

BASIC FINANCIAL STATEMENTS



Morgan County, Colorado
Statement of Net Assets
December 31, 2008
(With comparative totals for December 31, 2007)

	Governmental	Business-type	Total	
	Activities	Activities	2008	2007
ASSETS				
Cash (Notes 1 & 3)	\$ 1,635	\$ 826	\$ 2,461	\$ 2,239
Cash held by other agencies (Notes 1 & 3)	164,573	-	164,573	146,758
Cash held by trust agent (Notes 3 & 7)	267,614	-	267,614	288,677
Client trust accounts (Note 3)	32,384	-	32,384	20,323
Receivables (net of allowances for uncollectibles) (Notes 1 & 4):				
Accrued interest	49	-	49	921
General property tax - net	11,082,687	-	11,082,687	10,965,583
Accounts	19,210	228,309	247,519	317,378
Intergovernmental	1,434,778	-	1,434,778	2,357,224
Other	63,296	4,835	68,131	80,194
Funds held by agency funds (Notes 1 & 3)	22,364,812	3,243,653	25,608,465	24,864,173
Internal balances (Notes 1 & 9)	25,818	(25,818)	-	-
Prepaid items (Note 1)	-	-	-	14,271
Inventory (Note 1)	324,224	-	324,224	282,861
Debt issuance costs - net (Note 1)	61,801	-	61,801	67,687
Capital assets (net of accumulated depreciation) (Notes 1 & 5):				
Land	1,248,244	23,510	1,271,754	1,271,754
Construction in progress	322,049	-	322,049	162,930
Buildings	9,731,025	456,203	10,187,228	10,592,923
General equipment	3,292,827	86,346	3,379,173	3,532,626
Infrastructure	174,843,424	-	174,843,424	183,018,736
Total assets	225,280,450	4,017,864	229,298,314	237,987,258
LIABILITIES				
Warrants payable	587,182	35,553	622,735	892,152
Vouchers payable	261,654	18,953	280,607	418,887
Accounts payable	28,982	4,499	33,481	23,259
Accrued Wages	-	22,292	22,292	-
Client trust accounts (Note 3)	32,384	-	32,384	20,323
Intergovernmental payables	964,376	-	964,376	1,659,064
Unearned tax and other revenue (Note 1)	11,290,307	-	11,290,307	11,168,006
Funds held for others	14,438	-	14,438	14,438
Noncurrent liabilities:				
Due within one year:				
Compensated absences (Notes 1 & 8)	61,747	28,141	89,888	133,750
Obligation under capital lease (Notes 7 & 8)	200,000	-	200,000	190,000
Due more than one year:				
Compensated absences (Notes 1 & 8)	766,938	46,779	813,717	790,292
Accrued landfill closure and post-closure care costs (Note 13)	-	493,357	493,357	477,385
Obligation under capital lease (Notes 7 & 8)	2,285,000	-	2,285,000	2,485,000
Total liabilities	16,493,008	649,574	17,142,582	18,272,556
NET ASSETS:				
Invested in capital assets, net of related debt (Note 1)	186,952,569	566,059	187,518,628	195,903,969
Restricted for (Note 12):				
Emergencies	554,905	-	554,905	554,905
Debt service	248,500	-	248,500	267,500
Unrestricted	21,031,468	2,802,231	23,833,699	22,988,328
Total net assets	\$ 208,787,442	\$ 3,368,290	\$ 212,155,732	\$ 219,714,702

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

Morgan County, Colorado
Statement of Activities
For Fiscal Year Ended December 31, 2008

Functions/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 6,957,754	\$ 1,602,114	\$ 279,716	\$ 99,441
Judicial and public safety	3,719,727	559,117	231,747	-
Public health	8,296	-	-	-
Auxiliary services	380,771	-	-	-
Roads and bridges	13,865,403	17,379	2,423,496	-
Public welfare	4,542,657	-	3,343,557	-
Interest on long-term debt	129,194	-	-	-
Agent fees on long-term debt	8,836	-	-	-
Total governmental activities	29,612,638	2,178,610	6,278,516	99,441
Business-type activities:				
Ambulance services	1,089,807	913,396	5,224	-
Solid waste services	462,609	595,311	-	-
Total business-type activities	1,552,416	1,508,707	5,224	-
Total primary government	\$ 31,165,054	\$ 3,687,317	\$ 6,283,740	\$ 99,441

