

STATISTICAL SECTION

This part of Morgan 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.

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

Morgan County, Colorado
 Net Position by Component
 Last Ten Years
 (accrual basis of accounting)
 (unaudited)

	2019	2018	2017
Governmental activities			
Net investment in capital assets	\$ 110,920,860	\$ 117,813,966	\$ 124,241,092
Restricted	11,208,218	10,560,743	9,040,123
Unrestricted	<u>38,528,623</u>	<u>34,851,764</u>	<u>32,163,842</u>
Total governmental activities net position	<u>\$ 160,657,701</u>	<u>\$ 163,226,473</u>	<u>\$ 165,445,057</u>
Business-type activities			
Net investment in capital assets	\$ 1,725,262	\$ 1,769,212	\$ 1,782,910
Unrestricted	<u>6,484,187</u>	<u>5,691,088</u>	<u>4,890,803</u>
Total business-type activities net position	<u>\$ 8,209,449</u>	<u>\$ 7,460,300</u>	<u>\$ 6,673,713</u>
Primary government			
Net investment in capital assets	\$ 112,646,122	\$ 119,583,178	\$ 126,024,002
Restricted	11,208,218	10,560,743	9,040,123
Unrestricted	<u>45,012,810</u>	<u>40,542,852</u>	<u>37,054,645</u>
Total primary government activities net position	<u>\$ 168,867,150</u>	<u>\$ 170,686,773</u>	<u>\$ 172,118,770</u>

2016	2015	2014	2013	2012	2011	2010
\$ 131,089,740	\$ 136,884,869	\$ 141,166,518	\$ 147,045,403	\$ 155,638,332	\$ 163,075,950	\$ 171,760,468
9,647,561	9,911,448	10,228,223	9,313,903	7,862,243	7,351,100	767,500
28,709,841	25,300,016	24,257,515	23,125,677	20,949,060	19,723,021	23,508,232
<u>\$ 169,447,142</u>	<u>\$ 172,096,333</u>	<u>\$ 175,652,256</u>	<u>\$ 179,484,983</u>	<u>\$ 184,449,635</u>	<u>\$ 190,150,071</u>	<u>\$ 196,036,200</u>
\$ 1,339,384	\$ 1,353,897	\$ 1,411,672	\$ 1,504,703	\$ 1,624,577	\$ 1,685,171	\$ 1,790,241
4,620,083	4,168,253	3,872,134	3,480,904	3,516,382	3,023,063	2,581,709
<u>\$ 5,959,467</u>	<u>\$ 5,522,150</u>	<u>\$ 5,283,806</u>	<u>\$ 4,985,607</u>	<u>\$ 5,140,959</u>	<u>\$ 4,708,234</u>	<u>\$ 4,371,950</u>
\$ 132,429,124	\$ 138,238,766	\$ 142,578,190	\$ 148,550,106	\$ 157,262,909	\$ 164,761,121	\$ 173,550,709
9,647,561	9,911,448	10,228,223	9,313,903	7,862,243	7,351,100	767,500
33,329,924	29,468,269	28,129,649	26,606,581	24,465,442	22,746,084	26,089,941
<u>\$ 175,406,609</u>	<u>\$ 177,618,483</u>	<u>\$ 180,936,062</u>	<u>\$ 184,470,590</u>	<u>\$ 189,590,594</u>	<u>\$ 194,858,305</u>	<u>\$ 200,408,150</u>

Morgan County, Colorado
Changes in Net Position
Last Ten Years
(accrual basis of accounting)
(unaudited)

	2019	2018	2017	2016
Expenses				
Governmental activities:				
General government	\$ 7,640,141	\$ 6,996,471	\$ 6,353,665	\$ 5,520,906
Judicial and public safety	6,160,079	5,766,384	5,248,513	5,078,786
Public health	-	-	-	-
Auxiliary services	514,335	464,661	500,709	440,388
Roads and bridges	14,396,716	14,167,484	14,695,292	13,072,223
Public welfare	5,039,466	5,055,167	4,794,943	4,713,540
Interest on long-term debt	-	-	-	-
Total governmental activities expenses	<u>33,750,737</u>	<u>32,450,167</u>	<u>31,593,122</u>	<u>28,825,843</u>
Business-type activities:				
Ambulance services	\$ 1,350,047	\$ 1,234,911	\$ 1,145,209	\$ 1,070,858
Solid waste services	836,632	733,357	793,476	763,632
Total business-type activities expenses	<u>2,186,679</u>	<u>1,968,268</u>	<u>1,938,685</u>	<u>1,834,490</u>
Total primary government expenses	<u>\$ 35,937,416</u>	<u>\$ 34,418,435</u>	<u>\$ 33,531,807</u>	<u>\$ 30,660,333</u>
Program Revenues				
Governmental activities:				
Charges for services:				
General government	\$ 2,133,254	\$ 1,436,068	\$ 893,981	\$ 594,119
Judicial and public safety	482,306	501,705	541,926	528,016
Road and bridges	35,023	202,352	18,132	25,361
Operating grants and contributions	8,708,522	8,484,048	7,936,012	7,328,010
Capital grants and contributions	28,513	103,638	51,157	-
Total governmental activities program revenues	<u>11,387,618</u>	<u>10,727,811</u>	<u>9,441,208</u>	<u>8,475,506</u>
Business-type activities:				
Charges for services:				
Ambulance services	\$ 1,473,043	\$ 1,421,886	\$ 1,351,772	\$ 1,205,051
Solid waste services	1,210,304	1,174,866	1,062,122	1,030,125
Operating grants and contributions	129,327	64,865	170,419	3,505
Capital grants and contributions	37,380	33,151	27,271	-
Total business-type activities program revenues	<u>2,850,054</u>	<u>2,694,768</u>	<u>2,611,584</u>	<u>2,238,681</u>
Total primary government program revenues	<u>\$ 14,237,672</u>	<u>\$ 13,422,579</u>	<u>\$ 12,052,792</u>	<u>\$ 10,714,187</u>
Net (expense)/revenue				
Governmental activities	\$ (22,363,119)	\$ (21,722,358)	\$ (22,151,914)	\$ (20,350,337)
Business-type activities	663,375	726,500	672,899	404,191
Total primary government net expense	<u>\$ (21,699,744)</u>	<u>\$ (20,995,858)</u>	<u>\$ (21,479,015)</u>	<u>\$ (19,946,146)</u>

