			
Cash			\$ 32,345
Allianz Pimco RCM Large Cap Growth			317,743
Vanguard Int Term Bond Index			757,746
Keeley Small Cap Value			149,941
Davis New York Venture			315,685
American Fund Europacific Growth			214,721
MS Instl International Small Cap			104,786
Pimco RCM Total Return Inst			1,627,315
T. Rowe Price Mid-cap			158,737
Fidelity Floating Rate			271,023
Thornburg International Value Instl			227,140
Vanguard Total Stock			<u>418,421</u>
Total library other cash and investments			\$ 4,595,603
Retirement Trust Fund			
Mutual Funds held at Wells Fargo Bank, trustee			\$ 18,489,871
Restricted Cash and Investments			
1998 Certificates of Participation			
Money Market Mutual Funds			
Federated Treasury Obligation Money Market Fund	4.05%	-	<u>\$ 70,866</u>
Total cash and investments			<u>\$ 70,866</u>
TOTAL OTHER CASH AND INVESTMENTS			<u>\$ 23,156,340</u>
		<u>Pooled cash and investments</u>	<u>Other cash and Investments</u>
Fund Reporting Level:			
Governmental Funds - Balance Sheet		\$ 43,647,957	\$ -
Governmental Funds - Balance Sheet - Restricted Assets		134,225	70,866
Proprietary Fund Type Statement of Net Assets		10,085,568	-
Proprietary Fund Type Statement of Net Assets - Restricted Assets		2,886,347	-
Component Units - Balance Sheet		1,290,127	4,595,603
Statement of Fiduciary Assets and Liabilities		<u>3,192,176</u>	<u>18,489,871</u>
Total		<u>\$ 61,236,400</u>	<u>\$ 23,156,340</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, 2009

	MAJOR FUNDS			
	General Fund	Road & Bridge Fund	Transportation Sales and Use Tax Fund	Open Space and Trails Fund
Taxes and special assessments				
Property	\$ 5,316,396	\$ 390,018	\$ -	\$ 10,400,551
Specific ownership	172,427	12,585	-	335,875
General sales tax	4,503,930	1,211,463	9,132,611	-
Selective sales and use tax	18,547	-	972,752	-
Penalties and interest	12,182	894	-	23,878
Total taxes	10,023,482	1,614,960	10,105,363	10,760,304
Intergovernmental revenue				
Federal	931,611	494,491	-	-
State	250,051	976,035	-	2,443,500
Other governmental	302,627	65,412	-	152,200
Total intergovernmental revenue	1,484,289	1,535,938	-	2,595,700
Licenses and Permits				
Business	40,191	-	-	-
Nonbusiness	657,444	15,255	-	-
Total licenses and permits	697,635	15,255	-	-
Charges for services				
General government	3,983,403	-	-	-
Public safety	1,105,509	-	-	-
Public works	347,952	-	-	-
Health and welfare	190,956	-	-	-
Culture and recreation	171,833	-	-	-
Conservation of natural resources	-	-	-	110,752
Refunds	243,617	31,669	-	1,590
Total charges for services	6,043,270	31,669	-	112,342
Fines and forfeits				
Courts	13,820	-	-	-
Open space violations	-	-	-	2,100
Library	-	-	-	-
Total fines and forfeits	13,820	-	-	2,100
Miscellaneous				
Earnings on deposits and investments	439,429	54,833	162,517	57,833
Impact fees	-	72,473	-	-
Rents and royalties	301,358	528	17,150	1,611
Contributions	92,485	35,000	-	100,000
Other	16,170	-	-	2,645
Total miscellaneous	849,442	162,834	179,667	162,089
TOTAL REVENUES	\$ 19,111,938	\$ 3,360,656	\$ 10,285,030	\$ 13,632,535

Pitkin County, Colorado

COMBINED SCHEDULE OF GOVERNMENTAL REVENUE BY SOURCE (CONTINUED)

For the Year Ended December 31, 2009

	NON-MAJOR FUNDS				
	Housing Impact Fund	Redstone Ranch Acres Improvement District	Twining Flats Improvement District	GO Debt Service Fund	Transit Debt Service Fund
Taxes and special assessments					
Property	\$ -	\$ 8,394	\$ 16,858	\$ 478,644	\$ -
Specific ownership	-	253	537	15,463	-
General sales tax	-	-	-	-	631,621
Selective sales and use tax	-	-	-	-	-
Penalties and interest	-	62	98	1,114	-
Total taxes	-	8,709	17,493	495,221	631,621
Intergovernmental revenue					
Federal	-	-	-	-	-
State	-	-	-	-	-
Other governmental	-	-	-	-	-
Total intergovernmental revenue	-	-	-	-	-
Licenses and Permits					
Business	-	-	-	-	-
Nonbusiness	-	-	-	-	-
Total licenses and permits	-	-	-	-	-
Charges for services					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Conservation of natural resources	-	-	-	-	-
Refunds	-	-	-	-	-
Total charges for services	-	-	-	-	-
Fines and forfeits					
Courts	-	-	-	-	-
Open space violations	-	-	-	-	-
Library	-	-	-	-	-
Total fines and forfeits	-	-	-	-	-
Miscellaneous					
Earnings on deposits and investments	83,758	92	184	4,105	5,143
Impact fees	367,857	-	-	-	-
Rents and royalties	-	-	-	-	-
Contributions	-	-	-	-	-
Other	-	-	-	-	-
Total miscellaneous	451,615	92	184	4,105	5,143
TOTAL REVENUES	\$ 451,615	\$ 8,801	\$ 17,677	\$ 499,326	\$ 636,764

(CONTINUED)		COMPONENT UNITS			
Pitkin County Capital Leasing Corporation	Primary Government Combined Total	Pitkin County Library District	Emergency Telephone Authority	Reporting Entity Combined Total	
\$ -	\$ 19,073,167	\$ 2,953,425	\$ -	\$ 22,026,592	
-	616,665	95,400	-	712,065	
-	16,129,081	-	-	16,129,081	
-	991,299	-	-	991,299	
-	43,831	6,653	-	50,484	
-	36,854,043	3,055,478	-	39,909,521	
-	1,426,102	-	-	1,426,102	
-	4,571,931	-	-	4,571,931	
-	520,239	47,250	-	567,489	
-	6,518,272	47,250	-	6,565,522	
-	40,191	-	-	40,191	
-	672,699	-	-	672,699	
-	712,890	-	-	712,890	
-	3,983,403	-	-	3,983,403	
-	1,105,509	-	357,579	1,463,088	
-	347,952	-	-	347,952	
-	190,956	-	-	190,956	
-	171,833	10,709	-	182,542	
-	110,752	-	-	110,752	
-	276,876	-	20,000	296,876	
-	6,187,281	10,709	377,579	6,575,569	
-	13,820	-	-	13,820	
-	2,100	-	-	2,100	
-	-	20,098	-	20,098	
-	15,920	20,098	-	36,018	
-	863,868	872,736	10,222	1,746,826	
-	440,330	-	-	440,330	
-	320,647	-	-	320,647	
-	236,610	20,325	-	256,935	
-	18,991	-	-	18,991	
-	1,880,446	893,061	10,222	2,783,729	
\$ -	\$ 52,168,852	\$ 4,026,596	\$ 387,801	\$ 56,583,249	

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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, 2009
This Information From The Records Of (example - City of _ or County of _): County of Pitkin, Colorado	Prepared By: John Redmond Phone: (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)	1,152,389
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	1,376,342
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	159,695
2. General fund appropriations (Note 1)	515,563	b. Snow and ice removal	990,978
3. Other local imposts (from page 2)	1,777,792	c. Other	3,186
4. Miscellaneous local receipts (from page 2)	178,773	d. Total (a. through c.)	1,153,859
5. Transfers from toll facilities		4. General administration & miscellaneous	563,502
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	511,826
a. Bonds - Original Issues		6. Total (1 through 5)	4,757,918
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	3,912
7. Total (1 through 6)	2,472,128	b. Redemption	5,691
B. Private Contributions	35,000	c. Total (a. + b.)	9,603
C. Receipts from State government (from page 2)	1,148,527	2. Notes:	
D. Receipts from Federal Government (from page 2)	321,998	a. Interest	0
E. Total receipts (A.7 + B + C + D)	3,977,653	b. Redemption	0
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	9,603
		C. Payments to State for highways	0
		D. Payments to toll facilities	0
		E. Total disbursements (A.6 + B.3 + C + D)	4,767,521

