



BOULDER COUNTY COLORADO



Mount Meeker
Photos courtesy of Sharon Soderlund

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED DECEMBER 31, 2005

BOULDER COUNTY, COLORADO

Comprehensive Annual Financial Report

For the fiscal year ended December 31, 2005

(With Independent Auditors' Report Thereon)

Prepared by:

Boulder County Financial Services Division

BOULDER COUNTY, COLORADO
 Comprehensive Annual Financial Report
 December 31, 2005

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Administrative Services Department

Financial Services Division

2020 13th Street • Boulder, Colorado 80302 • (303) 441-3505

June 9, 2006

The Board of County Commissioners and Citizens of Boulder County:

State law requires that all general-purpose local governments publish, within six months of the close of each fiscal year, a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of the America (US GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to the requirement, we hereby issue the comprehensive annual financial report of Boulder County for the fiscal year ended December 31, 2005.

This report consists of management's representations concerning the finances of Boulder County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of Boulder County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of Boulder County's financial statements in conformity with US GAAP. Because the cost of internal controls should not outweigh their benefits, Boulder 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 misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Boulder County's financial statements have been audited by Clifton Gunderson LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Boulder County, for the fiscal year ended December 31, 2005, are free of material misstatement. 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 the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that Boulder County's financial statements for the fiscal year ended December 31, 2005, are fairly presented in conformity with US GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of Boulder County 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, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in Boulder County's and the Boulder County Housing Authority's separately issued Single Audit Reports.

US GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

Boulder County is an exciting, special and spectacular 750 square miles. Located in north central Colorado, it almost forms a rectangle except for its western boundary which is the Continental Divide. The County is a political subdivision of the State government, created to carry out the will of the state. It is governed by a three-member Board of County Commissioners (Board). Each commissioner is elected at-large by the voters of the County and must reside in the district for which he or she is elected. Commissioners serve four-year terms. There are also seven other elected officials – Assessor, Clerk and Recorder, Coroner, District Attorney, Sheriff, Surveyor and Treasurer.

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

The annual budget serves as the foundation for the County's financial planning and control. The Board enacts resolutions approving the budget by fund, appropriating the budget, and setting the County mil levy on or before December 15, per State Statute 39-1-111, CRS. Any increase to the adopted budget requires that a supplemental budget and appropriation be approved by the Commissioners at a public hearing, with prior published notice of the proposed change. Expenditures may not legally exceed the appropriations approved by the Board. The appropriations are established by function and activity. Administrative control is maintained through the County's accounting system, at the appropriation level. Elected Official or Department Directors may reallocate budgets within an appropriation without approval of the Board.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the County operates.

Local economy: Boulder County is anticipated to show moderate growth in 2006. Unemployment, in 2005 of 4.5 percent is expected to stay in the range of 4 to 4.5 percent during 2006. Retail sales in 2005 were \$7,078,887 as compared to \$6,550,737 in 2004, an increase of 8.0%.

The County continues to offer an attractive community for business. The decision of businesses to locate in the County is related to the fact that the County offers new residents and businesses a highly educated work force, the University of Colorado, and an environment which includes mountains, thousands of acres of open space, parks, bike paths and other amenities.

Population growth in Colorado and in Boulder County has caused an outcry from citizens who are more concerned about the surging population than any other one issue. It is estimated that the County is now losing 5,869 acres of farmland per year to development. Boulder County, the City of Boulder and some of the other cities in the County have implemented, or are considering implementing, policies which will serve to substantially reduce the rate of growth in coming years.

While the general supply of housing in the County is increasing, the supply of affordable housing is decreasing. Continuing efforts on the part of municipalities to limit residential and industrial growth are exacerbating the problem of affordable housing. There are a growing number of persons who work in the County, but live elsewhere in order to find affordable housing. The increased traffic and associated air pollution due to the longer commuting distances are secondary problems with which elected officials must deal.

Overall, the economy in the County is continuing to improve. In fact, the Boulder County Leading Economic Index has been growing steadily over the past three years and has increased 1.8% in December 2005, from the same period in 2004. This should lead to a more robust job market and income growth in 2006.

Cash management policies and practices: The County Treasurer is responsible for the collection, distribution and investment of all monies for the County. It is the Treasurer's policy to adhere to the following principles, which are listed in priority order:

- *Minimize risk of principal;
- *Provide for liquidity to meet cash flow demands of the County; and
- *Achieve the highest reasonable rate of return on invested funds.

Authorized investments are controlled by Colorado Statutes and include, but are not limited to, the following:

- * U.S. Treasury securities;
- * U.S. Agency securities;
- * Certificates of deposit in eligible banks;
- * Repurchase agreements collateralized by authorized investments;
- * Local Government Pooled Trusts; and
- * Highest rated commercial paper.

Income on investments for the primary government for 2005 was \$5,925,633. The average yield on investments, managed by the Treasurer was 3.19% in 2005, compared to 1.5% in 2004.

Risk management: The County maintains a limited self-insurance program in an internal service fund. The program is made up of a self-funded medical and dental plan which began in 1983, a workers' compensation plan which began in 1990, and a property/casualty plan which began in 1985. The County assumes the risk for the first \$200,000 for each medical claim, the first \$350,000 for each worker's compensation occurrence, the first \$100,000 for each property occurrence, and the first \$250,000 for each liability occurrence and the first \$350,000 for employment liability claims. Third-party insurance is purchased to protect the County above these amounts. The County also carries a crime policy with a \$25,000 deductible and an equipment breakdown policy with a \$5,000 deductible. A third-party administrator processes medical and dental claims. The property/casualty plan and the worker's compensation plan are completely self-administered. The primary source of funding for these programs is

property taxes. Resources to pay potential claims are accumulated in an internal service fund. Various risk control techniques have been implemented to minimize losses, these include employee training in the areas of accident prevention, supervision, ergonomics, cultural diversity and sexual harassment. Additional information on the County's risk management activity can be found in the notes to the financial statements.

Pension and other post employment benefits: Effective January 1, 1985, the County withdrew from the Colorado County Officials and Employees Retirement Association (CCOERA) and formed the Boulder County Retirement Savings Plan (BCRSP) (the Plan). Under this Plan, which was established by resolution of the Board of County Commissioners, the County provided retirement benefits for all of its full-time employees through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the Plan plus investment earnings. Employees were eligible to contribute to the plan as of the first of the month after having completed one year in service without a break in service. Under this Plan, the County contributed 6.00% of an eligible employee's compensation to the Plan.

On December 18, 2003, the Board adopted resolution 2003-156 authorizing the County to apply for affiliation with the Colorado Public Employees' Retirement Association (PERA). On April 1, 2004, Boulder County withdrew from BCRSP and established membership with PERA. Under PERA the County contributes to the Municipal Division Trust Fund (MDTF), a cost-sharing multiple-employer defined benefit pension plan administered by PERA. The MDTF provides retirement and disability, annual increases, and death benefits for members or their beneficiaries. All employees of the County are members of the MDTF. Plan members and the County are required to contribute to the MDTF 8.0% and 10.0% of covered salary, respectively.

Additional information on the County's pension arrangements and post employment benefits can be found in note 15 in the notes to the basic financial statements.

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 Boulder County for its comprehensive annual financial report for the fiscal year ended December 31, 2004. 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 comprehensive annual financial report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The County has received a Certificate of Achievement for the last 15 consecutive years (fiscal years ended 1990-2004). We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

I would like to express my appreciation to the entire Boulder County Financial Services Division staff. Their dedication, professionalism, documentation, attention to detail, and teamwork made the timely preparation of this report possible. In addition, I would also like to thank County personnel in the offices

of Administrative Services, Budget Office, Assessor, Community Services, Land Use, Parks and Open Space, Sheriff, and Treasurer, who made many contributions to this report.

Finally, appreciation is expressed for the support of the Board of County Commissioners.

Respectfully,

A handwritten signature in black ink, appearing to read "R. Lamb", followed by a horizontal line extending to the right.

Robert D. Lamb, CPA
Financial Services Manager

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Boulder County,
Colorado

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2004

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.

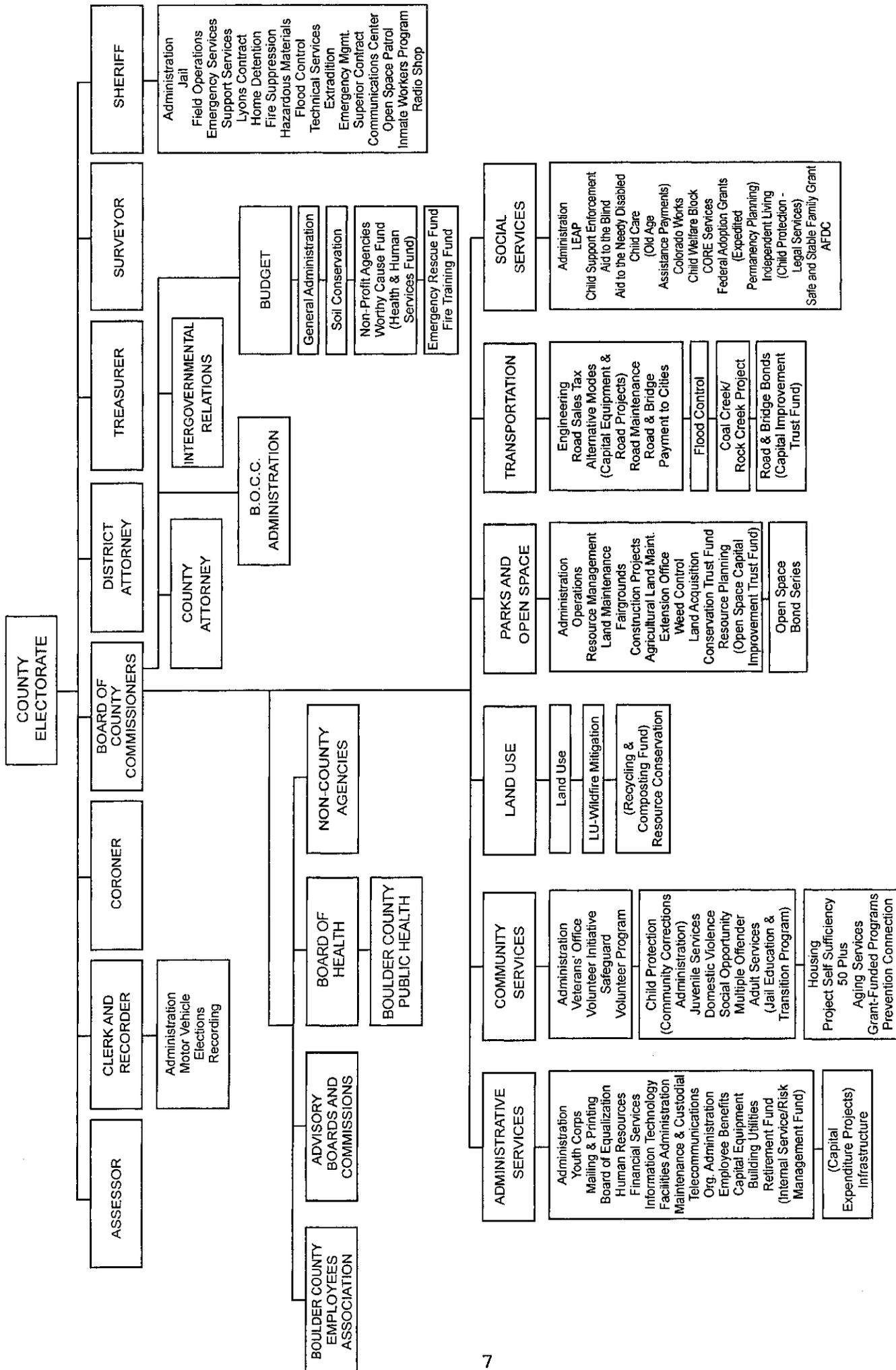


Carla E. Perry

President

Jeffrey R. Egan

Executive Director



ORGANIZATIONAL CHART -- JANUARY 2006

BOULDER COUNTY, COLORADO

List of Principal Officials
In office at the time this report was published

Elected Officials:

Commissioner	Ben Pearlman, Chair	2009
Commissioner	Will Toor	2009
Commissioner	Tom Mayer	2007
Assessor	Cindy Domenico	2007
Clerk and Recorder	Linda Salas	2007
Coroner	Tom Faure	2007
District Attorney	Mary Lacy	2009
Sheriff	Joe Pelle	2007
Surveyor	John Emery	2007
Treasurer	Bob Hullinghorst	2007

Current Term Expires:

Appointed Department Directors:

Administrative Services	Arlen Stokes
Budget Director	Margaret Parish
Community Services	Robin Bohannon
County Attorney	Lawrence Hoyt
Deputy to Board of County Commissioners	Jana Petersen
Intergovernmental Relations	Dickey Lee Hullinghorst
Land Use	Graham Billingsley
Parks and Open Space	Ronald K. Stewart
Public Health Director	Chuck Stout
Social Services	Paula McKey
Transportation	Larry Matel

Independent Auditor's Report

The Board of County Commissioners
Boulder County, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Boulder County, Colorado (County) as of and for the year ended December 31, 2005, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the 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 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 discretely presented component unit, each major fund, and the aggregate remaining fund information of Boulder County, Colorado as of December 31, 2005, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 9, 2006 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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.

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Greenwood Village, Colorado 80111
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The management's discussion and analysis and budgetary comparison information on pages 11 through 20 and 74 through 78 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 the County's basic financial statements. The supplementary information and local highway finance report, as listed in the table of contents, are presented for purposes of legal compliance and additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The introductory section, statistical section, and S.E.C. disclosure subsection 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.

Clifton Anderson LLP

Greenwood Village, Colorado
June 9, 2006

BOULDER COUNTY, COLORADO
Management's Discussion and Analysis
December 31, 2005

As management of Boulder County (the County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County, for the fiscal year ended, December 31, 2005. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

Financial Highlights

The assets of Boulder County exceeded its liabilities at the close of the most recent fiscal year by \$356,187,296 (net assets). Of this amount, \$73,883,691 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.

As of the close of the current fiscal year, Boulder County's governmental funds reported combined ending fund balances of \$111,829,769, an increase of \$30,777,324 in comparison with the prior year. Approximately 63% of this total amount, \$70,651,864 is available for spending at the government's discretion (unreserved fund balance).

At the end of the current fiscal year, unreserved fund balance for the General Fund was \$21,897,999, or 24% of total General Fund expenditures.

The County's total debt increased \$29,228,583 (14%) during the current fiscal year. The key factor in this increase was the issuance of the Open Space Bonds, Series 2005 for \$39,405,000.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the County's assets and liabilities, with the difference between the two 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 is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, conservation, urban redevelopment/housing, public safety, health and welfare, economic opportunity, highways and streets, and sanitation. The business-type activities of the County include a recycling center and a Housing Authority.

The Housing Authority was established in 1975 to promote and provide quality, affordable housing for lower-income families, the elderly, and disabled people. Previous to 2003, the Housing Authority was a governmental entity independent of the County, governed by a seven-member board which now serves in an advisory capacity. Effective January 1, 2003, the Housing Authority became a component unit of the County, and is governed by a board comprised of the County's elected Board of County Commissioners. The Authority meets the definition of and operates as an enterprise fund of the County.

BOULDER COUNTY, COLORADO
Management's Discussion and Analysis
December 31, 2005

The government-wide financial statements include not only Boulder County itself (known as the primary government), but also a legally separate Public Health Department for which the County is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself. The Housing Authority and the Gunbarrel General Improvement District, although also legally separate, function for all practical purposes as a department of the County, and therefore have been included as an integral part of the primary government.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: government funds, proprietary funds, and fiduciary funds.

Governmental funds. Government funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains twenty individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Road and Bridge Fund, Social Services Fund, and the Open Space Capital Improvement Fund, which are considered major funds. Data from sixteen other governmental funds are combined into a single, aggregated presentation.

Proprietary funds. The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses an enterprise fund to account for its recycling center and for its Housing Authority. Internal service funds are an accounting device used to accumulate the allocate costs internally among the County's various functions. The County uses an internal service fund to account for its risk management activities. Because this service predominantly benefits governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of outside parties, including other governments. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's budgetary comparison schedules for the General Fund and Social Services Fund which demonstrate compliance with their respective annual appropriated budget.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$356,187,296 at the close of the most recent fiscal year.

BOULDER COUNTY, COLORADO
Management's Discussion and Analysis
December 31, 2005

By far the largest portion of the County's net assets (77%) reflects its investment in capital assets (e.g., land, buildings, infrastructure, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

	Governmental activities		Business-type activities		Total	
	2005	2004	2005	2004	2005	2004
Current and other assets	\$ 247,036,404	\$ 208,020,534	\$ 7,709,080	\$ 7,076,157	\$ 254,745,484	\$ 215,096,691
Capital assets	442,086,587	415,393,559	33,880,894	36,023,008	475,967,481	451,416,567
Total assets	689,122,991	623,414,093	41,589,974	43,099,165	730,712,965	666,513,258
Long-term liabilities outstanding	214,049,657	197,213,728	16,132,951	17,672,820	230,182,608	214,886,548
Other liabilities	141,451,113	118,391,692	2,891,948	1,220,490	144,343,061	119,612,182
Total liabilities	355,500,770	315,605,420	19,024,899	18,893,310	374,525,669	334,498,730
Net assets:						
Invested in capital assets, net of related debt	256,993,666	240,241,870	18,936,486	21,243,806	275,930,152	261,485,676
Restricted	4,627,577	4,867,580	1,745,876	1,398,831	6,373,453	4,867,580
Unrestricted	72,000,978	62,699,223	1,882,713	1,563,218	73,883,691	64,262,441
Total net assets	\$ 333,622,221	\$ 307,808,673	\$ 22,565,075	\$ 24,205,855	\$ 356,187,296	\$ 332,014,528

An additional portion of the County's net assets (2%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets of \$72,090,276 may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the County is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its governmental activities. The same situation held true for the prior fiscal year.

There was an increase of \$65,708,898 in total assets, \$39,895,350 in total liabilities, and \$25,813,548 in total net assets in governmental activities. These increases are due primarily to the sale of Open Space Bonds 2005 for \$39,405,000 along with the degree to which increases in ongoing revenues have exceeded similar increases in on going expenses.

There was a decrease of \$1,509,191 in total assets, an increase of \$131,589 in total liabilities, and a decrease of \$1,640,780 in total net assets in business-type activities. These increases and decrease are primarily the result of the Housing Authority's sale of the Powell Professional Building in 2005 for \$1,625,000 but at a loss of \$750,000 along with the degree to which increases in ongoing expenses have exceeded similar increases in on going revenue.

BOULDER COUNTY, COLORADO
Management's Discussion and Analysis
December 31, 2005

	Governmental activities		Business-type activities		Total	
	2005	2004	2005	2004	2005	2004
Revenues:						
Program revenues:						
Charges for services	\$ 19,424,385	\$ 18,636,967	\$ 5,937,056	\$ 5,811,634	\$ 25,361,441	\$ 24,448,601
Operating grants and Contributions	33,662,339	42,504,310	6,104,767	6,245,671	39,767,106	48,749,981
Capital grants and contributions	243,421	2,246,043	126,351	39,632	369,772	2,285,675
General revenues:						
Property taxes	101,223,224	94,897,706	-	-	101,223,224	94,897,706
Sales taxes	23,698,593	19,798,255	-	-	23,698,593	19,798,255
Specific Ownership taxes	7,556,938	7,397,103	-	-	7,556,938	7,397,103
Grants and contributions not restricted	-	-	219,455	239,294	219,455	239,294
Interest earnings	5,747,061	1,492,285	178,572	56,206	5,925,633	1,548,491
Gain on sale of capital assets	450,302	486,135	-	5,478	450,302	-
Total revenues	192,006,263	187,458,804	12,566,201	12,397,915	204,572,464	199,856,719
Expenses:						
General government	54,997,225	65,147,583	-	-	54,997,225	65,147,583
Conservation	10,621,331	7,283,919	4,419,034	4,029,710	15,040,365	11,313,629
Urban redevelopment/housing	-	-	10,309,511	9,442,053	10,309,511	9,442,053
Public safety	32,078,687	27,347,423	-	-	32,078,687	27,347,423
Health and Welfare	39,827,900	35,686,505	-	-	39,827,900	35,686,505
Economic opportunity	9,745,429	7,783,777	-	-	9,745,429	7,783,777
Highways and streets	10,392,095	11,408,018	-	-	10,392,095	11,408,018
Sanitation	577,930	-	-	-	577,930	-
Urban redevelopment/hosing	192,031	-	-	-	192,031	-
Intergovernmental (payments to cities)	-	386,405	-	-	-	386,405
Interest on long-term debt	10,700,076	9,173,369	-	-	10,700,076	9,173,369
Total Expenses	169,132,704	164,216,999	14,728,545	13,471,763	183,861,249	177,688,762
Increase in net assets before transfers	22,873,559	23,241,805	(2,162,344)	(1,073,848)	20,711,215	22,167,957
Transfers	(521,564)	(695,456)	521,564	695,456	-	-
Increase (decrease) in net assets	22,351,995	22,546,349	(1,640,780)	(378,392)	20,711,215	22,167,957
Net assets - January 1 as reported	307,808,673	285,262,324	24,205,855	24,584,247	332,014,528	309,846,571
Prior Period Adjustment	3,461,553	-	-	-	3,461,553	-
Net assets, January 1 as restated	311,270,226	285,262,324	24,205,855	24,584,247	335,476,081	309,846,571
Net assets - December 31	\$ 333,622,221	\$ 307,808,673	\$ 22,565,075	\$ 24,205,855	\$ 356,187,296	\$ 332,014,528

BOULDER COUNTY'S CHANGE IN NET ASSETS

Governmental activities. Governmental activities increased the County's net assets by \$25,813,548; this includes a \$3,461,553 million prior period adjustment. Key elements of this increase are as follows:

Operating grants and contributions decreased \$8,841,971. The primary reason for this decrease was a \$7.5 million accounting change not to book retirement expenditures through the retirement fund but have each fund pay its expenditures directly. Additionally, the County received \$0.8 million from the state in 2004 for its new voting system, which was not repeated in 2005 along with other miscellaneous decreases.

Capital grants and contributions decreased \$2,002,622 due to \$2.2 million in land donations received in 2004 but not repeated in 2005.

Property taxes increased \$6,325,518, which is comparable to the 2004 increase of \$6,041,708, and consistent with increases in real estate values.

Sales taxes increased \$3,900,338. The increase was due to two voter approved ballot issues, which went into affect January 1, 2005. Voters approved a .05% sales tax to be used for public safety in November 2003 along with a .1% sales tax for open space in November 2004.

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Interest earnings increased \$4,254,776. The increase was due to the investment yield going from 1.5% in 2004 to 3.19% in 2005 along with the \$39.4 million additional dollars invested available from the Open Space Bonds Series 2005 issued in March 2005.

In 2005, Boulder County made a change to functionalize individual projects within the Capital Projects Fund rather than showing all Capital Projects Fund expenditures as general government. Had this change been in place in 2004 general government expenses would have been \$7.5 million lower, conservation expenses would have been \$1.3 million higher, and public safety expenses would have been \$6.2 million higher.

General government expenses decreased \$10,150,358 due to the reclassification of \$2.2 million from general government to health and welfare to show the County's contribution to the Health Department, \$6.8 million decrease due to a change which charged funds directly for their retirement expenses rather than running them through the retirement fund, and \$7.5 million decrease due to the accounting change to functionalize the Capital Projects Fund. This was offset by an increase in expense of \$3 million due to a loss on capital assets from an accounting change to remove all building and infrastructure assets less than \$50,000 along with other miscellaneous program increases.

Conservation expenses increased \$3,337,412 due to a \$1.3 million decrease resulting from the change to functionalize the Capital Projects Fund along with an increase of \$.8 million on maintenance of open space and other miscellaneous increases.

Public safety expenses increased \$4,731,264 due to a \$6.2 million increase resulting from the change to functionalize the Capital Projects Fund which was offset by a decrease of \$1.5 million in miscellaneous programs primarily in the Sheriff's Office.

Health and welfare expenses increased \$4,141,395 due to a \$2.2 million reclassification of the County's contribution to the Health Department from general governmental to health and welfare and a \$1.3 million increase in expenses in Social Services primarily due to the new CBMS system along with other miscellaneous increases.

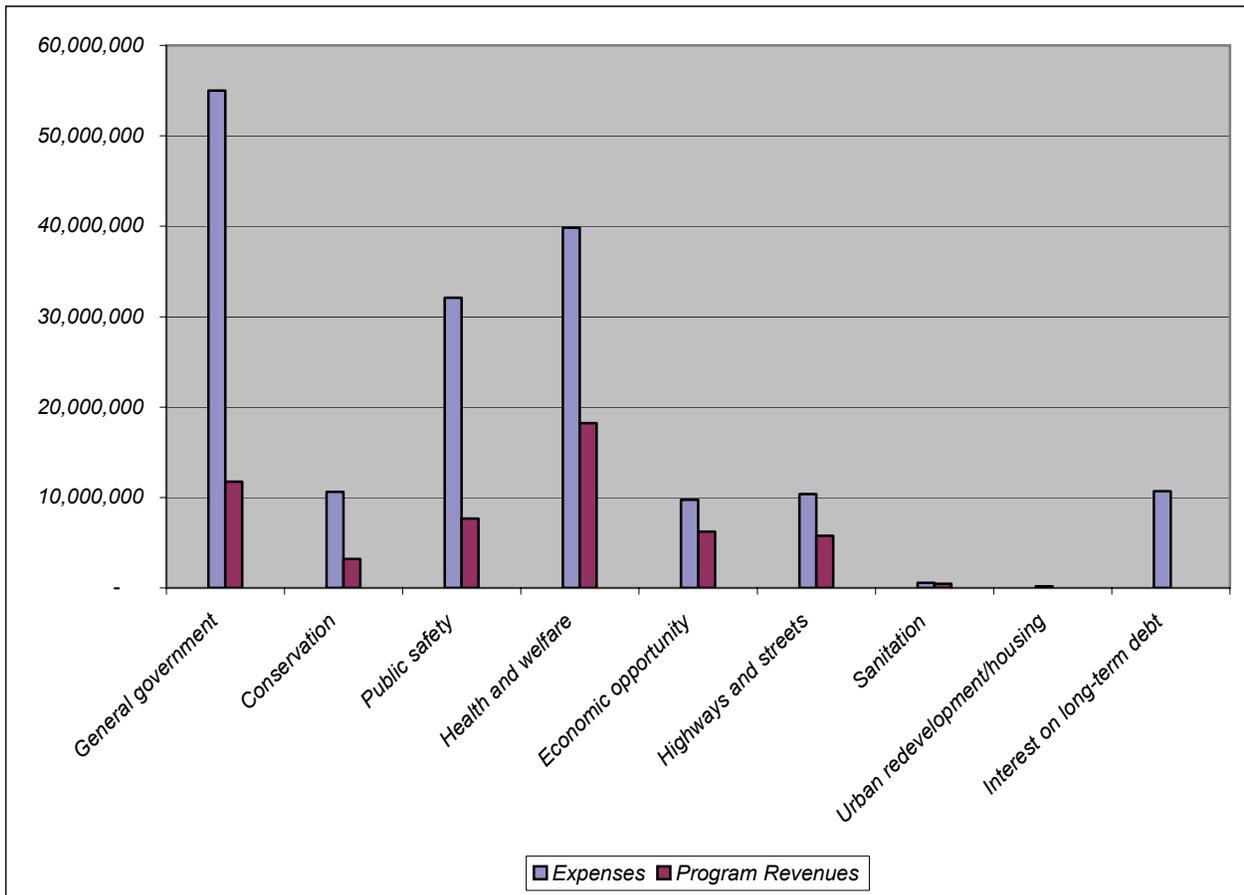
Economic opportunity expenses increased \$1,961,652 due to a \$.5 million increase in the County's contributions to non-profits, \$.5 million from the reclassification of the Youth Corp program from general government to economic opportunity, \$.5 increase in program funding in Boulder County Workforce, and a \$.4 increase due to a new Boulder County Workforce program.

Highway and street expenses decreased \$1,015,923 due to an increase in large road projects which were capitalized including; the widening of Valmont Road from 57th to 61st, work on the intersection at 79th and 52, and road widening at North 73rd and 75th.

Interest on long-term debt increased \$1,526,707 due to the issuance of \$39,405,000 in Open Space Bonds Series 2005.

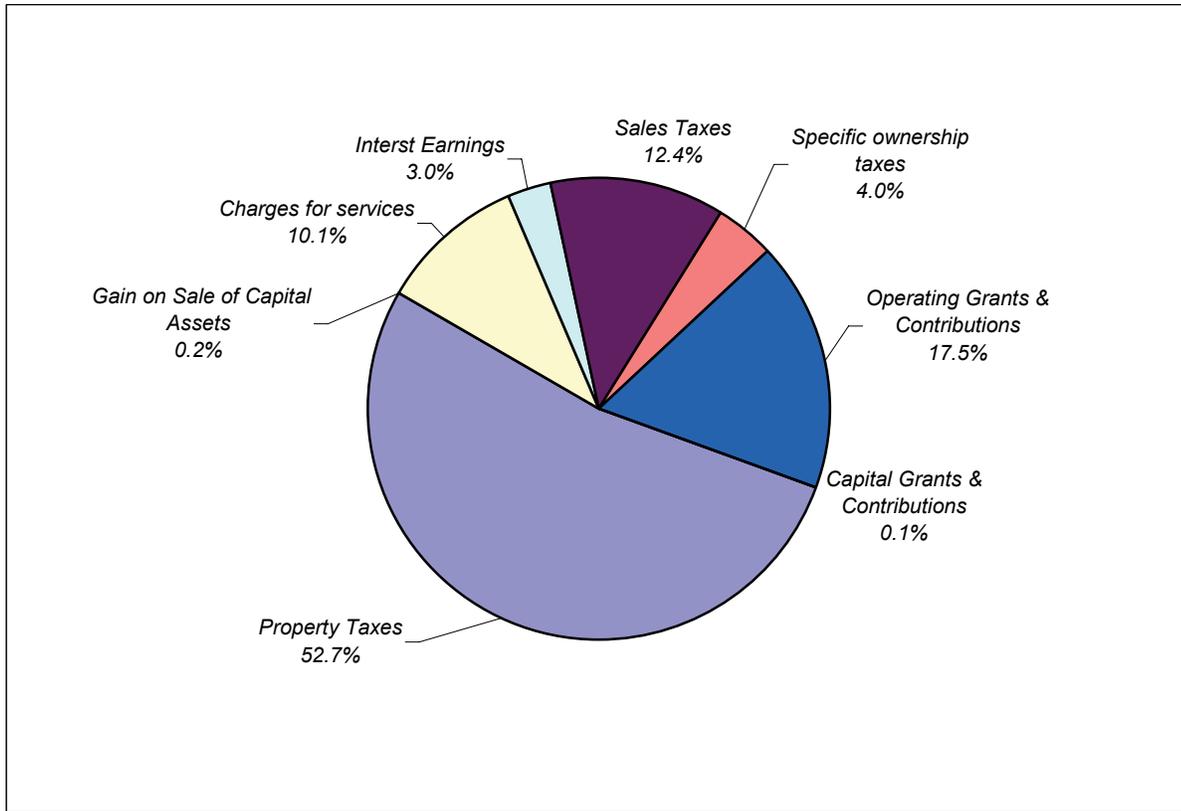
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Expenses and Program Revenues – Governmental Activities



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Revenues by Source – Governmental Activities



Business-type activities. Business-type activities decreased the County's net assets by \$1,640,780. This decrease was the result of a \$750,000 loss on the sale of the Powell building by the Boulder County Housing Authority along with the overall net operations of the Housing Authority and Boulder County Recycling Center.

Interest earnings increased \$122,366 due to the investment yield going from 1.5% in 2004 to 3.19% in 2005 along with higher balances maintained in treasurer's cash and investments.

Conservation expenses increased \$389,324. This was primarily due to higher payments to material suppliers due to an increase in the value of recycled materials.

Urban redevelopment/housing expenses increased \$867,458 due primarily to increases in maintenance and general operations.

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Financial Analysis of the Government's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$111,829,769, an increase of \$30,777,324 in comparison with the prior year. Approximately 63% of this total amount (\$70,651,864) constitutes unreserved fund balance, which is available for spending at the government's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) to a reserve for emergencies (\$3,397,331), 2) a reserve for prepaid items and inventory (\$2,106,599), 3) a reserve for escrow fees (\$1,230,246), and 5) a reserve for capital transactions (\$34,443,729).

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$21,897,999, while total fund balance was \$23,375,357. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 24.5% of total General Fund expenditures, while total fund balance represents 26.1% of the same amount.

The fund balance of the County's General Fund increased by \$5,405,662 during the current fiscal year. Revenues exceeded expenditures by \$10,256,611, \$114,358 was transferred in, the sale of capital assets added \$897,906, and transfers out were \$5,863,213.

The Road and Bridge Fund has a total fund balance of \$11,040,049. Of this amount \$1,680,452 is reserved. The balance of \$9,359,597 is unreserved. Overall fund balance decreased by \$5,477,042 due to three large road projects during 2005.

The Social Services Fund has a total fund balance of \$3,583,020 all of which is unreserved. This represents a decrease of \$378,938 from the prior year's fund balance of \$3,961,958. The current year use of fund balance was intentionally budgeted since the prior year ending fund balance has exceeded the County's target.

The Open Space Capital Improvement Fund, Bond Series 1994, 2000, 2001, and 2005 has a total fund balance of \$41,522,227. Of this amount, \$1,564,604 is reserved for prepaid items and inventory and \$30,064,321 is reserved for capital transactions. The remaining balance of \$9,893,302 is unreserved. The overall change from the prior year's fund balance was an increase of \$34,766,893 due to the sale of \$39,405,000 in Open Space Bonds Series 2005 less continuing purchases of open space.

Proprietary funds. The County's proprietary funds provide the same type of information found in the government-wide financial statements but in more detail.

Unrestricted net assets at the end of the year amounted to \$1,716,936 for the Boulder County Recycling Center (Resource Conservation), \$174,700 for the Housing Authority, and \$2,709,959 for the Risk Management Internal Service Fund.