2015	2014	2013	2012	2011	2010
\$ 5,613,406	\$ 6,485,480	\$ 6,845,246	\$ 6,957,045	\$ 7,127,536	\$ 7,148,909
5,219,708	4,694,742	3,981,293	3,902,451	3,883,935	3,703,122
-	-	-	-	-	-
464,619	488,566	440,435	425,573	443,138	429,247
12,667,839	12,806,499	13,798,554	12,816,909	12,693,242	13,447,387
4,454,833	4,464,512	4,418,503	4,386,731	4,658,233	4,885,491
-	-	-	10,416	107,469	119,228
<u>28,420,405</u>	<u>28,939,799</u>	<u>29,484,031</u>	<u>28,499,125</u>	<u>28,913,553</u>	<u>29,733,384</u>
\$ 1,126,716	\$ 1,036,578	\$ 1,089,211	\$ 903,002	\$ 1,069,405	\$ 1,043,694
707,029	631,224	973,948	593,057	560,750	558,765
<u>1,833,745</u>	<u>1,667,802</u>	<u>2,063,159</u>	<u>1,496,059</u>	<u>1,630,155</u>	<u>1,602,459</u>
<u>\$ 30,254,150</u>	<u>\$ 30,607,601</u>	<u>\$ 31,547,190</u>	<u>\$ 29,995,184</u>	<u>\$ 30,543,708</u>	<u>\$ 31,335,843</u>
\$ 537,680	\$ 1,221,787	\$ 1,215,473	\$ 1,380,278	\$ 1,603,765	\$ 2,214,834
503,902	517,131	530,147	520,332	493,905	546,171
8,047	88,274	22,021	11,925	14,814	13,627
7,566,786	7,138,055	6,987,625	6,750,821	6,859,757	7,151,944
44,654	470,189	791,252	53,823	87,808	86,502
<u>8,661,069</u>	<u>9,435,436</u>	<u>9,546,518</u>	<u>8,717,179</u>	<u>9,060,049</u>	<u>10,013,078</u>
\$ 1,157,045	\$ 1,054,961	\$ 1,016,461	\$ 1,067,020	\$ 1,230,285	\$ 978,865
860,302	814,740	799,465	769,998	702,568	768,521
24,165	35,141	34,487	32,123	16,515	124,972
6,334	6,108	46,901	57,680	11,426	-
<u>2,047,846</u>	<u>1,910,950</u>	<u>1,897,314</u>	<u>1,926,821</u>	<u>1,960,794</u>	<u>1,872,358</u>
<u>\$ 10,708,915</u>	<u>\$ 11,346,386</u>	<u>\$ 11,443,832</u>	<u>\$ 10,644,000</u>	<u>\$ 11,020,843</u>	<u>\$ 11,885,436</u>
\$ (19,759,336)	\$ (19,504,363)	\$ (19,937,513)	\$ (19,781,946)	\$ (19,853,504)	\$ (19,720,306)
214,101	243,148	(165,845)	430,762	330,639	269,899
<u>\$ (19,545,235)</u>	<u>\$ (19,261,215)</u>	<u>\$ (20,103,358)</u>	<u>\$ (19,351,184)</u>	<u>\$ (19,522,865)</u>	<u>\$ (19,450,407)</u>

Morgan County, Colorado
Changes in Net Position
Last Ten Years
(accrual basis of accounting)
(unaudited)

	2019	2018	2017	2016
General Revenues and Other Changes in Net Position				
Governmental activities:				
Taxes				
Property	\$ 15,881,611	\$ 15,118,777	\$ 15,047,692	\$ 13,579,680
Specific ownership	1,758,505	1,642,242	1,506,682	1,538,445
Sales - Lodging	218,131	223,174	186,372	221,834
Other	90,044	89,003	80,078	71,241
Interest earnings	1,283,355	434,313	244,482	190,551
Miscellaneous	418,600	487,320	373,685	360,891
Gain (loss) on sale of capital assets	144,101	155,000	262,155	240,771
Transfers	-	-	-	-
Total governmental activities	<u>19,794,347</u>	<u>18,149,829</u>	<u>17,701,146</u>	<u>16,203,413</u>
Business-type activities:				
Interest earnings	79,026	37,928	30,169	18,847
Miscellaneous	6,748	3,419	2,984	5,396
Loss on sale of assets			(27)	
Transfers	-	-	-	-
Total business-type activities	<u>85,774</u>	<u>41,347</u>	<u>33,126</u>	<u>24,243</u>
Total primary government	<u>\$ 19,880,121</u>	<u>\$ 18,191,176</u>	<u>\$ 17,734,272</u>	<u>\$ 16,227,656</u>
Change in Net Position				
Governmental activities	\$ (2,568,772)	\$ (4,002,085)	\$ (2,649,191)	\$ (3,555,923)
Business-type activities	<u>749,149</u>	<u>714,246</u>	<u>437,317</u>	<u>238,344</u>
Total primary government	<u>\$ (1,819,623)</u>	<u>\$ (3,287,839)</u>	<u>\$ (2,211,874)</u>	<u>\$ (3,317,579)</u>

2015	2014	2013	2012	2011	2010
\$ 12,889,251	\$ 12,374,675	\$ 11,855,985	\$ 11,982,812	\$ 11,768,430	\$ 11,102,178
1,560,361	1,456,985	1,273,495	1,178,748	1,058,212	1,045,194
207,040	122,188	101,439	81,300	75,972	87,012
71,016	56,119	109,999	43,956	34,021	34,644
191,692	116,984	86,927	47,991	66,940	203,390
428,055	358,223	666,890	563,613	645,187	660,706
352,529	487,687	23,235	68,953	6,258	8,277
(28,308)	-	(36,460)	-	-	-
<u>15,671,636</u>	<u>14,972,861</u>	<u>14,081,510</u>	<u>13,967,373</u>	<u>13,655,020</u>	<u>13,141,401</u>
13,955	5,630	2,729	1,551	2,194	16,718
12,788	4,863	3,347	4,094	803	2,812
-	-	(4,113)	-	-	-
<u>28,308</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>55,051</u>	<u>10,493</u>	<u>1,963</u>	<u>5,645</u>	<u>2,997</u>	<u>19,530</u>
<u>\$ 15,726,687</u>	<u>\$ 14,983,354</u>	<u>\$ 14,083,473</u>	<u>\$ 13,973,018</u>	<u>\$ 13,658,017</u>	<u>\$ 13,160,931</u>
\$ (3,832,727)	\$ (4,964,652)	\$ (5,700,436)	\$ (5,886,131)	\$ (6,065,286)	\$ (9,221,718)
<u>298,199</u>	<u>(155,352)</u>	<u>432,725</u>	<u>336,284</u>	<u>272,896</u>	<u>682,905</u>
<u>\$ (3,534,528)</u>	<u>\$ (5,120,004)</u>	<u>\$ (5,267,711)</u>	<u>\$ (5,549,847)</u>	<u>\$ (5,792,390)</u>	<u>\$ (8,538,813)</u>

Morgan County, Colorado
Fund Balance, Governmental Funds
Last Ten Years
(modified accrual accounting)
(unaudited)

	2019	2018	2017	2016	2015
General fund					
Non Spendable	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	946,337	948,480	842,327	836,428	830,922
Assigned	11,157,713	11,220,486	11,186,134	10,143,470	8,131,456
Committed	679,089	574,041	473,437	376,393	278,660
Unassigned	<u>17,491,938</u>	<u>14,688,077</u>	<u>13,004,169</u>	<u>11,280,916</u>	<u>10,303,949</u>
Total general fund	<u>\$ 30,275,077</u>	<u>\$ 27,431,084</u>	<u>\$ 25,506,067</u>	<u>\$ 22,637,207</u>	<u>\$ 19,544,987</u>
All other governmental funds					
Non Spendable	\$ 69,872	\$ 89,303	\$ 102,970	\$ 93,361	\$ 78,817
Restricted	10,259,465	9,609,894	8,197,796	8,811,133	9,080,526
Committed	5,746,860	5,130,285	4,952,277	4,349,889	3,761,093
Assigned	-	-	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total all other governmental funds	<u>\$ 16,076,197</u>	<u>\$ 14,829,482</u>	<u>\$ 13,253,043</u>	<u>\$ 13,254,383</u>	<u>\$ 12,920,436</u>

Note: For 2011 data GASB54 has been implemented and fund balance has been reclassified. Data for all other years has not been reclassified.