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)	56,323	0	5,369	50,954
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
	3,645,640	3,977,653	4,767,521	2,855,772	0

Notes and Comments:

Note 1 General Fund Appropriations:	
Transfer from General Fund	\$ 511,826
Sheriff expenditures for traffic	8,186
Amount Available from Non-highway	550
	<u>\$ 520,562</u>

LOCAL HIGHWAY FINANCE REPORT	STATE: Colorado
	YEAR ENDING (mm/yy): December 2009

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	415,067	a. Interest on investments	55,109
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	1,211,463	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	72,474	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	76,763
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	78,788	g. Other Misc. Receipts (Note 2)	46,901
6. Total (1. through 5.)	1,362,725	h. Other (Reimbursements of expense)	
c. Total (a. + b.)	1,777,792	i. Total (a. through h.)	178,773
	(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	931,814	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	310,012
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	35,221	d. Federal Transit Admin	
d. Other (Specify) Ind Pass Grt.	172,492	e. U.S. Corps of Engineers	
e. Other (Specify)	9,000	f. Other Federal-Reimburse Road Project	11,986
f. Total (a. through e.)	216,713	g. Total (a. through f.)	321,998
4. Total (1. + 2. + 3.f)	1,148,527	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		136,443	136,443
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements		977	977
(3). System Preservation		1,013,992	1,013,992
(4). System Enhancement & Operation		977	977
(5). Total Construction (1) + (2) + (3) + (4)	0	1,015,946	1,015,946
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	1,152,389	1,152,389
			(Carry forward to page 1)

Notes and Comments:

Note 2			
Access Permits	\$	15,255	
Contribution		24,525	
Misc Reimbursement		7,121	
Total	\$	46,901	

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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.	126-133
Revenue Capacity These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.	134-143
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	144-149
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.	150-154
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.	155-163

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 Seven Years

	2003	2004	2005
Governmental activities			
Invested in capital assets, net of related debt	\$ 54,508,038	\$ 63,474,673	\$ 71,576,959
Restricted			
Open space	17,233,939	15,046,683	6,751,388
Transportation	12,380,720	14,116,005	12,950,487
Affordable housing	3,608,338	595,506	4,212,900
Highway 82 construction	2,052,508	2,138,165	965,876
Statutory reserve for emergencies	1,030,048	1,058,645	1,243,429
Debt service	661,143	611,194	527,780
Ambulance district	646,015	682,057	874,053
General Fund local restrictions	499,500	580,848	667,871
Other Special Revenue programs	1,057,136	1,726,332	2,705,850
Unrestricted	9,236,600	11,215,180	14,529,046
Total governmental activities net assets	\$ 102,913,985	\$ 111,245,288	\$ 117,005,639
Business-type activities			
Invested in capital assets, net of related debt	\$ 29,458,287	\$ 43,888,509	\$ 56,204,425
Restricted			
Debt service	445,500	-	-
Airport	5,964,016	4,001,848	5,531,446
Unrestricted	1,978,566	2,114,451	1,523,330
Total business-type activities net assets	\$ 37,846,369	\$ 50,004,808	\$ 63,259,201
Primary government			
Invested in capital assets, net of related debt	\$ 83,966,325	\$ 107,363,182	\$ 127,781,384
Restricted			
Open space	17,233,939	15,046,683	6,751,388
Transportation	12,380,720	14,116,005	12,950,487
Affordable housing	3,608,338	595,506	4,212,900
Highway 82 construction	2,052,508	2,138,165	965,876
Statutory reserve for emergencies	1,030,048	1,058,645	1,243,429
Debt service	1,106,643	611,194	527,780
Ambulance district	646,015	682,057	874,053
Airport	5,964,016	4,001,848	5,531,446
General Fund local restrictions	499,500	580,848	667,871
Other Special Revenue programs	1,057,136	1,726,332	2,705,850
Unrestricted	11,215,166	13,329,631	16,052,376
Total primary government net assets	\$ 140,760,354	\$ 161,250,096	\$ 180,264,840

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

	2006	2007	2008	2009
\$	74,991,785	\$ 102,497,894	\$ 118,334,844	\$ 134,717,335
	8,278,566	124,702	357,824	-
	14,065,044	14,271,354	8,470,343	9,097,358
	5,876,481	7,753,510	8,851,035	9,359,852
	923,449	663,633	547,179	429,955
	1,418,544	1,439,952	1,531,840	1,479,061
	487,318	482,170	185,560	144,210
	1,178,700	1,148,965	1,065,919	864,120
	551,889	1,109,157	1,199,502	1,175,261
	3,765,724	3,150,769	4,604,425	3,579,870
	18,890,058	11,224,305	10,715,439	9,475,854
\$	130,427,558	\$ 143,866,411	\$ 155,863,910	\$ 170,322,876
\$	61,778,381	\$ 73,322,031	\$ 70,479,059	\$ 72,977,503
	-	-	-	-
	6,067,769	6,349,656	13,409,203	10,438,724
	2,745,393	3,849,070	924,738	1,585,119
\$	70,591,543	\$ 83,520,757	\$ 84,813,000	\$ 85,001,346
\$	136,770,166	\$ 175,819,925	\$ 188,813,903	\$ 207,694,838
	8,278,566	124,702	357,824	-
	14,065,044	14,271,354	8,470,343	9,097,358
	5,876,481	7,753,510	8,851,035	9,359,852
	923,449	663,633	547,179	429,955
	1,418,544	1,439,952	1,531,840	1,479,061
	487,318	482,170	185,560	144,210
	1,178,700	1,148,965	1,065,919	864,120
	6,067,769	6,349,656	13,409,203	10,438,724
	551,889	1,109,157	1,199,502	1,175,261
	3,765,724	3,150,769	4,604,425	3,579,870
	21,635,451	15,073,375	11,640,177	11,060,973
\$	201,019,101	\$ 227,387,168	\$ 240,676,910	\$ 255,324,222

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

Last Seven Years

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

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

	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$	8,160,025	\$ 8,441,523	\$ 9,112,735
	7,215,619	7,781,623	8,585,020
	16,778,835	24,410,157	16,126,086
	3,198,700	3,634,941	4,159,235
	1,110,754	3,220,314	7,872,276
	13,812	17,947	17,169
	195,534	245,997	231,392
	1,373,501	1,332,285	1,282,901
	<u>38,046,780</u>	<u>49,084,787</u>	<u>47,386,814</u>
	7,098,923	9,311,279	10,899,761
	4,355,822	4,960,238	5,577,238
	<u>11,454,745</u>	<u>14,271,517</u>	<u>16,476,999</u>
	9,121,901	6,932,424	7,663,813
	2,683,108	2,999,026	3,791,225
	1,470,619	10,074,444	12,402,832
	<u>13,275,628</u>	<u>20,005,894</u>	<u>23,857,870</u>
\$	18,203,944	\$ 11,082,355	\$ 13,222,489
	5,839,011	5,551,754	3,424,031
	<u>24,042,955</u>	<u>16,634,109</u>	<u>16,646,520</u>
\$	<u>37,318,583</u>	\$ <u>36,640,003</u>	\$ <u>40,504,390</u>
\$	(24,771,152)	\$ (29,078,893)	\$ (23,528,944)
	12,588,210	2,362,592	169,521
\$	<u>(12,182,942)</u>	\$ <u>(26,716,301)</u>	\$ <u>(23,359,423)</u>
\$	14,572,139	\$ 18,046,484	\$ 18,594,523
	430,048	306,838	478,644
	19,215,296	19,515,789	17,120,380
	707,765	837,260	660,496
	3,014,757	2,100,021	863,868
	270,000	270,000	270,000
\$	<u>38,210,005</u>	\$ <u>41,076,392</u>	\$ <u>37,987,911</u>
\$	611,004	\$ 575,780	\$ 288,825
	-	702,250	-
	(270,000)	(270,000)	(270,000)
	<u>341,004</u>	<u>1,008,030</u>	<u>18,825</u>
\$	<u>38,551,009</u>	\$ <u>42,084,422</u>	\$ <u>38,006,736</u>
\$	13,438,853	\$ 11,997,499	\$ 14,458,967
	12,929,214	3,370,622	188,346
\$	<u>26,368,067</u>	\$ <u>15,368,121</u>	\$ <u>14,647,313</u>

