

PITKIN COUNTY, COLORADO
COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year ended December 31, 2010



Droste Open Space Property

**Prepared by
Finance Department**

**John Redmond
Finance Director**

Pitkin County, Colorado
Comprehensive Annual Financial Report
For the Year Ended December 31, 2010

TABLE OF CONTENTS

	Page
INTRODUCTORY SECTION	
Organization Chart and List of Officials	v
Letter of Transmittal	vii
Certificate of Achievement	xv
 FINANCIAL SECTION	
Report of Independent Certified Public Accountants	3
Management’s Discussion and Analysis	5
 Basic Financial Statements	
Government-Wide Financial Statements:	
Statement of Net Assets	19
Statement of Activities	20
 Governmental Fund Financial Statements:	
Governmental Funds - Balance Sheet	22
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	23
Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds.....	24
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	25
 Proprietary Fund Financial Statements:	
Statement of Net Assets – Proprietary Funds.....	26
Statement of Revenues, Expenses and Changes in Fund Net Assets – Proprietary Funds.....	27
Statement of Cash Flows – Proprietary Funds	28
 Fiduciary Fund Financial Statements:	
Statement of Fiduciary Net Assets – Fiduciary Funds.....	30
Statement of Changes in Fiduciary Net Assets – Retirement Trust Fund	31
 Component Unit Statements:	
Combining Statement of Net Assets – Component Units	32
Combining Statement of Activities – Component Units	33
 Notes to the Basic Financial Statements	 35

Pitkin County, Colorado
Comprehensive Annual Financial Report
For the Year Ended December 31, 2010

TABLE OF CONTENTS (CONTINUED)

	Page
Required Supplementary Information	
Schedules of Revenues, Expenditures and Changes in Fund Balances – Actual and Budget	
Major Funds:	
General Fund	66
Road and Bridge Fund	67
Transportation Sales and Use Tax Fund	68
Open Space and Trails Fund	69
Notes to the Required Supplemental Information	70
 Supplemental Information	
Combining and Individual Non-Major Fund Statements and Schedules	
Governmental Funds:	
Combining Balance Sheet Non-Major Governmental Funds	72
Combining Statement of Revenues, Expenditures and Changes in Fund Balances Non-major Governmental Funds	73
 Special Revenue Funds:	
Combining Balance Sheet Non-major Special Revenue Funds	76
Combining Statement of Revenues, Expenditures and Changes in Fund Balances Non-major Special Revenue Funds	78
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	
Social Services Fund	80
Translator Fund	81
Healthy Community Fund	82
Conservation Trust Fund	83
Healthy Rivers and Streams Fund	84
Public Health Fund	85
Ambulance District Fund	86
Employee Housing Impact Fund	87
Redstone Ranch Acres Improvement District Fund	88
Twining Flats Improvement District Fund	89
 Debt Service Funds:	
Combining Balance Sheet Non-major Debt Service Funds	92
Combining Statement of Revenues, Expenditures and Changes in Fund Balances Non-major Debt Service Funds	93
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	
County GO Debt Service Fund	94
Transit Debt Service Fund	95
Pitkin County Capital Leasing Corporation Fund	96

Pitkin County, Colorado
Comprehensive Annual Financial Report
For the Year Ended December 31, 2010

TABLE OF CONTENTS (CONTINUED)

	Page
Supplemental Information (Continued)	
Proprietary Funds – Enterprise:	
Comparative Statement of Revenues, Expenses and Changes in Fund Net Assets	
Airport Fund	98
Airport Fund Budget (Budgetary Basis) and Actual (U.S. GAAP Basis).....	99
Solid Waste Center Fund	100
Solid Waste Center Fund Budget (Budgetary Basis) and Actual (U.S. GAAP Basis).....	101
Fiduciary Funds – Agency Funds:	
Combining Statement of Changes in Assets and Liabilities – Agency Funds	103
Component Units	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget to Actual	
Pitkin County Library District	106
Emergency Telephone Authority	107
Combined Schedule of Cash and Investments	110
Combined Schedule of Governmental Revenue by Source	114
Local Highway Finance Report	120
 STATISTICAL SECTION	
Description of Statistical Trends	123
Net Assets by Component	124
Changes in Net Assets	126
Fund Balance – Governmental Funds	128
Changes in Fund Balance – Governmental Funds.....	130
Program Revenues by Functions/Program	132
Tax Revenues by Source	134
Assessed Value and Actual Value of Taxable Property	136
Direct and Overlapping Property Tax Rates	138
Principal Property Taxpayers	140
Property Tax Levies and Collections	141
Sales Tax Revenue Bond Coverage.....	142
Sales Tax Revenue Bonds – Maximum Annual Debt Services Coverage Ratio	142
Ratio of Net General Bonded Debt to Assessed Value and net Bonded Debt Per Capita	143
Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Expenditures.....	143
Ratio of Outstanding Debt by Type	144
Overlapping and Direct Governmental Activities Debt.....	145
Legal Debt Margin Information	148
Demographic and Economic Statistics	149

Pitkin County, Colorado
Comprehensive Annual Financial Report
For the Year Ended December 31, 2010

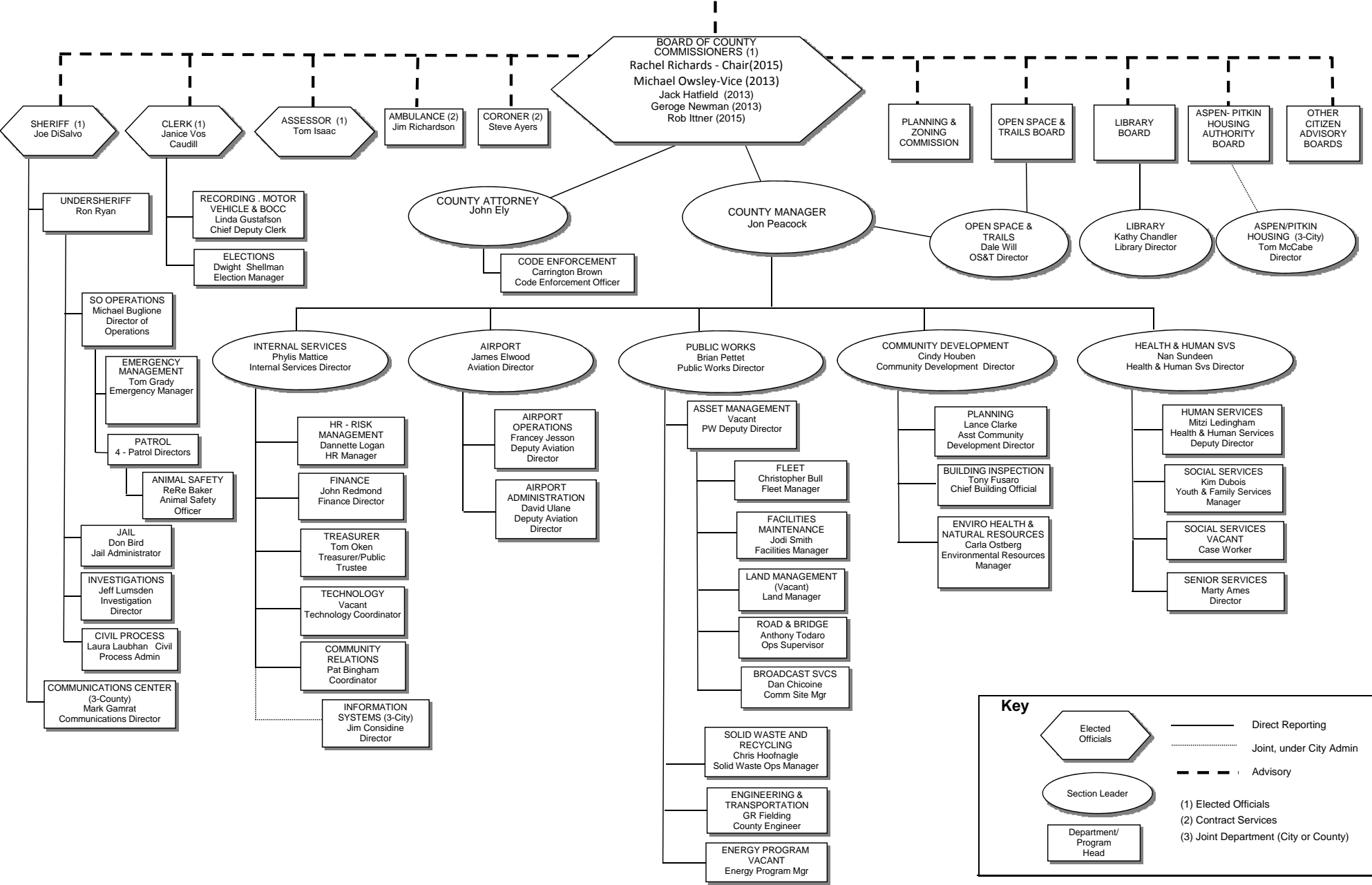
TABLE OF CONTENTS (CONTINUED)

	Page
STATISTICAL SECTION (CONTINUED)	
Principal Employers	149
Sales Tax Collections	150
Annual Skier Days by Area	152
Full-Time Equivalent County Government	153
Operating Indicators by Function/Program.....	154
Airport Operations and Enplaned Passengers	155
Construction, Bank Deposits and Property Value	156
Capital Asset Statistics by Function/Program.....	158

2010
Annual Financial Report

INTRODUCTORY SECTION

**CITIZENS OF PITKIN COUNTY, COLORADO
2011**



THIS PAGE LEFT BLANK INTENTIONALLY



FINANCE

LETTER OF TRANSMITTAL

July 26, 2011

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, 2010.

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

530 E. Main Street, Suite 201
Aspen, Colorado 81611
Phone (970) 920-5220
Fax (970) 920-5230
<http://www.aspenpitkin.com/>

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, 2010 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 17,148. 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 \$50,000 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 1.2 percent for 2010, generating \$607,991 income for the primary government and \$15,562, and \$8,019 for the Library and the Emergency Telephone Authority, the County's component units, respectively. In addition the Library District earned \$554,030 on its \$4.9 million endowment fund that is invested in various bond and stock mutual funds. See note 1-E-1 to the financial statements for additional details pertaining to the County's investments.

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

The property and general liability program provides for the County to assume a portion of self-insured losses. The County self insures the first \$50,000 of each property loss and has an aggregate stop loss of \$200,000 for general liability claims. Insurance for airport general liability and 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)	Millions	% increase (Decrease)	Millions	% increase (Decrease)	Millions	% increase (Decrease)
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%
2010	108.1	13.4%	14,148,776	6.3%	707,438,800	6.3%	\$ 1,263.0	17.8%

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 decreased by 66% through the end of 2009 compared to 2008, and increased by 13% in 2010 over 2009. Building permit valuations in 2011 remain flat to 2010 levels. Looking forward, management is taking a 3% increase annually 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 increased by 6.3% compared to 2009, half of the increase coming from an elimination of vendor rebates. 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 through 2011. Overall, real estate sales for the first six months of 2011 are even with 2010 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 2012 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 the last two years 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 2012 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 2010 that support the plan's strategic statements (listed in bold italics)

❖ ***Vibrant and Supportive Community***

- **Healthy Community Fund** - The Citizen Grant Review Committee recommended 2010 grant funding for 61 programs (nonprofits, county senior services and contract management) in the amount of \$1,561,021, broken down as follows:
 - 31 Health & Human Service agency proposals in the amount of \$1,353,721, and
 - 30 Community Non-Profit proposals in the amount of \$207,300.
- **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. Overall, the workload for Public Assistance programs has doubled from 2008 to 2010.
- **Workforce Housing Plan** – Affordable housing options for the community's workforce continues to be limited, especially for home ownership. The BOCC has committed 50% of their housing fee funds for the development of housing of Pitkin County employees and 50% for community employees eligible for affordable housing. A work group consisting of Pitkin County staff is working to identify options for creating housing units. The County's Employee Housing Ownership Program was funded with \$300,000 2 years ago and has provided 6 County employees with interest-free loans from \$15,500 to \$20,000 for their primary residence. Over \$190,000 remains available for additional home loans.
- **Library Expansion Planning** - The Library Board approved funding towards planning for the expansion of the Library. A total of 9,000 square feet of space is to be added which will include additional public meeting space, conference rooms, a quiet reading room, an expanded young adult space, outside reading space, and a larger children's room.
- **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. Funding for this was doubled in 2010.
- **Child and Adult Protection** - We attribute a dramatic increase in protection referrals to a combination of our aging population, the economy, and our improved response with this

service. Senior Services and Adult Protection staff continue to work together to enhance understanding and expertise as senior Adult Protection cases increase.

❖ ***Flourishing Natural and Built Environment***

- **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 was completed in the fall of 2010 with the anticipation of approval by the BOCC in the fall 2011.
- **Open Space and Trails** – Over 18,000 acres have been placed under ownership or conservation easement. The Crystal River project completed over five miles of trail in 2010. In December of 2010, the Droste property, an extremely critical 844 acre site, was acquired with the assistance of the City of Aspen, the Town of Snowmass Village and Great Outdoors Colorado. Work continues on a number of Open Space Master Plans and open space purchases.
- **Airport Master Plan Update** – The master plan public input process began in the fall. The objective is to prepare a 20-year development plan that is technically correct, environmentally sound, financially viable, and implementable.
- **Runway Extension Project** – Planning and coordination continued in 2010 along with the first FAA grant for utilities relocation. The project extends the runway by 1,000 feet at an estimated cost of \$15.4 million dollars. Completion of the project is expected in the fall of 2011.
- **Rio Grande Trail Improvement** – The Open Space and Trails (OST) Fund continues to 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. Phase one started in 2010 and finished in 2011. Phase two will be completed in 2012 with partial funding coming from a CMAQ grant.
- **Energy Performance Contracting** – The County, with assistance from the Governor’s Energy Office, has been working on the execution of an Energy Performance Contract in order to address various energy efficiencies and comfort problems within the County’s facilities. Improvements will save the County on utility expenditures and will have a significant impact on the quality of working environments.
- **Healthy Rivers & Streams** - \$100,000 was approved for a baseline study on the health of the Roaring Fork River between the Salvation Ditch and Castle Creek. This section of the river had been identified as a section of river that was subject to extremely low flows during the drought of 2002. There is concern that future droughts and other water management activities may cause a lower level of stream health in this river reach.

❖ ***Prosperous Economy***

- **Budget** - A balanced 2010 budget and 5-year plan were adopted despite declining flat revenue forecasts for investment income and community development fees. Staff provided the Board with quarterly budget status reports throughout the year.

- **On-line time sheets** – In an effort to improve accuracy and efficiency, labor time sheets may now be entered from any computer both internally and externally through an internet connection.
- **Advanced budgeting** – Funding for advanced budgeting to be done through the County's EDEN financial software was approved in 2010. The software allows greater use of scenarios in the budget creation process and accelerates the process of doing year-end revenue and expense projections. Installation has been completed in 2011.
- **Staffing Review** – A Staffing and Compensation Committee continues to review requests for filling vacancies within the organization. Due to continued uncertain economic conditions, greater scrutiny is being placed on all hiring. A committee representing a broad range of managers within the organization is being utilized.

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, 2009. 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-eight 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



Jon Peacock
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, 2009

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

THIS PAGE LEFT BLANK INTENTIONALLY

2010
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, 2010 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, 2010, 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 4-D to the financial statements, the County restated its 2010 beginning fund balance for the Transportation Sales & Use Tax fund and beginning net asset balance in the Governmental Activities to account for use tax revenues that should not have been recognized in prior years. In addition, as discussed in Note 4-D to the financial statements, the County restated its 2010 beginning net asset for the Solid Waste fund and the beginning net assets in the Business Type Activities to account for landfill inventory that should have been recognized in prior years.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 26, 2011 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 management's discussion and analysis and budgetary comparison information on pages 5 through 16 and pages 65 through 70 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 with December 31, 2009 actual information, 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 cursive script that reads "Eric Sully LLP". The signature is written in black ink and is positioned above the typed name and date.

Golden, CO
July 26, 2011

THIS PAGE LEFT BLANK INTENTIONALLY

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, 2010. 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 \$264,848,824 (net assets) at the end of 2010, reflecting an increase of \$9,242,904 (3.7%) in net assets during 2010.
 - The County's governmental funds reported a total ending fund balance of \$34,445,173 this year. Of this year-end total, approximately \$25.4 million is unreserved and \$9.0 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, \$7.7 million is in special revenue funds and may only be used for the purpose specified. The remaining unreserved \$17.7 million is in the general fund and includes \$2.6 million set aside for subsequent years' expenditures and \$15.1 million designated by management for use as detailed in Note 3-L.
 - The total ending fund balances of governmental funds show a decrease of \$9.0 million. The Open Space and Trails Fund used fund balance of \$10.2 million, and Road and Bridge used \$1.0 million. The General Fund increased fund balance by \$893,643 and other special revenue funds increased \$1.1 million with the TV and FM Translator fund increasing \$516,642 and the Healthy Rivers and Streams fund increasing \$368,936. 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.
 - ✓ The Open Space and Trails Fund reported a fund balance deficit of \$10.8 million due to the acquisition of Droste Ranch. This 841 acre property is located above the Brush Creek Valley outside of Snowmass Village. This parcel links to approximately 2,300 acres already purchased or conserved in the area and preserves critical winter range and elk migration corridor. Pitkin County collaborated with the Town of Snowmass Village, the City of Aspen and the Great Outdoors Colorado to obtain funding for this property.
 - ✓ The funding for road maintenance and projects was reduced to \$400,000 in 2009 and 2010. A \$1 million project was completed to provide much needed safety improvements to the Smith Hill intersection.
 - ✓ Digital conversion for Pitkin County TV service was completed in 2010 with financial assistance through a federal grant. Digital TV provides more channels, better reception and a higher quality picture to viewers.
 - ✓ There were no major projects funded from the Transportation Sales and Use Tax in 2010.
- 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 19 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. 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 fund statements report short-term calendar-year accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

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

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

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

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

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

Notes to the Basic Financial Statements

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

Required and Other Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information to demonstrate compliance with the County's adopted and final revised budget. Budgetary comparison statements are included as "required supplementary information," beginning on page 65, 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 \$264,848,824. 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 \$227,529,730 include property and equipment, less accumulated depreciation and any outstanding debt that was issued to purchase or construct capital assets.
- (2) Net assets of \$26,220,595 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:

Affordable Housing	\$ 9,627,638
Airport	11,271,356
Ambulance District	749,494
Debt Service	38,088
General Fund local restrictions	462,386
Health and public welfare services	251,858
Healthy Rivers and Streams fund	994,032
Open Space and Trails deficit	(10,371,301)
Public Improvement Districts	16,167
Statutory Reserve for Emergencies	1,549,059
Transportation	10,926,613
TV and FM broadcast services	705,205

- (3) Unrestricted net assets of \$11,098,499 represent the portion available to maintain the County's general obligations to citizens and creditors of which \$1,785,911 is held by business-type activities and \$9,312,588 is held in governmental activities.

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

	Summary of Net Assets					
	Governmental Activities		Business-type Activities		Total	
	2010	2009 restated	2010	2009 restated	2010	2009 restated
Assets:						
Current assets	\$ 62,906,332	\$ 71,304,579	\$ 14,394,967	\$ 13,633,168	\$ 77,301,299	\$ 84,937,747
Restricted and other assets	54,123	205,091	2,989,241	2,886,347	3,043,364	3,091,438
Noncurrent assets	173,849,515	153,928,210	72,781,963	74,535,500	246,631,478	228,463,710
Total assets	236,809,970	225,437,880	90,166,171	91,055,015	326,976,141	316,492,895
Liabilities						
Current liabilities	30,402,705	30,060,828	1,523,705	1,230,400	31,926,410	31,291,228
Long-term liabilities	26,150,840	25,335,892	4,050,067	4,259,855	30,200,907	29,595,747
Total Liabilities	56,553,545	55,396,720	5,573,772	5,490,255	62,127,317	60,886,975
Net assets:						
Invested in capital assets, net of debt	155,994,598	134,717,335	71,535,132	72,977,503	227,529,730	207,694,838
Restricted	14,949,239	25,861,164	11,271,356	10,438,724	26,220,595	36,299,888
Unrestricted	9,312,588	9,462,661	1,785,911	2,148,533	11,098,499	11,611,194
Total net assets	\$ 180,256,425	\$ 170,041,160	\$ 84,592,399	\$ 85,564,760	\$ 264,848,824	\$ 255,605,920

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 2.1 to 1 and 9.5 to 1 for business-type activities. For the County overall, the current ratio is 2.4 to 1.

Note that approximately 87% of the governmental activities' net assets and 85% of the business-type activities net assets are invested in capital net of related debt. The County uses these capital assets to provide services to its citizens. Capital assets in the business-type activities not only provide services, but they also generate revenues. Capital assets comprise 86% of the County's total net assets.

Changes in Net Assets

Net assets increased by \$10,215,265 for governmental activities and decreased by \$972,361 for business-type activities. Acquisition of capital assets accounts for the majority of the increase for the governmental activities. The acquisition of the Droste property increased capital assets by \$17 million and resulted in a deficit fund balance in the Open Space Fund of \$10,862,221 that will be funded with property tax payments collected in 2011. Other assets acquired by the governmental funds were an acceleration lane at Highway 82 and Smith Hill, construction of a data center, and several vehicles. The net assets for business-type activities decreased because depreciation expense and debt service payments exceeded asset additions. Most acquisition for the proprietary funds were acquired by the airport with runway extension and a runway plow being the most significant additions. 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	
	2010	2009 restated	2010	2009 restated	2010	2009 restated
Revenues:						
Program:						
Charges for services	\$ 8,852,833	\$ 7,663,813	\$ 11,149,325	\$ 10,201,088	\$ 20,002,158	\$ 17,864,901
Operating grants	3,294,485	3,791,225	388,868	366,766	3,683,353	4,157,991
Capital grants	4,306,982	12,402,832	3,468,958	6,078,666	7,775,940	18,481,498
General:						
Taxes	39,619,339	36,572,328	-	-	39,619,339	36,572,328
Investment earnings	607,991	863,868	176,697	288,825	784,688	1,152,693
Total revenues	<u>56,681,630</u>	<u>61,294,066</u>	<u>15,183,848</u>	<u>16,935,345</u>	<u>71,865,478</u>	<u>78,229,411</u>
Program Expenses:						
General government	9,023,399	9,112,736	-	-	9,023,399	9,112,736
Public safety	7,677,119	8,585,020	-	-	7,677,119	8,585,020
Public works	17,821,483	16,126,086	-	-	17,821,483	16,126,086
Health and welfare	4,209,970	4,159,235	-	-	4,209,970	4,159,235
Culture and recreation	6,358,219	7,872,276	-	-	6,358,219	7,872,276
Conservation	8,857	17,169	-	-	8,857	17,169
Housing and development	407,926	231,392	-	-	407,926	231,392
Interest and other debt items	1,229,392	1,282,901	-	-	1,229,392	1,282,901
Airport	-	-	11,654,845	10,899,761	11,654,845	10,899,761
Solid waste	-	-	4,231,364	5,013,824	4,231,364	5,013,824
Total expenses	<u>46,736,365</u>	<u>47,386,815</u>	<u>15,886,209</u>	<u>15,913,585</u>	<u>62,622,574</u>	<u>63,300,400</u>
Excess (deficiency)	9,945,265	13,907,251	(702,361)	1,021,760	9,242,904	14,929,011
Transfers	270,000	270,000	(270,000)	(270,000)	-	-
Change in net assets	10,215,265	14,177,251	(972,361)	751,760	9,242,904	14,929,011
Beginning net assets (restated)	170,041,160	155,863,909	85,564,760	84,813,000	255,605,920	240,676,909
Ending net assets	<u>\$ 180,256,425</u>	<u>\$ 170,041,160</u>	<u>\$ 84,592,399</u>	<u>\$ 85,564,760</u>	<u>\$ 264,848,824</u>	<u>\$ 255,605,920</u>

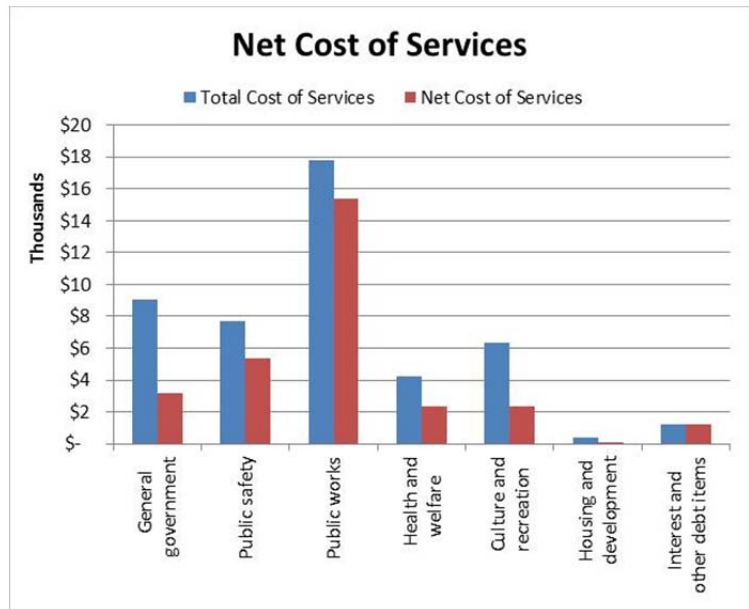
Governmental Revenues

Program revenues provided 29% to support of governmental operations. This means that the County's taxpayers and other general governmental revenues fund 71% of the governmental activities. Property taxes and sales and use taxes provide general support for the County's operations with property tax providing 37% and sales and use tax providing 32%. Sales tax revenues resumed growth in 2010 resulting in a 6.3% increase in collections, up from a 17.7% decline in 2009. Forty-one percent (\$23.3 million) of general revenues are dedicated to support regional transportation and the open space and trails program, leaving approximately one third (\$12.1 million) of the total tax revenues to support core services (including roads, buildings, law enforcement, public assistance, and community development) for its citizens. Investment income provided another \$607,991 to support governmental activities. Interest rates continue to decline resulting in a decline of \$255,000 from this revenue source. Sales and use tax has declined \$1.5 million and interest income has declined \$600,000 from high revenues seen in 2008.

