

LARAMIE COUNTY, WYOMING



Annual Financial and Compliance Report

June 30, 2016

LARAMIE COUNTY, WYOMING

FINANCIAL AND COMPLIANCE REPORT

JUNE 30, 2016

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FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

Honorable Board of County Commissioners
Laramie County, Wyoming
Cheyenne, Wyoming

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Laramie County, Wyoming (the "County"), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Cheyenne Regional Medical Center (the "Hospital"), which is shown as a discretely presented component unit, or the Cheyenne Regional Medical Center Pension Plan, which is shown as a fiduciary fund. The Hospital represents 91%, 92%, and 96%, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Cheyenne Regional Medical Center and the Cheyenne Regional Medical Center Pension Plan, is based solely on the report of the other auditors. 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County as of June 30, 2016, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management’s Discussion and Analysis on pages 3 through 8, the Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual for all major governmental funds on pages 68 through 79, Schedules of Proportionate Share of the Net Pension Liability and Schedules of Contributions on pages 80 through 87, and notes to required supplementary information on pages 88 and 89, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

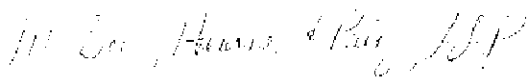
Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County’s basic financial statements. The Combining Statements of Nonmajor Governmental Funds and discretely presented component units and Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

This information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 23, 2017 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County’s internal control over financial reporting and compliance.



Cheyenne, Wyoming
March 23, 2017

LARAMIE COUNTY, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2016

As management of Laramie County, Wyoming (referred to as "Laramie County" or 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 June 30, 2016.

Financial Highlights

- The assets and deferred outflow of resources of Laramie County exceeded its liabilities and deferred inflow of resources at the close of the most recent fiscal year by \$146,487,318 (*net position*). Of this amount, \$14,999,802 (*unrestricted net position*) may be used to meet the County's ongoing obligations to citizens and creditors.
- As of the close of the year, the County's governmental funds reported combined ending fund balances of \$47,839,224, an increase of \$1,348,993 from the prior year. Of this amount, \$7,402,217 is *available for spending* at the County's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, the unassigned fund balance for the general fund was \$7,402,187, or 25% of total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis is 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 financial statements. This report also contains supplementary information 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 position* presents information on all of the County's assets/deferred outflow of resources and liabilities/deferred inflow of resources, with the difference between them reported as *net position*. Over time, increases or decreases in net position 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 County's net position changed during the most recent fiscal year. All changes in net position 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, public safety, public works, health, welfare and recreation, and conservation of natural resources. The only business-type activity of the County is the Memorial Hospital of Laramie County (*dba Cheyenne Regional Medical Center*) and is reported as a major discretely presented component unit in this report. The Hospital issues its own financial statements if more detailed financial information about its operations is needed.

The government-wide financial statements can be found on pages 9 and 10 of this report. The statements for the component units can be found on pages 20 - 23 of this report.

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: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Governmental 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 26 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, optional 1% tax fund, BRC grants fund, specific purpose optional (SPOT) 2012 tax fund, and the public works fund all of which are considered to be major funds. Data from the other 21 governmental funds is combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for its general fund. Budgetary comparison statements have been provided for the general fund and major special revenue funds to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 11 and 12, and 14 and 15 of this report.

Proprietary funds. The County closed its only proprietary fund and now accounts for insurance costs of retired employees in the general fund.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. 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.

The basic fiduciary fund financial statements can be found on pages 17 - 19 of this report.

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. The notes to the financial statements can be found on pages 24 - 67 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's compliance with required budgetary reporting for certain major funds as well as information regarding the County's and its component units' proportionate share of the net pension liability and contributions. This required supplementary information can be found on pages 68 - 89 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds and discretely presented component units are presented immediately following the required supplementary information. These combining statements can be found on pages 90 - 101 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Laramie County, assets and deferred outflow of resources exceed liabilities and deferred inflow of resources by \$146,487,318 as of June 30, 2016.

The largest portion of the County's net position (76%) is invested in capital assets (e.g., land, buildings, equipment, construction in process, and infrastructure). The County uses capital assets to provide service to its citizens; consequently these assets are not available to fund current operations; in addition, restricted assets are not available to fund current operations. The unrestricted net position of \$14,999,802 may be used to meet the County's ongoing obligations to its citizens and creditors.

	2016	2015
Current and other assets	\$ 64,972,527	\$ 62,834,390
Capital assets	122,937,268	119,397,049
Total assets	187,909,795	182,231,439
Deferred outflows of resources	7,141,976	3,477,479
Current liabilities	6,114,952	4,010,638
Noncurrent liabilities	29,094,032	24,830,908
Total liabilities	35,208,984	28,841,546
Deferred inflows of resources	13,355,469	13,021,290
Net position		
Net investment in capital assets	111,007,153	107,047,028
Restricted	20,480,363	20,618,399
Unrestricted	14,999,802	16,180,655
Total net position	\$ 146,487,318	\$ 143,846,082

Governmental Activities

The \$2,641,236 increase in the County's net position is related to governmental activities.

Total revenues for governmental activities decreased from the previous year by \$3,855,517. The decrease in revenues was mostly from the decreases in capital grants and contributions.

The following table provides a summary of the County's operations for the year ended June 30, 2016, with comparative totals for the year ended June 30, 2015.

	<u>2016</u>	<u>2015</u>
Revenues:		
Program revenues:		
Charges for services	\$ 4,831,481	\$ 5,462,935
Operating grants and contributions	5,693,817	5,171,544
Capital grants and contributions	2,143,036	5,144,481
Governmental revenues:		
Property taxes	13,206,699	10,911,748
Sales taxes and other taxes	12,558,427	31,703,736
Shared tax revenue	16,507,916	-
Licenses and permits	950,351	1,612,843
Unrestricted investment earnings	787,036	436,686
Miscellaneous income	836,008	926,315
Total Revenue	<u>57,514,771</u>	<u>61,370,288</u>
Expenses:		
General government	16,295,537	14,422,893
Public safety	23,567,468	21,128,029
Public works	8,054,440	7,252,651
Health, welfare, and recreation	2,772,742	3,315,669
Conservation and development	4,092,774	9,303,495
Interest on long-term debt	90,574	57,099
Total expenses	<u>54,873,535</u>	<u>55,479,836</u>
Increase in net position	2,641,236	5,890,452
Net position-July 1	143,846,082	145,011,557
Prior period adjustment	-	(7,055,927)
Net position-June 30	<u>\$ 146,487,318</u>	<u>\$ 143,846,082</u>

To aid in the understanding of the statement of activities presented on page 10 of this report, some additional explanation is given. Of particular interest is the format, which is significantly different than the typical statement of revenues, expenses, and changes in fund balance (similar to the above table). You will notice that expenses are listed in the first column with revenues supporting that particular program reported to the right. The result is a net (expense)/revenue presentation. The reason for this format is to highlight the relative financial burden of each of the functions on county taxpayers. It identifies how much each function draws from general revenues or from self-financing fees and grants. It is important to note that all taxes are classified as general revenue even if restricted for a specific purpose.

County Funds

The focus of Laramie County's governmental funds is to provide information on the inflows, outflows, and balances of spendable resources. This information is useful in assessing the County's financing requirements. In particular, unassigned fund balance is a useful measure of a government's net resources available for appropriation at the end of the fiscal year.

At the end of the most recent fiscal year, Laramie County's combined governmental funds ending fund balances totaled \$47,839,224. Approximately 56% of this total amount, \$26,970,215 constitutes unassigned, assigned and committed fund balance and 43% is restricted \$20,480,363 and may only be spent for specific purposes. The remainder of the fund balance is not available for current spending.

In the general fund, the County shows an increase in fund balance of \$2,163,125. This is the result of lower than expected spending and a small increase in revenues.

General Fund Budget Highlights

Over the course of the year, the County Commissioners revised the general fund budget and several special revenue fund budgets. These budget amendments were to increase budgets due to the receipt of unanticipated grant revenues and to appropriate money from cash reserves for unexpected expenditures. Detailed budgetary statements begin on page 68 for the general fund and continue through the *required supplementary information* section of this report. The County uses division level totals for budget performance control. Several County divisions exceeded their budget during the year. However, the County did not exceed their budget at the functional level during the year.

Each year the County Commissioners, through their budget resolution, assign a portion of unrestricted fund balance and/or new revenue as "Cash Reserves." These assigned reserves may, through budget amendment, be used for any legal County purpose. Assigned cash reserves, along with all other budgets, lapse at the end of each fiscal year and become part of unrestricted fund balance available for appropriation in the next fiscal year budget. The County's goal is to maintain sufficient assigned cash reserves to maintain basic County operations for 90 days.

Capital Assets

At June 30, 2016, the County had \$205,517,938 invested in capital assets including sheriff's equipment, buildings, park facilities, public-works equipment, and infrastructure. This represents an increase of about \$10.1 million or 5% over last year.

Government activities:	2016	2015
Land	\$ 7,747,374	\$ 7,747,374
Buildings and improvements	74,484,212	73,813,865
Machinery and equipment	29,800,220	28,853,413
Infrastructure	87,010,212	83,773,732
Construction in process	6,475,920	1,227,189
Totals	<u>\$ 205,517,938</u>	<u>\$ 195,415,573</u>

This year's major additions to capital assets were from major road improvement projects and on-going specific purpose sales and use tax projects.

Additional information on the County's capital assets can be found in Note 6 on pages 39 – 45 of this report.

At year-end, the County had \$14,066,716 in long-term debt, which includes \$2,136,601 of accrued compensated absences, \$8,971,073 economic development note for the purchase of a commercial building, \$1,495,000 of capital lease obligation for the Juvenile Services Center, and equipment capital leases of \$1,464,042. Additional information on the County's long-term debt can be found in Note 7 on pages 46-48 of this report.

Economic Factors and Next Year's Budget

The State of Wyoming is experiencing a major economic downturn caused by the weak fossil fuels market that has caused major reductions in tax revenues. In response, the State of Wyoming has reduced some discretionary funding to local government programs. The Board of Laramie County Commissioners chose to increase funding to some activities receiving state budget cuts rather than reducing services to county citizens. The County was conservative in its revenue projections and spending appropriations for Fiscal Year 2017. All County employees are eligible for a 1% to 5% raise on their anniversary date based on job performance.

Contacting the County's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the Laramie County Clerk's Office at 309 West 20th Street, Cheyenne Wyoming 82001. Additional County budget and prior year's audit reporting are available at <http://www.laramiecountyclerk.com/budget.asp>.

BASIC FINANCIAL STATEMENTS

LARAMIE COUNTY, WYOMING
STATEMENT OF NET POSITION
June 30, 2016

	Primary Governmental Activities	Component Units
ASSETS		
Cash and cash equivalents	\$ 10,327,021	\$ 63,324,080
Equity in pooled cash	18,461,220	-
Investments	18,230,834	161,558,780
Net investment in capital lease	-	1,440,352
Receivables (net of allowance for uncollectables)	13,552,152	55,252,389
Notes receivables	122,502	-
Due from the Hospital Foundation	-	350,827
Accrued interest receivable	8,336	1,255
Due from other governments	3,994,262	1,464
Inventory	276,200	8,008,081
Prepaid expenses	-	4,653,953
Restricted assets:		
Bond funds	-	1,035,767
Beneficial interest in Merrick Trust	-	8,199,940
Other	-	11,598,767
Capital assets, not being depreciated	14,223,294	11,513,273
Capital assets, net of depreciation	108,713,974	215,156,756
Total assets	187,909,795	542,095,684
DEFERRED OUTFLOW OF RESOURCES		
Pension related outflows	7,102,659	10,015,906
Deferred interest	39,317	-
Total deferred outflow of resources	7,141,976	10,015,906
LIABILITIES		
Accounts payable	1,797,809	10,793,304
Due to primary government	-	292,348
Accrued payroll liabilities	1,532,853	22,842,824
Accrued interest payable	-	716,495
Unearned revenue	33,326	36,934
Third-party settlements, estimated	-	2,537,824
Funds held for others	722,333	-
Due to other taxing units	14,657	-
Landfill closure and post closure liability	-	633,200
Net Pension Liability	17,041,290	10,095,924
Long-term debt due within one year	2,013,974	3,328,938
Long-term debt due in more than one year	12,052,742	97,962,220
Total liabilities	35,208,984	149,240,011
DEFERRED INFLOW OF RESOURCES		
Unavailable property taxes	13,071,642	6,025,529
Pension related inflows	283,827	220,804
Total deferred inflow of resources	13,355,469	6,246,333
NET POSITION		
Net investment in capital assets	111,007,153	127,344,002
Restricted for:		
Endowments, nonexpendable	-	6,038,161
Bond indenture agreement, expendable	-	1,035,767
Donor specified purposes, expendable	-	2,161,779
Temporarily restricted for Library and Medical Center	-	7,556,251
Permanently restricted for Library and Medical Center	-	3,712,373
Community facilities	73,762	-
SPOT tax operations	12,066,683	-
Statutory 911 charges	235,049	-
Abandoned Vehicles	35,110	-
Grant agreements	339,996	-
Road Maintenance	7,729,763	-
Unrestricted	14,999,802	248,776,913
Total net position	\$ 146,487,318	\$ 396,625,246

See Notes to Financial Statements.

LARAMIE COUNTY, WYOMING

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2016

Function/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities	Component Units
Primary government						
Governmental activities						
General government	\$ 16,295,537	\$ 2,612,979	\$ 1,007,931	\$ 11,254	\$ (12,663,373)	\$ -
Public safety	23,567,468	1,953,067	1,153,561	-	(20,460,840)	-
Public works	8,054,440	72,340	841,268	1,363,488	(5,777,344)	-
Health, welfare, and recreation	2,772,742	192,820	183,892	250,070	(2,145,960)	-
Conservation and development	4,092,774	275	2,507,165	518,224	(1,067,110)	-
Interest on long-term debt	90,574	-	-	-	(90,574)	-
Total governmental activities	54,873,535	4,831,481	5,693,817	2,143,036	(42,205,201)	-
Total primary government	\$ 54,873,535	\$ 4,831,481	\$ 5,693,817	\$ 2,143,036	(42,205,201)	-
Component units	\$348,434,348	\$ 340,936,828	\$ 5,456,807	\$ 1,189,693	-	(851,020)
General revenues						
Property taxes					13,206,699	6,753,656
Sales and other taxes					12,558,427	1,347,503
Shared tax revenue					16,507,916	-
Licenses and permits					950,351	-
Gain (loss) on sale of equipment					-	(258,763)
Unrestricted investment earnings					787,036	4,882,074
Miscellaneous revenue					836,008	442,201
Total general revenues					44,846,437	13,166,671
Change in net position					2,641,236	12,315,651
Net position- beginning of year					143,846,082	384,309,595
Net position- end of year					\$ 146,487,318	\$ 396,625,246

See Notes to Financial Statements.

LARAMIE COUNTY, WYOMING

**BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2016**

ASSETS	General Fund	Optional 1% Tax Fund
Cash and cash equivalents	\$ 2,340,203	\$ -
Equity in pooled cash	6,031,794	1,941,045
Investments	13,180,292	-
Accounts receivable	95,835	-
Notes receivable	-	-
Property taxes receivable	13,130,938	-
Accrued interest receivable	1,005	-
Due from other funds	32,214	-
Due from other governments	1,615,258	1,037,305
Prepaid expenses	-	-
Inventory	50,341	-
Total assets	36,477,880	2,978,350
Deferred Outflow of Resources		
Deferred interest	-	-
Total deferred outflow of resources	-	-
LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCES		
Liabilities		
Accounts payable	168,742	25,592
Accrued payroll liabilities	1,312,491	-
Due to other funds	26,159	-
Unearned revenue	33,326	-
Funds held for others	722,333	-
Due to other governments	14,657	-
Total liabilities	2,277,708	25,592
Deferred Inflow of Resources		
Unavailable property taxes and deferred interest	13,071,642	-
Total deferred inflow of resources	13,071,642	-
Fund Balances		
Nonspendable	50,341	-
Restricted	338,109	-
Committed	-	2,952,758
Assigned	13,337,893	-
Unassigned	7,402,187	-
Total fund balances	21,128,530	2,952,758
Total liabilities, deferred inflow of resources and fund balances	\$ 36,477,880	\$ 2,978,350

See Notes to Financial Statements.