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

Last Ten Years

	2000	2001	2002	2003
General Fund				
Reserved for:				
Debt service	\$ 514,164	\$ 392,378	\$ 387,722	\$ 325,308
Capital projects	-	-	-	-
Advances to Library	-	-	-	-
Workers' compensation insurance reserve	550,000	550,000	550,000	700,000
Funded employee health claims	-	-	-	-
Affordable housing	2,256,576	2,103,092	3,678,520	3,608,338
Park dedication fees	190,043	193,983	276,604	285,703
State of Colorado landfill fees retained to remediate				
State designated hazardous waste sites	118,819	156,933	195,253	213,797
Air Mitigation Program	-	-	-	-
Emergencies	474,770	468,921	493,495	483,608
Unreserved				
Appropriated for expenditures in next year's budget	329,799	1,251,838	176,606	-
Designated for fund discretionary projects in next year	883,161	-	2,295,377	2,397,062
Designated to complete projects begun but not completed in prior year	2,267,052	2,382,205	1,632,081	1,808,224
Designated to balance 5 year budget	1,113,713	431,047	343,921	777,995
Designated to fund contingencies over amount required by state constitution	653,537	866,672	2,106,505	3,516,392
Revenues from joint water trust for Ruedi				
Hydropower project to use for water issues	75,899	-	-	-
State Lottery funds for open space or recreation	41,784	40,479	-	-
The excess of contributions over expenditures for				
Topsy Taxi program	220,798	224,186	220,602	212,290
Public contributions for Veteran's Memorial	6,060	6,561	6,756	6,850
Translator capital project funds derived from unspent translator property tax mill levy	128,602	121,617	238,225	-
Designated Community Development for changes in construction activity	45,328	-	-	-
Asset replacement for information services, dispatch, and various other programs	443,109	414,395	698,463	681,831
A fund balance to fund future workers' compensation liability and employee health claims	-	-	-	471,662
A fund balance to fund future building needs	-	-	-	-
Total General Fund	\$ 10,313,214	\$ 9,604,307	\$ 13,300,130	\$ 15,489,060
All Other Governmental Funds				
Reserved for:				
Debt Service	\$ 828,594	\$ 618,833	\$ 677,859	\$ 461,916
Capital projects	-	-	-	-
Employees' retirement system	18,490,687	17,657,393	16,746,575	22,039,305
Emergencies	290,039	638,613	554,429	546,440
Unreserved:				
Appropriated for expenditures in next year's budget	402,443	1,033,012	183,168	190,471
Designated to complete projects begun but not completed in prior year	-	-	-	-
Balance of 3% use tax proceeds dedicated for improvement to Highway 82	391,218	1,937,365	1,952,088	1,852,508
Designated, reported in special revenue funds	-	-	-	-
Undesignated, reported in special revenue funds	13,123,916	14,992,000	23,315,055	27,879,435
Total all other governmental funds	\$ 33,526,897	\$ 36,877,216	\$ 43,429,174	\$ 52,970,075
Total all governmental funds	\$ 43,840,111	\$ 46,481,523	\$ 56,729,304	\$ 68,459,135

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$ 262,635	\$ 223,347	\$ 174,536	\$ 140,813	\$ 105,591	\$ 70,866
-	-	-	-	-	-
-	-	-	-	-	-
350,000	350,000	350,000	350,000	350,000	350,000
250,000	340,858	660,017	779,629	861,260	847,152
595,506	3,558,436	3,744,338	4,268,343	4,366,756	4,412,917
349,076	402,360	253,886	772,248	768,877	719,738
231,772	265,511	298,003	362,243	405,959	430,857
-	-	-	24,666	24,666	24,666
498,891	619,328	649,592	690,175	671,664	627,570
-	5,234	-	648,099	-	179,400
813,422	442,230	4,471,563	2,995,115	3,187,142	3,113,472
1,666,611	2,547,617	3,190,715	3,460,441	3,099,179	3,302,970
575,122	3,673,074	3,100,000	664,623	800,000	200,000
3,501,109	3,428,652	3,350,408	3,309,825	3,328,336	3,372,430
-	-	-	-	-	-
-	-	-	-	-	-
203,829	198,995	202,602	203,665	200,218	190,111
6,953	7,100	5,368	4,448	4,375	4,265
-	-	-	-	-	-
-	-	-	-	-	-
735,468	633,382	546,970	395,676	408,857	420,552
615,040	719,696	780,280	702,199	723,896	840,915
4,000,000	3,769,690	3,901,027	6,000,000	5,730,471	5,700,580
<u>\$ 14,655,434</u>	<u>\$ 21,185,510</u>	<u>\$ 25,679,305</u>	<u>\$ 25,772,208</u>	<u>\$ 25,037,247</u>	<u>\$ 24,808,461</u>
\$ 466,984	\$ 471,394	\$ 465,777	\$ 490,548	\$ 226,790	\$ 212,886
-	-	-	-	-	-
25,676,926	18,061,930	19,012,977	19,536,677	14,070,206	18,795,961
559,753	624,101	768,952	749,777	860,176	851,491
171,516	187,897	73,702	246,745	556,783	407,203
-	-	-	-	-	-
2,138,166	965,876	923,449	663,633	547,179	429,955
-	-	-	-	-	-
27,961,228	21,953,701	27,551,830	20,139,577	18,421,099	17,022,375
<u>\$ 56,974,573</u>	<u>\$ 42,264,899</u>	<u>\$ 48,796,687</u>	<u>\$ 41,826,957</u>	<u>\$ 34,682,233</u>	<u>\$ 37,719,871</u>
<u>\$ 71,630,007</u>	<u>\$ 63,450,409</u>	<u>\$ 74,475,992</u>	<u>\$ 67,599,165</u>	<u>\$ 59,719,480</u>	<u>\$ 62,528,332</u>