Governmental Functional Expenses

The public works, general government and public safety functions make up approximately 73.9% of the total governmental activities expenses. Public works totals 38.1% of total governmental expenses of which 29.4% was spent the county road and bridge fund (including depreciation of approximately \$950,000), 60.1% going to transportation needs of the County and 3.1% to TV/FM translators. The general government function, including 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 16.4% of the total costs.

This chart displays the net cost of each of the County's programs, (i.e., total cost less revenues generated by the activities). Net costs of services illustrates 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 19.4% to 10.7% of total net expenses. The public works function's net costs increase to 51.4% because this function does not generate substantial program revenues.



Business-Type Activities

The airport is the County's primary enterprise fund. Operating revenues for this fund increased 5.9% from 2009 and operating expenses increased 5.5% from 2009. The airport reported an operating loss of \$4.2 million in 2010. The FAA contributes 95% of most capital projects but nothing to the depreciation of those projects. After adding capital contributions, the airport had an unfavorable change in net assets of \$494,000. General aviation revenues (landing fees and fuel flowage fees) increased slightly in 2010, due to a modest uptick in general aviation activity. Frontier Airlines, however, significantly reduced their off-season flight frequency, resulting in lower than forecasted landing fees and rent revenues. United/SkyWest Airlines saw frequency increases, which more than offset Frontier's reductions.

In 2010, the airport did not undertake or complete any significant improvement projects. To that end, depreciation exceeded capital contributions resulting in a change in net assets of (\$493,789). In 2011, the airport will complete a \$15.4 million capital runway extension project, which will result in a 2011 year end positive change in net assets.

The Solid Waste Center fund showed net operating loss of \$258,808. A slight uptick in the construction industry related debris resulted in an increase in tipping fees of \$548,000, which is still \$1.5 million short of the collections seen in 2008. Reduced tipping fees for sorted construction material encourage haulers to deliver materials that can be recycled by the landfill. This strategy not only will extend the life of the site, by provides the landfill with a revenue stream by using these materials for the production of aggregate materials. The aggregate waste program resulted in an increase in operating expenses in 2008 due to a one-time charge for rental equipment. This explains the \$756,000 reduction in operating expenses between 2009 and 2010. Additionally, it was determined that the amount of aggregate material on hand was sufficient to require booking an inventory. The landfill had aggregate materials valued at \$328,500 on hand at December 31, 2010, which is estimated to generate \$654,000 of revenue when sold. The cost of producing aggregate material is recognized when sold.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

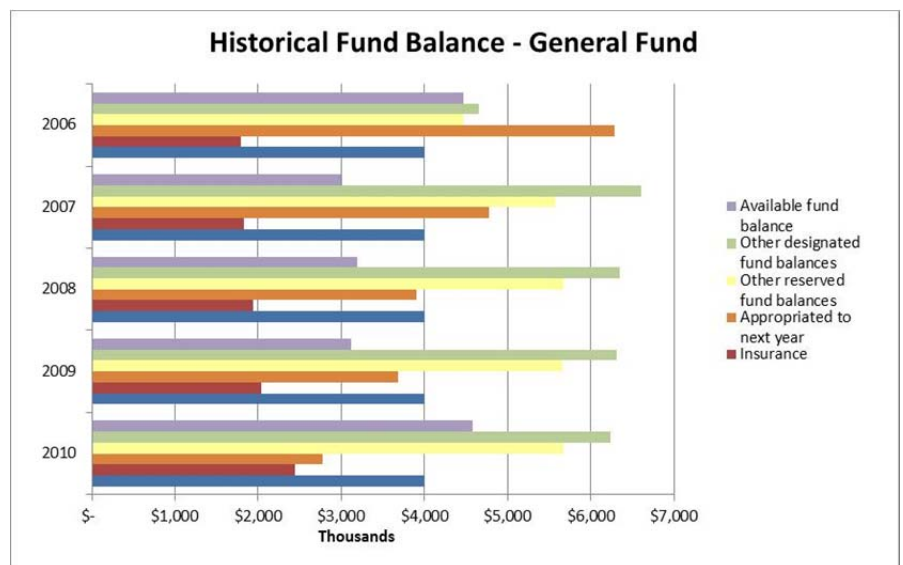
Governmental Funds

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 resources 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, Transportation Sales and Use Tax, and Open Space and Trails funds are the County's three major governmental funds. The activity for the Road and Bridge fund does not always meet the criteria to be included as a major fund, however the County considers this to be an essential service and has opted to present it as a major fund.

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 fund balance of the General Fund increased by \$894,000 to \$25.7 million. This balance includes a contingency fund balance of \$4 million. Unreserved fund balance of \$17.7 million also includes \$5.7 million to plan and fund future building needs, \$2.6 million designated to complete projects begun in 2010 but not completed and \$4.6 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.

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 dedicated for road repair, maintenance and capital improvements. In addition, the general fund allocated general sales taxes of \$1.1 million to the road and bridge fund to support operations, repair and construction activities. In November 2008, the Commissioners sought voter approval from the taxpayers to support additional funding for road improvements. This request was narrowly defeated and resulted in a reduction of support for road improvement activities to \$400,000 annually. The only significant project in 2010 was the \$1.1 million improvement to the intersection at Smith Hill and Highway 82. Approximately one-half the funding for this project came from a fund balance restricted for Hwy 82 improvements. A \$1.8 million balance is available to fund future improvements.

Transportation Sales and Use Tax Fund

The transportation sales and use tax fund collects taxes that support the Roaring Fork Transportation Authority (RFTA) and other transit needs. A 1% County-wide transportation sales tax is distributed to RFTA, the City of Aspen and the Town of Snowmass Village for mass transit services. A 0.5% transportation sales and use tax is also maintained in this fund. 81% of the 0.5% sales tax is distributed to RFTA. The remaining 0.5% revenues are used to underwrite free bus service between Aspen, Snowmass Village, and Woody Creek and are being saved for a future Entrance-to-Aspen project and a Snowmass Village transit center. Since all of the 1% tax proceeds are distributed, the ending fund balance of \$9.4 million is entirely from the proceeds of the .5% sales and use tax. With a recovering economy, total fund revenues increased 6.8% in 2010 after a decline of 17.7% in 2009. Sales tax revenues are still trailing 2008 collections.

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 2010 of \$10.8 million is due to the acquisition of the Droste property that occurred in December. This acquisition protects the Brush Creek corridor from future development and maintains critical recreational and wildlife habitat. Contributions from other local municipalities and the Great Outdoors Colorado program totaling \$4.5 million and property tax revenues to be collected in 2011 of \$12.3 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	64%	40%	25%	14%
Large Cap Stock Funds	18%	31%	37%	41%
Mid Cap Stock funds	2%	3%	4%	4%
Small cap Stock Funds	2%	2%	3%	4%
Foreign Sock Funds	8%	14%	18%	20%
Real Estate Fund	3%	5%	6%	7%
Commodity Fund	3%	5%	7%	10%
2010 annual investment return	11.2%	13.2%	14.1%	15.2%

GENERAL FUND BUDGETARY HIGHLIGHTS

In December 2009, the Board of County Commissioners appropriated \$19.2 million for 2010 general fund expenditures. The general fund budget was amended during the year. The final budget anticipated a decrease of \$4.1 million to the general fund balance.

2010 General Fund Budget

	Original Budget	Amendments	Final Budget	Actual	Positive (negative) variance
Revenue and other financing sources	\$ 19,071,846	\$ 1,540,090	\$ 20,611,936	\$ 21,041,417	\$ 429,481
Expenditures and other financing uses	19,224,571	5,445,245	24,669,816	20,147,774	4,522,042
	\$ (152,725)	\$ (3,905,155)	\$ (4,057,880)	\$ 893,643	\$ 4,951,523

Midyear budget amendments included:

- Budget appropriations lapse at year-end, so it is necessary to appropriate budgets for projects not completed in 2009. The net value of these projects totaled \$3.5 million explaining the majority of the increase to the 2010 budget. Fund balance in prior periods provided financing for these projects. A budget of \$1.4 million was carried forward for the technology pool. This funding is earmarked to promote improvements to software, computer replacements and other technology improvements

needed to improve and maintain workflow and communication systems necessary to provide efficient services. Unfinished 2009 projects included web improvements, treasurer and assessor software and a data center. Significant other projects included: various planning studies (\$100,000); senior service programs (\$144,000); elections and clerk equipment (\$146,000); funding for an employee housing assistance program (\$263,000); funding for litigation and water rights contingencies (\$182,000); various law enforcement and emergency management programs (\$246,000); restablization of the Coke Redstone Ovens (\$155,000); and several small building improvement projects (\$187,000). The balance represents projects under \$50,000 for various projects in multiple departments of the general fund.

- Very few budget adjustments were approved in 2010 due to the budget constraints resulting from the downturn in the economy. A reallocation of sales tax between the general fund and the road and bridge fund totaling \$290,000 for payment of a grader and accounts for the balance of the change and a transfer to the Lease Certificates of Participation fund for the retirement of that bond issue were two significant increases to expenditures. In addition, several grants including an energy management program, restabilization of the Redstone coke ovens and courthouse security were received minimizing impacts to the general fund balance.

The final budget assumed a use of fund balance totaling \$4.1 million with \$2.6 designated for 2010 projects not completed. Actual revenues exceeded expenditures in the general fund by \$894,000 reflecting a favorable budget to actual variance of \$2.2 million. Overall the budget to actual results anticipated a \$1.3 million loss and the actual results showed a \$894,000 increase in fund balance.

The impacts of the national recession have influenced a number of revenue sources. Sales tax revenues were up from 2009 and slightly ahead of budget but are still \$1.6 million below the 2008 collections. Public Trustee fees increase approximately \$350,000 over 2009 due to increased foreclosure activity and planning and building fees are down approximately \$230,000 from last year. The general fund's share of specific ownership tax is declining because of a reduction in new car sales and a lower percentage of property tax to the county-wide tax collections. Furthermore, interest income continues to deteriorate with falling interest rates. Interest income has declined almost \$1.5 million annually since 2008. Clerk's fees have also taken a downturn caused by substantially lower sales activity at a lower sales prices resulting in revenues being about one-half as those realized in 2005 through 2007. Even though revenues showed a favorable budget to actual variance, the overall trend is that revenues have slumped since 2008. A grant for the upgrade to the Ajax Mountain repeater site that is used for emergency services communication was improved with the help of a federal grant and the County also received several small energy and ARRA grants in 2010.

The management of the county has reacted to the reduction of revenues by delaying or postponing capital outlays. Analysis of the County's fleet needs resulted in moving departmental vehicles to pooled vehicles to reduce the fleet by five vehicles. Additionally, almost \$1 million less was spent on building improvements in 2010 than in previous years. Three staff positions were eliminated and one position was added in 2010. An accountant, road and bridge operator, and a facilities project coordinator were eliminated. The County formed its own IT department for law enforcement rather than contracting with the City of Aspen requiring an addition of an application specialist. Increases to the cost of providing health insurance to employees and severance paid to the County manager resulted in a slight increase to general fund salaries in spite of these reductions. Finally, the general fund contribution to road projects was reduced to \$400,000 for 2009 and 2010, when historical investments have been between \$1.6 and \$1.9.

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 \$173,611,838 and \$72,781,963 respectively. The net investment increased by 19.9% for governmental activities and decreased 2.4% for business-type activities. The overall increase was 7.9% 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	
	2010	2009	2010	2009	2010	2009
Non-depreciable assets:						
Land	\$ 86,388,964	\$ 71,066,146	\$ 7,923,279	\$ 7,923,279	\$ 94,312,243	\$ 78,989,425
Intangibles	46,050,021	43,975,021	2,955,956	2,955,956	49,005,977	46,930,977
Construction in progress	1,649,975	3,875,926	5,334,245	4,318,461	6,984,220	8,194,387
Total non-depreciable	<u>134,088,960</u>	<u>118,917,093</u>	<u>16,213,480</u>	<u>15,197,696</u>	<u>150,302,440</u>	<u>134,114,789</u>
Depreciable assets:						
Buildings	24,193,972	23,944,117	19,131,838	19,280,068	43,325,810	43,224,185
Improvements other than buildings	1,409,931	1,423,794	53,748,620	53,600,006	55,158,551	55,023,800
Machinery and equipment	13,661,615	11,323,778	9,745,666	8,463,100	23,407,281	19,786,878
Infrastructure	44,852,747	40,319,141	-	-	44,852,747	40,319,141
Total depreciable assets	<u>84,118,265</u>	<u>77,010,830</u>	<u>82,626,124</u>	<u>81,343,174</u>	<u>166,744,389</u>	<u>158,354,004</u>
Less accumulated depreciation	<u>44,595,387</u>	<u>42,141,915</u>	<u>26,057,641</u>	<u>22,005,370</u>	<u>70,653,028</u>	<u>64,147,285</u>
Book value - depreciable assets	<u>39,522,878</u>	<u>34,868,915</u>	<u>56,568,483</u>	<u>59,337,804</u>	<u>96,091,361</u>	<u>94,206,719</u>
Percentage depreciated	<u>47%</u>	<u>45%</u>	<u>68%</u>	<u>73%</u>	<u>58%</u>	<u>59%</u>
Book value - all assets	<u>\$ 173,611,838</u>	<u>\$ 153,786,008</u>	<u>\$ 72,781,963</u>	<u>\$ 74,535,500</u>	<u>\$ 246,393,801</u>	<u>\$ 228,321,508</u>

At December 31, 2010 the depreciable capital assets for governmental activities were 47% depreciated compared to 45% at December 31, 2009. 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, less than half the value of the assets have been used which indicates that the County needs to continue planning its replacement of its capital assets. Land and intangible assets represent 76% of the total assets showing the continued investment by the open space program.

Open Space and Trails acquisitions continue to represent the majority of the increase to the county's capital assets. During 2010, Open Space and Trails inventory increased by 925 acres. The five fee simple properties were added to the inventory during 2010: Droste, Avalanche Boat Launch, Downey, Cerise and Schoellkopf. A fishing easement at St. Jude's ranch provides access to the Roaring Fork River. In addition, five miles of trail surface was constructed on the Crystal Trail and work on the Rio Grande and Aspen-Stillwater trail was begun. These acquisitions accounted for all of the additions in the non-depreciated assets.

Vehicle acquisitions totaled \$557,000 with the addition of a grader, street sweeper and two vehicles for the Road and Bridget Fund, five new sheriff's vehicles, and ambulance and two new departmental vehicles. A \$600,000 data center was constructed and improvements to several software programs (Assessor, treasurer, web, law enforcement and digital mapping) totaled \$390,000. The acceleration lane at Smith Hill and Hwy 82 was valued at \$1.1 million.

For the County's business type activities, the asset values were 73% depreciated at December 31, 2009 and 68% at December 31, 2010. Depreciation expense exceeded the value of new acquisitions resulting in a decrease of net asset values in the proprietary funds. The airport purchases of a de-icer and plow, car wash facility improvements, Smart ID cards, a safety-training program and landscaping improvements were significant acquisitions in 2010. Planning for the runway extension was also capitalized with the project to occur the summer of 2011. This project will allow flights to takeoff with a full passenger loads providing more efficiency for takeoffs. The project will not result in large jets flying into/out of the airport. The FAA will cover approximately 82% of the \$15.4 million cost.

Long-term Debt

At the end of the calendar year, general obligation bonds and notes of \$18,219,600 and sales tax revenue bonds totaling \$8,360,000 were outstanding. The airport has a low-interest loan from the State with an outstanding balance of \$1,246,831. The County repaid its lease certificates of participation in 2010. On December 22, 2010, the County issued additional transit debt; \$2,530,000 of Taxable Sales Tax Revenue Build America Bonds, Series 2010 A and \$5,830,000 of Tax-Exempt Sales Tax Revenue Refunding Bonds, Series 2010 B. Despite extending the term and increasing the debt service by approximately \$252,000 of the Series 1998 and Series 2001 bonds, the County realized a net present value savings of approximately \$296,000. Citing the County's strong financial position, Moody's Investor Service upgraded the County's general obligation bond rating to Aa2.

Outstanding Borrowings

	Governmental Activities		Business-type Activities		Totals		% Change
	2010	2009	2010	2009	2010	2009	
Lease COPs	\$ -	\$ 625,000	\$ -	\$ -	\$ -	\$ 625,000	-100%
General obligation bonds	18,175,000	19,035,000	-	-	18,175,000	19,035,000	-5%
Revenue bonds and loans	8,360,000	5,955,000	1,246,831	1,557,997	9,606,831	7,512,997	28%
Special assessment bonds	44,600	50,631	-	-	44,600	50,631	-12%
Landfill closure and postclosure care	-	-	2,989,241	2,886,347	2,989,241	2,886,347	4%
Claims	825,110	840,916	-	-	825,110	840,916	-2%
Compensated absences	1,302,040	1,282,944	168,469	158,348	1,470,509	1,441,292	2%
Total	\$ 28,706,750	\$ 27,789,491	\$ 4,404,541	\$ 4,602,692	\$ 33,111,291	\$ 32,392,183	2%

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.

BASIC FINANCIAL STATEMENTS

THIS PAGE LEFT BLANK INTENTIONALLY

Pitkin County, Colorado
Statement of Net Assets
December 31, 2010

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets				
Current Assets				
Equity in pooled cash and investments	\$ 34,038,655	\$ 12,723,142	\$ 46,761,797	\$ 2,043,739
Other cash and investments	-	-	-	4,881,855
Receivables:				
Accounts	622,786	1,200,709	1,823,495	96,398
Property taxes	21,543,802	-	21,543,802	3,181,644
Sales taxes	1,877,425	-	1,877,425	-
Intergovernmental	4,823,584	142,616	4,966,200	-
Notes	80	-	80	-
Inventory	-	328,500	328,500	-
Total Current Assets	<u>62,906,332</u>	<u>14,394,967</u>	<u>77,301,299</u>	<u>10,203,636</u>
Noncurrent Assets				
Restricted and other assets				
Equity in pooled cash and investments	54,123	2,989,241	3,043,364	-
Nondepreciable capital assets	134,088,960	16,213,480	150,302,440	194,038
Depreciable capital assets, net	39,522,878	56,568,483	96,091,361	4,385,929
Unamortized bond issuance costs	237,677	-	237,677	-
Total Noncurrent Assets	<u>173,903,638</u>	<u>75,771,204</u>	<u>249,674,842</u>	<u>4,579,967</u>
Total Assets	<u>236,809,970</u>	<u>90,166,171</u>	<u>326,976,141</u>	<u>14,783,603</u>
Liabilities				
Current Liabilities				
Accounts payable	1,116,715	885,096	2,001,811	48,277
Contracts payable	89,833	15,038	104,871	-
Accrued liabilities	618,651	103,209	721,860	57,295
Intergovernmental payable	3,980,775	117,220	4,097,995	852
Accrued interest payable	130,577	15,345	145,922	-
Deposits	626,533	33,323	659,856	-
Unearned revenue	22,082,775	-	22,082,775	3,181,644
Claims payable	330,044	-	330,044	-
Compensated absences payable	260,408	33,694	294,102	24,508
General obligation bonds payable	881,394	-	881,394	-
Revenue bonds payable	285,000	320,780	605,780	-
Total Current Liabilities	<u>30,402,705</u>	<u>1,523,705</u>	<u>31,926,410</u>	<u>3,312,576</u>
Long-Term Liabilities:				
Closure and postclosure care obligations	-	2,989,241	2,989,241	-
Claims payable (net of current portion)	495,066	-	495,066	-
Compensated absences payable (net of current portion)	1,041,632	134,775	1,176,407	98,030
General obligation bonds payable (net of current portion)	16,780,446	-	16,780,446	-
Revenue bonds payable (net of current portion)	7,833,696	926,051	8,759,747	-
Total Long-Term Liabilities	<u>26,150,840</u>	<u>4,050,067</u>	<u>30,200,907</u>	<u>98,030</u>
Total Liabilities	<u>56,553,545</u>	<u>5,573,772</u>	<u>62,127,317</u>	<u>3,410,606</u>
Net Assets				
Invested in capital assets, net of related debt	155,994,598	71,535,132	227,529,730	4,579,967
Restricted for:				
Open space	(10,371,301)	-	(10,371,301)	-
Transportation and roads	10,926,613	-	10,926,613	-
Affordable housing	9,627,638	-	9,627,638	-
Statutory reserve for emergencies	1,549,059	-	1,549,059	128,781
Debt service	38,088	-	38,088	-
Ambulance District	749,494	-	749,494	-
Airport	-	11,271,356	11,271,356	-
General Fund local restrictions	462,386	-	462,386	-
Human services and public welfare services	251,858	-	251,858	-
TV and FM broadcast services	705,205	-	705,205	-
Public Improvement Districts	16,167	-	16,167	-
Healthy Rivers and Streams fund	994,032	-	994,032	-
Library capital projects	-	-	-	5,344,144
Unrestricted	9,312,588	1,785,911	11,098,499	1,320,105
Total Net Assets	<u>\$ 180,256,425</u>	<u>\$ 84,592,399</u>	<u>\$ 264,848,824</u>	<u>\$ 11,372,997</u>

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Statement of Activities
For the Year Ended December 31, 2010

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	\$ 9,023,399	\$ 4,782,871	\$ 1,037,064	\$ -	\$ (3,203,464)
Public safety	7,677,119	1,908,214	39,693	333,387	(5,395,825)
Public works	17,821,483	1,005,603	1,031,989	344,066	(15,439,825)
Health and welfare	4,209,970	462,440	1,134,501	-	(2,613,029)
Culture and recreation	6,358,219	350,487	-	3,629,529	(2,378,203)
Conservation of natural resources	8,857	31,167	51,238	-	73,548
Housing and development	407,926	312,051	-	-	(95,875)
Interest	1,229,392	-	-	-	(1,229,392)
Total Governmental Activities	46,736,365	8,852,833	3,294,485	4,306,982	(30,282,065)
Business-Type Activities:					
Airport	11,654,845	7,176,769	388,868	3,468,958	-
Solid Waste Center	4,231,364	3,972,556	-	-	-
Total Business-Type Activities	15,886,209	11,149,325	388,868	3,468,958	-
Total - Primary Government	\$ 62,622,574	\$ 20,002,158	\$ 3,683,353	\$ 7,775,940	(30,282,065)
Component Units					
Emergency Telephone Authority	274,944	547,734	-	-	-
Pitkin County Library District	3,446,249	14,732	52,146	-	-
Total - Component Units	\$ 3,721,193	\$ 562,466	\$ 52,146	\$ -	-
General Revenues					
Property taxes levied for:					
General government purposes					20,546,313
Debt service					457,332
Sales taxes					18,013,414
Other taxes					602,280
Investment earnings					607,991
Total General Revenues					40,227,330
Transfers					270,000
Total General Revenues and Transfers					40,497,330
Change in Net Assets					10,215,265
Net Assets Beginning of Year (restated)					170,041,160
Net Assets End of Year					\$ 180,256,425

See accompanying notes to the basic financial statements

Revenue and Changes in Net Assets		
Primary Government		
Business-Type		
Activities	Total	Component Units
\$ -	\$ (3,203,464)	\$ -
-	(5,395,825)	-
-	(15,439,825)	-
-	(2,613,029)	-
-	(2,378,203)	-
-	73,548	-
-	(95,875)	-
-	(1,229,392)	-
-	(30,282,065)	-
(620,250)	(620,250)	-
(258,808)	(258,808)	-
(879,058)	(879,058)	-
(879,058)	(31,161,123)	-
-	-	272,790
-	-	(3,379,371)
-	-	(3,106,581)
-	20,546,313	3,045,309
-	457,332	-
-	18,013,414	-
-	602,280	86,942
176,697	784,688	577,611
176,697	40,404,027	3,709,862
(270,000)	-	-
(93,303)	40,404,027	3,709,862
(972,361)	9,242,904	603,281
85,564,760	255,605,920	10,769,716
\$ 84,592,399	\$ 264,848,824	\$ 11,372,997

Pitkin County, Colorado
Balance Sheet
Governmental Funds
December 31, 2010

	General	Road and Bridge	Transportation Sales and Use Tax	Open Space and Trails	Other Governmental Funds	Total Governmental Funds
Assets						
Equity in pooled cash and investments	\$ 14,447,389	\$ 1,707,287	\$ 9,879,458	\$ -	\$ 8,004,521	\$ 34,038,655
Receivables:						
Accounts	578,564	-	41,399	-	2,823	622,786
Property taxes	5,529,430	412,589	-	12,344,516	3,257,267	21,543,802
Sales and use taxes	-	-	1,759,925	-	117,500	1,877,425
Intergovernmental	3,957,550	289,755	-	232,082	344,197	4,823,584
Due from other funds	10,312,681	-	-	-	-	10,312,681
Other	80	-	-	-	-	80
Restricted cash and investments						
Equity in pooled cash and investments	-	-	-	-	54,123	54,123
Total Assets	\$ 34,825,694	\$ 2,409,631	\$ 11,680,782	\$ 12,576,598	\$ 11,780,431	\$ 73,273,136
Liabilities and Fund Balances						
Liabilities						
Accounts payable	\$ 638,798	\$ 74,538	\$ 7,358	\$ 285,397	\$ 110,624	\$ 1,116,715
Contracts payable	17,368	22,949	-	49,516	-	89,833
Accrued liabilities	539,118	44,192	-	21,949	13,392	618,651
Intergovernmental payable	1,807,903	2,649	1,722,573	424,618	23,032	3,980,775
Due to other funds	-	-	-	10,310,323	2,358	10,312,681
Funds held in trust	588,783	35,250	-	2,500	-	626,533
Deferred revenue	5,531,620	412,589	522,185	12,344,516	3,271,865	22,082,775
Total Liabilities	9,123,590	592,167	2,252,116	23,438,819	3,421,271	38,827,963
Fund Balances						
Reserved for:						
Debt service	-	-	-	-	168,665	168,665
Program purposes	7,950,737	-	319,517	417,930	150,170	8,838,354
Unreserved:						
Designated:						
For subsequent years expenditures						
Special revenue funds	-	117,044	-	-	312,074	429,118
For other purposes						
General fund	17,751,367	-	-	-	-	17,751,367
Undesignated, reported in:						
Special revenue funds	-	1,700,420	9,109,149	(11,280,151)	7,728,251	7,257,669
Total Fund Balances	25,702,104	1,817,464	9,428,666	(10,862,221)	8,359,160	34,445,173
Total Liabilities and Fund Balances	\$ 34,825,694	\$ 2,409,631	\$ 11,680,782	\$ 12,576,598	\$ 11,780,431	\$ 73,273,136

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, 2010

Total Governmental Fund Balances \$ 34,445,173

**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	\$ 218,207,225	
Less accumulated depreciation	<u>(44,595,387)</u>	173,611,838

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.