General revenues:

Taxes:

- Property
- Specific ownership
- Lodging
- Other
- Interest
- Miscellaneous
- Sale of assets

Transfers

- Total general revenues, special items, and transfers
- Changes in net assets
- Net assets, January 1
- Net assets, December 31

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

Net (Expenses) Revenues and Changes in Net Assets Primary Government			
Governmental Activities	Business-type Activities	Total	
		2008	2007
\$ (4,976,483)	\$ -	\$ (4,976,483)	\$ (5,609,111)
(2,928,863)	-	(2,928,863)	(2,958,614)
(8,296)	-	(8,296)	(9,645)
(380,771)	-	(380,771)	(364,664)
(11,424,528)	-	(11,424,528)	(10,242,546)
(1,199,100)	-	(1,199,100)	(967,184)
(129,194)	-	(129,194)	(137,392)
(8,836)	-	(8,836)	(7,306)
<u>(21,056,071)</u>	<u>-</u>	<u>(21,056,071)</u>	<u>(20,296,462)</u>
-	(171,187)	(171,187)	82,105
-	132,702	132,702	113,722
<u>-</u>	<u>(38,485)</u>	<u>(38,485)</u>	<u>195,827</u>
<u>\$ (21,056,071)</u>	<u>\$ (38,485)</u>	<u>\$ (21,094,556)</u>	<u>\$ (20,100,635)</u>
10,947,757	-	10,947,757	10,580,908
1,151,224	-	1,151,224	1,168,881
82,609	-	82,609	83,904
54,582	-	54,582	64,678
735,984	47,504	783,488	1,296,253
494,518	2,587	497,105	569,800
18,821	-	18,821	16,549
25,339	(25,339)	-	-
<u>13,510,834</u>	<u>24,752</u>	<u>13,535,586</u>	<u>13,780,973</u>
(7,545,237)	(13,733)	(7,558,970)	(6,319,662)
216,332,679	3,382,023	219,714,702	226,034,364
<u>\$ 208,787,442</u>	<u>\$ 3,368,290</u>	<u>\$ 212,155,732</u>	<u>\$ 219,714,702</u>

Morgan County, Colorado
Balance Sheet
Governmental Funds
December 31, 2008
(With comparative totals for December 31, 2007)

	General	Road and Bridge	Social Services	Other Governmental Funds
ASSETS:				
Cash (Note 3)	\$ 800	\$ -	\$ 400	\$ 85
Cash held by other agencies	164,573	-	-	-
Cash held by trust agent (Note 3)	-	-	-	267,614
Client trust accounts (Note 3)	-	-	32,384	-
Receivables (net of allowances for uncollectibles):				
Accrued interest (Note 4)	-	-	-	49
General property tax - net	7,024,497	3,254,209	803,981	-
Accounts (Note 4)	-	1,175	-	-
Intergovernmental (Note 4)	161,064	22,324	1,250,941	799
Other (Note 4)	25,091	25	2,345	35,835
Funds held by agency funds	11,065,321	5,849,780	1,043,567	1,121,345
Due from other funds (Note 9)	600	-	-	198,855
Interfund receivables (Note 9)	1,382	-	-	-
Prepaid items	-	-	-	-
Inventories	3,345	150,226	-	-
Total assets	\$ 18,446,673	\$ 9,277,739	\$ 3,133,618	\$ 1,624,582
LIABILITIES AND FUND BALANCES:				
LIABILITIES:				
Warrants payable	\$ 327,628	\$ 69,157	\$ 139,008	\$ 91
Vouchers payable	127,120	24,681	-	8,412
Accounts payable	9,704	2,683	3,299	-
Accrued compensated absences	8,326	-	930	-
Client trust accounts	-	-	32,384	-
Intergovernmental payables	-	-	964,376	-
Due to other funds (Note 9)	199,546	-	-	-
Interfund payables (Note 9)	116,350	151,521	5,497	67
Unearned tax and other revenue	7,035,812	3,254,209	1,000,286	-
Funds held for others	13,988	-	-	450
Total liabilities	7,838,474	3,502,251	2,145,780	9,020
FUND BALANCES:				
Fund balance (Notes 11 & 12):				
Reserved for inventory	3,345	150,226	-	-
Reserved for emergencies	554,905	-	-	-
Reserved for capital improvements	-	1,707,972	-	-
Reserved for debt service	-	-	-	248,500
Unreserved:				
Designated for capital projects	1,000,000	-	-	-
Designated for debt service	1,300,000	-	-	-
Designated for other agencies	82,433	-	-	-
Designated for subsequent years' expenditures:				
General fund	943,810	-	-	-
Special revenue funds	-	504,476	240,185	318,237
Undesignated:				
General fund	6,723,706	-	-	-
Special revenue funds	-	3,412,814	747,653	907,377
Debt service fund	-	-	-	141,448
Total fund balances	10,608,199	5,775,488	987,838	1,615,562
Total liabilities and fund balances	\$ 18,446,673	\$ 9,277,739	\$ 3,133,618	\$ 1,624,582