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

Last Ten Years

	2000	2001	2002	2003
Revenues				
Taxes	\$ 18,682,322	\$ 26,134,224	\$ 27,966,329	\$ 28,048,506
Intergovernmental	3,233,256	7,963,382	12,965,686	3,293,337
Licenses and permits	794,421	540,972	785,076	715,147
Charges for services	2,821,204	2,748,256	3,356,904	4,112,405
Fines and forfeitures	13,263	14,143	17,170	22,975
Investment earnings	-	-	-	766,222
Miscellaneous	2,072,498	2,349,652	3,143,990	374,505
Total Revenues	\$ 27,616,964	\$ 39,750,629	\$ 48,235,155	\$ 37,333,097
Expenditures				
Current:				
General government	5,882,986	5,177,153	5,030,542	5,957,918
Public safety	4,698,400	5,625,155	5,271,824	5,668,220
Public works	4,565,480	5,099,352	13,008,026	11,174,128
Health and welfare	1,652,409	2,692,021	1,893,216	2,022,959
Culture and recreation	13,264,116	8,928,768	2,877,505	4,928,677
Conservation of natural resources	106,839	96,412	93,616	136,538
Housing and development	52,104	229,635	433,916	211,498
Intergovernmental	1,312,104	14,974,890	7,373,715	-
Debt Service:				
Principal retirement	1,290,000	1,505,000	1,595,000	1,375,000
Interest and fiscal charges	1,298,346	1,767,390	1,916,922	1,678,577
Bond Issuance costs	-	-	-	57,657
Advance refunding escrow	-	-	-	484,569
Total Expenditures	34,122,784	46,095,776	39,494,282	33,695,741
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,505,820)	(6,345,147)	8,740,873	3,637,356
Other Financing Sources (Uses)				
Payoff of note receivable	-	-	940,543	-
Proceeds of general long term debt	10,000,000	12,929,000	-	-
Sales of capital assets	1,444,762	282,035	1,126,801	175,411
Bonds Issued	-	-	-	7,685,000
Premium on debt issuance	-	-	-	26,776
Escrow to defease debt	(1,186,253)	(3,490,000)	-	(7,654,113)
Transfers in	2,245,456	2,134,366	1,262,104	1,225,188
Transfers out	(2,245,456)	(2,134,366)	(1,012,104)	(955,188)
Transfers (to) from component units	(1,255,935)	98,818	100,382	-
Total Other Financing Sources (Uses)	9,002,574	9,819,853	2,417,726	503,074
Special and Extraordinary Items:				
Sale of Land	-	-	-	1,156,313
Net Change in Fund Balance	\$ 2,496,754	\$ 3,474,706	\$ 11,158,599	\$ 5,296,743
Debt service as a percentage of non-capital expendi	11.12%	19.00%	18.52%	12.75%

2004	2005	2006	2007	2008	2009
\$ 29,584,107	\$ 31,377,722	\$ 33,162,718	\$ 34,925,248	\$ 38,706,371	\$ 36,854,043
2,860,717	2,932,127	5,671,479	4,320,010	4,688,484	6,518,272
714,728	989,741	976,895	1,006,987	1,057,109	712,890
4,373,869	5,645,974	7,325,511	6,326,624	5,285,346	6,187,281
25,013	15,286	7,578	9,254	7,859	15,920
828,942	1,743,594	2,788,012	3,014,757	2,100,021	863,868
694,566	2,251,309	529,491	1,612,752	1,579,049	1,016,578
<u>\$ 39,081,942</u>	<u>\$ 44,955,753</u>	<u>\$ 50,461,684</u>	<u>\$ 51,215,632</u>	<u>\$ 53,424,239</u>	<u>\$ 52,168,852</u>
6,783,761	7,447,947	7,184,934	9,948,033	8,706,359	8,477,240
5,972,843	5,491,587	5,996,928	7,181,237	8,362,918	8,594,671
10,372,756	16,355,249	14,280,465	18,834,184	23,415,143	15,981,646
2,077,305	2,568,086	2,544,251	3,615,974	4,018,150	4,081,533
8,599,553	13,208,380	10,026,767	16,234,765	9,148,625	14,307,057
58,535	147	58,232	-	-	-
3,161,299	1,548,357	184,119	195,534	245,997	231,392
-	-	-	-	-	-
1,575,000	1,690,000	1,580,000	1,668,308	1,445,369	1,485,691
1,536,199	1,479,304	1,428,404	1,337,180	1,294,530	1,250,055
-	-	113,147	-	-	-
-	-	-	-	-	-
<u>40,137,251</u>	<u>49,789,057</u>	<u>43,397,247</u>	<u>59,015,215</u>	<u>56,637,091</u>	<u>54,409,285</u>
(1,055,309)	(4,833,304)	7,064,437	(7,799,583)	(3,212,852)	(2,240,433)
-	-	-	-	-	-
-	-	-	-	-	-
318,560	3,998,703	1,001,089	129,056	529,638	53,530
-	-	9,880,000	-	-	-
-	-	119,785	-	-	-
-	-	(8,260,775)	-	-	-
768,749	844,150	818,949	1,029,578	1,079,758	1,080,533
(498,749)	(574,151)	(548,949)	(759,578)	(809,758)	(810,533)
-	-	-	-	-	-
<u>588,560</u>	<u>4,268,702</u>	<u>3,010,099</u>	<u>399,056</u>	<u>799,638</u>	<u>323,530</u>
-	-	-	-	-	-
<u>\$ (466,749)</u>	<u>\$ (564,602)</u>	<u>\$ 10,074,536</u>	<u>\$ (7,400,527)</u>	<u>\$ (2,413,214)</u>	<u>\$ (1,916,903)</u>
11.62%	9.29%	10.11%	9.19%	7.07%	7.29%

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

Last Seven Years

Functions/Programs	2003	2004
Governmental Activities		
General government	\$ 3,931,391	\$ 3,722,901
Public safety	1,497,425	1,694,417
Public works	1,918,097	2,125,960
Health and welfare	669,103	678,858
Culture and recreation	438,158	154,659
Conservation of natural resources	64,045	13,433
Housing and development	150	278,665
Total governmental activities	8,518,369	8,668,893
Business-type activities		
Airport	5,878,604	16,844,528
Solid Waste Center	2,769,005	3,757,166
Total business-type activities	8,647,609	20,601,694
Total primary government	\$ 17,165,978	\$ 29,270,587

2005	2006	2007	2008	2009
\$ 5,291,096	\$ 4,564,438	\$ 4,705,166	\$ 5,957,833	\$ 5,251,618
2,301,453	2,218,857	2,072,259	1,499,151	2,454,209
1,921,074	2,453,303	2,379,526	1,914,894	1,816,233
744,115	942,159	880,407	1,173,596	1,506,353
293,824	2,806,542	1,658,533	8,482,342	12,393,160
24,630	92,529	57,461	129,834	68,290
1,258,244	1,433,126	1,522,276	848,244	368,007
<u>11,834,436</u>	<u>14,510,954</u>	<u>13,275,628</u>	<u>20,005,894</u>	<u>23,857,870</u>
19,511,065	11,938,198	18,203,944	11,082,355	13,222,489
3,609,410	5,475,069	5,839,011	5,551,754	3,424,031
<u>23,120,475</u>	<u>17,413,267</u>	<u>24,042,955</u>	<u>16,634,109</u>	<u>16,646,520</u>
<u>\$ 34,954,911</u>	<u>\$ 31,924,221</u>	<u>\$ 37,318,583</u>	<u>\$ 36,640,003</u>	<u>\$ 40,504,390</u>

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

Last Ten Years

Year	Property	Special Assessments	General Sales	Selective Sales and Use	Motor Vehicle	Other	Total
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
2008	20,800,559	365,402	18,782,483	733,306	915,483	49,906	41,647,139
2009	21,641,250	385,342	16,129,081	991,299	712,065	50,484	39,909,521
Change 2000-2009	55.77%	31.22%	19.40%	38.58%	12.63%	62.43%	39.65%

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

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Pitkin County, Colorado
Assessed Value and Actual Value of Taxable Property
(Unaudited)
(amounts expressed in millions of dollars)

Last Ten Years

(1) Year Ended December 31,	Real Property					
	Vacant Land	Residential	Commercial	Industrial	Natural Resources	Agricultural
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
2008	295,853	1,890,761	537,651	701	5,748	21,059
2009	404,423	2,533,478	670,692	894	6,315	26,050

State Assessed Property (2)	Personal Property (3)	Total Taxable Assessed Property	Tax Exempt Property	Total Direct Tax Rate (1)	Actual Taxable Value	Assessed Value as a Percentage of Actual Value
\$ 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%
25,396	51,761	2,777,169	102,352	8.080	26,756,103	10.38%
25,396	52,392	2,777,169	102,352	6.721	26,756,103	10.38%

From 1999 to 2008, 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
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
2008	7.96%	2007 appraised value
2009	7.96%	2007 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.
- (3) This column totals the personal property values which are included in each of the real property value categories.