2014	2013	2012	2011	2010
\$ -	\$ -	\$ 704	\$ 858	\$ -
825,066	819,912	664,076	657,762	584,000
1,122,589	1,132,514	1,127,830	3,111,494	-
184,972	92,126	-	-	-
<u>15,513,001</u>	<u>13,886,509</u>	<u>11,832,605</u>	<u>8,897,900</u>	<u>9,996,046</u>
<u>\$ 17,645,628</u>	<u>\$ 15,931,061</u>	<u>\$ 13,625,215</u>	<u>\$ 12,668,014</u>	<u>\$ 10,580,046</u>
\$ 91,688	\$ 85,744	\$ 98,318	\$ 113,694	\$ -
9,403,157	8,493,991	7,198,167	6,693,338	3,356,561
4,195,561	3,766,506	3,336,227	2,912,385	-
-	-	-	-	-
-	-	(23,006)	-	5,926,330
<u>\$ 13,690,406</u>	<u>\$ 12,346,241</u>	<u>\$ 10,609,706</u>	<u>\$ 9,719,417</u>	<u>\$ 9,282,891</u>

Morgan County, Colorado
 Changes in Fund Balance of Governmental Funds
 Last Ten Years
 (modified accrual accounting)
 (unaudited)

	2019	2018	2017	2016	2015
Revenues					
Taxes	\$ 17,948,291	\$ 17,937,109	\$ 17,073,196	\$ 16,820,824	\$ 15,411,200
Intergovernmental	8,708,522	8,484,048	7,936,012	7,328,010	7,566,786
Licenses and permits	102,577	97,822	88,659	96,926	84,958
Fines and forfeiture	2,265	2,757	3,892	4,091	4,641
Fee accounts	1,444,735	1,461,626	1,410,411	1,388,951	1,293,167
Charges for material/service	306,584	539,664	290,535	311,443	326,123
Interest	1,283,355	857,258	434,313	244,482	190,551
Miscellaneous	416,975	478,636	486,916	357,539	360,283
Total revenues	<u>30,213,304</u>	<u>29,858,920</u>	<u>27,723,934</u>	<u>26,552,266</u>	<u>25,237,709</u>
Expenditures					
Current:					
General government	5,456,344	5,579,881	5,011,770	4,459,590	4,261,742
Judicial and public safety	6,011,334	5,577,035	5,157,630	5,022,918	5,103,613
Public health	-	-	-	-	465,300
Auxiliary services	515,069	465,373	501,347	441,072	3,944,569
Road and bridge	5,163,442	5,104,051	5,563,489	4,166,484	4,462,082
Public welfare	5,030,790	5,059,410	4,797,258	4,710,757	1,120,295
Intergovernmental cooperation outlay	1,134,694	1,144,153	1,120,429	1,119,295	4,750,739
Capital outlay	2,810,923	3,427,560	2,704,491	3,220,323	-
Debt service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Other charges	-	-	-	-	-
Total expenditures	<u>26,122,596</u>	<u>26,357,463</u>	<u>24,856,414</u>	<u>23,140,439</u>	<u>24,108,340</u>
Excess of revenues over (under) expenditures	4,090,708	3,501,456	2,867,520	3,411,827	1,129,369
Other financing sources (uses)					
Transfers in	120,000	120,000	120,000	120,000	120,000
Transfers out	(120,000)	(120,000)	(120,000)	(120,000)	(120,000)
Proceeds of participation certificates	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	14,340	20
Certificate issuance costs	-	-	-	-	-
Original discount fee	-	-	-	-	-
Benefit payments refunded	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,340</u>	<u>20</u>
Net change in fund balances	<u>\$ 4,090,708</u>	<u>\$ 3,501,456</u>	<u>\$ 2,867,520</u>	<u>\$ 3,426,167</u>	<u>\$ 1,129,389</u>
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	0.00%	0.00%

2014	2013	2012	2011	2010
\$ 14,727,668	\$ 14,009,967	\$ 13,340,918	\$ 13,286,816	\$ 12,936,635
7,548,824	7,521,826	6,750,821	6,947,565	7,238,446
78,523	61,868	59,632	52,120	73,838
13,930	20,654	22,702	26,595	39,544
1,307,332	1,296,819	1,321,583	1,288,057	1,278,889
394,221	267,804	248,638	249,260	247,659
191,692	116,984	86,927	47,991	66,135
392,434	353,929	612,748	609,628	647,428
<u>24,654,624</u>	<u>23,649,851</u>	<u>22,443,969</u>	<u>22,508,032</u>	<u>22,528,574</u>
4,268,427	4,698,979	4,637,684	4,860,363	5,008,267
4,606,906	3,903,282	3,822,837	3,797,740	3,624,146
-	-	-	-	-
489,239	440,435	425,573	443,138	429,247
5,262,251	4,981,971	4,359,311	4,857,738	5,298,525
4,455,679	4,406,656	3,953,014	4,646,370	4,868,800
1,109,401	1,098,383	1,060,089	1,035,273	1,043,133
1,375,681	77,784	472,555	19,481	1,113,158
-	-	1,855,000	220,000	210,000
-	-	9,733	102,435	112,095
-	-	683	-	1,247
<u>21,567,584</u>	<u>19,607,490</u>	<u>20,596,479</u>	<u>19,982,538</u>	<u>21,708,618</u>
3,087,040	4,042,361	1,847,490	2,525,494	819,956
310,000	200,000	1,514,690	-	177,402
(338,308)	(200,000)	(1,514,690)	-	(177,402)
-	20	-	-	-
-	20	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>(28,308)</u>	<u>40</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 3,058,732</u>	<u>\$ 4,042,401</u>	<u>\$ 1,847,490</u>	<u>\$ 2,525,494</u>	<u>\$ 819,956</u>
0.00%	0.00%	9.27%	1.70%	1.64%

Morgan County, Colorado
 Program Revenues by Function/Program
 Last Ten Years
 (accrual basis of accounting)
 (unaudited)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Function/Program				
General government	\$ 2,778,622	\$ 2,184,081	\$ 1,650,225	\$ 973,245
Judicial and public safety	639,147	688,914	637,763	647,872
Roads and bridges	3,961,236	3,825,694	3,370,854	3,187,142
Public welfare	<u>4,008,613</u>	<u>4,029,122</u>	<u>3,782,366</u>	<u>3,667,247</u>
Total governmental activities	<u>11,387,618</u>	<u>10,727,811</u>	<u>9,441,208</u>	<u>8,475,506</u>
Business-type activities				
Ambulance services	1,639,750	1,519,902	1,549,462	1,205,051
Solid waste services	<u>1,210,304</u>	<u>1,174,866</u>	<u>1,062,122</u>	<u>1,030,125</u>
Total business-type activities net position	<u>2,850,054</u>	<u>2,694,768</u>	<u>2,611,584</u>	<u>2,235,176</u>
Total primary government	<u>\$ 14,237,672</u>	<u>\$ 13,422,579</u>	<u>\$ 12,052,792</u>	<u>\$ 10,710,682</u>