For the fiscal year the unrestricted net assets of the Boulder County Recycling Center increased by \$198,190, unrestricted net assets of the Housing Authority increased \$121,305, and unrestricted assets in the Internal Services fund increased \$766,455. These increases to unrestricted net assets were a result of operations plus the sale of the Powell Building by the Housing Authority.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget were \$4,833,569 and can be briefly summarized as follows:

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- \$0.2 million for the Clerk and Recorder for the new balloting system and other miscellaneous projects
- \$0.3 million for Building Utilities due to higher energy costs
- \$0.2 million in increases allocated to the Sheriff's Office for multiple projects
- \$2.3 million in increases allocated Parks and Open Space primarily for open space acquisition
- \$0.3 million in increases to supplement the Boulder County Housing Authority
- \$0.6 million in increases to transfer funds to the Contingency Fund for TABOR
- \$0.1 million to support the El Dorado Wastewater project
- \$0.8 million in increases to other miscellaneous expenditures

Of this increase, none was funded from fund balance.

Differences between the final amended budget and expenditures totaled \$7,824,341. This variance is not expected to significantly affect either future services or liquidity.

Capital Asset and Debt Administration

Capital Assets. The County's investment in capital assets for its governmental and business type activities as of December 31, 2005, amounted to \$475,967,481 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system, improvements, infrastructure, machinery and equipment, park facilities, road, highways, and bridges. Major capital asset events during the current fiscal year included the following:

- Construction in Progress of a new fleet maintenance facility, Parks Administration Building, Biomass Central Heating Facility, and other miscellaneous projects for \$15.6 million
- New Open Space purchases of \$8.4 million

BOULDER COUNTY'S CAPITAL ASSETS
(net of depreciation)

	Governmental activities		Business-type activities		Total	
	2005	2004	2005	2004	2005	2004
Land	\$ 340,025,839	\$ 331,424,608	\$ 5,211,799	\$ 5,367,571	\$ 345,237,638	\$ 336,792,179
Land development rights & other	3,894,443	4,815,296	-	-	3,894,443	4,815,296
Construction in progress	19,550,927	7,663,398	1,413,456	-	20,964,383	7,663,398
Buildings	60,406,234	52,931,985	25,799,474	28,872,585	86,205,708	81,804,570
Equipment	7,601,701	9,461,655	1,456,165	1,782,852	9,057,866	11,244,507
Improvements other than buildings	2,927,150	1,589,602	-	-	2,927,150	1,589,602
Infrastructure	7,680,293	7,507,015	-	-	7,680,293	7,507,015
Total	\$ 442,086,587	\$ 415,393,559	\$ 33,880,894	\$ 36,023,008	\$ 475,967,481	\$ 451,416,567

Additional information on the County's capital assets can found in Note (5) of the Notes to Basic Financial Statements within this report.

Long-term debt. At the end of the current fiscal year, the County had total bonded debt outstanding of \$219,716,800. All of the County's bonded debt represents bonds secured solely by specified revenue sources (i.e. revenue bonds).

Total debt increased by \$29,228,583 due to the addition of \$39,405,000 in Open Space Bonds Series 2005 offset by principal payments.

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Management's Discussion and Analysis
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BOULDER COUNTY'S OUTSTANDING DEBT

	Governmental activities		Business-type activities		Total	
	2005	2004	2005	2004	2005	2004
Notes & Mortgages payable	\$ -	\$ -	\$ 2,649,939	\$ 2,654,556	\$ 2,649,939	\$ 2,654,556
Bonds Payable	205,010,000	175,540,000	14,706,800	14,943,600	219,716,800	190,483,600
Certificate of Participation	9,355,000	9,355,000	-	-	9,355,000	9,355,000
Total	\$ 214,365,000	\$ 184,895,000	\$ 17,356,739	\$ 17,598,156	\$ 231,721,739	\$ 202,493,156

Additional information on the County's long-term debt can found in note (11) in the Notes to Basic Financial Statements in this report.

Economic Factors and Next Year's Budgets and Rates

Per the Department of Labor, the average unemployment rate for the County during the fourth quarter of 2005 was 3.9% percent. Unemployment in the fourth quarter of 2004 averaged 4.6%. The State's unemployment rate was 4.5%.

Per the Colorado Department of Revenue, retail sales for the County were 8.0% higher in 2005 than they were in 2004 as the economy continued to expand.

The Leading Economic Index has been growing steadily now for the past three years and is expected to continue its upward trend in 2006, according to the Boulder County Business Report.

These factors were taken into account when developing the budget for 2006.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Boulder County, Financial Services Division, 2020 13th Street, Boulder, CO, 80302.

BOULDER COUNTY, COLORADO

Statement of Net Assets

December 31, 2005

Assets	Primary government			Component
	Governmental	Business-type	Total	unit
	activities	activities		Public Health
Equity in Treasurer's cash and investments	\$ 79,328,156	\$ 2,279,178	\$ 81,607,334	\$ 1,654,602
Property taxes receivable	108,665,853	-	108,665,853	-
Accounts receivable	-	224,642	224,642	36,868
Notes receivable	-	136,609	136,609	-
Due from other governmental units	11,961,185	28,052	11,989,237	742,705
Due from discrete component unit	259,515	-	259,515	-
Internal balances	186,862	(186,862)	-	-
Interest receivable	1,728,813	21,692	1,750,505	-
County goods and services receivable, net	3,684,117	610,505	4,294,622	-
Prepaid items	1,944,994	54,349	1,999,343	5,516
Inventories	164,298	11,232	175,530	-
Restricted cash and cash equivalents	38,040,728	3,620,376	41,661,104	321,478
Deferred charges - issuance costs	1,071,883	909,307	1,981,190	-
Capital assets, net of accumulated depreciation				
Land	340,025,839	5,211,799	345,237,638	-
Land development rights and other	3,894,443	-	3,894,443	-
Construction in progress	19,550,927	1,413,456	20,964,383	-
Buildings and improvements	60,406,234	25,799,474	86,205,708	20,530
Equipment	7,601,701	1,456,165	9,057,866	120,171
Improvements other than buildings	2,927,150	-	2,927,150	-
Infrastructure	7,680,293	-	7,680,293	-
Total assets	689,122,991	41,589,974	730,712,965	2,901,870
	-	-	-	-
Liabilities				
Accounts payable	7,463,584	1,212,171	8,675,755	298,707
Unearned revenue	112,918,377	15,000	112,933,377	117,915
Due to other governmental units	27,861	-	27,861	-
Due to primary government	-	-	-	249,510
Accrued liabilities	1,884,954	89,603	1,974,557	168,222
Accrued interest payable	2,981,286	63,777	3,045,063	-
Escrows payable	1,097,194	210,508	1,307,702	152,646
TABOR liability	36,048	-	36,048	-
Other liabilities	282,424	-	282,424	-
Liabilities:				
Due within one year:				
Claims	2,738,891	-	2,738,891	-
Notes and mortgages	-	1,042,640	1,042,640	-
Bonds	10,490,000	246,800	10,736,800	-
Certificates of participation	730,000	-	730,000	-
Premiums on debt issuance	192,575	-	192,575	-
Compensated absences	607,919	11,449	619,368	42,101
Due more than one year:				
Claims	577,434	-	577,434	-
Notes and mortgages	-	1,607,299	1,607,299	-
Bonds	194,520,000	14,460,000	208,980,000	-
Certificates of participation	8,625,000	-	8,625,000	-
Premiums on debt issuance	3,069,672	-	3,069,672	-
Compensated absences	7,257,551	65,652	7,323,203	553,710
Total liabilities	355,500,770	19,024,899	374,525,669	1,582,811
	-	-	-	-
Net Assets				
Invested in capital assets, net of related debt	256,993,666	18,936,486	275,930,152	140,701
Restricted for:				
Emergencies	3,397,331	-	3,397,331	38,918
Escrow fees	1,230,246	-	1,230,246	-
Restricted by bond covenants	-	1,745,876	1,745,876	-
Health and Human Services including balance to Ballot 1A	-	-	-	168,832
Unrestricted	72,000,978	1,882,713	73,883,691	970,608
Total net assets	\$ 333,622,221	\$ 22,565,075	\$ 356,187,296	\$ 1,319,059

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

Boulder County, Colorado

Statement of Activities

Year ended December 31, 2005

	<u>Program revenues</u>			
	<u>Expenses</u>	<u>Charges for services</u>	<u>Operating grants and contributions</u>	<u>Capital grants and contributions</u>
Primary government:				
Governmental activities:				
General government	\$ 54,997,225	\$ 10,433,374	\$ 1,315,168	\$ -
Conservation	10,621,331	2,196,852	1,004,795	-
Public safety	32,078,687	4,462,512	2,973,037	243,421
Health and welfare	39,827,900	1,365,486	16,876,995	-
Economic opportunity	9,745,429	116,806	6,103,124	-
Highways and streets	10,392,095	417,634	5,355,723	-
Sanitation	577,930	431,721	33,497	-
Urban redevelopment/housing	192,031	-	-	-
Interest on long-term debt	10,700,076	-	-	-
Total governmental activities	<u>169,132,704</u>	<u>19,424,385</u>	<u>33,662,339</u>	<u>243,421</u>
Business-type activities:				
Resource Conservation	4,419,034	3,917,781	-	120
Housing Authority	10,309,511	2,019,275	6,104,767	126,231
Total business-type activities	<u>14,728,545</u>	<u>5,937,056</u>	<u>6,104,767</u>	<u>126,351</u>
Total primary government	<u>\$ 183,861,249</u>	<u>\$ 25,361,441</u>	<u>\$ 39,767,106</u>	<u>\$ 369,772</u>
Component unit:				
Public Health	\$ 11,964,746	\$ 1,234,753	\$ 5,474,524	\$ -
General revenues:				
Taxes:				
Property				
Sales				
Specific ownership				
Interest earnings				
Grants and contributions not restricted to specific programs				
Gain on sale of capital assets				
Total general revenues				
Transfers				
Total general revenues and transfers				
Change in net assets				
Net assets, January 1, as previously reported				
Prior period restatement (Note 20)				
Net assets, January 1, as restated				
Net assets, December 31				

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

Net (expense) revenue and changes in net assets

Primary government			Component unit
Governmental activities	Business-type activities	Total	Public Health
\$ (43,248,683)	\$ -	\$ (43,248,683)	\$ -
(7,419,684)	-	(7,419,684)	-
(24,399,717)	-	(24,399,717)	-
(21,585,419)	-	(21,585,419)	-
(3,525,499)	-	(3,525,499)	-
(4,618,738)	-	(4,618,738)	-
(112,712)	-	(112,712)	-
(192,031)	-	(192,031)	-
(10,700,076)	-	(10,700,076)	-
(115,802,559)	-	(115,802,559)	-
-	(501,133)	(501,133)	-
-	(2,059,238)	(2,059,238)	-
-	(2,560,371)	(2,560,371)	-
(115,802,559)	(2,560,371)	(118,362,930)	-
-	-	-	(5,255,469)
101,223,224	-	101,223,224	-
23,698,593	-	23,698,593	-
7,556,938	-	7,556,938	-
5,747,061	178,572	5,925,633	44,272
-	219,455	219,455	5,230,865
450,302	-	450,302	-
138,676,118	398,027	139,074,145	5,275,137
(521,564)	521,564	-	-
138,154,554	919,591	139,074,145	5,275,137
22,351,995	(1,640,780)	20,711,215	19,668
307,808,673	24,205,855	332,014,528	1,299,391
3,461,553	-	3,461,553	-
311,270,226	24,205,855	335,476,081	1,299,391
\$ 333,622,221	\$ 22,565,075	\$ 356,187,296	\$ 1,319,059

BOULDER COUNTY
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2005

	General fund	Road and Bridge fund	Social Services fund	Open Space Capital Improvement fund, bond series 1994, 2000, 2001 and 2005	Other governmental funds	Total governmental funds
Assets						
Equity in Treasurer's cash and investments	\$ 22,330,147	\$ 9,237,189	\$ 2,922,312	\$ 9,365,024	\$ 29,576,428	\$ 73,431,100
Restricted cash	2,237,395	1,832,878	585,427	30,064,321	3,320,707	38,040,728
Property taxes receivable	82,931,834	1,030,689	5,144,159	-	19,559,171	108,665,853
Due from other governmental units	4,505,478	1,415,416	1,585,233	2,566,171	1,885,025	11,957,323
Due from component unit	57,205	100	-	-	121,527	178,832
Interest receivable	399,540	106,980	-	942,681	215,915	1,665,116
County goods and services receivable, net	707,423	193,323	5,316	3,034	2,746,098	3,655,194
Due from other funds	1,039,592	286,153	-	30,470	461,430	1,817,645
Prepaid items	373,626	3,900	-	1,564,604	171	1,942,301
Inventory	106,597	57,701	-	-	-	164,298
Total assets	<u>\$ 114,688,837</u>	<u>\$ 14,164,329</u>	<u>\$ 10,242,447</u>	<u>\$ 44,536,305</u>	<u>\$ 57,886,472</u>	<u>\$ 241,518,390</u>
Liabilities and Fund Balances						
Liabilities:						
Accounts payable	\$ 2,141,671	\$ 1,762,880	\$ 202,956	\$ 239,029	\$ 2,921,415	\$ 7,267,951
Due to other funds	575,496	-	858,035	1,456	360,701	1,795,688
Deferred revenue	85,915,972	1,271,623	5,195,181	2,761,375	22,156,296	117,300,447
Due to other governmental units	-	-	-	-	27,861	27,861
Accrued liabilities	1,334,576	89,693	333,556	12,218	110,965	1,881,008
Escrows payable	1,097,194	-	-	-	-	1,097,194
Tabor liability	36,048	-	-	-	-	36,048
Other liabilities	212,523	84	69,699	-	118	282,424
Total liabilities	<u>91,313,480</u>	<u>3,124,280</u>	<u>6,659,427</u>	<u>3,014,078</u>	<u>25,577,356</u>	<u>129,688,621</u>
Fund balances:						
Reserved for:						
Emergencies	81,085	-	-	-	3,316,246	3,397,331
Prepaid items and inventory	480,223	61,601	-	1,564,604	171	2,106,599
Debt service	-	-	-	-	-	-
Escrow fees	916,050	263,515	-	-	50,681	1,230,246
Capital transactions	-	1,355,336	-	30,064,321	3,024,072	34,443,729
Unreserved, reported in:						
General Fund	21,897,999	-	-	-	-	21,897,999
Special revenue funds	-	9,359,597	3,583,020	-	19,596,277	32,538,894
Capital projects funds	-	-	-	9,893,302	6,321,669	16,214,971
Total fund balances	<u>23,375,357</u>	<u>11,040,049</u>	<u>3,583,020</u>	<u>41,522,227</u>	<u>32,309,116</u>	<u>111,829,769</u>
Total liabilities and fund balances	<u>\$ 114,688,837</u>	<u>\$ 14,164,329</u>	<u>\$ 10,242,447</u>	<u>\$ 44,536,305</u>	<u>\$ 57,886,472</u>	<u>\$ 241,518,390</u>

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

BOULDER COUNTY, COLORADO
 Reconciliation of Total Governmental Fund Balances on the
 Governmental Funds Balance Sheet to
 Net Assets of Governmental Activities on the Statement of Net Assets

December 31, 2005

Total governmental fund balances	\$ 111,829,769
Amounts reported for governmental activities in the statement of activities are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	442,086,587
Long-term liabilities, including bonds payable and compensated absences, are not due and payable in the current period and, therefore, are not reported in the funds:	
Bonds payable	(205,010,000)
Certificates of participation	(9,355,000)
Premium on bond issuance	(3,262,247)
Compensated absences, excluding internal services of \$7,033	(7,858,437)
Accrued interest payable	(2,981,286)
Other long-term assets are not available to pay current expenditures and, therefore, are deferred in the funds.	
Long-term receivables	4,382,070
Deferred charges - issuance costs	1,071,883
Internal service funds are used by management to charge the costs of insurance and other services to individual funds. The assets and liabilities of internal services funds are included in governmental activities in the statement of net assets (\$8,923 loss is allocated to business type activities).	
	<u>2,718,882</u>
Net assets of governmental activities	<u>\$ 333,622,221</u>

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

BOULDER COUNTY
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
Year Ended December 31, 2005

	General fund	Road and Bridge fund	Social Services fund	Open Space Capital Improvement fund, bond series 1994, 2000, 2001 and 2005	Other governmental funds	Total governmental funds
Revenues:						
Taxes	\$ 79,380,783	\$ 9,306,516	\$ 5,109,436	\$ 16,371,897	\$ 22,014,962	\$ 132,183,594
Licenses, fees and permits	883,399	32,821	-	-	-	916,220
Interest on investments	2,301,690	468,046	-	1,893,801	716,241	5,379,778
Intergovernmental	3,137,548	5,470,633	14,313,209	122,886	12,487,619	35,531,895
Charges for services	11,051,043	239,293	116,038	100	65,773	11,472,247
Fines and forfeitures	381,340	-	-	-	-	381,340
Other revenue	2,530,796	18,490	5,937	510,431	1,312,757	4,378,411
Total revenue	<u>99,666,599</u>	<u>15,535,799</u>	<u>19,544,620</u>	<u>18,899,115</u>	<u>36,597,352</u>	<u>190,243,485</u>
Expenditures:						
Current:						
General government	42,097,751	-	-	-	9,157,144	51,254,895
Conservation	7,615,865	-	-	13,160,570	6,126,560	26,902,995
Urban redevelopment/housing	191,202	-	-	-	-	191,202
Public safety	27,398,061	-	-	-	4,939,202	32,337,263
Health and welfare	6,733,359	-	21,208,437	-	12,115,000	40,056,796
Economic opportunity	3,574,400	-	-	-	6,154,004	9,728,404
Highways and streets	1,257,291	21,169,162	-	-	1,288,188	23,714,641
Sanitation	542,059	-	-	-	35,770	577,829
Debt service:						
Principal	-	-	-	5,185,000	4,750,000	9,935,000
Interest and fiscal charges	-	195,693	-	6,846,939	2,662,951	9,705,583
Debt issuance costs	-	(12,975)	-	441,741	(7,620)	421,146
Total expenditures	<u>89,409,988</u>	<u>21,351,880</u>	<u>21,208,437</u>	<u>25,634,250</u>	<u>47,221,199</u>	<u>204,825,754</u>
Excess (deficiency) of revenues over expenditures	<u>10,256,611</u>	<u>(5,816,081)</u>	<u>(1,663,817)</u>	<u>(6,735,135)</u>	<u>(10,623,847)</u>	<u>(14,582,269)</u>
Other financing sources (uses):						
Proceeds from sale of capital assets	897,906	339,039	-	2,558,810	250,744	4,046,499
Debt issuance	-	-	-	39,405,000	-	39,405,000
Premium on bond sale	-	-	-	2,429,658	-	2,429,658
Transfers in	114,358	-	1,284,879	1,000	8,233,089	9,633,326
Transfers out	(5,863,213)	-	-	(2,892,440)	(1,399,237)	(10,154,890)
Total other financing sources (uses)	<u>(4,850,949)</u>	<u>339,039</u>	<u>1,284,879</u>	<u>41,502,028</u>	<u>7,084,596</u>	<u>45,359,593</u>
Net change to fund balance	5,405,662	(5,477,042)	(378,938)	34,766,893	(3,539,251)	30,777,324
Fund balance, January 1	17,969,695	16,517,091	3,961,958	6,755,334	35,848,367	81,052,445
Fund balance, December 31	<u>\$ 23,375,357</u>	<u>\$ 11,040,049</u>	<u>\$ 3,583,020</u>	<u>\$ 41,522,227</u>	<u>\$ 32,309,116</u>	<u>\$ 111,829,769</u>

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

BOULDER COUNTY, COLORADO

Reconciliation of Net Changes in Governmental Fund Balances on the Statement of Revenues, Expenditures, and Changes in Fund Balances to Change in Net Assets of Governmental Activities on the Statement of Activities

Year Ended December 31, 2005

Net change in fund balances - total governmental funds	\$	30,777,324
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their useful lives and reported as depreciation expense. This is the amount by which estimated useful lives and capital outlays exceeded depreciation in the current period.</p>		
Capital assets outlays	\$ 34,729,619	
Depreciation expense	<u>(4,665,098)</u>	
Excess of capital outlay over depreciation		30,064,521
<p>The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and donations) is to decrease net assets:</p>		
Donations of capital assets	243,421	
Proceeds from sale of capital assets	(4,046,499)	
Gain on sale of capital assets	450,302	
Loss on retirements, scrappings, change in threshold	<u>(3,480,270)</u>	(6,833,046)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds:</p>		
Property taxes related to prior years		295,161
<p>Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets:</p>		
<p>Payment of principal includes:</p>		
Debt payments	9,935,000	
<p>Issuance of new debt includes:</p>		
Debt proceeds	(39,405,000)	
Debt premium	(2,429,658)	
Debt issuance costs	<u>421,146</u>	(31,478,512)
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:</p>		
Compensated absences, including internal service of \$(1,488)	(337,320)	
Amortization of issuance costs	(76,699)	
Amortization of bond premium	172,158	
Accrued interest payable	<u>(994,493)</u>	(1,236,354)
<p>The internal service fund is used by management to charge the costs of insurance to individual funds. The net revenue (expense) of the internal service fund is reported with governmental activities:</p>		
Internal service fund surplus allocation, including activities relating to consolidation of enterprise funds of \$3,554		<u>762,901</u>
Change in net assets of governmental activities	\$	<u><u>22,351,995</u></u>

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

BOULDER COUNTY
STATEMENT OF FUND NET ASSETS
PROPRIETARY FUNDS
December 31, 2005

	Business-type activities			Governmental activities
	Resource Conservation	Housing Authority	Totals	Internal Service fund
Assets				
Current assets:				
Equity in Treasurer's cash and investments	\$ 2,008,269	\$ 270,909	\$ 2,279,178	\$ 5,897,056
Restricted cash and cash equivalents	-	1,360,259	1,360,259	-
Interest receivable	21,692	-	21,692	63,697
County goods and services receivable	610,505	-	610,505	28,923
Accounts receivable	-	224,642	224,642	-
Due from component unit	-	-	-	80,683
Due from other governmental units	-	28,052	28,052	3,862
Due from other funds	33,710	-	33,710	156,271
Prepaid and other items	-	54,349	54,349	2,693
Total current assets	<u>2,674,176</u>	<u>1,938,211</u>	<u>4,612,387</u>	<u>6,233,185</u>
Noncurrent assets:				
Restricted cash and cash equivalents	-	2,260,117	2,260,117	-
Notes receivable	-	136,609	136,609	-
Deferred debt financing costs	-	909,307	909,307	-
Other assets	-	11,232	11,232	-
Capital assets:				
Land	882,782	4,329,017	5,211,799	-
Construction in progress	-	1,413,456	1,413,456	-
Buildings	11,072,791	20,675,593	31,748,384	-
Less accumulated depreciation	(1,245,689)	(4,703,221)	(5,948,910)	-
Equipment	2,795,388	197,165	2,992,553	-
Less accumulated depreciation	(1,366,941)	(169,447)	(1,536,388)	-
Total capital assets (net of accumulated depreciation)	<u>12,138,331</u>	<u>21,742,563</u>	<u>33,880,894</u>	<u>-</u>
Total noncurrent assets	<u>12,138,331</u>	<u>25,059,828</u>	<u>37,198,159</u>	<u>-</u>
Total assets	<u>14,812,507</u>	<u>26,998,039</u>	<u>41,810,546</u>	<u>6,233,185</u>
Liabilities				
Current liabilities:				
Accounts payable	871,189	340,982	1,212,171	195,633
Deferred revenue	-	15,000	15,000	-
Due to other funds	73,861	137,788	211,649	289
Compensated absences	-	11,449	11,449	276
Accrued liabilities	2,503	87,100	89,603	3,946
Interest payable	-	63,777	63,777	-
Estimated claims payable	-	-	-	2,738,891
Notes and mortgages payable	-	1,042,640	1,042,640	-
Bonds payable	-	246,800	246,800	-
Total current liabilities	<u>947,553</u>	<u>1,945,536</u>	<u>2,893,089</u>	<u>2,939,035</u>
Current liabilities payable from restricted assets:				
Customer deposits payable	-	165,690	165,690	-
Escrows payable	-	44,818	44,818	-
Total current liabilities payable from restricted assets	<u>-</u>	<u>210,508</u>	<u>210,508</u>	<u>-</u>
Noncurrent liabilities:				
Compensated absences	9,687	55,965	65,652	6,757
Estimated claims payable	-	-	-	577,434
Mortgages and notes payable	-	1,607,299	1,607,299	-
Bonds payable	-	14,460,000	14,460,000	-
Total noncurrent liabilities	<u>9,687</u>	<u>16,123,264</u>	<u>16,132,951</u>	<u>584,191</u>
Total liabilities	<u>957,240</u>	<u>18,279,308</u>	<u>19,236,548</u>	<u>3,523,226</u>
Net Assets				
Invested in capital assets, net of related debt	12,138,331	6,798,155	18,936,486	-
Restricted by bond covenants	-	1,745,876	1,745,876	-
Unrestricted	1,716,936	174,700	1,891,636	2,709,959
Total net assets	<u>\$ 13,855,267</u>	<u>\$ 8,718,731</u>	<u>22,573,998</u>	<u>\$ 2,709,959</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds			(8,923)	
Net assets of business-type activities			<u>\$ 22,565,075</u>	

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

BOULDER COUNTY
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
Year Ended December 31, 2005

	Business-type activities			Governmental activities
	Resource Conservation	Housing Authority	Total	Internal service fund
Operating revenue:				
Sales of recyclable materials	\$ 3,917,781	\$ -	\$ 3,917,781	\$ -
Charges for services	-	2,019,275	2,019,275	-
Charges for services - other funds	-	-	-	1,967,835
Contributions - employee	-	-	-	3,182,206
Contributions - County	-	-	-	8,924,328
Contributions - miscellaneous	-	-	-	140,402
Land use claims recovery	-	-	-	273,763
Miscellaneous	-	-	-	76,276
Total operating revenue	<u>3,917,781</u>	<u>2,019,275</u>	<u>5,937,056</u>	<u>14,564,810</u>
Operating expenses:				
Cost of sales	1,352,504	-	1,352,504	
General administration	321,931	3,101,092	3,423,023	229,442
General professional services	2,084,671	-	2,084,671	-
Insurance premiums	20,422	-	20,422	-
Depreciation	591,773	549,034	1,140,807	-
Property and casualty claims	-	-	-	560,940
Property and casualty insurance, professional services	-	-	-	388,670
Health and dental claims	-	-	-	11,094,444
Health and dental insurance, professional services	-	-	-	1,188,056
Workers' compensation claims	-	-	-	360,033
Workers' compensation insurance, professional services	-	-	-	157,356
Land use insurance, professional services	-	-	-	14,966
Total operating expenses	<u>4,371,301</u>	<u>3,650,126</u>	<u>8,021,427</u>	<u>13,993,907</u>
Operating income (loss)	<u>(453,520)</u>	<u>(1,630,851)</u>	<u>(2,084,371)</u>	<u>570,903</u>
Nonoperating revenues (expenses):				
Interest on investments	59,817	118,755	178,572	195,125
HUD and RD income	-	6,027,523	6,027,523	-
Housing assistance	-	(4,960,216)	(4,960,216)	-
Interest expense and amortization	-	(928,503)	(928,503)	-
Loss on sale of capital assets	(48,110)	(773,843)	(821,953)	-
Management and maintenance fees	-	219,455	219,455	-
Donations and intergovernmental	120	77,244	77,364	427
Income (loss) before capital contributions and transfers	<u>(441,693)</u>	<u>(1,850,436)</u>	<u>(2,292,129)</u>	<u>766,455</u>
Transfer in	-	521,564	521,564	-
Capital fund grants, HUD	-	126,231	126,231	-
Change in net assets	<u>(441,693)</u>	<u>(1,202,641)</u>	<u>(1,644,334)</u>	<u>766,455</u>
Total net assets, January 1	<u>14,296,960</u>	<u>9,921,372</u>		<u>1,943,504</u>
Total net assets, December 31	<u>\$ 13,855,267</u>	<u>\$ 8,718,731</u>		<u>\$ 2,709,959</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			<u>3,554</u>	
Change in net assets of business-type activities			<u>\$ (1,640,780)</u>	

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

BOULDER COUNTY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year ended December 31, 2005

	Business-type			Governmental
	Activities			Activities
	Resource Conservation	Housing Authority	Total	Internal Service Fund
Cash flows from operating activities				
Cash received from employer	\$ -	\$ -	\$ -	\$ 8,924,328
Cash received from employees	-	-	-	3,182,206
Cash received from charges for services	3,860,446	2,142,301	6,002,747	1,935,215
Cash received from miscellaneous sources	-	-	-	216,678
Cash paid for general administration	(3,363,343)	(1,943,312)	(5,306,655)	(23,231)
Cash paid to employees	(116,875)	(1,351,897)	(1,468,772)	(172,459)
Cash paid for general claims	-	-	-	(919,835)
Cash paid for worker compensation claims	-	-	-	(561,481)
Cash paid for health and dental claims	-	-	-	(12,480,380)
Net cash provided by (used in) operating activities	<u>380,228</u>	<u>(1,152,908)</u>	<u>(772,680)</u>	<u>101,041</u>
Cash flows from noncapital financing activities				
Transfer in	-	521,564	521,564	-
HUD and RD contributions	-	6,027,523	6,027,523	-
Management and maintenance fees	-	219,455	219,455	-
Housing assistance payments	-	(4,960,216)	(4,960,216)	-
Intergovernmental	120	-	120	427
Grants and donations	-	77,244	77,244	-
Net cash flows provided by noncapital financing activities	<u>120</u>	<u>1,885,571</u>	<u>1,885,691</u>	<u>427</u>
Cash flows from capital and related financing activities				
Purchase of capital assets	-	(1,497,109)	(1,497,109)	-
Proceeds from disposal of capital assets	-	1,676,463	1,676,463	-
Capital fund grant, HUD	-	126,231	126,231	-
Proceeds from debt activities	-	1,638,507	1,638,507	-
Principal payments on notes, bonds and mortgages	-	(1,879,924)	(1,879,924)	-
Interest payments on notes, bonds and mortgages	-	(949,658)	(949,658)	-
Net cash provided by (used in) capital and related financing activities	<u>-</u>	<u>(885,491)</u>	<u>(885,491)</u>	<u>-</u>
Cash flows from investing activities:				
Investment earnings	44,269	118,755	163,024	153,266
Net cash provided by (used in) capital and related financing activities	<u>44,269</u>	<u>118,755</u>	<u>163,024</u>	<u>153,266</u>
Net increase (decrease) in cash and cash equivalents	424,617	(34,073)	390,544	254,734
Cash and equivalents, January 1	<u>1,583,652</u>	<u>3,925,358</u>	<u>5,509,010</u>	<u>5,642,322</u>
Cash and equivalents, December 31	<u>\$ 2,008,269</u>	<u>\$ 3,891,285</u>	<u>\$ 5,899,554</u>	<u>\$ 5,897,056</u>
Net Operating Income (Loss)	<u>\$ (453,520)</u>	<u>\$ (1,630,851)</u>	<u>\$ (2,084,371)</u>	<u>\$ 570,903</u>
Adjustments to reconcile net operating income (loss) to net cash provided (used) in operating activities				
Depreciation and amortization	591,773	549,034	1,140,807	-
(Increase) decrease in other assets	-	(6,460)	(6,460)	-
Decrease (increase) in county goods and services receivable	(34,424)	-	(34,424)	(35,428)
(Increase) decrease in due from other funds	(22,911)	-	(22,911)	2,808
(Increase) decrease in due from other governments	-	(3,332)	(3,332)	-
(Increase) decrease in notes receivable	-	(4,882)	(4,882)	-
(increase) decrease in accounts receivable	-	104,096	104,096	-
(Increase) in prepaid expenses	-	18,789	18,789	(2,693)
(Decrease) increase in accounts payable	269,942	163,612	433,554	39,876
(Decrease) increase in due to other governments	-	(38,175)	(38,175)	-
(Decrease) increase in due to other funds	28,456	(335,583)	(307,127)	(1,795)
(Decrease) in unearned revenue	-	27,144	27,144	-
(Decrease) increase in accrued liabilities	912	78,027	78,939	1,593
(Decrease) increase in health and dental reserve	-	-	-	(197,881)
(Increase) decrease in insurance claims	-	-	-	(229,021)
(Increase) decrease in workers compensation claims	-	-	-	(44,092)
(Decrease) in other liabilities	-	(74,327)	(74,327)	(3,229)
Total adjustments	<u>833,748</u>	<u>477,943</u>	<u>1,311,691</u>	<u>(469,862)</u>
Net cash provided by (used in) operating activities	<u>\$ 380,228</u>	<u>\$ (1,152,908)</u>	<u>\$ (772,680)</u>	<u>\$ 101,041</u>

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

BOULDER COUNTY, COLORADO
Statement of Fiduciary Net Assets
Fiduciary Funds
December 31, 2005

Assets	<u>Agency</u>
Equity in Treasurer's cash and investments	\$ 9,867,638
Restricted cash	1,218,951
Receivable	18,477
Property tax receivable	<u>259,339,513</u>
Total assets	<u><u>\$ 270,444,579</u></u>
Liabilities and Net Assets	
Liabilities:	
Accounts payable	\$ 1,025
Other liabilities	1,236,324
Escrow payable	79
Undistributed taxes and other collections	9,867,638
Due to other taxing units	<u>259,339,513</u>
Total liabilities	<u><u>\$ 270,444,579</u></u>
Total liabilities	<u><u>\$ 270,444,579</u></u>

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

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

(1) Summary of Significant Accounting Policies

The accompanying basic financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (US GAAP) applicable to governmental entities. A summary of significant accounting policies of Boulder County, Colorado (the County) applied in the preparation of these financial statements follows.

(a) *Financial Reporting Entity*

The County is a political subdivision organized in 1861 under the statutes of the State of Colorado. A three-member board of county commissioners (the Board) governs the County. Each commissioner is elected at-large by the voters of the County and must reside in the district for which he or she is elected. There are also seven other elected officials – assessor, clerk and recorder, coroner, sheriff, district attorney, treasurer, and surveyor.

The County provides a wide range of services to its residents including public safety, highways and streets, conservation, health and welfare, economic development, and general administration. Water, sanitation, fire, utilities, schools, recreation, and library services are provided to County residents by a variety of public and private entities, depending on property location.

The Governmental Accounting Standards Board (GASB) in its Statement No. 14, *The Financial Reporting Entity*, has specified the criteria to be used in defining the financial reporting entity:

The financial reporting entity consists of the primary government and its component units.