1,036,741

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

Accrued interest	\$ (130,577)	
Sales tax revenue bonds	(8,360,000)	
General obligation bonds	(18,175,000)	
Special assessment bonds payable	(44,600)	
Claims	(825,110)	
Compensated absences	<u>(1,302,040)</u>	<u>(28,837,327)</u>

Net Assets of Governmental Activities \$ 180,256,425

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, 2010

	General	Road and Bridge	Transportation Sales and Use Tax	Open Space and Trails	Other Governmental Funds	Total Governmental Funds
Revenues						
Taxes	\$ 10,618,282	\$ 1,461,613	\$ 10,525,030	\$ 12,446,673	\$ 4,567,741	\$ 39,619,339
Intergovernmental	2,016,001	1,383,683	-	1,377,082	1,414,227	6,190,993
Licenses and permits	677,946	18,390	-	12,500	-	708,836
Charges for services	5,455,824	6,656	-	6,597	2,632	5,471,709
Fines and forfeitures	15,829	-	-	3,014	-	18,843
Investment earnings	299,919	19,455	112,981	73,544	102,092	607,991
Impact fees	203,923	123,407	-	-	312,051	639,381
Miscellaneous	1,032,915	125,000	12,550	31,580	22,492	1,224,537
Total Revenues	<u>20,320,639</u>	<u>3,138,204</u>	<u>10,650,561</u>	<u>13,950,990</u>	<u>6,421,235</u>	<u>54,481,629</u>
Expenditures						
Current:						
General government	8,615,171	-	-	-	-	8,615,171
Public safety	8,097,589	-	-	-	504,466	8,602,055
Public works	230,632	4,285,393	10,346,089	-	3,049,430	17,911,544
Health and welfare	1,782,583	-	-	-	2,206,049	3,988,632
Culture and recreation	286,512	-	-	25,039,373	508,286	25,834,171
Housing and development	407,926	-	-	-	-	407,926
Debt Service:						
Principal retirement	-	-	-	450,000	1,421,032	1,871,032
Interest and fiscal charges	-	-	-	793,109	405,123	1,198,232
Bond issuance costs	-	-	-	-	102,030	102,030
Total Expenditures	<u>19,420,413</u>	<u>4,285,393</u>	<u>10,346,089</u>	<u>26,282,482</u>	<u>8,196,416</u>	<u>68,530,793</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>900,226</u>	<u>(1,147,189)</u>	<u>304,472</u>	<u>(12,331,492)</u>	<u>(1,775,181)</u>	<u>(14,049,164)</u>
Other Financing Sources (Uses)						
Sale of capital assets	55,420	121,565	-	2,053,000	-	2,229,985
Issuance of bonds	-	-	-	-	8,360,000	8,360,000
Premium on debt issuance	-	-	-	-	2,616	2,616
Payment to refunding escrow	-	-	-	-	(5,818,920)	(5,818,920)
Transfers in	665,358	-	-	69,000	698,361	1,432,719
Transfers out	(727,361)	-	-	-	(435,358)	(1,162,719)
Total Other Financing Sources (Uses)	<u>(6,583)</u>	<u>121,565</u>	<u>-</u>	<u>2,122,000</u>	<u>2,806,699</u>	<u>5,043,681</u>
Net Change in Fund Balances	893,643	(1,025,624)	304,472	(10,209,492)	1,031,518	(9,005,483)
Fund Balances Beginning of Year, restated	<u>24,808,461</u>	<u>2,843,088</u>	<u>9,124,194</u>	<u>(652,729)</u>	<u>7,327,642</u>	<u>43,450,656</u>
Fund Balances End of Year	<u>\$ 25,702,104</u>	<u>\$ 1,817,464</u>	<u>\$ 9,428,666</u>	<u>\$ (10,862,221)</u>	<u>\$ 8,359,160</u>	<u>\$ 34,445,173</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, 2010

Net Change In Fund Balances - Total Governmental Funds \$ (9,005,483)

**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	\$ (3,518,153)	
Capital outlay (Net of transferred assets)	<u>25,710,118</u>	22,191,965

Elimination of transfers between governmental funds:

Transfers in	\$ (1,162,719)	
Transfers out	<u>1,162,719</u>	-

Book value of capital assets disposed of and reported on the statement of activities but not reported in the governmental funds. (4,566,134)

Some revenues in the Statement of Activities do not provide current financial resources and therefore are not reported as revenues (donated capital assets) 2,200,001

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 @ 12/31/10	\$ (130,577)	
Liability @ 12/31/09	<u>139,542</u>	8,965

Other financing sources (uses) are reported on the fund level operating statement but are reported as a liability on the government-wide financial

Issuance of refunding bonds	(8,360,000)	
Retirement of refunded bonds	<u>5,575,000</u>	(2,785,000)

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. 1,871,032

Bond issuance costs, bond premiums and refunding deferrals capitalized on the government-wide statement of net assets but charged to operations on the governmental fund operating statement at the fund level. 343,334

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 @ 12/31/10	\$ (2,127,150)	
Liability @ 12/31/09	<u>2,123,860</u>	(3,290)

Change In Net Assets of Governmental Activities \$ 10,215,265

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Statement of Net Assets
Proprietary Funds
December 31, 2010

	Business-type Activities - Enterprise Funds		
	Airport	Solid Waste Center	Total
Assets			
Current Assets:			
Equity in pooled cash and investments	\$ 11,509,026	\$ 1,214,116	\$ 12,723,142
Receivables:			
Accounts	767,080	433,629	1,200,709
Intergovernmental	142,616	-	142,616
Inventories	-	328,500	328,500
Total Current Assets	12,418,722	1,976,245	14,394,967
Noncurrent Assets:			
Restricted Assets:			
Equity in pooled cash and investments	-	2,989,241	2,989,241
Non-depreciable capital assets	16,131,490	81,990	16,213,480
Depreciable capital assets, net	54,957,358	1,611,125	56,568,483
Total Noncurrent Assets	71,088,848	4,682,356	75,771,204
Total Assets	83,507,570	6,658,601	90,166,171
Liabilities			
Current Liabilities:			
Accounts payable	797,630	87,466	885,096
Contracts payable	13,290	1,748	15,038
Accrued liabilities	77,563	25,646	103,209
Intergovernmental payable	78,610	38,610	117,220
Accrued interest payable	15,345	-	15,345
Deposits	33,323	-	33,323
Compensated absences payable	26,321	7,373	33,694
Loans payable	320,780	-	320,780
Total Current Liabilities	1,362,862	160,843	1,523,705
Long-Term Liabilities:			
Closure and postclosure care obligations	-	2,989,241	2,989,241
Loans payable (net of current portion)	926,051	-	926,051
Compensated absences payable (net of current portion)	105,284	29,491	134,775
Total Long-Term Liabilities	1,031,335	3,018,732	4,050,067
Total Liabilities	2,394,197	3,179,575	5,573,772
Net Assets			
Invested in capital assets, net of related debt	69,842,017	1,693,115	71,535,132
Unrestricted	11,271,356	1,785,911	13,057,267
Total Net Assets	\$ 81,113,373	\$ 3,479,026	\$ 84,592,399

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, 2010

	Business-type Activities - Enterprise Funds		
	Airport	Solid Waste Center	Total
Operating Revenues			
Charges for services	\$ 2,837,359	\$ 3,972,556	\$ 6,809,915
Rents and franchises	4,339,085	-	4,339,085
Miscellaneous	325	-	325
Total Operating Revenues	7,176,769	3,972,556	11,149,325
Operating Expenses			
Personal services	2,093,623	852,871	2,946,494
Purchased services	4,937,012	3,074,489	8,011,501
Materials and supplies	443,280	53,170	496,450
Depreciation	3,933,204	147,940	4,081,144
Amortization	-	102,894	102,894
Total Operating Expenses	11,407,119	4,231,364	15,638,483
Operating Income (Loss)	(4,230,350)	(258,808)	(4,489,158)
Non-Operating Revenues (Expenses)			
Interest	126,461	50,236	176,697
Intergovernmental	388,868	-	388,868
Interest and fiscal charges	(50,477)	-	(50,477)
(Loss) on disposition of capital assets	(197,249)	-	(197,249)
Total Non-Operating Revenues (Expenses)	267,603	50,236	317,839
(Loss) Before Capital Contributions and Transfers	(3,962,747)	(208,572)	(4,171,319)
Contributions	3,468,958	-	3,468,958
Transfers out	-	(270,000)	(270,000)
Change in Net Assets	(493,789)	(478,572)	(972,361)
Net Assets Beginning of Year	81,607,162	3,394,184	85,001,346
Prior Period Adjustment	-	563,414	563,414
Net Assets Beginning of Year - Restated	81,607,162	3,957,598	85,564,760
Net Assets End of Year	\$ 81,113,373	\$ 3,479,026	\$ 84,592,399

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2010

	Business-type Activities -		
	Enterprise Funds		
	Airport	Solid Waste Center	Total
Cash Flows from Operating Activities			
Cash received from customers	\$ 8,985,221	\$ 3,803,741	\$ 12,788,962
Cash payments to employees for services	(2,007,871)	(804,362)	(2,812,233)
Cash payments for goods and services	(5,152,856)	(2,958,255)	(8,111,111)
Net Cash Provided by Operating Activities	<u>1,824,494</u>	<u>41,124</u>	<u>1,865,618</u>
Cash Flows from Noncapital Financing Activities			
Operating grants received	388,868	-	388,868
Transfers out	-	(270,000)	(270,000)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>388,868</u>	<u>(270,000)</u>	<u>118,868</u>
Cash Flows from Capital and Related Financing Activities			
Principal paid on revenue bonds	(311,166)	-	(311,166)
Interest paid on revenue bonds	(53,651)	-	(53,651)
Capital contributions	3,468,958	-	3,468,958
Proceeds from the sale of capital assets	43,500	-	43,500
Payments for capital acquisitions	(2,536,366)	(31,990)	(2,568,356)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>611,275</u>	<u>(31,990)</u>	<u>579,285</u>
Cash Flows from Investing Activities			
Investment earnings	126,461	50,236	176,697
Net Increase (Decrease) in Cash and Cash Equivalents	2,951,098	(210,630)	2,740,468
Cash and Cash Equivalents Beginning of Year	<u>8,557,928</u>	<u>4,413,987</u>	<u>12,971,915</u>
Cash and Cash Equivalents End of Year	<u>\$ 11,509,026</u>	<u>\$ 4,203,357</u>	<u>\$ 15,712,383</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, 2010

	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)	\$ (4,230,350)	\$ (258,808)	\$ (4,489,158)
Non-Cash Adjustments:			
Depreciation	3,933,204	147,940	4,081,144
Amortization	-	102,894	102,894
(Increase) Decrease in Assets:			
Accounts receivable	(93,902)	(167,591)	(261,493)
Intergovernmental receivable	1,902,354	-	1,902,354
Inventory	-	234,914	234,914
Increase (Decrease) in Liabilities:			
Accounts payable	491,183	(67,258)	423,925
Contracts payable	(330,987)	1,748	(329,239)
Accrued liabilities	85,752	22,740	108,492
Intergovernmental payable	78,610	24,545	103,155
Deposits	(11,370)	-	(11,370)
Net Cash Provided (Used) by Operating Activities	\$ 1,824,494	\$ 41,124	\$ 1,865,618

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Statement of Fiduciary Net Assets
Fiduciary Funds
December 31, 2010

	<u>Retirement Trust</u>	<u>Agency</u>
Assets		
Equity in pooled cash and investments	\$ 110,287	\$ 3,629,541
Other cash and investments:		
Mutual funds	21,812,618	-
Receivables:		
Forfeitures	8,030	-
Employee retirement loans	495,855	-
Total Assets	<u>\$ 22,426,790</u>	<u>\$ 3,629,541</u>
Liabilities		
Accounts payable	\$ 23,100	\$ -
Intergovernmental payable	-	467,904
Funds held for others	-	3,161,637
Total Liabilities	<u>\$ 23,100</u>	<u>\$ 3,629,541</u>
Net Assets		
Held in trust for pension benefits	<u>\$ 22,403,690</u>	

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, 2010

	2010
Additions	
Employer contributions	\$ 1,801,644
Investment income:	
Dividends and interest	2,338,101
Miscellaneous	4,394
	4,144,139
Total Additions	4,144,139
Deductions	
Benefits to plan members	508,202
Administrative expenses	28,208
	536,410
Total Deductions	536,410
Change in Net Assets	3,607,729
Net Assets Beginning of Year	18,795,961
Net Assets End of Year	\$ 22,403,690

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Combining Statement of Net Assets
Component Units
December 31, 2010

	Pitkin County Library District	Emergency Telephone Authority	Total
Assets			
Current Assets			
Equity in pooled cash and investments	\$ 1,287,492	\$ 756,247	\$ 2,043,739
Other cash and investments	4,881,855	-	4,881,855
Receivables:			
Accounts	-	96,398	96,398
Property taxes	3,181,644	-	3,181,644
Total Current Assets	9,350,991	852,645	10,203,636
Noncurrent Assets:			
Capital assets:			
Nondepreciable capital assets	144,263	49,775	194,038
Depreciable capital assets, net	4,131,195	254,734	4,385,929
Total Noncurrent Assets	4,275,458	304,509	4,579,967
Total Assets	13,626,449	1,157,154	14,783,603
Liabilities			
Current Liabilities:			
Accounts payable	40,318	7,959	48,277
Accrued liabilities	57,295	-	57,295
Intergovernmental payable	852	-	852
Deferred revenue	3,181,644	-	3,181,644
Compensated absences (net of current portion)	24,508	-	24,508
Total Current Liabilities	3,304,617	7,959	3,312,576
Long-term Liabilities			
Compensated absences	98,030	-	98,030
Total Long-term Liabilities	98,030	-	98,030
Total Liabilities	3,402,647	7,959	3,410,606
Net Assets			
Invested in capital assets, net of related debt	4,275,458	304,509	4,579,967
Restricted for:			
Capital projects	5,344,144	-	5,344,144
Statutory reserve for emergencies	112,108	16,673	128,781
Unrestricted	492,092	828,013	1,320,105
Total Net Assets	\$ 10,223,802	\$ 1,149,195	\$ 11,372,997

See accompanying notes to the basic financial statements

Pitkin County, Colorado
Combining Statement of Activities
Component Units
For the Year Ended December 31, 2010

	Pitkin County Library District	Emergency Telephone Authority	Total
Expenses			
Public safety	\$ -	\$ 274,944	\$ 274,944
Culture and recreation	3,446,249	-	3,446,249
Total Expenses	<u>3,446,249</u>	<u>274,944</u>	<u>3,721,193</u>
Revenues			
Program revenues:			
Charges for services	14,732	547,734	562,466
Net Program Revenue (Expense)	<u>(3,431,517)</u>	<u>272,790</u>	<u>(3,158,727)</u>
General revenues			
Taxes	3,132,251	-	3,132,251
Investment earnings	569,592	8,019	577,611
Miscellaneous	52,146	-	52,146
Total General Revenues	<u>3,753,989</u>	<u>8,019</u>	<u>3,762,008</u>
Change in Net Assets	322,472	280,809	603,281
Net Assets Beginning of Year	<u>9,901,330</u>	<u>868,386</u>	<u>10,769,716</u>
Net Assets End of Year	<u>\$ 10,223,802</u>	<u>\$ 1,149,195</u>	<u>\$ 11,372,997</u>

See accompanying notes to the basic financial statements

**NOTES TO THE
BASIC FINANCIAL STATEMENTS**

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

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 17,148. 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, 2010

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, 2010

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, 2010

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, 2010

Note 1 – Summary of Significant Accounting Policies (continued)

1-B. Basis of Presentation (continued)

Fiduciary Funds – Fiduciary funds are custodial in nature and do not present results of operations. The County's fiduciary funds include the Pitkin County Public Employees Retirement Plan (PCPERP) retirement trust fund, Treasurer's and Clerk's clearing funds, and the Treasurer's tax distribution funds. These funds are used to account for monies collected by the County Clerk and Recorder and the County treasurer for distribution to other local governments.

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, 2010

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, 2010

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.

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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

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)

Pitkin County Public Employee's Retirement Plan (PCPERP) and the library capital fund generally follow the County investment policies with the exception of the following expanded investment options.

Retirement Plan - The objective of the Pitkin County Retirement Plan investment policy is to establish an investment structure that will meet a broad range and diverse set of current and projected financial needs of the Plan's participants. The policy outlines fiduciary responsibility, prudence and due diligence requirements that experienced fund managers and other fiduciaries would utilize, and with all applicable laws, rules and regulations, that may impact plan assets. Accordingly, the policy allows for the design various investment options into an overall structure that will include various asset classes, investment management styles and asset allocation portfolios in order that, when viewed as a whole, the investment options are expected to allow a participant to achieve a sufficient level of overall diversification and total investment return over the long-term. Additionally, investment instruments are monitored and evaluated for both performance and management by the fund managers on a regular basis. Changes to investment options are made according to the criteria set out in this policy. Wells Fargo Bank acts as trustee for the assets of the plan. Participants have the option of self-directing investments in eligible investment options or selecting from four investment models based on the participants risk tolerance. Investment models are comprised of bond funds, equity funds real estate and commodities with allocations ranging from 3% to 78% depending on the model.

Library - The Library manages a fund designed for future capital expansion of its facility by 2015. The investments managed under this policy are authorized under the provisions of the Uniform Management of Institutional Funds Act, C.R.S. 15-1-1101 et.seq. The Library uses mutual fund selections of the County Retirement plan declining from 71% stocks in 2005, to 30% by year-end 2010 and finally 0% in 2015.

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 Inventories

Enterprise fund inventories consist of materials. These inventories are valued at cost using the first-in, first-out method. There are no inventories in governmental funds.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

Note 1 – Summary of Significant Accounting Policies (continued)

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

1-E-5 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.

1-E-6 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	---

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

Note 1 – Summary of Significant Accounting Policies (continued)

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

1-E-7 Compensated Absences

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

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

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

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

1-E-8 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-9 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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

Note 1 – Summary of Significant Accounting Policies (continued)

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

1-E-10 Fund Equity

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

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

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

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

1-E-11 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-12 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-13 Contributions of Capital

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

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

Note 1 – Summary of Significant Accounting Policies (continued)

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

1-E-14 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-15 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-16 Reclassifications

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

Note 2 – Stewardship, Compliance and Accountability

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

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

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

General Fund Section	Original budget	Final Budget	Actual	Variance
Administration Facilities	\$ 580,919	\$ 583,766	\$ 465,454	\$ 118,312
Administrative Services	3,711,964	4,727,181	4,286,358	440,823
Clerk and Elections	1,121,270	1,268,321	1,102,087	166,234
Culture and Recreation	73,471	74,405	71,169	3,236
Environmental Quality	3,306,843	5,816,556	3,395,249	2,421,307
Housing	206,829	398,208	407,927	(9,719)
Human Services	1,519,754	1,762,744	1,451,195	311,549
Public Safety	7,748,007	8,666,302	7,831,943	834,359
Public Works	550,006	643,625	409,031	234,594
	<u>\$ 18,819,063</u>	<u>\$ 23,941,108</u>	<u>\$ 19,420,413</u>	<u>\$ 4,520,695</u>

Any change in total to a fund requires approval of the Board of County Commissioners. The Housing function is funded from a restricted fund balance, providing for funding of the expenditures over budget amounts.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

Note 2 – Stewardship, Compliance and Accountability (continued)

2-B. Legal Restriction

In November 1992, voters approved an amendment to the State constitution that specifies various revenue and debt requirements for all governmental entities in Colorado. For example, voter approval is necessary to increase a government’s property tax revenue or overall revenue and spending from one year to the next in excess of the rate of inflation plus a “growth factor” and requires that any revenue collected, kept or spent in violation of these provisions must be refunded with interest. Local voters have approved ballot questions authorizing the County and the Library District to retain all revenues received. Any new tax, tax rate increase, mill levy increase, or extension of an expiring tax which causes a net tax revenue gain requires voter approval. New long-term financial obligations also require voter approval. In addition, the amendment requires governments to establish an emergency reserve equal to 3% of revenues. At December 31, 2010, the following fund balances have been reserved to meet the “emergency reserve” requirement.

Fund	Amount
General	\$ 661,442
Transportation Sales and Use Tax Fund	319,517
Open Space	417,930
Social Services	28,484
Translator Fund	31,096
Healthy Community Fund	44,318
Conservation Trust Fund	1,545
Healthy Rivers and Streams	21,035
Ambulance District	11,695
Housing Impact	11,204
Redstone Ranch Acres	264
Twining Flats Improvement District	529
 Total Primary Government	 1,549,059
 Library District	 112,108
Emergency Telephone Authority	16,673
 Total Reporting Entity	 \$ 1,677,840

Note 3 - Detailed Notes on All Funds

3-A. Deposits and Investments

Deposits – At December 31, 2010, the carrying amount of the County’s deposits was \$42,796,456 and the bank balance was \$42,535,883. Of the bank deposits \$1,279,045 was covered by Federal Depository insurance and \$41,256,838 was covered by single institution collateral pools. Additionally, the County had cash on hand of \$7,300 at December 31, 2010.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

Note 3 - Detailed Notes on All Funds (continued)

3-A. Deposits and Investments (continued)

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.

Investments – At December 31, 2010, the County's investments (excluding fiduciary funds and component units other cash and investments) totaled \$12,784,972. At December 31, 2010, 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	\$ 3,179,890	AAA	2.75
Local Investment Pool	7,038,536	N/A	N/A
Money Market Mutual Funds	2,566,546	N/A	N/A
	<u>\$ 12,784,972</u>		

Investments in local government investment pools are not evidenced by securities that exist in physical or book form. The Colorado Division of Securities routinely monitors the investment pools with regard to operations and investments. The County invests with Colorado Local Government Liquid Asset Trust Fund (COLOTRUST PLUS +). The trust operates similar to a money market fund with each share maintaining a value of \$1. The COLOTRUST PLUS+ is rated AAA by Standard and Poor's, Fitch and Moody's with a weighted average maturity of 35 days.

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.

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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

Note 3 - Detailed Notes on All Funds (continued)

3-A. Deposits and Investments (continued)

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, 2010, 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>
COLOTRUST	\$ 7,038,536	27%
Bank of San Juan - CD	6,000,000	23%
City Wide Bank - CD	4,000,000	16%
Vanguard Prime Money Market Fund	2,533,092	10%
Federal Home Loan Bank	2,105,930	8%
Cache Bank - CD	2,000,000	8%

Investments – Fiduciary Funds and Component Units Other Cash and Investments

At December 31, 2010, the County's pension trust fund's investments included \$21,812,618 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 \$4,881,855 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 that are described in Note 1-E-1. At December 31, 2010, five percent or more of the library's investments were in the following issuers:

<u>Issuer</u>	<u>Fair Value</u>	<u>Percentage of Portfolio</u>
Loomis Sales Investment Grade Bond	\$ 363,870	7.5%
Allianz Pimco RCM Large Cap Growth	277,335	5.7%
Vanguard Int Term Bond Index	358,806	7.3%
Davis New York Venture	283,288	5.8%
Pimco RCM Total Return Inst	723,945	14.8%
Fidelity Floating Rate	498,496	10.2%
Vanguard Short-term Bond Index	486,365	10.0%
Vanguard Total Stock	449,010	9.2%

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

Note 3 - Detailed Notes on All Funds (continued)

3-A. Deposits and Investments (continued)

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

	<u>Pooled Cash and Investments</u>	<u>Investments</u>
Fund Reporting Level:		
Governmental Funds - Balance Sheet	\$ 34,038,655	\$ -
Governmental Funds - Balance Sheet - Restricted Assets	54,123	-
Proprietary Fund Type Statement of Net Assets	12,723,142	-
Proprietary Fund Type Statement of Net Assets - Restricted Assets	<u>2,989,241</u>	<u>-</u>
Subtotal Primary Government	49,805,161	-
Component Units - Balance Sheet	2,043,739	4,881,855
Statement of Fiduciary Assets and Liabilities	<u>3,739,828</u>	<u>21,812,618</u>
Total	<u>\$ 55,588,728</u>	<u>\$ 26,694,473</u>

3-B. Receivables

Receivables at December 31, 2010, 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.