BRC Grants		Other Governmental			Totals
Fund	SPOT 2012 Fund	Public Works Fund	Funds		
\$ -	\$ 3,567,174	\$ -	\$ 4,419,644	\$ 10,327,021	
-	-	7,270,838	3,217,543	18,461,220	
-	-	-	5,050,542	18,230,834	
-	-	317	325,062	421,214	
-	-	-	122,502	122,502	
-	-	-	-	13,130,938	
-	-	-	7,331	8,336	
-	-	-	23,332	55,546	
521,948	325,002	256,563	238,186	3,994,262	
-	-	-	-	-	
-	-	183,822	42,037	276,200	
521,948	3,892,176	7,711,540	13,446,179	65,028,073	
-	-	39,317	-	39,317	
-	-	39,317	-	39,317	
521,948	-	213,513	868,014	1,797,809	
-	-	114,431	105,931	1,532,853	
-	-	-	29,387	55,546	
-	-	-	-	33,326	
-	-	-	-	722,333	
-	-	-	-	14,657	
521,948	-	327,944	1,003,332	4,156,524	
-	-	-	-	13,071,642	
-	-	-	-	13,071,642	
-	-	183,822	154,483	388,646	
-	3,892,176	7,239,061	9,011,017	20,480,363	
-	-	-	750,488	3,703,246	
-	-	-	2,526,859	15,864,752	
-	-	30	-	7,402,217	
-	3,892,176	7,422,913	12,442,847	47,839,224	
\$ 521,948	\$ 3,892,176	\$ 7,750,857	\$ 13,446,179	\$ 65,067,390	

LARAMIE COUNTY, WYOMING

**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION**

June 30, 2016

Total fund balances-governmental fund	\$	47,839,224
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		122,937,268
Net pension liability is not due and payable in the current period, and so it, and its related components of deferred inflows or outflows of resources are not reported in the funds		(10,222,458)
Long-term position, including capital leases payable, notes payable, and compensated absences are not due and payable in the current period and, therefore, are not reported in the funds.		<u>(14,066,716)</u>
Net position of governmental activities	\$	<u>146,487,318</u>

See Notes to Financial Statements.

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LARAMIE COUNTY, WYOMING

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS**

For the Year Ended June 30, 2016

	General Fund	Optional 1% Tax Fund
Revenues		
Taxes	\$ 15,910,951	\$ 6,790,409
Licenses and permits	101,442	-
Intergovernmental revenues	11,026,232	-
Charges for services	4,048,272	-
Investment earnings	597,090	-
Miscellaneous revenues	688,325	-
Total revenues	<u>32,372,312</u>	<u>6,790,409</u>
Expenditures		
Current:		
General government	11,594,905	298,249
Public safety	17,577,997	160,247
Public works	-	-
Health, welfare and recreation	-	1,267,583
Conservation and development	180,027	55,000
Capital outlay	57,305	493,615
Debt service:		
Principal	194,215	-
Interest	88,625	-
Total expenditures	<u>29,693,074</u>	<u>2,274,694</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,679,238</u>	<u>4,515,715</u>
Other financing sources (uses)		
Proceeds from sale of capital assets	250	-
Proceeds from debt issuance	-	-
Transfers in	37,634	-
Transfers out	(553,997)	(5,880,649)
Total other financing sources (uses)	<u>(516,113)</u>	<u>(5,880,649)</u>
Net changes in fund balances	2,163,125	(1,364,934)
Fund balances (deficit)- beginning of year	<u>18,965,405</u>	<u>4,317,692</u>
Fund balances - end of year	<u>\$ 21,128,530</u>	<u>\$ 2,952,758</u>

See Notes to Financial Statements.

BRC Grants Fund	SPOT 2012 Fund	Public Works Fund	Other Governmental Funds	Totals
\$ -	\$ 2,119,962	\$ -	\$ 943,804	\$ 25,765,126
-	-	-	848,909	950,351
3,025,389	17,715	1,893,567	8,321,479	24,284,382
-	-	72,340	771,257	4,891,869
-	7,020	-	182,926	787,036
-	-	60,182	87,501	836,008
3,025,389	2,144,697	2,026,089	11,155,876	57,514,772
-	-	-	620,265	12,513,419
-	70,330	-	2,837,477	20,646,051
-	-	4,743,050	23,495	4,766,545
-	-	-	1,477,301	2,744,884
3,023,185	-	-	1,057,187	4,315,399
-	2,176,878	489,423	7,697,723	10,914,944
-	-	-	4,528	198,743
-	-	-	487	89,112
3,023,185	2,247,208	5,232,473	13,718,463	56,189,097
2,204	(102,511)	(3,206,384)	(2,562,587)	1,325,675
-	-	23,068	-	23,318
-	-	-	-	-
-	-	5,903,149	1,139,153	7,079,936
-	-	(507,656)	(137,634)	(7,079,936)
-	-	5,418,561	1,001,519	23,318
2,204	(102,511)	2,212,177	(1,561,068)	1,348,993
(2,204)	3,994,687	5,210,736	14,003,915	46,490,231
\$ -	\$ 3,892,176	\$ 7,422,913	\$ 12,442,847	\$ 47,839,224

LARAMIE COUNTY, WYOMING

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2016**

Net Changes in fund balances- total government funds	\$ 1,348,993
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.	3,720,495
Governmental funds do not report gains and losses on sales, retirements or donations of capital assets. However, the statement of activities reports these amounts, excluding trade ins.	(180,276)
The long-term portion of the liability for the compensated absences is not recorded in the fund level, but are reported in the statement of net position. This is the current year change in the liability, reported as an expense in the statement of activities.	(154,210)
Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is offset by the total of capital lease arrangements issued during the year.	197,281
The liability related to long-term debt is not recorded in the fund level, but is reported in the statement of net position. This is the current year change in long-term debt, which is offset by the total reduction in leasehold contingency recognized during the current period.	222,625
The change in the defined benefit net pension liability and pension related inflows and outflows are not reported in the government fund. This is the net effect of the change in these balances in the statement of net position.	<u>(2,513,672)</u>
Change in net position of governmental activities	<u><u>\$ 2,641,236</u></u>

See Notes to Financial Statements.

LARAMIE COUNTY, WYOMING
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS - AGENCY FUNDS
June 30, 2016

	Agency Funds	
	Office of Treasurer	Treasurer Debt Service
ASSETS		
Cash and cash equivalents	\$ 178,020	\$ 93
Equity in pooled cash	10,181,052	53,485
Investments	-	347,537
Accounts receivable	3,938,275	19,659
Total assets	\$ 14,297,347	\$ 420,774
LIABILITIES		
Due to other taxing units	\$ 14,297,347	\$ 420,774
Total liabilities	\$ 14,297,347	\$ 420,774

See Notes to Financial Statements.

LARAMIE COUNTY, WYOMING

STATEMENT OF FIDUCIARY NET POSITION

FIDUCIARY FUND - CHEYENNE REGIONAL MEDICAL CENTER PENSION PLAN

December 31, 2015

	Cheyenne Regional Medical Center Pension Plan
ASSETS	
Cash and deposits	\$ 2,127,544
Investments:	
Mutual funds	57,003,213
Pooled, common, and collective funds	17,003,241
	<u>74,006,454</u>
Total assets	<u>\$ 76,133,998</u>
NET POSITION	
Net position restricted for pensions	<u>\$ 76,133,998</u>

See Notes to Financial Statements.

LARAMIE COUNTY, WYOMING

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND - CHEYENNE REGIONAL MEDICAL CENTER PENSION PLAN
For the Year Ended December 31, 2015

	Cheyenne Regional Medical Center Pension Plan
<hr/>	
Additions	
Contributions:	
Employer	\$ 4,892,632
Total contributions	<u>4,892,632</u>
Investment income:	
Net (loss) in fair value of investments	(1,250,697)
Net investment income	<u>(1,250,697)</u>
Total additions	<u>3,641,935</u>
Deductions	
Benefit payments, including refunds of employee contributions	4,852,565
Pension plan administrative expense	30,824
Total deductions	<u>4,883,389</u>
Net (decrease) in net position	(1,241,454)
Beginning of year, January 1	<u>77,375,452</u>
End of year, December 31	<u>\$ 76,133,998</u>

See Notes to Financial Statements.

LARAMIE COUNTY, WYOMING

STATEMENT OF NET POSITION
DISCRETELY PRESENTED COMPONENT UNITS
June 30, 2016

Assets	Weed and Pest Control District	County Fair Board
Cash and cash equivalents	\$ 6,005,443	\$ 695,060
Investments	-	-
Net investment in capital lease	-	-
Accounts receivable	2,164,764	740,581
Due from Foundation	-	-
Accrued interest receivable	-	-
Due from other governments	-	-
Inventory	157,091	-
Prepaid expenses	-	-
Restricted assets:		
Bond funds	-	-
Endowment and earnings available for capital assets by donor	-	-
Other	-	-
Capital assets, not being depreciated	53,870	115,341
Capital assets being depreciated, net	2,289,029	1,587,374
Total assets	10,670,197	3,138,356
DEFERRED OUTFLOW OF RESOURCES		
Pension related outflows	69,451	46,125
LIABILITIES		
Accounts payable	32,741	15,803
Due to primary government	-	-
Third-party payor settlements, estimated	-	-
Accrued payroll liabilities	-	27,432
Accrued interest payable	-	-
Unearned revenue	-	970
Noncurrent liabilities:		
Landfill closure and post closure liability	-	-
Net pension liability	214,801	125,612
Due within one year	10,200	-
Due in more than one year	-	-
Total liabilities	257,742	169,817
DEFERRED INFLOW OF RESOURCES		
Unavailable revenue	2,063,946	687,976
Pension related inflows	10,929	2,657
Total deferred inflow of resources	2,074,875	690,633
NET POSITION		
Net investment in capital assets	2,342,899	1,702,715
Restricted for:		
Endowments, nonexpendable	-	-
Bond indenture agreement, expendable	-	-
Donor specified purposes, expendable	-	-
Temporarily restricted for Library and Medical Center	-	-
Permanently restricted for Library and Medical Center	-	-
Unrestricted	6,064,132	621,316
Total net position	\$ 8,407,031	\$ 2,324,031

See Notes to Financial Statements.

Governmental Activities				Business-Type Activity	
County Library System	City of Cheyenne-Laramie County Health Board	County Landfill Board	Community Juvenile Services Joint Powers Board	Cheyenne Regional Medical Center	Total
\$ 378,588	\$ 1,428,304	\$ 184,583	\$ 271,039	\$ 54,361,063	\$ 63,324,080
3,969,055	-	1,414,226	-	156,175,499	161,558,780
-	-	-	1,440,352	-	1,440,352
2,770,358	2,107	544,671	183,804	48,846,104	55,252,389
-	-	-	-	350,827	350,827
1,255	-	-	-	-	1,255
1,464	-	-	-	-	1,464
8,137	9,423	-	-	7,833,430	8,008,081
-	-	-	-	4,653,953	4,653,953
-	-	-	-	1,035,767	1,035,767
-	-	-	-	8,199,940	8,199,940
-	-	-	-	11,598,767	11,598,767
2,916,089	35,701	58,287	-	8,333,985	11,513,273
16,499,187	577,530	482,075	-	193,721,561	215,156,756
26,544,133	2,053,065	2,683,842	1,895,195	495,110,896	542,095,684
746,583	603,420	62,821	-	8,487,506	10,015,906
62,871	106,615	-	170,615	10,404,659	10,793,304
-	-	-	215,694	76,654	292,348
-	-	-	-	2,537,824	2,537,824
-	-	-	-	22,815,392	22,842,824
-	-	-	-	716,495	716,495
-	-	-	-	35,964	36,934
-	-	633,200	-	-	633,200
2,683,641	2,187,317	206,537	-	4,678,016	10,095,924
174,537	291,153	5,980	150,000	2,697,068	3,328,938
-	-	-	1,333,261	96,628,959	97,962,220
2,921,049	2,585,085	845,717	1,869,570	140,591,031	149,240,011
2,751,926	-	521,681	-	-	6,025,529
111,833	88,890	6,495	-	-	220,804
2,863,759	88,890	528,176	-	-	6,246,333
19,415,276	613,231	540,362	-	102,729,519	127,344,002
-	-	-	-	6,038,161	6,038,161
-	-	-	-	1,035,767	1,035,767
-	-	-	-	2,161,779	2,161,779
269,108	-	-	-	7,287,143	7,556,251
552,728	-	-	-	3,159,645	3,712,373
1,268,796	(630,721)	832,408	25,625	240,595,357	248,776,913
21,505,908	\$ (17,490)	\$ 1,372,770	\$ 25,625	\$ 363,007,371	\$ 396,625,246

LARAMIE COUNTY, WYOMING

**STATEMENT OF ACTIVITIES
DISCRETELY PRESENTED COMPONENT UNITS
For the Year Ended June 30, 2016**

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Component Units				
Governmental Activities:				
Weed and Pest Control District	\$ 1,876,995	438,142	\$ -	\$ -
County Fair Board	830,519	106,342	243,511	-
County Library System	5,562,104	123,833	331,114	-
City of Cheyenne - Laramie				
County Health Board	4,048,040	1,131,954	3,167,158	-
County Landfill Board	621,684	183,784	-	-
Community Juvenile Services Joint Powers Board	302,619	-	240,916	-
Business-Type Activity:				
Cheyenne Regional Medical Center	335,192,387	338,952,773	1,474,108	1,189,693
	<u>\$ 348,434,348</u>	<u>\$ 340,936,828</u>	<u>\$ 5,456,807</u>	<u>\$ 1,189,693</u>

General revenues

Property taxes

Sales taxes

Other taxes

Gain (loss) on sale of capital assets

Miscellaneous revenues

Unrestricted investment earnings

Total general revenues

Change in net position

Net position (deficit) - beginning of year

Net position (deficit) - end of year

See Notes to Financial Statements.

Net (Expense) Revenue and Changes in Net Position

Weed and Pest Control District	County Fair Board	County Library System	City of Cheyenne- Laramie County Health Board	County Landfill Board	Community Juvenile Services Joint Powers Board	Cheyenne Regional Medical Center	Totals
\$ (1,438,853)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,438,853)
-	(480,666)	-	-	-	-	-	(480,666)
-	-	(5,107,157)	-	-	-	-	(5,107,157)
-	-	-	251,072	-	-	-	251,072
-	-	-	-	(437,900)	-	-	(437,900)
-	-	-	-	-	(61,703)	-	(61,703)
-	-	-	-	-	-	6,424,187	6,424,187
(1,438,853)	(480,666)	(5,107,157)	251,072	(437,900)	(61,703)	6,424,187	(851,020)
2,466,949	858,441	2,776,532	-	651,734	-	-	6,753,656
-	-	841,083	-	-	-	-	841,083
-	-	506,420	-	-	-	-	506,420
-	-	2,915	-	-	-	(261,678)	(258,763)
34,079	-	324,262	-	-	83,860	-	442,201
18,452	242	12,112	583	4,433	18,112	4,828,140	4,882,074
2,519,480	858,683	4,463,324	583	656,167	101,972	4,566,462	13,166,671
1,080,627	378,017	(643,833)	251,655	218,267	40,269	10,990,649	12,315,651
7,326,404	1,946,014	22,149,741	(269,145)	1,154,503	(14,644)	352,016,722	384,309,595
\$ 8,407,031	\$ 2,324,031	\$ 21,505,908	\$ (17,490)	\$ 1,372,770	\$ 25,625	\$363,007,371	\$396,625,246

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies

Reporting Entity

Laramie County, Wyoming (referred to as “Laramie County” or the “County”) (primary government) is a municipal corporation governed by five elected commissioners. The County provides the following services as authorized by statute: public safety, road and bridge maintenance and operation, health and social services, culture-recreation, public improvements, planning and zoning, and general administrative services. The basic financial statements include all funds of the primary government, which is the County, as well as the component units determined to be included in the County’s financial reporting entity. The decision to include a potential component unit in the County’s reporting entity is based on several criteria, including legal standing, fiscal dependency, and financial accountability. Based on the application of these criteria, the following is a brief review of certain entities included in the County’s reporting entity.