2015	2014	2013	2012	2011	2010
\$ 989,455	\$ 1,859,970	\$ 1,797,172	\$ 1,830,401	\$ 2,034,116	\$ 2,567,299
595,599	1,059,218	759,544	697,234	794,707	720,076
3,529,603	3,153,758	3,722,515	2,924,551	2,900,596	3,189,584
<u>3,487,582</u>	<u>3,362,490</u>	<u>3,267,287</u>	<u>3,264,993</u>	<u>3,330,630</u>	<u>3,536,119</u>
<u>8,602,239</u>	<u>9,435,436</u>	<u>9,546,518</u>	<u>8,717,179</u>	<u>9,060,049</u>	<u>10,013,078</u>
1,187,544	1,096,210	1,097,849	1,156,823	1,258,226	1,103,837
<u>860,302</u>	<u>814,740</u>	<u>799,465</u>	<u>769,998</u>	<u>702,568</u>	<u>768,521</u>
<u>2,047,846</u>	<u>1,910,950</u>	<u>1,897,314</u>	<u>1,926,821</u>	<u>1,960,794</u>	<u>1,872,358</u>
<u>\$ 10,650,085</u>	<u>\$ 11,346,386</u>	<u>\$ 11,443,832</u>	<u>\$ 10,644,000</u>	<u>\$ 11,020,843</u>	<u>\$ 11,885,436</u>

Morgan County, Colorado
Tax Revenues by Source, Governmental Funds
Last Ten Years
(modified accrual accounting)
(unaudited)

Year	Property Taxes	SO Taxes	Cigarette Taxes	Sales Tax and Other	Total
2019	15,881,611	1,758,505	10,387	297,788	17,948,291
2018	15,993,175	1,644,309	8,437	216,031	17,861,952
2017	15,119,847	1,641,603	6,866	223,174	16,991,490
2016	15,047,692	1,506,682	9,077	257,373	16,820,824
2015	13,579,680	1,538,445	9,235	283,840	15,411,200
2014	12,984,216	1,560,360	6,404	269,168	14,820,148
2013	12,409,909	1,456,984	7,320	170,987	14,045,200
2012	11,887,184	1,273,495	7,910	203,527	13,372,116
2011	11,982,812	1,178,748	6,718	118,539	13,286,817
2010	11,768,430	1,058,212	7,467	102,526	12,936,635
Change					
2010-2019	0.48%	8.22%	-32.20%	-15.32%	1.00%



Morgan County, Colorado
Assessed Value and Estimated Value of Taxable Property
Last Ten Years
(unaudited)

Year Ended December 31,	Residential Property	Commercial Property	Industrial Property	Agricultural Property	Vacant Land	Natural Resources & Utilities
2019	108,717,860	66,135,180	21,348,010	56,813,590	6,567,670	27,800,230
2018	106,873,320	63,202,210	20,762,120	55,696,820	6,581,730	2,535,220
2017	99,827,560	53,836,470	19,108,820	50,090,040	5,078,680	3,498,090
2016	98,757,180	52,012,320	18,886,900	48,894,750	5,203,140	9,827,170
2015	89,526,130	48,428,340	17,466,450	41,139,250	4,800,170	10,886,750
2014	89,526,130	48,428,340	61,529,073	41,139,250	4,800,170	10,886,750
2013	88,806,920	46,514,960	16,403,930	40,438,820	5,020,550	11,295,580
2012	87,502,260	48,001,890	14,677,380	37,213,540	4,918,310	32,083,560
2011	86,908,580	48,371,180	14,635,240	36,738,150	4,959,260	26,856,640
2010	94,447,660	50,736,520	16,428,250	35,286,290	5,884,600	23,348,420

From 2010 to 2019 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:

Year	Assessment Percentage	Base Year
2019	7.20%	2019 appraised value
2018	7.20%	2017 appraised value
2017	7.20%	2017 appraised value
2016	7.96%	2015 appraised value
2015	7.96%	2015 appraised value
2014	7.96%	2013 appraised value
2013	7.96%	2013 appraised value
2012	7.96%	2011 appraised value
2011	7.96%	2011 appraised value
2010	7.96%	2009 appraised value

Source: Morgan 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 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.

Personal Property	Total Taxable Assesed Value	Tax Exempt Property	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
260,588,560	601,683,980	268,412,190	28.961	3,543,909,210	16.98%
270,489,180	552,170,540	237,390,850	28.970	3,018,294,850	18.29%
265,521,470	521,172,180	236,862,350	28.970	3,013,820,350	17.29%
278,353,330	511,934,790	191,181,280	28.128	2,697,685,720	18.98%
289,591,670	470,619,610	176,332,860	28.948	2,728,398,820	17.25%
233,591,670	470,916,610	157,851,940	28.948	2,414,135,330	19.51%
212,940,880	445,723,250	154,546,270	28.948	2,320,211,520	19.21%
203,020,040	427,416,980	152,947,180	28.948	2,252,146,830	18.98%
191,854,300	410,323,350	145,278,970	28.948	2,193,670,110	18.70%
187,134,450	413,266,190	144,363,230	28.948	2,187,979,320	18.89%

Morgan County, Colorado
 Direct and Overlapping Property Tax Rates
 Last Ten Years
 (Rate per \$1,000 of assessed value)
 (unaudited)

	2019	2018	2017	2016	2015
County direct rates					
General Fund	19.461	19.470	19.470	19.628	19.448
Road and Bridge	7.500	7.500	7.500	6.500	6.500
Human Services	2.000	2.000	2.000	2.000	3.000
Total Direct Rate	28.961	28.970	28.970	28.128	28.948
City and town rates					
Brush	15.671	15.683	15.752	15.660	15.660
Fort Morgan	13.254	13.254	13.254	13.254	13.254
Hillrose	17.890	17.585	17.890	17.773	17.890
Log Lane	34.267	27.413	34.267	34.267	34.267
Wiggins	32.212	32.212	32.212	32.212	32.212
Fire districts	2.588 - 7.719	2.588 - 7.719	2.588 - 7.719	2.588 -7.719	2.991-7.719
School districts	19.298 - 52.728	15.219 - 52.360	19.500 - 45.285	17.105 - 42.449	17.128-43.801
Other special districts	0.000 - 9.001	.021 - 9.010	.026 - 10.958	.027 - 10.947	.027-11.902

Source: Abstract of Assessments and Levies, prepared by Morgan County Assessor's office

2014	2013	2012	2011	2010
19.448	19.448	21.048	21.048	21.048
6.500	6.500	5.400	5.400	5.400
3.000	3.000	2.500	2.500	2.500
<u>28.948</u>	<u>28.948</u>	<u>28.948</u>	<u>28.948</u>	<u>28.948</u>
15.660	15.660	15.660	15.660	15.660
13.254	13.254	13.254	13.254	13.254
17.890	17.718	17.890	17.890	15.627
34.267	34.267	34.267	34.267	34.267
32.212	32.212	32.212	32.212	32.212
2.588 - 7.719	2.588 - 7.719	2.588 - 7.719	2.588 - 7.719	2.588 - 7.719
17.128 - 43.801	17.815 - 41.252	22.305 - 39.174	21.418 - 40.218	31.592 - 39.440
.027 - 11.902	.027 - 11.902	.30 - 10.720	.30 - 10.364	.030 - 10.345