A primary government is any state, general-purpose local or special-purpose government which meets the following criteria: a) it has a separately elected governing body; b) it is legally separate; and c) it is fiscally independent of other state and local governments. A primary government consists of all the organizations that make up its legal entity. All funds, organizations, institutions, agencies, departments, and offices that are not legally separate are, for financial reporting purposes, part of the primary government.

Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. In general, the nature and significance of the component unit's relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

As required by accounting principles generally accepted in the United States of America (US GAAP), these financial statements present Boulder County (the primary government) and its component units. The component units included in the County's reporting entity are reported using the blended and the discretely presented methods. The blended method reports the financial data of the component unit as part of the primary government. The blended method is used when either of the following circumstances are present: 1) the component unit's governing body is substantively the

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

same as the governing body of the primary government; or 2) the component unit provides services entirely or almost entirely to the primary government. The discretely presented method is used when a component unit does not meet the criteria for blending. The component unit columns in the government-wide financial statements include the financial data of the County's discrete component units. They are reported in a separate column to emphasize that it is legally separate from the County.

The following component units are included in the accompanying financial statements:

Blended Presentation

Gunbarrel General Improvement District (District) Fund – This is a subdivision of the State of Colorado created for constructing certain public improvements to be located within the District and governed by a board comprised of the County's elected Board of County Commissioners. The District is reported as a capital projects fund.

Housing Authority of Boulder County – Established in 1975 to promote and provide quality, affordable housing for lower-income families, the elderly, and disabled people. Previous to 2003, the Housing Authority was a governmental entity independent of the County, governed by a seven-member board which now serves in an advisory capacity. In Resolution 2003-16, adopted by the Board of County Commissioners (Board) on January 14, 2003, the Board constituted itself as the governing body of the Boulder County Housing Authority (Housing Authority). Effective January 1, 2003, the Housing Authority became a component unit of the County and is governed by a board comprised of the County's elected Board of County Commissioners. The Authority meets the definition of, and operates as, an enterprise fund of the County. As such, the County provides support to the Housing Authority in the interest of supporting affordable housing within the County.

Discrete Presentation

Boulder County Public Health (Public Health) – is organized by authority of state statute and resolution of the County Commissioners on March 25, 1952. According to state statute, the Commissioners appoint the governing board. In addition, the County appropriates significant funds for the Public Health's operations. Public Health provides services to the residents of the County.

Complete financial statements for the individual component units may be obtained at the unit's administrative offices.

Boulder County Public Health
3450 North Broadway
Boulder, CO 80304

Housing Authority of Boulder County
3482 North Broadway
Boulder, CO 80304

Gunbarrel General Improvement District
Finance Department
2020 13th Street
Boulder, CO 80302

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Related Organization

The Boulder County Parks and Open Space Foundation (the Foundation) was created in December 2004. The Foundation is legally separate from Boulder County. However, it is considered a related organization since at least two-thirds of the Foundation's Board of Trustees are approved or appointed by the Board of County Commissioners. There is no financial relationship that would justify the Foundation's inclusion as a component unit of the County.

(b) Measurement Focus, Basis of Accounting, and Basis of Presentation

The County's basic financial statements consist of the government-wide financial statements and the fund financial statements. The government-wide financial statements include a statement of net assets and a statement of activities, which present the financial activities of the County and its component units; they do not include fiduciary funds or component units that are fiduciary in nature. The government-wide statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund statements. The fiduciary agency funds use the accrual basis of accounting, but have no measurement focus. Certain eliminations have been made in regard to interfund activities, payables, and receivables. Internal balances in the statement of net assets have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. As a general rule, in the statement of activities, the internal service fund transactions are eliminated; however, those transactions between governmental and business-type activities and the interfund services provided and used between functions are not eliminated. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent, on fees and charges for support. The government-wide statement of activities reflects both the direct expenses and net cost of each function of the County's governmental activities and business-like activity. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues that are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the County.

The financial transactions of the County are organized and presented on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements. The emphasis of the fund financial statements is on major governmental and enterprise funds, each presented in a separate column. All remaining governmental and enterprise funds are aggregated and presented as nonmajor funds in a single column.

Governmental funds are used to account for the County's general government activities. Governmental fund financial statements are reported using the current financial resources

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

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measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e., when they are measurable and available). Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues available if they are collected within 60 days after year-end. Expenditures are recorded when a liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are matured (i.e., expected to be liquidated with expendable available financial resources).

Property taxes and grant revenue are the primary revenue sources subject to accrual. Property taxes are reported as a receivable and deferred revenue when the levy is certified and as revenue when due for collection in the subsequent year. An allowance for estimated uncollectible taxes has not been recorded since these amounts are not considered significant to the financial statements. The County bills and collects its own property taxes and the taxes for various taxing agencies. Collections and remittance of taxes for the other taxing agencies are accounted for in the agency fund.

The County reports deferred revenue when potential revenue does not meet both the measurable and available criteria for recognition in the current period. Deferred revenues also arise when the County receives resources before it has legal claim to them, such as when grant funds are received and eligibility requirements have not been met. In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for deferred revenue is removed and revenue is recognized.

A reconciliation of the fund financial statements to the government-wide financial statements is provided in the financial statements to explain the differences created by the integrated approach of GASB statement No. 34.

The County reports the following major **governmental funds**:

The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Road and Bridge Fund* accounts for costs related to County road and bridge construction and maintenance, except for engineering costs that are recorded in the General Fund. Colorado counties are required to maintain a Road and Bridge fund.

The *Social Services Fund* accounts for public aid programs administered by the County. By State law, Colorado counties are required to maintain a Social Services fund.

The *Open Space Capital Improvement Funds*, Bond Series 1994, 2000, 2001, and 2005 accounts for financial resources to be used for the acquisition of interest in open space real property and access thereto, water rights, and improvement upon open space real property.

Proprietary Funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenue is recorded when earned and expenses are recorded at the time liabilities are incurred. Operating revenues in the proprietary funds are those revenues that are generated from providing services and producing and delivering goods in

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connection with the primary ongoing operations of the fund. The principal operating revenue of the enterprise and internal service funds are charges to customers for sales and services. Operating expenses for the enterprise and internal service funds include the administrative expenses, cost of sales and services, and depreciation on capital assets. All other revenues are reported as nonoperating revenues.

The County reports the following major **proprietary funds**:

The *Resource Conservation Fund* accounts for the County's recycling operations which are primarily funded by site collections and the sale of recyclables.

The *Housing Authority Fund* accounts for the County's housing assistance programs which are primarily funded through Housing and Urban Development (HUD) and Rural Development (RD) contributions.

Additionally, the County reports the following fund types:

The *Internal Service Fund* accounts for operations that provide services to other departments or agencies of the County on a cost-reimbursement basis. The County uses this fund to account for risk management activities.

The *Agency Funds* are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the County holds for others in an agency capacity (i.e. taxes collected by the Clerk and Recorder for the benefit of other governments and Public Trustee activities).

The County reports its government-wide and enterprise fund financial statements following all applicable GASB pronouncements as well as the following pronouncements issued on or before November 30, 1989, unless those pronouncements conflict or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins. Governments are given the option whether or not to apply all FASB Statements and Interpretations issued after November 30, 1989. The County has elected not to apply any applicable FASB pronouncements subsequent to November 30, 1989 in accounting and reporting for business-type activities and enterprise funds.

(c) *Equity in Treasurer's Cash and Investments*

Investments are carried at amortized cost for those investments with remaining maturities of less than 12 months when purchased or at fair value for those investments with maturity dates exceeding 12 months from purchase date.

For purposes of the statement of cash flows, cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Except when required by trust agreements, the operating cash of each fund, except Public Health, and the Housing Authority, is pooled into one bank account not identified with any particular fund.

BOULDER COUNTY, COLORADO

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Cash in excess of operating requirements is invested in government obligations and cash equivalents. The accounting records for each fund reflect an equity in pooled cash and investments. Generally, investment income earned as a result of pooling is distributed to the appropriate funds utilizing a formula based on the monthly average balance of equity in treasurer's cash and investment of each of the funds.

Restricted cash in the General Fund is composed of escrow funds that are restricted for various purposes. Restricted cash in the Social Services Fund is restricted for usage for various purposes under state statute. Restricted cash in the Road and Bridge, Offender Management, Open Space Capital Improvement, and Capital Projects Funds comprise of restrictions for debt service expenditures. Restricted cash in the Grants fund is composed of escrow funds. Restricted cash in the Housing Authority fund is composed of tenants' security deposits, escrow funds, and capital asset replacement project funds. Restricted cash in the Public Trustee Agency fund is composed of funds restricted by state statute and miscellaneous funds restricted for use by the Public Trustee. Restricted cash in the Public Health, component unit, represent funds received from other organizations or individuals to be used for specific purposes.

(d) *Property Tax Receivables and Other Receivables*

Revenues are recorded when received except for property taxes, which are reported as a receivable when the levy is certified. All current taxes receivable are offset by the full amount of the deferred revenue. Taxes are considered earned and due on January 1 in the period for which the tax is levied, following the year it was levied. The tax levy is divided into two billings. The billings are considered past due 60 days after the billing date, March 1 and June 16, respectively. Interest receivable and sales tax are accrued in the appropriate funds.

(e) *County Goods and Services Receivable*

County goods and services receivable includes amounts due primarily from the general public and nongovernmental entities for fees and permits and charges for services.

(f) *Due from Other Governmental Units*

Due from other governmental units includes amounts due primarily from intergovernmental agreements for public safety, telecommunication, housing, and recycling and composting services provided within the community, as well as federal and state grantors for grant programs. Grant revenues received prior to meeting eligibility requirements are deferred.

(g) *Inventories and Prepaid Items*

Inventories are valued at cost using the first-in, first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. The prepaid items recorded in the governmental funds do not reflect current appropriable resources; therefore, an equivalent portion of fund balance is reserved in the fund financial statements.

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(h) *Capital Assets*

Capital assets, which include property, plant, and equipment, and infrastructure assets (e.g. roads, bridges, drainage systems, and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of \$5,000 or more for equipment, \$50,000 or more for buildings, improvements, and infrastructure, and an estimated useful life of two years or longer. Such assets are recorded at historical cost or estimated historical cost. Donated capital assets are reported at estimated fair market value at the date of donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized over the remaining useful lives of the related assets. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation expense is reported as an operating expense in the government-wide statement of activities. Depreciation on capital assets is provided on the straight-line basis over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	30 – 40
Equipment	3 – 11
Improvements	15
Infrastructure	50

Infrastructure assets are long-lived capital assets that normally are stationary in nature and can be preserved for a significantly greater number of years than most capital assets. Infrastructure assets have been capitalized since January 1, 2002, and the County will adopt retroactive reporting requirements by the 2006 fiscal year, as prescribed by GASB Statement No. 34.

(i) *Compensated Absences*

The County allows employees to accumulate unused vacation and medical leave benefits up to certain maximum number of hours. Upon termination, all unused vacation leave benefits are paid to the employee. Medical leave benefits may be paid to the employee depending on hire date or length of service. Employees hired as full time employees prior to June 1, 1987, except Social Service Department employees, and have worked for the County for 20 years or who are eligible for retirement at age 62 are paid all unused medical leave benefits. Employees hired as full time employees prior to June 1, 1987, except Social Service Department employees, and have not worked for the County for 20 years nor are they eligible for retirement at age 62 are paid 50.00% of their unused medical leave. All other employees not listed in the above two categories, are not paid for unused medical leave.

The entire compensated absence liability is reported in the government-wide and proprietary funds financial statements. In the governmental funds, a liability is reported only if it has matured as for employee resignations and retirements. Liabilities are liquidated out of the fund in which the employee is paid.

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(j) Long-Term Obligations

Long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or business-type activities of the government-wide statement of net assets, or proprietary fund statement of net assets. Bond and other debt premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the debt using the straight-line method, which approximates the effective-interest method. However, deferred refunding gains (losses), if any, are amortized using the shorter of the term of either the new or old debt. Bond and other debt premiums and discounts are presented separately; issuance costs are recorded as deferred charges.

In the fund financial statements, governmental fund types recognize bond and other debt premiums, discounts, and issuance costs in the current period. Bond and other debt proceeds and premiums are reported as an other financing source. Bond and other debt discounts are reported as an other financing use. Issuance costs, whether or not withheld from the actual proceeds received, are reported as debt service expenditures.

(k) Escrows Payable

Escrows payable represent amounts due to other entities which were collected by the County primarily from E-911 fees for the Boulder County Regional Emergency Telephone Service Authority, state and federal dollars related to forfeitures, and school district fees.

(l) Fund Balances

In the fund financial statements, reservations of fund balances represent amounts that are not available for appropriation or are legally restricted by outside parties for a specific purpose. All fund balances not specifically reserved for a particular purpose are considered unreserved. Designations of reserved fund balance represent amounts set aside by the Board of County Commissioners.

(m) Use of Estimates

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the reporting period. Actual results could differ from those estimates.

(n) Change in Accounting Policy

Effective January 1, 2005, the County changed its capitalization threshold from \$5,000 to \$50,000 for the asset categories: infrastructure, buildings and improvements, and improvements other than buildings. This change was undertaken for two reasons: the change was a cost-effective measure and it brought the County in-line with recommendations for thresholds for governmental organizations of comparable size. The reduction in the number of assets that needed to be documented and tracked correspondingly reduced the associated workload. In addition, the combined value of these low cost assets was insignificant when considered as a percentage of their respective asset categories, and to the County's capital assets as a whole. Capital assets, net of accumulated depreciation, in the primary

BOULDER COUNTY, COLORADO

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government decreased by \$3,858,501; \$3,842,222 is recorded in the governmental funds and \$16,279 is recorded in the proprietary fund Resource Conservation.

The Boulder County Housing Authority changed its capitalization threshold from \$1,000 to \$5,000 beginning January 1, 2005. The capitalization threshold change caused their asset values to decrease by \$23,808.

For fiscal year 2005, the County has implemented GASB statement No. 40 (GASB 40), "Deposit and Investment Risk Disclosures" and GASB Statement No. 44 (GASB 44), "Economic Condition Reporting: The Statistical Section".

GASB 40 establishes and modifies disclosure requirements related to investment and deposit risks. This statement addresses common deposit and investment risks related to credit risk, concentration of credit risk, interest rate risk, and foreign currency risk. Disclosures per GASB 40 are included in note 3.

GASB 44 amends guidance related to the preparation of the statistical section. This statement improves the understanding and usefulness of statistical section information by addressing the comparability problems that have developed in practice and by adding information from the new financial reporting model for state and local government required by GASB statement No. 34. GASB 44 establishes the objectives of the statistical section and the five categories of information it contains – financial trends, revenue capacity, debt capacity, demographic and economic, and operating. The statistical section tables can be found in the appropriate section of this report.

(2) Related Party Transactions

The County entered into a contract with Stromquist Farms on August 19, 2003 for the purchase of real estate and associated water rights for \$1,112,912. At the time Luther Stromquist, the Agricultural Resource Manager for The County Parks and Open Space Department, was a general partner. In the transaction, Stromquist retained his portion (one-third) while the other general partners sold their portions to the County. Stromquist did not receive any proceeds from the sale. The County has agreed to lease back the acquired real estate to Stromquist for agricultural purposes with a 10-year option to renew annually, beginning in 2004. Both transactions were valued at market rates and were consummated with terms equivalent to those that prevail in arm's-length transactions.

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(3) Cash: Deposits, and Investments

Cash, deposits and investments as of December 31, 2005, are classified in the accompanying financial statements as follows:

	<u>Primary government</u>	<u>Component unit</u>	<u>Total</u>
Governmental and business-type activities:			
Equity in treasurer's cash and cash equivalents and investments	\$ 81,607,334	\$ 1,654,602	\$ 83,261,936
Restricted cash and cash equivalents	<u>41,661,104</u>	<u>321,478</u>	<u>41,982,582</u>
Total governmental and business-type activities	<u>123,268,438</u>	<u>1,976,080</u>	<u>125,244,518</u>
Fiduciary:			
Cash and cash equivalents	9,867,638	-	9,867,638
Restricted cash and cash equivalents	<u>1,218,951</u>	<u>-</u>	<u>1,218,951</u>
Total fiduciary	<u>11,086,589</u>	<u>-</u>	<u>11,086,589</u>
Total	<u>134,355,027</u>	<u>1,976,080</u>	<u>136,331,107</u>
Less cash and deposit balance	<u>(48,406,688)</u>	<u>(842,658)</u>	<u>(49,249,346)</u>
Total investments	<u>\$ 85,948,339</u>	<u>\$ 1,133,422</u>	<u>\$ 87,081,761</u>

(a) Deposits

As of December 31, 2005, the carrying amount of the County's deposits was \$48,406,688 and the bank balance was \$49,134,161. Of the total bank balance, \$1,470,438 was covered by federal depository insurance and \$47,663,723 was uninsured and collateralized through the State's Public Deposit Protection Act (PDPA). The State's PDPA precludes the County from requiring banks to hold securities in the County's name.

The carrying amount of deposits for the component unit was \$842,658 and the bank balance was \$673,265. Of the bank balance, \$100,000 was covered by federal depository insurance and \$573,265 was uninsured and collateralized with securities held by banks in their trust departments in the component unit's name. The State's PDPA is also applicable to the component unit.

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Notes to Basic Financial Statements

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Custodial Credit Risk

The County's and component unit's deposits are subject to and in accordance with the State of Colorado's PDPA. Under this act, all uninsured deposits are to be fully collateralized. The eligible collateral pledged must be held in custody by any Federal Reserve Bank, or branch thereof, or held in escrow by some other bank in a manner as the banking commissioner shall prescribe by rule and regulation, or may be segregated from the other assets of the eligible public depository and held in its own trust department. All collateral so held must be clearly identified as being security maintained or pledged for the aggregate amount of public deposits accepted and held on deposit by the eligible public depository. The depository has the right at any time to make substitutions of eligible collateral maintained or pledged and is at all times entitled to collect and retain all income derived from those investments without restrictions. Deposits collateralized under the PDPA are considered collateralized with securities held by the pledging financial institution's trust department or agent in the "County's or component unit's name," because the collateral pool meets the "held in name of the government" criterion.

(b) Investments

Authorized Investments

Investments authorized by the State of Colorado's Revised Statutes and Boulder County Treasurer's Investment policy are shown below. The table identifies certain provisions of the Colorado Revised Statutes (or the Boulder County Treasurer's policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the County, rather than general provisions of the Colorado Revised Statutes or the County's investment policy.

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Percentage of portfolio*</u>	<u>Maximum Investment in One Issuer</u>
U.S. Treasury Obligations	5 years	50%	25%
U.S. Agency Securities	5 years	50%	25%
Repurchase Agreements	5 years	70%	50%
Pooled Investment Trusts	5 years	50%	10%
Money Market Mutual Funds	5 years	50%	10%

* Excluding amounts held by bond trustee that are not subject to C.R.S. 24-75-601

Provisions of the debt agreements, rather than the general provisions of the Colorado Revised Statutes or the County's investment policy govern investment of debt proceeds held by bond trustee. The debt agreement funds and accounts are under the control of the Board and shall be invested by the County Treasurer in investments that mature no later than the date on which proceeds are required for the purpose of such funds or accounts and otherwise in accordance with the applicable provisions of laws concerning the investment of County funds.

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Boulder County Public Health, Component Unit, does not have an investment policy, but is subject to the general provisions of the Colorado Revised Statutes (C.R.S. 24-75-601).

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the way the County manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide cash flow and liquidity needed for operations. The County monitors the interest rate risk inherent in its portfolio by measuring the weighted average maturity of its portfolio. In accordance with its investment policy, the County manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than 120 days or 4 months. There are no such policies for investments held by bond trustees and the component unit.

<u>Investment Type</u>	<u>Boulder County</u>		<u>Component Unit</u>	
	<u>Amount</u>	<u>Weighted Average Maturity (months)</u>	<u>Amount</u>	<u>Weighted Average Maturity (months)</u>
U.S. Treasury Note	\$ -	-	\$ 200,422	30.38
Federal Agency Securities	13,509,504	1.98	409,441	12.72
U.S. Treasury Obligation Money Market	5,540,449	-	-	-
Repurchase agreements	25,130,550	1.69	277,569	0.03
Local Government Investment Pool	1,485,351	-	245,990	-
Sub Total	<u>45,665,854</u>		<u>1,133,422</u>	
Portfolio Weighted Average (calculated before Investments held by bond trustee)		0.83		9.97
<u>Held by Bond Trustee:</u>				
Guaranteed Investment Contract	40,282,485	15.20	-	-
Total Investments	<u>\$ 85,948,339</u>		<u>\$ 1,133,422</u>	
Portfolio Weighted Average		8.18		9.97

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Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Present below is the minimum rating required by (where applicable) the Colorado Revised Statutes, the County's investment policy, or debt agreements, and the actual rating as of year-end for each investment type.

Investment type	Boulder County	Component Unit	Total Investments by type	Minimum Legal Rating
U.S. treasury note	\$ -	\$ 200,422	\$ 200,422	N/A
Federal agency securities	13,509,504	409,441	13,918,945	N/A
U.S. treasury obligation money market	5,540,449	-	5,540,449	N/A
Repurchase agreements	25,130,550	277,569	25,408,119	N/A
Local government investment pool	1,485,351	245,990	1,731,341	AA-
Held by bond trustee:				
Guaranteed investment contract	40,282,485	-	40,282,485	N/A
Total investments	\$ 85,948,339	\$ 1,133,422	\$ 87,081,761	

Investment type	Exempt From Disclosure	AAA Rating as of Year End	Not Rated	Total Investments by type
U.S. treasury note	\$ 200,422	\$ -	\$ -	\$ 200,422
Federal agency securities	-	8,924,375	4,994,570	13,918,945
U.S. treasury obligation money market	-	5,540,449	-	5,540,449
Repurchase agreements	-	-	25,408,119	25,408,119
Local government investment pool	-	1,731,341	-	1,731,341
Held by bond trustee:				
Guaranteed investment contract	-	-	40,282,485	40,282,485
Total investments	200,422	16,196,165	70,685,174	\$ 87,081,761

Concentration of Credit Risk

As mentioned previously, under authorized investments, the policy of the County contains limitations (higher than 5%) on the amount that can be invested in any one issuer and the maximum percentage of portfolio. Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of **total County investments** are as follows:

<u>Issuer</u>	<u>Investment Type</u>	<u>Total County</u>
FHLB	Federal agency securities	\$ 8,973,766
FNMA	Federal agency securities	\$ 4,344,013

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Bayerische Landesbank	Guaranteed Investment Contract	\$ 40,282,485
UBS	Repurchase agreement	\$ 25,117,723

Investments in any one issuer that represent 5% or more of total investments **by reporting unit** (primary government, discretely presented component unit, governmental activities, major fund, nonmajor funds in the aggregate, etc.) are as follows:

<u>Issuer</u>	<u>Investment Type</u>	<u>Primary Government</u>	<u>Component Unit</u>
FHLB	Federal agency securities	\$ 8,924,375	N/A
FHLMC	Federal agency securities	N/A	\$ 294,969
FNMA	Federal agency securities	\$ 4,309,943	N/A
Bayerische Landesbank	Guaranteed Investment Contract	\$ 40,282,485	
UBS	Repurchase agreement	\$ 25,117,723	N/A

\$30,064,321 of the restricted cash and investments reported in the Open Space Capital Improvement Fund (a major fund of the County) are held in the form of a guaranteed investment contract issued by Bayerische Landesbank. The contract terminates upon the first to occur of (a) a withdrawal of all invested moneys on deposit, (b) the date on which the Bonds remain outstanding, or (c) April 1, 2007.

(4) Receivables

The Social Services Fund maintains a cumulative allowance of doubtful accounts for County goods and services receivable of \$1,455,138. This represents amounts not expected to be recovered from clients who received overpayments. The Housing Authority maintains a cumulative allowance of \$35,317 against total tenant receivables of \$55,642 included within general accounts receivable.

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(5) Changes in Capital Assets

	Capital asset activity				Ending balance December 31, 2005
	Restated* Beginning balance January 1, 2005	Increases	Decreases	Transfers	
Governmental activities:					
Capital assets not being depreciated:					
Land	\$ 329,040,601	\$ 12,077,832	\$ (981,095)	\$ (111,499)	\$ 340,025,839
Land development rights and other	5,583,797	657,441	(2,458,294)	111,499	3,894,443
Construction in progress	12,354,929	19,393,303	(117,190)	(12,080,115)	19,550,927
Total capital assets not being depreciated	<u>346,979,327</u>	<u>32,128,576</u>	<u>(3,556,579)</u>	<u>(12,080,115)</u>	<u>363,471,209</u>
Capital assets being depreciated:					
Buildings and improvements	81,769,268	-	(2,791,860)	10,153,369	89,130,777
Equipment	25,961,687	2,265,030	(1,560,881)	-	26,665,836
Improvements other than buildings	2,117,373	74,838	(954,818)	1,926,746	3,164,139
Infrastructure	7,780,861	504,596	(241,520)	-	8,043,937
Total capital assets being depreciated	<u>117,629,189</u>	<u>2,844,464</u>	<u>(5,549,079)</u>	<u>12,080,115</u>	<u>127,004,689</u>
Less accumulated depreciation for:					
Buildings and improvements	(27,511,050)	(1,856,660)	643,167	-	(28,724,543)
Equipment	(17,818,406)	(2,516,601)	1,270,872	-	(19,064,135)
Improvements other than buildings	(150,102)	(138,802)	51,915	-	(236,989)
Infrastructure	(273,846)	(153,035)	63,237	-	(363,644)
Total accumulated depreciation	<u>(45,753,404)</u>	<u>(4,665,098)</u>	<u>2,029,191</u>	<u>-</u>	<u>(48,389,311)</u>
Total capital assets being depreciated, net	<u>71,875,785</u>	<u>(1,820,634)</u>	<u>(3,519,888)</u>	<u>12,080,115</u>	<u>78,615,378</u>
Governmental activities capital assets, net	<u>\$ 418,855,112</u>	<u>\$ 30,307,942</u>	<u>\$ (7,076,467)</u>	<u>\$ -</u>	<u>\$ 442,086,587</u>

Depreciation expense was charged to functions as follows:

Governmental activities:	
General government	\$ 2,142,899
Conservation	292,196
Public safety	1,178,273
Health and welfare	64,154
Economic development	15,621
Highway and street	971,955
Total governmental activities depreciation expense	<u>\$ 4,665,098</u>

* See Note 20 - Prior Period Adjustment (Restatement)

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

**Capital asset activity
Year ended December 31, 2005**

	Restated * Beginning balance January 1, 2005	Increases	Decreases	Transfers	Ending balance December 31, 2005
Business-type activities (Resource Conservation/Housing):					
Capital assets not being depreciated:					
Land	\$ 5,367,571	\$ -	\$ (155,772)	\$ -	\$ 5,211,799
Construction in progress	-	1,413,456	-	-	1,413,456
Total capital assets not being depreciated	<u>5,367,571</u>	<u>1,413,456</u>	<u>(155,772)</u>	<u>-</u>	<u>6,625,255</u>
Capital assets being depreciated:					
Buildings and improvements	34,147,330	66,520	(2,465,466)	-	31,748,384
Equipment	3,242,809	17,132	(267,388)	-	2,992,553
Total capital assets being depreciated	<u>37,390,139</u>	<u>83,652</u>	<u>(2,732,854)</u>	<u>-</u>	<u>34,740,937</u>
Less accumulated depreciation for:					
Buildings and improvements	(5,338,169)	(790,129)	179,388	-	(5,948,910)
Equipment	(1,490,995)	(350,678)	305,285	-	(1,536,388)
Total accumulated depreciation	<u>(6,829,164)</u>	<u>(1,140,807)</u>	<u>484,673</u>	<u>-</u>	<u>(7,485,298)</u>
Total capital assets being depreciated	<u>30,560,975</u>	<u>(1,057,155)</u>	<u>(2,248,181)</u>	<u>-</u>	<u>27,255,639</u>
Business-type activities capital assets, net	<u>\$35,928,546</u>	<u>\$ 356,301</u>	<u>\$ (2,403,953)</u>	<u>\$ -</u>	<u>\$33,880,894</u>
Business-type activities:					
Resource conservation	\$ 591,773				
Housing authority	549,034				
Total business-type activities depreciation expense	<u>\$ 1,140,807</u>				

* See Prior Period Adjustment Note

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

	<u>2005</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>2005</u>
Discretely presented component unit (Health Department):					
Other capital assets:					
Buildings and improvements	\$ 48,809	\$ -	\$ (9,918)	\$ -	\$ 38,891
Equipment	214,052	6,004	-	-	220,056
	<u>262,861</u>	<u>6,004</u>	<u>(9,918)</u>	<u>-</u>	<u>258,947</u>
Total other capital assets at historical cost					
Less accumulated depreciation for:					
Buildings and improvements	(23,240)	(2,978)	7,857	-	(18,361)
Equipment	(70,965)	(28,920)	-	-	(99,885)
	<u>(94,205)</u>	<u>(31,898)</u>	<u>7,857</u>	<u>-</u>	<u>(118,246)</u>
Total accumulated depreciation					
Other capital assets, net	<u>\$ 168,656</u>	<u>\$ (25,894)</u>	<u>\$ (2,061)</u>	<u>\$ -</u>	<u>\$ 140,701</u>
Depreciation expense was charged to functions as follows:					
Component unit activities:					
Health Department	<u>\$ 31,898</u>				

(6) Lease Revenue – Governmental Activities

(a) Operating Leases

As of December 31, 2005, the County maintains approximately 170 agricultural leases on open space property. Approximately 45% of the leases are crop share and grazing share leases. The rental income is based on a percentage of revenues derived from the crops grown on the land or an “animal equivalent unit” rate for animals grazed on the land. As yields, weather, water availability, field conditions, and crop prices vary greatly from year to year, payments from these leases are not considered estimable. The remaining leases are for land, and home and building rentals, and other miscellaneous sites. Where practical, crop share leases are increasingly replacing land leases. Therefore, revenues to the County will fluctuate with crop production.

In 2003, in response to a State Supreme Court decision, the County Assessor’s office implemented the collection of Possessory Interest Tax on agricultural leases of County-owned land. Since then, to minimize the ramifications upon the County’s agriculture tenants, leases have typically been written for a term of one year, usually with two or more one-year options to renew. Consequently, future minimum expected lease revenue has gradually decreased as these leases have been implemented

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

As of 2005, the County also maintained other leases for buildings and sites not related to Open Space property. Future minimum lease payments, by year and in the aggregate, under non-cancelable operating leases with initial or remaining terms of one year or more at December 31, 2005 are as follows.

		Expected Lease Revenue				
		Open Space Agricultural Leases			Other	
		Land	Home	Misc.	Leases	Total
Years:						
2006	\$	6,941	37,750	30,680	104,382	\$ 179,753
2007		6,478	1,200	24,020	104,382	136,080
2008		6,152	1,200	24,020	12,325	43,697
2009		6,152	1,200	24,020	1,290	32,662
2010		1,010	1,200	24,020	240	26,470
2011-2013		5,050	6,000	24,090	—	35,140
2014-2020		5,010	6,000	50	—	11,060
2021-2025		5,000	6,000	20	—	11,020

In prior years, revenue received from a cellular site lease had been included in the land totals. Beginning in 2006, this revenue is included in the miscellaneous totals (\$30,660 for 2006).

The County has entered into a lease agreement with Correctional Management, Inc. The contract term runs from 10/01/03 through 12/31/2007 and includes payments of \$7,500 per month for rental of the "Copper Door" building. Under this agreement, the expected minimum lease payments for 2006 and 2007 are \$90,000 per year, this revenue is included in the other leases total above. The building has a cost of \$770,568 with accumulated depreciation of \$396,521.

(7) Lease Expense – Governmental Activities

(a) Operating Leases

The County has entered into leases for items necessary for County operations, including office space and office equipment. Lease terms are month-to-month or have a non-cancelable period of less than a year and may or may not have an extension option. For 2005, lease payments in governmental activities totaled \$1,065,156; in business activities totaled \$0.

In the Fund financials, the 2005 lease payments by major funds are as follows:

General fund	\$ 625,384
Road and bridge fund	89,925
Social services fund	1,078
Open space and capital improvement fund	15,964
Nonmajor funds	332,805
	<u>\$ 1,065,156</u>

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

(8) Changes in Long-Term Obligations

During the year ended December 31, 2005, the following changes occurred in liabilities reported as long-term obligations:

	Balance at January 1, 2005	Additions	Reductions	Balance at December 31, 2005	Due in one year
Governmental activities:					
Claims payable	\$ 3,787,319	\$ 11,270,659	\$ 11,741,653	\$ 3,316,325	\$ 2,738,891
Bonds payable	175,540,000	39,405,000	9,935,000	205,010,000	10,490,000
Certificates of participation	9,355,000	-	-	9,355,000	730,000
Bond and certificate of participation premium	1,004,747	2,429,658	172,158	3,262,247	192,575
Compensated absences	7,526,662	7,451,854	7,113,046	7,865,470	607,919
Total governmental activities	197,213,728	60,557,171	28,961,857	228,809,042	14,759,385
Business-type activities:					
Resource conservation					
Compensated absences	7,715	11,346	9,374	9,687	-
Housing authority:					
Bonds payable	15,030,000	-	280,000	14,750,000	290,000
Deferred loss on debt	(86,400)	-	(43,200)	(43,200)	(43,200)
Notes payable	2,654,556	1,638,507	1,643,124	2,649,939	1,042,640
Compensated absences	66,949	74,493	74,028	67,414	11,449
Total business-type activities	17,672,820	1,724,346	1,963,326	17,433,840	1,300,889
Total primary government	214,886,548	62,281,517	30,925,183	246,242,882	16,060,274
Component units:					
Public health					
Compensated absences	541,541	586,782	532,512	595,811	42,101
Total reporting entity	\$ 215,428,089	\$ 62,868,299	\$ 31,457,695	\$ 246,838,693	\$ 16,102,375

(9) Defeased Debt

The series 2004 Mortgage Revenue Bonds issued by BCHA included an in-substance defeasance for which \$748,000 was placed into an irrevocable trust for the purpose of future debt-service payments to Jack Bloss for the Beaver Creek property. As a result, the mortgage payable of \$640,000 is considered defeased and the liability has been removed from the balance sheet. The aggregate difference in debt service between the refunding debt and the refunded debt is \$108,000. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is shorter than the new debt issued. The

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

amount amortized in 2005 equals \$43,200 and leaves a balance of deferred loss on refunding of \$43,200. This advance refunding was undertaken to finance debt over a longer period and pay the balloon payment that is due on December 31, 2006 for \$640,000.