In accordance with Governmental Accounting Standards Board (GASB) Statement No. 61, *The Financial Reporting Entity: Omnibus*, entities over which the County has significant operational or financial relationships such as boards, commissions and authorities are considered component units. Component units are either discretely presented or blended. Discrete presentation entails reporting component unit financial data in columns separate from the financial data of the primary government (the County). Blending requires the component unit’s balances and transactions be reported with the balances and transactions of the County. Each blended and discretely presented component unit has a June 30 year end, except for the Cheyenne Regional Medical Center Foundation, which has a December 31 year end.

Blended Component Units

The *Recreation Board* serves all the citizens of the County and is governed by an eight-member board that is appointed by the County Commissioners. The Recreation Board has been charged with maintaining and supervising Clear Creek park and providing limited funding for recreation projects and activities. The Recreation Board is funded through annual appropriation from the County optional one percent sales and use tax. The Recreation Board is reported as a special revenue fund of the County.

Discretely Presented Component Units

The columns in the combining statements for component units include the financial data of the County’s other component units. They are reported in separate columns to emphasize that they are legally separate from the County. The governing boards of these component units are appointed entirely by the Board of County Commissioners or jointly with other participating governmental entities.

The *Laramie County Weed and Pest Control District* (District) was established for the purpose of implementing and pursuing an effective program for the control of weeds and pests within the County. The District is fiscally dependent upon the County because the Board of Commissioners approves the District’s budget and levies taxes (if necessary) on behalf of the District. The District does not issue separate external financial statements.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

The *Laramie County Fair Board* (Fair Board) maintains and manages the operations of the County Fair and conducts agricultural, industrial and other fairs and exhibitions within the County. The Fair Board is fiscally dependent upon the County because the Board of Commissioners approves the Fair Board's budget, levies taxes (if necessary) and must approve any debt issuances. The Fair Board's taxes are levied under the taxing authority of the County and are included as part of the County's total tax levy. The Fair Board does not issue separate external financial statements.

The *Laramie County Library System* (Library System) maintains and manages the operations of the County Library and library system. The Library System is fiscally dependent upon the County because the Board of Commissioners approves the Library System's budget, levies taxes (if necessary) and must approve any debt issuances. The Library System's taxes are levied under the taxing authority of the County and are included as part of the County's total tax levy. The Library System does not issue separate external financial statements.

The *Laramie County Library Foundation, Inc.* (Library Foundation) is a nonprofit foundation established to receive, hold and expend gifts and contributions for the enhancement of the Library System. The Library Foundation supports purchases and activities that enhance the quality of the library services available and which go beyond that which cannot reasonably be done with tax monies. In accordance with GASB Statement No. 61, *The Financial Reporting Entity: Omnibus*, the Library Foundation has been determined to be a component unit and is presented as a discretely presented component unit in the Library System's financial statements. The Library Foundation does issue separate external financial statements, which can be obtained from the Library Foundation's administrative offices.

The *City of Cheyenne-Laramie County Health Board* (Health Department) serves all the citizens of the County and is governed by a five-member board with the County Commissioners appointing three of the members and the City Council appointing the remaining two members. The Health Department was established to provide effective review and evaluation of health service programs within the County as well as to provide coordination between services and a procedure for contracting funding for services in the County. The Health Department does not issue separate external financial statements.

The *Cheyenne Regional Medical Center* ("Hospital" or "Medical Center"), whose legal name is Memorial Hospital of Laramie County, is a general acute care hospital that provides services to patients who are generally residents of Laramie County. The Hospital is fiscally dependent upon the County because the Board of Commissioners approves the Hospital's budget, levies taxes (if necessary) and must approve any debt issuances. The Hospital does issue separate external financial statements, which can be obtained from the Hospital's administrative offices.

The *Cheyenne Regional Medical Center Foundation* (Hospital Foundation) was established for health care purposes and to advance and assist in the development, growth, and operation of the Hospital. Funds raised or received from individual contributions are distributed for the benefit of improving health care to the Cheyenne, Wyoming community primarily through purchases of equipment, supplies, and research. In accordance with GASB Statement No. 61, *The Financial Reporting Entity: Omnibus*, the Hospital Foundation has been determined to be a component unit and is presented as a discretely presented component unit in the Hospital's financial statements. The Hospital Foundation operates on a calendar year, and the results of its operations have not been restated to conform to the County's year end.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

No elimination entries have been reported on the Combining Statement of Net Position and Combining Statement of Revenues, Expenses, and Changes in Net Position for the Hospital and the Hospital Foundation since they have different year ends. Certain transactions that occurred between the two entities created timing differences between revenues, expenses, assets, and liabilities. Subsequent to the Hospital Foundation's year end of December 31, 2015, contributions totaling \$1,189,693 were recognized by the Hospital and will not be recognized as expenditures of the Hospital Foundation until the calendar year ending December 31, 2016.

The *Laramie County Landfill Board* (Landfill Board) maintains and manages the operations of the County Landfill in Burns, Wyoming. The Landfill Board is fiscally dependent upon the County because the Board of Commissioners approves the Landfill Board's budget, levies taxes (if necessary) and must approve any debt issuances. The Landfill Board does not issue separate external financial statements.

The *Laramie County Community Juvenile Services Joint Powers Board* (Joint Powers Board) was created jointly by Laramie County and the City of Cheyenne pursuant to the Wyoming Joint Powers Board Act, Wyoming Statute §16-1-101 et seq. as amended. The Joint Powers Board provides a means for the County and the City to collaborate on the establishment, maintenance and promotion of the development of juvenile services in Laramie County. The Joint Powers Board is designed to allow early identification and diversion of children at risk of entry into the juvenile court system, to prevent juvenile delinquency, and to provide a mechanism for other agencies, nonprofit entities and private businesses to participate in the process. The Joint Powers Board may also from time to time construct and operate facilities and programs to further provide juvenile justice services within the County. The Joint Powers Board is fiscally dependent upon the County due to the fact that the Joint Powers Board's ability to pay its bond principal and interest is totally dependent on the County leasing the new Juvenile Community Services building located on the Archer site for the amount of the debt service payments on its bonds. The Joint Powers Board does not issue separate external financial statements.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. The effect of interfund activity has been removed from these statements. *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. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements. Nonmajor individual governmental funds are reported in a combined column.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus and the accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using *the current financial resources measurement focus and the modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities in the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property and other ad valorem taxes, franchise taxes, licenses, various grants, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Fines and permits are not susceptible to accrual because generally they are not measurable until cash is received by the government.

The government reports the following major governmental funds:

The *General Fund* is the general operating fund of the County. All general tax revenues and other receipts that are not allocated by law or contractual agreement to another fund are accounted for in this fund. The general operating expenditures, the fixed charges, and the capital improvement costs that are not paid through other funds are paid from the general fund.

The *Optional 1% Tax Fund* is a special revenue fund and is used to account for sales and use tax revenue, which is County voter approved.

The *BRC Grants Fund* is a special revenue fund and is used to account for funding received from the State of Wyoming's Business Ready Community Grants program.

The *Public Works Fund* is a special revenue fund and is used to account for gas and special fuels tax, which is used for county road maintenance.

The *SPOT 2012 Fund* is a special revenue fund and is used to account for the specific purpose optional tax money for projects approved by voters in 2012.

Additionally, the government reports the following fund types:

The *Agency Funds* are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

The *Fiduciary Trust Fund* accounts for the activities of the Cheyenne Regional Medical Center pension plan. This pension trust fund accumulates resources for pension benefit payments to qualified Medical Center employees. The Medical Center pension plan operates on a calendar year end, and the results of its operations have not been restated to conform to the County's year end.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Assets, Liabilities, and Net Position or Equity

Deposits and Investments

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, money market, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments

Investments are accounted for at fair value as of June 30, 2016 and consist primarily of money market accounts, certificates of deposit, U.S. Government securities, and pooled investment accounts. Fair value is determined using the latest bid price or by the closing exchange price as of the balance sheet date. A portion of the County's investment activity is conducted in a pooled investment account with the State of Wyoming, State Treasurer's Office, WYOSTAR. WYOSTAR does issue separate external financial statements, which can be obtained from the Wyoming State Treasurer's Office.

The fair value of the County's position in WYOSTAR is the same as the value of pooled shares. WYOSTAR is regulated by the State Treasurer of the State of Wyoming with further oversight by the Wyoming State Loan and Investment Board. The County also invests in an external investment pool, the Wyoming Government Investment Fund, which is authorized by Wyoming State Statute §9-4-831(a)(viii). The Wyoming Government Investment Fund does issue separate external financial statements, which can be obtained from its distribution agent, George K. Baum and Company. The fair value of the County's position in these funds is the same as the value of the pool shares.

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The County had recurring fair value measurements as of June 30, 2016 of negotiable certificates of deposit and government securities in the amount of \$14,628,635 which are valued using a matrix pricing model and the market approach (Level 2 inputs).

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Property Taxes

Property is annually valued and assessed January 1. Taxes are levied on or about August 1 and payable in two installments on September 1 and March 1. The County bills and collects its own property taxes and also taxes for all municipalities and political subdivisions within the County. If not paid, property taxes attach as an enforceable lien as of May 11. Collections and remittances of these taxes for other taxing districts are accounted for in the respective agency funds of the County.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

County property tax revenues are recognized when levied to the extent that they result in current receivables, which means when collected within the period or expected to be collected within 60 days of the fiscal year end to be used to pay liabilities of the current period. Property taxes which are not current receivables, are offset as deferred inflows of resources on the fund financials, but are reported on the government-wide financial statements as revenue and receivables, with no amount being deferred when levied. Property taxes receivable are recognized at the assessment date; however, revenue is not recognized until the levy date.

The County is permitted by Wyoming Statutes to levy taxes up to 12 mills of assessed valuation for all purposes, exclusive of state revenue, except for the payment of public debt and interest thereon. The combined tax rate to finance general governmental services other than the payment of principal and interest on long-term debt for the year ended June 30, 2016 was 12 mills, which means that the County has levied to the maximum amount available.

Patient Receivables – Medical Center

Patient receivables are uncollateralized patient and third-party payor obligations. Payments of patient receivables are allocated to the specific claims identified in the remittance advice or, if unspecified, are applied to the earliest unpaid claim.

The carrying amount of patient receivables is reduced by a valuation allowance that reflects management's estimate of amounts that will not be collected from patients and third-party payors. Management reviews patient receivables by payor class and applies percentages to determine estimated amounts that will not be collected from third parties under contractual agreements and amounts that will not be collected from patients due to bad debts. Management considers historical write off and recovery information in determining the estimated bad debt provision.

Inventories

All inventories are valued at cost using the first-in/first-out (FIFO) method. The consumption method is used for reporting these inventories at both the government-wide level and the fund level of the financial statements.

Reported inventories in governmental funds are equally offset by nonspendable fund balance which indicates they do not constitute *available spendable resources* even though such inventories are a component of the fund balance.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Property, plant, and equipment of the primary government, as well as the component units, are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	10 to 40
Machinery and equipment	5 to 10
Infrastructure	20

Capital Assets – Medical Center

Property and equipment acquisitions in excess of \$5,000 are capitalized and recorded at cost. Depreciation is provided over the estimated useful life of each depreciable asset and is computed using the straight-line method. Buildings and equipment under capital lease obligations are amortized on the straight-line method over the shorter of the lease term or the estimated useful life of the building or equipment. Amortization is included in depreciation and amortization in the financial statements. The estimated lives of capital assets are as follows:

<u>Assets</u>	<u>Years</u>
Land improvements	5 to 20
Buildings and improvements	5 to 40
Equipment	5 to 20

Compensated Absences

The County’s policy in relation to vacation, sick pay, and other employee benefits is that any such amounts unused at the end of the fiscal year are accrued. Sick leave may be accumulated up to 800 hours. Accumulated sick leave is paid at the time of termination at one-half of accrued hours up to 240 hours at the employees’ pay rate. Accumulated vacation leave can be accumulated up to 240 hours and is paid at the time of termination at the employees’ pay rate. All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Compensated Absences – Medical Center

The Medical Center’s policies permit most employees to accumulate vacation that may be realized as paid time off or, in limited circumstances, as a cash payment. The expense and the related liability for vacation benefits are recognized as earned whether the employee is expected to realize the benefit as time off or in cash. Compensated absence liabilities are computed using the regular pay and termination pay rates in effect at the statement of net position date, plus an additional amount for compensation-related payments such as Social Security and Medicare taxes computed using rates in effect at that date. The liability for compensated absences is included with accrued salaries and wages in the accompanying financial statements.

Long-Term Obligations

In the government-wide financial statement, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. In the fund financial statements, governmental fund types recognize proceeds from lease purchase obligations which are reported as other financing sources. Repayment of long-term debt (lease purchase obligations) is reported as debt service expenditures.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Defined Benefit Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Wyoming Retirement System (WRS) and additions to/deductions from the WRS's fiduciary net position have been determined on the same basis as they are reported by the WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Fund Balance

The County reports fund balance in the governmental fund financial statements in one of the following five categories: 1) *non-spendable fund balances* include amounts which cannot be spent because they are not in spendable form, 2) *restrictions on fund balances* have been externally imposed by creditors, grantors, contributors or laws and regulations of other governments or imposed by law through constitutional provisions, 3) *commitments of fund balances* were imposed by resolution of the Board of County Commissioners; these balances may be redeployed with appropriate due process, 4) *assigned fund balances* express the intent of the County, as designated by the Board of County Commissioners, to utilize the funds for specific purposes, and 5) *unassigned fund balances* represent amounts that have not been restricted, committed, or assigned to a specific purpose.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed. In addition, when committed, assigned, or unassigned amounts are available for use, it is the County's policy to utilize committed resources first, then assigned resources and, finally, unassigned resources as they are needed.

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenditures/expenses during the reporting period. Actual amounts could differ from those estimates.

Net Patient Service Revenue – Medical Center

The Medical Center has agreements with third-party payors that provide for payments to the Medical Center at amounts different from its established rates. A summary of the payment arrangements with major third-party payors follows:

Medicare. Inpatient acute care and outpatient services rendered to Medicare program beneficiaries are paid at prospectively determined rates per visit. These rates vary according to a patient classification system based on clinical, diagnostic, and other factors. The Medical Center is reimbursed for these services at a tentative rate with final settlement determined after submission of annual cost reports by the Medical Center and audits thereof by the Medicare fiscal intermediary. The Medical Center's Medicare cost reports have been audited by the Medicare fiscal intermediary through the year ended June 30, 2014.

Medicaid. Acute care inpatient services rendered to Medicaid program beneficiaries are paid at prospectively determined rates per discharge. Outpatient services rendered to Medicaid program beneficiaries are paid on a fee schedule. These rates vary according to a patient classification system that is based on clinical, diagnostic, and other factors.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Blue Cross. Inpatient services rendered to Blue Cross subscribers are paid at prospectively determined rates per discharge. Outpatient services rendered to Blue Cross subscribers are paid at a discounted rate from established charges except for physician services which are reimbursed based on fee schedules.

Other Third Party Payors. The Medical Center has also entered into payment agreements with certain commercial insurance carriers and other organizations. The basis for payment to the Medical Center under these agreements includes charges, prospectively determined rates per discharge, and prospectively determined daily rates.

Unamortized Bond Discount

Original issue discount is amortized over the term of the related obligation. Amortization of original issue discount is included in interest expense in the financial statements.

Recent Pronouncements

Adopted:

In February 2015, the GASB issued GASB Statement No. 72, *Fair Value Measurement and Application*. This statement was issued to address accounting and financial reporting issues related to fair value measurements. The definition of *fair value* is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In addition, this statement provides guidance for determining a fair value measurement for financial reporting purposes and provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. This statement is effective for years beginning after June 15, 2015. The impact of adopting this statement is reflected in the financial statements.