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

Total Governmental Funds

2008	2007
\$ 1,285	\$ 1,285
164,573	146,758
267,614	288,677
32,384	20,323
49	921
11,082,687	10,965,583
1,175	1,164
1,435,128	2,357,224
63,296	76,432
19,080,013	18,430,456
199,455	122,285
1,382	1,385
-	14,271
153,571	141,576
<u>\$ 32,482,612</u>	<u>\$ 32,568,340</u>
\$ 535,884	\$ 735,829
160,213	199,924
15,686	10,446
9,256	64,470
32,384	20,323
964,376	1,659,064
199,546	122,897
273,435	183,593
11,290,307	11,168,006
14,438	14,438
<u>13,495,525</u>	<u>14,178,990</u>
153,571	141,576
554,905	554,905
1,707,972	1,454,894
248,500	267,500
1,000,000	1,000,000
1,300,000	1,300,000
82,433	86,745
943,810	672,253
1,062,898	770,908
6,723,706	7,037,123
5,067,844	4,959,063
141,448	144,383
<u>18,987,087</u>	<u>18,389,350</u>
<u>\$ 32,482,612</u>	<u>\$ 32,568,340</u>

**Morgan County, Colorado
 Reconciliation of the Governmental Funds
 Balance Sheet to the Statement of Net Assets
 For Year Ended December 31, 2008**

Total governmental fund balances (page 28) \$ 18,987,087

Amounts reported for governmental activities in the statement of activities (page 26) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. 186,994,801

Long-term liabilities, including capital leases payable, compensated absences, and interest payable, are not due and payable in the current period and therefore are not reported in the funds.

Certificates of participation	\$(2,485,000)	
Compensated absences	(634,578)	
Interest payable	<u>(10,091)</u>	
		(3,129,669)

Deferred charges from debt issuance costs are to be amortized over the life of the debt. 61,801

The internal services fund is used by management to charge the costs of services for the County attorney, fleet maintenance, and other services to individual funds. The assets and liabilities of the internal service fund are included in the governmental activities in the statement of net assets. 5,873,422

Net assets of governmental activities (page 26) \$208,787,442

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



Morgan County, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the fiscal year ended December 31, 2008
(With comparative totals for the fiscal year ended December 31, 2007)