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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

Note 3 - Detailed Notes on All Funds (continued)

3-D. Sales Taxes (continued)

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 including the design of a new kayak park and the restoration of the Redstone coke ovens funded by the General Fund. Road and Bridge planned upgrades to several roads at year end. Open Space and Trails is in the process of constructing new trails, one in the east end of Aspen and another along the Rio Grande River. The most significant airport projects were the update of the Airport Master Plan and the planning and design for the new terminal area. Additionally, the Solid Waste Center has a contract for the operation of the landfill that runs through 2017 that requires payments of \$1,388,000 annually. A summary of these projects follows:

<u>Projects</u>	<u>Original Commitments</u>	<u>Spent to Date</u>	<u>Remaining Commitments</u>
General Capital Projects	\$ 215,902	\$ 67,801	\$ 148,101
Road and Bridge Project	301,379	231,130	70,249
Open Space and Trails Projects	891,575	747,595	143,980
Airport Projects	5,184,055	3,548,860	1,635,195
Solid Waste Center Projects	281,387	93,456	187,931
Translator Projects	305,000	259,030	45,970
Library Projects	52,400	44,763	7,638
	<u>\$ 7,231,698</u>	<u>\$ 4,992,633</u>	<u>\$ 2,239,065</u>

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

Note 3 - Detailed Notes on All Funds (continued)

3-F. Capital Assets

Capital asset activity for the primary government for the year ended December 31, 2010, was as follows:

	Balance 1/1/2010	Additions	Deductions	Balance 12/31/2010
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 71,066,146	\$ 19,572,818	\$ 4,250,000	\$ 86,388,964
Intangibles	43,975,021	2,200,000	125,000	46,050,021
Construction in progress	3,875,926	1,275,179	3,501,130	1,649,975
Total capital assets not being depreciated	<u>118,917,093</u>	<u>23,047,997</u>	<u>7,876,130</u>	<u>134,088,960</u>
Depreciable capital assets:				
Buildings	23,944,117	852,503	602,648	24,193,972
Improvements other than buildings	1,423,794	-	13,863	1,409,931
Machinery and equipment	11,323,778	2,892,925	555,088	13,661,615
Infrastructure	40,319,141	4,533,606	-	44,852,747
Total depreciable capital assets	<u>77,010,830</u>	<u>8,279,034</u>	<u>1,171,599</u>	<u>84,118,265</u>
Total capital assets	<u>195,927,923</u>	<u>31,327,031</u>	<u>9,047,729</u>	<u>218,207,225</u>
Accumulated depreciation:				
Buildings	(14,629,355)	(696,230)	(517,106)	(14,808,479)
Improvements other than buildings	(749,177)	(61,597)	(11,780)	(798,994)
Machinery and equipment	(6,194,714)	(1,085,048)	(535,797)	(6,743,965)
Infrastructure	(20,568,671)	(1,675,278)	-	(22,243,949)
Total accumulated depreciation	<u>(42,141,917)</u>	<u>(3,518,153)</u>	<u>(1,064,683)</u>	<u>(44,595,387)</u>
Governmental activities capital assets, net	<u>\$ 153,786,006</u>	<u>\$ 27,808,878</u>	<u>\$ 7,983,046</u>	<u>\$ 173,611,838</u>

Governmental activities depreciation expense

General government	\$ 561,256
Public safety	454,899
Public works	1,441,072
Health and welfare	226,320
Culture and recreation	823,846
Conservation of natural resources	10,760
Total governmental activities depreciation expense	<u>\$ 3,518,153</u>

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

Note 3 - Detailed Notes on All Funds (continued)

3-F. Capital Assets (continued)

Capital asset activity for the proprietary funds for the year ended December 31, 2010, was as follows:

	Balance 1/1/2010	Additions	Deductions	Balance 12/31/2010
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	4,318,461	1,015,784	-	5,334,245
Total capital assets not being depreciated	<u>15,197,696</u>	<u>1,015,784</u>	<u>-</u>	<u>16,213,480</u>
Depreciable capital assets:				
Buildings	19,280,068	-	148,230	19,131,838
Improvements other than buildings	53,600,006	148,614	-	53,748,620
Machinery and equipment	8,463,100	1,403,958	121,392	9,745,666
Total depreciable capital assets	<u>81,343,174</u>	<u>1,552,572</u>	<u>269,622</u>	<u>82,626,124</u>
Total capital assets	<u>96,540,870</u>	<u>2,568,356</u>	<u>269,622</u>	<u>98,839,604</u>
Accumulated depreciation:				
Buildings	(4,330,227)	(591,929)	(148,230)	(4,773,926)
Improvements other than buildings	(13,026,036)	(3,002,746)	-	(16,028,782)
Machinery and equipment	(4,649,107)	(727,888)	(122,062)	(5,254,933)
Total accumulated depreciation	<u>(22,005,370)</u>	<u>(4,322,563)</u>	<u>(270,292)</u>	<u>(26,057,641)</u>
Business-type activities capital assets, net	<u>\$ 74,535,500</u>	<u>\$ (1,754,207)</u>	<u>\$ (670)</u>	<u>\$ 72,781,963</u>

Capital asset activity for the Library component unit for the year ended December 31, 2010, was as follows:

	Balance 1/1/2010	Additions	Deductions	Balance 12/31/2010
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 144,263	\$ -	\$ -	\$ 144,263
Total capital assets not being depreciated	<u>144,263</u>	<u>-</u>	<u>-</u>	<u>144,263</u>
Depreciable capital assets:				
Buildings	6,053,922	-	-	6,053,922
Improvements other than buildings	13,672	-	-	13,672
Machinery and equipment	3,244,147	60,921	69,161	3,235,907
Total depreciable capital assets	<u>9,311,741</u>	<u>60,921</u>	<u>69,161</u>	<u>9,303,501</u>
Total capital assets	<u>9,456,004</u>	<u>60,921</u>	<u>69,161</u>	<u>9,447,764</u>
Accumulated depreciation:				
Buildings	(2,553,334)	(187,977)	-	(2,741,311)
Improvements other than buildings	(10,782)	-	-	(10,782)
Machinery and equipment	(2,244,181)	(241,149)	(65,117)	(2,420,213)
Total accumulated depreciation	<u>(4,808,297)</u>	<u>(429,126)</u>	<u>(65,117)</u>	<u>(5,172,306)</u>
Governmental activities capital assets, net	<u>\$ 4,647,707</u>	<u>\$ (368,205)</u>	<u>\$ 4,044</u>	<u>\$ 4,275,458</u>

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

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, 2010, was as follows:

	Balance 1/1/2010	Additions	Deductions	Balance 12/31/2010
Governmental activities:				
Construction in progress	\$ 157,696	\$ -	\$ 107,921	\$ 49,775
Machinery and equipment	425,444	215,841	184,933	456,352
Depreciation on machinery and equipment	(342,166)	(44,385)	(184,933)	(201,618)
Governmental activities capital assets, net	<u>\$ 240,974</u>	<u>\$ 171,456</u>	<u>\$ 107,921</u>	<u>\$ 304,509</u>

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

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

Transfer to	Tranfers From:			Total
	General Fund	Nonmajor Governmental Funds	Solid Waste Center Fund	
General Fund	\$ -	\$ 395,358	\$ 270,000	\$ 665,358
Open Space and Trails Fund	69,000	-	-	69,000
Nonmajor Governmental Funds	658,361	40,000	-	698,361
	<u>\$ 727,361</u>	<u>\$ 435,358</u>	<u>\$ 270,000</u>	<u>\$ 1,432,719</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, 2010 the Open Space and Trails fund and the GO debt service fund had balances due of \$10,310,323 and \$2,358 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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

Note 3 - Detailed Notes on All Funds (continued)

3-1. Long-Term Debt

County Debt - The following is a summary of the outstanding long-term debt at December 31, 2010:

County Certificates of Participation - \$4,905,000 Master Lease Refunding and Improvement Certificates of Participation, dated December 29, 1998, were issued to provide funding together with other funds of the County to 1) refund \$955,000 outstanding principal balance of Pitkin County, Colorado Master Lease Purchase Agreement Certificates of Participation, Series 1988, 2) advance refund \$3,045,000 outstanding principal amount of the Pitkin County, Colorado Lease Purchase Agreement Certificates of Participation, Series 1991, and 3) defray the costs of certain upgrades and improvements to the County's Emergency 911 System. Proceeds of the Refunded Series 1988 Certificates were issued by the Corporation to finance the acquisition of approximately 9.1 acres of real property and finance the construction of the County Fleet Maintenance Facility. Proceeds of the Refunded Series 1991 Certificates were issued by the Corporation to finance the acquisition of an administrative office building. The County has entered into cancelable long-term lease agreements with the Pitkin County Capital Leasing Corporation, a non-profit corporation for these acquisitions. These leases provide for annual base rental payments in amounts sufficient to meet the annual debt service requirements issued by the non-profit corporation. The payment of principal and interest on the bonds is secured by a reserve fund equaling the lesser of the maximum annual principal and interest payment for the issue of 10 percent of the principal amount outstanding. This lease was called and retired in 2010 and there is no principal balance outstanding as of December 31, 2010.

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.

2000 General Obligation Bonds - 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, 2010 was \$275,000.

2006 General Obligation Bonds - 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 were called for redemption at a redemption price equal to the principal amount plus accrued interest on December 1, 2010. The principal balance outstanding at December 31, 2010 was \$9,600,000.

2003 General Obligation Bonds - 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, 2010 is \$4,050,000.

Note - 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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

Note 3 - Detailed Notes on All Funds (continued)

3-1. Long-Term Debt (continued)

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, 2010 was \$44,600.

County Sales Tax Revenue Bonds – On December 22, 2010 The County issued \$2,530,000 of Taxable Sales Tax Revenue Build America Bonds and \$5,830,000 of Tax-Exempt Sales Tax Revenue Refunding Bonds with interest rates on the tax exempt bonds ranging from 2% to 4.25% and taxable bonds ranging from 6.69% to 6.94%. The proceeds of the bonds were issues to: (i) refund the County’s outstanding Sales Tax Revenue Bonds, Series 1998; (ii) refund the County’s outstanding Sales Tax Revenue Refunding and improvement bonds, Series 2001; (iii) construct or acquire certain maintenance facility improvements for the Authority; and, (iv) pay costs of issuance of the Bonds. The principal amount outstanding at December 31, 2010 was \$8,360,000.

A portion of the proceeds from the 2010 Sales Tax Revenue Bonds were used to refund the outstanding 1998 Sales Tax Revenue Bonds and advance refund the 2001 Sales Tax Revenue bonds. Despite extending the term and increasing the debt service by \$252,371 of the Series 1998 and Series 2001 bonds the County realized a net present value savings of \$295,752. At December 31, 2010 the amount of defeased debt outstanding was \$4,950,000.

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 one-sixth of the next interest payment one one-twelfth of the next interest payment

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, 2010 is \$291,799. 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, 2010 is \$461,050.

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, 2010 is \$493,982.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

Note 3 - Detailed Notes on All Funds (continued)

3-I. Long-Term Debt (continued)

Debt Service Requirements to Maturity - Annual debt service requirements to amortize all obligations outstanding of the primary government, as of December 31, 2010 follow:

Year	Airport Loans		General Obligation Notes and Bonds		Sales Tax Revenue Bonds		Special Assessment Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 320,780	\$ 44,037	\$ 875,000	\$ 800,603	\$ 285,000	\$ 334,257	\$ 6,394	\$ 2,275
2012	330,722	34,095	605,000	767,634	305,000	349,263	6,778	1,948
2013	190,713	23,813	620,000	743,259	315,000	343,163	7,184	1,603
2014	198,342	16,185	645,000	719,696	320,000	336,863	7,615	1,237
2015	206,274	8,251	675,000	695,086	325,000	330,463	8,072	848
2016-2020	-	-	2,990,000	3,101,608	1,750,000	1,525,839	8,557	436
2021-2025	-	-	7,440,000	1,570,274	2,065,000	1,215,313	-	-
2026-2030	-	-	2,780,000	732,100	1,040,000	829,404	-	-
2031-2035	-	-	1,260,000	239,400	870,000	559,397	-	-
2036-2040	-	-	285,000	12,825	1,085,000	231,762	-	-
	<u>\$ 1,246,831</u>	<u>\$ 126,381</u>	<u>\$ 18,175,000</u>	<u>\$ 9,382,485</u>	<u>\$ 8,360,000</u>	<u>\$ 6,055,724</u>	<u>\$ 44,600</u>	<u>\$ 8,347</u>

Changes in Long-term Debt - Changes in the County's long-term obligations consisted of the following for the year ended December 31, 2010:

	Balance 1/1/10	Additions	Deletions	Balance 12/31/10	Current Portion
Primary Government					
Governmental activities					
Lease certificates of participation	\$ 625,000		\$ 625,000	\$ -	\$ -
General obligation bonds and notes	19,035,000	-	860,000	18,175,000	875,000
Sales tax revenue bonds	5,955,000	8,360,000	5,955,000	8,360,000	285,000
Special assessment bonds with governmental commitment	50,632	-	6,032	44,600	6,394
Unamortized bond premium	126,555	2,616	5,286	123,885	-
Deferred refunding loss	(717,884)	(243,920)	(38,855)	(922,949)	-
Claims	840,916	3,464,701	3,480,507	825,110	330,044
Compensated absences	1,282,944	1,534,965	1,515,869	1,302,040	260,408
Total governmental activities	<u>27,198,163</u>	<u>13,118,362</u>	<u>12,408,839</u>	<u>27,907,686</u>	<u>1,756,846</u>
Business-type activities					
Airport loans	1,557,997	-	311,166	1,246,831	320,780
Landfill closure and postclosure care	2,886,347	102,894	-	2,989,241	-
Compensated absences	158,348	246,324	236,203	168,469	33,694
Total business-type activities	<u>4,602,692</u>	<u>349,218</u>	<u>547,369</u>	<u>4,404,541</u>	<u>354,474</u>
Component Units					
Compensated absences	117,171	191,548	186,181	122,538	24,508
Total for component units	<u>117,171</u>	<u>191,548</u>	<u>186,181</u>	<u>122,538</u>	<u>24,508</u>
Total Changes in long-term debt	<u>\$ 31,918,026</u>	<u>\$ 13,659,128</u>	<u>\$ 13,142,389</u>	<u>\$ 32,434,765</u>	<u>\$ 2,135,828</u>

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

Note 3 - Detailed Notes on All Funds (continued)

3-I. Long-Term Debt (continued)

The Pitkin County Capital Leasing Corporation fund, a blended component unit of the County, repaid 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.

Conduit Debt - 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, 2010, Mortgage Revenue Bonds were repaid in full and there were three series of Industrial Revenue bonds outstanding with an aggregate principal amount payable of \$49,750,000.

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 \$2,989,241 reported as landfill closure and postclosure care liability at December 31, 2010 represents the cumulative amount reported to date based on the use of 62.2% of the estimated capacity of the landfill. The County will recognize the remaining estimated cost of closure and postclosure care of \$1,818,159 as the remaining estimated capacity is filled. Postclosure care of \$1,673,478 is included in these estimated costs. These amounts are based on what it would cost to perform all closure and postclosure care in 2010. The County expects to close the landfill in the year 2030. 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.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

Note 3 - Detailed Notes on All Funds (continued)

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.

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 2010 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 following table reflects information about the contributions to the retirement plane for the last three years. Employee contributions are not allowed under the plan.

	2010	2009	2008
Total salaries	\$ 15,516,263	\$ 15,697,627	\$ 14,619,042
Eligible salaries	14,471,036	14,267,373	12,810,418
Percent of contribution by Cour	12.45%	12.45%	12.45%
County contributions	1,801,644	1,776,288	1,594,897

3-L. Net Assets/Fund Balances

Net Assets - Net assets on the government-wide statement of net assets as of December 31, 2010 are as follows:

	Governmental Activities	Business Type Activities
Investments in capital assets, net of related debt:		
Cost of capital assets	\$ 218,207,225	\$ 98,839,604
Less accumulated depreciation	44,595,387	26,057,641
Book value	173,611,838	72,781,963
Less capital related debt	18,175,000	1,246,831
Plus bond premiums and refunding loss	557,760	-
Investments in capital assets, net of related debt	<u>\$ 155,994,598</u>	<u>\$ 71,535,132</u>

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

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	\$ -	\$ 168,665	\$ -	\$ -
Reserved for workers' compensation insurance claims	350,000	-	-	-
Reserved for funded employee health claims	1,263,990	-	-	-
Reserved for affordable housing	4,304,907	-	-	-
Reserved for open space	908,850	-	-	-
Reserved for hazardous waste site remediation	436,882	-	-	-
Reserved for air quality mitigation	24,666	-	-	-
Reserved for emergencies	661,442	887,617	112,108	16,673
	<u>\$ 7,950,737</u>	<u>\$ 1,056,282</u>	<u>\$ 112,108</u>	<u>\$ 16,673</u>

Unreserved, Designated Fund Balances

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

	Primary Government		Component Units
	General Fund	Other funds	
Appropriated for expenditures in the 2011 budget	\$ -	\$ 429,118	\$ -
Designated to fund discretionary projects in 2011	2,577,537	-	-
Designated to mitigate potential future revenue shortfalls	4,578,094	-	-
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.	3,338,558	-	-
The excess of contributions over expenditures for Topsy Taxi program	173,569	-	-
Public contributions for a Vietnam Veteran Memorial are designated for maintenance of the monument	4,120	-	-
Asset replacements for technology improvements	353,800	-	-
A fund balance to fund future workers' compensation liability and employee health claims	825,109	-	-
A fund balance to fund future building needs	5,700,580	-	-
A contribution to the library has been designated for future capital projects for library improvements	-	-	5,344,144
Designated Fund Balances	<u>\$ 17,751,367</u>	<u>\$ 429,118</u>	<u>\$ 5,344,144</u>

Deficit Fund Balances

The expenditures exceeded revenues by \$10,209,492 in the Open Space and Trails Fund and \$742 in the County GO Debt service fund resulting in fund balance deficits of \$10,862,221 and \$2,358 respectively. Property tax collections received in 2011 will cover this deficit. Additionally, significant contributions by the City of Aspen (\$1million) and the Town of Snowmass Village (\$2million) and been pledged subject to annual appropriation and Colorado Great Outdoors will contribute \$2 million once due diligence has been approved.

Pitkin County, Colorado
Notes to the Basic Financial Statements
December 31, 2010

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 three years are as follows:

	<u>2010</u>	<u>2009</u>	<u>2008</u>
Unpaid claims, January 1	\$ 201,040	\$ 223,365	\$ 207,258
Incurred claims (including IBNR's)	132,672	162,629	156,389
Claims payments	<u>(177,187)</u>	<u>(184,954)</u>	<u>(140,282)</u>
Unpaid claims, December 31	<u>\$ 156,525</u>	<u>\$ 201,040</u>	<u>\$ 223,365</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, 2010

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 three years are as follows:

	<u>2010</u>	<u>2009</u>	<u>2008</u>
Unpaid claims, January 1	\$ 87,569	\$ 86,028	\$ 135,506
Incurred claims (including IBNR's)	150,601	61,739	81,307
Claims payments	<u>(79,413)</u>	<u>(60,198)</u>	<u>(130,785)</u>
Unpaid claims, December 31	<u>\$ 158,757</u>	<u>\$ 87,569</u>	<u>\$ 86,028</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 three years are as follows:

	<u>2010</u>	<u>2009</u>	<u>2008</u>
Unpaid claims, January 1	\$ 552,307	\$ 414,506	\$ 359,435
Incurred claims (including IBNR's)	3,181,428	4,182,963	2,938,138
Claims payments	<u>(3,223,907)</u>	<u>(4,045,162)</u>	<u>(2,883,067)</u>
Unpaid claims, December 31	<u>\$ 509,828</u>	<u>\$ 552,307</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, 2010. The County is in settlement negotiations on a land use decision. Part of the litigation has been resolved and has been expensed in the 2010 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, 2010

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 2010 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 2010 general ledger:

Assets	<u>\$ 1,658,729</u>	Revenues	\$ 1,322,712
Liabilities	85,195	Expenses	<u>1,165,792</u>
Equity	<u>1,573,534</u>	Net income	<u>\$ 156,920</u>
	<u>\$ 1,658,729</u>		

4-D. Prior Period Adjustments

The accompanying financial statements include two prior period adjustments.

The 2009 balance for revenues in the Transportation Sales and Use Tax Fund was overstated by \$281,715 because of an error in calculating the deferred revenue. In addition, inventory of \$563,414 should have been reflected in the Solid Waste Center Fund for the cost of producing aggregate materials. The following table represents the restated balances for the 2009 financial report.

	<u>As Previously Reported</u>	<u>Restatements</u>	<u>As Restated</u>
USE TAX PRIOR PERIOD ADJUSTMENT			
Transportation Sales and Use Tax Fund			
Sales and use tax receivable	207,293	(167,673)	39,620
Deferred Revenue	335,346	114,042	449,388
Total Revenues	10,285,030	(281,715)	10,003,315
Fund Balance	9,405,909	(281,715)	9,124,194
Statement of Net Assets			
Net Assets Restricted for Transportation	9,097,358	(281,715)	8,815,643
Total Net Assets - Governmental Activities	170,322,875	(281,715)	170,041,160
INVENTORY PRIOR PERIOD ADJUSTMENT			
Solid Waste Center			
Inventory	-	563,414	563,414
Purchased Services	3,345,308	563,414	3,908,722
Net Assets Beginning of the Year	3,394,184	563,414	3,957,598
Statement of Net Assets			
Total Net Assets - Business Type Activities	85,001,346	563,414	85,564,760

THIS PAGE LEFT BLANK INTENTIONALLY

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, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	<u>2010</u>			<u>2009</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues					
Taxes	\$ 10,442,166	\$ 10,394,710	\$ 10,618,282	\$ 223,572	\$ 10,023,482
Intergovernmental	1,412,089	2,683,231	2,016,001	(667,230)	1,484,289
Licenses and permits	732,840	732,840	677,946	(54,894)	697,635
Charges for services	4,538,438	4,547,438	5,455,824	908,386	6,043,270
Fines and forfeitures	58,000	68,000	15,829	(52,171)	13,820
Investment earnings	274,068	274,068	299,919	25,851	439,429
Impact fees	-	191,379	203,923	12,544	13,015
Miscellaneous	892,096	946,096	1,032,915	86,819	396,998
Total Revenues	<u>18,349,697</u>	<u>19,837,762</u>	<u>20,320,639</u>	<u>482,877</u>	<u>19,111,938</u>
Expenditures					
Current:					
General government	8,079,433	10,795,310	8,615,171	2,180,139	8,477,240
Public safety	8,018,484	8,975,929	8,097,589	878,340	7,998,223
Public works	277,445	384,270	230,632	153,638	464,441
Health and welfare	1,889,171	2,157,287	1,782,583	374,704	2,148,851
Culture and recreation	347,701	1,230,104	286,512	943,592	301,395
Housing and development	206,829	398,208	407,926	(9,718)	231,392
Total Expenditures	<u>18,819,063</u>	<u>23,941,108</u>	<u>19,420,413</u>	<u>4,520,695</u>	<u>19,621,542</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(469,366)</u>	<u>(4,103,346)</u>	<u>900,226</u>	<u>5,003,572</u>	<u>(509,604)</u>
Other Financing Sources (Uses)					
Sale of capital assets	55,000	107,025	55,420	(51,605)	26,645
Transfers in	667,149	667,149	665,358	(1,791)	657,353
Transfers out	(405,508)	(728,708)	(727,361)	1,347	(403,180)
Total Other Financing Sources (Uses)	<u>316,641</u>	<u>45,466</u>	<u>(6,583)</u>	<u>(52,049)</u>	<u>280,818</u>
Net Change in Fund Balances	<u>\$ (152,725)</u>	<u>\$ (4,057,880)</u>	<u>893,643</u>	<u>\$ 4,951,523</u>	<u>(228,786)</u>
Fund Balances Beginning of Year			<u>24,808,461</u>		<u>25,037,247</u>
Fund Balances End of Year			<u>\$ 25,702,104</u>		<u>\$ 24,808,461</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, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
Taxes	\$ 1,675,614	\$ 1,723,070	\$ 1,461,613	\$ (261,457)	\$ 1,614,960
Intergovernmental	1,396,800	1,781,203	1,383,683	(397,520)	1,535,938
Licenses and permits	10,000	10,000	18,390	8,390	15,255
Charges for services	-	(3,118)	6,656	9,774	31,669
Investment earnings	-	-	19,455	19,455	54,833
Impact fees	-	-	123,407	123,407	72,473
Miscellaneous	500	125,500	125,000	(500)	35,528
Total Revenues	3,082,914	3,636,655	3,138,204	(498,451)	3,360,656
Expenditures					
Current:					
Public works	3,269,958	5,872,745	4,285,393	1,587,352	4,234,221
Total Expenditures	3,269,958	5,872,745	4,285,393	1,587,352	4,234,221
Excess (Deficiency) of Revenues Over (Under) Expenditures	(187,044)	(2,236,090)	(1,147,189)	1,088,901	(873,565)
Other Financing Sources					
Sale of capital assets	70,000	94,715	121,565	26,850	18,385
Total Other Financing Sources	70,000	94,715	121,565	26,850	18,385
Net Change in Fund Balances	\$ (117,044)	\$ (2,141,375)	(1,025,624)	\$ 1,115,751	(855,180)
Fund Balances Beginning of Year			2,843,088		3,698,268
Fund Balances End of Year			\$ 1,817,464		\$ 2,843,088

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, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Restated Actual
Revenues					
Taxes	\$ 10,534,694	\$ 10,944,385	\$ 10,525,030	\$ (419,355)	\$ 9,823,648
Investment earnings	88,000	88,000	112,981	24,981	162,517
Miscellaneous	13,800	13,800	12,550	(1,250)	17,150
Total Revenues	<u>10,636,494</u>	<u>11,046,185</u>	<u>10,650,561</u>	<u>(395,624)</u>	<u>10,003,315</u>
Expenditures					
Current:					
Public works	9,744,421	10,568,600	10,346,089	222,511	9,726,952
Total Expenditures	<u>9,744,421</u>	<u>10,568,600</u>	<u>10,346,089</u>	<u>222,511</u>	<u>9,726,952</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 892,073</u>	<u>\$ 477,585</u>	304,472	<u>\$ (173,113)</u>	276,363
Fund Balances Beginning of Year, restated			<u>9,124,194</u>		<u>8,847,831</u>
Fund Balances End of Year			<u>\$ 9,428,666</u>		<u>\$ 9,124,194</u>