(10) Debt Service Forward Delivery Agreement

On December 31, 2002, the County entered into a debt service forward delivery agreement with a financial institution under the approval of the board of county commissioners. The County entered into this agreement for purposes of managing its investments by increasing the predictability of its cash flow from earnings on its investments and not for purposes of speculation. Under this agreement, the County makes monthly payments to the financial institution in sufficient amount to make the County's semiannual bond payments. In return, the County received an upfront lump-sum amount of \$3,000,000 on December 31, 2002. The \$3,000,000 represents the present value of interest proceeds expected to be earned and was recognized as deferred revenue to be amortized through 2019. The County's Open Space Bond Series 1996, 1998, 2000A, 2000B, 2001, and 2002 are included in this agreement. At December 31, 2005, the outstanding balance was \$2,761,375.

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

(11) Long-Term Debt

(a) Governmental Activities

During the year ended December 31, 2005, the following changes occurred in liabilities reported as long-term debt:

Description of bond issue	Beginning balance January 1, 2005	New Bond issues 2005	Principal retired 2005	Ending balance December 31, 2005	Interest paid 2005
Open Space Sales and Use Tax Rev. Bonds, Series 1994	\$ 3,940,000	\$ -	\$ 3,940,000	\$ -	\$ 226,550
Gunbarrel General Improvement District General Obligation Bonds, Series 1994	415,000	-	415,000	-	23,240
Open Space Capital Improvement Trust Bonds, Series 1996	19,040,000	-	2,765,000	16,275,000	932,433
Open Space Capital Improvement Trust Bonds, Series 1998	29,525,000	-	1,415,000	28,110,000	1,477,290
Open Space Capital Improvement Trust Bonds, Series 2000A/2000B	38,575,000	-	-	38,575,000	2,200,025
Open Space Capital Improvement Trust Bonds, Series 2001	49,815,000	-	690,000	49,125,000	2,416,850
Open Space Capital Improvement Trust Bonds, Series 2002	30,015,000	-	555,000	29,460,000	1,345,488
Offender Management Capital Improvement Trust Bonds, Series 2004	4,215,000	-	155,000	4,060,000	119,345
Open Space Capital Improvement Trust Bonds, Series 2005A	-	39,405,000	-	39,405,000	656,750
Total revenue bonds	<u>175,540,000</u>	<u>39,405,000</u>	<u>9,935,000</u>	<u>205,010,000</u>	<u>9,397,971</u>
Certificate of Participation: 2004 Certificates	<u>9,355,000</u>	<u>-</u>	<u>-</u>	<u>9,355,000</u>	<u>293,236</u>
Total long-term debt	<u><u>\$ 184,895,000</u></u>	<u><u>\$ 39,405,000</u></u>	<u><u>\$ 9,935,000</u></u>	<u><u>\$ 214,365,000</u></u>	<u><u>\$ 9,691,207</u></u>

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

i) Revenue Bonds

Annual debt service requirements to maturity for revenue bonds are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending December 31:			
2006	\$ 10,490,000	\$ 10,187,998	\$ 20,677,998
2007	11,345,000	9,656,026	21,001,026
2008	12,630,000	9,090,833	21,720,833
2009	13,935,000	8,409,340	22,344,340
2010	9,600,000	7,767,070	17,367,070
2011-2015	58,465,000	32,010,124	90,475,124
2016-2020	68,725,000	14,162,065	82,887,065
2021-2025	19,820,000	2,569,500	22,389,500
Totals	<u>\$ 205,010,000</u>	<u>\$ 93,852,956</u>	<u>\$ 298,862,956</u>

Note: The schedule on the following page does not include amounts held in escrow at Cherry Creek Bank due to a partial defeasance of the 1996 Open Space Bonds in February 2000. In February, \$3,000,000 was held in escrow for future principal payments and \$622,300 was held for future interest payments.

The County issued \$36,025,000 in Open Space Sales and Use Tax Revenue Bonds, Series 1994. The bonds were payable from revenues received by the County from a voter approved 0.25% sales and use tax. The bonds matured annually beginning in 1996 and final payment was made during 2005.

The Gunbarrel General Improvement District issued \$3,600,000 in General Obligation Bonds, Series 1994. The bonds were general obligations of the Gunbarrel District, a component unit, and did not represent a liability of the County. The bonds were payable from revenues received by the Gunbarrel District for general ad valorem taxes. The bonds matured annually beginning in 1995 and final payment was made in 2005.

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

The County has issued \$35,000,000 in Open Space Capital Improvement Fund Bonds, Series 1996. The bonds are payable from revenue transferred to the Trust Fund from the County's General Fund and other legally available funds. The bonds mature annually beginning in 1998 with final payment in 2010. Interest at rates from 5.05% to 5.80% is payable semiannually. Debt service to maturity is as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending December 31:			
2006	\$ 2,925,000	\$ 772,953	\$ 3,697,953
2007	3,085,000	610,231	3,695,231
2008	3,245,000	449,588	3,694,588
2009	3,420,000	277,920	3,697,920
2010	3,600,000	94,500	3,694,500
Totals	<u>\$ 16,275,000</u>	<u>\$ 2,205,192</u>	<u>\$ 18,480,192</u>

The County has issued \$35,000,000 in Open Space Capital Improvement Fund Bonds, Series 1998. The bonds are payable from revenues from the County's existing ¼% Open Space Sales and Use Tax held in the County's Open Space Sales Tax Capital Improvement Fund Surplus account, from the proceeds of the Bonds, and from the General Fund if necessary. The bonds mature annually beginning in 1999 with final payment in 2009. Interest at rates from 4.35% to 5.25% is payable semiannually. Debt service to maturity is as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending December 31:			
2006	\$ 6,360,000	\$ 1,412,200	\$ 7,772,200
2007	6,800,000	1,094,200	7,894,200
2008	7,250,000	754,200	8,004,200
2009	7,700,000	336,600	8,036,600
Totals	<u>\$ 28,110,000</u>	<u>\$ 3,597,200</u>	<u>\$ 31,707,200</u>

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

The County has issued \$38,575,000 in Open Space Capital Improvement Fund Bonds, Series 2000A/2000B. The bonds are payable from tax revenues received by the County from the 0.25% sales and use tax imposed in 1994. The bonds mature annually beginning in 2006 with final payment in 2019. Interest with rates from 5.25% to 6.00% is payable semiannually. Debt service to maturity is as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending December 31:			
2006	\$ 700,000	\$ 2,200,025	\$ 2,900,025
2007	750,000	2,161,525	2,911,525
2008	775,000	2,120,275	2,895,275
2009	775,000	2,077,650	2,852,650
2010	2,760,000	2,035,025	4,795,025
2011-2015	16,200,000	7,777,733	23,977,733
2016-2019	16,615,000	2,555,590	19,170,590
Totals	<u>\$ 38,575,000</u>	<u>\$ 20,927,823</u>	<u>\$ 59,502,823</u>

The County has issued \$50,000,000 in Open Space Capital Improvement Fund Bonds, Series 2001. The bonds are payable from revenue generated by the pledged .10% sales and use tax dedicated to open space, from the open space surplus account, and from the general fund if necessary. The bonds mature annually beginning in 2004 with final payment in 2019. Interest with rates from 4.25% to 5.00% is payable semiannually. Debt service to maturity is as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending December 31:			
2006	\$ —	\$ 2,387,525	\$ 2,387,525
2007	355,000	2,387,525	2,742,525
2008	905,000	2,372,437	3,277,437
2009	1,600,000	2,333,975	3,933,975
2010	495,000	2,265,975	2,760,975
2011-2015	23,050,000	9,161,963	32,211,963
2016-2019	22,720,000	909,250	23,629,250
Totals	<u>\$ 49,125,000</u>	<u>\$ 21,818,650</u>	<u>\$ 70,943,650</u>

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

The County has issued \$30,800,000 in Open Space Capital Improvement Fund Bonds, Series 2002. The bonds are payable from revenue generated by the pledged 0.10% sales and use tax dedicated to open space, from the open space surplus account, and from the general fund if necessary. The bonds mature annually beginning in 2004 with final payment in 2019. Interest with rates from 3.00% to 5.00% is payable semiannually. Debt service to maturity is as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending December 31:			
2006	\$ 185,000	\$ 1,328,838	\$ 1,513,838
2007	30,000	1,323,288	1,353,288
2008	120,000	1,322,388	1,442,388
2009	100,000	1,318,787	1,418,787
2010	2,395,000	1,315,662	3,710,662
2011-2015	13,495,000	5,094,050	18,589,050
2016-2019	13,135,000	1,679,500	14,814,500
Totals	<u>\$ 29,460,000</u>	<u>\$ 13,382,513</u>	<u>\$ 42,842,513</u>

The County has issued \$4,215,000 in Offender Management Capital Improvement Trust Fund Bonds, Series 2004. Bond proceeds are being used to fund the construction and equipment costs of a new addition recovery center and to fund the expansion of the County's jail facility. The bonds are payable from revenue generated by the pledged 0.05% sales and use tax imposed January 1, 2005. The bonds mature annually beginning in 2005 with final payment in 2016. Interest with rates from 2.25% to 3.50% is payable semiannually. Debt service to maturity is as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending December 31:			
2006	\$ 320,000	\$ 116,208	\$ 436,208
2007	325,000	109,008	434,008
2008	335,000	101,695	436,695
2009	340,000	94,158	434,158
2010	350,000	85,658	435,658
2011-2015	1,955,000	268,502	2,223,502
2016	435,000	15,225	450,225
Totals	<u>\$ 4,060,000</u>	<u>\$ 790,454</u>	<u>\$ 4,850,454</u>

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

In November 2004, voters approved \$60,000,000 in Open Space Capital Improvement Fund Bonds to acquire and improve Open Space. The County has issued \$39,405,000 in Open Space Capital Improvement Trust Fund Bonds, Series 2005A. . The bonds will be payable from revenue generated from the pledged 0.10% sales and use tax dedicated to open space. The bonds mature annually beginning in 2014 with final payment in 2025. Interest at 5.00% is payable semi-annually. Debt service to maturity is as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending December 31:			
2006	\$ -	\$ 1,970,250	\$ 1,970,250
2007	-	1,970,250	1,970,250
2008	-	1,970,250	1,970,250
2009	-	1,970,250	1,970,250
2010	-	1,970,250	1,970,250
2011-2015	3,765,000	9,707,875	13,472,875
2016-2020	15,820,000	7,002,500	22,822,500
2021-2025	19,820,000	2,569,500	22,389,500
	<u>\$ 39,405,000</u>	<u>\$ 29,131,125</u>	<u>\$ 68,536,125</u>
Totals			

ii) Certificates of participation

During December 2004, the County issued \$9,355,000 in certificates of participation for building a County Fleet Maintenance Facility. The certificates impose no economic compulsion upon the County and the Board of County Commissioners must appropriate the debt payments annually. The lease payments are payable from highway user and specific ownership taxes, with 63.00% of the payments being budgeted in the road fund and 37.00% in the capital expenditure fund. The certificates of participation mature annually beginning in 2006 with final payment in 2016. Upon final payment, the County will take possession of the property. Interest at rates from 3.00% to 3.90% is payable semiannually. Debt service to maturity is as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Year ending December 31:			
2006	\$ 730,000	\$ 319,894	\$ 1,049,894
2007	750,000	297,994	1,047,994
2008	765,000	275,494	1,040,494
2009	785,000	252,544	1,037,544
2010	810,000	227,030	1,037,030
2011-2015	4,510,000	699,893	5,209,893
2016	1,005,000	39,195	1,044,195
	<u>\$ 9,355,000</u>	<u>\$ 2,112,044</u>	<u>\$ 11,467,044</u>
Totals			

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

(b) Business-Type Activities

A summary of Boulder County Housing Authority's long-term debt for notes and mortgages payable for the year ended December 31, 2005 is as follows:

	balance January 1, 2005	Issued 2005	Principal retired 2005	balance December 31, 2005	Interest Rate
Prime Haven Rural Development	\$ 227,102	\$ -	\$ 1,112	\$ 225,990	9.00
Powell, Horizon	1,136,000	-	1,136,000	-	prime, floor of 5.75%
Walter Self Senior Housing	-	1,006,685	-	1,006,685	prime, floor of 5.00%
Casa Vista Rural Development	28,257	-	1,288	26,969	1.00
Casa Vista – CHFA	47,249	-	3,627	43,622	1.00
Casa Esperanza Rural Development	319,281	-	13,151	306,130	1.00
Casa Esperanza Rural Development	69,938	-	2,881	67,057	1.00
EG Property FHLB Forgivable Loan	21,333	-	1,333	20,000	—
Mariposa FHLB Forgivable Loan	53,334	-	3,334	50,000	—
Mercy FHLB Forgivable Loan	62,400	-	3,900	58,500	—
Lafayette Affordable FHLB Forgivable	21,333	-	1,333	20,000	—
Terry (Summer) Compass	485,065	-	485,065	-	6.70
Terry (Summer) Heritage	-	486,521	-	486,521	5.20
Longmont Village City of Longmont	128,464	-	-	128,464	2.00
Eagle Place FHLB Forgivable Loan	64,000	-	4,000	60,000	—
Regal Ct 1 FHLB Forgivable Loan	160,000	-	10,000	150,000	—
Total notes & mortgages	2,823,756	1,493,206	1,667,024	2,649,938	
Bonds payable:					
Housing revenue bonds 1998	4,685,000	-	115,000	4,570,000	variable, 4% current
Housing revenue bonds 2004	10,345,000	-	165,000	10,180,000	variable, 2% current
Deferred loss on debt	(86,400)	-	(43,200)	(43,200)	
Total Bonds Payable	14,943,600	-	236,800	14,706,800	
Totals	\$ 17,767,356	\$ 1,493,206	\$ 1,903,824	\$ 17,356,738	

In 2005, interest paid on notes, mortgages, and bonds by the Housing Authority totals \$895,529.

Forgivable loans issued and monitored by the Federal Home Loan Bank of Topeka (FHLB) are loans that are issued under the Affordable Housing Program. These loans require the Authority to rent these project units to households with incomes at or below 50% of the area median income. Yearly compliance monitoring is done by FHLB to ensure these projects meet these requirements. The retention period of the loans is 15 years and the loans are amortized over the same period.

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

Future principal and interest payments and maturities for the Authority's notes and mortgages payable subsequent to December 31, 2005 are as follows:

	<u>Principal</u>	<u>Interest</u>
2006	\$ 1,042,640	\$ 50,116
2007	38,273	51,115
2008	39,442	49,946
2009	168,998	48,718
2010-2014	582,557	210,036
2015-2019	254,780	168,442
2020-2024	298,491	115,097
2025-2029	96,529	67,925
2030-2034	63,076	44,153
2035-2039	65,153	10,911
Total	<u>\$ 2,649,939</u>	<u>\$ 816,458</u>

The Housing Authority of the County of Boulder has issued \$5,280,000 in Mortgage Revenue Bonds, series 1998. The proceeds of the bonds were used to refinance 125 housing units located throughout Boulder County. The bonds are payable from operating revenues generated by the housing units. The bonds mature annually beginning in 1999 with final payment in 2028. Interest at rates from 3.4% to 4.75% are payable semi-annually. Debt service to maturity is as follows:

	<u>Principal</u>	<u>Interest</u>
2006	\$ 120,000	\$ 212,454
2007	120,000	207,594
2008	125,000	202,614
2009	130,000	197,364
2010	140,000	191,774
2011-2015	790,000	859,993
2016-2020	990,000	657,505
2021-2025	1,255,000	397,813
2026-2028	900,000	86,925
Total	<u>\$ 4,570,000</u>	<u>\$ 3,014,036</u>

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

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The Housing Authority of the County of Boulder has issued \$10,410,000 in Housing Revenue Bonds, series 2004. The proceeds are to be used to refinance and rehabilitate 106 housing units located throughout Boulder County. The bonds are payable from operating revenues generated by the housing units. The bonds mature annually beginning in 2004 with final payment in 2034. Interest at rates from 1.50% to 5.25% is payable semi-annually. Debt service to maturity is as follows:

	<u>Principal</u>	<u>Interest</u>
2006	\$ 170,000	\$ 484,353
2007	175,000	480,443
2008	175,000	475,718
2009	185,000	470,468
2010	190,000	464,455
2011-2015	1,055,000	2,211,135
2016-2020	1,335,000	1,963,550
2021-2025	1,720,000	1,613,500
2026-2030	2,230,000	1,132,623
2031-2034	2,945,000	448,350
Total	<u>\$ 10,180,000</u>	<u>\$ 9,744,593</u>

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

(12) Interfund Transactions

(a) Due to/Due from

The County reports interfund balances between its funds. The Non-Major interfund balances are reported in aggregate. The sum of all balances presented in the table agree with the sum of interfund balances reported in the balance sheet and statement of net assets for governmental and proprietary funds, respectively. All balances result from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. Interfund balances are expected to be repaid within one year of the financial statement date.

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$ 329,246
	Open Space Capital Improvement	
	Bond Series 1994, 2000, and 2001	1,456
	Resource Conservation	53,444
	Housing Authority	133,539
	Social Services	521,907
		<u>1,039,592</u>
Open Space Capital Improvement	General Fund	<u>30,470</u>
Nonmajor Governmental Funds	General Fund	240,954
	Nonmajor Governmental Funds	2,147
	Internal Service Fund	289
	Resource Conservation	20,417
	Housing Authority	4,249
	Social Services	193,374
		<u>461,430</u>
Road and Bridge	General Fund	<u>286,153</u>
Resource Conservation	General Fund	4,402
	Nonmajor Governmental Funds	29,308
		<u>33,710</u>
Internal Service	General Fund	13,517
	Social Services	142,754
		<u>156,271</u>
Total		<u>\$ 2,007,626</u>

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

(b) Interfund Transfers

Transfers are used to move revenues, capital projects, debt service, and subsidies of various County programs in accordance with approved budgets and for the reallocation of certain special revenues. The following is a schedule of the County interfund transfers:

<u>Payable Fund (Transfers Out)</u>	<u>Receivable Fund (Transfers In)</u>	<u>Amount</u>
General Fund	Housing Authority	\$ 521,564
	Open Space Capital Improvement Bond Series 1994, 2000, and 2001	1,000
	Nonmajor Funds	<u>5,340,649</u>
		<u>5,863,213</u>
Open Space Capital Improvement Bond Series 1994, 2000, and 2001	Nonmajor Governmental Funds	<u>2,892,440</u>
Nonmajor Governmental Funds	General Fund	114,358
	Social Services	<u>1,284,879</u>
		<u>1,399,237</u>
Total		<u>\$ 10,154,890</u>

(c) Due from Component Unit

Due from Public Health, the discretely presented component unit, totals \$ 259,515 on the County's government-wide statement of net assets, while Public Health reports due to primary government of \$ 249,511. The variance of \$ 10,004 represents payments in transit from Public Health to the County.

(d) Due from other governmental units

Due from other governmental units includes amounts due primarily from intergovernmental agreements for public safety, telecommunication, housing, and recycling and composting services provided within the community, as well as federal and state grantors for grant programs. Grant revenues received before meeting eligibility requirements are deferred.

	<u>Governmental activities</u>	<u>Business type activities</u>	<u>Total Primary Government</u>	<u>Component Unit</u>
Grants	\$ 2,909,106	\$ -	\$ 2,909,106	\$ 635,916
Intergovernmental agreements & others	<u>9,052,079</u>	<u>28,052</u>	<u>9,080,131</u>	<u>106,789</u>
Total	<u>\$ 11,961,185</u>	<u>\$ 28,052</u>	<u>\$ 11,989,237</u>	<u>\$ 742,705</u>

The Northwest Parkway Authority will contribute \$3,000,000 under the agreement with the County for open space that has already been acquired within the plan area. The amount is included with

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

intergovernmental agreements above and will be paid on or before December 31, 2008. Therefore, the amount has been deferred in the governmental fund statements.

(13) Fund Balances – Reserved

In November 1992, the voters of Colorado approved an amendment to Article X, Section 20 of the State Constitution. A part of the amendment requires each governmental entity to establish an “Emergency Reserve” equal to 3% of fiscal year expenditures. In December 1992, the Boulder County Board of Commissioners passed a resolution which designated the fund balance in the Contingency Fund as the County’s Emergency Reserve. Additional reserves required throughout the years are designated in the general fund. At December 31, 2005, the balance in the emergency reserve in the special revenue contingency fund was \$3,316,246 and \$81,085 in the general fund, totaling \$3,397,331 for the primary government. The emergency reserve for Public Health, component unit, was \$38,918. Additional amounts will be added as required.

In 1992, a reservation for escrow fees was created in both the general and road and bridge funds. The escrow fees are development permit fees which have been accumulating over a period of time and were recorded as revenue for the first time in 1992. The revenue is reflected in each of the applicable funds under the category licenses and permits. The fees will be reserved until such a time as they are utilized for the purpose for which they are collected. The fees collected are recorded as restricted cash in the general fund with an interfund payable due to the special revenue fund and a corresponding interfund receivable in the special revenue fund.

(14) Conduit Debt

The Colorado County and Municipality Development Revenue Bond Act, Article 3, Title 29 of Colorado Revised Statutes, 1973, authorizes municipalities to finance one or more projects to promote industry, trade, or other economic activity to further the economic health of the County. The Act further authorizes the County to enter into financial agreements with others to provide revenue to pay the bonds authorized and issued and to secure the payment of such bonds.

Revenue bond financing, as authorized by this Act, does not constitute the pledging of credit for a private corporation and does not subject the County to the debt, contract, or liability of a private corporation. 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 reflected in the records or basic financial statements of the County.

There are nine series of Industrial Revenue Bonds (IRB) outstanding and seven series of Single Family Mortgage Revenue Bonds outstanding. The aggregate principal amount payable for IRB series issued is \$127,135,000. The aggregate principal amount payable for the Mortgage Revenue Bonds series issued is \$40,363,000.

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

The County has issued two Local Improvement District Bonds. The bonds are payable from revenue generated by special tax assessments imposed against the benefited properties located within the districts. The bonds do not constitute a debt or indebtedness of the County and shall not be considered or held to be a general obligation of the County. Details are as follows:

North Cedar Brook Local Improvement District Bonds were issued in April 2000, for \$110,000. They were issued for the purpose of rehabilitating existing roads, paving, and drainage. The bonds mature annually beginning in 2000 with final payment in 2009. Interest at 6.00% is payable semiannually. The County has called in \$60,000 in bonds. Principal debt service to maturity is \$50,000.

Palo Park #3 Local Improvement District Bonds were issued in April 2000 in the amount of \$195,000. They were issued for the purpose of rehabilitating existing street, curb, gutter, and sidewalk improvements, and installing storm drains. The bonds mature annually beginning in 2000 with final payment in 2009. Interest at 6.00% is payable semiannually. Boulder County has called in \$120,000 in bonds. Principal debt service to maturity is \$75,000.

(15) Pension Plan

(a) Defined Benefit Pension Plan

The County contributes to the Municipal Division Trust Fund (MDTF), a cost-sharing multiple-employer defined benefit pension plan administered by PERA. The MDTF provides retirement and disability, annual increases, and death benefits for members or their beneficiaries. All employees of the County are members of the MDTF. Title 24, Article 51 of the Colorado Revised Statutes (CRS), as amended, assigns the authority to establish benefit provisions to the State Legislature. PERA issues a publicly available annual financial report that includes financial statements and required supplementary information for the MDTF. That report may be obtained by writing to Colorado PERA, 1300 Logan Street, Denver, Colorado 80203 or by calling PERA at 303-832-9550 or 1-800-759-PERA (7372).

Plan members and the County are required to contribute to the MDTF at a rate set by statute. The contribution requirements of plan members and the County are established under Title 24, Article 51, Part 4 of the CRS, as amended. The contribution rate for members is 8.00% and for the County it is 10.00% of covered salary. A portion of the County's contribution (1.02% of covered salary for 2005) is allocated for the Health Care Trust Fund (See Note b below). The total contributions to MDTF, for the year ending December 31, 2005, were: \$7,793,167 by the County, and \$6,223,153 from plan members.

(b) Post employment Healthcare Benefits

The County contributes to the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer post employment healthcare plan administered by PERA. The HCTF provides a health care premium subsidy to PERA participating benefit recipients and their eligible beneficiaries. Title 24, Article 51, Part 12 of the CRS, as amended, assigns the authority to establish the HCTF benefit provisions to the State Legislature. PERA issues a publicly available annual financial report that includes financial statements and required supplementary information for the HCTF. That report may be obtained by writing to PERA of Colorado, 1300 Logan Street, Denver, Colorado 80203 or by calling PERA at 303-832-9550 or 1-800-759-PERA (7372). The County is required to contribute, at a rate of 1.02% for 2005, for all PERA members as set by

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

statute. No member contributions are required. The contribution requirements for the County are established under Title 24, Article 51, Part 4 of the CRS, as amended. The apportionment of the contribution to the HCTF is established under Title 24, Article 51, Section 208 of the CRS, as amended.

(c) Defined Contribution Pension Plan

The MDTF members (see Note a above) of the County may voluntarily contribute to the Voluntary Investment Program (401(k) Plan), an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Plan participation is voluntary, and contributions are separate from others made to PERA. Title 24, Article 51, Part 14 of the CRS, as amended, assigns the authority to establish the 401(k) Plan provisions to the State Legislature.

The 401(k) Plan is funded by voluntary member contributions up to a maximum limit set by the IRS (in 2005, \$14,000; \$18,000 for employees' age 50 and older). The contribution requirements for the County are established under Title 24, Article 51, Section 1402 of the Colorado Revised Statutes, as amended. The 401(k) Plan member contributions from the County for the year ended December 31, 2005, were \$1,981,646.

(16) Risk Management

The County, including its component units, except the Housing Authority, is self-insured for risks associated with worker's compensation. The County including its component units, except the Housing Authority, has excess insurance with a high retention for risks associated with property/casualty claims and, therefore, is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disaster. The total liability, for the primary government, as well as the component units is recorded in the risk management internal service fund. The Housing Authority enterprise fund, carries commercial insurance for the risk of loss related to torts, thefts of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters.

The County also maintains a self-funded health and dental plan. The County assumes risk for the first \$200,000 for each medical claim, the first \$350,000 for each worker's compensation occurrence, the first \$100,000 for each property occurrence, and the first \$250,000 for each liability occurrence except for employment liability claims, which has a \$350,000 retention. Third-party insurance is purchased to protect the County above these amounts.

The County has implemented GASB Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*, and established a risk management fund (an internal service fund) to account for and finance all uninsured risks of loss. With the implementation of GASB No. 10, liabilities of the risk management fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). Claims liabilities are calculated considering the effects of inflation, recent claims settlement trends including frequency and amount of payouts, and other economic and social factors.

Changes in the balances of claims liabilities for each of the past two years are as follows:

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

	<u>2005</u>	<u>2004</u>
Unpaid claims, beginning of year	\$ 3,787,319	\$ 4,334,749
Incurred claims (including IBNRs)	11,270,659	11,277,183
Claim payments	<u>(11,741,653)</u>	<u>(11,824,613)</u>
Unpaid claims, end of year	<u>\$ 3,316,325</u>	<u>\$ 3,787,319</u>

There has been no significant reduction in insurance coverage from the prior year.

(17) Commitments and Contingent Liabilities

(a) Risk Management

All funds of the County participate in the program and make payments to the risk management fund based on estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophe losses.

(b) Litigation

Boulder County is a defendant in several lawsuits, including various claims related to activities or employees of the County. The County believes that final settlement of these matters not covered by insurance will not have a material effect on its financial condition or operations.

In December 2000, the County acquired property for open space purposes that is possibly contaminated with hazardous substances. Disposal or placement of hazardous substances would have occurred before the County's acquisition. The EPA, pursuant to the Comprehensive Environmental Response, Compensation and Liability Act (CERCLA), may require cleanup of the contamination on the site. Any liability beyond a de minimis landowner settlement negotiated with the EPA would be aggressively litigated.

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

(c) Purchase Options

The County leases areas of open space land, separated into parcels upon which purchase options may be exercised annually. The continuance of each option is contingent upon the annual exercise of each available option in succession. Further details of each property are as follows:

	<u>Almquist Property</u>	<u>Billings Property</u>	<u>Cal-Wood Property</u>	<u>Cemex Dowe Flats Property</u>
Total acreage	219.10	326.32	974	1,604.00
Number of parcels	11	8	3	2
Total options	\$ 891,793	1,123,019	1,600,000	700,000
Options exercised through December 31, 2005	<u>675,264</u>	<u>877,819</u>	<u>1,600,000</u>	<u>100,000</u>
Remaining options	<u>\$ 216,529</u>	<u>245,200</u>	<u>—</u>	<u>600,000</u>

	<u>Cline Property</u>	<u>Golden Fredstorm Property</u>	<u>Parrish Property</u>	<u>Peck Property Parcel 2</u>
Total acreage	179.25	147	250.08	21.722
Number of parcels	1	1	2	1
Total options	\$ 1,050,000	1,150,000	4,151,250	14,206
Options exercised through December 31, 2005	<u>1,050,000</u>	<u>250,100</u>	<u>3,810,500</u>	<u>9,121</u>
Remaining options	<u>\$ —</u>	<u>899,900</u>	<u>340,750</u>	<u>—</u>

* In 2005, the County accelerated the purchase of the Peck property. Therefore, no more option payments are remaining.

	<u>Macy, Doris property</u>	<u>Stormquist Farms 2 Property Parcels 2 & 3</u>	<u>Trevarton, Lillian property</u>	<u>Zimdahl property</u>
Total acreage	175	144.467	2,006.43	77.2
Number of parcels	6	2	1	1
Total options	\$ 739,200	722,335	1,098,492	1,202,351
Options exercised through December 31, 2005	<u>739,200</u>	<u>722,335</u>	<u>1,098,492</u>	<u>55,492</u>
Remaining options	<u>\$ —</u>	<u>—</u>	<u>—</u>	<u>1,146,859</u>

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

For properties not yet purchased, the County pays an annual rental per acre plus assessed property taxes.

(d) Legal Debt Margin

Per Colorado Revised Statutes Section 30-26-301(3), the County's aggregate amount of indebtedness for general obligation bonds shall not exceed 3.00% of the actual value, as determined by the assessor, of the taxable property in the County. As of December 31, 2005, the debt capacity was \$1,251,635,276. The County does not currently have debt subject to this limitation.

(e) Construction Contracts

As of December 31, 2005, the County has construction commitments outstanding with various contractors, of approximately \$ 503,152.

(f) Grants

Under terms of federal and state grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to reimbursement to the grantor agencies. County management believes disallowances, if any, would be immaterial.

(18) Revenue and Expenditure Limitations

The 1992 amendment to Article X, Section 20 of the State Constitution, the Taxpayer's Bill of Rights (TABOR), limits the revenue raising and spending abilities of the State and local governments, effective December 31, 1992. It prohibits any increase in the mil levy without a vote of the citizens, requires any revenue collected in excess of the fiscal year spending limit to be refunded in the following year, and requires the establishment of an "emergency reserve" equal to 3% of fiscal year expenditures. See note 13, Fund Balance – Reserved, for further discussion.

In 1997, the County voters approved two ballot issues related to the amendment. The first requested that \$461,306 in grants from the State, other governments, and nonprofit organizations received and expended in 1996 be exempt from the amendment's revenue and spending limitations. The second requested that grants from the State, other governments, and nonprofit organizations received and expended in 1997 and future years be exempt from the amendment's revenue and spending limitations.

In 2000, the County voters approved additional exemptions of certain kinds of revenues. The exempted revenues include interest earnings on fund balances, fees paid for contracted Sheriff's services, fees paid pursuant to contracts for public services and public capital facilities, payment of fines, and employee contributions to the County health and dental benefit plans. The change was effective in 2000 and each subsequent year without further voter approval.

In 2004, the County voters approved a conditional exemption to property tax collections for only the 2004 fiscal year. Regardless of the amount of the 2004 property tax and all other revenue collections and the relationship to the 2004 TABOR property tax, revenue and expenditure limits, the County was authorized to retain all property tax and other revenues up to \$4,700,000 that would

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

otherwise be a liability to refund in 2006. The 2005 TABOR property tax and other revenue bases, established for the purposes of measuring TABOR compliance for 2005, were reset to the amount of actual collections in 2004, up to \$4,700,000 above the TABOR limit.

In 2005, the County voters approved an ongoing exemption to all revenues and expenditures as had previously been applied to the TABOR Revenue Limit, the TABOR Property Tax Limit and the TABOR Expenditure Limit. The ballot issue requires the County to limit property tax levies for the 2006 fiscal year and beyond, to a maximum of an additional 0.6 mills up to the County's mill levy limit of 23.745 mills. Any additional property tax revenues that are levied, compared with the actual collections from the prior year, are to be allocated as follows for a period of 5 years commencing with the 2006 year:

- 20% to be utilized in funding health and human services, of which 1/3 will be directed to non-profit agencies serving this purpose;
- 30% to be utilized in funding public safety programs;
- 6 2/3 % to be utilized in sustainability (including renewable energy and energy efficiency) programs.

Based upon its interpretation of the TABOR Amendment and subsequent locally approved exemptions for property tax and all other revenues collected in the 2005 fiscal year, the County is within compliance with the Amendment One limits. The County continues to be subject to the maximum mill levy of 23.745, and the requirement to maintain a TABOR reserve equal to 3% of the 2005 Fiscal Year Spending Limit.

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

(19) Schedule of EBT Authorizations, Warrant Expenditures, and Total Expenditures

Program	(A)	(B)	(C)	(D)	(E)
	County EBT Authorizations	County Share of Authorizations	Expenditures by County Warrant	County EBT Authorizations plus Expenditures by County Warrant (A + C)	Total expenditures (B + C)
Old Age Pension	\$ 3,183,471	\$ 12,711	\$ —	\$ 3,183,471	\$ 12,711
Low income energy assistance program	896,734	—	—	896,734	—
Temporary assistance for needy families	2,251,877	502,029	—	2,251,877	502,029
Regular administration	—	—	17,346,937	17,346,937	17,346,937
CWEST/Child welfare	4,233,319	726,523	189,421	4,422,740	915,944
Core services	1,379,277	172,932	18,628	1,397,905	191,560
Aid to the needy disabled	771,394	104,572	—	771,394	104,572
IV-D administration	—	—	1,802,313	1,802,313	1,802,313
CHATS/Child care	3,092,242	310,152	—	3,092,242	310,152
Aid to the blind	465	74	—	465	74
General assistance	—	—	22,145	22,145	22,145
HB 1414 TANF MOE ELIG	125,155	—	—	125,155	—
Subtotal	15,933,934	1,828,993	19,379,444	35,313,378	21,208,438
Food assistance	11,907,356	—	—	11,907,356	—
Grand Total	\$ 27,841,290	\$ 1,828,993	\$ 19,379,444	\$ 47,220,734	\$ 21,208,438

- A. County EBT Authorizations - welfare payments authorized by the Boulder County Department of Social Services. These County authorizations are paid by the Colorado Department of Human Services by QUEST debit card or by electronic funds transfer (EBT).
- B. County Share of Authorizations – the County’s share of EBT authorizations. These amounts are settled monthly by a reduction of State cash advances to the County.
- C. Expenditures made by County Warrant – expenditures made by county warrants or other County payment methods.
- D. County EBT Authorizations plus Expenditures by County Warrant - the total cost of the welfare programs that are administered by Boulder County.
- E. Total Expenditures – the grand total equals the expenditures presented on the government funds’, statement of revenues, expenditures, and changes in fund balance, social service fund.