	General	Road and Bridge	Social Services	Other Governmental Funds
REVENUES				
Taxes	\$ 7,659,085	\$ 3,549,784	\$ 944,694	\$ 82,609
Intergovernmental	511,463	2,423,496	3,343,557	99,441
Licenses and permits	62,973	-	-	-
Fines and forfeitures	43,009	-	-	-
Fee accounts	1,149,442	-	-	29,798
Charges for materials/service	-	17,379	-	231,246
Interest	674,735	53,077	-	8,172
Miscellaneous	91,886	4,515	97,211	300,178
Total revenues	<u>10,192,593</u>	<u>6,048,251</u>	<u>4,385,462</u>	<u>751,444</u>
EXPENDITURES				
Current:				
General government	4,978,314	-	-	75,986
Judicial and public safety	3,551,458	-	-	74,328
Public health	8,296	-	-	-
Auxiliary services	380,771	-	-	-
Road and bridge	-	5,662,513	-	-
Public welfare	-	-	4,526,028	-
Intergovernmental cooperation outlay	860,092	-	-	10,000
Capital outlay	271,977	-	10,620	72,088
Debt service:				
Principal (Notes 7 & 8)	-	-	-	190,000
Interest (Notes 7 & 8)	-	-	-	129,930
Agent fees	-	-	-	2,951
Total expenditures	<u>10,050,908</u>	<u>5,662,513</u>	<u>4,536,648</u>	<u>555,283</u>
Excess (deficiency) of revenues over (under) expenditures	<u>141,685</u>	<u>385,738</u>	<u>(151,186)</u>	<u>196,161</u>
Other financing sources (uses):				
Transfers in (Note 10)	440,244	-	-	213,773
Transfers out (Note 10)	<u>(213,773)</u>	<u>-</u>	<u>-</u>	<u>(414,905)</u>
Total other financing sources (uses)	<u>226,471</u>	<u>-</u>	<u>-</u>	<u>(201,132)</u>
Net change in fund balances	368,156	385,738	(151,186)	(4,971)
Fund Balances, January 1	<u>10,240,043</u>	<u>5,389,750</u>	<u>1,139,024</u>	<u>1,620,533</u>
Fund Balances, December 31 (Notes 14 & 15)	<u>\$ 10,608,199</u>	<u>\$ 5,775,488</u>	<u>\$ 987,838</u>	<u>\$ 1,615,562</u>

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

Total Governmental Funds

2008	2007
\$ 12,236,172	\$ 11,898,371
6,377,957	6,328,086
62,973	68,609
43,009	41,068
1,179,240	1,076,502
248,625	252,138
735,984	1,229,720
493,790	569,176
<u>21,377,750</u>	<u>21,463,670</u>
5,054,300	4,714,287
3,625,786	3,472,669
8,296	9,645
380,771	364,664
5,662,513	5,155,104
4,526,028	4,214,311
870,092	1,031,070
354,685	368,410
190,000	185,000
129,930	138,070
2,951	1,420
<u>20,805,352</u>	<u>19,654,650</u>
<u>572,398</u>	<u>1,809,020</u>
654,017	-
(628,678)	-
<u>25,339</u>	-
597,737	1,809,020
<u>18,389,350</u>	<u>16,580,330</u>
<u>\$ 18,987,087</u>	<u>\$ 18,389,350</u>

Morgan County, Colorado
Reconciliation of the Governmental Funds Statement of Revenues,
Expenditures, and Changes in Fund Balance to the Statement of Activities
For the Year Ended December 31, 2008

Net change in fund balances – total governmental funds (page 32) **\$ 597,737**

Amounts reported for governmental activities in the statement of activities (page 26) are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital asset additions	\$ 1,097,034	
Depreciation expense	<u>(9,701,466)</u>	
Excess of depreciation over capital outlay		(8,604,432)

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. Repayment of principal includes:

Certificates of participation		190,000
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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.

Compensated absences	(15,680)	
Accrued interest	736	
Amortization of debt issuance costs	<u>(5,886)</u>	
		(20,830)

Internal service funds are used by management to charge the costs of certain activities such as fleet services, attorney services, accounting services, and information system services to individual funds. The net revenue (expense) of the internal service fund is reported with governmental activities.

292,288

Change in net assets of governmental funds (page 26) **\$ (7,545,237)**

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

Morgan County, Colorado

Statement of Net Assets

Proprietary Funds

December 31, 2008

(With comparative totals for Business-type Activities for December 31, 2007)