In March 2016, the GASB issued GASB Statement 82, *Pension Issues, an Amendment of GASB Statements 67, 68, and 73*. This statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. This statement is effective for years beginning after June 15, 2016, except for the requirements of this statement for the selection of assumptions in a circumstance in which an employer's pension liability is measured as of a date other than the employer's most recent fiscal year-end. In that circumstance, the requirements for the selection of assumptions are effective for that employer in the first reporting period in which the measurement date of the pension liability is on or after June 15, 2017. Earlier adoption is allowed. Management has elected to adopt this statement for the fiscal year ended June 30, 2016. The impact of adopting this statement is reflected in the financial statements.

Not yet adopted:

In January 2016, the GASB issued GASB Statement No. 80, *Blending Requirements for Certain Component Units, an amendment of GASB Statement No. 14*. This statement clarifies the financial statement presentation requirements for certain component units. Specifically, this statement amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criterion requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. This statement is effective for the years beginning after June 15, 2016. Earlier adoption is encouraged. The County is currently evaluating the impact the provisions of this statement will have on the its financial statements.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Note 2. Deposits and Investments

As of June 30, 2016, the County had the following investments on the statement of net position and balance sheets:

Investment Type	Fair Value	Interest Rate	Less Than 1 yr.	1 to 5 yrs.	6 to 10 yrs.	More Than 10 yrs.	Investment Rating
Governmental Securities							
Federal Home Loan Bank STEP	\$ 980,046	1.25 to 2.00%	\$ -	\$ -	\$ 350,038	\$ 630,008	AAA/AA+
Federal Home Loan Bank	1,506,453	1.5 to 2.64%	115,002	260,005	706,047	425,399	AAA/AA+
Federal National Mortgage Association STEP	200,021	1.5 to 2.00%	-	-	49,764	150,257	AAA/AA+
Federal National Mortgage Association	6,970,820	0.65 to 6.5%	175,017	769,928	3,713,178	2,312,697	AAA/AA+/NR
Federal Home Mortgage Corporation STEP	2,451,276	1.00 to 4.00%	-	514,632	1,184,640	752,004	AAA/AA+/NR
Federal Home Mortgage Corporation	939,592	0.75 to 2.00%	-	140,888	648,672	150,032	AAA/AA+/NR
Governmental National Mortgage Association	436,460	2.00 to 7.00%	-	-	-	436,460	Not Rated
	<u>13,484,668</u>		<u>290,019</u>	<u>1,685,453</u>	<u>6,652,339</u>	<u>4,856,857</u>	
Other Investment Types							
Federal Farm Credit Bank	645,459	2.42 to 2.67%	200,004	-	195,292	250,163	AAA/AA+
Certificates of Deposit	1,299,211	0.25 to 2.05%	800,703	-	498,508	-	Not Rated
Wyoming Government Investment Fund	2,137,324	N/A	2,137,324	-	-	-	Not Rated
WYOSTAR Investment Pool	1,011,709	N/A	1,011,709	-	-	-	Not Rated
	<u>5,093,703</u>		<u>4,149,740</u>	<u>-</u>	<u>693,800</u>	<u>250,163</u>	
	<u>\$18,578,371</u>		<u>\$4,439,759</u>	<u>\$1,685,453</u>	<u>\$7,346,139</u>	<u>\$5,107,020</u>	

Investments authorized by the County's investment policy: The County follows the guidelines set forth in Wyoming State Statute 9-4-831 as it relates to the investment of public funds. The County's investment policy requires investments to comply with State Statutes, which generally allows the County to invest in U.S., state and local government securities and accounts of any bank and savings associations which are federally insured. All investments made during the year were made within these statutory limits. The County's investment policy does not contain any specific provisions intended to limit the County's exposure to interest rate risk, credit risk or concentration of credit risk.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The County investments are held in external pooled investment accounts and brokerage firms and, as a means of limiting its exposure to fair value losses arising from rising interest rates, the County attempts to match its investment maturities to expected cash flow needs. With this investment focus, investments are expected to reach maturity with limited gains or losses. The County has chosen the segmented time distribution method for its interest rate disclosure, as shown in the previous table.

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. Under investment agreements with WYOSTAR and WGIF, the County has invested monies at a variable and fixed contract rate of interest, respectively. Because the security is essentially a written contract, there is no rating available for WYOSTAR; however, under Wyoming statutes, underlying providers are required to have the highest rating from at least one of the nationally recognized rating organizations. As of June 30, 2016, WYOSTAR did not have a quality service credit rating. The WGIF fund continues to hold an AAAM rating by Standard and Poors indicating that "safety is excellent" and the pool has "superior capacity to maintain principal value and limit exposure to loss."

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Concentration of Credit Risk

The County does not have a formal policy that allows or limits an investment in any one issuer that is in excess of a specified percentage of the County's total investments. The investment in WYOSTAR represents 5% of the total investments of the County at June 30, 2016.

The investment in Federal Home Loan Bank securities, Federal National Mortgage Association and Federal Home Mortgage Corporation represents 13%, 39% and 18%, respectively, of the total investments of the County at June 30, 2016. The investments in the Wyoming Government Investment Fund represents 12% of the total investments of the County at June 30, 2016.

Custodial Credit Risk – Deposits

In the case of deposits, this is the risk that in the event of a bank failure, the County's deposits may be lost. The County does not have a formal policy for custodial credit risk. However, Wyoming statutes require that the County's deposits in excess of the Federal depository insurance amount be collateralized. At June 30, 2016, the County's deposits were fully collateralized as required by statutes.

Custodial Credit Risk – Investments

For an investment, this is the risk that in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Wyoming statutes limit the type of investments the County can use. Statutes limit investments primarily to securities issued or guaranteed by the U.S. Treasury or agencies of the United States government, therefore, reducing the County's exposure to custodial credit risk for its investments. The County requires collateral on two types of investments: certificates of deposits and repurchase agreements. In order to anticipate market changes and provide a level of security on all funds, the collateralization level will be 102% of market value of principal and accrued interest. All County investments were held by brokers or the Treasurer of the State of Wyoming in the County's name and were fully collateralized by government securities as required by statutes.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Note 3. Investments – Medical Center

The Medical Center’s investments generally are reported at fair value. At June 30, 2016, the Medical Center had the following investments with the noted maturities, all of which were held in the Medical Center’s name by various custodial banks that were agents of the Medical Center. This table excludes money market funds and short-term certificates of deposit in the amounts of \$3,197,546 and \$400,008, respectively, as of June 30, 2016.

Investment Type	Carrying Amount	Rating	Investment Maturities (in Years)			
			Less Than 1	1 to 5	6 to 10	More Than 10
U.S Treasury Notes	\$ 23,432,329	AAA	\$ 7,240,035	\$16,180,347	\$ 11,947	\$ -
Federal National Mortgage Association	2,903,526	(3)	-	-	58,099	2,845,427
Federal Home Loan Mortgage Corporation	86,537	AA+	27,155	59,382	-	-
Corporate Bonds (1)	10,850,880	(2)	4,019,975	6,428,576	176,924	225,405
Equity Funds	30,766,237	N/A	30,766,237	-	-	-
Common Stock	59,864,533	N/A	59,864,533	-	-	-
Bond Funds	17,056,675	N/A	17,056,675	-	-	-
Real Estate Funds and Real Estate Investments	2,586,441	N/A	2,586,441	-	-	-
	<u>\$ 147,547,158</u>		<u>\$121,561,051</u>	<u>\$22,668,305</u>	<u>\$246,970</u>	<u>\$ 3,070,832</u>

- (1) The corporate bonds with maturities greater than 5 years are maintained in an endowment trust under the direction of the trustee.
- (2) As of June 30, 2016, the corporate bonds have ratings ranging from BBB- through AA+.
- (3) As of June 30, 2016, the Federal National mortgage Association securities have ratings ranging from B to AA+.

Deposits – Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank or investment company failure, the Medical Center’s deposits may not be returned to it. State statute requires that any deposits in excess of federal depository or other insured amounts to be collateralized by U.S. Government securities in the name of the Medical Center. Statutes also require that the market value of the collateral be at least 100% of the excess deposits. The Medical Center’s deposit policy does not further restrict bank deposits or limit investment deposits.

The Medical Center’s deposits in banks at June 30, 2016 were entirely covered by federal depository insurance or by collateral held by the Medical Center’s custodial bank in the Medical Center’s name.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Interest Rate Risk

The Medical Center's investment policy limits investments in non-marketable securities to maturities not to exceed 18 months and investments in marketable securities to maturities of five years or less to manage exposure to fair value losses arising from increasing interest rates.

Interest rate risk is the risk that changes in the 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 the market interest rates.

Credit Risk

The Medical Center has established an investment policy, updated in 2016, that limits investments in graded bonds to be rated by Moody's as Baa or Standard and Poor's as BBB or better. Commercial paper is required to have a minimum rating of A1. Money market funds need to be rated investment grade or better by Moody's or Standard and Poor's. The Medical Center can also invest in equity securities as long as they are of higher quality with a market capitalization of at least \$300 million and are publicly traded. Mutual funds that invest in both equities and fixed income securities need to be able to be bought at NAV or in an institutional share class.

Concentration of Credit Risk

The Medical Center will limit credit risk, the risk of loss due to the failure of the security issuer or backer, by diversifying in the investment portfolio so that potential losses on individual securities will be minimized. The Medical Center places a limit that the securities of any one company or government agency should not exceed 5% of the total fund, and no more than 20% of the total fund should be invested in any one industry. Equity investments in any one issuer should not exceed 10% of any equity portfolio and no industry should exceed 20% of any equity portfolio. For equity investments, not more than 10% of the equity portfolio was invested in any one issuer or 20% in any one industry.

Investment Income

Investment income and gains and losses on cash equivalents, certificates of deposits and investments consists of the following for the year ended June 30, 2016:

Interest and dividend income	\$ 4,885,614
Investment gains and losses, net	<u>(1,236,974)</u>
Investment income	<u>\$ 3,648,640</u>

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Note 4. Accounts Receivable

Receivables as of year end for the government’s individual major funds, including the applicable allowances for uncollectible accounts are as follows:

General Fund	
Receivables	
Current property taxes	\$ 13,071,642
Miscellaneous	95,835
Delinquent property taxes	178,331
Less allowance for uncollectible	(119,035)
	<u>\$ 13,226,773</u>

Note 5. Interfund Receivables, Payables, and Transfers

Due to/due from between funds for the year ended June 30, 2016 were as follows:

Fund	Fund Level Financial Statements Due From / To Other Funds	
	Receivable	Payable
Governmental Activities:		
Major Funds:		
General Fund	\$ 32,214	\$ 26,159
Nonmajor Funds:		
Special Revenue Funds:		
Abandoned Vehicle	3,550	-
Jail Commissary	3,770	-
Enhanced 911 System	-	29,387
Planning and Development	5,837	-
Capital Project Fund:		
Archer Fire Station	10,175	-
	<u>\$ 55,546</u>	<u>\$ 55,546</u>

These balances resulted from the time lag between the dates that: (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Interfund Transfers

Interfund transfers at June 30, 2016 consisted of the following:

Fund	Fund Level Financial Statements	
	Operating Transfers	
	In	Out
Governmental Activities:		
Major Funds:		
General Fund	\$ 37,634	\$ 553,997
Special Revenue Funds:		
Optional 1% Tax	-	5,880,649
Public Works	5,903,149	507,656
Nonmajor Funds:		
Special Revenue Funds:		
Abandoned Vehicle	-	37,634
County Roads	-	100,000
Enhanced 911 System	376,505	-
Homeland Security Grants	8,325	-
Shooting Sports	35,500	-
Special Courts	65,000	-
Recovery Act Grants	54,242	-
Recreation Board	42,000	-
SLIB Grants	507,656	-
Capital Project Fund:		
Archer Fire Station	49,925	-
	<u>\$ 7,079,936</u>	<u>\$ 7,079,936</u>

Transfers are used to: 1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and 2) to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Note 6. Capital Assets

Primary Government

Capital asset activity for the primary government for the year ended June 30, 2016 was as follows:

Governmental Activities	Beginning Balance	Additions	Transfers and Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 7,747,374	\$ -	\$ -	\$ 7,747,374
Construction in progress	1,227,189	5,605,229	(356,498)	6,475,920
Total capital assets not being depreciated	8,974,563	5,605,229	(356,498)	14,223,294
Capital assets being depreciated				
Buildings and improvements	73,813,865	670,347	-	74,484,212
Machinery and equipment	28,853,413	1,962,623	(1,015,816)	29,800,220
Infrastructure	83,773,732	3,239,011	(2,531)	87,010,212
Total capital assets being depreciated	186,441,010	5,871,981	(1,018,347)	191,294,644
Less accumulated depreciation for:				
Buildings and improvements	(23,060,974)	(1,964,884)	-	(25,025,858)
Machinery and equipment	(17,956,477)	(2,674,651)	835,761	(19,795,367)
Infrastructure	(35,001,073)	(2,760,682)	2,310	(37,759,445)
Total accumulated depreciation	(76,018,524)	(7,400,217)	838,071	(82,580,670)
Total capital assets being depreciated, net	110,422,486	(1,528,236)	(180,276)	108,713,974
Governmental activities capital assets, net	\$ 119,397,049	\$ 4,076,993	\$ (536,774)	\$ 122,937,268

Assets acquired through capital leases of \$6,179,830 are included in Buildings above. The related accumulated depreciation on those assets was \$655,125 as of June 30, 2016; the current year depreciation of \$154,496 was expensed in general governmental activities.

Assets acquired through capital leases of \$1,858,054 are included in Machinery and equipment above. The related accumulated depreciation on those assets was \$349,490 as of June 30, 2016; the current year depreciation of \$204,323 was expensed in general governmental activities.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities	
General government	\$ 2,176,576
Public safety	1,708,717
Public works	3,423,165
Health, welfare and recreation	91,759
Total depreciation expense- governmental activities	<u>\$ 7,400,217</u>

Discretely Presented Component Units

Activity for the Laramie County Weed and Pest Control District for the year ended June 30, 2016 was as follows:

	Beginning Balance	Additions	Transfers and Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 53,870	\$ -	\$ -	\$ 53,870
Total capital assets not being depreciated	53,870	-	-	53,870
Capital assets being depreciated				
Buildings and improvements	2,677,010	-	-	2,677,010
Machinery and equipment	570,388	77,900	(9,154)	639,134
Total capital assets being depreciated	3,247,398	77,900	(9,154)	3,316,144
Less accumulated depreciation for:				
Buildings and improvements	(481,951)	(94,796)	-	(576,747)
Machinery and equipment	(417,564)	(42,262)	9,458	(450,368)
Total accumulated depreciation	(899,515)	(137,058)	9,458	(1,027,115)
Total capital assets being depreciated, net	2,347,883	(59,158)	304	2,289,029
Capital assets, net	\$ 2,401,753	\$ (59,158)	\$ 304	\$ 2,342,899

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Activity for the Laramie County Fair Board for the year ended June 30, 2016 was as follows:

	Beginning Balance	Additions	Transfers and Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 65,000	\$ -	\$ -	\$ 65,000
Construction in progress	-	50,341		50,341
Total capital assets not being depreciated	65,000	50,341	-	115,341
Capital assets being depreciated				
Buildings and improvements	1,818,521	496,574	-	2,315,095
Machinery and equipment	257,904	66,575	-	324,479
Vehicles	45,228	-	-	45,228
Software	9,995	-	-	9,995
Total capital assets being depreciated	2,131,648	563,149	-	2,694,797
Less accumulated depreciation for:				
Buildings and improvements	(739,956)	(76,973)	-	(816,929)
Machinery and equipment	(220,607)	(22,372)	-	(242,979)
Vehicles	(34,819)	(4,158)	-	(38,977)
Software	(6,039)	(2,499)	-	(8,538)
Total accumulated depreciation	(1,001,421)	(106,002)	-	(1,107,423)
Total capital assets being depreciated, net	1,130,227	457,147	-	1,587,374
Capital assets, net	\$ 1,195,227	\$ 507,488	\$ -	\$ 1,702,715

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Activity for the Laramie County Library System for the year ended June 30, 2016 was as follows:

	Beginning Balance	Additions	Transfers and Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 2,916,089	\$ -	\$ -	\$ 2,916,089
Total capital assets not being depreciated	2,916,089	-	-	2,916,089
Capital assets being depreciated				
Buildings and improvements	19,074,289	-	-	19,074,289
Machinery and equipment	4,104,403	116,405	-	4,220,808
Library contents	4,737,172	354,725	-	5,091,897
Total capital assets being depreciated	27,915,864	471,130	-	28,386,994
Less accumulated depreciation for:				
Buildings and improvements	(3,568,462)	(429,320)	-	(3,997,782)
Machinery and equipment	(3,504,328)	(115,536)	-	(3,619,864)
Library contents	(3,948,944)	(321,217)	-	(4,270,161)
Total accumulated depreciation	(11,021,734)	(866,073)	-	(11,887,807)
Total capital assets being depreciated, net	16,894,130	(394,943)	-	16,499,187
Capital assets, net	\$ 19,810,219	\$ (394,943)	\$ -	\$ 19,415,276

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Activity for the City of Cheyenne – Laramie County Health Board for the year ended June 30, 2016 was as follows:

	Beginning Balance	Additions	Transfers and Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 35,701	\$ -	\$ -	\$ 35,701
Total capital assets not being depreciated	35,701	-	-	35,701
Capital assets being depreciated				
Building and improvements	27,724	352,112	-	379,836
Machinery and equipment	891,571	92,483	-	984,054
Total capital assets being depreciated	919,295	444,595	-	1,363,890
Less accumulated depreciation for:				
Building and improvements	(9,184)	(13,692)	-	(22,876)
Machinery and equipment	(672,058)	(91,426)	-	(763,484)
Total accumulated depreciation	(681,242)	(105,118)	-	(786,360)
Total capital assets being depreciated, net	238,053	339,477	-	577,530
Capital assets, net	\$ 273,754	\$ 339,477	\$ -	\$ 613,231

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Activity for the Laramie County Landfill Board for the year ended June 30, 2016 was as follows:

	Beginning Balance	Additions	Transfers and Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 41,853	\$ -	\$ -	\$ 41,853
Construction in process	-	16,434	-	16,434
Total capital assets not being depreciated	41,853	16,434	-	58,287
Capital assets being depreciated				
Building and improvements	150,420	-	(5,567)	144,853
Machinery and equipment	1,507,467	78,653	(10,996)	1,575,124
Total capital assets being depreciated	1,657,887	78,653	(16,563)	1,719,977
Less accumulated depreciation for:				
Building and improvements	(107,075)	(1,857)	5,624	(103,308)
Machinery and equipment	(1,020,091)	(125,499)	10,996	(1,134,594)
Total accumulated depreciation	(1,127,166)	(127,356)	16,620	(1,237,902)
Total capital assets being depreciated, net	530,721	(48,703)	57	482,075
Capital assets, net	\$ 572,574	\$ (32,269)	\$ 57	\$ 540,362

Assets acquired through capital leases of \$660,839 are included in Machinery and Equipment above. The related accumulated depreciation on those assets was \$587,421 as of June 30, 2016; the current year depreciation of \$35,922 was expensed in general governmental activities.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Activity for the Medical Center, excluding the Hospital Foundation, for the year ended June 30, 2016 was as follows:

	Beginning Balance	Additions	Transfers and Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 7,749,649	\$ 120,857	\$ (60,000)	\$ 7,810,506
Construction in progress	1,052,826	7,920,980	(8,450,327)	523,479
Total capital assets not being depreciated	8,802,475	8,041,837	(8,510,327)	8,333,985
Capital assets being depreciated				
Building and improvements	228,064,248	-	37,526	228,101,774
Machinery and equipment	170,497,346	7,473,853	7,323,406	185,294,605
Total capital assets being depreciated	398,561,594	7,473,853	7,360,932	413,396,379
Less accumulated depreciation	(194,656,749)	(25,701,170)	676,157	(219,681,762)
Total capital assets being depreciated, net	203,904,845	(18,227,317)	8,037,089	193,714,617
Capital assets, net	\$ 212,707,320	\$ (10,185,480)	\$ (473,238)	\$ 202,048,602

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Note 7. Long-Term Debt

The following is a summary of debt transactions of the County for the year ended June 30, 2016:

	Balance June 30, 2015	Additions	Payments	Balance June 30, 2016	Due Within One Year
Capital lease obligation - Juvenile Service Center	\$ 1,645,000	\$ -	\$ 150,000	\$ 1,495,000	\$ 150,000
Capital lease obligation - copiers	104,230	-	47,281	56,949	34,256
Capital lease obligation - construction equipment	1,407,093	-	-	1,407,093	1,407,093
Economic development notes and leasehold contingency - commercial building (Note 21)	9,193,698	-	222,625	8,971,073	222,625
Compensated absences	1,982,391	341,097	186,887	2,136,601	200,000
	<u>\$ 14,332,412</u>	<u>\$ 341,097</u>	<u>\$ 606,793</u>	<u>\$ 14,066,716</u>	<u>\$ 2,013,974</u>

\$2,355,000 lease/purchase obligation on a site and juvenile center improvements due in annual principal payments that range from \$140,000 to \$185,000, including semi-annual interest through June 2025; interest ranging from 1.55% to 6.00%

\$ 1,495,000

\$205,111 lease/purchase obligations on copiers due in total monthly installments of \$4,438, including interest through October 2018; interest ranging from 6.00% to 9.00%.

56,949

\$1,407,093 lease/purchase obligation on construction equipment due in a single payment of \$1,470,000, including interest through March 2017; interest at 2.20%

1,407,093

\$9,305,011 economic development note payable and leasehold contingency on commercial real estate amortized in annual installments of \$222,625 with remaining balance due in full August 2020

8,971,073

Accrued compensated absences

2,136,601

\$ 14,066,716

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Long-term debt is being serviced in the General Fund, the Public Works Fund and the Planning and Development Fund. The above lease/purchase obligations contain a “no funding” clause so that the obligations do not bind a future County board as required by Wyoming Statutes.

The future minimum lease obligations and the net present value of these minimum lease payments for the capital lease obligations as of June 30, 2016 were as follows:

Year ended June 30:	Principal	Interest	Total
2017	1,591,349	145,768	1,737,117
2018	173,152	75,063	248,215
2019	159,541	67,792	227,333
2020	160,000	60,500	220,500
2021	160,000	52,500	212,500
Thereafter	715,000	108,000	823,000
	<u>\$ 2,959,042</u>	<u>\$ 509,623</u>	<u>\$ 3,468,665</u>

The following is a summary of debt transactions for the discretely presented component units for the year ended June 30, 2016:

	Compensated Absences			
	County Library System	County Landfill Board	City of Cheyenne/ Laramie County Health Board	Weed and Pest Control District
Indebtedness at June 30, 2015	\$ 166,973	\$ 6,748	\$ 238,528	\$ 10,200
Additions	7,564	-	52,625	-
Payments	-	768	-	-
Indebtedness at June 30, 2016	<u>\$ 174,537</u>	<u>\$ 5,980</u>	<u>\$ 291,153</u>	<u>\$ 10,200</u>
Due within one year	<u>\$ 174,537</u>	<u>\$ 5,980</u>	<u>\$ 291,153</u>	<u>\$ 10,200</u>

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Revenue Bonds

On November 23, 2010, the Laramie County Community Juvenile Services Joint Powers Board issued Taxable Direct Pay Recovery Zone Economic Development Lease Revenue Bonds, Series 2010 to finance the construction of a juvenile service center. A summary of the revenue bonds as of June 30, 2016 is as follows:

Laramie County Community Juvenile Services Joint Powers Board Taxable Direct Pay Recovery Zone Economic Development Lease Revenue Bonds, Series 2010, due in annual installments of \$140,000 to \$180,000 through June 2025, interest at 1.55% to 6.00%, original amount issued \$2,355,000, original issue discount of 19,567	\$ 1,495,000
Less original issue discount	<u>(11,739)</u>
Net bonds payable	1,483,261
Less current maturities	<u>150,000</u>
Long-term portion of revenue bonds payable	<u><u>\$ 1,333,261</u></u>

The annual requirements to amortize the bonds payable, principal and interest outstanding at June 30, 2016 are as follows:

Fiscal year ending June 30:

	<u>Principal</u>	<u>Interest</u>
2017	\$ 150,000	\$ 80,481
2018	155,000	74,256
2019	155,000	67,669
2020	160,000	60,500
2021	160,000	52,500
2022-2025	715,000	108,000
	<u>\$ 1,495,000</u>	<u>\$ 443,406</u>

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Note 8. Long-Term Debt – Medical Center

Long-term debt for the Medical Center at June 30, 2016 is as follows:

	Long-Term Debt at			Long-Term Debt at	Due Within
	June 30, 2015	Additions	Payments	June 30, 2016	One Year
Hospital Refunding Revenue Bonds, Series 2012	\$ 93,040,000	\$ -	\$ (1,860,000)	\$ 91,180,000	\$ 1,915,000
2012 bond premium	4,397,748	-	(246,639)	4,151,109	-
2.53% capital lease	2,778,051	-	(674,456)	2,103,595	691,719
15.86% capital lease	1,961,585	-	(70,262)	1,891,323	90,349
Long-term debt at June 30, 2016	\$ 102,177,384	\$ -	\$ (2,851,357)	\$ 99,326,027	\$ 2,697,068

Laramie County, Wyoming, Hospital Refunding Revenue Bonds, Series 2012, 3.0% - 5.0% serial bonds, with a final maturity due May 2042, and are secured by the revenues of the Medical Center. Principal payments are due May of each year and interest payments are due semi-annually in November and May.

2.53% Capital Lease, due in monthly installments of \$61,413 including interest, to August 2019. The capital lease is to fund the information technology infrastructure upgrade, secured by equipment.

15.86% Capital Lease, due in monthly installments beginning at \$31,067 including interest, and increasing by 2% each calendar year to December 2024. The capital lease is to fund the Sparks Building at 3235 Sparks Road, Cheyenne, Wyoming

Scheduled maturities on long-term debt obligations are as follows:

Year Ending June 30	Principal	Interest	Total
2017	\$ 2,697,068	\$ 4,637,916	\$ 7,334,984
2018	2,798,450	4,546,764	7,345,214
2019	2,897,046	4,429,638	7,326,684
2020	2,312,016	4,313,187	6,625,203
2021	2,433,253	4,197,340	6,630,593
2022-2026	13,822,085	18,778,810	32,600,895
2027-2031	16,115,000	14,968,781	31,083,781
2032-2036	20,380,000	10,696,375	31,076,375
2037-2041	25,790,000	5,295,469	31,085,469
2042	5,930,000	287,750	6,217,750
	\$ 95,174,918	\$ 72,152,030	\$ 167,326,948

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Note 9. Risk Management - County

The County is a member of the Wyoming Association of Risk Management (W.A.R.M.). W.A.R.M. administers a risk management fund providing the County with loss protection for general liability, public official's liability, automobile liability to include elected and appointed officials, employees, and authorized volunteers. Under most circumstances, the County's maximum loss per occurrence is limited to \$250,000 per claimant/\$500,000 per occurrence.

Annually W.A.R.M. calculates the premiums for risk coverage required by participating agencies. This premium is calculated upon actuarially pooling practices including such items as insurable value, loss history exposure, and risk management programs. The Articles of Association of W.A.R.M. defines the premium to be calculated based upon each such political subdivision's payroll and a Pool Assessment Factor rate. During each coverage year, supplementary assessments may be made.

For the year ended June 30, 2016, the County paid \$511,363 to W.A.R.M. for potential claims and expenses. All County departments are covered by the County's risk management program.

The County also participates in two other risk management programs: Workers' Compensation Act and Unemployment Compensation Act. Amounts paid by the County to the State for Workers' Compensation during the fiscal year 2016 was \$352,791. Amounts paid by the County to the State for Unemployment Claims was \$49,210.

Note 10. Risk Management – Medical Center

The Medical Center is exposed to various risks of loss from torts; theft of, damage of assets; business interruptions; errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental, and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters other than employee health claims. Settled claims have not exceeded this commercial coverage in any of the three preceding years.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Note 11. Fund Balance

The following table outlines the specific purpose details for governmental fund balances of the County:

Fund Balances	General Fund	Optional 1% Tax Fund	SPOT 2012 Fund	Public Works Fund	Other Nonmajor Governmental Funds	Total
Nonspendable:						
Inventory	\$ 50,341	\$ -	\$ -	\$ 183,822	\$ 42,037	\$ 276,200
Loan principal	-	-	-	-	112,446	112,446
Restricted for:						
Community facilities	73,762	-	-	-	-	73,762
SPOT tax operations and maintenance	264,347	-	3,892,176	-	7,910,160	12,066,683
911 charges per statute	-	-	-	-	235,049	235,049
Abandoned vehicles	-	-	-	-	35,110	35,110
Grant agreements	-	-	-	-	339,996	339,996
Road maintenance	-	-	-	7,239,061	490,702	7,729,763
Committed to:						
Specific projects	-	2,952,758	-	-	63,844	3,016,602
Economic development	-	-	-	-	139,680	139,680
Law enforcement	-	-	-	-	546,964	546,964
Assigned to:						
Emergency reserves-Wyo. Statue 16-4-105	13,337,893	-	-	-	-	13,337,893
Planning and building inspections	-	-	-	-	865,788	865,788
Shooting sports education	-	-	-	-	83,292	83,292
County improvements	-	-	-	-	1,577,779	1,577,779
Unassigned	7,402,187	-	-	30	-	7,402,217
	<u>\$ 21,128,530</u>	<u>\$ 2,952,758</u>	<u>\$ 3,892,176</u>	<u>\$ 7,422,913</u>	<u>\$ 12,442,847</u>	<u>\$ 47,839,224</u>

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Note 12. Retirement Commitment – Wyoming Retirement System

Plan description: Substantially all employees of the County and component units, excluding law enforcement employees, the Medical Center and non-benefitted positions, are provided with pensions through the Public Employees Pension Plan (Public Employees) - a statewide cost-sharing multiple-employer defined benefit pension plan administered by the Wyoming Retirement System (WRS). Substantially all full-time County law enforcement employees are provided with retirement disability and death benefits through the Law Enforcement Pension Plan (Law Enforcement) – a statewide cost-sharing multi-employer defined benefit pension plan administered by WRS. The authority to establish and amend benefits and contribution rates rests with the Legislature of the State of Wyoming. WRS is granted the authority to administer the Plan by Wyoming State Statutes 9-3-401 through 432. WRS issues a publicly available financial report that can be obtained at <http://retirement.state.wy.us/home/index.html>.

Benefits provided: The determination of Law Enforcement retirement disability and death benefits is dependent on years of service and average salaries. The determination of Public Employees retirement benefits is dependent upon the employee's initial employment date.

Public Employees Service Retirement Tier 1: Full retirement at age 60 or qualifies for the Rule of 85. Early retirement is permitted at age 50 or 25 years of service. Formula for retirement equals 2.125% times the number of years of service times the three-year highest average salary for the first 15 years and 2.25% times the number of years of service times the three-year highest average over 15 years.

Public Employees Service Retirement Tier 2: Full retirement at age 65 or qualifies for the Rule of 85. Early retirement is permitted at age 55 or 25 years of service. Formula for retirement equals 2% times the number of years of service times the five-year highest average salary.

Public Employees Disability Benefits: Partial or total disability retirement is available to any member who becomes incapacitated, mentally or physically, and cannot continue in the performance of his/her duties. To qualify, the member must have at least 10 years of service and must be "in service" at the time of application for disability retirement. Upon retirement for a partial disability, the member receives a monthly disability retirement benefit for the period of his disability equal to 50% of the normal benefit payable to the member, as if the member was eligible for normal retirement benefits. Upon retirement for a total disability, the member receives a monthly disability benefit equal to 100% of his service retirement benefit as if the member was eligible for normal retirement benefits. Disability benefits are payable for the life of the member or until death.

Public Employees Survivors' Benefits: Certain surviving dependents receive benefits based on the deceased member's compensation and their relationship to the deceased, as well as the benefit option selected by the member at the date of retirement.