(20) Prior Period Adjustment (Restatement) of Capital Assets

Due to a thorough physical inventory and internal review in 2005, the County discovered and corrected multiple errors from prior periods. The errors and corrections that constitute the prior period adjustment

BOULDER COUNTY, COLORADO

Notes to Basic Financial Statements

December 31, 2005

include: asset retirements that were disposed of in a prior period, removal of assets that were improperly recorded, transfer of assets that were incorrectly categorized, removal of software, removal of donated conservation easements, and correction of accumulated depreciation calculation. The effect of these corrections for the various categories is shown in the following table:

<u>Year End December 31, 2005</u>	<u>As Previously Reported</u>	<u>Adjustments</u>	<u>As Restated</u>
Governmental activities:			
Capital assets not being depreciated:			
Land	\$ 331,424,608	\$ (2,384,007)	\$ 329,040,601
Land development rights and other	4,815,296	768,501	5,583,797
Construction in progress	7,663,398	4,691,531	12,354,929
Total capital assets not being depreciated	<u>343,903,302</u>	<u>3,076,025</u>	<u>346,979,327</u>
Capital assets being depreciated:			
Buildings and improvements	82,902,263	(1,132,995)	81,769,268
Equipment	30,439,989	(4,478,302)	25,961,687
Improvements other than buildings	1,737,809	379,564	2,117,373
Infrastructure	7,780,861	-	7,780,861
Total capital assets being depreciated	<u>122,860,922</u>	<u>(5,231,733)</u>	<u>117,629,189</u>
Less accumulated depreciation for:			
Buildings and improvements	(29,970,278)	2,459,228	(27,511,050)
Equipment	(20,978,334)	3,159,928	(17,818,406)
Improvements other than buildings	(148,207)	(1,895)	(150,102)
Infrastructure	(273,846)	-	(273,846)
Total accumulated depreciation	<u>(51,370,665)</u>	<u>5,617,261</u>	<u>(45,753,404)</u>
Total capital assets being depreciated, net	<u>71,490,257</u>	<u>385,528</u>	<u>71,875,785</u>
Governmental activities capital assets, net	\$ <u>415,393,559</u>	\$ <u>3,461,553</u>	\$ <u>418,855,112</u>

(21) Subsequent Events

(a) Revenue Bond Refunding

In February 2006, the County entered into a refunding transaction whereby the Open Space Sales and Use Tax Revenue Refunding Bonds Series 2006 were issued to facilitate the retirement of the County's Open Space Sales and Use Tax Revenue Bonds Series 2000A. The present value of savings derived from the refunding is \$2,245,548. Proceeds of \$38,460,309 have been placed in an irrevocable escrow account and invested for the purpose of generating resources for all future debt service payments of the refunded debt. The refunded bonds are considered defeased and the liability will be removed from the general long-term debt account group. The referenced 2006 bonds were issued for \$38,365,000. They are payable from revenue generated by the pledged 0.25% sales and use tax imposed in 1994. The bonds mature annually beginning in 2009 with final payment in 2019. Interest with rates from 3.50% to 5.00% is payable semi-annually.

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REQUIRED SUPPLEMENTARY INFORMATION

BOULDER COUNTY, COLORADO
Budgetary Comparison Schedule
General Fund
Year ended December 31, 2005

	Original budget	Final budget	Actual	Variance with final budget
Revenues:				
Taxes:				
Property	\$ 77,281,763	\$ 77,281,763	\$ 77,714,071	\$ 432,308
Specific ownership	1,825,396	1,825,396	1,666,712	(158,684)
Total	<u>79,107,159</u>	<u>79,107,159</u>	<u>79,380,783</u>	<u>273,624</u>
Licenses and permits:				
Business	7,000	7,000	8,673	1,673
Non-business	539,602	539,602	874,726	335,124
Total	<u>546,602</u>	<u>546,602</u>	<u>883,399</u>	<u>336,797</u>
Intergovernmental:				
Federal shared revenue	150,000	150,000	516,956	366,956
State grants	2,400	2,400	1,200	(1,200)
State shared revenue	119,040	119,040	248,378	129,338
Other governmental units	2,495,569	2,495,569	2,371,014	(124,555)
Total	<u>2,767,009</u>	<u>2,767,009</u>	<u>3,137,548</u>	<u>370,539</u>
Charges for services:				
Motor vehicle fees - clerk	1,989,712	1,989,712	1,920,395	(69,317)
Recording fees - clerk	4,161,432	4,161,432	2,663,651	(1,497,781)
Treasurer fees	1,600,000	1,600,000	1,379,721	(220,279)
Other fees	2,108,898	2,108,898	2,261,586	152,688
Telecommunications	602,600	602,600	516,092	(86,508)
Parks charges	173,000	173,000	182,601	9,601
Sheriff charges	1,146,843	1,182,843	1,619,783	436,940
Miscellaneous	289,012	364,012	507,214	143,202
Total	<u>12,071,497</u>	<u>12,182,497</u>	<u>11,051,043</u>	<u>(1,131,454)</u>
Other revenue:				
Building rental	317,715	317,715	350,164	32,449
Open Space rental	481,580	481,580	1,076,011	594,431
Grant revenue - other	-	-	-	-
Miscellaneous	606,318	758,476	1,104,621	346,145
Total	<u>1,405,613</u>	<u>1,557,771</u>	<u>2,530,796</u>	<u>973,025</u>
Interest on investments	1,300,000	1,300,000	2,301,690	1,001,690
Fines and forfeitures	360,040	360,040	381,340	21,300
Proceeds from sale of capital assets	50,000	703,688	897,906	194,218
Transfers in	76,000	76,000	114,358	38,358
Total revenue	<u>97,683,920</u>	<u>98,600,766</u>	<u>100,678,863</u>	<u>1,845,521</u>

BOULDER COUNTY, COLORADO
Budgetary Comparison Schedule
General Fund
Year ended December 31, 2005

	Original budget	Final budget	Actual	Variance with final budget
Expenditures:				
Administrative services:				
Personnel services	7,577,895	7,531,533	7,384,903	146,630
Operating	2,800,698	2,848,768	2,575,789	272,979
Organizational administration:				
Combined	11,762,668	11,762,751	10,713,694	1,049,057
General administration:				
Combined	12,533,432	13,542,559	12,294,121	1,248,438
Tabor Refund:				
Operating	2,602,432	2,602,432	94,368	2,508,064
Nonprofit payments:				
Operating	2,986,407	2,991,303	2,969,060	22,243
Assessor:				
Personnel services	2,448,099	2,385,765	2,385,535	230
Operating	244,826	309,826	308,241	1,585
Building utilities:				
Operating	1,274,509	1,533,214	1,504,847	28,367
County attorney:				
Personnel services	1,295,566	1,296,361	1,296,183	178
Operating	193,011	193,011	176,382	16,629
County commissioners:				
Personnel services	1,218,045	1,205,507	1,198,607	6,900
Operating	215,224	215,224	207,594	7,630
County surveyor:				
Operating	2,000	2,000	2,000	-
Clerk and Recorder:				
Personnel services	2,814,837	2,819,665	2,738,157	81,508
Operating	843,553	1,022,555	751,849	270,706
Land use:				
Personnel services	2,323,405	2,359,421	2,298,157	61,264
Operating	906,542	1,006,668	766,946	239,722
Telecommunications:				
Personnel services	342,236	342,396	342,079	317
Operating	835,316	835,316	729,229	106,087
Treasurer:				
Personnel services	593,322	594,065	593,666	399
Operating	181,311	181,311	179,951	1,360
District Attorney:				
Personnel services	3,562,376	3,567,582	3,543,043	24,539
Operating	218,495	248,995	243,078	5,917
Parks and open space:				
Personnel services	4,014,701	4,027,573	4,027,169	404
Operating	5,854,011	8,170,020	6,973,055	1,196,965
Coal Creek/Rock Creek:				
Operating	-	172,835	16,217	156,618
Community services:				
Personnel services	3,762,875	3,746,915	3,746,914	1
Operating	719,665	1,070,848	1,044,744	26,104
County coroner:				
Personnel services	312,983	321,038	321,003	35
Operating	265,247	269,747	258,983	10,764

BOULDER COUNTY, COLORADO
Budgetary Comparison Schedule
General Fund
Year ended December 31, 2005

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget</u>
Sheriff:				
Personnel services	16,701,630	16,722,196	16,721,181	1,015
Operating	3,310,390	3,532,898	3,460,725	72,173
Sheriff - Communication Center:				
Personnel services	1,935,953	1,940,270	1,921,446	18,824
Operating	313,296	313,296	212,825	100,471
Transportation:				
Personnel services	1,193,281	1,194,359	1,194,010	349
Operating	103,736	217,319	77,450	139,869
Total expenditures	<u>98,263,973</u>	<u>103,097,542</u>	<u>95,273,201</u>	<u>7,824,341</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (580,053)</u>	<u>\$ (4,496,776)</u>	5,405,662	<u>\$ (5,978,820)</u>
Fund balance, beginning of year			<u>17,969,695</u>	
Fund balance, end of year			<u>\$ 23,375,357</u>	

BOULDER COUNTY, COLORADO
 Budgetary Comparison Schedule
 Special Revenue-Road and Bridge Fund
 Year ended December 31, 2005

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget</u>
Revenue:				
Taxes:				
Property	\$ 1,042,876	\$ 1,042,876	\$ 1,034,974	\$ (7,902)
Specific ownership	4,583,532	4,583,532	4,581,645	(1,887)
Sales and use	3,576,724	3,576,724	3,689,897	113,173
Total	9,203,132	9,203,132	9,306,516	103,384
Licenses and permits	25,000	25,000	32,821	7,821
Interest on investments	51,825	51,825	468,046	416,221
Intergovernmental	4,785,000	4,785,000	5,470,633	685,633
Charges for services	345,999	480,751	239,293	(241,458)
Other revenue	6,000	6,000	18,490	12,490
Total revenue	14,416,956	14,551,708	15,535,799	984,091
Expenditures:				
Highways and streets:				
Local improvement district	41,300	41,300	39,600	1,700
Payments to cities	398,199	398,199	396,449	1,750
Road and bridge	10,498,993	10,536,361	8,551,154	1,985,207
Road sales tax	3,536,724	12,706,068	7,834,214	4,871,854
Total projects and maintenance	14,475,216	23,681,928	16,821,417	6,860,511
Transportation complex	331,655	5,292,639	4,530,463	762,176
Total expenditures	14,806,871	28,974,567	21,351,880	7,622,687
Excess (deficiency) of revenue over expenditures	(389,915)	(14,422,859)	(5,816,081)	8,606,778
Other financing sources (uses):				
Proceeds from sale of capital assets	-	170,390	339,039	168,649
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources	-	170,390	339,039	168,649
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	\$ (389,915)	(14,252,469)	(5,477,042)	8,775,427
Fund balance, beginning of year			16,517,091	
Fund balance, end of year			\$ 11,040,049	

BOULDER COUNTY, COLORADO

Budgetary Comparison Schedule

Special Revenue-Social Services Fund

Year ended December 31, 2005

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget</u>
Revenue:				
Taxes:				
Property	\$ 4,731,968	\$ 4,731,968	\$ 4,753,105	\$ 21,137
Specific ownership	275,067	275,067	356,331	81,264
Total	<u>5,007,035</u>	<u>5,007,035</u>	<u>5,109,436</u>	<u>102,401</u>
Intergovernmental	13,182,850	13,060,875	14,313,209	1,252,334
Charges for services and other	-	121,975	121,975	-
Total revenues	<u>18,189,885</u>	<u>18,189,885</u>	<u>19,544,620</u>	<u>1,354,735</u>
Expenditures:				
Health and welfare:				
Administration salaries, supplies, and other	<u>19,829,763</u>	<u>19,907,559</u>	<u>19,149,250</u>	<u>758,309</u>
Direct Assistance:				
Aid to blind	552	552	74	478
Aid to needy disabled	75,001	75,001	104,572	(29,571)
Core services	182,833	182,833	191,560	(8,727)
Child welfare	1,088,921	1,088,921	915,944	172,977
Day care payments	282,813	282,813	310,152	(27,339)
General assistance	39,463	39,463	22,145	17,318
Old age pension	14,198	14,198	12,711	1,487
Medicaid transportation	-	-	-	-
TANF/Colorado works	765,594	765,594	502,029	263,565
Total direct assistance	<u>2,449,375</u>	<u>2,449,375</u>	<u>2,059,187</u>	<u>390,188</u>
Total expenditures	<u>22,279,138</u>	<u>22,356,934</u>	<u>21,208,437</u>	<u>1,148,497</u>
Excess (deficiency) of revenue over expenditures	<u>(4,089,253)</u>	<u>(4,167,049)</u>	<u>(1,663,817)</u>	<u>2,503,232</u>
Other financing sources (uses):				
Transfers in	1,291,311	1,291,311	1,284,879	(6,432)
Transfers out	-	-	-	-
Total other financing sources	<u>1,291,311</u>	<u>1,291,311</u>	<u>1,284,879</u>	<u>(6,432)</u>
Excess (deficiency) of revenues and financing sources over expenditures and other financing uses	<u>\$ (2,797,942)</u>	<u>\$ (2,875,738)</u>	<u>(378,938)</u>	<u>\$ 2,496,800</u>
Fund balance, beginning of year			<u>3,961,958</u>	
Fund balance, end of year			<u>\$ 3,583,020</u>	

BOULDER COUNTY, COLORADO
Notes to Required Supplementary Information
December 31, 2005

(1) Budgets and Budgetary Accounting

Budgets for all governmental funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (US GAAP). Budgets of proprietary funds are based on the flow of funds basis; excluding depreciation and amortization and including debt service principal payments and capital outlay. The County adopts a legal budget for all funds except the grants funds and the contingency fund. The budgets for the grants funds are advisory and the contingency fund has no legally adopted budget. There is a perspective difference in that the annual budget adopted includes two grant funds: one for Workforce Boulder County grant and one for all the other grants; the information in the financial statement combines the two funds into one: the grant fund. All appropriations lapse at year-end.

The level on which expenditures may not legally exceed appropriations is the activity level. Within an appropriation, there are three activity classifications: personnel, operating, and combined. The operating and combined appropriation activities include debt service and transfers. Control of each appropriation activity classification is maintained at the agency level. The agency level is defined as an office, department, division or other governmental unit having ultimate budgetary responsibility for a unit, program or fund budget.

Expenditures may not exceed the appropriation levels for legally adopted budgets. Revisions to an appropriation require approval by the Commissioners at a public meeting, without prior published notice of the proposed change. Departmental administrators may reallocate budget amounts within an appropriation activity classification without the approval of the Commissioners.

The following procedures are used by the County in establishing the budgetary data reflected in the financial statements:

- (a) On or before August 1, all elected officers and department directors submit preliminary budget data to the Budget Officer.
- (b) On or before August 25, the County Assessor submits assessed valuations and other factors required to compute statutory property tax revenue limits.
- (c) On or before October 15, the Budget Officer submits a balanced budget to the Board of County Commissioners.
- (d) A notice is published and a public hearing is held to obtain taxpayer comments, usually in early October.
- (e) In the event a mil levy is required in excess of the mil levy set in 1992 by Amendment 1 (TABOR), the Board of County Commissioners must have the excess approved by the voters at the November election.
- (f) On or before December 10, the County Assessor submits final assessed valuations to all taxing entities.
- (g) The Board of County Commissioners enacts resolutions approving the budget, appropriating the budget, and setting the mil levies on or before December 15, per Statute 39-1-111, CRS.

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SUPPLEMENTARY INFORMATION

**BOULDER COUNTY
COMBINING BALANCE SHEET
NON MAJOR GOVERNMENTAL FUNDS
December 31, 2005**

	Special Revenue	Capital Projects	Total
ASSETS			
Equity in Treasurer's cash and investments	\$ 22,924,051	\$ 6,652,377	\$ 29,576,428
Restricted cash	2,255,942	1,064,765	3,320,707
Property taxes receivable	13,582,312	5,976,859	19,559,171
Due from other governmental units	1,882,348	2,677	1,885,025
Due from Component Unit	121,327	200	121,527
Interest receivable	209,007	6,908	215,915
County goods and services receivable	2,720,396	25,702	2,746,098
Due from other funds	-	-	-
Prepaid items	435,843	25,587	461,430
Inventory	171	-	171
Total assets	<u>\$ 44,131,397</u>	<u>\$ 13,755,075</u>	<u>\$ 57,886,472</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 2,313,370	\$ 608,045	\$ 2,921,415
Due to other funds	357,742	2,959	360,701
Deferred revenue	16,180,730	5,975,566	22,156,296
Due to other governmental units	27,861	-	27,861
Accrued liabilities	59,866	51,099	110,965
Escrows payable	-	-	-
Tabor Liability	-	-	-
Other Liabilities	372	(254)	118
Total liabilities	<u>\$ 18,939,941</u>	<u>\$ 6,637,415</u>	<u>\$ 25,577,356</u>
Fund balances:			
Reserved for:			
Emergencies	3,316,246	-	3,316,246
Prepaid items and inventory	171	-	171
Debt service	-	-	-
Escrow fees	50,681	-	50,681
Capital Transactions	2,228,081	795,991	3,024,072
Unreserved, reported in:			
General Fund	-	-	-
Special revenue funds	19,596,277	-	19,596,277
Capital projects funds	-	6,321,669	6,321,669
Total fund balances	<u>25,191,456</u>	<u>7,117,660</u>	<u>32,309,116</u>
Total liabilities and fund balances	<u>\$ 44,131,397</u>	<u>\$ 13,755,075</u>	<u>\$ 57,886,472</u>

BOULDER COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
Year Ended December 31, 2005

	Special Revenue	Capital Projects	Total
REVENUES			
Taxes	\$ 17,303,768	\$ 4,711,194	\$ 22,014,962
Licenses, fees and permits	-	-	-
Interest on investments	629,550	86,691	716,241
Intergovernmental	12,485,303	2,316	12,487,619
Charges for services	33,468	32,305	65,773
Fines and forfeitures	-	-	-
Other revenue	792,294	520,463	1,312,757
Total revenue	31,244,383	5,352,969	36,597,352
EXPENDITURES			
Current:			
General government	5,673,667	3,483,477	9,157,144
Conservation	455,028	5,671,532	6,126,560
Urban redevelopment/housing	-	-	-
Public safety	3,952,049	987,153	4,939,202
Health and welfare	11,932,410	182,590	12,115,000
Economic opportunity	6,154,004	-	6,154,004
Highways and streets	-	1,288,188	1,288,188
Sanitation	35,770	-	35,770
Debt service:			
Principal	155,000	4,595,000	4,750,000
Interest and fiscal charges	119,845	2,543,106	2,662,951
Debt Issuance Costs	-	(7,620)	(7,620)
Total expenditures	28,477,773	18,743,426	47,221,199
Excess (deficiency) of revenues over expenditures	2,766,610	(13,390,457)	(10,623,847)
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of capital assets	250,744	-	250,744
Bond proceeds	-	-	-
Premium on Bonds Sold	-	-	-
Child support retainage refund	-	-	-
Transfers in	1,016,866	7,216,223	8,233,089
Transfers out	(1,399,237)	-	(1,399,237)
Transfers out to component unit	-	-	-
Total other financing sources (uses)	(131,627)	7,216,223	7,084,596
Net change to fund balance	2,634,983	(6,174,234)	(3,539,251)
Fund Balance, January 1	22,556,473	13,291,894	35,848,367
Fund Balance, December 31	\$ 25,191,456	\$ 7,117,660	\$ 32,309,116

BOULDER COUNTY, COLORADO

Nonmajor Governmental Funds Special Revenue Funds

December 31, 2005

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects or expendable trusts) that are legally restricted to expenditures for specific purposes.

Recycling Capital Improvement Fund

This fund accounts for proceeds received for the purpose of administering the resource recovery and recycling program, mountain solid waste collection, licensing of trash haulers, and monitoring of the landfill.

Contingency Fund

Colorado counties are required by state law to maintain a Contingency Fund. This fund accounts for monies the county would use to cover contingencies or emergencies, as defined in State statutes.

Developmental Disabilities Fund

This fund is used to account for monies used for the specific purpose of providing services to people with developmental disabilities.

Emergency Rescue Services Fund

This fund is used to account for Boulder County search, rescue, and other emergency services.

Grants Fund

This fund is used to account for all revenue and expenditures of programs funded by federal, state, and/or local grant awards.

Fire Training Fund

This fund accounts for financial resources used by the Boulder Fire Training Board in the construction of training facilities.

Health and Human Services 2002

This fund accounts for financial resources used by Boulder County human services agencies, which have had a reduction in funding due to state budgetary limitations.

Eldorado Springs Local Improvement District Fund

This fund accounts for a voter approved wastewater treatment facility in Eldorado Springs.

Retirement Fund

This fund accounts for County contributions to the Colorado PERA.

Conservation Trust Fund

This fund accounts for revenue received from the state lottery proceeds to be used for the acquisition, development, and maintenance of parks and trails systems within the County.

BOULDER COUNTY, COLORADO

Nonmajor Governmental Funds
Special Revenue Funds

December 31, 2005

Offender Management Fund

This fund accounts for financial resources used to provide for offender management programs and services, including an expansion of the jail, a new alcohol recovery center and alternative programs to incarceration.

Worthy Cause Tax Fund

This fund accounts for financial resources used to provide human services funding to various nonprofit agencies.

BOULDER COUNTY, COLORADO

Combining Balance Sheet

Nonmajor Governmental Funds – Special Revenue Funds

December 31, 2005

Assets	Recycling Capital Improvement	Contingency	Developmental Disabilities	Emergency Rescue Services	Grants	Fire Training
Equity in pooled cash and investments	\$ 8,386,369	\$ 3,316,246	\$ 195,104	\$ 214,481	\$ 650	\$ 4,197,870
Restricted cash	—	—	—	—	27,861	—
Property taxes receivable	—	—	4,967,641	—	—	—
Due from other governmental units	—	—	—	—	1,312,334	—
Due from component unit	—	—	—	—	1,903	—
Interest receivable	90,585	—	—	2,317	—	45,343
County goods and services receivable	—	—	—	—	175,863	—
Due from other funds	19,521	—	—	511	59,929	9,771
Prepaid expenditures	—	—	—	—	171	—
Total assets	\$ 8,496,475	\$ 3,316,246	\$ 5,162,745	\$ 217,309	\$ 1,578,711	\$ 4,252,984
Liabilities and Fund Balance						
Liabilities:						
Accounts payable	\$ —	\$ —	\$ 15,001	\$ —	\$ 331,654	\$ —
Due to other funds	—	—	—	—	325,076	—
Deferred revenue	—	—	4,966,401	—	57,528	—
Due to other governmental units	—	—	—	—	27,861	—
Accrued liabilities	—	—	—	—	41,192	—
Other liabilities	—	—	—	—	(51)	—
Total liabilities	—	—	4,981,402	—	783,260	—
Fund balance:						
Reserved for:						
Emergencies	—	3,316,246	—	—	—	—
Inventory and prepaid expenditures	—	—	—	—	171	—
Escrow fees	—	—	—	—	50,681	—
Capital transactions	—	—	—	—	—	—
Unreserved reported in:						
Special revenue	8,496,475	—	181,343	217,309	744,599	4,252,984
Total fund balance	8,496,475	3,316,246	181,343	217,309	795,451	4,252,984
Total liabilities and fund balance	\$ 8,496,475	\$ 3,316,246	\$ 5,162,745	\$ 217,309	\$ 1,578,711	\$ 4,252,984

Health and Human Services 2002	Eldorado Springs LID	Retirement	Conservation Trust	Offender Management	Worthy Cause Tax	Nonmajor special revenue funds
\$ 335,156	\$ —	\$ 1,935,852	\$ 1,590,328	\$ 914,463	\$ 1,837,532	\$ 22,924,051
—	—	—	—	2,228,081	—	2,255,942
3,442,113	—	5,172,558	—	—	—	13,582,312
—	—	—	—	285,007	285,007	1,882,348
—	—	119,424	—	—	—	121,327
—	—	—	17,178	33,840	19,744	209,007
—	2,544,257	—	—	138	138	2,720,396
2,074	136,903	192,002	3,584	7,230	4,318	435,843
—	—	—	—	—	—	171
<u>\$ 3,779,343</u>	<u>\$ 2,681,160</u>	<u>\$ 7,419,836</u>	<u>\$ 1,611,090</u>	<u>\$ 3,468,759</u>	<u>\$ 2,146,739</u>	<u>\$ 44,131,397</u>
\$ 19,673	\$ 4,830	\$ 1,316,392	\$ —	\$ 73,519	\$ 552,301	\$ 2,313,370
—	32,666	—	—	—	—	357,742
3,441,259	2,544,257	5,171,285	—	—	—	16,180,730
—	—	—	—	—	—	27,861
4,211	632	—	—	13,831	—	59,866
222	—	(19)	—	220	—	372
<u>3,465,365</u>	<u>2,582,385</u>	<u>6,487,658</u>	<u>—</u>	<u>87,570</u>	<u>552,301</u>	<u>18,939,941</u>
—	—	—	—	—	—	3,316,246
—	—	—	—	—	—	171
—	—	—	—	—	—	50,681
—	—	—	—	2,228,081	—	2,228,081
<u>313,978</u>	<u>98,775</u>	<u>932,178</u>	<u>1,611,090</u>	<u>1,153,108</u>	<u>1,594,438</u>	<u>19,596,277</u>
<u>313,978</u>	<u>98,775</u>	<u>932,178</u>	<u>1,611,090</u>	<u>3,381,189</u>	<u>1,594,438</u>	<u>25,191,456</u>
<u>\$ 3,779,343</u>	<u>\$ 2,681,160</u>	<u>\$ 7,419,836</u>	<u>\$ 1,611,090</u>	<u>\$ 3,468,759</u>	<u>\$ 2,146,739</u>	<u>\$ 44,131,397</u>

BOULDER COUNTY, COLORADO

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balance

Nonmajor Governmental Funds – Special Revenue Funds

Year ended December 31, 2005

	Recycling Capital Improvement	Contingency	Developmental Disabilities	Emergency Rescue Services	Grants	Fire Training
Revenues:						
Taxes	\$ —	\$ 4	\$ 4,722,228	\$ —	\$ —	\$ —
Licenses, fees, and permits	—	—	—	—	—	—
Interest on investments	279,295	—	—	7,615	1,122	140,688
Intergovernmental	—	—	14	—	12,083,631	—
Charges for services	—	—	—	—	33,468	—
Other revenue	—	—	—	—	792,294	—
Total revenues	279,295	4	4,722,242	7,615	12,910,515	140,688
Expenditures:						
Current:						
General government	—	—	—	—	600,109	—
Conservation	—	—	—	—	455,028	—
Urban redevelopment/housing	—	—	—	—	—	—
Public safety	—	—	—	58,774	2,414,592	700,000
Health and welfare	—	—	4,697,083	—	3,107,013	—
Economic development	—	—	—	—	6,154,004	—
Highways and streets	—	—	—	—	—	—
Sanitation	—	—	—	—	—	—
Debt service:						
Principal	—	—	—	—	—	—
Interest and fiscal charges	—	—	—	—	—	—
Debt issuance costs	—	—	—	—	—	—
Total expenditures	—	—	4,697,083	58,774	12,730,746	700,000
Excess (deficiency) of revenues over expenditures	279,295	4	25,159	(51,159)	179,769	(559,312)
Other financing sources (uses):						
Proceeds from sale of capital assets	—	—	—	—	744	—
Debt issuance	—	—	—	—	—	—
Premium on bond sale	—	—	—	—	—	—
Transfers in	—	610,157	—	—	269,806	—
Transfers out	—	—	—	—	(112,000)	—
Total other financing sources (uses)	—	610,157	—	—	158,550	—
Net change in fund balance	279,295	610,161	25,159	(51,159)	338,319	(559,312)
Fund balance, January 1	8,217,180	2,706,085	156,184	268,468	457,132	4,812,296
Fund balance, December 31	\$ <u>8,496,475</u>	\$ <u>3,316,246</u>	\$ <u>181,343</u>	\$ <u>217,309</u>	\$ <u>795,451</u>	\$ <u>4,252,984</u>

<u>Health and Human Services 2002</u>	<u>Eldorado Springs LID</u>	<u>Retirement</u>	<u>Conservation Trust</u>	<u>Offender Management</u>	<u>Worthy Cause Tax</u>	<u>Nonmajor special revenue funds</u>
\$ 3,517,639	\$ —	\$ 5,427,098	\$ —	\$ 1,818,403	\$ 1,818,396	\$ 17,303,768
—	—	—	—	—	—	—
9	—	15	49,371	98,350	53,109	629,550
—	—	—	401,634	—	—	12,485,303
—	—	—	—	—	—	33,468
—	—	—	—	—	—	792,294
<u>3,517,648</u>	<u>—</u>	<u>5,427,113</u>	<u>451,005</u>	<u>1,916,753</u>	<u>1,871,505</u>	<u>31,244,383</u>
—	—	5,073,558	—	—	—	5,673,667
—	—	—	—	—	—	455,028
—	—	—	—	—	—	—
—	—	—	—	778,683	—	3,952,049
2,274,224	—	—	—	399,190	1,454,900	11,932,410
—	—	—	—	—	—	6,154,004
—	—	—	—	—	—	—
—	35,770	—	—	—	—	35,770
—	—	—	—	155,000	—	155,000
—	—	—	—	119,845	—	119,845
—	—	—	—	—	—	—
<u>2,274,224</u>	<u>35,770</u>	<u>5,073,558</u>	<u>—</u>	<u>1,452,718</u>	<u>1,454,900</u>	<u>28,477,773</u>
<u>1,243,424</u>	<u>(35,770)</u>	<u>353,555</u>	<u>451,005</u>	<u>464,035</u>	<u>416,605</u>	<u>2,766,610</u>
—	—	—	250,000	—	—	250,744
—	—	—	—	—	—	—
—	136,903	—	—	—	—	1,016,866
(1,284,879)	(2,358)	—	—	—	—	(1,399,237)
<u>(1,284,879)</u>	<u>134,545</u>	<u>—</u>	<u>250,000</u>	<u>—</u>	<u>—</u>	<u>(131,627)</u>
<u>(41,455)</u>	<u>98,775</u>	<u>353,555</u>	<u>701,005</u>	<u>464,035</u>	<u>416,605</u>	<u>2,634,983</u>
<u>355,433</u>	<u>—</u>	<u>578,623</u>	<u>910,085</u>	<u>2,917,154</u>	<u>1,177,833</u>	<u>22,556,473</u>
<u>\$ 313,978</u>	<u>\$ 98,775</u>	<u>\$ 932,178</u>	<u>\$ 1,611,090</u>	<u>\$ 3,381,189</u>	<u>\$ 1,594,438</u>	<u>\$ 25,191,456</u>

BOULDER COUNTY, COLORADO

Nonmajor Governmental Funds Capital Projects Funds

December 31, 2005

Capital Project Funds account for financial resources collected and used for the acquisition or construction of major capital facilities.

Capital Projects Fund

This fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities, projects, and equipment.

Capital Improvement Trust Fund (Roads)

This fund is used to account for financial resources to be used for street, road, and drainage improvements.

Gunbarrel General Improvement District Fund

This fund is used to account for activities of the Gunbarrel General Improvement District, a subdivision of the State of Colorado created for the purposes of constructing certain public improvements to be located within the district.

Open Space Capital Improvement Trust Fund, Bond Series 1996

This fund is used to account for financial resources to be used for the acquisition of interests in open space real property and access thereto, water rights, and improvement upon open space real property.