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

Last Ten Years

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
County direct rates				
General Fund	2.713	2.807	2.231	2.456
Road and Bridge	0.202	0.163	0.168	0.178
Social Services	0.056	-	-	-
Human Services and Other Grants	-	-	0.463	0.488
Bond Redemption	0.376	0.310	0.290	0.260
Open Space	3.806	3.758	3.773	3.772
Radio and TV. Translator	0.330	0.279	0.265	0.278
Ambulance and County Library (listed below)	1.485	1.240	1.281	1.352
Total direct rates	8.968	8.557	8.471	8.784
School Districts rates				
Aspen School District RE-1	9.874	8.946	8.926	8.955
Roaring Fork School District REJT1.12	41.325	34.809	34.556	33.709
City and Town rates				
City of Aspen	5.385	5.401	5.442	5.431
Town of Basalt	3.902	6.618	6.498	6.447
Town of Snowmass Village	9.422	9.105	10.163	10.328
County-wide Districts rates				
Colorado Mountain College	3.997	3.997	3.997	3.997
Colorado River Water Conservancy	0.282	0.253	0.255	0.255
Aspen Valley Hospital (1)	1.500	1.500	1.500	1.500
Pitkin County Library (1)	1.239	1.038	1.072	1.131
Ambulance District rate	0.246	0.202	0.209	0.221
Fire Protection Districts rates	14.601	13.165	15.872	15.767
Water and Sanitation Districts rates	28.523	37.761	27.572	33.010
Other Special Districts rates	112.269	191.049	198.233	219.931

(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

2004	2005	2006	2007	2008	2009
2.508	2.413	2.483	1.871	1.922	1.491
0.170	0.175	0.180	0.137	0.141	0.110
0.027	0.026	0.025	0.037	0.036	0.048
0.501	0.484	0.648	0.489	0.501	0.394
0.255	0.233	0.223	0.113	0.173	0.126
3.769	3.764	3.760	3.757	3.760	3.333
0.285	0.276	0.283	0.216	0.223	0.175
1.609	1.578	1.626	1.283	1.324	1.044
9.124	8.949	9.228	7.903	8.080	6.721
8.969	10.458	10.294	8.622	9.355	7.846
41.246	37.265	37.009	34.246	33.942	30.984
5.437	5.471	5.419	5.459	5.467	4.042
6.669	6.474	6.560	5.058	5.181	3.873
11.030	10.705	11.015	9.546	9.509	7.485
3.997	3.997	3.997	3.997	3.997	3.997
0.252	0.230	0.221	0.191	0.198	0.166
1.500	1.500	1.500	1.280	1.280	0.969
1.383	1.357	1.398	1.113	1.148	0.906
0.226	0.221	0.228	0.170	0.176	0.138
19.044	18.674	20.321	19.193	19.198	17.246
20.259	16.125	18.199	17.516	17.694	15.051
331.942	405.126	453.611	398.226	443.184	370.130

Pitkin County, Colorado
Principal Property Taxpayers
(Unaudited)

Current Year and Ten Years Ago

Taxpayer	2009			2000		
	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	\$ 58,365,910	1	2.10%	\$ 36,054,270	1	2.58%
Base Village Owner LLC	26,245,890	2	0.85%	-	-	-
Sheridan Luxury Trust, Aspen Dean Street, LLC	23,635,000	3	0.95%	23,761,040	2	1.70%
Ritz Carlton/Aspen Highlands Condo Assn	17,466,850	4	0.54%	-	-	-
Hyatt Grand Aspen	15,980,030	5	0.58%	-	-	-
Silvertree Hotel of Snowmass	15,041,210	6	0.63%	14,507,280	3	1.04%
Residences at the Little Nell Condo Assoc	14,842,770	7	0.48%	-	-	-
New Limelight LLC	14,700,250	8	0.53%	-	-	-
Hotel Jerome/Jerome Ventures LLC	13,420,410	9	0.00%	6,337,640	6	0.45%
Carroll Drive Properties LLC	9,735,590	10	0.35%	-	-	-
Holy Cross Electric	-	-	-	8,433,200	4	0.60%
Maroon Creek, LLC	-	-	-	8,185,190	5	0.59%
Roaring Fork Club, LP	-	-	-	5,878,440	7	-
Hines Highland Ltd Partnership	-	-	-	5,347,200	8	0.38%
Baldwin, Harley	-	-	-	5,035,700	9	0.36%
U.S. West Communications	-	-	-	4,466,300	10	0.32%
Total	<u>\$ 209,433,910</u>		<u>7.01%</u>	<u>\$ 118,006,260</u>		<u>8.02%</u>
Total assessed valuation	<u>\$ 2,777,168,530</u>			<u>\$ 1,397,145,280</u>		

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 in Year following Levy (1)		Delinquent Taxes Collected in Collection Year	Total Collections To Date Amount
			Amount	Percent of Levy		
1999	2000	9,742,781	9,571,783	98.24%	18,417	9,590,200
2000	2001	12,059,664	12,050,252	99.92%	33,269	12,083,521
2001	2002	14,669,017	14,538,835	99.11%	28,523	14,567,358
2002	2003	14,734,146	14,666,199	99.54%	32,774	14,698,973
2003	2004	15,057,705	14,985,290	99.52%	27,855	15,013,145
2004	2005	15,670,264	15,645,259	99.84%	29,917	15,675,176
2005	2006	16,269,924	16,225,100	99.72%	29,436	16,254,536
2006	2007	17,193,155	17,146,326	99.73%	28,125	17,174,451
2007	2008	20,872,808	20,800,559	99.65%	48,831	20,849,390
2008	2009	21,728,453	21,641,250	99.60%	48,831	21,690,081

(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 and Fiscal Charges	Total	
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
2008	15,722	7,715,882	7,731,604	350,000	328,310	678,310	11.4
2009	5,143	6,393,062	7,731,604	365,000	316,150	681,150	11.4

- (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 pledged revenue.
- (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
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	1,934,052,050	21,445,000	105,737	21,339,263	1.10%	1,299.59
2007	16,607	2,726,651,000	20,670,000	105,000	20,565,000	0.75%	1,238.33
2008	17,101	2,777,168,530	19,860,000	91,500	19,768,500	0.71%	1,155.99
2009	17,101	3,667,491,080	19,035,000	134,225	18,900,775	0.52%	1,105.24

**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
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%
2008	810,000	1,151,487	1,961,487	56,695,469	3.5%
2009	825,000	861,490	1,686,490	54,409,285	3.1%

(4) Source: Demographics Statistics, page 150.

(5) 2008 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		Percentage of Personal Income	Per Capita Personal Income (1)
	General Obligation Bonds & Notes	Sales Tax Revenue Bonds	Lease Certificates of Participation	Special Assessment bonds	Airport Revenue Bonds	Total Primary Government		
2000	18,590,000	5,670,000	3,955,000	65,000	2,915,000	31,195,000	0.21%	66,623
2001	22,320,000	10,150,000	3,480,000	45,000	2,640,000	38,635,000	0.18%	68,731
2002	21,775,000	9,620,000	2,980,000	25,000	3,705,000	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	65,000	2,436,918	32,701,918	0.24%	78,438
2007	20,670,000	6,670,000	1,195,000	61,692	2,152,740	30,749,432	0.26%	78,438
2008	19,860,000	6,320,000	915,000	56,323	1,859,865	29,011,188	0.21%	84,674
2009	19,035,000	5,955,000	625,000	50,632	1,557,997	27,223,629	0.34%	92,680 (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) 2008 information latest available