Law Enforcement Retirement Benefits: Benefits are based on a formula involving years of service, highest average salary, and age at retirement. Currently, the benefit formula entitles retirees to 2.5% of the highest average salary for each year of service with a ceiling on the benefit at 75% of the highest average salary.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Law Enforcement Disability Benefits: Partial or total disability retirement is available to any member who becomes incapacitated, mentally or physically, and cannot continue in the performance of his/her duties from an individual and specific act incurred while employed. To qualify for duty disability retirement, there is no age or service requirement, and the member receives a monthly disability retirement benefit for the period of his/her disability equal to 62.5% of final salary. To qualify for non-duty disability retirement, the member must have at least 10 years of service, and the member receives a monthly disability benefit for the period of his/her disability equal to 50% of final salary.

Law Enforcement Survivor's Benefits: Surviving spouse receives benefits dependent on if the member was on-duty at the time of death. Additional benefits are available for additional qualified dependents.

Contributions: Per Title 9-3-412 and 413 of State Statutes, for the year ended June 30, 2016, Public Employees member contributions were required to be 8.25% of compensation and employer contributions were required to be 8.37% of compensation. Law Enforcement member contributions were required to be 8.60% of compensation and employer contributions were required to be 8.60% of compensation.

In accordance with Title 9-3-412 (c) (ii) of State Statutes, the County and component units can elect to pay a percentage of the members' contributions in addition to the employer's contribution. The County has elected to pay 5.52% of compensation to the Law Enforcement Pension Plan and 5.75% of compensation for full-time employees to the Public Employees Pension Plan. Total contributions for the year ended June 30, 2016 were \$1,759,257 to Public Employees Pension Plan and \$1,411,486 to Law Enforcement Pension Plan. The following percentages have been elected to be paid for member contributions, and resulted in the following total contributions to the Public Employees Pension Plan for the year ended June 30, 2016, for the component units:

	Elected Percentage to Pay for Member Contributions	Total Contributions
Weed and Pest Control	6.25%	\$ 32,663
Fair Board	0.00%	17,318
Library System	8.25%	343,746
Health Board	5.75%	276,380
Landfill Board	8.25%	26,698

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions: At June 30, 2016, the County's and component units' proportionate share of the net pension liabilities are shown in the following table. The net pension liability was measured as of December 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2016. The County's and component units' proportions of the net pension liabilities were based on the relationship of the County's and component units' total contributions to the plans for the year ended December 31, 2015 to the contributions of all participating employers for the same period. The proportionate shares as of December 31, 2015 and December 31, 2014 are also shown in the following table.

	Net Pension Liability	Proportionate Share at December 31, 2015	Proportionate Share at December 31, 2014
County:			
Law Enforcement	\$ 3,625,041	4.825671049%	4.804043025%
Public Employees	13,416,249	0.575965880%	0.553238403%
Total County	17,041,290		
Component Units:			
Weed and Pest Control	214,801	0.009221489%	0.008539094%
Fair Board	125,612	0.005392566%	0.004904289%
Library System	2,683,641	0.115209972%	0.116206948%
Health Board	2,187,317	0.093902533%	0.093943157%
Landfill Board	206,537	0.008866731%	0.009028553%

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

For the year ended June 30, 2016, the County and component units recognized the following pension expenses:

	<u>Pension Expense</u>
County:	
Law Enforcement	\$ 1,373,908
Public Employees	2,585,947
Total County	<u>3,959,855</u>
Component Units:	
Weed and Pest Control	31,522
Fair Board	26,253
Library System	358,880
Health Board	333,638
Landfill Board	37,113

At June 30, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>		
	<u>Law Enforcement</u>	<u>Public Employees</u>	<u>Total</u>
Difference between expected and actual experience	\$ 65,646	\$ -	\$ 65,646
Net difference between projected and actual earnings on pension plan investments	2,217,852	3,260,775	5,478,627
Changes in proportionate share of contributions	5,301	750,500	755,801
Contributions subsequent to the measurement date	358,877	443,708	802,585
	<u>\$ 2,647,676</u>	<u>\$ 4,454,983</u>	<u>\$ 7,102,659</u>

	<u>Deferred Inflows of Resources</u>		
	<u>Law Enforcement</u>	<u>Public Employees</u>	<u>Total</u>
Difference between expected and actual experience	\$ -	\$ 283,827	\$ 283,827

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

At June 30, 2016, the component units reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Weed and Pest Control:		
Difference between expected and actual experience	\$ -	\$ 4,544
Net difference between projected and actual earnings on pension plan investments	51,861	-
Changes in proportionate share of contributions	8,965	6,385
Contributions subsequent to the measurement date	8,625	-
	<u>\$ 69,451</u>	<u>\$ 10,929</u>
Fair Board:		
Difference between expected and actual experience	\$ -	\$ 2,657
Net difference between projected and actual earnings on pension plan investments	30,231	-
Changes in proportionate share of contributions	11,580	-
Contributions subsequent to the measurement date	4,314	-
	<u>\$ 46,125</u>	<u>\$ 2,657</u>
Library System:		
Difference between expected and actual experience	\$ -	\$ 56,773
Net difference between projected and actual earnings on pension plan investments	658,265	-
Changes in proportionate share of contributions	-	55,060
Contributions subsequent to the measurement date	88,318	-
	<u>\$ 746,583</u>	<u>\$ 111,833</u>
Health Board:		
Difference between expected and actual experience	\$ -	\$ 46,274
Net difference between projected and actual earnings on pension plan investments	535,685	-
Changes in proportionate share of contributions	-	42,616
Contributions subsequent to the measurement date	67,735	-
	<u>\$ 603,420</u>	<u>\$ 88,890</u>
Landfill Board:		
Difference between expected and actual experience	\$ -	\$ 4,369
Net difference between projected and actual earnings on pension plan investments	50,753	-
Changes in proportionate share of contributions	5,397	2,126
Contributions subsequent to the measurement date	6,671	-
	<u>\$ 62,821</u>	<u>\$ 6,495</u>

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Deferred outflows of resources related to pensions resulting from County and component unit contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows for the County and component units:

	2017	2018	2019	2020	Total
County:					
Law Enforcement	\$ 607,678	\$ 607,678	\$ 607,664	\$ 465,779	\$ 2,288,799
Public Employees	1,094,686	1,094,686	872,972	665,104	3,727,448
Component Units:					
Weed and Pest Control	12,084	12,084	15,080	10,649	49,897
Fair Board	11,856	11,856	9,215	6,227	39,154
Library System	130,258	130,258	152,876	133,040	546,432
Health Board	105,455	105,455	127,450	108,435	446,795
Landfill Board	13,955	13,955	11,506	10,239	49,655

Actuarial assumptions: The total pension liability in the January 1, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	Law Enforcement	Public Employees
Inflation	3.25%	3.25%
Salary increases, including inflation	4.25% - 8.00%	4.25% - 6.00%
Investment rate of return, net of pension plan investment expense, including inflation	7.75%	7.75%

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Mortality rates were based on the RP-2000 Combined Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on Scale BB.

Long-term expected rate of return: The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These real rates of return are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed income	15.00%	0.87%
Equity	59.00%	5.13%
Marketable alternatives	15.50%	4.75%
Private markets	8.00%	5.84%
Cash	<u>2.50%</u>	0.25%
Total	<u>100.00%</u>	

Experience analysis: An experience study was conducted on behalf of all WRS's plans covering the five-year period ended December 31, 2011. That study provided a detailed analysis concerning the development of the long-term inflation rate, real rate of return and discount rate. The study also analyzed each major actuarial assumption (e.g., mortality, salary increases, retirement, termination and disability) and proposed assumptions consistent with the findings.

Discount rate: The discount rate used to measure the total pension liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the current contribution rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Sensitivity of the employer’s proportionate share of the net pension liability to changes in the discount rate: The following presents the County’s and component units’ proportionate shares of the net pension liabilities calculated using the discount rate of 7.75%, as well as what the County’s and component units’ proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75%) or 1-percentage-point higher (8.75%) than the current rate:

	Proportionate Share of the Net Pension Liability		
	1%	Current	1%
	Decrease (6.75%)	Discount Rate (7.75%)	Increase (8.75%)
County - Law Enforcement	\$ 7,355,131	\$ 3,625,041	\$ 542,722
County - Public Employees	19,260,986	13,416,249	8,475,039
Weed and Pest Control	308,378	214,801	135,689
Fair Board	180,334	125,612	79,349
Library System	3,852,759	2,683,641	1,695,255
Health Board	3,140,213	2,187,317	1,381,727
Landfill Board	296,514	206,537	130,469

Pension plan fiduciary net position: Detailed information about the pension plan’s fiduciary net position is available in the separately issued WRS financial report available from the Wyoming Retirement System, 6101 Yellowstone Road, Cheyenne, Wyoming 82002 or at <http://retirement.state.wy.us/home/index.html>.

Note 13. Retirement Commitment – Medical Center

Plan Description

The Medical Center is the administrator of the Memorial Hospital of Laramie County Pension Plan (Plan), a single-employer defined benefit noncontributory pension plan covering substantially all of its employees who have met the Plan’s eligibility requirements. All employees of the Medical Center hired prior to January 1, 2004 are eligible to participate in the Plan following the completion of at least two years of service and a minimum of 1,000 hours each year. Benefits vest after five years of service and a minimum of 1,000 hours per year and have reached the age of 25.

Normal retirement age is 65 with the completion of five or more years of service. Normal retirement pays a monthly pension for life, equal to 1.25% of average monthly compensation per year of credited service. Employees may elect an early retirement if the employee has completed five years of service and has reached age 55, which pays a monthly pension for life computed in the same manner as a normal retirement pension, but based on service and earnings to date of retirement, and actuarially reduced to reflect the early commencement date. If a vested employee dies, a death benefit is paid to the surviving beneficiary.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

As of June 30, 2016, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	437
Inactive employees entitled to but not yet receiving benefits	586
Active employees	194
	<u>1,217</u>

Funding Policy

The Plan’s funding policy provides for actuarially determined periodic employer contributions that are designed to accumulate sufficient assets to pay benefits when due. The contributions actually made are determined by the Medical Center’s Board of Trustees.

The Medical Center’s contributions to the plan for the year ended June 30, 2016 were \$4,892,632.

Net Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – At June 30, 2016, the Medical Center reported a liability of \$4,678,016 for the net pension liability. The Medical Center’s net pension liability was measured as of December 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2016.

For the year ended June 30, 2016, the Medical Center recognized pension income of \$558,222. At June 30, 2016, the Medical Center reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Differences between expected and actual experience	\$ 31,028	\$ -
Net difference between projected and actual earnings on pension plan investments	6,656,478	-
Medical Center Contributions subsequent to the measurement date	1,800,000	-
	<u>\$ 8,487,506</u>	<u>\$ -</u>

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

The \$1,800,000 reported as deferred outflows of resources related to pensions resulting from the Medical Center's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:		
2017		\$ 1,805,367
2018		1,774,339
2019		1,774,338
2020		1,333,462
		\$ 6,687,506

Actuarial Assumptions

The total pension liability in the January 1, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Rate of Inflation	No explicit price inflation assumption is used
Salary Increases	3.78% to 5.10%
Investment Rate of Return	7.00%

The actuarial assumptions noted above were based on the results of actuarial experience studies with dates corresponding to those listed above.

Mortality rates were based on the RP-2000 Mortality Table for Males or Females, as appropriate.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Asset Allocation	Long-Term Expected Real Rate of Return
Equity assets		
Domestic stocks	34%	2.04%
International stocks	19%	1.37%
Fixed income assets	33%	0.71%
Money market assets	2%	0.00%
Liquid alternative investments	8%	0.08%
Real estate investments	4%	0.40%
Assumed inflation	0%	2.50%
	100%	

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Discount Rate - The discount rate used to measure the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the contractually required rate and that contributions from the Medical Center will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability

	<u>2016</u>
Total Pension Liability	
Service Cost	\$ 640,622
Interest on the Total Pension Liability	5,436,950
Changes of Benefit Terms	-
Difference between Expected and Actual Experience	130,635
Changes of Assumptions	-
Benefit Payments, including Refunds of Employee Contributions	(4,852,565)
Net Change in Total Pension Liability	1,355,642
Total Pension Liability - Beginning	<u>79,456,372</u>
Total Pension Liability - Ending (a)	<u>\$ 80,812,014</u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 4,892,632
Contributions - Employee	-
Net Investment Income	(1,250,697)
Benefit Payments, including Refunds of Employee Contributions	(4,852,565)
Pension Plan Administrative Expense	(30,824)
Other	-
Net Change in Plan Fiduciary Net Position	(1,241,454)
Plan Fiduciary Net Position - Beginning	<u>77,375,452</u>
Plan Fiduciary Net Position - Ending (b)	<u>\$ 76,133,998</u>
Net Pension Liability - Ending (a) - (b)	<u>\$ 4,678,016</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	94.21%
Covered Employee Payroll	\$ 14,280,061
Net Pension Liability as a Percentage of Covered Employee Payroll	32.76%

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Sensitivity of the Medical Center's Net Pension Liability to Changes in the Discount Rate - The following presents the Medical Center's net pension liability calculated using the discount rate of 7.0%, as well as what the Medical Center's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0%) or 1 percentage-point higher (8.0%) than the current rate.

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
Medical Center's Net Pension Liability	\$ 14,409,361	\$4,678,016	\$ (3,531,841)

Pension Plan Fiduciary Net Position – Detailed information about the pension plan's fiduciary net position is available in the separately issued actuarial report of the Memorial Hospital of Laramie County Pension Plan.

B. Defined Contribution Plan

The Medical Center established a defined contribution plan for all employees hired after January 1, 2004. Employees hired prior to that date had the option of staying in the defined benefit plan or opting to the defined contribution plan effective July 1, 2004. Employees are eligible to participate in the plan upon reaching the age of 21. The Medical Center matches up to 4% of employee contributions. Total pension plan expense related to this plan for the year ended June 30, 2016 was approximately \$2,273,000.

Note 14. Concentrations of Credit Risk- Medical Center

The Medical Center grants credit without collateral to its patients, most of whom are insured under third-party payor agreements. The mix of receivables from third-party payors and patients at June 30, 2016 was as follows:

Medicare	29%
Medicaid	7%
Blue Cross	8%
Commercial and other	29%
Patient self-pay	27%
	<u>100%</u>

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Note 15. Closure and Postclosure Care Liability- Landfill Board

State and Federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports the estimated liability for these closures and postclosure costs in the landfill based on landfill capacity used as of each balance sheet date. The current operating costs of the landfill are accounted for within the landfill of the County using the accrual basis of accounting. The \$633,200 reported as landfill closure and postclosure care liability at June 30, 2016, represents the cumulative amount estimated to date based on the use of 92.50% of the estimated capacity of the site. The County will recognize the remaining estimated cost of closure and postclosure care of \$51,303 as the remaining estimated capacity is filled. The calculation of the estimated liability has been based on what it would cost to perform all closure and postclosure care in 2016. Actual County cost may be higher due to inflation, changes in technology, or changes in regulations. The current year expenditures for landfill closure and postclosure care were \$99,200.

Note 16. WINhealth Partners, Inc. – Medical Center

For the primary purpose of providing an HMO health care product to the greater Cheyenne, Wyoming service area, the Medical Center and Southeast Wyoming Preferred Physicians (SWPP) jointly created WINhealth Partners, Inc. (WINhealth). For the year ended June 30, 2016, the Medical Center received net patient service revenue from WINhealth for all health care services provided to WINhealth beneficiaries in the amount of \$9,022,000. Effective January 1, 2016, WINhealth exited from the insurance marketplace.

Note 17. Contingencies – Medical Center

Malpractice Insurance

The Medical Center has malpractice insurance coverage to provide protection for professional liability losses on a claims-made basis subject to a limit of \$1 million per claim with an annual aggregate limit of \$3 million and a \$25,000 deductible per claim. The Medical Center also has an umbrella liability insurance policy that provides additional protection on a claims-made basis subject to a limit of \$15,000,000 per claim and aggregate. Should the claims-made policies not be renewed or replaced with equivalent insurance, claims based on occurrences during its term, but reported subsequently, would be uninsured. The Medical Center has accrued estimated malpractice losses of \$300,000 at June 30, 2016.