Morgan County, Colorado
Principal Property Tax Payers
Current Year and Ten Years Ago
(unaudited)

Taxpayer	Type of Business	2019			2010		
		Taxable Assessed Value	Rank	Percentage of Total Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Assessed Value
Public Service Co. of Colorado	Utility	\$ 141,251,600	1	25.78%	71,327,820	1	17.26%
Leprino Foods Company	Cheese Processing	20,097,410	2	3.67%	9,822,560	7	2.38%
BNSF Railway Company	Transportation	15,712,200	3	2.87%	8,584,500	8	2.08%
Manchief Power Company LLC	Utility	13,440,300	4	2.45%	20,006,500	2	4.84%
Colorado Interstate Gas Co.	Utility	12,630,300	5	2.30%	16,658,200	4	4.03%
Cargill Meat Solutions Corporation	Meat Processing	12,460,720	6	2.27%	19,661,770	3	4.76%
Western Sugar Cooperative	Sugar Processing	9,256,940	7	1.69%	4,856,640	10	1.18%
Brush Power LLC	Utility	7,563,800	8	1.38%	-		
Wildcat Dairy LLC	Dairy	7,563,740	9	1.38%	9,888,600	6	2.39%
Morgan County REA Association	Utility	7,339,600	10	1.34%	-		
Tri-State Generation & Transmission Assoc.	Utility	6,272,000	11	1.14%	-		0.00%
Cargill Meat Solutions Corp (Lagoon)	Utility	5,957,640	12	1.09%	-		
Young Gas Storage Company Ltd	Utility	4,160,320	13	0.76%	-		0.00%
Cheyenne Plains Gas Pipeline Co	Utility	-		0.00%	9,981,700	5	
Empire Dairy	Dairy	-		0.00%	-		
Total		\$ 263,706,570		48.12%	\$ 170,788,290		38.91%
Total assessed valuation		\$ 547,971,100			\$ 413,266,190		

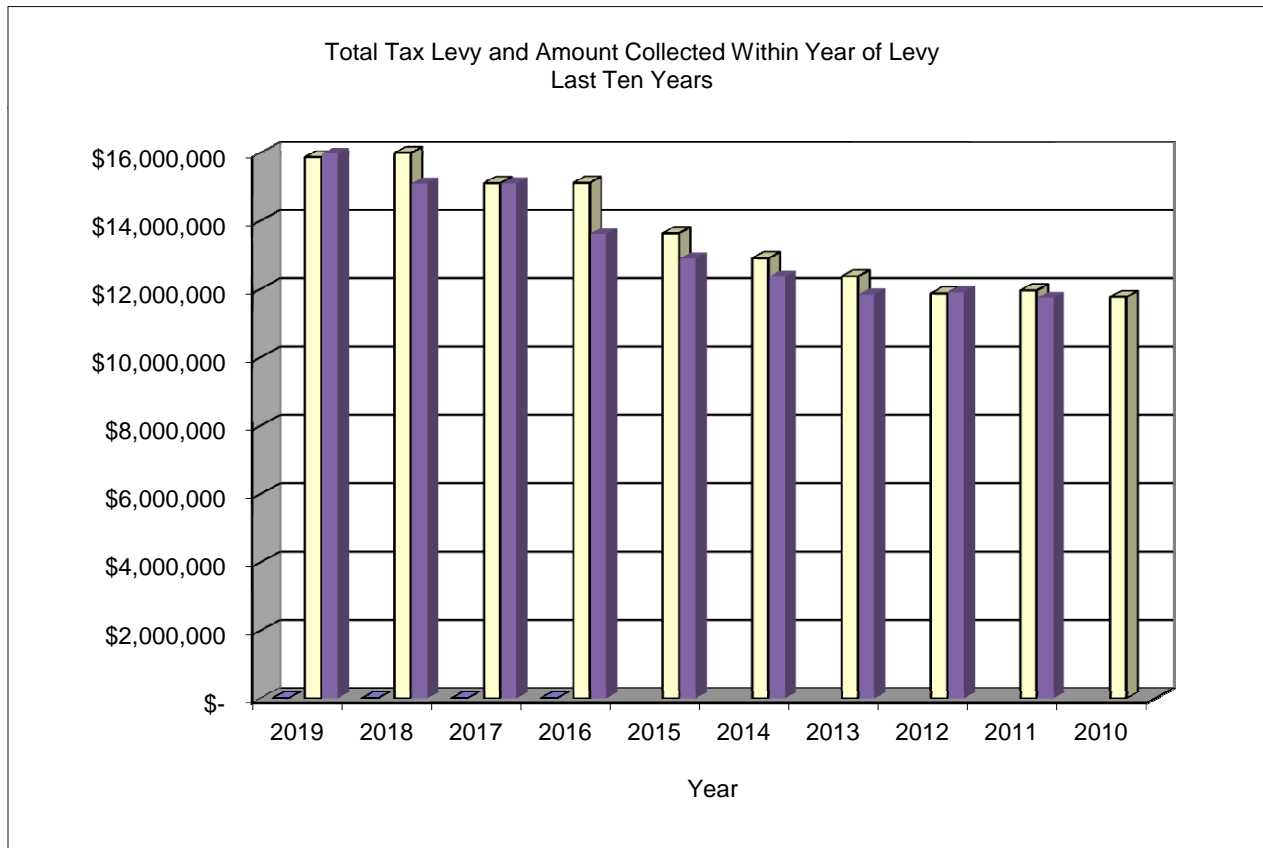
Source: Morgan County Assessor's office

Morgan County, Colorado
 Property Tax Levies and Collections
 Last Ten Years
 (unaudited)

Year Ended December 31,	Taxes Levied for the Year (1)	Collected Within the Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2019	15,869,791	15,853,062	99.89%	29,752	15,853,062	99.89%
2018	15,994,172	15,973,358	99.87%	7,759	15,981,117	99.92%
2017	15,098,358	15,084,332	99.91%	6,504	15,090,836	99.95%
2016	15,104,969	15,087,467	99.88%	2,274	15,089,741	99.90%
2015	13,632,094	13,613,041	99.86%	10,941	13,613,041	99.86%
2014	12,902,797	12,890,946	99.91%	15,628	12,890,946	99.91%
2013	12,372,867	12,361,451	99.91%	0	12,361,451	99.91%
2012	11,878,040	11,839,593	99.68%	0	11,839,593	99.68%
2011	11,963,229	11,906,323	99.52%	3,356	11,909,679	99.55%
2010	11,765,282	11,736,642	99.76%	4,563	11,741,205	99.80%

Notes:

(1) This column does not include abatements and reappraisals during the year.