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

As of December 31, 2009

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	\$ 70,445,000	\$ -	\$ 70,445,000	100.00%	\$ 70,445,000
Roaring Fork School District REJT1.12	104,904,984	-	104,904,984	22.00%	23,079,096
City and Towns					
City of Aspen (1)	14,455,000	14,455,000	-	100.00%	-
Town of Basalt	2,610,000	-	2,610,000	32.00%	835,200
Town of Snowmass Village	15,085,000	4,340,000	10,745,000	100.00%	10,745,000
Fire Districts					
Aspen Fire Protection District	12,800,000	-	12,800,000	100.00%	12,800,000
Basalt and Rural Fire Protection District	1,746,591	-	1,746,591	45.00%	785,966
Carbondale Fire Protection District	6,384,998	-	6,384,998	100.00%	6,384,998
Water and Sanitation Districts					
Aspen Consolidated Sanitation District	8,600,000	-	8,600,000	100.00%	8,600,000
Basalt Sanitation District	2,545,000	-	2,545,000	50.10%	1,275,045
Brush Creek Water District	1,455,000	-	1,455,000	100.00%	1,455,000
Redstone Water and Sanitation District	44,300	-	44,300	100.00%	44,300
Snowmass Water and Sanitation District	2,135,000	-	2,135,000	100.00%	2,135,000
Starwood Water and Sanitation District	3,248,369	-	3,248,369	100.00%	3,248,369
Library Districts					
Basalt Regional Library	10,585,000	-	10,585,000	47.20%	4,996,120
Other Districts					
Aspen Highlands Residential Metro District	7,390,000	-	7,390,000	100.00%	7,390,000
Buttermilk Metro District	3,310,000	-	3,310,000	100.00%	3,310,000
Holland Hills Metro District	1,065,000	-	1,065,000	100.00%	1,065,000
Crown Mountain Recreation District	4,590,000	-	4,590,000	41.95%	1,925,505
Total Overlapping Debt					<u>160,519,599</u>
Direct Debt					
Twining Flats general Improvement District					50,632
Pitkin County					<u>19,035,000</u>
Total Direct Debt					<u>19,085,632</u>
Total Overlapping and Direct Debt					<u>\$ 179,605,231</u>

(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

	2000	2001	2002	2003
Valuation for Assessment of Property	\$ 1,397,145,280	\$ 1,771,577,340	\$ 1,775,806,980	\$ 1,781,447,430
Debt Limit, 3% of Valuation for Assessment (Per Colorado Revised Statutes, Section 30-35-201 (6b))	41,914,358	53,147,320	53,274,209	53,443,423
Amount of Debt Applicable to Limit General Obligation Bonds	18,590,000	22,320,000	21,775,000	21,595,000
Legal Debt Margin	<u>\$ 23,324,358</u>	<u>\$ 30,827,320</u>	<u>\$ 31,499,209</u>	<u>\$ 31,848,423</u>
Total debt applicable to the limit as a percentage of debt limit	44.35%	42.00%	40.87%	40.41%

2004	2005	2006	2007	2008	2009
\$ 1,781,447,430	\$ 1,887,535,000	\$ 1,934,052,050	\$ 2,726,650,670	\$ 2,777,168,530	\$ 3,667,491,080
53,443,423	56,626,050	58,021,562	81,799,520	83,315,056	110,024,732
20,925,000	20,235,000	21,445,000	20,670,000	19,860,000	19,035,000
\$ 32,518,423	\$ 36,391,050	\$ 36,576,562	\$ 61,129,520	\$ 63,455,056	\$ 90,989,732
39.15%	35.73%	36.96%	25.27%	23.84%	17.30%

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
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	39.8	1,673	4.2%
2004	16,266	\$ 1,227,334,764	75,454	40.6	1,778	3.4%
2005	16,420	\$ 1,129,634,726	68,796	41.6	1,806	2.8%
2006	16,420	\$ 1,287,950,000	78,438	42.1	1,792	2.3%
2007	16,607	\$ 1,406,178,000	84,674	42.5	1,736	2.5%
2008	17,101	\$ 1,584,920,680	92,680	42.8	1,854	3.7%
2009	N/A	N/A	N/A	43.0	1,905	4.3%

(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	2009			2000		
	Number of Employees	Rank	Percentage of Total County Employment	Number of Employees	Rank	Percentage of Total County Employment
Aspen Skiing Company/Little Nell Hotel	3,600	1	29.40%	N/A		N/A
Aspen Valley Hospital	389	2	2.19%	N/A		N/A
City of Aspen	354	3	1.78%	N/A		N/A
St. Regis Aspen Resort	268	4	1.78%	N/A		N/A
Pitkin County	256	5	2.19%	N/A		N/A
Roaring Fork Transit Agency	250	6	2.09%	N/A		N/A
Aspen School District	238	7	1.94%	N/A		N/A
Silvertree Hotel of Snowmass	218	8	1.54%	N/A		N/A
Ritz Carlton	188	9	1.23%	N/A		N/A
Viceroy Snowmass Resort	150	10	1.23%	N/A		N/A
Total	<u>5,911</u>		<u>45.37%</u>			
Total Pitkin County Labor Force (1)	<u>12,243</u>					

(1) Total Pitkin County Labor Force provided by Colorado Dept of Local Affairs data used.

Source: Number of Employees obtained directly from the employer.

Pitkin County, Colorado

SALES TAX COLLECTIONS
(Unaudited)
Last ten years

	2000	2001	2002	2003
2-Percent sales tax (1)	<u>\$ 12,576,184</u>	<u>\$ 12,200,976</u>	<u>\$ 11,737,896</u>	<u>\$ 11,831,990</u>
Seasonal composition				
Winter	57.2%	59.0%	58.8%	58.8%
Summer	42.8%	41.0%	41.2%	41.2%
Percentage increase (decrease)	4.0%	-3.0%	-3.8%	-5.9%
1-Percent Transit sales tax (3) (4)	<u>\$ 6,048,422</u>	<u>\$ 5,891,227</u>	<u>\$ 5,676,508</u>	<u>\$ 5,705,819</u>
Percentage increase (decrease)	2.9%	-2.6%	-3.6%	-5.7%
Less payments				
To City of Aspen	561,362	2,445,633	2,265,588	2,332,993
To Snowmass Village	<u>1,068,026</u>	<u>610,088</u>	<u>678,760</u>	<u>626,558</u>
Total Deductions	<u>1,629,388</u>	<u>3,055,721</u>	<u>2,944,348</u>	<u>2,959,551</u>
Net payments to RFTA	<u>\$ 4,419,034</u>	<u>\$ 2,835,506</u>	<u>\$ 2,732,160</u>	<u>\$ 2,746,268</u>
Percentage increase (decrease)	4.3%	-35.8%	-3.6%	-37.9%
1/2 Percent Transit Sales and Use Tax (6)				
Sales tax	\$ 3,173,527	\$ 3,087,143	\$ 2,947,576	\$ 2,937,595
Use Tax	<u>493,570</u>	<u>489,096</u>	<u>469,937</u>	<u>444,861</u>
	<u>\$ 3,667,097</u>	<u>\$ 3,576,239</u>	<u>\$ 3,417,513</u>	<u>\$ 3,382,456</u>
Percentage increase	3.8%	-2.5%	-4.4%	-7.8%

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 June 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.