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Ambulance Service	Solid Waste Management	Total		
			2008	2007	
ASSETS					
Current assets:					
Cash (Notes 1 & 3)	\$ -	\$ 826	\$ 826	\$ 604	\$ 350
Receivables (net of allowance uncollectibles) (Note 4):					
Accounts	190,363	37,946	228,309	294,398	18,035
Other	4,835	-	4,835	3,762	-
Funds held by agency funds - County					
Treasurer (Note 1)	347,644	2,896,009	3,243,653	3,140,576	3,284,799
Due from other funds	-	691	691	612	-
Interfund receivables (Notes 1 & 9)	-	886	886	17	298,119
Inventory	-	-	-	-	170,653
Total current assets	542,842	2,936,358	3,479,200	3,439,969	3,771,956
Noncurrent assets:					
Capital assets (net of accumulated depreciation) (Notes 1 & 5) :					
Land	-	23,510	23,510	23,510	-
Construction in progress	-	-	-	-	74,033
Buildings	352,632	103,571	456,203	486,135	14,034
General equipment	44,166	42,180	86,346	65,067	2,307,389
Infrastructure	-	-	-	-	47,312
Total noncurrent assets	396,798	169,261	566,059	574,712	2,442,768
Total assets	939,640	3,105,619	4,045,259	4,014,681	6,214,724
LIABILITIES					
Current liabilities:					
Warrants payable	25,483	10,070	35,553	59,919	51,298
Vouchers payable	15,247	3,706	18,953	16,315	101,441
Accounts payable	-	4,499	4,499	(365)	3,205
Accrued wages	22,292	-	22,292	-	-
Compensated absences (Notes 1 & 8)	19,492	8,649	28,141	16,066	52,491
Due to other funds	350	600	950	-	-
Interfund payables (Notes 1 & 9)	16,288	10,157	26,445	22,266	507
Total current liabilities	99,152	37,681	136,833	114,201	208,942
Noncurrent liabilities:					
Compensated absences (Notes 1 & 8)	23,403	23,376	46,779	41,072	132,360
Accrued landfill closure and post-closure care costs (Note 13)	-	493,357	493,357	477,385	-
Total noncurrent liabilities	23,403	516,733	540,136	518,457	132,360
Total liabilities	122,555	554,414	676,969	632,658	341,302
NET ASSETS (Notes 1, 11 & 12)					
Invested in capital assets	396,798	169,261	566,059	574,712	2,442,768
Unrestricted	420,287	2,381,944	2,802,231	2,807,311	3,430,654
Total net assets	\$ 817,085	\$ 2,551,205	\$ 3,368,290	\$ 3,382,023	\$ 5,873,422

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

Morgan County, Colorado
Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the year ended December 31, 2008
(With comparative totals for Business-type Activities December 31, 2007)

	Business-type Activities - Enterprise Funds				Governmental
	Ambulance Service	Solid Waste Management	Total		Activities - Internal Service Fund
			2008	2007	
Operating revenues					
Charges for services	\$ 913,396	\$ 595,311	\$ 1,508,707	\$ 1,623,800	\$ 3,952,182
Miscellaneous revenues	6,479	778	7,257	7,593	1,328
Total operating revenues	<u>919,875</u>	<u>596,089</u>	<u>1,515,964</u>	<u>1,631,393</u>	<u>3,953,510</u>
Operating expenses					
Compensation and benefits	714,667	239,272	953,939	844,302	1,243,146
Operating supplies	44,382	20,566	64,948	102,346	1,470,731
Purchased services	154,270	68,463	222,733	166,493	254,436
Fixed charges	140,046	95,321	235,367	271,063	65,114
Depreciation	30,044	16,909	46,953	44,915	639,877
Other expenses	6,398	22,078	28,476	50,938	6,139
Total operating expenses	<u>1,089,807</u>	<u>462,609</u>	<u>1,552,416</u>	<u>1,480,057</u>	<u>3,679,443</u>
Operating income (loss)	<u>(169,932)</u>	<u>133,480</u>	<u>(36,452)</u>	<u>151,336</u>	<u>274,067</u>
Nonoperating revenues					
State grant	204	-	204	5,000	-
Other grants	350	-	350	20,200	-
Interest	-	47,504	47,504	66,533	-
Gain on disposal of assets	-	-	-	-	18,221
Total nonoperating revenues	<u>554</u>	<u>47,504</u>	<u>48,058</u>	<u>91,733</u>	<u>18,221</u>
Income (loss) before transfers	(169,378)	180,984	11,606	243,069	292,288
Transfers:					
Transfers out	<u>(25,339)</u>	<u>-</u>	<u>(25,339)</u>	<u>-</u>	<u>-</u>
Change in net assets	(194,717)	180,984	(13,733)	243,069	292,288
Total net assets, January 1	<u>1,011,802</u>	<u>2,370,221</u>	<u>3,382,023</u>	<u>3,138,954</u>	<u>5,581,134</u>
Total net assets, December 31 (Notes 11 & 12)	<u>\$ 817,085</u>	<u>\$ 2,551,205</u>	<u>\$ 3,368,290</u>	<u>\$ 3,382,023</u>	<u>\$ 5,873,422</u>