Pitkin County, Colorado
Open Space and Trails Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
Taxes	\$ 12,712,697	\$ 12,712,697	\$ 12,446,673	\$ (266,024)	\$ 10,760,304
Intergovernmental	100,000	6,866,656	1,377,082	(5,489,574)	2,595,700
Licenses and permits	-	-	12,500	12,500	-
Charges for services	6,100	6,100	6,597	497	112,342
Fines and forfeitures	-	-	3,014	3,014	2,100
Investment earnings	34,320	34,320	73,544	39,224	57,833
Miscellaneous	-	-	31,580	31,580	104,256
Total Revenues	<u>12,853,117</u>	<u>19,619,773</u>	<u>13,950,990</u>	<u>(5,668,783)</u>	<u>13,632,535</u>
Expenditures					
Current:					
Culture and recreation	3,548,492	29,381,920	25,039,373	4,342,547	13,829,297
Debt Service:					
Principal retirement	450,000	450,000	450,000	-	435,000
Interest and fiscal charges	793,559	793,559	793,109	450	808,009
Total Expenditures	<u>4,792,051</u>	<u>30,625,479</u>	<u>26,282,482</u>	<u>4,342,997</u>	<u>15,072,306</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>8,061,066</u>	<u>(11,005,706)</u>	<u>(12,331,492)</u>	<u>(1,325,786)</u>	<u>(1,439,771)</u>
Other Financing Sources (Uses)					
Sale of capital assets	10,500	2,050,000	2,053,000	3,000	4,500
Bonds issued	-	10,000,000	-	(10,000,000)	-
Transfers in	69,000	69,000	69,000	-	69,000
Total Other Financing Sources (Uses)	<u>79,500</u>	<u>12,119,000</u>	<u>2,122,000</u>	<u>(9,997,000)</u>	<u>73,500</u>
Net Change in Fund Balances	<u>\$ 8,140,566</u>	<u>\$ 1,113,294</u>	<u>(10,209,492)</u>	<u>\$ (11,322,786)</u>	<u>(1,366,271)</u>
Fund Balances Beginning of Year			<u>(652,729)</u>		<u>713,542</u>
Fund Balances End of Year			<u>\$ (10,862,221)</u>		<u>\$ (652,729)</u>

Pitkin County, Colorado
Note to Required Supplemental Information
For the Year Ended December 31, 2010

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

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

Supplemental Information

Combining and Individual Fund

Statements and Schedules

Governmental Funds

Pitkin County, Colorado
Combining Balance Sheet
Non-major Governmental Funds
December 31, 2010

	Non-major Special Revenue Funds	Non-major Debt Service Fund	Total Non-major Governmental Funds
Assets			
Equity in pooled cash and investments	\$ 8,004,323	\$ 198	\$ 8,004,521
Receivables:			
Accounts	2,823	-	2,823
Property taxes	2,789,421	467,846	3,257,267
Sales taxes	-	117,500	117,500
Intergovernmental	344,197	-	344,197
Restricted cash and investments	-	54,123	54,123
Total Assets	\$ 11,140,764	\$ 639,667	\$ 11,780,431
Liabilities and Fund Balances			
Liabilities			
Accounts payable	\$ 109,826	\$ 798	\$ 110,624
Accrued liabilities	13,392	-	13,392
Intergovernmental payable	23,032	-	23,032
Due to other funds	-	2,358	2,358
Deferred revenue	2,804,019	467,846	3,271,865
Total Liabilities	2,950,269	471,002	3,421,271
Fund Balances			
Reserved for:			
Debt service	-	168,665	168,665
Program purposes and emergencies	150,170	-	150,170
Unreserved:			
Designated for subsequent years expenditures	312,074	-	312,074
Unreserved, undesignated, reported in:			
Special revenue funds	7,728,251	-	7,728,251
Total Fund Balances	8,190,495	168,665	8,359,160
Total Liabilities and Fund Balances	\$ 11,140,764	\$ 639,667	\$ 11,780,431

Pitkin County, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended December 31, 2010

	Non-major Special Revenue Funds	Non-major Debt Service Funds	Total Non-major Governmental Funds
Revenues			
Taxes	\$ 3,400,739	\$ 1,167,002	\$ 4,567,741
Intergovernmental	1,414,227	-	1,414,227
Charges for services	2,632	-	2,632
Investment earnings	95,801	6,291	102,092
Impact fees	312,051	-	312,051
Miscellaneous	22,492	-	22,492
Total Revenues	5,247,942	1,173,293	6,421,235
Expenditures			
Current:			
Public safety	504,466	-	504,466
Public works	549,430	2,500,000	3,049,430
Health and welfare	2,206,049	-	2,206,049
Culture and recreation	508,286	-	508,286
Debt Service:			
Principal retirement	6,032	1,415,000	1,421,032
Interest and fiscal charges	2,582	402,541	405,123
Bond issuance costs	-	102,030	102,030
Total Expenditures	3,776,845	4,419,571	8,196,416
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,471,097	(3,246,278)	(1,775,181)
Other Financing Sources (Uses)			
Bonds issued	-	8,360,000	8,360,000
Bond issuance premium	-	2,616	2,616
Payment to refunded bond escrow agent	-	(5,818,920)	(5,818,920)
Transfers in	40,000	658,361	698,361
Transfers out	(435,358)	-	(435,358)
Total Other Financing Sources (Uses)	(395,358)	3,202,057	2,806,699
Net Change in Fund Balances	1,075,739	(44,221)	1,031,518
Fund Balances Beginning of Year	7,114,756	212,886	7,327,642
Fund Balances End of Year	\$ 8,190,495	\$ 168,665	\$ 8,359,160

THIS PAGE LEFT BLANK INTENTIONALLY

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, 2010

	<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	\$ 49,437	\$ 666,297	\$ 237,645	\$ 2,383	\$ 943,811
Receivables:					
Accounts	2,823	-	-	-	-
Property taxes	239,449	659,405	1,480,898	-	-
Intergovernmental	87,251	120,027	-	-	126,522
Total Assets	<u>\$ 378,960</u>	<u>\$ 1,445,729</u>	<u>\$ 1,718,543</u>	<u>\$ 2,383</u>	<u>\$ 1,070,333</u>
Liabilities and Fund Balances					
Liabilities					
Accounts payable	\$ 3,984	\$ 47,513	\$ -	\$ -	\$ 55,266
Accrued liabilities	10,882	2,510	-	-	-
Intergovernmental payable	23,032	-	-	-	-
Deferred revenue	254,047	659,405	1,480,898	-	-
Total Liabilities	<u>291,945</u>	<u>709,428</u>	<u>1,480,898</u>	<u>-</u>	<u>55,266</u>
Fund Balances					
Reserved for program purposes and emergencies	28,484	31,096	44,318	1,545	21,035
Unreserved:					
Designated for subsequent years expenditures	-	-	109,620	-	-
Undesignated	58,531	705,205	83,707	838	994,032
Total Fund Balances	<u>87,015</u>	<u>736,301</u>	<u>237,645</u>	<u>2,383</u>	<u>1,015,067</u>
Total Liabilities and Fund Balances	<u>\$ 378,960</u>	<u>\$ 1,445,729</u>	<u>\$ 1,718,543</u>	<u>\$ 2,383</u>	<u>\$ 1,070,333</u>

Public Health Fund	Ambulance District	Employee Housing Impact	Redstone Ranch Acres Improvement District	Twining Flats Improvement District	Total Nonmajor Special Revenue Funds
\$ -	\$ 753,215	\$ 5,333,935	\$ 5,379	\$ 12,221	\$ 8,004,323
-	-	-	-	-	2,823
-	383,950	-	8,596	17,123	2,789,421
-	10,397	-	-	-	344,197
<u>\$ -</u>	<u>\$ 1,147,562</u>	<u>\$ 5,333,935</u>	<u>\$ 13,975</u>	<u>\$ 29,344</u>	<u>\$ 11,140,764</u>
\$ -	\$ 2,423	\$ -	\$ -	\$ 640	\$ 109,826
-	-	-	-	-	13,392
-	-	-	-	-	23,032
-	383,950	-	8,596	17,123	2,804,019
-	386,373	-	8,596	17,763	2,950,269
-	11,695	11,204	264	529	150,170
-	202,454	-	-	-	312,074
-	547,040	5,322,731	5,115	11,052	7,728,251
-	761,189	5,333,935	5,379	11,581	8,190,495
<u>\$ -</u>	<u>\$ 1,147,562</u>	<u>\$ 5,333,935</u>	<u>\$ 13,975</u>	<u>\$ 29,344</u>	<u>\$ 11,140,764</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, 2010

	Social Services	Translator	Healthy Community	Conservation Trust	Healthy Rivers and Streams Fund
Revenues					
Taxes	\$ 179,354	\$ 653,360	\$ 1,470,989	\$ -	\$ 691,832
Intergovernmental	760,917	360,252	-	51,238	-
Charges for services	-	2,632	-	-	-
Investment earnings	680	6,813	6,267	253	9,340
Impact fees	-	-	-	-	-
Miscellaneous	9,012	13,468	-	-	-
Total Revenues	<u>949,963</u>	<u>1,036,525</u>	<u>1,477,256</u>	<u>51,491</u>	<u>701,172</u>
Expenditures					
Current:					
Public safety	-	-	-	-	-
Public works	-	519,883	16,000	-	-
Health and welfare	937,032	-	1,027,197	-	-
Culture and recreation	-	-	176,050	-	332,236
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total Expenditures	<u>937,032</u>	<u>519,883</u>	<u>1,219,247</u>	<u>-</u>	<u>332,236</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>12,931</u>	<u>516,642</u>	<u>258,009</u>	<u>51,491</u>	<u>368,936</u>
Other Financing Sources (Uses)					
Transfers in	40,000	-	-	-	-
Transfers out	-	-	(384,118)	(51,240)	-
Total Other Financing Sources (Uses)	<u>40,000</u>	<u>-</u>	<u>(384,118)</u>	<u>(51,240)</u>	<u>-</u>
Net Change in Fund Balances	52,931	516,642	(126,109)	251	368,936
Fund Balances Beginning of Year	<u>34,084</u>	<u>219,659</u>	<u>363,754</u>	<u>2,132</u>	<u>646,131</u>
Fund Balances End of Year	<u>\$ 87,015</u>	<u>\$ 736,301</u>	<u>\$ 237,645</u>	<u>\$ 2,383</u>	<u>\$ 1,015,067</u>

Public Health Fund	Ambulance District	Housing Impact Fund	Redstone Ranch Acres Improvement District	Twining Flats Improvement District	Total Nonmajor Special Revenue Funds
\$ -	\$ 379,035	\$ -	\$ 8,723	\$ 17,446	\$ 3,400,739
241,820	-	-	-	-	1,414,227
-	-	-	-	-	2,632
-	10,779	61,401	82	186	95,801
-	-	312,051	-	-	312,051
-	12	-	-	-	22,492
<u>241,820</u>	<u>389,826</u>	<u>373,452</u>	<u>8,805</u>	<u>17,632</u>	<u>5,247,942</u>
-	504,466	-	-	-	504,466
-	-	-	7,576	5,971	549,430
241,820	-	-	-	-	2,206,049
-	-	-	-	-	508,286
-	-	-	-	6,032	6,032
-	-	-	-	2,582	2,582
<u>241,820</u>	<u>504,466</u>	<u>-</u>	<u>7,576</u>	<u>14,585</u>	<u>3,776,845</u>
-	(114,640)	373,452	1,229	3,047	1,471,097
-	-	-	-	-	40,000
-	-	-	-	-	(435,358)
-	-	-	-	-	(395,358)
-	(114,640)	373,452	1,229	3,047	1,075,739
-	875,829	4,960,483	4,150	8,534	7,114,756
<u>\$ -</u>	<u>\$ 761,189</u>	<u>\$ 5,333,935</u>	<u>\$ 5,379</u>	<u>\$ 11,581</u>	<u>\$ 8,190,495</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, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues					
Taxes	\$ 183,571	\$ 183,571	\$ 179,354	\$ (4,217)	\$ 103,035
Intergovernmental	838,628	1,039,628	760,917	(278,711)	779,991
Investment earnings	870	870	680	(190)	1,132
Miscellaneous	-	-	9,012	9,012	9,301
Total Revenues	<u>1,023,069</u>	<u>1,224,069</u>	<u>949,963</u>	<u>(274,106)</u>	<u>893,459</u>
Expenditures					
Current:					
Health and welfare	1,049,526	1,279,337	937,032	342,305	967,098
Total Expenditures	<u>1,049,526</u>	<u>1,279,337</u>	<u>937,032</u>	<u>342,305</u>	<u>967,098</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(26,457)</u>	<u>(55,268)</u>	<u>12,931</u>	<u>68,199</u>	<u>(73,639)</u>
Other Financing Sources (Uses)					
Transfers from other funds	20,000	40,000	40,000	-	20,000
Total Other Financing Sources	<u>20,000</u>	<u>40,000</u>	<u>40,000</u>	<u>-</u>	<u>20,000</u>
Net Change in Fund Balances	<u>\$ (6,457)</u>	<u>\$ (15,268)</u>	52,931	<u>\$ 68,199</u>	(53,639)
Fund Balances Beginning of Year			<u>34,084</u>		<u>87,723</u>
Fund Balances End of Year			<u>\$ 87,015</u>		<u>\$ 34,084</u>

Pitkin County, Colorado
Translator Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	<u>2010</u>			<u>2009</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Actual</u>
Revenues					
Taxes	\$ 667,852	\$ 667,852	\$ 653,360	\$ (14,492)	\$ 638,173
Intergovernmental	180,000	180,000	360,252	180,252	-
Charges for services	-	-	2,632	2,632	-
Investment earnings	11,691	11,691	6,813	(4,878)	21,011
Miscellaneous	-	-	13,468	13,468	-
Total Revenues	<u>859,543</u>	<u>859,543</u>	<u>1,036,525</u>	<u>176,982</u>	<u>659,184</u>
Expenditures					
Current:					
Public works	<u>751,003</u>	<u>1,011,685</u>	<u>519,883</u>	<u>491,802</u>	<u>1,528,569</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>108,540</u>	<u>(152,142)</u>	<u>516,642</u>	<u>668,784</u>	<u>(869,385)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 108,540</u>	<u>\$ (152,142)</u>	<u>516,642</u>	<u>\$ 668,784</u>	<u>(869,385)</u>
Fund Balances Beginning of Year			<u>219,659</u>		<u>1,089,044</u>
Fund Balances End of Year			<u>\$ 736,301</u>		<u>\$ 219,659</u>

Pitkin County, Colorado
Healthy Community Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues					
Taxes	\$ 1,502,791	\$ 1,502,791	\$ 1,470,989	\$ (31,802)	\$ 1,433,712
Investment earnings	6,373	6,373	6,267	(106)	11,475
Total Revenues	<u>1,509,164</u>	<u>1,509,164</u>	<u>1,477,256</u>	<u>(31,908)</u>	<u>1,445,187</u>
Expenditures					
Current:					
Public works	16,000	16,000	16,000	-	16,482
Health and welfare	1,014,985	1,014,985	1,027,197	(12,212)	897,569
Culture and recreation	188,550	188,550	176,050	12,500	168,862
Total Expenditures	<u>1,219,535</u>	<u>1,219,535</u>	<u>1,219,247</u>	<u>288</u>	<u>1,082,913</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>289,629</u>	<u>289,629</u>	<u>258,009</u>	<u>(31,620)</u>	<u>362,274</u>
Other Financing Sources					
Transfers out	(361,149)	(381,149)	(384,118)	(2,969)	(353,353)
Total Other Financing Sources	<u>(361,149)</u>	<u>(381,149)</u>	<u>(384,118)</u>	<u>(2,969)</u>	<u>(353,353)</u>
Net Change in Fund Balances	<u>\$ (71,520)</u>	<u>\$ (91,520)</u>	(126,109)	<u>\$ (34,589)</u>	8,921
Fund Balances Beginning of Year			<u>363,754</u>		<u>354,833</u>
Fund Balances End of Year			<u>\$ 237,645</u>		<u>\$ 363,754</u>

Pitkin County, Colorado
Conservation Trust Fund
Schedule of Revenues and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues					
Intergovernmental	\$ 56,000	\$ 56,000	\$ 51,238	\$ (4,762)	\$ 54,339
Investment earnings	-	-	253	253	390
Total Revenues	56,000	56,000	51,491	(4,509)	54,729
Other Financing Uses					
Transfers out	(56,000)	(56,000)	(51,240)	4,760	(54,000)
Total Other Financing Uses	(56,000)	(56,000)	(51,240)	4,760	(54,000)
Net Change in Fund Balances	\$ -	\$ -	251	\$ 251	729
Fund Balances Beginning of Year			2,132		1,403
Fund Balances End of Year			\$ 2,383		\$ 2,132

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, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	<u>2010</u>			<u>2009</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Actual</u>
Revenues					
Taxes	\$ 696,588	\$ 696,588	\$ 691,832	\$ (4,756)	\$ 649,456
Investment earnings	-	-	9,340	9,340	4,178
Total Revenues	<u>696,588</u>	<u>696,588</u>	<u>701,172</u>	<u>4,584</u>	<u>653,634</u>
Expenditures					
Current:					
Culture and recreation	134,000	644,830	332,236	312,594	7,503
Total Expenditures	<u>134,000</u>	<u>644,830</u>	<u>332,236</u>	<u>312,594</u>	<u>7,503</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>562,588</u>	<u>51,758</u>	<u>368,936</u>	<u>317,178</u>	<u>646,131</u>
Net Change in Fund Balances	<u>\$ 562,588</u>	<u>\$ 51,758</u>	368,936	<u>\$ 317,178</u>	646,131
Fund Balances Beginning of Year			<u>646,131</u>		<u>-</u>
Fund Balances End of Year			<u>\$ 1,015,067</u>		<u>\$ 646,131</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, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues					
Intergovernmental	\$ -	\$ 275,000	\$ 241,820	\$ (33,180)	\$ 68,015
Total Revenues	-	275,000	241,820	(33,180)	68,015
Expenditures					
Current:					
Health and welfare	-	275,000	241,820	33,180	68,015
Total Expenditures	-	275,000	241,820	33,180	68,015
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, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues					
Taxes	\$ 386,333	\$ 386,333	\$ 379,035	\$ (7,298)	\$ 372,514
Intergovernmental	-	-	-	-	-
Investment earnings	11,841	11,841	10,779	(1,062)	17,788
Miscellaneous	-	-	12	12	-
Total Revenues	<u>398,174</u>	<u>398,174</u>	<u>389,826</u>	<u>(8,348)</u>	<u>390,302</u>
Expenditures					
Current:					
Public safety	<u>609,272</u>	<u>629,772</u>	<u>504,466</u>	<u>125,306</u>	<u>596,448</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(211,098)	(231,598)	(114,640)	116,958	(206,146)
Other Financing Sources					
Sale of capital assets	-	-	-	-	4,000
Net Change in Fund Balances	<u>\$ (211,098)</u>	<u>\$ (231,598)</u>	(114,640)	<u>\$ 116,958</u>	(202,146)
Fund Balances Beginning of Year			<u>875,829</u>		<u>1,077,975</u>
Fund Balances End of Year			<u>\$ 761,189</u>		<u>\$ 875,829</u>

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, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	<u>2010</u>			<u>2009</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Actual</u>
Revenues					
Investment earnings	\$ 40,364	\$ 40,364	\$ 61,401	\$ 21,037	\$ 83,758
Impact fees	300,000	300,000	312,051	12,051	367,857
Total Revenues	<u>340,364</u>	<u>340,364</u>	<u>373,452</u>	<u>33,088</u>	<u>451,615</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>340,364</u>	<u>340,364</u>	<u>373,452</u>	<u>33,088</u>	<u>451,615</u>
Net Change in Fund Balances	<u>\$ 340,364</u>	<u>\$ 340,364</u>	<u>373,452</u>	<u>\$ 33,088</u>	<u>451,615</u>
Fund Balances Beginning of Year			<u>4,960,483</u>		<u>4,508,868</u>
Fund Balances End of Year			<u>\$ 5,333,935</u>		<u>\$ 4,960,483</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, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues					
Taxes	\$ 8,813	\$ 8,813	\$ 8,723	\$ (90)	\$ 8,709
Investment earnings	53	53	82	29	92
Total Revenues	8,866	8,866	8,805	(61)	8,801
Expenditures					
Current:					
Public works	8,424	8,424	7,576	848	7,344
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 442	\$ 442	1,229	\$ 787	1,457
Fund Balances Beginning of Year			4,150		2,693
Fund Balances End of Year			\$ 5,379		\$ 4,150

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, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues					
Taxes	\$ 17,630	\$ 17,630	\$ 17,446	\$ (184)	\$ 17,493
Investment earnings	73	73	186	113	184
Total Revenues	17,703	17,703	17,632	(71)	17,677
Expenditures					
Current:					
Public works	6,847	6,847	5,971	876	3,637
Debt Service:					
Principal retirement	6,032	6,032	6,032	-	5,691
Interest and fiscal charges	2,582	2,582	2,582	-	2,872
Total Expenditures	15,461	15,461	14,585	876	12,200
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 2,242	\$ 2,242	3,047	\$ 805	5,477
Fund Balances Beginning of Year			8,534		3,057
Fund Balances End of Year			\$ 11,581		\$ 8,534

THIS PAGE LEFT BLANK INTENTIONALLY

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. During 2010, The County issued a \$8,360,000 Sales Tax Revenue bonds that consisted of \$5,830,000 Tax Exempt Refunding bonds \$2,530,000 of Taxable Sales Tax Revenue Build America Bonds. The refunding bonds defeased the outstanding 1998 and 2001 Sales Tax Revenue Bonds. The bond proceeds of the refunded debt and current debt were issued to acquire buses and improve certain facilities for the Roaring Fork Transit Agency. 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, 2010

	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	\$ -	\$ -	\$ 198	\$ 198
Receivables:				
Property taxes	467,846	-	-	467,846
Sales taxes	-	117,500	-	117,500
Restricted cash and investments	-	54,123	-	54,123
Total Assets	\$ 467,846	\$ 171,623	\$ 198	\$ 639,667
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$ -	\$ 600	\$ 198	\$ 798
Due to other funds	2,358	-	-	2,358
Deferred revenue	467,846	-	-	467,846
Total Liabilities	470,204	600	198	471,002
Fund Balances				
Reserved for debt service	(2,358)	171,023	-	168,665
Total Fund Balances	(2,358)	171,023	-	168,665
Total Liabilities and Fund Balances	\$ 467,846	\$ 171,623	\$ 198	\$ 639,667

Pitkin County, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Debt Service Funds
For the Year Ended December 31, 2010

	County GO Debt Service	Transit Debt Service	Pitkin County Capital Leasing Corporation	Non-major Debt Service Funds
Revenues				
Taxes	\$ 470,443	\$ 696,559	\$ -	\$ 1,167,002
Investment earnings	2,947	3,344	-	6,291
Total Revenues	<u>473,390</u>	<u>699,903</u>	<u>-</u>	<u>1,173,293</u>
Expenditures				
Current				
Public works	-	2,500,000	-	2,500,000
Debt Service:				
Principal retirement	410,000	380,000	625,000	1,415,000
Interest and fiscal charges	64,132	304,771	33,638	402,541
Bond issuance costs	-	102,030	-	102,030
Total Expenditures	<u>474,132</u>	<u>3,286,801</u>	<u>658,638</u>	<u>4,419,571</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(742)</u>	<u>(2,586,898)</u>	<u>(658,638)</u>	<u>(3,246,278)</u>
Other Financing Sources				
Issuance of bonds	-	8,360,000	-	8,360,000
Premium on debt issuance	-	2,616	-	2,616
Payment to refunded bond escrow agent	-	(5,818,920)	-	(5,818,920)
Transfers in	-	-	658,361	658,361
Total Other Financing Sources	<u>-</u>	<u>2,543,696</u>	<u>658,361</u>	<u>3,202,057</u>
Net Change in Fund Balances	(742)	(43,202)	(277)	(44,221)
Fund Balances Beginning of Year	<u>(1,616)</u>	<u>214,225</u>	<u>277</u>	<u>212,886</u>
Fund Balances End of Year	<u>\$ (2,358)</u>	<u>\$ 171,023</u>	<u>\$ -</u>	<u>\$ 168,665</u>

Pitkin County, Colorado
County GO Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues					
Taxes	\$ 479,535	\$ 479,535	\$ 470,443	\$ (9,092)	\$ 495,221
Investment earnings	-	-	2,947	2,947	4,105
Total Revenues	<u>479,535</u>	<u>479,535</u>	<u>473,390</u>	<u>(6,145)</u>	<u>499,326</u>
Expenditures					
Debt Service:					
Principal retirement	410,000	410,000	410,000	-	390,000
Interest and fiscal charges	65,224	65,224	64,132	1,092	78,844
Total Expenditures	<u>475,224</u>	<u>475,224</u>	<u>474,132</u>	<u>1,092</u>	<u>468,844</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>4,311</u>	<u>4,311</u>	<u>(742)</u>	<u>(5,053)</u>	<u>30,482</u>
Net Change in Fund Balances	<u>\$ 4,311</u>	<u>\$ 4,311</u>	<u>(742)</u>	<u>\$ (5,053)</u>	<u>30,482</u>
Fund Balances Beginning of Year			<u>(1,616)</u>		<u>(32,098)</u>
Fund Balances End of Year			<u>\$ (2,358)</u>		<u>\$ (1,616)</u>