Source: Morgan County Treasurer

Morgan County, Colorado
Ratios of Outstanding Debt by Type
Last Ten Years
(unaudited)

Year	Governmental Activities			Per Capita (1)
	Certificates of Participation	Total Primary Government	Percentage of Personal Income (1)	
2019	-	-	0.000%	-
2018	-	-	0.000%	-
2017	-	-	0.000%	-
2016	-	-	0.000%	-
2015	-	-	0.000%	-
2014	-	-	0.000%	-
2013	-	-	0.000%	-
(2) 2012	-	-	0.000%	-
2011	1,855,000	1,855,000	0.220%	66
2010	2,075,000	2,075,000	0.246%	74

(1) See Schedule 14 for personal income and population data.

(2) In January 2012, the Morgan County Building Authority early paid off the Certificates of Participation.

Morgan County, Colorado
 Direct and Overlapping Governmental Activities Debt
 As of December 31, 2019
 (unaudited)

Taxing Jurisdiction	General Obligation Long-Term Debt Outstanding	Estimated Percentage Applicable (1)	Overlapping Debt
School Districts			
Brush RE-2(J) School District	\$ 36,762,891	99.20%	\$ 36,468,788
Fort Morgan RE-3 School District	\$ 18,060,000	100.00%	\$ 18,060,000
Wiggins RE-50(J) School District	\$ 27,400,000	27.00%	\$ 7,398,000
Briggsdale RE-10 School District	\$ 1,945,000	99.00%	\$ 1,925,550
Weldon Valley School District RE-20(J)	\$ 301,060	99.97%	\$ 300,970
Other			
Well Augmentation Subdistrict	\$ 15,144,136	14.00%	\$ 2,120,179
Groundwater Management Subdistrict	\$ 23,184,527	14.00%	\$ 3,245,834
Central Colorado Water Conservancy District	\$ 46,728,463	14.00%	\$ 6,541,985
Total Overlapping Debt			<u><u>\$ 76,061,305</u></u>

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

(1) Portion of debt applicable to Morgan County is determined by the ratio of the assessed value of the portion of the applicable district located within Morgan County to the total assessed value of the applicable taxing district.

Morgan County, Colorado
 Legal Debt Margin Information
 Last Ten Years
 (unaudited)

Assessed Valuation:

Assessed value	\$ 547,971,100
Add back: exempt real property	-
Total assessed value	<u>\$ 547,971,100</u>

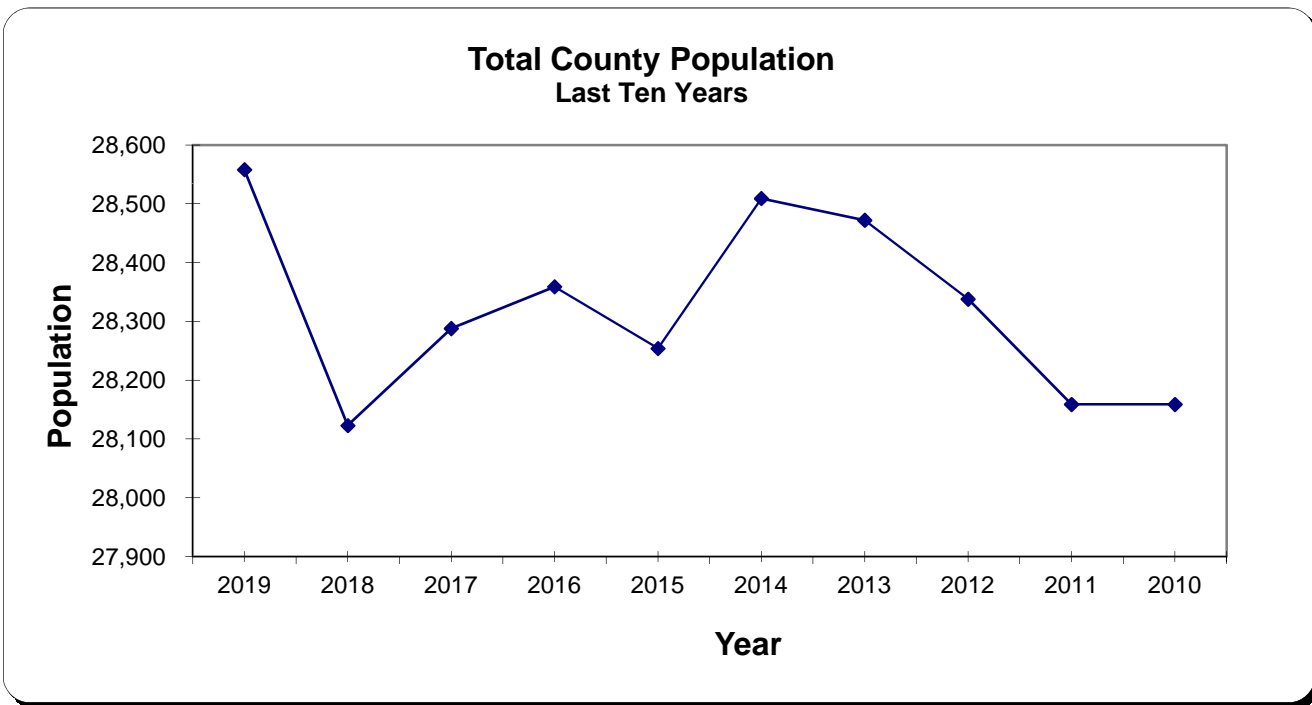
Legal debt margin:

Debt limitation - 3% of assessed value	\$ 16,439,133
No debt applicable to limitation	

Year	Debt limit	Total net debt applicable to limit	Legal debt margin	Total net debt applicable to the limit as a percentage of debt limit
2019	16,439,133	-0-	16,439,133	0.00%
2018	16,565,116	-0-	16,565,116	0.00%
2017	15,635,165	-0-	15,635,165	0.00%
2016	16,110,248	-0-	16,110,248	0.00%
2015	14,127,498	-0-	14,127,498	0.00%
2014	13,371,698	-0-	13,371,698	0.00%
2013	12,890,759	-0-	12,890,759	0.00%
2012	13,619,326	-0-	13,619,326	0.00%
2011	12,397,986	-0-	12,397,986	0.00%
2010	12,192,845	-0-	12,192,845	0.00%

Morgan County, Colorado
 Demographic and Economic Statistics
 Last Ten Years
 (unaudited)

Year	Population	Personal Income ¹	Per Capita Income	Median Age	School Enrollment	Unemployment Rate
2019	28,558	1,474,335,308	51,626	36.3	5,831	2.70%
2018	28,123	1,447,097,088	51,456	36.6	5,734	3.30%
2017	28,288	1,400,114,560	49,495	36.6	5,559	2.90%
2016	28,359	1,209,227,760	42,640	36.4	6,551	2.70%
2015	28,254	1,153,889,324	39,956	36.5	5,431	3.60%
2014	28,509	1,120,745,808	39,312	36.4	5,714	3.20%
2013	28,472	989,458,944	34,752	36.4	5,553	5.20%
2012	28,338	949,011,282	33,489	34.5	5,460	6.10%
2011	28,159	879,996,909	31,251	35.5	5,444	6.20%
2010	28,159	843,587,322	29,958	35.5	5,483	7.20%



¹ Computation of per capita personal income multiplied by population.