BOULDER COUNTY, COLORADO

Combining Balance Sheet

Nonmajor Governmental Funds – Capital Projects Funds

December 31, 2005

Assets	Capital Projects	Capital Improvement Trust Fund (Roads)	Gunbarrel General Improvement District	Open space Capital Improvement Fund, Bond Series 1996	Nonmajor capital projects funds
Equity in treasurer's cash and investments	\$ 6,404,468	\$ —	\$ 247,909	\$ —	\$ 6,652,377
Restricted cash	1,064,765	—	—	—	1,064,765
Property taxes receivable	5,976,859	—	—	—	5,976,859
Due from other governmental units	379	—	2,298	—	2,677
Due from component unit	200	—	—	—	200
Interest receivable	4,230	—	2,678	—	6,908
County goods and services receivable	25,702	—	—	—	25,702
Due from other funds	25,014	—	573	—	25,587
Total assets	\$ 13,501,617	\$ —	\$ 253,458	\$ —	\$ 13,755,075
Liabilities and Fund Balance					
Liabilities:					
Accounts payable	\$ 608,045	\$ —	\$ —	\$ —	\$ 608,045
Due to other funds	2,959	—	—	—	2,959
Deferred revenue	5,975,566	—	—	—	5,975,566
Accrued liabilities	51,099	—	—	—	51,099
Other liabilities	(254)	—	—	—	(254)
Total liabilities	6,637,415	—	—	—	6,637,415
Fund balance:					
Reserved for capital transactions	795,991	—	—	—	795,991
Undesignated:					
Capital projects	6,068,211	—	253,458	—	6,321,669
Total fund balance	6,864,202	—	253,458	—	7,117,660
Total liabilities and fund balance	\$ 13,501,617	\$ —	\$ 253,458	\$ —	\$ 13,755,075

BOULDER COUNTY, COLORADO

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balance

Nonmajor Governmental Funds – Capital Projects Funds

Year ended December 31, 2005

	<u>Capital Projects</u>	<u>Capital Improvement Trust Fund (Roads)</u>	<u>Gunbarrel General Improvement District</u>	<u>Open space Capital Improvement Fund, Bond Series 1996</u>	<u>Nonmajor capital projects funds</u>
Revenues:					
Taxes	\$ 4,262,231	\$ —	\$ 448,963	\$ —	\$ 4,711,194
Interest on investments	72,164	—	14,527	—	86,691
Intergovernmental	2,316	—	—	—	2,316
Charges for services	32,305	—	—	—	32,305
Other revenue	520,463	—	—	—	520,463
Total revenues	4,889,479	—	463,490	—	5,352,969
Expenditures:					
Current:					
General government	3,483,477	—	—	—	3,483,477
Conservation	5,671,532	—	—	—	5,671,532
Public safety	987,153	—	—	—	987,153
Health and welfare	182,590	—	—	—	182,590
Highways and streets	1,288,188	—	—	—	1,288,188
Debt service:					
Principal	—	—	415,000	4,180,000	4,595,000
Interest and fiscal charges	109,493	—	23,640	2,409,973	2,543,106
Debt issuance costs	(7,620)	—	—	—	(7,620)
Total expenditures	11,714,813	—	438,640	6,589,973	18,743,426
Deficiency of revenues over expenditures	(6,825,334)	—	24,850	(6,589,973)	(13,390,457)
Other financing sources:					
Debt issuance	—	—	—	—	—
Premium on bonds sold	—	—	—	—	—
Transfers in	626,250	—	—	6,589,973	7,216,223
Total other financing sources	626,250	—	—	6,589,973	7,216,223
Net change to fund balance	(6,199,084)	—	24,850	—	(6,174,234)
Fund balance, January 1	13,063,286	—	228,608	—	13,291,894
Fund balance, December 31	\$ 6,864,202	\$ —	\$ 253,458	\$ —	\$ 7,117,660

BOULDER COUNTY, COLORADO
Schedule of Budgetary Compliance
Budgeted Nonmajor, Capital Projects Major, and Proprietary Funds
Year ended December 31, 2005

	Final budget	Actual (includes transfers out)	Variance
Budgeted nonmajor special revenue funds			
Recycling capital improvement fund	-	-	-
Developmental disabilities fund	4,697,083	4,697,083	-
Emergency rescue services fund	500,000	58,774	441,226
Grants fund	12,000,000	8,353,630	3,646,370
Workforce boulder county fund (presented within grants fund on combining statements)	5,000,000	4,489,116	510,884
Fire training fund	4,850,480	700,000	4,150,480
Health and human services 2002 fund	3,733,692	3,559,103	174,589
Eldorado springs local improvement district fund	1,808,000	38,128	1,769,872
Retirement fund	16,197,900	5,073,558	11,124,342
Conservation trust fund	1,013,084	-	1,013,084
Offender management fund			
Construction	1,612,784	552,507	1,060,277
Debt service	274,846	274,846	-
Jail expansion	823,067	419,340	403,727
Partnership for active community engagement (PACE)	184,398	181,649	2,749
Alternative	128,810	24,376	104,434
Worthy cause tax fund			
Worthy cause tax 1 (2001)	150,000	-	150,000
Worthy cause tax 2 (2004)	2,711,177	1,454,900	1,256,277
Budgeted major capital projects fund			
Open space capital improvement fund, bond series 1994, 2000, and 2001	15,311,529	15,310,581	948
Open space 2005	45,483,902	13,216,109	32,267,793
Budgeted nonmajor capital projects funds			
Capital projects fund			
Facilities management	518,397	424,708	93,689
Infrastructure	1,548,844	1,250,189	298,655
General reconstruction	10,355,584	5,857,229	4,498,355
Parks general reconstruction	323,270	194,573	128,697
Open space and transportation Complex	5,142,887	3,988,114	1,154,773
Capital improvement trust fund	-	-	-
Gunbarrel general improvement district fund	653,887	438,640	215,247
Open space capital improvement fund, bond series 1996	6,589,973	6,589,973	-
Budgeted proprietary funds			
Risk management fund	15,444,439	13,993,907	1,450,532
Resource conservation fund *	4,095,072	3,779,528	315,544

* Depreciation expense is not budgeted in the proprietary funds.

The schedule of budgetary compliance is included to show budgetary compliance at the legal level of control for all appropriations not shown elsewhere in this report.

BOULDER COUNTY, COLORADO
Combining Statement of Changes in
Assets and Liabilities - Agency Funds
Fiduciary - Public Trustee Fund and Agency Fund
Year ended December 31, 2005

	Balances at January 1, 2005	Additions	Deductions	Balances at December 31, 2005
PUBLIC TRUSTEE FUND				
ASSETS				
Restricted cash	\$ 1,325,458	\$ -	\$ 106,507	\$ 1,218,951
Receivables	11,263	7,214	-	18,477
Total	<u>\$ 1,336,721</u>	<u>\$ 7,214</u>	<u>\$ 106,507</u>	<u>\$ 1,237,428</u>
LIABILITIES				
Accounts payable	-	1,025	-	\$ 1,025
Escrow Payable	79	-	-	79
Other liabilities	1,336,642	7,463	107,781	1,236,324
Total	<u>\$ 1,336,721</u>	<u>\$ 8,488</u>	<u>\$ 107,781</u>	<u>\$ 1,237,428</u>
AGENCY FUND				
ASSETS				
Cash	\$ 9,563,202	\$ 340,698,099	\$ 340,393,663	\$ 9,867,638
Property taxes receivable	246,500,749	259,426,864	246,588,100	259,339,513
Total	<u>\$256,063,951</u>	<u>\$600,124,963</u>	<u>\$586,981,763</u>	<u>\$269,207,151</u>
LIABILITIES				
Undistributed taxes and other collections	\$ 9,563,202	\$ 291,041,925	\$ 290,737,489	\$ 9,867,638
Due to other taxing units	246,500,749	259,426,864	246,588,100	259,339,513
Total for agency fund	<u>\$256,063,951</u>	<u>\$550,468,789</u>	<u>\$537,325,589</u>	<u>\$269,207,151</u>
TOTAL - ALL AGENCY FUNDS				
Total assets	<u>\$ 257,400,672</u>	<u>\$600,132,177</u>	<u>\$ 587,088,270</u>	<u>\$ 270,444,579</u>
Total liabilities	<u>\$ 257,400,672</u>	<u>\$ 550,477,277</u>	<u>\$ 537,433,370</u>	<u>\$ 270,444,579</u>

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

LOCAL HIGHWAY FINANCE REPORT	City or County: Boulder County
	YEAR ENDING : December 2005

This Information From The Records Of (example - City of _ or County of _ County of Boulder)	Prepared By: Phone: Mark Schumann 303-441-3503
--	---

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)	9,375,159
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	5,260,457
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	136,425
2. General fund appropriations	0	b. Snow and ice removal	954,976
3. Other local imposts (from page 2)	9,339,337	c. Other	204,638
4. Miscellaneous local receipts (from page 2)	997,912	d. Total (a. through c.)	1,296,039
5. Transfers from toll facilities	0	4. General administration & miscellaneous	5,380,625
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	0
a. Bonds - Original Issues	0	6. Total (1 through 5)	21,312,280
b. Bonds - Refunding Issues	0	B. Debt service on local obligations:	
c. Notes	0	1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	9,600
7. Total (1 through 6)	10,337,249	b. Redemption	30,000
B. Private Contributions	0	c. Total (a. + b.)	39,600
C. Receipts from State government (from page 2)	5,313,511	2. Notes:	
D. Receipts from Federal Government (from page 2)	224,078	a. Interest	0
E. Total receipts (A.7 + B + C + D)	15,874,838	b. Redemption	0
		c. Total (a. + b.)	0
		3. Total (1.c + 2.c)	39,600
		C. Payments to State for highways	
		D. Payments to toll facilities	0
		E. Total disbursements (A.6 + B.3 + C + D)	21,351,880

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)	6,048,650	0	30,000	6,018,650
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
	16,517,094	15,874,838	21,351,880	11,040,052	0

Notes and Comments:

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	1,034,974	a. Interest on investments	468,046
b. Other local imposts:		b. Traffic Fines & Penalties	0
1. Sales Taxes	3,689,897	c. Parking Garage Fees	0
2. Infrastructure & Impact Fees	0	d. Parking Meter Fees	0
3. Liens	0	e. Sale of Surplus Property	339,039
4. Licenses	32,821	f. Charges for Services	7,990
5. Specific Ownership &/or Other	4,581,645	g. Other Misc. Receipts	20,921
6. Total (1. through 5.)	8,304,363	h. Other	161,916
c. Total (a. + b.)	9,339,337	i. Total (a. through h.)	997,912
	(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	4,216,455	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	0
a. State bond proceeds		b. FEMA	0
b. Project Match		c. HUD	0
c. Motor Vehicle Registrations	207,803	d. Federal Transit Admin	0
d. Other (Specify)	889,253	e. U.S. Corps of Engineers	0
e. Other (Specify)	0	f. Other Federal	224,078
f. Total (a. through e.)	1,097,056	g. Total (a. through f.)	224,078
4. Total (1. + 2. + 3.f)	5,313,511	3. Total (1. + 2.g)	
			(Carry forward to page 1)

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs	0	167,033	167,033
b. Engineering Costs	0	343,473	343,473
c. Construction:			
(1). New Facilities	0	618,288	618,288
(2). Capacity Improvements	0	2,102,816	2,102,816
(3). System Preservation	0	1,182,380	1,182,380
(4). System Enhancement & Operation	0	4,961,168	4,961,168
(5). Total Construction (1) + (2) + (3) + (4)	0	8,864,652	8,864,652
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	9,375,159	9,375,159
			(Carry forward to page 1)

Notes and Comments:

II.C.3.d Receipts from State Government - Other	
5300 - Misc. CDOT	809,090
5302 - Cigarette Tax	53,407
5308 - Forest Reserve	26,756
Total:	889,253

BOULDER COUNTY, COLORADO

Statistical Section

December 31, 2005

UNAUDITED

This part of Boulder 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

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.

- B-1 Net Assets by Component
- B-2 Changes in Fund balance Governmental funds
- B-3 Fund Balance, Governmental funds
- B-4 Statement of Revenues, Expenditures and Changes in Fund Balance, governmental funds
- B-5 Program Revenues by Function/Program
- B-6 Tax Revenues by Source, Governmental Funds

Revenue Capacity

These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.

- C-1 Assessed Value and Estimated Value of Taxable Property
- C-2 Direct and Overlapping Property Tax Rates
- C-3 Principal Property Tax Payers
- C-4 Property Tax Levies and Collections

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.

- D-1 Ratios of Outstanding Debt by Type
- D-2 Computation of Direct and Overlapping Debt
- D-3 Computation of Legal Debt Margin Information
- D-4 Pledged-revenue Coverage

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

- E-1 Demographic and Economic Statistics
- E-2 Principal Employers

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 services the County provides and the activities it performs.

- F-1 Full-Time Employee Equivalent County Government
- F-2 Operating Indicators by Function/Program
- F-3 Capital Asset Statistics by Function/Program
- F-4 Expenditures by Function/Program

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 2002; schedules presenting government-wide information include information beginning in that year.

BOULDER COUNTY, COLORADO

Net Assets by Component

Last Four Fiscal Years

TABLE B-1

	<u>2005</u>		<u>2004</u>		<u>2003</u>		<u>2002</u>
Governmental activities:							
Invested in capital assets, net of related debt	\$ 256,993,666	\$	240,241,870	\$	212,385,705	\$	190,349,413
Restricted for:							
Emergencies	3,397,331		3,316,242		3,163,042		2,870,372
Debt service	-		-		90,000		90,000
Escrow fees	1,230,246		1,551,338		858,329		1,214,718
Unrestricted	<u>72,000,978</u>		<u>62,699,223</u>		<u>68,765,248</u>		<u>64,295,529</u>
Total net assets	<u>333,622,221</u>		<u>307,808,673</u>		<u>285,262,324</u>		<u>258,820,032</u>
Business-type activities:							
Invested in capital assets, net of related debt	18,936,486		21,243,806		22,131,228		13,935,228
Restricted for escrow fees	1,745,876		1,398,831		1,189,167		-
Unrestricted	<u>1,882,713</u>		<u>1,563,218</u>		<u>1,263,852</u>		<u>1,120,174</u>
Total net assets	<u>22,565,075</u>		<u>24,205,855</u>		<u>24,584,247</u>		<u>15,055,402</u>
Primary government:							
Invested in capital assets, net of related debt	275,930,152		261,485,676		234,516,933		204,284,641
Restricted for:							
Emergencies	3,397,331		3,316,242		3,163,042		2,870,372
Debt service	-		-		90,000		90,000
Escrow fees	2,976,122		5,899,234		2,047,496		1,214,718
Unrestricted	<u>73,883,691</u>		<u>61,313,376</u>		<u>70,029,100</u>		<u>65,415,703</u>
Total net assets	\$ <u>356,187,296</u> \$		\$ <u>332,014,528</u> \$		\$ <u>309,846,571</u> \$		\$ <u>273,875,434</u>
Component unit, Public Health:							
Invested in capital assets, net of related debt	140,701		168,656		153,211		98,977
Restricted for:							
Emergencies	38,918		35,553		36,555		36,962
Health and Human Services	168,832		165,019		152,599		200,000
Unrestricted	<u>970,608</u>		<u>930,163</u>		<u>970,261</u>		<u>768,327</u>
Total net assets	\$ <u>1,319,059</u> \$		\$ <u>1,299,391</u> \$		\$ <u>1,312,626</u> \$		\$ <u>1,104,266</u>

BOULDER COUNTY, COLORADO

Changes in Net Assets
Last Four Fiscal Years

TABLE B-2

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Primary government:				
Program expenses:				
Governmental activities:				
General government	\$ 54,997,225	\$ 65,147,583	\$ 56,052,530	\$ 60,301,127
Conservation	10,621,331	7,283,919	4,658,215	3,623,533
Public safety	32,078,687	27,347,423	29,454,318	26,876,513
Health and welfare	39,827,900	35,686,505	35,958,810	28,537,484
Economic opportunity	9,745,429	7,783,777	8,138,262	7,105,134
Highways and streets	10,392,095	11,408,018	9,009,069	7,065,748
Sanitation	577,930	-	-	-
Urban redevelopment/housing	192,031	-	21,388	1,535,882
Interest on long-term debt	10,700,076	9,173,369	9,741,299	8,451,982
Intergovernmental payments to cities	-	386,405	792,744	767,170
Total governmental activities expenses	<u>169,132,704</u>	<u>164,216,999</u>	<u>153,826,635</u>	<u>144,264,573</u>
Business-type activities:				
Resource conservation	4,419,034	4,029,710	3,716,428	3,351,553
Housing authority	10,309,511	9,442,053	9,535,521	-
Total business-type activities expenses	<u>14,728,545</u>	<u>13,471,763</u>	<u>13,251,949</u>	<u>3,351,553</u>
Total primary government expenses	<u>183,861,249</u>	<u>177,688,762</u>	<u>167,078,584</u>	<u>147,616,126</u>
Program revenues:				
Governmental activities:				
Charges for services:				
General government	10,433,374	11,794,636	12,965,409	11,736,307
Conservation	2,196,852	1,316,724	1,810,328	1,016,127
Public safety	4,462,512	3,840,862	3,924,126	3,677,424
Health and welfare	1,365,486	1,297,986	2,651	436,017
Economic opportunity	116,806	59,077	14,727	-
Highways and streets	417,634	327,682	567,784	587,452
Sanitation	431,721	-	-	-
Urban redevelopment/housing	-	-	-	1,529,673
Total charges for services	<u>19,424,385</u>	<u>18,636,967</u>	<u>19,285,025</u>	<u>18,983,000</u>
Operating grants and contributions	33,662,339	42,504,310	42,624,127	38,396,540
Capital grants and contributions	243,421	2,246,043	1,362,179	698,381
Total governmental activities program revenues	<u>53,330,145</u>	<u>63,387,320</u>	<u>63,271,331</u>	<u>58,077,921</u>
Business-type activities:				
Resource Conservation:				
Charges for services	3,917,901	3,679,817	3,249,170	2,833,879
Housing Authority:				
Charges for services	2,019,275	2,131,817	2,397,234	-
Operating grants and contributions	6,104,767	6,245,671	6,233,665	-
Capital grants and contributions	126,231	39,632	-	-
Total business-type activities program revenues	<u>12,168,174</u>	<u>12,096,937</u>	<u>11,880,069</u>	<u>2,833,879</u>
Total primary government program revenues	<u>65,498,319</u>	<u>75,484,257</u>	<u>75,151,400</u>	<u>60,911,800</u>
Net (expense)/revenues:				
Governmental activities	(115,802,559)	(100,829,679)	(90,555,304)	(86,186,652)
Business-type activities	(2,560,371)	(1,374,826)	(1,371,880)	(517,674)
Total primary government net expense	<u>(118,362,930)</u>	<u>(102,204,505)</u>	<u>(91,927,184)</u>	<u>(86,704,326)</u>
General revenues:				
Governmental activities:				
Taxes:				
Property	101,223,224	94,897,706	88,855,998	78,637,017
Sales	23,698,593	19,798,255	19,124,793	17,808,296
Specific ownership	7,556,938	7,397,103	7,313,192	7,155,651
Interest earnings	5,747,061	1,492,285	2,187,488	3,462,149
Gain on sale of capital assets	450,302	486,135	-	-
Total governmental activities general revenues	<u>138,676,118</u>	<u>124,071,484</u>	<u>117,481,471</u>	<u>107,063,113</u>
Business-type activities:				
Interest earnings	178,572	56,206	39,175	-
Grants and contributions	219,455	239,294	351,703	-
Gain on sale of capital assets	-	5,478	-	-
Total business-type-activities general revenues	<u>398,027</u>	<u>300,978</u>	<u>390,878</u>	<u>-</u>
Total primary government general revenues	<u>139,074,145</u>	<u>124,372,462</u>	<u>117,872,349</u>	<u>107,063,113</u>
Change in net assets	<u>20,711,215</u>	<u>22,167,957</u>	<u>25,945,165</u>	<u>20,358,787</u>
Net assets, January 1, as previously reported	332,014,528	309,846,571	273,875,434	237,952,815
Prior period restatement	3,461,553 (1)	-	10,025,972 (2)	15,563,832
Net assets, January 1, as restated	<u>335,476,081</u>	<u>309,846,571</u>	<u>283,901,406</u>	<u>253,516,647</u>
Net assets, December 31	\$ <u>356,187,296</u> \$	\$ <u>332,014,528</u> \$	\$ <u>309,846,571</u> \$	\$ <u>273,875,434</u>

(1) 2005 prior period restatement due to capital assets.

(2) 2003 prior period restatement due to change in entity - Housing Authority

BOULDER COUNTY, COLORADO
Fund Balances Governmental Funds
Last Ten Fiscal Years

TABLE B-3

	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996
General fund:										
Reserved for:										
Emergencies	\$ 81,085	\$ 610,157	\$ 456,957	\$ 164,287	\$ 127,961	\$ -	\$ -	\$ 269,744	\$ 296,523	\$ 313,916
Prepaid items and inventory	480,223	298,496	215,931	147,384	150,513	64,972	63,640	91,683	202,456	166,446
Debt service	-	-	-	-	-	-	-	-	-	-
Escrow fees	916,050	1,259,587	578,166	516,906	541,469	495,722	1,237,006	397,425	349,054	335,575
Unreserved	21,897,999	15,801,455	22,070,735	25,798,937	28,653,994	21,513,261	13,797,211	19,835,324	14,897,980	10,664,411
Total fund balance	<u>23,375,357</u>	<u>17,969,695</u>	<u>23,321,789</u>	<u>26,627,514</u>	<u>29,473,937</u>	<u>22,073,955</u>	<u>15,097,857</u>	<u>20,594,176</u>	<u>15,746,013</u>	<u>11,480,348</u>
All other governmental funds:										
Reserved for:										
Emergencies	3,316,246	2,706,085	2,706,085	2,706,085	2,706,085	2,706,085	2,706,085	2,706,244	2,706,253	2,536,391
Prepaid items and inventory	1,626,376	273,818	50,738	31,424	157,475	72,548	140,267	17,421	5,000	1,481,682
Debt service	-	1,551,338	90,000	90,000	90,000	90,000	90,000	90,000	1,891,250	1,891,250
Escrow fees	314,196	10,747,828	280,163	697,812	768,966	835,734	750,450	679,545	1,578,988	1,567,190
Capital transactions	34,443,729	-	1,800,461	27,008,222	-	-	-	-	-	-
Unreserved, reported in:										
Special revenue funds	32,538,894	31,274,401	29,933,042	23,830,931	21,579,617	23,559,035	25,143,407	20,379,068	15,687,793	10,668,161
Capital projects funds	16,214,971	16,529,280	21,918,681	17,740,338	40,694,160	18,761,994	10,735,162	28,924,060	8,607,232	19,487,386
Total fund balances	<u>88,454,412</u>	<u>63,082,750</u>	<u>56,779,170</u>	<u>72,104,812</u>	<u>65,996,303</u>	<u>46,025,396</u>	<u>39,565,371</u>	<u>52,796,338</u>	<u>30,476,516</u>	<u>37,632,060</u>
Total governmental funds										
Reserved for:										
Emergencies	3,397,331	3,316,242	3,163,042	2,870,372	2,834,046	2,706,085	2,706,085	2,975,988	3,002,776	2,850,307
Prepaid items and inventory	2,106,599	572,314	266,669	178,808	307,988	137,520	203,907	109,104	207,456	1,648,128
Debt service	-	1,551,338	90,000	90,000	90,000	90,000	90,000	90,000	1,891,250	1,891,250
Escrow fees	1,230,246	12,007,415	858,329	1,214,718	1,310,435	1,331,456	1,987,456	1,076,970	1,928,042	1,902,765
Capital transactions	34,443,729	-	1,800,461	27,008,222	-	-	-	-	-	-
Unreserved, reported in:										
General fund	21,897,999	15,801,455	22,070,735	25,798,937	28,653,994	21,513,261	13,797,211	19,835,324	14,897,980	10,664,411
Special revenue funds	32,538,894	31,274,401	29,933,042	23,830,931	21,579,617	23,559,035	25,143,407	20,379,068	15,687,793	10,668,161
Capital projects funds	16,214,971	16,529,280	21,918,681	17,740,338	40,694,160	18,761,994	10,735,162	28,924,060	8,607,232	19,487,386
Total fund balances	<u>111,829,769</u>	<u>81,052,445</u>	<u>80,100,959</u>	<u>98,732,326</u>	<u>95,470,240</u>	<u>68,099,351</u>	<u>54,663,228</u>	<u>73,390,514</u>	<u>46,222,529</u>	<u>49,112,408</u>
All governmental funds										
Percent change	<u>37.97%</u>	<u>1.19%</u>	<u>-18.87%</u>	<u>3.42%</u>	<u>40.19%</u>	<u>24.58%</u>	<u>-25.52%</u>	<u>58.78%</u>	<u>-5.88%</u>	<u>0.00%</u>

BOULDER COUNTY, COLORADO
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
Last Ten Fiscal Years

TABLE B-4

	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996
Revenues:										
Taxes	\$ 132,183,594	\$ 121,787,198	\$ 114,957,668	\$ 103,327,318	\$ 103,580,919	\$ 97,214,983	\$ 89,378,688	\$ 81,835,935	\$ 76,017,029	\$ 71,549,460
Licenses, fees and permits	916,220	851,487	601,980	643,125	710,470	849,117	756,919	647,344	556,876	466,253
Interest on investments	5,379,778	1,347,803	2,045,549	3,323,473	6,524,454	7,303,057	4,774,842	5,487,684	3,615,545	4,565,523
Intergovernmental	35,531,895	33,809,579	39,298,300	36,151,143	41,561,076	30,600,414	29,462,110	28,406,393	30,787,673	31,496,436
Charges for services	11,472,247	12,027,578	13,079,811	12,144,331	11,843,431	10,329,119	10,664,234	9,492,240	7,713,275	7,375,975
Fines and forfeitures	381,340	306,477	317,210	323,725	348,789	337,849	388,252	376,095	331,952	314,599
Other revenue	4,378,411	10,695,870	8,611,851	8,106,242	12,060,881	9,849,204	14,456,735	6,073,639	5,293,266	5,863,729
Total revenue	190,243,485	180,825,992	178,912,369	164,019,384	176,630,020	156,483,743	149,881,780	132,319,330	124,315,616	121,631,975
Expenditures:										
Current:										
General government	51,254,895	67,466,653	62,330,458	64,199,251	55,145,816	53,791,828	59,001,819	43,739,611	36,463,322	38,179,830
Conservation	26,902,995	19,066,868	35,997,578	41,359,932	49,007,135	40,280,094	33,076,178	26,664,239	23,211,356	237,141
Urban redevelopment/housing	191,202	-	-	1,515,173	1,259,273	1,204,369	934,196	873,965	790,367	2,377,941
Public safety	32,337,263	31,384,545	29,034,489	27,402,522	26,138,340	24,400,127	21,222,601	19,240,383	17,296,842	22,295,581
Health and welfare	40,056,796	35,246,688	35,967,078	28,187,899	20,763,036	19,964,763	19,476,013	18,647,185	22,461,749	23,074,562
Economic opportunity	9,728,404	7,733,087	8,095,261	7,097,015	6,130,088	5,605,172	5,672,676	5,801,571	4,839,057	2,785,547
Highways and streets	23,714,641	13,221,155	11,186,967	12,513,546	12,138,528	10,868,312	10,819,040	10,610,305	9,309,421	22,007,000
Sanitation	577,829	-	-	-	-	-	-	-	-	-
Intergovernmental	-	391,951	786,826	779,293	801,799	1,057,813	1,876,257	1,854,169	2,285,809	10,568,711
Debt service:										
Principal	9,935,000	9,015,000	7,680,000	7,285,000	6,715,000	6,360,000	6,230,000	5,405,000	3,355,000	5,525,000
Interest and fiscal charges	9,705,583	9,152,122	9,132,723	8,469,647	7,198,685	6,431,117	4,972,153	5,011,016	3,724,142	3,898,417
Debt issuance costs	421,146	374,852	-	-	-	-	-	-	-	-
Total expenditures	204,825,754	193,052,921	200,211,380	198,809,279	185,297,700	169,963,595	163,280,933	137,847,444	123,737,065	130,949,730
Net (expense)/revenue	(14,582,269)	(12,226,929)	(21,299,011)	(34,789,895)	(8,667,680)	(13,479,852)	(13,399,153)	(5,528,114)	578,551	(9,317,755)
Other financing sources/(uses):										
Proceeds from sale of capital assets	4,046,499	1,900,790	3,151,519	6,458,644	-	-	-	-	-	-
Debt issuance	39,405,000	13,570,000	-	30,800,000	50,000,000	35,575,000	-	36,367,480	-	35,000,000
Premium on bonds sold	2,429,658	73,081	-	1,066,634	-	-	-	-	-	-
Child support retainage refund	-	-	-	435,947	146,628	-	-	-	-	-
Transfers in	9,633,326	11,512,630	15,423,728	8,209,722	6,848,160	6,474,066	9,014,949	5,625,912	2,159,627	1,736,669
Transfers out	(10,154,890)	(13,878,086)	(15,907,603)	(8,918,966)	(7,848,160)	(6,488,513)	(9,014,949)	(5,625,912)	(2,159,627)	(1,736,669)
Total other financing sources/(uses)	45,359,593	13,178,415	2,667,644	38,051,981	36,038,569	24,638,411	(5,328,133)	32,696,099	(3,468,430)	32,176,070
Net change to fund balance	30,777,324	951,486	(18,631,367)	3,262,086	27,370,889	11,158,559	(18,727,286)	27,167,985	(2,889,879)	22,858,315
Fund balance, January 1, as previously reported	81,052,445	80,100,959	98,732,326	95,470,240	65,821,787	54,663,228	73,390,514	46,222,529	49,112,408	26,254,093
Prior period restatement	-	-	-	2,277,564	-	-	-	-	-	-
Fund balance, January 1, as restated	81,052,445	80,100,959	98,732,326	95,470,240	68,099,351	54,663,228	73,390,514	46,222,529	49,112,408	26,254,093
Fund balance, December 31	111,829,769	81,052,445	80,100,959	98,732,326	95,470,240	65,821,787	54,663,228	73,390,514	46,222,529	49,112,408
Debt service as a percent of noncapital expenditures	13.33%	12.48%	12.26%	12.10%	13.23%	12.01%	13.46%	11.14%	7.60%	11.00%
Capital expenditures	\$ 34,269,840	\$ 25,962,553	\$ 46,290,525	\$ 52,805,156	\$ 66,179,943	\$ 50,654,676	\$ 68,827,109	\$ 33,892,831	\$ 23,528,815	\$ 35,887,874

BOULDER COUNTY, COLORADO

Program Revenues by Function/Program

Accrual Basis of Accounting

Last Four Years

Table B-5

	2005	2004	2003	2002
Function/Program:				
Governmental activities:				
General government	\$ 10,433,374	\$ 11,794,636	\$ 12,965,409	\$ 11,736,307
Conservation	2,196,852	1,316,724	1,810,328	1,016,127
Public safety	4,462,512	3,840,862	3,924,126	3,677,424
Health and welfare	1,365,486	1,297,986	2,651	436,017
Economic opportunity	116,806	59,077	14,727	-
Highway and streets	417,634	327,682	567,784	587,452
Urban redevelopment/housing	-	-	-	1,529,673
Sanitation	431,721	-	-	-
Operating grants and contributions	33,662,339	42,504,310	42,624,127	38,396,540
Capital grants and contributions	243,421	2,246,043	1,362,179	698,381
Total governmental activities	53,330,145	63,387,320	63,271,331	58,077,921
Business-type activities:				
Resource Conservation:				
Charges for services	3,917,901	3,679,817	3,249,170	2,833,879
Housing Authority:				
Charges for services	2,019,275	2,131,817	2,397,234	-
Operating grants and contributions	6,104,767	6,245,671	6,233,665	-
Capital grants and contributions	126,231	39,632	-	-
Total business-type activities	12,168,174	12,096,937	11,880,069	2,833,879
Total primary government	\$ 65,498,319	\$ 75,484,257	\$ 75,151,400	\$ 60,911,800

BOULDER COUNTY, COLORADO

Tax Revenues by Year and Source, Governmental Funds

(Modified Accrual Accounting)

Last Ten Years

TABLE B-6

Year	Specific			Total
	Property	Sales & Use	ownership	
1996	\$ 56,999,212	\$ 9,837,558	\$ 4,712,690	\$ 71,549,460
1997	60,140,645	10,690,132	5,186,250	76,017,027
1998	64,043,688	12,213,883	5,578,364	81,835,935
1999	68,948,898	14,255,885	6,173,905	89,378,688
2000	72,931,355	17,426,172	6,857,456	97,214,983
2001	78,176,496	18,047,957	7,356,466	103,580,919
2002	78,637,017	17,808,296	7,155,651	103,600,964
2003	88,519,683	19,124,793	7,313,192	114,957,668
2004	94,591,840	19,798,255	7,397,103	121,787,198
2005	100,928,063	23,698,593	7,556,938	132,183,594

Change
1996-2005 **43.52%** **58.49%** **37.64%** **45.87%**

Notes: Due to the increases in sales tax, comparability between years for sales and use tax is diminished.

Tax	Motor Vehicle		Building		Total
	Sales Tax	Use Tax	Use Tax	Use Tax	
Open Space, 0.35%	\$ 10,821,853	\$ 904,640	\$ 1,008,483	\$ 12,734,976	
Transportation	3,090,236	258,325	288,229	3,636,790	
Worthy Cause	1,545,118	129,162	144,116	1,818,396	
Open Space, 0.10%	3,090,236	258,324	288,361	3,636,921	
Jail Improvement	1,545,118	129,162	144,121	1,818,401	
Niwot LID	53,109	-	-	53,109	
Total	\$ 20,145,670	\$ 1,679,613	\$ 1,873,310	\$ 23,698,593	

BOULDER COUNTY, COLORADO
Assessed Value and Estimated Value of Taxable Property
Last Ten Years

TABLE - C1

Year ended December 31,	Residential property	Commercial property	Industrial property	Agricultural	Natural resources oil & gas, & utilities	Personal property	Total taxable assessed value	Tax exempt property	Total direct tax rate	Estimated actual taxable value	Assessed value as a percentage of actual value
1996	\$ 1,311,656,409	\$ 776,895,259	\$ 376,172,608	\$ 22,934,071	\$ 12,393,395	\$ 359,508,698	\$ 2,859,560,440	\$ 875,200,970	20.897	\$ 19,901,542,268	14.37%
1997	1,362,931,836	910,848,547	375,676,557	23,329,067	10,890,307	389,528,715	3,073,205,029	993,482,020	21.447	22,232,806,698	13.82
1998	1,377,041,384	973,202,533	398,814,672	23,239,155	10,260,942	436,450,684	3,219,009,370	995,957,390	21.243	22,423,699,502	14.36
1999	1,614,867,501	1,170,175,330	473,778,205	25,630,419	8,333,225	473,096,100	3,765,880,780	1,018,411,880	21.762	27,222,919,264	13.83
2000	1,622,931,668	1,334,420,536	470,562,499	26,266,664	8,202,808	557,301,305	4,019,685,480	1,030,375,780	19.682	28,727,261,787	13.99
2001	1,963,626,492	1,469,329,149	492,202,904	23,936,056	9,418,826	486,719,273	4,445,232,700	1,373,612,940	19.835	33,658,655,604	13.21
2002	2,208,697,068	1,262,021,092	588,699,474	28,464,807	11,064,901	433,916,890	4,532,864,232	1,398,031,970	17.621	35,399,131,263	12.81
2003	2,327,979,119	1,353,278,590	606,560,744	30,023,105	8,290,662	381,541,229	4,707,673,449	1,940,933,358	20.088	39,547,029,622	11.90
2004	2,289,074,494	1,370,881,346	573,409,610	7,492,770	11,704,260	502,675,946	4,755,238,426	1,598,850,000	21.267	40,058,316,068	11.87
2005	2,895,477,910	1,231,179,800	449,084,050	7,865,320	14,476,200	377,073,660	4,975,156,940	1,649,039,210	21.867	41,721,175,850	11.92

From 1996 to 2005, commercial real property, undeveloped land, personal property and utilities were assessed at 29% of replacement cost calculated on the base year's appraised value.
Residential real property was assessed as follows:

Years	Assessment Percentage	Base Year
1996	10.36%	1995 appraised value
1997	9.74	1995 appraised value
1998	9.74	1997 appraised value
1999	9.74	1997 appraised value
2000	9.74	1999 appraised value
2001	9.74	1999 appraised value
2002	9.15	2001 appraised value
2003	9.15	2001 appraised value
2004	7.96	2003 appraised value
2005	7.96	2004 appraised value

Source: Boulder County Assessor's office

Note: All residential and commercial real properties are reappraised every two years in the odd year cycle bringing properties to the current market level of valuation. The residential assess rate is set by the Legislature and coincides with changes in the level of value. This is constitutionally required and designed to stabilize the tax burden on residential property.