Litigations, Claims, and Disputes

The Medical Center is subject to various contingencies in the normal course of operations relating to the performance of its tasks under its various programs. In the opinion of management, the ultimate settlement of any litigation, claims, and disputes in process will not be material to the financial position, operations, or cash flows of the Medical Center.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

The health care industry is subject to numerous laws and regulations of federal, state, and local governments. Compliance with these laws and regulations, specifically those relating to the Medicare and Medicaid programs, can be subject to government review and interpretation, as well as regulatory actions unknown and unasserted at this time. Federal government activity has increased with respect to investigations and allegations concerning possible violations by health care providers of regulations, which could result in the imposition of significant fines and penalties, as well as significant repayments of previously, billed and collected revenues from patient services.

Note 18. Construction Commitments

As of June 30, 2016, the County is committed to eight construction contracts resulting in a commitment for future capital expenditures. The major projects are as follows:

	Total Contract	Expended to June 30, 2016	Total Commitment at June 30, 2016
Laramie County			
E911 dispatch consoles	\$ 1,595,087	\$ 1,432,605	\$ 162,482
E911 800mhz radio project	974,635	324,878	649,757
Clear Creek Park Improvements	599,550	113,779	485,771
Detention Center water heater project	445,368	400,831	44,537
Public Works compressed natural gas station	519,949	456,251	63,698
Archer fire station design project	207,600	49,925	157,675
Dentention Center retrofit project	39,000	10,195	28,805
County Road 213 overlay project	1,477,308	1,285,528	191,780
	\$5,858,497	\$4,073,992	\$ 1,784,505

Note 19. Conduit Debt Obligations

From time to time, the County has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the state, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

Note 20. Laramie County Community Juvenile Services Joint Powers Board

The Laramie County Community Juvenile Services Joint Powers Board (Joint Powers Board) and the County have jointly constructed a juvenile services center on the 9.75 acres owned by the County and leased to the Joint Powers Board. Funding for the facility was provided via: (1) revenue bonds issued by the Joint Powers Board in the amount of \$2,355,000; (2) a State Land and Investment Board (SLIB) grant through the County in the amount of \$865,521; and (3) a Federal grant through the Wyoming Department of Education to the County from the American Recovery and Reinvestment Act of 2009, State Stabilization Fund, Government Services Fund (ARRA) in the amount of \$4,759,000.

Construction management was under the control of the County. Bond proceeds were transferred from the Joint Powers Board to the County, which along with the SLIB and ARRA grant funds were used to pay the construction costs. When construction was completed, the facility was transferred to the Joint Powers Board who holds title subject to a first mortgage and leased the facility back to the County under a lease-purchase agreement. The County is responsible for maintenance, utilities and insurance as “additional rental” payments under the terms of the lease.

The Joint Powers Board and the County entered into a “lease and agreement” on November 23, 2010 to lease back the site and juvenile center (improvements) through June 30, 2025. The Joint Powers Board will assign, transfer, and convey the improvements to the County when either: (1) the County has paid the applicable Optional Purchase Price; or (2) the County has paid all rental payments set forth in the lease for the entire lease term and all then current additional rentals required by the lease. Lease payments correspond to the debt service requirements on the Laramie County Community Juvenile Service’s revenue bonds. Additional rentals include maintenance, utilities, insurance, etc.; therefore, the lease is deemed to be a “triple net lease.”

During the year ended June 30, 2016, the County paid \$233,859 to the Joint Powers Board for rent relating to the lease purchase of the juvenile detention center.

Note 21. Economic Development Activities

During the year ended June 30, 2015, Laramie County entered into an agency agreement with a local nonprofit to provide access to a commercial manufacturing facility for a business recently relocated to Laramie County. Under the terms of this agreement, the agent serves as a lessor/grantor to the commercial entity for Laramie County, disbursing State of Wyoming Economic Development grant monies as an incentive for this business’ relocation to Laramie County. The business will reimburse the State for a portion of these funds received, with an option to purchase the facility for any remainder owed under the contract as a single lump sum. The building was purchased by Laramie County for approximately \$9,300,000. The manufacturing business is contractually obligated to reimburse Laramie County through its agent, who will further reimburse the State of Wyoming for a portion of recaptured grant funds amounting to \$3,700,000 incrementally up to August, 2031. As disclosed in Note 7, a leasehold contingency liability has been recorded on the statement of net position representing the remainder of the building value that will be transferred to the agent upon completion of the terms of the agreement.

LARAMIE COUNTY, WYOMING

NOTES TO FINANCIAL STATEMENTS

During the year ended June 30, 2016, Laramie County entered into a separate agency agreement with the same local nonprofit to provide access to a commercial facility for an existing business in Laramie County. Under the terms of the agreement, the agent serves as a lessor/grantor to the commercial entity on behalf of Laramie County, disbursing State of Wyoming Economic Development grant and loan funds as an incentive for the business' expansion of operations in Laramie County. The business will reimburse the State for a portion of the funds received, with an option to purchase the facility for any remainder owed under the contract as a single lump sum. The building will be owned by the agent during and after construction, until the state funds are repaid in full. The estimated project cost is \$3,417,719, of which \$2,859,784 will be funded through the grant and the remaining \$557,935 funded by the loan. \$1,304,892 of the grant funds are required to be repaid to the State, as well as all of the loan funds plus interest at an annual rate of 3%. An additional \$869,928 and \$434,964 of the grant funds are to be recaptured and paid to the agent and the Cheyenne-Laramie County Economic Development Joint Powers Board (Joint Powers Board), respectively.

The business is contractually obligated to reimburse Laramie County through its agent, who will further reimburse the State of Wyoming, \$364,092 of the loan principal and interest payments and \$489,119 of the grant recapture payments in the initial 10 year term of the facility lease with the agent. The remaining loan principal, interest and grant recapture payments will be reimbursed to the State through a 2nd 10 year renewal term at the option of the business, or upon purchase of the building by the business at any time after year 5 of the initial lease term. In the event the total actual proceeds received from the business are less than full grant recapture and loan principal and interest amounts, all grant recapture payments to the State, the agent and the Joint Powers Board will be reduced proportionately. However, the loan principal and interest are not subject to reduction of recapture, regardless of the amount of actual payments received from the business. Laramie County has executed a promissory note with the agent for the amount of the loan from the State, carrying interest at an annual rate of 3%. The note requires the agent to make monthly principal and interest payments to Laramie County in the amount of the total loan funds received by the agent, divided by 240. Monthly payments are required to begin on the first day of the month after Laramie County and the agent have mutually agreed that construction of the facility has been completed, and continuing each month for a period of 240 months or until paid in full.

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REQUIRED SUPPLEMENTARY INFORMATION

LARAMIE COUNTY, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND

Year Ended June 30, 2016

	Budget Amounts		Actual	Variance with Final Budget
	Original	Final		
PROPERTY TAXES AND OTHER TAXES				
Property taxes - current and delinquent	\$ 13,286,043	\$ 13,286,043	\$ 13,154,777	\$ (131,266)
Car company	36,000	36,000	34,711	(1,289)
Vehicle fees	2,385,000	2,385,000	2,721,463	336,463
Sales and use taxes	-	-	-	-
Cigarette tax	-	-	-	-
OTB Tax	-	-	-	-
Lottery Tax	-	-	-	-
Severance tax	-	-	-	-
Wind electric generation tax	-	-	-	-
Payments in lieu of property taxes	-	-	-	-
Local governments-shared costs	-	-	-	-
	<u>15,707,043</u>	<u>15,707,043</u>	<u>15,910,951</u>	<u>203,908</u>
LICENSES AND PERMITS	<u>180,058</u>	<u>180,058</u>	<u>101,442</u>	<u>(78,616)</u>
INTERGOVERNMENTAL REVENUES				
Emergency management	-	-	70,000	70,000
Shared tax revenue	10,663,000	10,663,000	10,787,825	124,825
Grants	467,922	540,594	168,407	(372,187)
	<u>11,130,922</u>	<u>11,203,594</u>	<u>11,026,232</u>	<u>(177,362)</u>
CHARGES FOR SERVICES				
County Clerk fees	1,280,100	1,280,100	1,509,794	229,694
Clerk of Court fees	89,050	89,050	208,631	119,581
County Sheriff fees	873,000	873,000	830,482	(42,518)
County Treasurer fees	255,850	255,850	321,437	65,587
Miscellaneous department fees	113,650	308,872	253,643	(55,229)
Abandoned vehicle fees	5,200	5,200	6,425	1,225
5% reimbursement tax	50,000	50,000	313,457	263,457
Prisoner housing, other	700,000	700,000	604,403	(95,597)
	<u>3,366,850</u>	<u>3,562,072</u>	<u>4,048,272</u>	<u>486,200</u>

Continued

LARAMIE COUNTY, WYOMING
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND (Continued)
Year Ended June 30, 2016

	Budget Amounts		Actual	Variance with Final Budget
	Original	Final		
MISCELLANEOUS REVENUES				
Interest earnings	\$ 52,525	\$ 52,525	\$ 597,090	\$ 544,565
Rents	8,000	8,000	14,560	6,560
Other income	433,700	558,361	673,765	115,404
Reimbursements				-
	494,225	618,886	1,285,415	666,529
Total Revenues	30,879,098	31,271,653	32,372,312	1,100,659
EXPENDITURES				
<i>GENERAL GOVERNMENT</i>				
County Commissioners				
Personnel services	378,642	378,642	375,736	2,906
Contractual services	120,050	120,050	79,732	40,318
Debt service:				
Principal	1,798	1,798	1,797	1
Interest	338	338	337	1
	500,828	500,828	457,602	43,226
Information Technology				
Personnel services	795,423	795,423	771,340	24,083
Contractual services	748,057	748,057	697,452	50,605
	1,543,480	1,543,480	1,468,792	74,688
County Clerk - Administration				
Personnel services	400,162	400,162	390,454	9,708
Contractual services	17,350	17,350	15,644	1,706
Debt service:				
Principal	5,180	5,180	5,179	1
Interest	761	761	761	-
	423,453	423,453	412,038	11,415
County Clerk - Auto Titles				
Personnel services	487,232	487,232	478,535	8,697
Contractual services	35,950	35,950	31,569	4,381
	523,182	523,182	510,104	13,078
Grants Manager				
Personnel services	143,634	143,634	119,943	23,691
Contractual services	7,675	7,675	5,990	1,685
	151,309	151,309	125,933	25,376

Continued

LARAMIE COUNTY, WYOMING
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND (Continued)
Year Ended June 30, 2016

	Budget Amounts		Actual	Variance with Final Budget
	Original	Final		
<i>GENERAL GOVERNMENT (Continued)</i>				
County Clerk - Real Estate				
Personnel services	\$ 142,780	\$ 142,780	\$ 145,845	\$ (3,065)
Contractual services	61,350	61,350	34,223	27,127
	<u>204,130</u>	<u>204,130</u>	<u>180,068</u>	<u>24,062</u>
County Clerk - Accounting				
Personnel services	345,923	345,923	295,713	50,210
Contractual services	11,075	11,075	12,743	(1,668)
	<u>356,998</u>	<u>356,998</u>	<u>308,456</u>	<u>48,542</u>
County Clerk - Elections				
Personnel services	256,274	256,274	164,855	91,419
Contractual services	253,600	253,600	93,222	160,378
	<u>509,874</u>	<u>509,874</u>	<u>258,077</u>	<u>251,797</u>
District Court				
Personnel services	44,260	44,260	24,023	20,237
Contractual services	408,745	408,745	358,284	50,461
	<u>453,005</u>	<u>453,005</u>	<u>382,307</u>	<u>70,698</u>
County Treasurer				
Personnel services	932,096	932,096	905,902	26,194
Contractual services	145,075	145,075	138,844	6,231
Debt service:				
Principal	5,000	5,000	-	5,000
Interest	1,000	1,000	-	1,000
	<u>1,083,171</u>	<u>1,083,171</u>	<u>1,044,746</u>	<u>38,425</u>

Continued

LARAMIE COUNTY, WYOMING
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND (Continued)
Year Ended June 30, 2016

	Budget Amounts		Actual	Variance with Final Budget
	Original	Final		
<i>GENERAL GOVERNMENT (Continued)</i>				
Outside Agency Support Services				
Contractual services	\$ 17,600	\$ 17,600	\$ 12,752	\$ 4,848
County Assessor				
Personnel services	1,395,895	1,395,895	1,318,170	77,725
Contractual services	143,430	143,430	107,305	36,125
Debt service:				
Principal	2,560	2,560	2,559	1
Interest	406	406	405	1
	<u>1,542,291</u>	<u>1,542,291</u>	<u>1,428,439</u>	<u>113,852</u>
County Attorney				
Personnel services	409,568	409,568	398,720	10,848
Contractual services	97,050	97,050	134,729	(37,679)
Debt service:				
Principal	1,804	1,804	1,803	1
Interest	328	328	328	-
	<u>508,750</u>	<u>508,750</u>	<u>535,580</u>	<u>(26,830)</u>
Clerk of the District Court				
Personnel services	1,155,846	1,155,846	1,125,554	30,292
Contractual services	104,560	104,560	71,724	32,836
Debt service:				
Principal	4,702	4,702	4,702	0
Interest	819	819	818	1
	<u>1,265,927</u>	<u>1,265,927</u>	<u>1,202,798</u>	<u>63,129</u>
Human Resources				
Personnel services	241,610	241,610	243,970	(2,360)
Contractual services	32,150	32,150	24,358	7,792
	<u>273,760</u>	<u>273,760</u>	<u>268,328</u>	<u>5,432</u>

Continued

LARAMIE COUNTY, WYOMING
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND (Continued)
Year Ended June 30, 2016

	Budget Amounts		Actual	Variance with Final Budget
	Original	Final		
<i>GENERAL GOVERNMENT (Continued)</i>				
Records Center				
Personnel services	\$ 265,948	\$ 265,948	\$ 244,231	\$ 21,717
Contractual services	21,310	21,310	16,012	5,298
	<u>287,258</u>	<u>287,258</u>	<u>260,243</u>	<u>27,015</u>
Central Mail				
Contractual services	39,200	39,200	29,167	10,033
Debt service:				-
Principal	7,101	7,101	7,101	-
Interest	570	570	570	-
	<u>46,871</u>	<u>46,871</u>	<u>36,838</u>	<u>10,033</u>
Building Maintenance				
Personnel services	606,990	606,990	507,052	99,938
Contractual services	316,632	316,632	201,425	115,207
	<u>923,622</u>	<u>923,622</u>	<u>708,477</u>	<u>215,145</u>
Central Utilities				
Contractual services	412,500	412,500	416,761	(4,261)
Communications - Security				
Personnel services	157,227	157,227	135,778	21,449
Contractual services	118,071	118,071	90,964	27,107
Capital outlay	-	-	-	-
	<u>275,298</u>	<u>275,298</u>	<u>226,742</u>	<u>48,556</u>
General Accounts				
Contractual services	1,148,565	1,271,676	1,144,582	127,094
Central Geographical Information Systems				
Personnel services	283,231	283,231	274,326	8,905
Contractual services	101,215	101,215	89,632	11,583
	<u>384,446</u>	<u>384,446</u>	<u>363,958</u>	<u>20,488</u>
Total general government	<u>12,836,318</u>	<u>12,959,429</u>	<u>11,753,621</u>	<u>1,205,808</u>
PUBLIC SAFETY				
County Sheriff-Operations				
Personnel services	\$ 5,422,997	\$ 5,422,997	\$ 5,118,999	\$ 303,998
Contractual services	767,300	768,850	510,839	258,011
Debt service:				
Principal	13,176	13,176	14,328	(1,152)
Interest	769	769	778	(9)
	<u>6,204,242</u>	<u>6,205,792</u>	<u>5,644,944</u>	<u>560,848</u>
County Sheriff-OCDETF Program				
Personnel services	10,000	10,000	-	10,000

Continued

LARAMIE COUNTY, WYOMING
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND (Continued)
Year Ended June 30, 2016