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

Morgan County, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2008
(With comparative totals for Business-type Activities for December 31, 2007)

	Business-type Activities - Enterprise Funds				Governmental Activities -
	Ambulance Service Fund	Solid Waste Management	2008	2007	Internal Services Fund
Cash flows from operating activities					
Receipts from customers and users	\$ 991,054	\$ 584,083	\$ 1,575,137	\$ 1,554,781	\$ 202,760
Receipts from interfund services	383	4,512	4,895	5,641	3,661,343
Payments to suppliers	(194,249)	(91,857)	(286,106)	(232,360)	(1,965,942)
Payments for interfund services	(149,015)	(100,809)	(249,824)	(282,105)	(6,126)
Payments to employees	(685,673)	(239,548)	(925,221)	(838,165)	(1,240,977)
Net cash provided by operating activities	<u>(37,500)</u>	<u>156,381</u>	<u>118,882</u>	<u>207,792</u>	<u>651,059</u>
Cash flows from noncapital financing activities					
Transfer to General fund	(25,339)	-	(25,339)	-	-
Grants received	204	-	204	5,000	-
Donations received	350	-	350	20,200	-
Net cash provided (used) by noncapital financing activities	<u>(24,785)</u>	<u>-</u>	<u>(24,785)</u>	<u>25,200</u>	<u>-</u>
Cash flows from capital and other activities					
Acquisition of capital assets	-	(38,300)	(38,300)	-	(679,371)
Proceeds from capital grant	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	19,971
Net cash used by capital activities	<u>-</u>	<u>(38,300)</u>	<u>(38,300)</u>	<u>-</u>	<u>(659,401)</u>
Cash flows from investing activities					
Interest received	-	47,504	47,504	66,534	-
Net cash provided by capital and investing activities	<u>-</u>	<u>47,504</u>	<u>47,504</u>	<u>66,534</u>	<u>-</u>
Net Increase (decrease) in cash and cash equivalents	(62,285)	165,585	103,300	299,526	(8,342)
Cash and cash equivalents - January 1	409,929	2,731,250	3,141,179	2,841,654	3,293,491
Cash and cash equivalents - December 31 (Note 1)	<u>\$ 347,644</u>	<u>\$ 2,896,835</u>	<u>\$ 3,244,479</u>	<u>\$ 3,141,180</u>	<u>\$ 3,285,149</u>
Reconciliation of operating income to net cash provided (used) by operating activities:					
Operating income (loss)	\$ (169,932)	\$ 133,480	(36,452)	\$ 151,336	\$ 274,067
Adjustment to reconcile operating income to net cash provided (used) by operating activities:					
Depreciation expense	30,044	16,909	46,953	44,914	639,877
(Increase) decrease in accounts receivable	71,562	(6,548)	65,014	(70,076)	3,781
Increase in intergovernmental receivables	-	(948)	(948)	(895)	(93,188)
Increase in inventory	-	-	-	-	(29,367)
(Increase) decrease in prepaid items	-	-	-	472	-
Increase (decrease) in accounts payable	(11,856)	(5,008)	(16,864)	31,598	(145,459)
Increase in intergovernmental payable	2,332	2,799	5,131	5,933	34
Increase in accrued wages	22,292	-	-	-	-
Increase (decrease) in accrued compensated absences	18,058	(275)	17,783	6,136	1,315
Increase in accrued landfill closure and postclosure	-	15,972	15,972	38,374	-
Total adjustments	<u>132,432</u>	<u>22,901</u>	<u>133,042</u>	<u>56,456</u>	<u>376,992</u>
Net cash provided by operating activities	<u>\$ (37,500)</u>	<u>\$ 156,381</u>	<u>\$ 96,590</u>	<u>\$ 207,792</u>	<u>\$ 651,059</u>

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

Morgan County, Colorado
Statement of Fiduciary Net Assets
Fiduciary Funds
December 31, 2008

	<u>Total</u> <u>Agency Funds</u>
ASSETS	
Cash	\$ 875,710
Funds held by agency funds	449,691
Total assets	<u>\$ 1,325,401</u>
 LIABILITIES	
Warrants payable	\$ 466,437
Funds held for designated purpose	13,494
Funds held for others	845,470
Total liabilities	<u>\$ 1,325,401</u>

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