BOULDER COUNTY, COLORADO

Property Tax Rates
Direct and Overlapping Governments

TABLE C-2

Tax rates are per \$1,000 assessed valuation (a rate of 1.000 results in \$1 of revenue for every \$1,000 of assessed valuation)

	96/97	97/98	98/99	99/00	00/01	01/02	02/03	03/04	04/05	05/06
Boulder County	20.897	21.447	21.243	21.762	19.682	19.835	17.621	18.748	21.267	21.867
School districts:										
Boulder Valley (RE2)	46.743	45.344	50.356	44.000	42.890	34.807	38.524	26.049	26.049	25.023
Park (R-3)	43.393	42.542	42.518	37.798	36.860	30.681	31.015	22.394	22.115	20.833
St. Vrain (RE11)	48.393	50.022	49.635	44.096	42.173	36.256	41.025	25.878	25.680	25.372
Thompson (R-2J)	51.257	48.240	48.074	52.796	53.027	49.168	48.462	25.645	24.804	22.664
Cities & towns:										
City of Boulder	9.666	11.428	11.438	10.502	10.908	9.301	9.640	11.981	10.005	11.981
City of Broomfield	13.894	13.894	13.894	13.894	13.894	0.000	0.000	0.000	0.000	0.000
Town of Erie	10.165	8.435	7.654	7.288	7.288	7.288	7.288	7.288	10.965	7.288
Town of Jamestown	12.621	13.390	12.320	13.289	13.289	12.343	14.843	5.880	21.400	5.900
City of Lafayette	13.009	13.817	13.034	11.352	11.860	11.130	10.994	8.184	10.710	8.184
City of Longmont	13.420	13.420	13.420	13.420	13.420	13.420	13.420	13.420	13.420	13.420
City of Louisville	5.246	5.246	5.184	4.643	4.767	5.292	5.184	5.184	6.710	5.184
Town of Lyons	17.542	16.211	17.156	15.205	15.205	13.457	13.796	19.522	12.915	19.522
Town of Nederland	14.440	15.486	16.210	14.982	15.546	15.408	15.455	17.274	14.765	17.274
Town of Superior	2.737	2.727	2.594	2.279	2.144	1.836	1.906	12.127	8.805	12.127
Town of Ward	5.416	4.807	5.481	4.232	4.230	3.662	3.474	2.616	2.709	2.300
Water/sanitation:										
Allenspark (W&S)	4.237	4.136	4.381	3.906	4.058	3.711	3.829	4.077	4.372	4.369
Baseline (W)	1.000	0.932	0.985	0.985	0.985	0.824	0.869	0.874	0.922	0.973
East Boulder Co. (W)	0.000	0.000	0.000	0.000	29.160	19.985	21.510	22.470	22.470	23.950
Brownsville (W&S)	7.493	7.897	8.145	7.846	8.084	6.446	6.576	6.669	6.515	1.692
Erie (W&S)	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Hoover Hill (W&S)	7.003	6.335	10.105	9.727	5.979	6.341	4.618	4.613	4.573	4.573
Knollwood (W)	3.909	3.914	4.152	3.786	3.967	2.981	3.144	3.429	3.619	3.565
Left Hand (W&S)	11.480	18.136	18.350	18.050	19.364	16.462	16.795	17.365	17.957	11.986
Niwot (S)	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Northern Colo (W)	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Pine Brook (W)	8.870	8.380	7.699	7.490	7.800	6.110	5.820	5.795	13.365	14.000
St. Vrain Left Hand (W)	0.368	0.351	0.357	0.328	0.303	0.258	0.000	0.243	0.230	0.220
Shannon Estates (W)	0.863	0.943	0.943	0.943	0.917	0.760	0.803	0.804	0.849	0.880

Sources: Boulder County Financial Services Division, Mill Levy Records
Notes: W = Water District, S = Sanitation District, W&S = Water & Sanitation District

BOULDER COUNTY, COLORADO
Property Tax Rates
Direct and Overlapping Governments

TABLE C-2

	96/97	97/98	98/99	99/00	00/01	01/02	02/03	03/04	04/05	05/06
Fire districts:										
Allenspark	6.277	5.986	6.124	5.257	5.470	4.757	7.507	7.507	7.507	7.507
Berthoud	8.128	8.128	8.128	7.674	8.924	15.024	15.274	15.274	15.274	12.531
Boulder Heights	6.001	6.001	6.001	5.673	7.992	7.992	7.992	7.992	0.000	0.000
Boulder Rural	4.405	4.405	4.405	4.405	4.405	7.747	7.747	7.747	7.747	7.747
Cherryvale	6.666	6.609	7.055	6.764	6.650	6.325	6.325	8.325	8.325	11.325
Clover Basin	30.000	31.920	31.920	31.920	31.920	16.500	10.640	6.978	7.420	7.110
Coal Creek	8.000	8.000	8.200	8.000	8.000	8.000	8.000	8.000	8.000	8.000
Eldorado Spgs-Marshall	4.391	4.110	4.110	4.110	4.110	4.110	4.110	4.110	6.110	6.110
Four Mile	9.060	7.292	7.292	7.292	7.292	7.292	7.292	3.555	7.292	7.292
Gold Hill	4.167	3.852	3.863	3.746	3.746	3.555	3.555	3.555	7.561	7.555
High Country	6.687	6.402	6.439	6.439	6.439	6.439	8.439	8.439	8.439	8.439
Hygiene	1.655	1.750	3.004	2.750	2.774	2.137	4.099	4.099	4.099	4.099
Indian Peaks	3.698	3.590	3.603	3.112	3.292	3.000	3.089	2.810	3.060	3.014
Lafayette Rural	2.300	1.776	1.776	1.776	1.776	1.090	2.500	2.500	2.500	2.500
Left Hand	14.007	13.637	13.431	11.967	6.207	11.022	11.022	11.022	11.022	11.022
Longmont	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Louisville	3.186	3.186	3.186	3.186	3.186	3.186	3.186	3.186	3.186	3.186
Lyons	6.404	5.581	5.776	4.991	5.224	6.521	6.763	6.755	6.952	9.148
Mountain View Fire Dist	8.781	9.337	9.573	9.085	8.917	8.657	8.577	8.177	8.107	8.257
Nederland	7.500	7.500	11.690	12.147	12.432	11.023	11.715	11.434	11.433	11.308
North Metro	0.000	0.000	0.000	0.000	8.552	8.227	7.909	7.955	7.955	8.135
Pine Brook Hills	4.689	4.689	4.689	4.689	6.189	6.189	6.189	6.189	0.000	0.000
Sugarloaf	7.671	6.915	6.915	6.611	6.805	6.805	6.700	6.716	6.738	6.872
Sunshine	4.689	4.481	8.480	8.480	8.480	8.480	8.480	8.480	8.480	8.480
West Adams County	8.892	9.036	8.600	8.551	0.000	0.000	0.000	0.000	0.000	0.000
Special districts:										
Boulder Central	8.375	8.242	6.623	6.526	6.575	5.345	5.544	5.744	5.934	5.657
Colorado Tech Cntr. Metro	39.000	32.234	30.000	25.000	25.000	25.000	25.000	23.000	23.000	22.000
Downtown Boulder	0.000	0.000	0.000	5.361	5.175	4.689	5.453	5.595	5.739	6.098
Estes Valley Rec	2.061	1.972	2.034	1.691	1.505	1.279	1.349	1.289	1.323	1.331
Exempla GID	0.000	0.000	0.000	0.000	0.000	0.000	25.000	5.000	5.000	5.000
Fairways Metro	4.963	4.691	4.691	4.545	3.651	3.108	3.288	3.428	3.621	3.651
Forest Glen Transit	0.000	0.000	0.000	0.000	1.490	1.037	0.910	0.950	0.661	1.110
Gunbarrel Estates	3.203	3.656	3.861	3.616	3.628	3.091	6.785	6.785	6.785	6.662
Gunbarrel General Imp	4.994	4.402	5.624	5.234	5.234	4.299	3.987	4.161	0.000	0.000
Lafayette City Cntr GID	0.000	0.000	17.000	16.745	17.000	25.000	26.072	29.587	6.769	26.114
Lafayette Corporate Campus	0.000	0.000	0.000	0.000	0.000	0.000	73.963	61.056	46.761	43.582
Lafayette Tech Center	0.000	0.000	0.000	0.000	25.000	43.000	98.746	84.319	89.500	99.000
Longmont Downtown	3.310	3.310	3.310	3.310	3.310	3.310	3.310	3.310	3.310	3.310
Longmont General	6.798	6.798	6.798	6.798	6.798	6.798	6.798	6.798	6.798	6.798
Nederland Community Library	0.000	0.000	0.000	0.000	0.000	0.000	2.500	2.061	1.960	2.500
Northern Colorado Water	0.000	0.000	0.000	0.000	0.000	0.000	1.000	1.000	1.000	1.000
St Vrain Left Hand Water	0.000	0.000	0.000	0.000	0.000	0.000	0.245	0.245	0.230	0.222
Superior Metro #2	25.000	25.000	25.000	25.000	25.000	25.000	22.000	8.000	7.500	7.000
Superior Metro #3	25.000	25.000	25.000	25.000	25.000	25.000	22.000	8.000	7.500	7.000
Superior/McCaslin Interchange	0.000	0.000	0.000	0.000	0.000	25.970	35.000	35.000	35.000	35.000
University Hills	4.040	3.327	3.424	3.344	3.163	2.504	2.684	2.514	2.729	2.564
Urban Drainage & Flood	0.696	0.668	0.676	0.583	0.594	0.521	0.531	0.533	0.538	0.860

BOULDER COUNTY, COLORADO
Principal Tax Payers Current and 9 Years Ago
December 31, 2005

TABLE C-3

<u>Taxpayer</u>	<u>Type of business</u>	<u>Taxpayer's 2005 assessed valuation</u>	<u>Taxpayer's percentage of total assessed valuation (1)</u>
Xcel Energy	Energy Utility	\$ 72,205,100	1.46%
Amgen Boulder Inc	Biotechnology	36,839,540	0.74
Qwest	Telecommunications Research & Dev	35,439,100	0.72
Circle Capital Longmont Inc	Property Management and Development	33,296,550	0.67
Roche Colorado Corporation	Pharmaceutical Manufacturer	31,664,380	0.64
IBM Corporation	Software Development & Computer	29,541,870	0.60
Storage Technology Corp	Computer Systems Design & Manufacturer	13,289,280	0.27
Seagate	Biotechnology	12,002,520	0.24
GR Village LLC	Property Management and Development	9,835,230	0.20
Tebo Stephen D	Property Management and Development	9,463,370	0.18
	Totals	<u>\$ 283,576,940</u>	<u>5.72</u>

Source: Boulder County Assessor's Office

Notes:

1. Boulder County's Total Assessed Valuation is \$4,955,170,800

December 31, 1997

<u>Taxpayer</u>	<u>Type of business</u>	<u>Taxpayer's 2005 assessed valuation</u>	<u>Taxpayer's percentage of total assessed valuation (1)</u>
Storage Technology Corp	Computer Systems Design & Manufacturer	\$ 46,667,700	1.52%
Xcel Energy	Energy Utility	45,461,400	0.92
Qwest	Telecommunications Research & Dev	40,866,180	0.83
IBM Corporation	Software Development & Computer	34,276,410	0.69
Pratt Land LLC	Property Management and Development	17,208,020	0.35
Macerich Partnership	Shopping Mall	16,877,990	0.34
Syntex Chemicals	Pharmaceutical Manufacturer	14,152,230	0.29
Ball Aerospace	Aerospace	11,978,200	0.24
Valley Lab	Medical device Manufacturer	9,373,220	0.19
Geneva Pharmaceuticals	Pharmaceutical Manufacturer	9,191,400	0.19
	Totals	<u>\$ 246,052,750</u>	<u>5.54</u>

Source: Boulder County Assessor's Office

Notes:

1. Boulder County's Total Assessed Valuation is \$3,073,205,030

BOULDER COUNTY, COLORADO

Property Tax Levies and Collections
Last Ten Fiscal Years

TABLE C-4

Tax year/ collected year	Total tax levy (1)	Current year's taxes collected	Percent of current taxes collected	Prior year's taxes collected (2) & (3)	Ratio of total tax collected to total tax levy	Unpaid current year's taxes (4)	Unpaid prior year's taxes (2)	Ratio of all unpaid taxes to total tax levy
1995/1996	\$ 56,925,709	\$ 56,790,488	99.76%	\$ 208,724	100.13%	\$ 135,221	\$ 106,680	0.19%
1996/1997	60,808,622	60,338,865	99.23	(198,218)	98.90	469,757	508,918	0.84
1997/1998	64,601,011	64,141,135	99.29	(97,447)	99.14	459,876	955,395	1.48
1998/1999	69,290,373	68,867,420	99.39	301,125	99.82	422,953	568,165	0.82
1999/2000	73,168,671	72,844,544	99.56	191,420	99.82	324,127	236,221	0.32
2000/2001	78,430,755	78,006,520	99.46	6,118	99.47	424,235	283,338	0.36
2001/2002	78,183,325	78,078,045	99.87	224,920	100.15	105,280	139,661	0.18
2002/2003	90,859,290	90,763,392	99.89	279,892	100.20	95,898	224,020	0.25
2003/2004	94,356,357	94,209,625	99.84	11,243	99.86	146,732	258,762	0.27
2004/2005	\$ 100,896,978	\$ 100,814,851	99.92	\$ 34,211	99.95	\$ 82,127	\$ 215,353	0.21

Sources: Boulder County Treasurer
Abstract of Assessments and Levies

Notes: (1) Total Tax Levy does not include levies for Urban Renewal Districts

(2) Generally, fluctuations in Prior Years' Taxes amounts from year to year are due to the method of updating data. Prior Year's Taxes are for previous 6 years. The Treasurer's office reports all taxes collected for previous years as "Prior Years' Taxes." Unpaid Prior Years' balance is updated each year; all unpaid tax balances over 6 years old are deleted and the previous year's uncollected is added.

(3) The negative amount in Prior Years' Taxes Collected in 1996/1997 and 1997/1998 results from refund of a portion of 1994, 1995, 1996 and 1997 taxes for properties.

(4) In 2003 revenue were 2,550,947 were collected but reclassified to a liability to be repaid to taxpayers in 2005. Tax revenues in the financial statements will be lower due the reclass to a liability.

BOULDER COUNTY, COLORADO

Ratios of Outstanding Debt by Type
Last Ten Years

TABLE D-1

Year	Governmental activities			Business-type Activities			Percentage of Personal Income	Per Capita
	General Obligation Bonds	Sales/Use Tax Revenue Bonds	Certificates of Participation	Housing Revenue Bonds	Primary Government	Total		
1996	\$ -	\$ 71,995,000	\$ -	\$ -	\$ 71,995,000	71,995,000	0.924%	276.37
1997	-	68,640,000	-	-	68,640,000	68,640,000	0.822	257.95
1998	-	98,235,000	-	-	98,235,000	98,235,000	1.054	360.23
1999	-	92,005,000	-	-	92,005,000	92,005,000	0.883	320.91
2000	-	121,220,000	-	-	121,220,000	121,220,000	1.058	416.15
2001	-	164,505,000	-	-	164,505,000	164,505,000	1.484	586.96
2002	-	188,020,000	-	-	188,020,000	188,020,000	1.746	694.59
2003	-	180,340,000	-	4,795,000	185,135,000	185,135,000	1.560	654.09
2004	-	184,895,000	9,355,000	15,030,000	209,280,000	209,280,000	1.894	720.19
2005	-	205,010,000	9,355,000	14,706,800	229,071,800	229,071,800	1.785	779.04

Notes: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

BOULDER COUNTY, COLORADO

Computation of Direct and Overlapping Debt

December 31, 2005

TABLE D-2

Jurisdiction	Net debt outstanding	Percentage applicable to Boulder County	Amount applicable to Boulder County
	\$		\$
Boulder County	-	n/a	-
School Districts	519,389,738	54.93%	285,300,783
Cities & Towns	30,259,754	93.78	28,377,597
Fire Protection Districts	4,360,000	45.15	1,968,540
Water & Sanitation Districts	12,049,715	76.64	9,234,902
Other Special Districts	40,020,199	99.77	39,928,153
Total Overlapping Bonded Debt	646,099,605	56.46%	364,809,975

Sources: Boulder County Financial Services Division, Mil Levy Records
Tax Districts

BOULDER COUNTY, COLORADO

Computation of Legal Debt Margin

TABLE D-3

	<u>2005</u>	<u>2004</u>	<u>2003</u>
Total actual value of taxable property, 2005 (1)	\$ 41,721,175,850	\$ 40,058,316,068	\$ 39,547,029,622
Debt limitation @ 3% : (2)	1,251,635,276	1,201,749,482	1,186,410,889
Debt applicable to limitation:			
Total general obligation bonded debt	-	-	-
Total debt applicable to limitation	-	-	-
Legal debt margin	1,251,635,276	1,201,749,482	1,186,410,889

(1) As established by Section 30-26-301 (3), Colorado Revised Statutes uses Actual Property Values as determined by the Assessor.

(2) Prior years used Assessed Values @ 1.5 % per Statute and are not comparable.

BOULDER COUNTY, COLORADO

Pledged Revenue Coverage

Last Ten Years

TABLE D-4

Year	(1) Open Space Sales & Use Tax Revenue\ Bonds		Revenue pledged to land maint	Available revenue	(2) Debt Service		(3) Coverage
	Sales/Use tax revenue	\$			Principal	Interest	
1996	\$ 7,003,101	\$	\$ -	\$ 7,003,101	\$ 2,860,000	\$ 1,919,318	1.47
1997	7,609,932	-	-	7,609,932	2,990,000	1,789,188	1.59
1998	8,703,740	-	-	8,703,740	3,130,000	3,132,480	1.39
1999	9,603,174	-	-	9,603,174	3,439,373	3,194,012	1.45
2000	10,055,709	-	-	10,055,709	3,755,000	4,756,651	1.18
2001	11,247,451	-	-	11,247,451	3,985,000	5,659,363	1.17
2002	12,442,974	-	-	12,442,974	4,410,000	7,068,075	1.08
2003	12,140,814	-	-	12,140,814	4,670,000	7,869,504	0.97
2004	12,567,313	-	-	12,567,313	5,990,000	7,970,015	0.90
2005	16,371,897	363,692	-	16,008,205	6,600,000	8,322,953	1.07

(1) In 1994 a .25% Open Space sales/use tax was imposed. This tax will expire at year end 2019.

In 2002 an additional .10% Open Space sales/use tax was imposed. This tax will expire in 2009.

In 2005 an additional .10% Open Spaces sales/use tax was imposed. This tax is in effect through 2024. At that time it is reduced to .05% for perpetuity. 10% of the 2005 tax must be used for land maintenance per ballot language. The 10% may not be used toward debt service.

(2) Sales/Use Tax revenues are pledged to pay debt service on the County's Open Space Bonds Series 1994, 1998, 2000A, 2000B, 2001, 2002 and 2005.

(3) In 2003 and 2004 debt coverage fell below 1.00. Excess revenues from prior years deposited to the Open Space Fund's Surplus Account were used to cover this short fall.

Offender Management Revenue Bonds

Year	Sales/Use Tax Revenue		Debt Service		Coverage
	\$	-	Principal	Interest	
1996	\$ -	\$ -	\$ -	\$ -	-
1997	-	-	-	-	-
1998	-	-	-	-	-
1999	-	-	-	-	-
2000	-	-	-	-	-
2001	-	-	-	-	-
2002	-	-	-	-	-
2003	-	-	-	-	-
2004	-	-	-	-	-
2005	\$ 1,818,402	\$ -	\$ 155,000	\$ 119,695	6.62
				112	

BOULDER COUNTY, COLORADO
Demographic and Economic Statistics
December 31, 2005

TABLE E-1

Fiscal year	Population (1) (3)	Annual population percent change	Per Capita Income (2)	Annual income percent change (2)	Median Age	School Enrollment (K-12) (4)	Annual Enrollment percent change	Percent of school enrollment to population	Unemployment Rate
1996	260,500	2.62%	\$ 29,914	5.15%	34.20	39,388	0.50%	15.20%	3.80%
1997	266,100	2.15	31,393	4.94	33.60	40,661	2.71	15.28	2.80
1998	272,700	2.48	34,181	8.88	34.20	41,800	2.80	15.33	3.30
1999	286,700	5.13	36,347	6.34	33.22	40,277	(3.64)	14.05	2.50
2000	291,288	1.60	39,347	8.25	33.40	42,791	6.24	14.69	2.40
2001	280,267	(3.78)	39,551	0.52	33.73	48,629	13.64	17.35	3.50
2002	270,691	(3.42)	39,784	0.59	34.00	50,772	4.41	18.76	5.20
2003	283,043	4.56	41,936	5.41	34.28	49,463	(2.58)	17.48	4.70
2004	290,588	2.67	38,028	(9.32)	34.8	44,186	(10.67)	15.21	5.00
2005	294,045	1.19	43,640	14.76	35.1	49,434	11.88	16.81	4.90

Population

For 1997, 1998, 1999 Boulder County Land Use Dept.

For 2000, 2000 US Census

For 2001-2005 http://www.metrodenver.org/documents/Demo_Population_MDCO1900-2030.xls

U.S. Department of Commerce, Bureau of Economic Analysis

For 1996 - 1998, Denver Regional Council of Governments

For 2000, 2000 US Census

For 2001,-2005 Colorado Division of Local Affairs, Demographic Section

School Enrollment Sources:

Boulder Valley School District <http://www.bvbsd.org>

St. Vrain Valley School District

<http://www.stvrain.k12.co.us>

Unemployment Source:

Colorado Department of Labor and Employment

Notes:

- (1) Figures included in this column represent the most recent data available.
- (2) Per Capita Income data is estimated, and is subject to change based on updated information from U.S. Department of Commerce, Bureau of Economic Analysis.
- (3) Population and Unemployment subject to change based on updated information from Boulder County Land Use Dept. and Colorado Department of Labor and Employment.
Population and Per Capita Income for 2004 are projected and subject to change based on information from Colorado Department of Local Affairs.
- (4) Beginning 2004 this number excludes students enrolled in Saint Vrain and Boulder Valley outside Boulder County.

BOULDER COUNTY, COLORADO

Principal Employers

December 31, 2005

TABLE E-2

Taxpayer	Type of business	# of Employees 2005
IBM Corporation	Software Development & Computer	4,700
Boulder Community Hospital	Health Care	2,600
Sun Microsystems	Information Systems	1,239
Longmont United	Health Care	1,148
Seagate	Disc Drive Manufacturer	1,200
Con Agra Foods	Food Processing	1,000
Valley Lab	Medical Devices	950
Maxtor	Disc Drive Manufacturer	825
Amgen	Biotechnology	650
Wild Oats	Natural Food Chain	650
Kable Fulfillment Services Inc	Magazine Subscription Fulfillment	620
Electronic Data Systems	Information Technology	600
Intrado	911 Solutions	600
Lockheed Martin	Information Technology & Aerospace	450
Micro Motion	Manufacturer Flowmeters	441
Roche Colorado	Pharmaceuticals	400
	Totals	<u>18,073</u>

Source: Boulder Business Report Top 50 Employers

Notes: Safeway and King Soopers are major employers but a head count was not available.

BOULDER COUNTY, COLORADO

Full-Time Employee Equivalent County Government

TABLE F-1

Year	General government	Conservation	Public safety	Health & welfare	Highways & streets	Total
1996	260.45	84.50	343.27	82.20	139.85	910.27
1997	267.90	91.50	360.27	89.92	139.35	948.94
1998	264.03	93.50	369.27	326.33	148.70	1201.83
1999	316.62	92.50	382.15	317.07	117.60	1225.94
2000	319.84	105.50	442.47	316.48	124.60	1308.89
2001	311.54	107.50	431.07	316.48	146.60	1313.19
2002	317.23	124.70	431.40	312.60	146.60	1332.53
2003	318.62	134.75	436.30	313.23	147.60	1350.50
2004	323.68	134.75	438.00	313.00	148.60	1358.03
2005	332.88	142.00	453.90	321.51	150.60	1400.89

BOULDER COUNTY, COLORADO
 Operating Indicators by Function/Program

TABLE F-2

Environment

Area in Square Miles:	741
Highest Elevation:	14,255
Lowest Elevation:	4,986

Government

County Seat:	Boulder
Form of Government:	10 Elected Officials: Three-Member Board of County Commissioners; Assessor; Clerk & Recorder; Coroner; District Attorney; Sheriff; Surveyor;

Parks And Open Space

County Parks and Open Space (acres):	55,882
County Trails Maintained (miles):	89.3
County Environment Programs (people served):	3,797
County Outreach/Spec Events (people served):	6,307
County Cultural/ Historical Events (people served):	3,704
Volunteer Work Projects (people served):	1,176

Community Services (Clients Served)

Community Services Website Hits	284,421
Aging Services:	
Aging Services (SAMS)	81,938
Long-Term Care Ombudsman (Ombudsmanager)	2,143
Community Action Programs (clients served)	515
Community Justice Services:	
Justice System Volunteer Program (volunteers)	112
Justice System Volunteer Program (hrs of service)	10,766
Community Service	4,111
Pre-Trial Supervision	1,325
Bond Commissioners	4,800
Juvenile Assessment Center	1,700
Head Start (children)	193
Housing:	
Project Self Sufficiency (single parents & their families)	167
Housing Counseling	642
LPEC (Weatherization)	650
Section 8	728
Housing Management	639

BOULDER COUNTY, COLORADO
 Operating Indicators by Function/Program

TABLE F-2

<u>Land Use/Planning/Zoning/Building</u>		
	Number of Permits issued:	2,135.0
	Number of Building Inspections:	17,098.0
	Number of Zoning and Subdivision Dockets Processed	
	Including:	
	Non-urban Planned Unit Developments,	0.0
	Special Uses,	7.0
	Subdivision Exemptions,	34.0
	Oil and Gas Development Reviews,	8.0
	and Site Plan Application Reviews	133.0
<u>Sheriff Protection</u>		
	Number of Commissioned Staff:	220.0
	Number of Non-commissioned Staff:	151.0
	Uniform non-traffic crime reports:	2,780.0
	Uniform incident reports:	3,111.0
	Average Daily Jail Populations:	480.0
	Number of vehicles in fleet:	107.0
	Detective Division cases assigned:	1,368.0
	Detective Division cases cleared:	1,395.0
	Number of beds in Jail:	409.0
	Number of people booked in the Jail:	12,668.0
	Number of people released:	12,611.0
	Ratio of Operational Deputies to Inmates:	1 to 6
<u>Transportation</u>		
	Miles of county maintained road paved:	372.6
	Miles of county maintained road gravel:	308.3
	Miles of county maintained road total:	680.9
	Mileage of roads within subdivisions:	201.5
	Mileage of roads outside of subdivisions:	479.4
	County maintained bridges over 20 feet in length:	76.0
	Lane miles of county maintained bikeways (County owned):	123.0
	Maintenance Equipment/Vehicle Fleet:	178.0

SOURCES

Boulder County Government Offices: Government
 Parks/Open Space
 Land Use/Planning/
 Zoning/Building
 Transportation

BOULDER COUNTY, COLORADO
Capital Asset Statistics by Function/Program

Last Ten Years

TABLE F-3

Function/Program	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996
General government										
Land	\$ 15,696,313	\$ 14,543,895	\$ 14,536,941	\$ 14,186,941	\$ 14,191,111	\$ 14,833,715	\$ 14,843,799	\$ 3,542,537	\$ 2,342,136	\$ 2,342,137
Construction in progress	42,090	8,899,110	5,724,168	1,635,527	1,404,007	3,952,332	1,555,703	1,836,690	1,931,078	1,871,874
Buildings	47,567,454	46,383,108	46,324,397	46,296,749	43,773,341	33,445,427	33,444,339	29,552,310	28,364,224	28,208,473
Improvements	1,858,242	2,106,686	1,905,707	7,048,842	9,314,638	9,152,590	8,601,162	-	-	-
Equipment	5,841,224	9,204,904	8,323,221	58,374	-	-	-	8,383,334	9,407,613	8,751,981
Infrastructure	58,518	58,374	58,374	58,374	-	-	-	-	-	-
Total General government	71,063,840	81,196,077	76,872,808	69,226,433	68,683,097	61,384,064	58,443,003	43,314,871	42,045,051	41,174,465
Public safety										
Land	810,422	2,042,263	2,042,263	2,042,263	1,917,687	821,770	811,770	-	-	-
Construction in progress	917,468	256,503	2,555,501	2,442,168	107,944	-	-	-	-	-
Buildings	34,845,796	23,238,184	18,226,277	18,764,277	17,633,599	17,678,758	17,678,758	-	-	-
Improvements	1,103,687	18,431	18,431	-	-	-	-	-	-	-
Equipment	4,705,595	5,463,050	5,338,814	4,811,897	5,879,782	6,804,522	6,690,290	6,992,711	6,844,074	6,415,946
Total Public safety	42,382,968	31,018,431	28,181,286	28,060,605	25,539,012	25,305,050	25,180,818	6,992,711	6,844,074	6,415,946
Highways and streets										
Land	3,050,228	3,055,302	2,980,743	2,961,473	913,195	894,639	894,639	894,639	894,639	894,639
Construction in progress	12,895,743	451,572	578,408	-	-	-	-	-	23,353	10,621
Buildings	736,135	908,761	908,761	908,761	912,761	871,182	871,182	871,183	815,728	815,729
Improvements	-	-	-	-	-	-	-	-	-	-
Equipment	11,968,792	11,781,347	11,442,243	11,371,160	11,268,918	10,816,680	10,909,092	10,517,434	10,054,366	9,904,289
Infrastructure	7,843,947	6,332,800	5,868,161	4,192,162	-	-	-	-	-	-
Total Highways and streets	36,494,845	22,529,783	21,778,316	19,433,556	13,094,874	12,582,501	12,674,913	12,283,256	11,788,086	11,625,278
Conservation										
Land	319,386,097	311,753,888	299,427,554	268,846,966	243,919,028	204,248,434	168,537,586	142,536,266	114,049,094	95,100,542
Held for Resale	3,894,443	4,474,182	4,474,182	-	-	-	-	-	-	-
Construction in progress	5,458,908	63,584	53,486	63,584	-	-	-	-	-	-
Buildings	713,197	975,963	731,932	701,982	1,241,475	103,232	103,232	103,232	94,832	-
Improvements	85,827	698,743	206,127	16,736	-	-	-	-	-	-
Equipment	3,441,216	2,709,737	2,809,595	2,766,251	2,928,647	2,693,157	2,125,644	1,874,176	1,753,330	1,516,455
Infrastructure	99,780	99,780	99,780	116,530	-	-	-	-	-	-
Total Conservation	332,979,687	320,775,876	307,802,655	272,512,049	248,089,150	207,044,823	170,766,462	144,513,674	115,897,256	96,616,997
Urban redevelopment										
Land	-	-	-	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-
Improvements	-	-	-	-	-	-	-	-	-	-
Equipment	-	-	-	-	55,573	63,118	52,983	56,005	60,429	28,218
Infrastructure	-	-	-	-	-	-	-	-	-	-
Total Urban Redevelopment	-	-	-	-	55,573	63,118	52,983	56,005	60,429	28,218

BOULDER COUNTY, COLORADO
Capital Asset Statistics by Function/Program
Last Ten Years

TABLE F-3

Function/Program	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996
Culture and recreation										
Land	1,082,779	1,084,580	1,084,580	1,084,580	1,218,694	944,168	944,169	944,169	944,169	943,022
Construction in progress	-	-	-	79,036	62,828	-	-	-	14,911	14,911
Buildings	5,268,194	5,098,397	5,098,397	5,083,076	5,234,863	5,047,405	5,047,405	5,046,693	4,974,787	4,953,773
Improvements	116,384	171,496	171,496	107,781	-	-	-	-	-	-
Equipment	36,102	35,150	-	-	-	-	-	-	-	-
Infrastructure	141,472	188,523	188,523	188,523	-	-	-	-	-	-
Total Culture and recreation	6,644,932	6,578,146	6,542,996	6,542,996	6,516,385	5,991,573	5,991,574	5,990,862	5,933,867	5,911,706
Economic opportunity										
Land	-	-	-	-	-	-	-	811,770	-	-
Construction in progress	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	16,757,622	-	-
Improvements	-	-	-	-	-	-	-	-	-	-
Equipment	178,461	156,284	172,965	168,546	427,980	380,963	404,135	-	405,315	302,944
Infrastructure	-	-	-	-	-	-	-	-	-	-
Total Economic opportunity	178,461	156,284	172,965	168,546	427,980	380,963	404,135	17,569,392	405,315	302,944
Health and welfare										
Land	-	-	-	-	-	-	-	-	-	-
Construction in progress	236,719	34,144	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-
Improvements	-	167,984	-	-	-	-	-	-	-	-
Equipment	494,446	410,185	410,185	407,929	1,011,270	874,017	1,019,320	1,011,317	960,137	769,068
Total Health and welfare	731,165	612,313	410,185	407,929	1,011,270	874,017	1,019,320	1,011,317	960,137	769,068
Total governmental	\$ 490,475,899	\$ 462,866,909	\$ 441,761,211	\$ 396,352,114	\$ 363,417,341	\$ 313,626,109	\$ 274,535,208	\$ 231,732,088	\$ 183,934,215	\$ 162,844,622
Business-type										
Resource Conservation										
Land	882,782	882,782	882,782	882,782	882,782	850,153	849,903	87,029	72,029	-
Construction in progress	-	-	-	-	-	7,942,836	1,070,401	158,545	-	-
Buildings	11,072,791	11,090,161	11,090,161	11,076,469	11,077,004	-	-	-	-	-
Improvements	-	-	-	-	-	-	-	-	-	-
Equipment	2,795,388	2,867,851	2,867,851	2,845,587	2,952,290	11,802	11,802	11,802	12,022	-
Total Solid Waste	\$ 14,750,961	\$ 14,840,794	\$ 14,840,794	\$ 14,804,838	\$ 14,912,076	\$ 8,804,791	\$ 1,932,106	\$ 257,376	\$ 84,051	\$ -

Source: Boulder County Finance Department

BOULDER COUNTY, COLORADO

Expenditures by Function/Program

Accrual Basis of Accounting

Last Four Years

TABLE F-4

Function/Program:	2005	2004	2003	2002
General government	\$ 48,704,668	\$ 65,147,583	\$ 56,052,530	\$ 60,301,127
Conservation	10,621,331	7,283,919	4,658,215	3,623,533
Urban redevelopment/housing	192,031	-	21,388	1,535,882
Public safety	32,078,687	27,347,423	29,454,318	26,876,513
Health & welfare	39,827,900	35,686,505	35,958,810	28,537,484
Economic opportunity	9,745,429	7,783,777	8,138,262	7,105,134
Highway and streets	16,686,137	11,408,018	9,009,069	7,065,748
Sanitation	576,445	-	-	-
Interest on debt	10,700,076	9,173,369	9,741,299	8,451,982
Intergovernmental	-	386,405	792,744	767,170
Total governmental activities	<u>169,132,704</u>	<u>164,216,999</u>	<u>153,826,635</u>	<u>144,264,573</u>
Business-type activities:				
Resource Conservation	4,419,034	4,029,710	3,716,428	3,351,553
Housing Authority	10,309,511	9,442,053	9,535,521	-
Total primary government	<u>\$ 183,861,249</u>	<u>\$ 177,688,762</u>	<u>\$ 167,078,584</u>	<u>\$ 147,616,126</u>

BOULDER COUNTY, COLORADO

S.E.C. Disclosure Subsection

December 31, 2005

UNAUDITED

The following tables disclose certain information as required by Section (b)(5)(I) of Securities and Exchange Commission Rule 15c2-12 under the Securities Exchange Act of 1934, as amended.