2004	2005	2006	2007	2008	2009
<u>\$ 12,822,448</u>	<u>\$ 14,178,348</u>	<u>\$ 15,203,474</u>	<u>\$ 15,938,167</u>	<u>\$ 16,088,635</u>	<u>\$ 13,313,300</u>
58.8%	58.8%	58.6%	58.5%	60.0%	60.6%
41.2%	41.2%	41.4%	41.5%	40.0%	39.4%
8.4%	10.6%	7.2%	4.8%	0.9%	-17.3%
<u>\$ 6,181,421</u>	<u>\$ 6,788,139</u>	<u>\$ 7,268,521</u>	<u>\$ 7,628,874</u>	<u>\$ 7,715,882</u>	<u>\$ 6,393,062</u>
8.3%	9.8%	7.1%	5.0%	1.1%	-17.1%
2,530,610	2,818,340	3,001,172	3,150,600	3,169,050	2,636,622
<u>675,631</u>	<u>702,668</u>	<u>769,010</u>	<u>806,497</u>	<u>833,178</u>	<u>679,459</u>
<u>3,206,241</u>	<u>3,521,008</u>	<u>3,770,182</u>	<u>3,957,097</u>	<u>4,002,228</u>	<u>3,316,081</u>
<u>\$ 2,975,180</u>	<u>\$ 3,267,131</u>	<u>\$ 3,498,339</u>	<u>\$ 3,671,777</u>	<u>\$ 3,713,654</u>	<u>\$ 3,076,981</u>
8.3%	9.8%	7.1%	5.0%	1.1%	-17.1%
\$ 3,203,296	\$ 3,541,310	\$ 3,825,453	\$ 3,997,592	\$ 4,034,722	\$ 3,371,170
<u>542,548</u>	<u>537,039</u>	<u>574,180</u>	<u>642,209</u>	<u>713,209</u>	<u>972,752</u>
<u>\$ 3,745,844</u>	<u>\$ 4,078,349</u>	<u>\$ 4,399,633</u>	<u>\$ 4,639,801</u>	<u>\$ 4,747,931</u>	<u>\$ 4,343,922</u>
10.7%	8.9%	7.9%	5.5%	2.3%	-8.5%

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>
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%
2008/2009	284,781	120,084	694,773	183,710	1,283,348	-12.8%
2009/2010	294,439	143,115	725,709	174,947	1,338,210	4.3%

(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 Ten Years

Function/Program	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Government										
Administrative Services	1.00	1.00	0.60	0.60	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	10.00	10.00
Board of County Commissioners	5.00	5.00	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	10.55	10.55
County Attorney	4.50	4.75	4.00	4.00	4.00	4.00	5.00	5.00	5.00	5.00
County Manager	3.75	3.75	4.60	3.80	3.80	3.80	4.80	4.80	3.80	3.80
Facilities	9.00	9.75	9.75	9.25	9.25	9.75	10.75	10.75	10.00	10.00
Finance	12.00	11.00	10.80	11.80	11.80	10.40	8.80	8.80	8.80	8.80
Human Resources	4.80	4.85	4.60	3.60	3.60	3.40	3.40	3.80	3.80	4.00
Public Relations	0.38	1.10	1.30	1.30	1.30	1.30	1.30	1.25	1.00	1.00
Technical Coordinator	-	-	-	-	-	-	-	-	1.00	-
Treasurer	3.00	3.00	3.00	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	1.75	1.00
Communications Center	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00	16.00	16.00
Detention	12.00	12.00	12.00	11.80	11.80	11.80	11.80	11.80	11.80	12.80
District Attorney	3.00	3.00	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	1.00	1.00
Sheriff	24.00	24.00	24.00	24.00	24.00	24.00	24.00	24.00	26.00	26.00
Radio/Phones	2.60	3.00	2.00	2.00	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	7.00	6.00
Planning and Zoning	9.00	10.60	10.33	9.33	9.33	9.33	10.00	10.50	10.50	10.50
Public Works										
Administrative Services	5.30	7.03	5.50	5.00	5.00	6.20	5.20	5.20	6.20	5.00
Fleet Services	5.00	5.00	5.00	5.00	5.00	5.00	5.00	6.00	6.00	6.00
Land Management	1.00	0.50	0.50	0.50	1.00	1.00	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	10.00	10.00
Translator	1.75	1.75	1.80	1.80	0.80	0.80	0.80	0.80	0.80	1.00
Health and Welfare										
Animal Safety	1.00	1.00	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	6.00	2.00
Human Services	1.37	1.50	1.50	1.50	1.50	1.50	1.50	1.75	2.00	2.00
Senior Services	3.50	3.50	3.50	3.50	3.50	3.50	4.05	4.85	5.05	5.20
Social Services	4.00	4.00	3.00	3.00	3.00	3.00	3.00	3.00	2.00	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	20.98	21.13
Open Space and Trails	2.00	3.18	3.93	3.33	3.33	3.33	5.00	5.00	5.00	5.00
Business-type										
Airport Operations	17.00	22.00	24.20	25.00	24.00	23.00	23.00	25.40	25.40	24.00
Solid Waste and Recycling	15.00	15.00	15.40	16.90	16.90	16.15	12.00	12.00	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>234.50</u>	<u>241.58</u>	<u>245.03</u>	<u>238.38</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	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Government										
Assessor										
Property transfers	2,040	1,737	1,550	1,720	1,870	2,257	2,138	1,505	1,453	1,288
Public Trustee										
Number of completed foreclosures	-	-	-	-	-	12	22	12	35	105
Clerk and Recorder										
Number of vehicle registrations	17,791	16,109	19,536	19,673	16,839	17,435	18,132	18,419	18,990	18,447
Number of registered voters	14,030	12,376	12,973	11,881	13,279	12,509	12,980	12,142	13,307	13,537
Human Resources										
Number of job applications processed	N/A	N/A	N/A	N/A	450	900	650	852	1046	634
Judicial and Public Safety										
Coroner										
Number of deaths investigated	N/A	44	29	24	22	30	33	23	29	21
Detention										
Average daily population	16	18	21	14	14	14	16	15	16	16
District Attorney										
Number of Felony cases	68	92	73	72	91	120	84	65	96	100
Number of juvenile cases	31	34	19	9	19	10	34	24	9	23
Sheriff										
Incidents handled by patrol and investigations	800	864	889	837	749	910	856	926	812	813
Building Inspections										
Number of building permits issued	286	307	177	141	154	220	220	415	364	282
Planning and Zoning										
Number of land use applications processed	197	194	182	152	227	258	271	182	199	172
Public Works										
Road and Bridge										
County roads (center lane miles)	268	270	266	266	266	264	265	265	265	265
Bridges	26	26	26	26	26	26	26	26	26	26
Health and Welfare										
Animal Control										
Number of animals placed in shelter	149	178	163	230	156	139	169	127	152	162
Environmental Health										
Number of food service inspections	182	183	86	176	168	169	165	156	165	1773
Number of septic system permit reviews	86	89	102	82	101	96	101	102	104	45
Grant Administration										
Number of county grant applications processed	15	26	28	28	39	39	44	57	55	71
Senior Services										
Number of senior lunches	7,726	7,531	7,420	8,104	9,392	9,928	10,891	10,570	10,047	10,735
Number of requests for transportation	5,026	4,455	5,075	5,819	6,799	7,395	7,592	6,985	6,498	7,399
Social Services										
Number of residents receiving public assistance	137	121	187	167	201	N/A	184	165	250	328
Cultural and Recreation										
Library										
Number of books	81,912	84,901	87,858	92,604	94,163	95,331	100,936	104,541	109,413	111,599
Open Space and Trails										
Acres of land reserved for open space	7,722	8,350	8,729	10,256	10,646	12,840	14,923	16,000	16,431	17,753
Trails maintained (lane miles)	32.62	32.62	34.62	34.89	35.18	38.01	40.00	40.00	43.00	47.00
Business-type										
Airport Operations										
Number of enplaned passengers	214,816	187,622	183,704	189,604	183,719	198,422	204,678	183,632	222,881	219,678
Solid Waste and Recycling										
Cubic yards of solid waste processed	229,000	261,000	207,000	228,000	216,000	224,000	323,000	295,000	347,094	220,000
Recycled tons processed	2.9	2.7	3.2	3.7	4.3	4.8	4.4	5.5	3.01	5.00

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			
2000	14,831	30,016	44,847	3,642	48,489	3.0%	214,816	0.4%
2001	15,996	27,978	43,974	1,998	45,972		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)
2008	20,698	20,192	40,890	3,613	44,503	5.1%	222,881	21.4%
2009	18,606	19,670	38,373	1,413	39,786	-10.6%	219,678	-1.4%

(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
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
2008	122	126,031,231	213	157,219,095
2009	51	6,763,400	187	88,570,627