Source:

- www.suburbanstats.org
- www.cde.state.co.us
- www.factfinder.census.gov
- www.colmigateway.com



Morgan County, Colorado
Principal Private Employers
Current Year and Ten Years Ago
(unaudited)

Taxpayer	Type of Business	2019			2010		
		Number of Employees	Rank	Percentage of Total County Employment	Number of Employees	Rank	Percentage of Total County Employment
Cargill Meat Solutions Corporation	Beef Processing	2,000	1	11.82%	2,100	1	15.67%
Leprino Foods Company	Cheese Processing	375	2	2.22%	272	3	2.03%
Colorado Plains Medical Center	Hospital	361	3	2.13%	227	5	1.69%
Viaero Wireless	Cellular Provider	300	4	1.77%	250	4	1.87%
Wal-Mart Super Center	Retail/Grocery	300	5	1.77%	325	2	0.78%
Eben Ezer Lutheran Care Center	Nursing Home	260	6	1.54%	220	6	1.64%
East Morgan County Hospital	Hospital	245	7	1.45%	118	9	0.88%
Western Sugar (Includes Seasonal)	Sugar Processing	200	8	1.18%	200	7	1.49%
Valley View Villa	Nursing Home	119	9	0.70%	135	8	1.01%
Basic Energy Services - Pumping Div	Oil/Gas Services	99	10	0.58%			-
Kaiser Premier LLC Equip Mfg	Equipment Manufacturer	95	11	0.56%			-
Xcel Energy	Utility	83	12	0.49%	105		0.78%
Total		<u>4,437</u>		<u>26.22%</u>	<u>3,952</u>		<u>27.85%</u>
Total Morgan County Labor Force		<u>16,924</u>			<u>13,398</u>		

Source: Morgan County Economic Development

Morgan County, Colorado
Full-Time Equivalent County Government Employees by Function/Program
Last Ten Years
(unaudited)

<u>Function/Program</u>	2019	2018	2017	2016	2015
General Government					
Assessor	11	9	9	9	9
Board of County Commissioners	3	3	3	3	3
Building Maintenance	7	7	8	7	7
Clerk and Recorder	12	12	12	11	11
Courier	1	1	1	1	1
Finance	5	5	5	5	5
Fleet	7	7	7	7	6
Human Resources	1	1	1	1	1
Information Management Services	4	4	4	4	4
Planning and Building	4	4	4	3	4
Purchasing and Support Staff for BCC	1	1	1	1	2
Treasurer	3	3	3	3	2
Judicial and Public Safety					
Communications Center	14	14	14	11	14
Coroner	3	3	3	3	3
Corrections (Jail)	28	26	26	32	28
County Attorney	1	1	1	1	1
Emergency Management	1	1	1	1	1
Sheriff	23	30	30	24	27
Streets and Highways					
Road and Bridge	41	39	39	36	36
Auxiliary Services					
Extension	2	3	3	2	3
Fairgrounds	1	1	1	0	0
Veterans Officer	1	1	1	1	1
Health and Human Services					
Human Services	67	67	67	63	63
Business-type Services					
Ambulance Service	26	19	23	19	23
Solid Waste Management	6	7	7	7	7
Total	273	269	274	255	262

Source: Morgan County Payroll Department

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

2014	2013	2012	2011	2010
9	9	10	10	10
3	3	3	3	3
8	8	8	9	8
11	12	12	12	12
1	1	1	1	1
5	5	5	5	7
7	7	7	7	6
1	1	1	1	1
4	4	4	4	4
3	3	3	3	3
1	1	1	1	1
2	2	2	2	2
14	13	11	11	12
3	3	4	3	3
32	31	30	28	30
1	1	1	1	2
1	1	1	1	1
23	23	22	22	22
36	36	37	36	39
3	3	3	3	3
1	1	1	1	1
1	1	1	1	1
62	60	64	65	64
21	22	21	21	17
6	6	6	7	6
259	257	259	258	259

Morgan County, Colorado
 Operating Indicators by Function/Program
 Last Ten Years
 (unaudited)

Function/Program	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
General Government				
Assessor				
Property transfers	1,666	1,904	2,050	839
Public Trustee				
Number of foreclosures	40	40	48	70
Clerk				
Motor Vehicle transactions	53,743	66,877	86,014	71,389
Registered Voters	16,778	16,868	15,941	16,194
Planning and Building				
Number of building permits issued	142	411	301	355
Number of parcels created	24	26	15	22
Judicial and Public Safety				
Communications Center				
Non-emergency calls	73,985	79,078	64,349	77,123
9-1-1 calls	11,537	10,671	9,806	10,746
District Attorney				
Number of felony cases	356	436	460	344
Number of juvenile cases	34	47	40	30
Sheriff				
Detention Center average daily population	79	93	90	85
Incidents handled by patrol and investigations	19,654	19,572	20,146	17,515
Streets and Highways				
Road and Bridge				
Bridges	173	173	173	173
County maintained roads (miles)	1,031	1,035	1,034	1,036
County roads maintained by others (miles)	61	61	61	61
County roads not maintained (miles)	145	142	143	143
Health and Human Services				
Human Services				
Families receiving food assistance	2,645	2,710	2,717	2,818
Seniors receiving assistance	2,359	2,668	2,745	2,634
Children receiving subsidized day care	***	90	78	68
Child Abuse or neglect cases reported	65	67	52	59
Auxiliary Services				
Extension				
4-H youth development program participants	392	415	368	378
Fairgrounds				
County fair attendance	4,700	4,650	4,200	4,300
Total Complex attendance	33,200	33,185	31,730	32,060
Business-type Services				
Ambulance Service				
Number of calls	3,073	2,831	2,726	2,526
Solid Waste Management				
Recycled tons processed	234	348	566	318

*** Department of Human services records not available for 2010-2012
 Source: Information provided by individual Morgan County departments

2015	2014	2013	2012	2011	2010
1,755	1,549	1,804	683	595	516
60	53	74	123	115	202
68,755	58,312	63,473	63,682	59,932	58,686
14,477	15,067	15,378	15,400	14,500	14,366
103	81	100	79	64	95
25	38	19	17	28	13
68,807	66,672	74,884	97,501	61,796	87,346
10,514	9,910	8,344	10,674	9,776	9,589
279	280	261	304	308	295
59	35	38	68	63	65
77	61	95	90	91	93
15,404	15,808	18,244	15,880	14,961	16,405
173	173	173	173	173	173
1,036	1,056	1,056	1,057	1,057	1,057
61	54	54	54	54	55
143	128	128	128	132	133
2,819	2,747	3,016	2,985	2,910	2,720
2,617	1,800	2,186	2,154	2,091	2,540
56	64	55	55	***	49
51	48	46	44	46	46
397	397	401	374	369	451
4,100	4,000	4,000	4,000	4,000	4,000
30,950	30,570	30,570	37,750	37,620	37,420
2,444	2,355	2,181	2,125	2,452	2,075
349	417	356	300	324	122

Morgan County, Colorado
Capital Asset Statistics by Function/Program
Last Ten Years
(unaudited)