Pitkin County, Colorado
County GO Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues					
Taxes	\$ 674,990	\$ 685,299	\$ 696,559	\$ 11,260	\$ 631,621
Investment earnings	6,465	6,465	3,344	(3,121)	5,412
Total Revenues	<u>681,455</u>	<u>691,764</u>	<u>699,903</u>	<u>8,139</u>	<u>637,033</u>
Expenditures					
Current					
Public works	-	2,500,000	2,500,000	-	-
Debt Service:					
Principal retirement	380,000	380,000	380,000	-	365,000
Interest and fiscal charges	301,455	305,621	304,771	850	316,150
Bond issuance costs	-	102,030	102,030	-	-
Total Expenditures	<u>681,455</u>	<u>3,287,651</u>	<u>3,286,801</u>	<u>850</u>	<u>681,150</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>(2,595,887)</u>	<u>(2,586,898)</u>	<u>8,989</u>	<u>(44,386)</u>
Other Financing Sources (Uses)					
Issuance of bonds	-	8,360,000	8,360,000	-	-
Premium on debt issuance	-	2,616	2,616	-	-
Payment to refunded bond escrow agent	-	(5,818,920)	(5,818,920)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>2,543,696</u>	<u>2,543,696</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ (52,191)</u>	<u>(43,202)</u>	<u>\$ 8,989</u>	<u>(44,386)</u>
Fund Balances Beginning of Year			<u>214,225</u>		<u>258,611</u>
Fund Balances End of Year			<u>\$ 171,023</u>		<u>\$ 214,225</u>

Pitkin County, Colorado
Pitkin County Capital Leasing Corporation Fund
Schedule of Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	<u>2010</u>			<u>2009</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Actual</u>
Expenditures					
Debt service:					
Principal retirement	\$ 305,000	\$ 628,200	\$ 625,000	\$ 3,200	\$ 290,000
Interest and fiscal charges	31,508	31,508	33,638	(2,130)	47,121
Total Expenditures	<u>336,508</u>	<u>659,708</u>	<u>658,638</u>	<u>1,070</u>	<u>337,121</u>
(Deficiency) of Revenues					
(Under) Expenditures	<u>(336,508)</u>	<u>(659,708)</u>	<u>(658,638)</u>	<u>1,070</u>	<u>(337,121)</u>
Other Financing Sources					
Transfers in	336,508	659,708	658,361	1,347	337,121
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	(277)	<u>\$ 277</u>	-
Fund Balances Beginning of Year			<u>277</u>		<u>277</u>
Fund Balances End of Year			<u>\$ -</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, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	<u>2010</u>	<u>2009</u>
Operating Revenues		
Charges for services	\$ 2,837,359	\$ 2,783,842
Rents and franchises	4,339,085	3,988,301
Miscellaneous	325	4,914
Total Operating Revenues	<u>7,176,769</u>	<u>6,777,057</u>
Operating Expenses		
Personal services	2,093,623	2,008,414
Purchased services	4,937,012	5,247,547
Materials and supplies	443,280	215,903
Depreciation	3,933,204	3,337,555
Total Operating Expenses	<u>11,407,119</u>	<u>10,809,419</u>
Operating Loss	(4,230,350)	(4,032,362)
Non-operating Revenues (Expenses)		
Interest revenue	126,461	188,074
Intergovernmental revenue	388,868	366,766
Interest expense and fiscal charge	(50,477)	(61,956)
Net (loss) on disposition of capital assets	(197,249)	(28,386)
Total Non-operating Revenues (Expenses)	<u>267,603</u>	<u>464,498</u>
Loss Before Capital Contributions	(3,962,747)	(3,567,864)
Capital contributions	3,468,958	6,078,666
Change in Net Assets	(493,789)	2,510,802
Net Assets Beginning of Year	<u>81,607,162</u>	<u>79,096,360</u>
Net Assets End of Year	<u>\$ 81,113,373</u>	<u>\$ 81,607,162</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, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues					
GAAP-based operating revenues	\$ 7,016,232	\$ 7,016,232	\$ 7,176,769	\$ 160,537	\$ 6,777,057
GAAP-based interest revenues	81,699	81,699	126,461	44,762	188,074
GAAP-based non-operating revenue	388,971	388,971	388,868	(103)	366,766
GAAP-based contributions from federal government and others	3,573,601	17,778,293	3,468,958	(14,309,335)	6,078,666
Total Budgetary-Based Revenues	<u>\$ 11,060,503</u>	<u>\$ 25,265,195</u>	<u>\$ 11,161,056</u>	<u>\$ (14,104,139)</u>	<u>\$ 13,410,563</u>
Expenditures					
GAAP-based operating expenditures	\$ 9,562,692	\$ 13,879,819	\$ 7,473,915	\$ 6,405,904	\$ 7,471,864
GAAP-based interest expense and fiscal charges	53,651	53,651	50,477	3,174	61,956
Deduct depreciation	-	-	(3,933,204)	3,933,204	(3,337,555)
Add acquisition of property and equipment	1,255,125	17,659,040	2,536,366	15,122,674	5,688,637
Add debt principal retirement	311,166	311,166	311,166	-	301,868
Total Budgetary-Based Expenditures	<u>\$ 11,182,634</u>	<u>\$ 31,903,676</u>	<u>\$ 6,438,720</u>	<u>\$ 25,464,956</u>	<u>\$ 10,186,770</u>
Other Financing Sources (Uses)					
GAAP-based proceeds from sale of capital assets	\$ 115,000	\$ 155,000	\$ 43,500	\$ (111,500)	\$ 10,000
Total Budgetary-Based Other Financing Sources (Uses)	<u>\$ 115,000</u>	<u>\$ 155,000</u>	<u>\$ 43,500</u>	<u>\$ (111,500)</u>	<u>\$ 10,000</u>

Pitkin County, Colorado
Solid Waste Center Fund
Statement of Revenues,
Expenses and Changes in Fund Net Assets
For the Year Ended December 31, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	2010	Restated 2009
Operating Revenues		
Charges for services	\$ 3,972,556	\$ 3,424,031
Miscellaneous	-	-
Total Operating Revenues	<u>3,972,556</u>	<u>3,424,031</u>
Operating Expenses		
Personal services	852,871	849,135
Purchased services	3,074,489	3,908,722
Materials and supplies	53,170	50,086
Depreciation	147,940	159,550
Postclosure	102,894	19,631
Total Operating Expenses	<u>4,231,364</u>	<u>4,987,124</u>
Operating (Loss)	<u>(258,808)</u>	<u>(1,563,093)</u>
Non-Operating Revenues (Expenses)		
Interest	50,236	100,751
(Loss) on sale of capital assets	-	(26,700)
Total Non-Operating Revenues (Expenses)	<u>50,236</u>	<u>74,051</u>
(Loss) Before Transfers Out	(208,572)	(1,489,042)
Transfers out	<u>(270,000)</u>	<u>(270,000)</u>
Change in Net Assets	(478,572)	(1,759,042)
Net Assets Beginning of Year, Restated	<u>3,957,598</u>	<u>5,716,640</u>
Net Assets End of Year	<u><u>\$ 3,479,026</u></u>	<u><u>\$ 3,957,598</u></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, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	2010			Variance	Restated
	Original	Final	Actual	Favorable	2009
	Budget	Budget		(Unfavorable)	Actual
Revenues					
GAAP-based operating revenues	\$ 3,382,000	\$ 3,382,000	\$ 3,972,556	\$ 590,556	\$ 3,424,031
GAAP-based interest revenues	69,822	69,822	50,236	(19,586)	100,751
Total Budgetary-Based Revenues	\$ 3,451,822	\$ 3,451,822	\$ 4,022,792	\$ 570,970	\$ 3,524,782
Expenditures					
GAAP-based operating expenditures	\$ 3,738,687	\$ 3,818,716	\$ 3,980,530	\$ (161,814)	\$ 4,807,943
Deduct depreciation	-	-	(147,940)	147,940	(159,550)
Deduct postclosure accrual	-	-	(102,894)	102,894	(19,631)
Add (deduct) decrease in inventory	-	-	(234,914)	234,914	(563,414)
Add acquisition of property and equipment	275,000	428,238	31,990	396,248	110,028
Total Budgetary-Based Expenditures	\$ 4,013,687	\$ 4,246,954	\$ 3,526,772	\$ 720,182	\$ 4,175,376
Other Financing Sources (Uses)					
GAAP-based proceeds from sale of capital assets	\$ 4,000	\$ 4,000	\$ -	\$ (4,000)	\$ 39,900
GAAP-based transfer to general fund	(270,000)	(270,000)	(270,000)	-	(270,000)
Total Budgetary-Based Other Financing Sources (Uses)	\$ (266,000)	\$ (266,000)	\$ (270,000)	\$ (4,000)	\$ (230,100)

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, 2010

County Clearing Funds	Balance January 1, 2010	Additions	Deductions	Balance December 31, 2010
Assets				
Equity in pooled cash and investments	\$ 1,279,133	\$ 217,953,519	\$ 217,302,854	\$ 1,929,798
Liabilities				
Due to other governments	\$ 203,621	\$ 3,943,132	\$ 4,146,753	\$ -
Funds held for others	1,075,513	214,010,387	213,156,102	1,929,798
Total Liabilities	\$ 1,279,134	\$ 217,953,519	\$ 217,302,855	\$ 1,929,798
Taxing Districts				
Assets				
Equity in pooled cash and investments	\$ 264,835	\$ 87,976,033	\$ 88,084,280	\$ 156,588
Liabilities				
Due to other governments	\$ 264,835	\$ 87,976,033	\$ 88,084,280	\$ 156,588
Housing Funds				
Assets				
Equity in pooled cash and investments	\$ 1,236,737	\$ 14,588	\$ 19,486	\$ 1,231,839
Liabilities				
Funds held for others	\$ 1,236,737	\$ 14,588	\$ 19,486	\$ 1,231,839
Other Clearing Funds				
Assets				
Equity in pooled cash and investments	\$ 307,930	\$ 3,678	\$ 292	\$ 311,316
Liabilities				
Due to other governments	\$ 307,930	\$ 3,678	\$ 292	\$ 311,316
Total - All Agency Funds				
Assets				
Equity in pooled cash and investments	\$ 3,088,635	\$ 305,947,818	\$ 305,406,912	\$ 3,629,541
Liabilities				
Due to other governments	\$ 776,386	\$ 91,922,843	\$ 92,231,325	\$ 467,904
Funds held for others	2,312,250	214,024,975	213,175,588	3,161,637
Total Liabilities	\$ 3,088,636	\$ 305,947,818	\$ 305,406,913	\$ 3,629,541

THIS PAGE LEFT BLANK INTENTIONALLY

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, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	<u>2010</u>			<u>2009</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Actual</u>
Revenues					
Taxes	\$ 3,196,296	\$ 3,196,296	\$ 3,132,251	\$ (64,045)	\$ 3,055,478
Intergovernmental	-	-	-	-	47,250
Charges for services	10,225	10,225	14,732	4,507	10,709
Fines and forfeits	22,000	22,000	20,354	(1,646)	20,098
Investment earnings	13,317	13,317	569,592	556,275	872,736
Miscellaneous	16,000	16,000	22,351	6,351	20,325
Total Revenues	<u>3,257,838</u>	<u>3,257,838</u>	<u>3,759,280</u>	<u>501,442</u>	<u>4,026,596</u>
Expenditures					
Current:					
Culture and recreation	3,160,556	3,488,410	3,068,633	419,777	3,334,689
Total Expenditures	<u>3,160,556</u>	<u>3,488,410</u>	<u>3,068,633</u>	<u>419,777</u>	<u>3,334,689</u>
Excess of Revenues Over (Under) Expenditures	<u>97,282</u>	<u>(230,572)</u>	<u>690,647</u>	<u>921,219</u>	<u>691,907</u>
Other Financing Sources					
Proceeds from sale of capital assets	10,000	10,000	9,441	(559)	10,402
Total Other Financing Sources	<u>10,000</u>	<u>10,000</u>	<u>9,441</u>	<u>(559)</u>	<u>10,402</u>
Net Change in Fund Balances	<u>\$ 107,282</u>	<u>\$ (220,572)</u>	<u>700,088</u>	<u>\$ 920,660</u>	<u>702,309</u>
Fund Balances Beginning of Year			<u>5,370,794</u>		<u>4,668,485</u>
Fund Balances End of Year			<u>\$ 6,070,882</u>		<u>\$ 5,370,794</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		\$ (5,172,306)			
Capital outlay		<u>9,447,764</u>	\$ 4,275,458		
Compensated absences			<u>(122,538)</u>		
Total Net Assets			<u>\$ 10,223,802</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, 2010
(With Comparative Actual Amounts for the Year Ended December 31, 2009)

	<u>2010</u>			<u>2009</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Actual</u>
Revenues					
Charges for services	\$ 560,000	\$ 560,000	\$ 547,734	\$ (12,266)	\$ 357,579
Intergovernmental revenue	-	45,841	-	(45,841)	20,000
Investment earnings	5,104	5,104	8,019	2,915	10,222
Total Revenues	<u>565,104</u>	<u>610,945</u>	<u>555,753</u>	<u>(55,192)</u>	<u>387,801</u>
Expenditures					
Current:					
Public Safety	359,715	467,635	338,479	129,156	302,802
Total Expenditures	<u>359,715</u>	<u>467,635</u>	<u>338,479</u>	<u>129,156</u>	<u>302,802</u>
Excess of Revenues Over (Under)					
Expenditures	<u>\$ 205,389</u>	<u>\$ 143,310</u>	217,274	<u>\$ 73,964</u>	84,999
Fund Balances Beginning of Year			<u>627,412</u>		<u>542,413</u>
Fund Balances End of Year			<u>\$ 844,686</u>		<u>\$ 627,412</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.					
Depreciation expense		\$ (201,618)			
Capital outlay		<u>506,127</u>	<u>\$ 304,509</u>		
Total Net Assets			<u>\$ 1,149,195</u>		

THIS PAGE LEFT BLANK INTENTIONALLY

COMBINED SCHEDULE OF CASH AND INVESTMENTS

Pitkin County, Colorado

COMBINED SCHEDULE OF CASH AND INVESTMENTS

December 31, 2010

	Interest Rate	Maturity Date	Fair Value
Pooled cash and investments			
U.S. Agencies and Instrumentalities			
Federal National Mortgage Assoc.			
Par Value \$1,000,000	3.875%	7/12/2013	\$ 1,073,960
Federal Home Loan Bank			
Par Value \$1,000,000	1.000%	9/13/2013	999,120
Par Value \$1,000,000	4.650%	9/29/2010	1,106,810
Total U.S. Agencies and Instrumentalities			<u>\$ 3,179,890</u>
Bank Certificates of Deposit			
Cache Bank, Greeley	3.970%	7/16/2011	1,000,000
Cache Bank, Greeley	3.920%	9/22/2011	1,000,000
City Wide Bank	4.060%	1/18/2011	1,000,000
City Wide Bank	3.000%	11/21/2011	1,000,000
City Wide Bank	2.780%	3/20/2012	1,000,000
City Wide Bank	2.780%	5/19/2012	1,000,000
Bank of San Juan, Durango	3.920%	3/14/2011	1,000,000
Bank of San Juan, Durango	2.280%	8/25/2012	1,000,000
Bank of San Juan, Durango	2.280%	9/18/2012	1,000,000
Bank of San Juan, Durango	2.280%	11/14/2012	1,000,000
Bank of San Juan, Durango	2.250%	1/15/2013	1,000,000
Bank of San Juan, Durango	2.000%	3/19/2013	1,000,000
US Bank, Denver (Cincinnati)	3.750%	5/15/2011	1,000,000
Total Bank Certificates of Deposit			<u>\$ 13,000,000</u>
Money Market Demand Deposits			
Alpine Bank, Aspen	0.650%	-	29,506,838
Wells Fargo Bank		-	4,667
Morgan Stanley Bank NA			24,378
Local Government Surplus Trust Funds			
COLOTRUST			7,038,536
Money Market Mutual Funds			
Vanguard Prime Money Market Instl	0.210%	-	2,533,092
Federated Treasury Obligation Money Market Fund	4.050%		33,454
Petty cash			7,300
Deposits in transit less bank transfers in process			1,053,682
Less outstanding warrants			<u>(793,109)</u>
TOTAL POOLED CASH AND INVESTMENTS			<u>\$ 55,588,728</u>

Pitkin County, Colorado

COMBINED SCHEDULE OF CASH AND INVESTMENTS (CONTINUED)

December 31, 2010

	<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			\$ 1
EuroPacific Growth			160,170
Diamond Hill Small Cap			110,643
Loomis Sales Investment Grade Bond			363,870
Harbor High-yield Bond			211,409
ING Global Real Estate			155,797
PIMCO COMmodity Real Return			165,230
PIMCO Low Duration Bond			237,786
Allianz Pimco RCM Large Cap Growth			277,335
Vanguard Int Term Bond Index			358,806
Davis New York Venture			283,288
MS Instl International Small Cap			121,256
Pimco RCM Total Return Inst			723,945
T. Rowe Price Mid-cap			116,906
Fidelity Floating Rate			498,496
Thornburg International Value Instl			161,542
Vanguard Short-term Bond Index			486,365
Vanguard Total Stock			<u>449,010</u>
Total library other cash and investments			\$ 4,881,855
Retirement Trust Fund			
Mutual Funds held at Wells Fargo Bank, trustee			<u>\$ 21,812,618</u>
TOTAL OTHER CASH AND INVESTMENTS			<u>\$ 26,694,473</u>
		<u>Pooled cash and investments</u>	<u>Other cash and Investments</u>
Fund Reporting Level:			
Governmental Funds - Balance Sheet	\$	34,038,655	\$ -
Governmental Funds - Balance Sheet - Restricted Assets		54,123	-
Proprietary Fund Type Statement of Net Assets		12,723,142	-
Proprietary Fund Type Statement of Net Assets - Restricted Assets		2,989,241	-
Component Units - Balance Sheet		2,043,739	4,881,855
Statement of Fiduciary Assets and Liabilities		<u>3,739,828</u>	<u>21,812,618</u>
Total	\$	<u>55,588,728</u>	<u>\$ 26,694,473</u>

THIS PAGE LEFT BLANK INTENTIONALLY

COMBINED SCHEDULE OF GOVERNMENTAL REVENUE BY SOURCE

Pitkin County, Colorado

COMBINED SCHEDULE OF GOVERNMENTAL REVENUE BY SOURCE

For the Year Ended December 31, 2010

	MAJOR FUNDS			
	General Fund	Road & Bridge Fund	Transportation Sales and Use Tax Fund	Open Space and Trails Fund
Taxes and special assessments				
Property	\$ 5,413,738	\$ 399,238	\$ -	\$ 12,099,878
Specific ownership	140,895	10,376	-	314,380
General sales tax	5,033,039	1,050,934	9,709,953	-
Selective sales and use tax	16,020	-	815,077	-
Penalties and interest	14,590	1,065	-	32,415
Total taxes	10,618,282	1,461,613	10,525,030	12,446,673
Intergovernmental revenue				
Federal	1,132,912	106,443	-	-
State	463,168	1,093,592	-	1,232,082
Other governmental	419,921	183,648	-	145,000
Total intergovernmental revenue	2,016,001	1,383,683	-	1,377,082
Licenses and Permits				
Business	675,991	-	-	-
Nonbusiness	1,955	18,390	-	12,500
Total licenses and permits	677,946	18,390	-	12,500
Charges for services				
General government	4,219,928	-	-	-
Public safety	663,428	-	-	-
Public works	98,221	3,148	-	-
Health and welfare	121,913	-	-	-
Culture and recreation	51,882	-	-	-
Conservation of natural resources	-	-	-	5,151
Refunds	300,452	3,508	-	1,446
Total charges for services	5,455,824	6,656	-	6,597
Fines and forfeits				
Courts	15,644	-	-	-
County fines	185	-	-	3,014
Library	-	-	-	-
Total fines and forfeits	15,829	-	-	3,014
Miscellaneous				
Earnings on deposits and investments	299,919	19,455	112,981	73,544
Impact fees	203,923	123,407	-	-
Rents and royalties	306,598	-	12,550	11,580
Contributions	46,419	125,000	-	20,000
Other	679,898	-	-	-
Total miscellaneous	1,536,757	267,862	125,531	105,124
TOTAL REVENUES	\$ 20,320,639	\$ 3,138,204	\$ 10,650,561	\$ 13,950,990

NON-MAJOR FUNDS

Social Services Fund	Translator Fund	Healthy Community Fund	Conservation Trust Fund	Healthy River and Streams Fund	Public Health Fund	Ambulance District
\$ 174,353	\$ 635,160	\$ 1,430,013	\$ -	\$ -	\$ -	\$ 368,507
4,528	16,507	37,163	-	-	-	9,582
-	-	-	-	691,832	-	-
-	-	-	-	-	-	-
473	1,693	3,813	-	-	-	946
<u>179,354</u>	<u>653,360</u>	<u>1,470,989</u>	-	<u>691,832</u>	-	<u>379,035</u>
-	-	-	-	-	-	-
760,917	-	-	51,238	-	241,820	-
-	360,252	-	-	-	-	-
<u>760,917</u>	<u>360,252</u>	-	<u>51,238</u>	-	<u>241,820</u>	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	2,632	-	-	-	-	-
-	<u>2,632</u>	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
680	6,813	6,267	253	9,340	-	10,779
-	-	-	-	-	-	-
-	13,468	-	-	-	-	-
500	-	-	-	-	-	-
8,512	-	-	-	-	-	12
<u>9,692</u>	<u>20,281</u>	<u>6,267</u>	<u>253</u>	<u>9,340</u>	-	<u>10,791</u>
<u>\$ 949,963</u>	<u>\$ 1,036,525</u>	<u>\$ 1,477,256</u>	<u>\$ 51,491</u>	<u>\$ 701,172</u>	<u>\$ 241,820</u>	<u>\$ 389,826</u>

(continued)

Pitkin County, Colorado

COMBINED SCHEDULE OF GOVERNMENTAL REVENUE BY SOURCE (CONTINUED)

For the Year Ended December 31, 2010

	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	\$ -	\$ 8,472	\$ 16,954	\$ 457,332	\$ -
Specific ownership	-	218	436	11,885	-
General sales tax	-	-	-	-	696,559
Selective sales and use tax	-	-	-	-	-
Penalties and interest	-	33	56	1,226	-
Total taxes	-	8,723	17,446	470,443	696,559
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	61,401	82	186	2,947	3,344
Impact fees	312,051	-	-	-	-
Rents and royalties	-	-	-	-	-
Contributions	-	-	-	-	-
Other	-	-	-	-	-
Total miscellaneous	373,452	82	186	2,947	3,344
TOTAL REVENUES	\$ 373,452	\$ 8,805	\$ 17,632	\$ 473,390	\$ 699,903

(CONTINUED)		COMPONENT UNITS			
Pitkin County Capital Leasing Corporation	Primary Government Combined Total	Pitkin County Library District	Emergency Telephone Authority	Reporting Entity Combined Total	
\$ -	\$ 21,003,645	\$ 3,045,309	\$ -	\$ 24,048,954	
-	545,970	79,087	-	625,057	
-	17,182,317	-	-	17,182,317	
-	831,097	-	-	831,097	
-	56,310	7,855	-	64,165	
-	<u>39,619,339</u>	<u>3,132,251</u>	-	<u>42,751,590</u>	
-	1,239,355	-	-	1,239,355	
-	3,842,817	-	-	3,842,817	
-	1,108,821	-	-	1,108,821	
-	<u>6,190,993</u>	-	-	<u>6,190,993</u>	
-	675,991	-	-	675,991	
-	32,845	-	-	32,845	
-	<u>708,836</u>	-	-	<u>708,836</u>	
-	4,219,928	-	-	4,219,928	
-	663,428	-	540,012	1,203,440	
-	101,369	-	-	101,369	
-	121,913	-	-	121,913	
-	51,882	14,732	-	66,614	
-	5,151	-	-	5,151	
-	308,038	-	7,722	315,760	
-	<u>5,471,709</u>	<u>14,732</u>	<u>547,734</u>	<u>6,034,175</u>	
-	15,644	-	-	15,644	
-	3,199	-	-	3,199	
-	-	20,354	-	20,354	
-	<u>18,843</u>	<u>20,354</u>	-	<u>39,197</u>	
-	607,991	569,592	8,019	1,185,602	
-	639,381	-	-	639,381	
-	344,196	-	-	344,196	
-	191,919	22,351	-	214,270	
-	688,422	-	-	688,422	
-	<u>2,471,909</u>	<u>591,943</u>	<u>8,019</u>	<u>3,071,871</u>	
<u>\$ -</u>	<u>\$ 54,481,629</u>	<u>\$ 3,759,280</u>	<u>\$ 555,753</u>	<u>\$ 58,796,662</u>	

THIS PAGE LEFT BLANK INTENTIONALLY

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, 2010
This Information From The Records Of (example - City of _ or County of _): County of Pitkin, Colorado	Prepared By:	Susan Atwood	
	Phone:	(970) 920-5228	

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)	1,739,406
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	914,767
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	133,046
2. General fund appropriations (Note 1)	498,163	b. Snow and ice removal	889,478
3. Other local imposts (from page 2)	1,676,842	c. Other	879
4. Miscellaneous local receipts (from page 2)	279,913	d. Total (a. through c.)	1,023,403
5. Transfers from toll facilities		4. General administration & miscellaneous	620,966
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	494,136
a. Bonds - Original Issues		6. Total (1 through 5)	4,792,678
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	2,582
7. Total (1 through 6)	2,454,918	b. Redemption	6,032
B. Private Contributions	125,000	c. Total (a. + b.)	8,614
C. Receipts from State government (from page 2)	1,093,584	2. Notes:	
D. Receipts from Federal Government (from page 2)	106,443	a. Interest	0
E. Total receipts (A.7 + B + C + D)	3,779,945	b. Redemption	0
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	8,614
		C. Payments to State for highways	0
		D. Payments to toll facilities	0
		E. Total disbursements (A.6 + B.3 + C + D)	4,801,292