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	2000	2001	2002	2003
General Government				
Land	\$ 10,800	\$ 10,800	\$ 10,800	\$ 10,800
Buildings	5,283,286	5,710,042	7,105,516	7,243,222
Improvements	47,739	64,934	64,935	204,512
Equipment	2,055,880	2,209,575	2,357,921	2,243,150
Infrastructure	-	-	-	-
Total General Government	7,397,705	7,995,351	9,539,172	9,701,684
Public Safety				
Land	392,693	392,694	392,693	392,693
Buildings	3,188,885	3,238,911	3,769,280	4,213,259
Improvements	7,840	7,840	7,840	23,696
Equipment	2,038,419	2,031,104	2,264,791	2,235,984
Total Public Safety	5,627,837	5,670,549	6,434,604	6,865,632
Public Works				
Land	8,103,174	8,100,824	1,242,025	2,636,599
Intangible Assets	-	-	-	-
Buildings	2,283,036	2,504,794	8,604,791	8,604,792
Improvements	456,190	456,190	532,675	519,597
Equipment	3,125,053	3,462,543	3,539,150	3,733,106
Infrastructure	-	-	-	25,981,675
Total Public Works	13,967,453	14,524,351	13,918,641	41,475,769
Health and Welfare				
Buildings	1,954,624	1,954,623	2,950,918	2,950,917
Improvements	65,907	79,770	79,770	95,243
Equipment	65,746	76,131	117,104	119,549
Infrastructure	-	-	-	-
Total Health and Welfare	2,086,277	2,110,524	3,147,792	3,165,709
Cultural and Recreation				
Land	26,011,725	32,320,427	32,759,043	40,523,880
Intangible Assets	-	-	-	-
Buildings	10,256	10,256	10,256	54,854
Improvements	167,677	215,477	224,216	418,739
Equipment	49,479	64,529	69,546	122,150
Infrastructure	-	-	-	5,903,775
Total Cultural and Recreation	26,239,137	32,610,689	33,063,061	47,023,398

	2004	2005	2006	2007	2008	2009
\$	10,800	\$ 10,800	\$ 10,800	\$ 2,263,452	\$ 2,263,452	\$ 2,263,452
	7,307,461	7,538,569	7,666,508	7,666,508	6,702,330	6,702,330
	204,512	204,512	204,512	204,511	169,292	157,340
	2,549,173	2,942,661	3,033,194	3,130,537	3,813,303	3,004,281
	32,768	32,768	32,768	32,768	32,768	32,768
	10,104,714	10,729,310	10,947,782	13,297,776	12,981,145	12,160,171
	392,694	392,693	392,693	392,693	392,693	392,693
	4,218,711	4,284,361	4,290,043	4,295,094	4,188,220	4,260,770
		23,696	23,696	23,696	23,696	23,696
	2,437,173	2,272,991	2,445,054	2,571,506	2,932,562	3,317,375
	7,048,578	6,973,741	7,151,486	7,282,989	7,537,171	7,994,534
	2,636,598	2,636,598	2,636,598	2,636,598	2,134,603	2,076,225
	-	-	-	-	501,996	501,996
	8,604,791	8,622,819	8,622,819	8,647,833	8,650,590	8,631,737
	519,598	519,598	519,598	519,598	658,646	658,646
	3,759,407	4,040,549	3,488,445	3,808,547	4,172,762	4,389,229
	25,981,675	26,035,967	27,058,668	27,222,384	30,175,659	30,175,659
	41,502,069	41,855,531	42,326,128	42,834,960	46,294,256	46,433,492
	2,956,939	3,156,939	3,166,861	3,166,861	4,280,106	4,290,099
	95,242	95,242	95,242	95,243	95,243	95,243
	130,292	152,589	146,227	151,664	149,703	148,807
	56,374	56,374	56,373	56,373	56,373	56,373
	3,238,847	3,461,144	3,464,703	3,470,141	4,581,425	4,590,522
	46,338,991	58,142,877	58,444,248	74,832,801	61,205,398	65,603,726
	-	-	-	-	27,432,967	43,473,026
	59,181	59,181	59,181	59,181	59,181	59,181
	418,740	436,771	498,870	498,870	488,870	488,870
	130,952	156,278	180,249	251,059	201,580	336,252
	5,903,775	6,494,844	6,494,844	10,054,340	10,054,340	10,054,340
	52,851,639	65,289,951	65,677,392	85,696,251	99,442,336	120,015,395

(Continued)

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

Last Ten Years

Function/Program	2000	2001	2002	2003
Conservation of Natural Resources				
Equipment	\$ 131,702	\$ 126,685	\$ 131,702	\$ 137,734
Total Conservation of Nat. Resources	131,702	126,685	131,702	137,734
Housing and Development				
Land	4,959,498	5,213,690	5,507,548	5,573,262
Buildings	901,157	900,000	900,000	-
Improvements	32,562	32,562	32,562	32,562
Total Housing and Development	5,893,217	6,146,252	6,440,110	5,605,824
Construction in Progress	1,732,573	3,292,003	546,683	470,697
Total Governmental	\$ 63,075,901	\$ 72,476,404	\$ 73,221,765	\$ 114,446,447
Business-type				
Airport				
Land	\$ 8,920,991	\$ 10,477,630	\$ 10,480,840	\$ 10,480,840
Intangible Assets	-	-	-	-
Construction in Progress	7,942,784	4,987,896	8,222,305	3,015,331
Buildings	5,100,793	5,531,397	5,545,589	5,735,816
Improvements	10,474,470	15,069,229	15,573,644	22,028,413
Equipment	2,634,663	4,040,162	3,809,185	3,820,695
Total Airport	35,073,701	40,106,314	43,631,563	45,081,095
Solid Waste Center				
Land	50,000	50,000	50,000	50,000
Construction in Progress	212,944	12,841	-	37,394
Buildings	490,035	503,175	503,175	503,175
Improvements	890,940	1,121,530	1,201,862	1,243,729
Equipment	858,111	872,893	907,264	1,065,143
Total Solid Waste Center	2,502,030	2,560,439	2,662,301	2,899,441
Total business-type	\$ 37,575,731	\$ 42,666,753	\$ 46,293,864	\$ 47,980,536

Source: Pitkin County Fixed Asset Management System

2004	2005	2006	2007	2008	2009
\$ 130,821	\$ 130,821	\$ 137,823	\$ 127,833	\$ 127,833	\$ 127,833
130,821	130,821	137,823	127,833	127,833	127,833
5,573,262	2,758,510	730,050	730,050	730,050	730,050
-	-	-	-	-	-
32,562	-	-	-	-	-
5,605,824	2,758,510	730,050	730,050	730,050	730,050
3,748,740	477,859	8,683,598	7,659,721	4,150,177	3,875,926
\$ 124,231,232	\$ 131,676,867	\$ 139,118,962	\$ 161,099,721	\$ 175,844,393	\$ 195,927,923
\$ 10,480,840	\$ 10,480,840	\$ 10,480,840	\$ 10,480,840	\$ 7,873,279	\$ 7,873,279
-	-	-	-	2,955,956	2,955,956
13,937,749	20,878,078	28,187,163	40,662,297	21,097,613	4,318,461
7,566,547	6,706,182	6,798,861	7,122,651	18,717,688	18,749,257
22,811,019	29,961,930	30,401,479	30,964,267	30,841,247	51,970,342
4,244,718	5,678,188	6,252,770	6,287,745	6,504,783	7,369,076
59,040,873	73,705,218	82,121,113	95,517,800	87,990,566	93,236,371
50,000	50,000	50,000	50,000	50,000	50,000
214,765	37,394	2,531	263,799	25,235	-
493,183	665,070	665,070	665,070	546,460	530,811
1,308,725	1,387,152	1,639,451	2,055,845	3,337,549	1,629,664
1,050,430	1,145,153	1,170,746	1,227,292	1,054,674	1,094,024
3,117,103	3,284,769	3,527,798	4,262,006	5,013,918	3,304,499
\$ 62,157,976	\$ 76,989,987	\$ 85,648,911	\$ 99,779,806	\$ 93,004,484	\$ 96,540,870