Table A: Boulder County History of Funding Sources for Open Space Land Acquisition

Table B: Projected Open Space Revenues vs. Commitments

Table C: General Fund Information

Table D: Open Space Sales/Use Tax Collection History

Table E: Open Space Sales/Use Tax Collection History – Additional .10% Tax

Table F: 2003-2005 Open Space Sales/Use Tax Collections – Monthly Comparisons

Table G: Jail Improvement & Operation Sales/Use Tax Collections

Additionally required annual financial information can be found elsewhere in this document.

Letter of Transmittal

Management Discussion & Analysis

Basic Financial Statements

Government Wide Balance Sheet

Statement of Revenue, Expenditures & Changes in Fund Balance

Fund Financials

Notes to the Financials

Required Supplemental Information

Statistical Section Tables

C-1: Assessed Value & Estimated Value of Taxable Property

C-2: Direct and Overlapping Property Tax Rates

C-3: Principal Property Tax Payers

C-4: Property Tax Levies & Collections

D-1: Ratios of Outstanding Debt by Type

D-2: Direct & Overlapping Governmental Activities Debt

D-3: Legal Debt Margin Information

D-4: Pledged Revenue Coverage

E-1: Demographic & Economic Statistics

E-2: Principal Employers

Table A

BOULDER COUNTY, COLORADO
 S.E.C. Disclosure Subsection
 Boulder County History of Funding Sources for Open Space Land Acquisition
 December 31, 2005

The following table presents a history of the County's resources available or proposed to be used for the purchase or maintenance of open space lands.

Year	General Fund (1)	Conservation Trust Fund	Grants (2)	Sales & Use Tax (3)	Bond Proceeds (4)	Total
1985	\$ 724,700	253,616				978,316
1986	1,107,040	405,605				1,512,645
1987	1,137,040	238,585				1,375,625
1988	1,391,117	334,893				1,726,010
1989	1,515,196	283,978				1,799,174
1990	1,715,196	263,785				1,978,981
1991	2,150,000	284,561				2,434,561
1992	1,935,000	301,880				2,236,880
1993	2,089,000	302,864				2,391,864
1994	6,117,808	313,779		5,872,634	35,216,363	47,520,584
1995	3,858,027	417,101		6,665,745		10,940,873
1996	4,199,033	392,010	575,000	7,003,101	35,000,000	47,169,144
1997	3,957,590	440,542		7,609,932		12,008,064
1998	3,957,590	406,988		8,703,742	36,358,000	49,426,320
1999	4,000,000	363,422	25,000	9,603,174		13,991,596
2000	3,800,000	391,513	550,000	10,055,707	34,868,358	49,665,578
2001	3,833,448	392,785	287,379	11,247,451	49,536,177	65,297,240
2002	3,833,448	437,414	375,000	12,442,974	30,324,434	47,413,270
2003	3,833,448	462,275	3,467,499	12,140,813		19,904,035
2004	3,833,448	397,310	350,000	12,567,313		17,148,071
2005	3,833,448	401,634		16,371,897	41,393,314	62,000,293
2006 (est)	3,833,448	400,000		17,026,773		21,260,221
Totals \$	<u>66,655,025</u>	<u>7,886,540</u>	<u>5,629,878</u>	<u>137,311,256</u>	<u>262,696,646</u>	<u>480,179,345</u>

Notes:

- (1) These are the dollars appropriated at January 1 from the General Fund to the Parks/Open Space Department specifically for land acquisition. For 1996 through 2006, the total includes amounts necessary to make the payment on the 1996 series open space bonds.
- (2) Grant funds from Go Colorado; these are State Lottery related funds, and other miscellaneous grant funding sources.
- (3) In 2002 the tax rate increased from .25% to .35%. The tax rate will return to .25% in 2019. In 2005 an additional .10% voter approved open space tax was imposed. 10% of the amount must be used for land maintenance. The remainder may be used for acquisitions. The .10% is reduced to .05% in 2025 and remains for perpetuity. Sales tax dollars are first used to make required debt service payments. Any remaining taxes are deposited to a surplus account which may be used for land acquisitions.
- (4) Includes bond premiums when applicable.

BOULDER COUNTY, COLORADO

S.E.C. Disclosure Subsection

Projected Open Space Revenues vs. Commitments

December 31, 2005

The following table describes the County's long-term open space acquisition program and compares the County's expected revenues available for open space purchases with current commitments for open space purchases. The estimated revenues and expenditures shown in the following table are not intended as a prediction of results. The table should be regarded as a planning document showing how the County currently expects to conduct business in the future. Changes in any assumed facts, such as changes in land values, tax or spending policies, or economic fluctuations would affect the revenues and expenditures contemplated in the table.

A 4% increase in tax revenue is predicted for years 2006-2011. In 2010 we reduce the tax amount by .1% due to the .1% tax expiration. At year end 2019 the .25% tax expires. Beginning in 2005 an additional .1% tax is being collected. 10% of this amount must be used for land maintenance per ballot language. The remainder may be used for acquisitions. This tax is in effect through 12/31/24. At that time it is reduced to .05% for perpetuity.

The County issued Open Space Refunding bonds in the 1st quarter of 2006. These bonds refunded the County's 2000B Series Open Space bonds. The 2000A Series bonds remain open.

The County intends to expend the 2005 bond proceeds within the IRS guidelines which dictate that all proceeds must be spent within three years of issuance to avoid payment of arbitrage rebate. Acquisitions, however, are only added to this spreadsheet on the line entitled "Committed (land/water)" when property is under contract or letter of intent. This information is supplied by the Parks and Open Space staff.

	2006	2007	2008	2009	2010	2011	2012
Revenues:							
Sales Tax Collections	\$ 13,244,375	13,774,150	14,325,116	14,898,121	11,067,175	11,509,862	11,509,862
2005 .10% O/S tax (acquisition portion)	3,404,158	3,540,324	3,681,937	3,829,215	3,982,384	4,141,679	4,141,679
2005 .10% O/S tax (land maint portion)	378,240	393,369	409,104	425,468	442,487	460,186	460,186
General Fund (budgeted)	3,833,448	3,833,448	3,833,448	3,833,448	3,833,448	3,833,448	3,833,448
Lottery (budgeted)	400,000	400,000	400,000	400,000	400,000	400,000	400,000
Estimated Carry Forward Funds	44,524,007	36,239,206	35,731,466	38,019,627	37,669,428	38,697,708	39,911,839
Interest Earnings	1,299,646	674,823	500,000	500,000	500,000	500,000	500,000
Northwest Parkway IGA's	-	-	3,000,000	-	-	-	-
Sale of Assets	1,406,746	-	-	-	-	-	-
Total Revenues	68,490,620	58,855,321	61,881,071	61,905,879	57,894,922	59,542,884	60,757,015
Expended/Committed:							
Bond Pymnt, series'96	(3,697,953)	(3,695,231)	(3,694,588)	(3,697,920)	(3,694,500)	-	-
Bond Pymnt, series'98	(7,772,200)	(7,894,200)	(8,004,200)	(8,036,600)	-	-	-
Bond Pymnt, series'00B	(865,000)	(876,500)	(860,250)	(817,625)	-	-	-
Bond Pymnt, series '01	(2,387,525)	(2,742,525)	(3,277,438)	(3,933,975)	(2,760,975)	(6,459,938)	(6,455,263)
Bond Pymnt, series '02	(1,513,288)	(1,353,288)	(1,442,388)	(1,418,788)	(3,710,663)	(3,710,663)	(3,711,450)
Bond Pymnt, series '05	(1,970,250)	(1,970,250)	(1,970,250)	(1,970,250)	(1,970,250)	(1,970,250)	(1,970,250)
Bond Pymnt, series '06	(1,387,335)	(1,590,575)	(1,590,575)	(1,700,575)	(4,406,725)	(4,790,975)	(4,791,850)
Maint Expenses (Ballot Issue 1A)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)
Payroll Expenses	(964,173)	(1,002,740)	(1,042,850)	(1,084,563)	(1,127,946)	(1,173,064)	(1,219,987)
Expenses for other purposes	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)
Committed (land/water)	(10,693,690)	(998,546)	(978,905)	(576,155)	(526,155)	(526,155)	(526,155)
Total Exp/Committed	(32,251,414)	(23,123,855)	(23,861,444)	(24,236,451)	(19,197,214)	(19,631,045)	(19,674,955)
Surplus/(Shortfall)	\$ 36,239,206	35,731,466	38,019,627	37,669,428	38,697,708	39,911,839	41,082,060
	2013	2014	2015	2016	2017	2018	2019
Revenues:							
Sales Tax Collections	\$ 11,509,862	11,509,862	11,509,862	11,509,862	11,509,862	11,509,862	11,509,862
2005 .10% O/S tax (acquisition portion)	4,141,679	4,141,679	4,141,679	4,141,679	4,141,679	4,141,679	4,141,679
2005 .10% O/S tax (land maint portion)	460,186	460,186	460,186	460,186	460,186	460,186	460,186
General Fund (budgeted)	3,833,448	3,833,448	3,833,448	3,833,448	3,833,448	3,833,448	3,833,448
Lottery (budgeted)	400,000	400,000	400,000	400,000	400,000	400,000	400,000
Estimated Carry Forward Funds	41,082,060	42,212,632	43,356,195	41,755,193	39,419,684	37,200,377	34,915,015
Interest Earnings	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Total Revenues	61,927,235	63,057,807	64,201,371	62,600,369	60,264,859	58,045,553	55,760,191
Expended/Committed:							
Bond Pymnt, series '01	(6,441,263)	(6,438,000)	(6,417,500)	(6,411,000)	(6,402,250)	(6,405,750)	(6,410,250)
Bond Pymnt, series '02	(3,713,050)	(3,720,450)	(3,733,250)	(3,721,750)	(3,703,500)	(3,698,500)	(3,690,750)
Bond Pymnt, series '05	(1,970,250)	(1,009,625)	(4,631,500)	(4,599,750)	(4,582,000)	(4,567,500)	(4,546,000)
Bond Pymnt, series '06	(4,795,100)	(4,790,700)	(4,793,200)	(4,790,600)	(4,796,800)	(4,791,200)	(4,784,000)
Maint Expenses (Ballot Issue 1A)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)
Payroll Expenses	(1,268,785)	(1,319,537)	(1,372,319)	(1,427,212)	(1,484,300)	(1,543,672)	(1,605,419)
Expenses for other purposes	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)
Committed (land/water)	(526,155)	(1,423,300)	(498,409)	(1,230,373)	(1,095,632)	(1,123,916)	(1,153,190)
Total Exp/Committed	(19,714,603)	(19,701,612)	(22,446,178)	(23,180,685)	(23,064,482)	(23,130,538)	(23,189,609)
Surplus/(Shortfall)	\$ 42,212,632	43,356,195	41,755,193	39,419,684	37,200,377	34,915,015	32,570,582

BOULDER COUNTY, COLORADO

S.E.C. Disclosure Subsection

Projected Open Space Revenues vs. Commitments

December 31, 2005

	2020	2021	2022	2023	2024	2025
Revenues:						
Sales Tax Collections	\$ -	-	-	-	-	-
2005 .10% O/S tax (acquisition portion)	4,141,679	4,141,679	4,141,679	4,141,679	4,141,679	2,070,839
2005 .10% O/S tax (land maint portion)	460,186	460,186	460,186	460,186	460,186	230,093
General Fund (budgeted)	3,833,448	3,833,448	3,833,448	3,833,448	3,833,448	3,833,448
Lottery (budgeted)	400,000	400,000	400,000	400,000	400,000	400,000
Estimated Carry Forward Funds	32,570,582	33,526,021	34,867,864	36,618,424	38,309,999	38,438,949
Interest Earnings	500,000	500,000	500,000	500,000	500,000	500,000
Total Revenues	<u>41,905,895</u>	<u>42,861,333</u>	<u>44,203,177</u>	<u>45,953,737</u>	<u>47,645,312</u>	<u>45,473,330</u>
Expended/Committed:						
Bond Pymnt, series '05	(4,526,750)	(4,505,875)	(4,491,375)	(4,478,125)	(4,465,625)	(4,448,500)
Maint Expenses (Ballot Issue 1A)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(250,000)
Payroll Expenses	(1,669,636)	(1,736,421)	(1,805,878)	(1,878,113)	(1,953,238)	(2,031,367)
Expenses for other purposes	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)	(500,000)
Committed (land/water)	(1,183,488)	(751,173)	(287,500)	(287,500)	(1,787,500)	(1,635,068)
Total Exp/Committed	<u>(8,379,874)</u>	<u>(7,993,469)</u>	<u>(7,584,753)</u>	<u>(7,643,738)</u>	<u>(9,206,363)</u>	<u>(8,864,935)</u>
Surplus/(Shortfall)	<u>\$ 33,526,021</u>	<u>34,867,864</u>	<u>36,618,424</u>	<u>38,309,999</u>	<u>38,438,949</u>	<u>36,608,395</u>

TABLE C

BOULDER COUNTY, COLORADO

S.E.C. Disclosure Subsection

General Fund Information

December 31, 2005

Each year, during its budget process, the Board of County Commissioners appropriates monies from each fund for specific purposes. Monies appropriated to the Parks and Open Space Department for land acquisition are expected to be the primary source for payment of the 1996 Series Open Space Bonds. Monies in the General Fund balance would also be available, if necessary, as would those in the County Conservation Trust Fund.

The General Fund, at \$100.45 million, is the largest fund in the County's 2006 budget of \$274.36 million. Its primary funding sources, as derived from the 2005 consolidated budget summary, are as follows:

Property Tax	81.49 %
Intergovernmental Revenues	3.06
Other Revenues (1)	17.06
Use of Fund Balance	<u>(1.61)</u>
Total	<u>100.00 %</u>

(1) This includes specific ownership taxes, motor vehicle fees, recording and filing fees, Treasurer's fees, building permits, interest earnings, various other fees, rents, and charges for services.

For a discussion of the General Fund balance, see the Transmittal Letter section with that heading.

BOULDER COUNTY, COLORADO
S.E.C. Disclosure Subsection
Open Space Sales/Use Tax Collection History
December 31, 2005

The following table provides the tax collection history for the Open Space Sales and Use Tax.
Tax Effective 01/01/94, expires 12/31/19 (25/100 cent)
Tax effective 01/01/02, expires 12/31/09 (10/100 cent)

Month Tax Collected	1994 Net State Collections		1994 Use Tax		1994 Total		1995 Net State Collections		1995 Use Tax		1995 Total		1996 Net State Collections		1996 Use Tax		1996 Total		
	Collections	Tax	Collections	Tax	Collections	Tax	Collections	Tax	Collections	Tax	Collections	Tax	Collections	Tax	Collections	Tax	Collections	Tax	
January	\$ 304,137	5,986	310,123	310,123	355,375	42,353	397,728	423,693	61,148	484,841	423,693	61,148	484,841	423,693	61,148	484,841	423,693	61,148	484,841
February	315,460	20,910	336,370	336,370	402,060	60,462	462,522	428,988	75,916	504,904	428,988	75,916	504,904	428,988	75,916	504,904	428,988	75,916	504,904
March	410,380	41,683	452,063	452,063	420,289	98,767	519,056	484,026	70,367	554,393	484,026	70,367	554,393	484,026	70,367	554,393	484,026	70,367	554,393
April	423,639	58,860	482,499	482,499	466,775	61,389	528,164	427,988	83,188	511,176	427,988	83,188	511,176	427,988	83,188	511,176	427,988	83,188	511,176
May	424,065	45,298	469,363	469,363	458,130	71,304	529,434	531,462	86,468	617,930	531,462	86,468	617,930	531,462	86,468	617,930	531,462	86,468	617,930
June	459,997	47,249	507,246	507,246	516,231	88,308	604,539	508,530	104,378	612,908	508,530	104,378	612,908	508,530	104,378	612,908	508,530	104,378	612,908
July	452,140	50,850	502,990	502,990	460,032	79,937	539,969	509,307	101,925	611,232	509,307	101,925	611,232	509,307	101,925	611,232	509,307	101,925	611,232
August	469,426	116,265	585,691	585,691	488,860	125,224	614,084	527,872	94,581	622,453	527,872	94,581	622,453	527,872	94,581	622,453	527,872	94,581	622,453
September	500,160	61,693	561,853	561,853	531,481	105,299	636,780	541,553	67,206	608,759	541,553	67,206	608,759	541,553	67,206	608,759	541,553	67,206	608,759
October	447,891	63,084	510,975	510,975	470,622	79,807	550,429	492,034	89,680	581,714	492,034	89,680	581,714	492,034	89,680	581,714	492,034	89,680	581,714
November	407,695	60,790	468,485	468,485	437,364	86,746	524,110	495,267	74,759	570,026	495,267	74,759	570,026	495,267	74,759	570,026	495,267	74,759	570,026
December	576,199	108,777	684,976	684,976	638,409	120,521	758,930	644,070	78,695	722,765	644,070	78,695	722,765	644,070	78,695	722,765	644,070	78,695	722,765
Totals	\$ 5,191,189	681,445	5,872,634	5,872,634	5,645,628	1,020,117	6,665,745	6,014,790	988,311	7,003,101	6,014,790	988,311	7,003,101	6,014,790	988,311	7,003,101	6,014,790	988,311	7,003,101
% inc./dec. over pr. yr					8.05%	33.20%	11.90%	6.14%	-3.22%	4.82%									

Month Tax Collected	1997 Net State Collections		1997 Use Tax		1997 Total		1998 Net State Collections		1998 Use Tax		1998 Total		1999 Net State Collections		1999 Use Tax		1999 Total		
	Collections	Tax	Collections	Tax	Collections	Tax	Collections	Tax	Collections	Tax	Collections	Tax	Collections	Tax	Collections	Tax	Collections	Tax	
January	\$ 433,586	97,124	530,710	530,710	461,421	109,764	571,185	551,210	120,770	671,980	551,210	120,770	671,980	551,210	120,770	671,980	551,210	120,770	671,980
February	424,982	65,235	490,217	490,217	507,359	109,329	616,688	564,538	100,830	665,368	564,538	100,830	665,368	564,538	100,830	665,368	564,538	100,830	665,368
March	547,460	84,107	631,567	631,567	451,391	119,648	571,039	614,291	158,000	772,291	614,291	158,000	772,291	614,291	158,000	772,291	614,291	158,000	772,291
April	509,786	101,288	611,074	611,074	653,660	150,201	803,861	522,225	162,256	684,481	522,225	162,256	684,481	522,225	162,256	684,481	522,225	162,256	684,481
May	581,625	100,414	682,039	682,039	556,941	144,728	701,669	640,083	132,768	772,851	640,083	132,768	772,851	640,083	132,768	772,851	640,083	132,768	772,851
June	524,650	102,459	627,109	627,109	657,641	156,905	814,546	689,839	210,606	900,445	689,839	210,606	900,445	689,839	210,606	900,445	689,839	210,606	900,445
July	541,769	139,311	681,080	681,080	582,555	148,950	731,505	724,374	156,511	880,885	724,374	156,511	880,885	724,374	156,511	880,885	724,374	156,511	880,885
August	558,826	126,927	685,753	685,753	605,281	131,429	736,710	612,799	153,648	766,447	612,799	153,648	766,447	612,799	153,648	766,447	612,799	153,648	766,447
September	594,521	116,265	710,786	710,786	625,256	145,595	796,851	725,597	159,434	885,031	725,597	159,434	885,031	725,597	159,434	885,031	725,597	159,434	885,031
October	532,682	122,208	654,890	654,890	644,250	182,303	826,553	649,408	169,339	818,747	649,408	169,339	818,747	649,408	169,339	818,747	649,408	169,339	818,747
November	380,679	90,986	471,665	471,665	520,307	120,882	641,189	645,794	136,786	782,580	645,794	136,786	782,580	645,794	136,786	782,580	645,794	136,786	782,580
December	701,796	131,248	833,044	833,044	744,109	147,838	891,947	826,705	175,363	1,002,068	826,705	175,363	1,002,068	826,705	175,363	1,002,068	826,705	175,363	1,002,068
Totals	\$ 6,332,362	1,277,572	7,609,934	7,609,934	7,036,171	1,667,572	8,703,743	7,766,863	1,836,311	9,603,174	7,766,863	1,836,311	9,603,174	7,766,863	1,836,311	9,603,174	7,766,863	1,836,311	9,603,174
% inc./dec over pr. Yr					10.00%	23.39%	12.57%	9.41%	9.19%	9.37%									

BOULDER COUNTY, COLORADO
 S.E.C. Disclosure Subsection
 Open Space Sales/Use Tax Collection History
 December 31, 2005

The following table provides the tax collection history for the Open Space Sales and Use Tax.
 Tax Effective 01/01/94, expires 12/31/19 (25/100 cent)
 Tax effective 01/01/02, expires 12/31/09 (10/100 cent)

Month Tax Collected	2000 Net State Collections		2000 Use Tax		2001 Net State Collections		2001 Use Tax		2002 Net State Collections		2002 Use Tax		2003 Net State Collections		2003 Use Tax		2004 Net State Collections		2004 Use Tax		2005 Net State Collections		2005 Use Tax		2006 Net State Collections		2006 Use Tax			
	Collections	Total	Collections	Total	Collections	Total	Collections	Total	Collections	Total	Collections	Total	Collections	Total	Collections	Total	Collections	Total	Collections	Total	Collections	Total	Collections	Total	Collections	Total	Collections	Total		
January	\$ 583,529	733,844	150,315	197,907	779,971	977,878	154,703	197,907	803,363	137,159	803,363	137,159	940,522	759,913	906,000	146,087	196,210	794,599	940,309	145,710	196,210	761,990	116,051	878,041	698,907	809,436	110,529	146,087	698,907	809,436
February	567,876	720,097	152,221	141,554	774,846	916,400	834,974	141,554	838,851	160,660	916,400	160,660	999,511	800,882	809,436	114,211	139,394	742,790	872,822	130,032	139,394	780,924	130,882	911,806	812,576	915,093	114,211	139,394	812,576	915,093
March	602,378	805,098	202,720	160,206	778,160	938,366	857,296	160,206	773,222	186,186	938,366	186,186	959,408	864,799	951,970	139,394	160,760	886,859	1,075,240	188,381	160,760	875,503	234,850	1,110,352	864,799	864,799	149,527	101,432	864,799	149,527
April	549,679	706,008	156,329	141,254	746,693	887,947	857,296	141,254	878,213	166,598	887,947	166,598	1,044,811	864,799	1,014,326	149,527	160,760	895,064	1,080,507	185,443	160,760	846,097	137,635	983,732	864,799	864,799	149,527	101,432	864,799	149,527
May	743,631	936,113	192,482	135,629	782,585	918,214	857,296	135,629	899,058	192,801	918,214	192,801	1,091,859	951,088	1,116,891	165,803	172,818	958,781	1,150,891	1,150,891	172,818	958,781	175,759	1,134,540	951,088	951,088	165,803	172,818	951,088	165,803
June	631,577	835,251	203,674	151,581	778,441	1,130,022	857,296	151,581	970,617	151,761	1,122,378	151,761	1,221,213	866,642	1,062,852	196,210	163,475	932,178	1,075,406	139,475	163,475	932,178	186,537	1,118,716	866,642	866,642	196,210	163,475	866,642	196,210
July	691,473	834,974	143,501	154,703	734,887	889,590	857,296	154,703	862,360	179,147	1,041,507	179,147	1,118,716	925,457	1,092,152	166,695	163,475	982,337	1,075,406	107,929	163,475	982,337	171,577	1,153,915	925,457	925,457	166,695	163,475	925,457	166,695
August	721,977	869,961	147,984	159,458	802,936	962,394	857,296	159,458	866,843	175,545	1,042,388	175,545	1,118,716	893,514	1,080,938	187,424	163,475	938,651	1,083,243	152,302	163,475	938,651	152,587	1,091,238	893,514	893,514	187,424	163,475	893,514	187,424
September	776,222	905,025	128,803	148,399	857,296	1,005,695	857,296	148,399	846,589	137,705	984,294	137,705	1,064,120	839,914	1,037,761	197,847	163,475	885,205	1,020,002	159,573	163,475	885,205	150,002	1,035,207	839,914	839,914	197,847	163,475	839,914	197,847
October	731,522	922,550	191,028	144,792	743,065	887,857	857,296	144,792	800,888	263,252	1,064,120	263,252	1,118,716	802,445	919,812	117,367	163,475	838,324	959,526	136,615	163,475	838,324	132,131	970,456	802,445	802,445	117,367	132,131	802,445	117,367
November	638,875	784,328	145,453	113,506	699,149	812,655	857,296	113,506	801,347	129,618	930,965	129,618	1,064,120	1,072,639	1,233,585	160,946	152,154	1,090,218	1,276,981	152,154	152,154	1,090,218	146,528	1,236,745	1,072,639	1,072,639	160,946	146,528	1,072,639	160,946
December	868,620	1,002,459	133,839	110,668	809,764	920,432	857,296	110,668	1,086,526	134,687	1,221,213	134,687	1,221,213	1,072,639	1,233,585	160,946	152,154	1,090,218	1,276,981	152,154	152,154	1,090,218	146,528	1,236,745	1,072,639	1,072,639	160,946	146,528	1,072,639	160,946
Totals	\$ 8,107,359	10,055,708	1,948,349	1,759,657	9,487,793	11,247,450	10,055,708	1,759,657	10,427,857	2,015,119	12,442,976	2,015,119	12,442,976	10,288,776	12,140,816	1,852,040	1,886,740	10,821,853	12,567,314	1,886,740	1,886,740	10,821,853	1,913,123	12,734,976	10,288,776	10,288,776	1,852,040	1,886,740	10,288,776	1,852,040
% inc./dec. over pr. yr		4.20%	5.75%	-10.72%	14.55%	10.60%	4.50%	-10.72%	9.01%	12.68%	9.61%	12.68%	9.61%	-1.35%	-2.49%	-8.81%	1.84%	3.67%	3.39%	1.84%	1.84%	1.31%	1.38%	1.32%	-1.35%	-2.49%	-8.81%	1.84%	1.84%	

Note:
 The 2002 percentage comparisons are based upon actual sales/use tax revenues received by the County. The data has not been normalized to reflect the loss of revenue due to Broomfield becoming its own County. Likewise, the data has not been normalized to reflect the increase in the County tax rate from .25% to .35%. Both changes were effective 2002. For normalized data, please see Table F.

Table E**BOULDER COUNTY, COLORADO**

S.E.C. Disclosure Subsection

Open Space Sales/Use Tax Collections

December 31, 2005

The following table provides the tax collection history for the Open Space Sales and Use tax approved by ballot language in 2004.

.10% tax was effective 1/1/2005. The rate reduces to 0.05% on 01/01/2025. 0.05% remains for perpetuity.

10% of tax collections must be used for land maintenance per ballot language. The remainder may be used for acquisition purposes.

Month Tax Collected		2005 Net State Collections	2005 Use Tax	2005 Total
January	\$	217,590	33,140	250,730
February		222,997	37,376	260,373
March		250,004	67,080	317,085
April		241,607	39,421	281,028
May		266,036	50,997	317,033
June		273,785	50,192	323,977
July		266,188	53,268	319,457
August		280,511	49,221	329,733
September		268,037	43,575	311,611
October		252,775	42,837	295,612
November		239,388	37,733	277,121
December		311,317	41,844	353,161
Totals	\$	<u>3,090,236</u>	<u>546,685</u>	<u>3,636,921</u>

BOULDER COUNTY, COLORADO
 S.E.C Disclosure Subsection
 Open Space Sales/Use Tax Collections
 2003 through 2005 Monthly Comparisons (Normalized Data)

Tax Period	2003	2004	2005	Adjusted 2005
January	1,423,433	1,477,545	1,630,232	1,379,427
February	1,271,899	1,371,503	1,692,925	1,432,475
March	1,438,122	1,689,566	2,061,582	1,744,415
April	1,495,867	1,538,252	1,826,639	1,545,618
May	1,593,872	1,697,843	2,061,328	1,744,201
June	1,755,014	1,808,429	2,106,471	1,782,398
July	1,670,101	1,655,319	2,077,086	1,757,534
August	1,716,215	1,689,829	2,143,056	1,813,355
September	1,698,521	1,702,144	2,026,123	1,714,412
October	1,630,674	1,602,782	1,922,044	1,626,345
November	1,445,336	1,507,742	1,801,769	1,524,574
December	1,938,381	2,003,905	2,296,230	1,942,964
Total	19,077,436	19,744,859	23,645,484	20,007,717

Notes:

Rate 0.55% as of July 1, 2002. 0.10% Rate increase excluded (data assumes 0.55% rate)
Rate increased to 0.65% Jan 1, 2005.

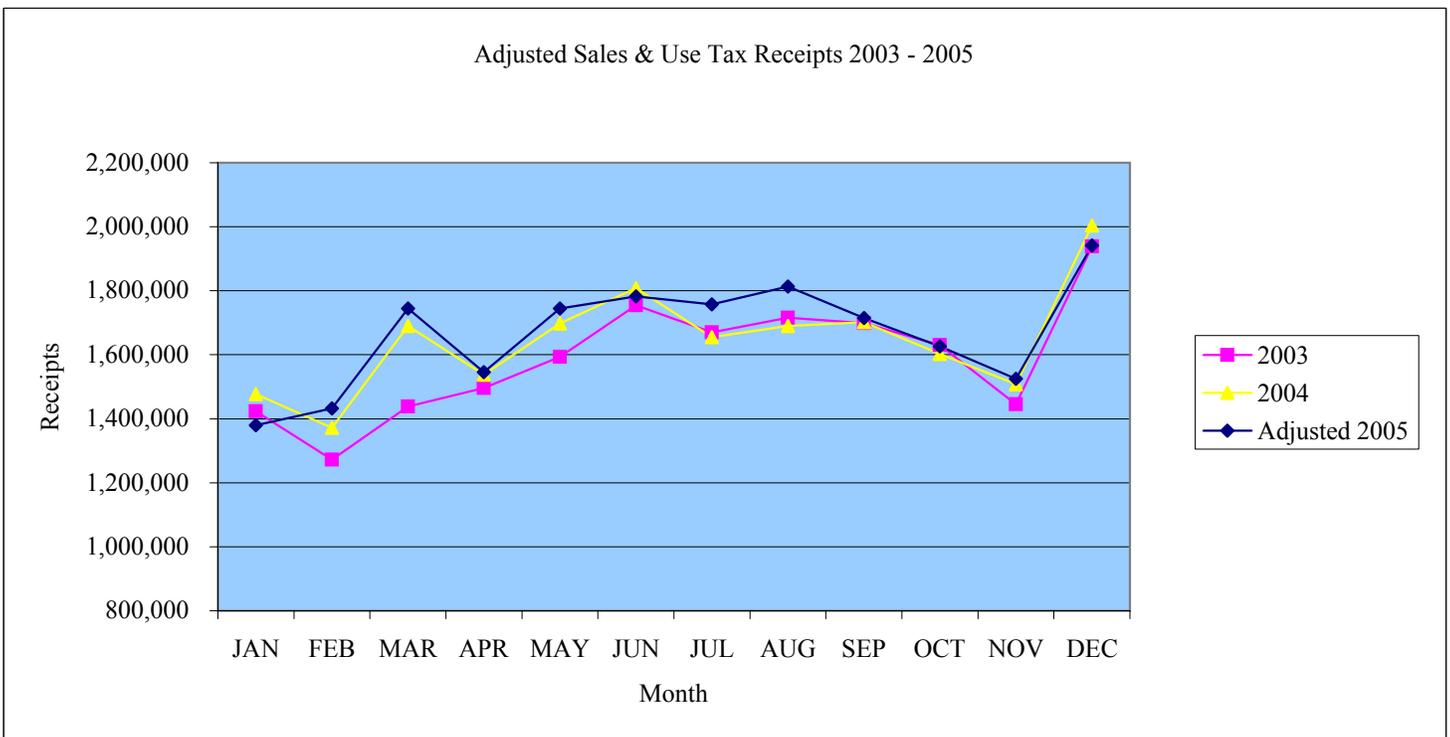


Table G

BOULDER COUNTY, COLORADO
 S.E.C. Disclosure Subsection
 Jail Improvement & Operation Sales/Use Tax Collections
 December 31, 2005

Tax was effective 1/1/2005, no expiration (.05%)

Month Tax Collected		2005 Net State Collections	2005 Use Tax	2005 Total
January	\$	108,795	16,570	125,365
February		111,498	18,688	130,187
March		125,002	33,540	158,542
April		120,804	19,708	140,512
May		133,018	25,499	158,517
June		136,892	25,096	161,989
July		133,094	26,634	159,728
August		140,256	24,553	164,809
September		134,018	21,788	155,806
October		126,387	21,419	147,806
November		119,694	18,867	138,561
December		155,659	20,922	176,581
Totals	\$	1,545,118	273,284	1,818,402