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)	50,632	0	6,032	44,600
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
	2,855,771	3,779,945	4,801,292	1,834,424	0

Notes and Comments:

Note 1 General Fund Appropriations:	
Transfer from General Fund	\$ 494,136
Sheriff expenditures for traffic	879
Amount Available from Non-highway	3,148
	<u>\$ 498,163</u>

LOCAL HIGHWAY FINANCE REPORT	STATE: Colorado
	YEAR ENDING (mm/yy): December 2010

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	424,543	a. Interest on investments	19,723
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes	1,050,934	c. Parking Garage Fees	
2. Infrastructure & Impact Fees	123,407	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	121,565
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	77,958	g. Other Misc. Receipts (Note 2)	138,625
6. Total (1. through 5.)	1,252,299	h. Other (Reimbursements of expense)	
c. Total (a. + b.)	1,676,842	i. Total (a. through h.)	279,913
	(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	1,057,919	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	106,443
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	34,065	d. Federal Transit Admin	
d. Other (Specify) Ind Pass Grt.	0	e. U.S. Corps of Engineers	
e. Other (Specify)	1,600	f. Other Federal-Reimburse Road Project	0
f. Total (a. through e.)	35,665	g. Total (a. through f.)	106,443
4. Total (1. + 2. + 3.f)	1,093,584	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		5,721	5,721
b. Engineering Costs		188,820	188,820
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements		549,023	549,023
(3). System Preservation		421,370	421,370
(4). System Enhancement & Operation		574,472	574,472
(5). Total Construction (1) + (2) + (3) + (4)	0	1,544,865	1,544,865
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	1,739,406	1,739,406
			(Carry forward to page 1)

Notes and Comments:

Note 2			
Access Permits	\$	18,390	
Contribution		116,720	
Misc Reimbursement		3,515	
Total	\$	138,625	

2010
Annual Financial Report

STATISTICAL SECTION

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.	124-131
Revenue Capacity These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.	132-141
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	142-147
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.	148-152
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.	153-161

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 Eight Years

	<u>2003</u>	<u>2004</u>	<u>2005</u>
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 and roads	13,028,903	15,328,837	14,917,328
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
Human services and public welfare services	162,659	171,639	268,269
TV and FM broadcast services	233,930	331,203	465,203
Public Improvement Districts	12,364	10,658	5,537
Health Rivers and Streams fund	-	-	-
Unrestricted	9,236,600	11,215,180	14,529,046
Total governmental activities net assets	<u>\$ 102,913,985</u>	<u>\$ 111,245,288</u>	<u>\$ 117,005,639</u>
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	<u>\$ 37,846,369</u>	<u>\$ 50,004,808</u>	<u>\$ 63,259,201</u>
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	13,028,903	15,328,837	14,917,328
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
Human services and public welfare services	162,659	171,639	268,269
TV and FM broadcast services	233,930	331,203	465,203
Public Improvement Districts	12,364	10,658	5,537
Health Rivers and Streams fund	-	-	-
Unrestricted	11,215,166	13,329,631	16,052,376
Total primary government net assets	<u>\$ 140,760,354</u>	<u>\$ 161,250,096</u>	<u>\$ 180,264,840</u>

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	2010
\$	74,991,785	\$ 102,497,894	\$ 118,334,844	\$ 134,717,335	\$ 155,994,598
	8,278,566	124,702	357,824	-	(10,371,301)
	16,955,481	16,316,370	11,621,432	11,510,491	10,926,613
	5,876,481	7,753,510	8,851,035	9,359,852	9,627,638
	923,449	663,633	547,179	429,955	-
	1,418,544	1,439,952	1,531,840	1,479,061	1,549,059
	487,318	482,170	185,560	144,210	38,088
	1,178,700	1,148,965	1,065,919	864,120	749,494
	551,889	1,109,157	1,199,502	1,175,261	462,386
	234,576	257,316	379,060	327,952	251,858
	637,385	842,480	1,069,303	199,883	705,205
	3,326	5,957	4,973	12,380	16,167
	-	-	-	626,522	994,032
	18,890,058	11,224,305	10,715,439	9,475,854	9,312,588
\$	130,427,558	\$ 143,866,411	\$ 155,863,910	\$ 170,322,876	\$ 180,256,425
\$	61,778,381	\$ 73,322,031	\$ 71,671,246	\$ 72,977,503	\$ 71,535,132
	-	-	-	-	-
	6,067,769	6,349,656	10,542,488	10,438,724	11,271,356
	2,745,393	3,849,070	3,791,453	1,585,119	1,785,911
\$	70,591,543	\$ 83,520,757	\$ 86,005,187	\$ 85,001,346	\$ 84,592,399
\$	136,770,166	\$ 175,819,925	\$ 190,006,090	\$ 207,694,838	\$ 227,529,730
	8,278,566	124,702	357,824	-	(10,371,301)
	16,955,481	16,316,370	11,621,432	11,510,491	10,926,613
	5,876,481	7,753,510	8,851,035	9,359,852	9,627,638
	923,449	663,633	547,179	429,955	-
	1,418,544	1,439,952	1,531,840	1,479,061	1,549,059
	487,318	482,170	185,560	144,210	38,088
	1,178,700	1,148,965	1,065,919	864,120	749,494
	6,067,769	6,349,656	10,542,488	10,438,724	11,271,356
	551,889	1,109,157	1,199,502	1,175,261	462,386
	234,576	257,316	379,060	327,952	251,858
	637,385	842,480	1,069,303	199,883	705,205
	3,326	5,957	4,973	12,380	16,167
	-	-	-	626,522	994,032
	21,635,451	15,073,375	14,506,892	11,060,973	11,098,499
\$	201,019,101	\$ 227,387,168	\$ 241,869,097	\$ 255,324,222	\$ 264,848,824

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

Last Eight 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	4,076,353
Total business-type activities expenses	8,400,136	8,329,742	9,872,010	10,288,644
Program Revenues				
Governmental activities:				
Charges for services				
General government	3,137,379	3,011,132	5,155,163	3,815,431
Public safety	1,346,168	1,473,829	2,143,282	2,148,058
Public works	372,295	820,534	229,036	824,047
Health and welfare	261,146	304,930	277,373	441,055
Culture and recreation	45,527	105,878	44,114	223,592
Conservation of natural resources	1,964	13,433	24,630	31,029
Housing and development	150	54,751	741,363	1,430,031
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	7,124,623
Total primary government net expense	\$ (20,132,080)	\$ (10,079,794)	\$ (14,382,500)	\$ (15,674,188)
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	7,329,342
Total primary government	\$ 8,829,008	\$ 20,489,742	\$ 19,014,744	\$ 20,751,261

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

	2007	2008	2009	2010
\$	8,160,025	\$ 8,441,523	\$ 9,112,735	\$ 9,023,399
	7,215,619	7,781,623	8,585,020	7,677,119
	16,778,835	24,468,535	16,126,086	17,821,483
	3,198,700	3,634,941	4,159,235	4,209,970
	1,110,754	3,220,314	7,872,276	6,358,219
	13,812	17,947	17,169	8,857
	195,534	245,997	231,392	407,926
	1,373,501	1,332,285	1,282,901	1,229,392
	<u>38,046,780</u>	<u>49,143,165</u>	<u>47,386,814</u>	<u>46,736,365</u>
	7,098,923	9,311,279	10,899,761	11,654,845
	4,355,822	4,960,238	5,577,238	4,231,364
	<u>11,454,745</u>	<u>14,271,517</u>	<u>16,476,999</u>	<u>15,886,209</u>
	4,080,854	4,899,997	4,114,865	4,782,871
	1,894,897	356,337	2,297,844	1,908,214
	510,097	347,218	263,286	1,005,603
	456,344	347,874	377,280	462,440
	657,433	68,899	240,531	350,487
	-	63,855	2,000	31,167
	1,522,276	848,244	368,007	312,051
	2,683,108	2,999,026	3,791,225	3,294,485
	1,470,619	8,179,497	12,402,832	4,306,982
	<u>13,275,628</u>	<u>18,110,947</u>	<u>23,857,870</u>	<u>16,454,300</u>
\$	18,203,944	\$ 11,082,355	\$ 13,222,489	\$ 11,034,595
	5,839,011	5,551,754	3,424,031	3,972,556
	<u>24,042,955</u>	<u>16,634,109</u>	<u>16,646,520</u>	<u>15,007,151</u>
\$	<u>37,318,583</u>	<u>\$ 34,745,056</u>	<u>\$ 40,504,390</u>	<u>\$ 31,461,451</u>
\$	(24,771,152)	\$ (31,032,218)	\$ (23,528,944)	\$ (30,282,065)
	12,588,210	2,362,592	169,521	(879,058)
\$	<u>(12,182,942)</u>	<u>\$ (28,669,626)</u>	<u>\$ (23,359,423)</u>	<u>\$ (31,161,123)</u>
\$	14,572,139	\$ 18,046,484	\$ 18,594,523	\$ 20,546,313
	430,048	306,838	478,644	457,332
	19,215,296	19,515,789	17,120,380	18,013,414
	707,765	837,260	660,496	602,280
	3,014,757	2,100,021	863,868	607,991
	270,000	270,000	270,000	270,000
\$	<u>38,210,005</u>	<u>\$ 41,076,392</u>	<u>\$ 37,987,911</u>	<u>\$ 40,497,330</u>
\$	611,004	\$ 575,780	\$ 288,825	\$ 176,697
	-	702,250	-	-
	(270,000)	(270,000)	(270,000)	(270,000)
	341,004	1,008,030	18,825	(93,303)
\$	<u>38,551,009</u>	<u>\$ 42,084,422</u>	<u>\$ 38,006,736</u>	<u>\$ 40,404,027</u>
\$	13,438,853	\$ 10,044,174	\$ 14,458,967	\$ 10,215,265
	12,929,214	3,370,622	188,346	(972,361)
\$	<u>26,368,067</u>	<u>\$ 13,414,796</u>	<u>\$ 14,647,313</u>	<u>\$ 9,242,904</u>

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

Last Ten Years

	2001	2002	2003	2004
General Fund				
Reserved for:				
Debt service	\$ 392,378	\$ 387,722	\$ 325,308	\$ 262,635
Workers' compensation insurance reserve	550,000	550,000	700,000	350,000
Funded employee health claims	-	-	-	250,000
Affordable housing	2,103,092	3,678,520	3,608,338	595,506
Park dedication fees	193,983	276,604	285,703	349,076
State of Colorado landfill fees retained to remediate				
State designated hazardous waste sites	156,933	195,253	213,797	231,772
Air Mitigation Program	-	-	-	-
Emergencies	468,921	493,495	483,608	498,891
Unreserved				
Appropriated for expenditures in next year's budget	1,251,838	176,606	-	-
Designated for fund discretionary projects in next year	-	2,295,377	2,397,062	813,422
Designated to complete projects begun but not completed in prior year	2,382,205	1,632,081	1,808,224	1,666,611
Designated to balance 5 year budget	431,047	343,921	777,995	575,122
Designated to fund contingencies over amount required by state constitution	866,672	2,106,505	3,516,392	3,501,109
Revenues from joint water trust for Ruedi Hydropower project to use for water issues	-	-	-	-
State Lottery funds for open space or recreation	40,479	-	-	-
The excess of contributions over expenditures for Topsy Taxi program	224,186	220,602	212,290	203,829
Public contributions for Veteran's Memorial	6,561	6,756	6,850	6,953
Translator capital project funds derived from unspent translator property tax mill levy	121,617	238,225	-	-
Asset replacement for information services, dispatch, and various other programs	414,395	698,463	681,831	735,468
A fund balance to fund future workers' compensation liability and employee health claims	-	-	471,662	615,040
A fund balance to fund future building needs	-	-	-	4,000,000
Total General Fund	\$ 9,604,307	\$ 13,300,130	\$ 15,489,060	\$ 14,655,434
All Other Governmental Funds				
Reserved for:				
Debt Service	\$ 618,833	\$ 677,859	\$ 461,916	\$ 466,984
Emergencies	638,613	554,429	546,440	559,753
Unreserved:				
Appropriated for expenditures in next year's budget	1,033,012	183,168	190,471	171,516
Balance of 3% use tax proceeds dedicated for improvement to Highway 82	1,937,365	1,952,088	1,852,508	2,138,166
Undesignated, reported in special revenue funds	14,992,000	23,315,055	27,879,435	27,961,228
Total all other governmental funds	\$ 19,219,823	\$ 26,682,599	\$ 30,930,770	\$ 31,297,647
Total all governmental funds	\$ 28,824,130	\$ 39,982,729	\$ 46,419,830	\$ 45,953,081

	2005	2006	2007	2008	2009	2010
\$	223,347	\$ 174,536	\$ 140,813	\$ 105,591	\$ 70,866	\$ -
	350,000	350,000	350,000	350,000	350,000	350,000
	340,858	660,017	779,629	861,260	847,152	1,263,990
	3,558,436	3,744,338	4,268,343	4,366,756	4,412,917	4,304,907
	402,360	253,886	772,248	768,877	719,738	908,850
	265,511	298,003	362,243	405,959	430,857	436,882
	-	-	24,666	24,666	24,666	24,666
	619,328	649,592	690,175	671,664	627,570	661,442
	5,234	-	648,099	-	179,400	-
	442,230	4,471,563	2,995,115	3,187,142	3,113,472	2,577,537
	2,547,617	3,190,715	3,460,441	3,099,179	3,302,970	4,578,094
	3,673,074	3,100,000	664,623	800,000	200,000	200,000
	3,428,652	3,350,408	3,309,825	3,328,336	3,372,430	3,338,558
	-	-	-	-	-	-
	-	-	-	-	-	-
	198,995	202,602	203,665	200,218	190,111	173,569
	7,100	5,368	4,448	4,375	4,265	4,120
	-	-	-	-	-	-
	633,382	546,970	395,676	408,857	420,552	353,800
	719,696	780,280	702,199	723,896	840,915	825,109
	3,769,690	3,901,027	6,000,000	5,730,471	5,700,580	5,700,580
\$	21,185,510	\$ 25,679,305	\$ 25,772,208	\$ 25,037,247	\$ 24,808,461	\$ 25,702,104
\$	471,394	\$ 465,777	\$ 490,548	\$ 226,790	\$ 212,886	\$ 168,665
	624,101	768,952	749,777	860,176	851,491	887,617
	187,897	73,702	246,745	556,783	407,203	429,118
	965,876	923,449	663,633	547,179	429,955	-
	21,953,701	27,551,830	20,139,577	18,421,099	17,022,375	7,257,669
\$	24,202,969	\$ 29,783,710	\$ 22,290,280	\$ 20,612,027	\$ 18,923,910	\$ 8,743,069
\$	45,388,479	\$ 55,463,015	\$ 48,062,488	\$ 45,649,274	\$ 43,732,371	\$ 34,445,173

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

Last Ten Years

	2001	2002	2003	2004
Revenues				
Taxes	\$ 26,134,224	\$ 27,966,329	\$ 28,048,506	\$ 29,584,107
Intergovernmental	7,963,382	12,965,686	3,293,337	2,860,717
Licenses and permits	540,972	785,076	715,147	714,728
Charges for services	2,748,256	3,356,904	4,112,405	4,373,869
Fines and forfeitures	14,143	17,170	22,975	25,013
Investment earnings	-	-	766,222	828,942
Impact fees	-	-	-	-
Miscellaneous	2,349,652	3,143,990	374,505	694,566
Total Revenues	\$ 39,750,629	\$ 48,235,155	\$ 37,333,097	\$ 39,081,942
Expenditures				
Current:				
General government	5,177,153	5,030,542	5,957,918	6,783,761
Public safety	5,625,155	5,271,824	-	5,972,843
Public works	5,099,352	13,008,026	-	10,372,756
Health and welfare	2,692,021	1,893,216	2,022,959	2,077,305
Culture and recreation	8,928,768	2,877,505	4,928,677	8,599,553
Conservation of natural resources	96,412	93,616	136,538	58,535
Housing and development	229,635	433,916	211,498	3,161,299
Intergovernmental	14,974,890	7,373,715	-	-
Debt Service:				
Principal retirement	1,505,000	1,595,000	1,375,000	1,575,000
Interest and fiscal charges	1,767,390	1,916,922	1,678,577	1,536,199
Bond Issuance costs	-	-	57,657	-
Advance refunding escrow	-	-	484,569	-
Total Expenditures	46,095,776	39,494,282	16,853,393	40,137,251
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,345,147)	8,740,873	20,479,704	(1,055,309)
Other Financing Sources (Uses)				
Payoff of note receivable	-	940,543	-	-
Sales of capital assets	282,035	1,126,801	175,411	318,560
Proceeds of general long term debt	12,929,000	-	7,685,000	-
Premium on debt issuance	-	-	26,776	-
Escrow to defease debt	(3,490,000)	-	(7,654,113)	-
Transfers in	2,134,366	1,262,104	1,225,188	768,749
Transfers out	(2,134,366)	(1,012,104)	(955,188)	(498,749)
Transfers (to) from component units	98,818	100,382	-	-
Total Other Financing Sources (Uses)	9,819,853	2,417,726	503,074	588,560
Special and Extraordinary Items:				
Sale of Land	-	-	1,156,313	-
Net Change in Fund Balance	\$ 3,474,706	\$ 11,158,599	\$ 22,139,091	\$ (466,749)
Debt service as a percentage of non-capital expenditu	19.00%	18.52%	42.99%	11.62%

2005	2006	2007	2008	2009	2010
\$ 31,377,722	\$ 33,162,718	\$ 34,925,248	\$ 38,706,371	\$ 36,854,043	\$ 39,619,339
2,932,127	5,671,479	4,320,010	4,688,484	6,518,272	6,190,993
989,741	976,895	1,006,987	1,057,109	712,890	708,836
5,645,974	7,325,511	6,326,624	5,285,346	6,187,281	5,471,709
15,286	7,578	9,254	7,859	15,920	18,843
1,743,594	2,788,012	3,014,757	2,100,021	863,868	607,991
-	-	-	-	-	639,381
2,251,309	529,491	1,612,752	1,579,049	1,016,578	1,224,537
<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>	<u>\$ 54,481,629</u>
7,447,947	7,184,934	9,948,033	8,706,359	8,477,240	8,615,171
5,491,587	5,996,928	7,181,237	8,362,918	8,594,671	8,602,055
16,355,249	14,280,465	18,834,184	23,415,143	15,981,646	17,911,544
2,568,086	2,544,251	3,615,974	4,018,150	4,081,533	3,988,632
13,208,380	10,026,767	16,234,765	9,148,625	14,307,057	25,834,171
147	58,232	-	-	-	-
1,548,357	184,119	195,534	245,997	231,392	407,926
-	-	-	-	-	-
1,690,000	1,580,000	1,668,308	1,445,369	1,485,691	1,871,032
1,479,304	1,428,404	1,337,180	1,294,530	1,250,055	1,198,232
-	113,147	-	-	-	102,030
-	-	-	-	-	-
<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>	<u>68,530,793</u>
<u>(4,833,304)</u>	<u>7,064,437</u>	<u>(7,799,583)</u>	<u>(3,212,852)</u>	<u>(2,240,433)</u>	<u>(14,049,164)</u>
-	-	-	-	-	-
3,998,703	1,001,089	129,056	529,638	53,530	2,229,985
-	9,880,000	-	-	-	8,360,000
-	119,785	-	-	-	2,616
-	(8,260,775)	-	-	-	(5,818,920)
844,150	818,949	1,029,578	1,079,758	1,080,533	1,432,719
(574,151)	(548,949)	(759,578)	(809,758)	(810,533)	(1,162,719)
-	-	-	-	-	-
<u>4,268,702</u>	<u>3,010,099</u>	<u>399,056</u>	<u>799,638</u>	<u>323,530</u>	<u>5,043,681</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>	<u>\$ (9,005,483)</u>
9.29%	10.11%	9.19%	7.07%	7.29%	7.74%

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

Last Eight 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

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ 5,291,096	\$ 4,564,438	\$ 4,705,166	\$ 5,957,833	\$ 5,251,618	\$ 5,819,935
2,301,453	2,218,857	2,072,259	1,499,151	2,454,209	2,281,294
1,921,074	2,453,303	2,379,526	1,914,894	1,816,233	2,381,658
744,115	942,159	880,407	1,173,596	1,506,353	1,596,941
293,824	2,806,542	1,658,533	8,482,342	12,393,160	3,980,016
24,630	92,529	57,461	129,834	68,290	82,405
1,258,244	1,433,126	1,522,276	848,244	368,007	312,051
<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>	<u>16,454,300</u>
19,511,065	11,938,198	18,203,944	11,082,355	13,222,489	11,034,595
3,609,410	5,475,069	5,839,011	5,551,754	3,424,031	3,972,556
<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>15,007,151</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>	<u>\$ 31,461,451</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
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
2010	20,609,712	393,933	17,182,317	831,097	545,970	56,310	39,619,339
Change							
2001-2010	0.42	0.27	0.17	0.38	(0.34)	0.40	0.30

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

THIS PAGE LEFT BLANK INTENTIONALLY

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

Last Ten Years

(1) Year Ended December 31,	Real Property					
	Vacant Land	Residential	Commerical	Industrial	Natural Resouces	Agricultural
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
2010	398,232	2,560,936	664,170	894	5,489	27,586

State Assessed Property (2)	Personal Property (3)	Total Taxable Assessed Property	Tax Exempt Property	Total Direct Tax Rate	Actual Taxable Value	Assessed Value as a Percentage of Actual Value
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	3,667,491	94,300	6.721	35,709,237	10.27%
26,521	53,948	3,683,830	104,990	6.811	36,028,432	10.22%

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
2001	9.15%	2000 appraised value
2002	9.15%	2000 appraised value
2003	7.96%	2002 appraised value
2004	7.96%	2002 appraised value
2005	7.96%	2004 appraised value
2006	7.96%	2004 appraised value
2007	7.96%	2006 appraised value
2008	7.96%	2006 appraised value
2009	7.96%	2008 appraised value
2010	7.96%	2008 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.

Source: Pitkin County Assessor's Office

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

Last Ten Years

	2001	2002	2003	2004
County direct rates				
General Fund	2.807	2.231	2.456	2.508
Road and Bridge	0.163	0.168	0.178	0.170
Social Services	-	-	-	0.027
Human Services and Other Grants	-	0.463	0.488	0.501
Bond Redemption	0.310	0.290	0.260	0.255
Open Space	3.758	3.773	3.772	3.769
Radio and TV. Translator	0.279	0.265	0.278	0.285
Total direct rates	7.317	7.190	7.432	7.515
School Districts rates				
Aspen School District RE-1	8.946	8.926	8.955	8.969
Roaring Fork School District REJT1.12	34.809	34.556	33.709	41.246
City and Town rates				
City of Aspen	5.401	5.442	5.431	
Town of Basalt	6.618	6.498	6.447	6.669
Town of Snowmass Village	9.105	10.163	10.328	11.030
County-wide Districts rates				
Colorado Mountain College	3.997	3.997	3.997	3.997
Colorado River Water Conservancy	0.253	0.255	0.255	0.252
Aspen Valley Hospital (1)	1.500	1.500	1.500	1.500
Pitkin County Library (1)	1.038	1.072	1.131	1.383
Ambulance District rate	0.202	0.209	0.221	0.226
Fire Protection Districts rates	13.165	15.872	15.767	19.044
Water and Sanitation Districts rates	37.761	27.572	33.010	20.259
Other Special Districts rates	191.049	198.233	219.931	331.942

(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

2005	2006	2007	2008	2009	2010
2.413	2.483	1.871	1.922	1.491	1.501
0.175	0.180	0.137	0.141	0.110	0.112
0.026	0.025	0.037	0.036	0.048	0.065
0.484	0.648	0.489	0.501	0.394	0.402
0.233	0.223	0.113	0.173	0.126	0.127
3.764	3.760	3.757	3.760	3.333	3.351
0.276	0.283	0.216	0.223	0.175	0.179
7.371	7.602	6.620	6.756	5.677	5.737
10.458	10.294	8.622	9.355	7.846	8.254
37.265	37.009	34.246	33.942	30.984	30.992
5.471	5.419	5.459	5.467	4.042	3.854
6.474	6.560	5.058	5.181	3.873	4.066
10.705	11.015	9.546	9.509	7.485	7.356
3.997	3.997	3.997	3.997	3.997	3.997
0.230	0.221	0.191	0.198	0.166	0.188
1.500	1.500	1.280	1.280	0.969	1.931
1.357	1.398	1.113	1.148	0.906	0.932
0.221	0.228	0.170	0.176	0.138	0.142
18.674	20.321	19.193	19.198	17.246	18.367
16.125	18.199	17.516	17.694	15.051	16.022
405.126	453.611	398.226	443.184	370.130	417.818

Pitkin County, Colorado
Principal Property Taxpayers
(Unaudited)

Current Year and Ten Years Ago

Taxpayer	2010			2001		
	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	\$ 66,817,390	1	1.81%	\$ 18,211,410	2	1.08%
Base Village Owner LLC	32,071,180	2	0.87%	-	-	-
Sheridan Luxury Trust, Aspen Dean Street, LLC	23,635,000	3	0.64%	22,740,210	1	1.35%
Silvertree Hotel of Snowmass	15,064,460	4	0.41%	10,619,140	4	0.63%
Hotel Jerome/Jerome Ventures LLC	12,893,250	5	0.35%	5,848,700	7	0.35%
Carroll Drive Properties LLC	9,735,590	6	0.26%	-	-	-
Ajax Mountain Associates LLC	9,236,240	7	0.25%	-	-	-
Aspen Club Lodge Properties LLC	9,224,090	8	0.25%	-	-	-
Holy Cross Electric Assn	9,003,000	9	0.24%	8,433,200	5	0.50%
Westview Holdings LLC	8,845,000	10	0.24%	-	-	-
Maroon Creek, LLC	-	-	-	8,185,190	6	0.49%
Roaring Fork Club, LP	-	-	-	6,008,650	8	0.36%
Hines Highland Ltd Partnership	-	-	-	5,702,980	9	0.34%
Snowmass Club	-	-	-	5,258,630	10	0.31%
Total	<u>\$ 196,525,200</u>		<u>5.32%</u>	<u>\$ 91,008,110</u>		<u>5.41%</u>
Total assessed valuation	<u>\$ 3,683,830,340</u>			<u>\$ 1,680,562,230</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		
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
2009	2010	23,895,431	23,655,021	98.99%	51,937	23,706,958

(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	
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	6,398,205	365,000	316,150	681,150	9.4
2010	2,947	6,825,847	6,828,794	380,000	298,968	678,968	10.1

- (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 that distributions to RFTA and municipalities are subordinate to debt service requirements.