Function/Program	2019	2018	2017	2016	2015
Judicial and Public Safety					
Communications Center console positions	5	3	4	4	4
Communications Center vehicles	1	1	1	1	1
911 Emergency Telephone towers	3	3	3	3	3
Emergency Management vehicles	1	1	1	1	1
Courtrooms - district and county	3	3	3	3	3
Jail	1	1	1	1	1
Jail vehicles	3	3	3	3	3
Patrol vehicles	14	14	14	14	14
Sheriff Investigation & Administrative vehicles	13	13	13	13	13
Streets and Highways					
Graders	15	15	15	15	15
Grader sheds	6	6	6	6	6
Trucks	24	24	24	24	24
Heavy equipment	10	10	10	10	10
Other equipment	56	54	55	48	44
Vehicles	21	20	20	20	22
Health and Human Services					
Building	1	1	1	1	1
Vehicles	9	9	9	9	9
Auxiliary Services					
Extension Office	1	1	1	1	1
Event Center	1	1	1	1	1
Fairgrounds	1	1	1	1	1
Fairground heavy equipment	3	3	3	3	3
Fairground vehicles	1	1	1	1	1
Ambulance Service					
Buildings	2	2	3	2	2
Ambulance vehicles	7	7	7	8	7
Administrative vehicles	1	1	1	1	1
Solid Waste Management					
Landfill site	1	1	1	1	1
Transfer sites	0	0	0	0	0
Equipment	5	5	5	5	5
Vehicles	2	2	3	3	3

Note: No capital asset indicators are available for the general government.

Source: Information provided by individual Morgan County departments

2014	2013	2012	2011	2010
4	4	4	4	4
1	1	2	2	2
3	3	3	3	3
1	4	4	4	4
3	3	3	3	3
1	1	1	1	1
3	3	3	3	3
14	13	12	11	11
13	13	12	12	11
15	15	15	15	15
6	6	6	6	6
24	24	24	23	23
10	10	10	10	10
39	37	36	36	36
19	6	20	19	19
1	1	1	1	1
9	9	9	9	9
1	1	1	1	1
1	1	1	1	1
1	1	1	1	1
3	3	3	3	4
1	1	1	1	1
2	3	2	2	3
8	8	8	8	8
1	1	1	1	1
1	1	1	1	1
0	6	0	0	0
5	4	4	4	4
3	3	3	3	3



SINGLE AUDIT SECTION

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

INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Morgan County
Fort Morgan, Colorado

We have audited, 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Morgan County (County) as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated July 17, 2020.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Watson Coon Ryan, LLC

GREENWOOD VILLAGE, COLORADO
July 17, 2020

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND
REPORT ON INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH THE UNIFORM GUIDANCE**

INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Morgan County

Report on Compliance for each major federal program

We have audited Morgan County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Morgan County's major federal programs for the year ended December 31, 2019. Morgan County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Morgan County's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Award* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on each major federal program occurred. An audit includes examining, on a test basis, evidence about Morgan County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However our audit does not provide a legal determination of Morgan County's compliance.

Opinion on Compliance for each major federal program

In our opinion, Morgan County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2019.

Report on Internal Control over Compliance

Management of Morgan County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Morgan County's internal control over compliance with the types of requirements that could have a direct and material effect on its each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Morgan County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Respectfully,

Watson Coon Ryan, LLC

GREENWOOD VILLAGE, COLORADO

July 17, 2020

MORGAN COUNTY, COLORADO

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2019**

Program	Federal CFDA Number	Federal Expenditures
U.S. Department of Agriculture		
Passed through Colorado Department of Human Services		
Food Assistance Administration	10.561	189,330
Total Department of Agriculture		189,330
U.S. Department of Health and Human Services		
Passed through Colorado Department of Human Services		
Promoting Safe and Stable Families	93.556	142,551
TANF	93.558	986,414
Title IV-D	93.563	354,402
Title IV-B	93.645	26,971
Title IV-E	93.658	525,544
Adoption	93.659	187,233
Tile XX Block Grant	93.667	142,806
Low Income Home Energy Assistance Block Grant	93.568	4,143
Guardianship Assistance - ARRA	93.090	2,743
Child Care Cluster		
Child Care and Development Block Grant	93.575	211,260
Care and Development Fund	93.596	80,272
Total Child Care Cluster		291,532
Department of Health Care Policy and Financing		
Title XIX Medicaid Assistance Program	93.778	377,960
Total Department of Health and Human Services		3,231,629
U.S. Department of Justice		
Passed through State of Colorado		
Victims Assistance Program	16.575	27,260
State Criminal Alien Assistance Program	16.606	22,300
Total Department of Justice		49,560
U.S. Department of Homeland Security		
Passed through State of Colorado		
Emergency Management Performance Grant	97.042	48,048
Total Department of Homeland Security		48,048
Total Expenditures of Federal Awards		\$ 3,329,237

See the accompanying notes to schedule of expenditures of federal awards.



MORGAN COUNTY
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2019

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Morgan County under programs of the federal government for the year ended December 31, 2019. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Morgan County, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Morgan County

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represents adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

3. STATE INFORMATION TECHNOLOGY SYSTEM

In 2004, the State of Colorado (the State) implemented the new Colorado Benefits Management System (CBMS), which consolidated legacy systems into one system and also incorporated a rules engine for determining eligibility and calculating and issuing benefits payments. As a result, the counties and the State split eligibility determination functions for certain federal Human Services' programs under CBMS. Counties are responsible for data collection from applicants and data entry of applicable information into CBMS. Concurrently, the State maintains the computer system supporting the eligibility determination process and pays benefits to the participants. The actual eligibility and payment determinations become the State's responsibility utilizing CBMS.

4. SUBRECIPIENTS

No federal awards were passed through to subrecipients for the year-ended December 31, 2019.

5. HUMAN SERVICES PROGRAMS

The County's Department of Human Services operates several federally funded human services programs where benefits are provided to qualified citizens. The benefit distribution method consists of participants receiving benefits using a state-maintained electronic banking card (EBT) instead of the City's cash disbursements. The Colorado Department of Human Services provided total EBT authorizations to qualified citizens in the County, in the amount of \$3,323,973. The revenue and expenditures associated with these federal programs are not recognized in the County's basic financial statements.

6. INDIRECT COST RATE

Morgan County has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

MORGAN COUNTY
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE YEAR ENDED DECEMBER 31, 2019

SUMMARY OF AUDITORS RESULTS

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weaknesses identified?	___ Yes	<u> x </u> No
Significant deficiencies identified?	___ Yes	<u> x </u> None reported
Noncompliance material to financial statements noted?	___ Yes	<u> x </u> No

Federal Awards

Internal control over major federal programs:

Material weaknesses identified?	___ Yes	<u> x </u> No
Significant deficiencies identified?	___ Yes	<u> x </u> None reported
Type of auditor's report issued on compliance for major federal programs:	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	___ Yes	<u> x </u> No
Identification of major federal programs:	<p style="margin-left: 20px;">93.558 Temporary Assistance for Needy Families</p> <p style="margin-left: 20px;">10.561 Food Assistance Administration</p>	
Dollar threshold used to distinguish between type A and type B programs:	<p style="margin-left: 20px;">\$ <u>750,000</u></p>	
Auditee qualified as a low-risk auditee?	<u> x </u> Yes	___ No

MORGAN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2019

Section II: Financial Statement Findings

There were no findings.

Section III: Federal Awards Findings

There were no findings.

Section IV: Status of Prior Year Findings

There were no findings for the year ended December 31, 2018.