SALES TAX REVENUE BONDS
Maximum Annual Debt Service Coverage Ratio
(Unaudited)
Since Issuance of the 2010 Sales Tax Revenue Bonds

Year	Interest income	County 1% sales tax	Net revenue available for for debt service (1)	Maximum Annual Net Debt Service	Maximum Annual Debt Service Coverage Ratio
2010	\$ 2,947	\$ 6,825,847	\$ 6,828,794	\$ 597,789	1142%

- (1) Net of Federal Direct Payments

Pitkin County, Colorado

**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 (5)	Debt service moneys available	Net bonded debt	Ratio of net bonded debt to assessed value	Net bonded debt per capita
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	17,489	3,667,491,080	19,035,000	134,225	18,900,775	0.52%	1,080.72
2010	17,148	3,683,830,340	18,175,000	54,123	18,120,877	0.49%	1,056.73

**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
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%
2010	860,000	832,740	1,692,740	68,530,793	2.5%

(4) Source: Demographics Statistics, page 148.

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

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

Last Ten Years

Year	Governmental Activities			Business-Type Activities		Total Primary Government	Percentage of Personal Income	Per Capita Personal Income (1)
	General Obligation Bonds & Notes	Sales Tax Revenue Bonds	Lease Certificates of Participation	Airport Revenue Bonds	Special Assessment bonds			
2001	22,320,000	10,150,000	3,480,000	2,640,000	45,000	38,635,000	0.18%	68,731
2002	21,775,000	9,620,000	2,980,000	3,705,000	25,000	38,105,000	0.18%	69,681
2003	21,078,345	9,070,000	2,455,000	3,246,726	-	35,850,071	0.19%	68,504
2004	20,925,000	8,495,000	2,125,000	1,100,952	-	32,645,952	0.23%	75,454
2005	20,235,000	7,905,000	1,715,000	1,812,681	-	31,667,681	0.22%	68,796
2006	21,445,000	7,295,000	1,460,000	2,436,918	65,000	32,701,918	0.24%	78,438
2007	20,670,000	6,670,000	1,195,000	2,152,740	61,692	30,749,432	0.26%	78,438
2008	19,860,000	6,320,000	915,000	1,859,865	56,323	29,011,188	0.21%	84,674
2009	19,035,000	5,955,000	625,000	1,557,997	50,632	27,223,629	0.34%	92,680
2010	18,175,000	8,360,000	-	1,246,831	44,600	27,826,431	0.30%	84,264 (2)

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

(1) See page 148 for personal income and population data.

(2) 2009 information latest available

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

As of December 31, 2010

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	\$ 67,035,000	\$ -	\$ 67,035,000	100.00%	\$ 67,035,000
Roaring Fork School District REJT1.12	101,154,984	-	101,154,984	22.00%	22,254,096
City and Towns					
City of Aspen (1)	11,625,000	11,625,000		100.00%	-
Town of Basalt	2,440,000			31.80%	-
Town of Snowmass Village	12,940,000	3,800,000		100.00%	-
Fire Districts					
Aspen Fire Protection District	12,275,000	-		100.00%	-
Basalt and Rural Fire Protection District	1,066,914	-	1,066,914	45.00%	480,111
Carbondale Fire Protection District	6,034,998	-	6,034,998	100.00%	6,034,998
Water and Sanitation Districts					
Aspen Consolidated Sanitation District	8,257,468	-	8,257,468	100.00%	8,257,468
Basalt Sanitation District	2,410,000	-	2,410,000	50.10%	1,207,410
Redstone Water and Sanitation District	282,828	-	282,828	100.00%	282,828
Snowmass Water and Sanitation District	1,635,000	-	1,635,000	100.00%	1,635,000
Library Districts					
Basalt Regional Library	10,190,750	-	10,190,750	47.20%	4,810,034
Other Districts					
Aspen Highlands Residential Metro District	6,580,000	-	6,580,000	100.00%	6,580,000
Aspen Valley Hospital	50,000,000	-	50,000,000	100.00%	50,000,000
Base Village Metro District #2	47,475,000	-			
Brush Creek Metro District	1,295,000	-	1,295,000	100.00%	1,295,000
Buttermilk Metro District	2,890,000	-	2,890,000	100.00%	2,890,000
Crown Mountain Recreation District	4,315,000	-	4,315,000	41.95%	1,810,143
Holland Hills Metro District	930,000	-	930,000	100.00%	930,000
Meadowood Metro District	3,129,064	-	3,129,064	100.00%	3,129,064
Starwood Metro District	3,085,000	-	3,085,000	100.00%	3,085,000
Total Overlapping Debt					<u>175,502,088</u>
Direct Debt					
Pitkin County					44,600
					<u>18,175,000</u>
Total Direct Debt					<u>18,219,600</u>
Total Overlapping and Direct Debt					<u>\$ 193,721,688</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.

Pitkin County, Colorado
Legal Debt Margin Information
(Unaudited)

Last Ten Years

	2001	2002	2003	2004
Valuation for Assessment of Property	\$ 1,771,577,340	\$ 1,775,806,980	\$ 1,781,447,430	\$ 1,781,447,430
Debt Limit, 3% of Valuation for Assessment (Per Colorado Revised Statutes, Section 30-35-201 (6b))	53,147,320	53,274,209	53,443,423	53,443,423
Amount of Debt Applicable to Limit General Obligation Bonds	<u>22,320,000</u>	<u>21,775,000</u>	<u>21,595,000</u>	<u>20,925,000</u>
Legal Debt Margin	<u>\$ 30,827,320</u>	<u>\$ 31,499,209</u>	<u>\$ 31,848,423</u>	<u>\$ 32,518,423</u>
Total debt applicable to the limit as a percentage of debt limit	42.00%	40.87%	40.41%	39.15%

2005	2006	2007	2008	2009	2010
\$ 1,887,535,000	\$ 1,934,052,050	\$ 2,726,650,670	\$ 2,777,168,530	\$ 2,777,168,530	\$ 3,683,830,340
56,626,050	58,021,562	81,799,520	83,315,056	83,315,056	110,514,910
20,235,000	21,445,000	20,670,000	19,860,000	19,035,000	18,175,000
\$ 36,391,050	\$ 36,576,562	\$ 61,129,520	\$ 63,455,056	\$ 64,280,056	\$ 92,339,910
35.73%	36.96%	25.27%	23.84%	22.85%	16.45%

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
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	17,489	\$ 1,473,693,096	84,264	43.0	1,905	4.3%
2010	17,148	N/A	N/A	41.9	1,932	7.1%

(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

	2001	2002	2003	2004
2-Percent sales tax (1)	<u>\$ 12,200,976</u>	<u>\$ 11,737,896</u>	<u>\$ 11,831,990</u>	<u>\$ 12,822,448</u>
Seasonal composition				
Winter	59.0%	58.8%	58.8%	58.8%
Summer	41.0%	41.2%	41.2%	41.2%
Percentage increase (decrease)	-30.0%	-3.8%	0.8%	8.4%
1-Percent Transit sales tax (2)	<u>\$ 5,891,227</u>	<u>\$ 5,676,508</u>	<u>\$ 5,705,819</u>	<u>\$ 6,181,421</u>
Percentage increase (decrease)	-2.6%	-3.6%	0.5%	8.3%
Less payments				
To City of Aspen	2,445,633	2,265,588	2,332,993	2,530,610
To Snowmass Village	<u>610,088</u>	<u>678,760</u>	<u>626,558</u>	<u>675,631</u>
Total Deductions	<u>3,055,721</u>	<u>2,944,348</u>	<u>2,959,551</u>	<u>3,206,241</u>
Net payments to RFTA	<u>\$ 2,835,506</u>	<u>\$ 2,732,160</u>	<u>\$ 2,746,268</u>	<u>\$ 2,975,180</u>
Percentage increase (decrease)	-35.8%	-3.6%	0.5%	8.3%
1/2 Percent Transit Sales and Use Tax (3)				
Sales tax	\$ 3,087,143	\$ 2,947,576	\$ 2,937,595	\$ 3,203,296
Use Tax	<u>489,096</u>	<u>469,937</u>	<u>444,861</u>	<u>542,548</u>
	<u>\$ 3,576,239</u>	<u>\$ 3,417,513</u>	<u>\$ 3,382,456</u>	<u>\$ 3,745,844</u>
Percentage increase	-2.5%	-4.4%	-1.0%	10.7%

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. 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.

2005	2006	2007	2008	2009	2010
<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>	<u>\$ 14,148,776</u>
58.8%	58.6%	58.5%	60.0%	60.6%	59.0%
41.2%	41.4%	41.5%	40.0%	39.4%	41.0%
10.6%	7.2%	4.8%	0.9%	-17.3%	6.3%
<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>	<u>\$ 6,825,847</u>
9.8%	7.1%	5.0%	1.1%	-17.1%	6.8%
2,818,340	3,001,172	3,150,600	3,169,050	2,636,622	2,830,663
<u>702,668</u>	<u>769,010</u>	<u>806,497</u>	<u>833,178</u>	<u>679,459</u>	<u>709,904</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>3,540,567</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>	<u>\$ 3,285,280</u>
9.8%	7.1%	5.0%	1.1%	-17.1%	6.8%
\$ 3,541,310	\$ 3,825,453	\$ 3,997,592	\$ 4,034,722	\$ 3,371,170	\$ 3,580,664
<u>537,039</u>	<u>574,180</u>	<u>642,209</u>	<u>713,209</u>	<u>691,037</u>	<u>815,077</u>
<u>\$ 4,078,349</u>	<u>\$ 4,399,633</u>	<u>\$ 4,639,801</u>	<u>\$ 4,747,931</u>	<u>\$ 4,062,207</u>	<u>\$ 4,395,741</u>
8.9%	7.9%	5.5%	2.3%	-14.4%	8.2%

3. On November 2, 1993, the voters of the County approved the imposition of an additional 0.5% sales tax for the purpose of funding certain mass transportation improvements within the County that became effective in January 1995. This revenue was originally dedicated to purchase the Denver Rio Grande right-of-way. The right-of-way was acquired in 1997.

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>
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%
2010/2011	N/A	N/A	N/A	N/A	N/A	1.7%

(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	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Government										
Administrative Services	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	10.00	10.00	10.00	9.00
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	9.80	9.80	9.70	9.70	9.45	9.55	10.55	10.55	10.55	9.55
County Attorney	4.75	4.00	4.00	4.00	4.00	5.00	5.00	5.00	5.00	5.00
County Manager	3.75	4.60	3.80	3.80	3.80	4.80	4.80	3.80	3.80	3.80
Facilities	9.75	9.75	9.25	9.25	9.75	10.75	10.75	10.00	10.00	10.00
Finance	11.00	10.80	11.80	11.80	10.40	8.80	8.80	8.80	8.80	8.80
Human Resources	4.85	4.60	3.60	3.60	3.40	3.40	3.80	3.80	4.00	4.00
Public Relations	1.10	1.30	1.30	1.30	1.30	1.30	1.25	1.00	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	3.60
Use Tax										1.00
Judicial and Public Safety										
Civil	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.00	1.00
Communications Center	15.00	15.00	15.00	15.00	15.00	15.00	15.00	16.00	16.00	16.00
Detention	12.00	12.00	11.80	11.80		11.80	11.80	11.80	12.80	13.80
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	1.00
Sheriff	24.00	24.00	24.00	24.00	24.00	24.00	24.00	26.00	26.00	26.00
Radio/Phones	3.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Building Inspections	6.50	6.00	6.00	6.00	6.00	7.00	7.00	7.00	6.00	6.00
Planning and Zoning	10.60	10.33	9.33	9.33	9.33	10.00	10.50	10.50	10.50	10.00
Public Works										
Administrative Services	7.03	5.50	5.00	5.00	6.20	5.20	5.20	6.20	5.00	5.00
Fleet Services	5.00	5.00	5.00	5.00	5.00	5.00	6.00	6.00	6.00	6.00
Land Management	0.50	0.50	0.50	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Road and Bridge	10.50	11.50	11.50	12.00	10.00	10.00	10.00	10.00	10.00	10.00
Translator	1.75	1.80	1.80	0.80	0.80	0.80	0.80	0.80	1.00	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	4.00	4.00	3.00	3.00	5.00	5.00	5.00	6.00	2.00	2.00
Human Services	1.50	1.50	1.50	1.50	1.50	1.50	1.75	2.00	2.00	2.00
Senior Services	3.50	3.50	3.50	3.50	3.50	4.05	4.85	5.05	5.20	5.20
Social Services	4.00	3.00	3.00	3.00	3.00	3.00	3.00	2.00	3.00	3.00
Wildlife Management	0.34	0.34	0.34	0.34	-	-	-	-		
Cultural and Recreation										
Library	17.05	17.05	17.70	18.10	17.75	21.20	20.98	20.98	21.13	21.13
Open Space and Trails	3.18	3.93	3.33	3.33	3.33	5.00	5.00	5.00	5.00	7.00
Business-type										
Airport Operations	22.00	24.20	25.00	24.00	23.00	23.00	25.40	25.40	24.00	24.00
Solid Waste and Recycling	15.00	15.40	16.90	16.90	16.15	12.00	12.00	12.00	12.00	11.00
	<u>236.20</u>	<u>235.75</u>	<u>234.00</u>	<u>233.40</u>	<u>219.01</u>	<u>234.50</u>	<u>241.58</u>	<u>245.03</u>	<u>238.38</u>	<u>238.88</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	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Government										
Assessor										
Property transfers	1,737	1,550	1,720	1,870	2,257	2,138	1,505	1,453	1,288	1,474
Public Trustee										
Number of completed foreclosures	-	-	-	-	12	22	12	35	105	144
Clerk and Recorder										
Number of vehicle registrations	16,109	19,536	19,673	16,839	17,435	18,132	18,419	18,990	18,447	17,687
Number of registered voters	12,376	12,973	11,881	13,279	12,509	12,980	12,142	13,307	13,537	13,617
Human Resources										
Number of job applications processed	N/A	N/A	N/A	450	900	650	852	1046	634	1,042
Judicial and Public Safety										
Coroner										
Number of deaths investigated	44	29	24		30	33	23	29	21	22
Detention										
Average daily population	18	21	14	14	14	16	15	16	16	17
District Attorney										
Number of Felony cases	92	73	72	91	120	84	65	96	100	94
Number of juvenile cases	34	19	9	19	10	34	24	9	23	49
Sheriff										
Incidents handled by patrol and investigations	864	889	837	749	910	856	926	812	813	832
Building Inspections										
Number of building permits issued	307	177	141	154	220	220	415	364	282	320
Planning and Zoning										
Number of land use applications processed	194	182	152	227	258	271	182	199	172	148
Public Works										
Road and Bridge										
County roads (center lane miles)	270	266	266	266	264	265	265	265	265	265
Bridges	26	26	26	26	26	26	26	26	26	24
Health and Welfare										
Animal Control										
Number of animals placed in shelter	178	163	230	156	139	169	127	152	162	147
Environmental Health										
Number of food service inspections	183	86	176	168	169	165	156	165	165	167
Number of septic system permit reviews	89	102	82	101	96	101	102	104	45	66
Grant Administration										
Number of county grant applications processed	26	28	28	39	39	44	57	55	71	76
Senior Services										
Number of senior lunches	7,531	7,420	8,104	9,392	9,928	10,891	10,570	10,047	10,735	11,438
Number of requests for transportation	4,455	5,075	5,819	6,799	7,395	7,592	6,985	6,498	7,399	7,906
Social Services										
Caseload	121	187	167	201	N/A	184	165	250	328	346
Cultural and Recreation										
Library										
Number of books	84,901	87,858	92,604	94,163	95,331	100,936	104,541	109,413	111,599	112,491
Open Space and Trails										
Acres of land reserved for open space	8,350	8,729	10,256	10,646	12,840	14,923	16,000	16,431	17,753	18,500
Trails maintained (lane miles)	32.62	34.62	34.89	35.18	38.01	40.00	40.00	43.00	47.00	48
Business-type										
Airport Operations										
Number of enplaned passengers	187,622	183,704	189,604	183,719	198,422	204,678	183,632	222,881	219,678	227,784
Solid Waste and Recycling										
Cubic yards of solid waste processed	261,000	207,000	228,000	216,000	224,000	323,000	295,000	347,094	220,000	106,000
Recycled tons processed	2.7	3.2	3.7	4.3	4.8	4.4	5.5	3.01	5.00	6.3

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			
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%
2010	17,643	16,005	33,648	3,837	37,485	-5.8%	227,784	3.7%

(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
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
2010	62	11,674,282	131	96,410,838

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

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

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

THIS PAGE LEFT BLANK INTENTIONALLY

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

Last Ten Years

Function/Program	2001	2002	2003	2004
General Government				
Land	\$ 10,800	\$ 10,800	\$ 10,800	\$ 10,800
Buildings	5,710,042	7,105,516	7,243,222	7,307,461
Improvements	64,934	64,935	204,512	204,512
Equipment	2,209,575	2,357,921	2,243,150	2,549,173
Infrastructure	-	-	-	32,768
Total General Government	7,995,351	9,539,172	9,701,684	10,104,714
Public Safety				
Land	392,694	392,693	392,693	392,694
Buildings	3,238,911	3,769,280	4,213,259	4,218,711
Improvements	7,840	-	23,696	-
Equipment	2,031,104	-	2,235,984	2,437,173
Total Public Safety	5,670,549	4,161,973	6,865,632	7,048,578
Public Works				
Land	8,100,824	1,242,025	2,636,599	2,636,598
Intangible Assets	-	-	-	-
Buildings	2,504,794	8,604,791	8,604,792	8,604,791
Improvements	456,190	532,675	519,597	519,598
Equipment	3,462,543	3,539,150	3,733,106	3,759,407
Infrastructure	-	-	25,981,675	25,981,675
Total Public Works	14,524,351	13,918,641	41,475,769	41,502,069
Health and Welfare				
Buildings	1,954,623	2,950,918	2,950,917	2,956,939
Improvements	79,770	79,770	95,243	95,242
Equipment	76,131	117,104	119,549	130,292
Infrastructure	-	-	-	56,374
Total Health and Welfare	2,110,524	3,147,792	3,165,709	3,238,847
Cultural and Recreation				
Land	32,320,427	32,759,043	40,523,880	46,338,991
Intangible Assets	-	-	-	-
Buildings	10,256	10,256	54,854	59,181
Improvements	215,477	224,216	418,739	418,740
Equipment	64,529	69,546	122,150	130,952
Infrastructure	-	-	5,903,775	5,903,775
Total Cultural and Recreation	32,610,689	33,063,061	47,023,398	52,851,639

2005	2006	2007	2008	2009	2010
\$ 10,800	\$ 10,800	\$ 2,263,452	\$ 2,263,452	\$ 2,263,452	\$ 2,263,452
7,538,569	7,666,508	7,666,508	6,702,330	6,702,330	6,858,306
204,512	204,512	204,511	169,292	157,340	157,340
2,942,661	3,033,194	3,130,537	3,813,303	3,004,281	3,234,512
32,768	32,768	32,768	32,768	32,768	32,768
10,729,310	10,947,782	13,297,776	12,981,145	12,160,171	12,546,378
392,693	392,693	392,693	392,693	392,693	392,693
4,284,361	4,290,043	4,295,094	4,188,220	4,260,770	4,255,455
23,696	23,696	23,696	23,696	23,696	23,696
2,272,991	2,445,054	2,571,506	2,932,562	3,317,375	3,932,875
6,973,741	7,151,486	7,282,989	7,537,171	7,994,534	8,604,719
2,636,598	2,636,598	2,636,598	2,134,603	2,076,225	2,076,225
-	-	-	501,996	501,996	501,995
8,622,819	8,622,819	8,647,833	8,650,590	8,631,737	8,631,737
519,598	519,598	519,598	658,646	658,646	658,646
4,040,549	3,488,445	3,808,547	4,172,762	4,389,229	5,853,702
26,035,967	27,058,668	27,222,384	30,175,659	30,175,659	31,275,659
41,855,531	42,326,128	42,834,960	46,294,256	46,433,492	48,997,964
3,156,939	3,166,861	3,166,861	4,280,106	4,290,099	4,389,292
95,242	95,242	95,243	95,243	95,243	81,380
152,589	146,227	151,664	149,703	148,807	148,807
56,374	56,373	56,373	56,373	56,373	56,373
3,461,144	3,464,703	3,470,141	4,581,425	4,590,522	4,675,852
58,142,877	58,444,248	74,832,801	61,205,398	65,603,726	80,926,544
-	-	-	27,432,967	43,473,026	45,548,027
59,181	59,181	59,181	59,181	59,181	59,181
436,771	498,870	498,870	488,870	488,870	488,870
156,278	180,249	251,059	201,580	336,252	356,682
6,494,844	6,494,844	10,054,340	10,054,340	10,054,340	13,487,947
65,289,951	65,677,392	85,696,251	99,442,336	120,015,395	140,867,251

(Continued)

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

Last Ten Years

Function/Program	2001	2002	2003	2004
Conservation of Natural Resources				
Equipment	126,685	131,702	137,734	130,821
Total Conservation of Nat. Resources	126,685	131,702	137,734	130,821
Housing and Development				
Land	5,213,690	5,507,548	5,573,262	5,573,262
Buildings	900,000	900,000	-	-
Improvements	32,562	32,562	32,562	32,562
Total Housing and Development	6,146,252	6,440,110	5,605,824	5,605,824
Construction in Progress	3,292,003	546,683	470,697	3,748,740
Total Governmental	\$ 72,476,404	\$ 70,949,134	\$ 114,446,447	\$ 124,231,232
Business-type				
Airport				
Land	\$ 10,477,630	\$ 10,480,840	\$ 10,480,840	\$ 10,480,840
Intangible Assets	-	-	-	-
Construction in Progress	4,987,896	8,222,305	3,015,331	13,937,749
Buildings	5,531,397	5,545,589	5,735,816	7,566,547
Improvements	15,069,229	15,573,644	22,028,413	22,811,019
Equipment	4,040,162	3,809,185	3,820,695	4,244,718
Total Airport	40,106,314	43,631,563	45,081,095	59,040,873
Solid Waste Center				
Land	50,000	50,000	50,000	50,000
Construction in Progress	12,841	-	37,394	214,765
Buildings	503,175	503,175	503,175	493,183
Improvements	1,121,530	1,201,862	1,243,729	1,308,725
Equipment	872,893	907,264	1,065,143	1,050,430
Total Solid Waste Center	2,560,439	2,662,301	2,899,441	3,117,103
Total business-type	\$ 42,666,753	\$ 46,293,864	\$ 47,980,536	\$ 62,157,976

Source: Pitkin County Fixed Asset Management System

2005	2006	2007	2008	2009	2010
130,821	137,823	127,833	127,833	127,833	135,036
130,821	137,823	127,833	127,833	127,833	135,036
2,758,510	730,050	730,050	730,050	730,050	730,050
-	-	-	-	-	-
-	-	-	-	-	-
2,758,510	730,050	730,050	730,050	730,050	730,050
477,859	8,683,598	7,659,721	4,150,177	3,875,926	1,649,975
<u>\$ 131,676,867</u>	<u>\$ 139,118,962</u>	<u>\$ 161,099,721</u>	<u>\$ 175,844,393</u>	<u>\$ 195,927,923</u>	<u>\$ 218,207,225</u>
\$ 10,480,840	\$ 10,480,840	\$ 10,480,840	\$ 7,873,279	\$ 7,873,279	\$ 7,873,279
-	-	-	2,955,956	2,955,956	2,955,956
20,878,078	28,187,163	40,662,297	21,097,613	4,318,461	5,302,255
6,706,182	6,798,861	7,122,651	18,717,688	18,749,257	18,749,257
29,961,930	30,401,479	30,964,267	30,841,247	51,970,342	52,118,955
5,678,188	6,252,770	6,287,745	6,504,783	7,369,076	8,651,643
73,705,218	82,121,113	95,517,800	87,990,566	93,236,371	95,651,345
50,000	50,000	50,000	50,000	50,000	50,000
37,394	2,531	263,799	25,235	-	31,990
665,070	665,070	665,070	546,460	530,811	382,581
1,387,152	1,639,451	2,055,845	3,337,549	1,629,664	1,629,664
1,145,153	1,170,746	1,227,292	1,054,674	1,094,024	1,094,024
3,284,769	3,527,798	4,262,006	5,013,918	3,304,499	3,188,259
<u>\$ 76,989,987</u>	<u>\$ 85,648,911</u>	<u>\$ 99,779,806</u>	<u>\$ 93,004,484</u>	<u>\$ 96,540,870</u>	<u>\$ 98,839,604</u>