	Budget Amounts		Actual	Variance with Final Budget
	Original	Final		
<i>PUBLIC SAFETY (Continued)</i>				
County Sheriff-Tobacco and Alcohol				
Personnel services	-	3,400	1,703	1,697
Contractual services	-	-	90	(90)
	-	3,400	1,793	1,607
County Sheriff-Detention Center				
Personnel services	6,792,544	6,792,544	6,477,459	315,085
Contractual services	2,632,000	2,632,000	2,242,806	389,194
Capital outlay	-	-	32,296	(32,296)
	9,424,544	9,424,544	8,752,561	671,983
Fire Warden				
Contractual services	12,975	12,975	3,719	9,256
County Coroner				
Personnel services	234,392	234,392	204,369	30,023
Contractual services	171,400	171,400	178,357	(6,957)
	405,792	405,792	382,726	23,066
Emergency Management				
Personnel services	220,221	220,221	228,689	(8,468)
Contractual services	82,200	82,200	52,373	29,827
	302,421	302,421	281,062	21,359
County Sheriff-DOT Speed and DUI				
Personnel services	6,500	24,901	14,359	10,542
Contractual services	-	-	-	-
	6,500	24,901	14,359	10,542
Juvenile Detention Center				
Personnel services	1,442,448	1,442,448	1,206,569	235,879
Contractual services	539,283	539,283	327,090	212,193
Capital outlay	10,000	10,000	8,976	1,024
Debt service:				
Principal	148,632	148,632	153,941	(5,309)
Interest	50,292	50,292	84,168	(33,876)
	2,190,655	2,190,655	1,780,744	409,911

Continued

LARAMIE COUNTY, WYOMING
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND (Continued)
Year Ended June 30, 2016

	Budget Amounts		Actual	Variance with Final Budget
	Original	Final		
<i>PUBLIC SAFETY (Continued)</i>				
VAWA				
Personnel services	\$ 20,000	\$ 20,000	\$ 13,897	\$ 6,103
Victims Assistance				
Personnel services	66,560	66,560	67,376	(816)
Contractual services	24,898	24,898	18,018	6,880
	91,458	91,458	85,394	6,064
Byrne Grant				
Contractual services	35,486	65,878	15,138	50,740
Personnel services	-	-	-	-
Capital outlay	16,033	31,012	16,033	14,979
	51,519	96,890	31,171	65,719
Sheriff-Miscellaneous Grants				
Personnel services	19,500	25,000	9,733	15,267
Contractual services	500	500	-	500
Capital outlay	-	-	-	-
	20,000	25,500	9,733	15,767
Central Utilities				
Contractual services	430,000	430,000	427,678	2,322
General Accounts				
Contractual services	125,000	320,222	267,275	52,947
Capital outlay	-	-	-	-
	125,000	320,222	267,275	52,947
Juvenile Crisis				
Personnel services	566,813	566,813	27,266	539,547
Personnel services	50,000	50,000	31,839	18,161
	616,813	616,813	59,105	557,708
Total public safety	19,911,919	20,181,363	17,756,161	2,425,202
<i>CONSERVATION AND DEVELOPMENT</i>				
County Extension				
Contractual services	203,422	203,422	180,027	23,395
Debt service:				
Principal	2,805	2,805	2,805	-
Interest	461	461	460	1
Total conservation and development	206,688	206,688	183,292	23,396
Total expenditures	32,954,925	33,347,480	29,693,074	3,654,406
Excess (deficiency) of revenues over (under) expenditures	(2,075,827)	(2,075,827)	2,679,238	4,755,065

Continued

LARAMIE COUNTY, WYOMING
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND (Continued)
Year Ended June 30, 2016

	Budget Amounts		Actual	Variance with Final Budget
	Original	Final		
Other Financing Sources (Uses)				
Proceeds from sale of capital assets	\$ -	\$ -	\$ 250	\$ 250
Proceeds from debt issuance	-	-	-	-
Transfers in	37,634	37,634	37,634	-
Transfers out	(1,332,287)	(1,203,889)	(553,997)	649,892
Total other financing sources (uses)	(1,294,653)	(1,166,255)	(516,113)	650,142
Net change in fund balance	(3,370,480)	(3,242,082)	2,163,125	5,405,207
Fund balance - beginning of year	18,965,405	18,965,405	18,965,405	-
Fund balance - end of year	<u>\$ 15,594,925</u>	<u>\$ 15,723,323</u>	<u>\$ 21,128,530</u>	<u>\$ 5,405,207</u>

See Notes to Required Supplementary Information

LARAMIE COUNTY, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL (BUDGETARY BASIS) - OPTIONAL 1% TAX FUND
 Year Ended June 30, 2016

	Budget Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes	\$ 6,000,000	\$ 6,000,000	\$ 6,790,409	\$ 790,409
Total revenues	6,000,000	6,000,000	6,790,409	790,409
Expenditures				
Current:				
General government	484,370	484,370	298,249	186,121
Public safety	424,947	424,947	160,247	264,700
Health, welfare and recreation	1,530,467	1,530,467	1,267,583	262,884
Conservation and development	65,000	65,000	55,000	10,000
Capital outlay	842,692	836,390	493,615	342,775
Total expenditures	3,347,476	3,341,174	2,274,694	1,066,480
Excess of revenues over expenditures	2,652,524	2,658,826	4,515,715	1,856,889
Other Financing Uses				
Transfers out	(5,880,649)	(5,880,649)	(5,880,649)	-
Total other financing uses	(5,880,649)	(5,880,649)	(5,880,649)	-
Net change in fund balance	(3,228,125)	(3,221,823)	(1,364,934)	1,856,889
Fund balance - beginning of year	4,317,692	4,317,692	4,317,692	-
Fund balance - end of year	\$ 1,089,567	\$ 1,095,869	\$ 2,952,758	\$ 1,856,889

See Notes to Required Supplementary Information

LARAMIE COUNTY, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL (BUDGETARY BASIS) - BRC GRANTS FUND
 Year Ended June 30, 2016

	Budget Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 5,014,560	\$ 8,047,784	\$ 3,025,389	\$ (5,022,395)
Miscellaneous revenues	-	-	-	-
Total revenues	5,014,560	8,047,784	3,025,389	(5,022,395)
Expenditures				
Health, welfare and recreation	-	40,000	-	40,000
Conservation and development	5,014,560	8,007,784	3,023,185	4,984,599
Capital outlay	-	-	-	-
Total expenditures	5,014,560	8,047,784	3,023,185	5,024,599
Other Financing Sources (Uses)				
Proceeds from debt issuance	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	-	2,204	2,204
Fund balance (deficit) - beginning of year	(2,204)	(2,204)	(2,204)	-
Fund balance (deficit) - end of year	\$ (2,204)	\$ (2,204)	\$ -	\$ 2,204

See Notes to Required Supplementary Information

LARAMIE COUNTY, WYOMING

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (BUDGETARY BASIS) - PUBLIC WORKS FUND
Year Ended June 30, 2016**

	Budget Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental revenues	\$ 1,835,000	\$ 1,835,000	\$ 1,893,567	\$ 58,567
Charges for services	60,000	60,000	72,340	12,340
Miscellaneous	-	35,564	60,182	24,618
Total revenues	1,895,000	1,930,564	2,026,089	95,525
Expenditures				
Public works	5,871,447	5,910,749	4,743,050	1,167,699
Capital outlay	60,000	60,000	489,423	(429,423)
Total expenditures	5,931,447	5,970,749	5,232,473	738,276
Excess of revenues over (under) expenditures	(4,036,447)	(4,040,185)	(3,206,384)	833,801
Other Financing Uses				
Proceeds from sale of capital assets	-	-	23,068	23,068
Transfers in	5,938,649	5,938,649	5,903,149	(35,500)
Transfers out	-	(519,950)	(507,656)	12,294
Total other financing uses	5,938,649	5,418,699	5,418,561	(138)
Net change in fund balance	1,902,202	1,378,514	2,212,177	833,663
Fund balance - beginning of year	5,210,736	5,210,736	5,210,736	-
Fund balance - end of year	\$ 7,112,938	\$ 6,589,250	\$ 7,422,913	\$ 833,663

See Notes to Required Supplementary Information

LARAMIE COUNTY, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
 BUDGET AND ACTUAL (BUDGETARY BASIS) - SPOT 2012 FUND

Year Ended June 30, 2016

	Budget Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes	\$ 2,148,000	\$ 2,148,000	\$ 2,119,962	\$ (28,038)
Intergovernmental Revenues	-	-	17,715	17,715
Investment Earnings	5,000	5,000	7,020	2,020
Total revenues	<u>2,153,000</u>	<u>2,153,000</u>	<u>2,144,697</u>	<u>(28,038)</u>
Expenditures				
Public Safety	3,196,766	3,196,766	70,330	3,126,436
Capital Outlay	2,960,697	2,960,697	2,176,878	783,819
Total expenditures	<u>6,157,463</u>	<u>6,157,463</u>	<u>2,247,208</u>	<u>3,910,255</u>
Net change in fund balance	(4,004,463)	(4,004,463)	(102,511)	3,901,952
Fund balance (deficit) - beginning of year	<u>3,994,687</u>	<u>3,994,687</u>	<u>3,994,687</u>	-
Fund balance (deficit) - end of year	<u>\$ (9,776)</u>	<u>\$ (9,776)</u>	<u>\$ 3,892,176</u>	<u>\$ 3,901,952</u>

See Notes to Required Supplementary Information

LARAMIE COUNTY, WYOMING

**SCHEDULE OF THE COUNTY'S LAW ENFORCEMENT PLAN
PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

Law Enforcement Pension Plan

For the Years Ended June 30, 2016, 2015 and 2014 *

	County's proportion of the net pension liability (asset)	County's proportionate share of the net pension liability (asset)	County's covered payroll	County's proportionate share of the net pension liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2014	4.801862754%	\$ 876,787	\$ 7,273,326	12.05%	87.49%
2015	4.804043025%	\$ 1,415,447	\$ 7,173,930	19.73%	94.76%
2016	4.825671049%	\$ 3,625,041	\$ 7,585,547	47.79%	96.53%

** The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year. This schedule is to be built prospectively until it contains ten years of data.*

SCHEDULE OF THE COUNTY'S LAW ENFORCEMENT PLAN CONTRIBUTIONS

Law Enforcement Pension Plan

For the Years Ended June 30, 2016, 2015 and 2014 **

	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Covered payroll	Contributions as a percentage of covered payroll
2014	\$ 619,507	\$ 619,507	\$ -	\$ 7,203,570	8.60%
2015	\$ 614,214	\$ 614,214	\$ -	\$ 7,142,023	8.60%
2016	\$ 700,163	\$ 700,163	\$ -	\$ 8,141,430	8.60%

*** This schedule is to be built prospectively until it contains ten years of data.*

See Notes to Required Supplementary Information.

LARAMIE COUNTY, WYOMING

**SCHEDULE OF THE COUNTY'S PUBLIC EMPLOYEE PLAN
PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

Public Employee Pension Plan

For the Years Ended June 30, 2016, 2015 and 2014 *

	County's proportion of the net pension liability (asset)	County's proportionate share of the net pension liability (asset)	County's covered payroll	County's proportionate share of the net pension liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2014	0.493997227%	\$ 7,510,736	\$ 9,355,183	80.28%	81.10%
2015	0.553238403%	\$ 9,762,955	\$ 9,613,744	101.55%	79.08%
2016	0.575965880%	\$ 13,416,249	\$ 10,276,629	130.55%	73.40%

** The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year. This schedule is to be built prospectively until it contains ten years of data.*

SCHEDULE OF THE COUNTY'S PUBLIC EMPLOYEE PLAN CONTRIBUTIONS

Public Employee Pension Plan

For the Years Ended June 30, 2016, 2015 and 2014 **

	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Covered payroll	Contributions as a percentage of covered payroll
2014	\$ 669,530	\$ 669,530	\$ -	\$ 9,403,511	7.12%
2015	\$ 752,882	\$ 752,882	\$ -	\$ 9,880,341	7.62%
2016	\$ 885,072	\$ 885,072	\$ -	\$ 10,574,337	8.37%

*** This schedule is to be built prospectively until it contains ten years of data.*

See Notes to Required Supplementary Information.

LARAMIE COUNTY, WYOMING

SCHEDULE OF THE WEED AND PEST CONTROL'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Public Employee Pension Plan

For the Years Ended June 30, 2016, 2015 and 2014 *

	The Weed and Pest Control's proportion of the net pension liability (asset)	The Weed and Pest Control's proportionate share of the net pension liability (asset)	The Weed and Pest Control's covered payroll	The Weed and Pest Control's proportionate share of the net pension liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2014	0.009376155%	\$ 142,555	\$ 160,716	88.70%	81.10%
2015	0.008539094%	\$ 150,689	\$ 148,406	101.54%	79.08%
2016	0.009221489%	\$ 214,801	\$ 164,105	130.89%	73.40%

** The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year. This schedule is to be built prospectively until it contains ten years of data.*

SCHEDULE OF THE WEED AND PEST CONTROL'S CONTRIBUTIONS

Public Employee Pension Plan

For the Years Ended June 30, 2016, 2015 and 2014 **

	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Covered payroll	Contributions as a percentage of covered payroll
2014	\$ 10,673	\$ 10,673	\$ -	\$ 149,902	7.12%
2015	\$ 11,104	\$ 11,104	\$ -	\$ 145,722	7.62%
2016	\$ 16,449	\$ 16,449	\$ -	\$ 196,523	8.37%

*** This schedule is to be built prospectively until it contains ten years of data.*

See Notes to Required Supplementary Information.

LARAMIE COUNTY, WYOMING

**SCHEDULE OF THE FAIR BOARD'S PROPORTIONATE
SHARE OF THE NET PENSION LIABILITY**

Public Employee Pension Plan

For the Years Ended June 30, 2016, 2015 and 2014 *

	The Fair Board's proportion of the net pension liability (asset)	The Fair Board's proportionate share of the net pension liability (asset)	The Fair Board's covered payroll	The Fair Board's proportionate share of the net pension liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2014	0.004227138%	\$ 64,269	\$ 85,927	74.79%	81.10%
2015	0.004904289%	\$ 86,546	\$ 85,269	101.50%	79.08%
2016	0.005392566%	\$ 125,612	\$ 96,063	130.76%	73.40%

** The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year. This schedule is to be built prospectively until it contains ten years of data.*

SCHEDULE OF THE FAIR BOARD'S CONTRIBUTIONS

Public Employee Pension Plan

For the Years Ended June 30, 2016, 2015 and 2014 **

	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Covered payroll	Contributions as a percentage of covered payroll
2014	\$ 6,296	\$ 6,296	\$ -	\$ 88,427	7.12%
2015	\$ 6,566	\$ 6,566	\$ -	\$ 86,168	7.62%
2016	\$ 8,722	\$ 8,722	\$ -	\$ 104,205	8.37%

*** This schedule is to be built prospectively until it contains ten years of data.*

See Notes to Required Supplementary Information.

LARAMIE COUNTY, WYOMING

SCHEDULE OF THE LIBRARY SYSTEM'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Public Employee Pension Plan

For the Years Ended June 30, 2016, 2015 and 2014 *

	Library System's proportion of the net pension liability (asset)	Library System's proportionate share of the net pension liability (asset)	Library Sytem's covered payroll	Library System's proportionate share of the net pension liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2014	0.121707727%	\$ 1,850,445	\$ 2,085,997	88.71%	81.10%
2015	0.116206948%	\$ 2,050,695	\$ 2,020,279	101.51%	79.08%
2016	0.115209972%	\$ 2,683,641	\$ 2,057,596	130.43%	73.40%

** The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year. This schedule is to be built prospectively until it contains ten years of data.*

SCHEDULE OF THE LIBRARY SYSTEM'S CONTRIBUTIONS

Public Employee Pension Plan

For the Years Ended June 30, 2016, 2015 and 2014 **

	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Covered payroll	Contributions as a percentage of covered payroll
2014	\$ 143,430	\$ 143,430	\$ -	\$ 2,014,466	7.12%
2015	\$ 156,829	\$ 156,829	\$ -	\$ 2,058,123	7.62%
2016	\$ 173,114	\$ 173,114	\$ -	\$ 2,068,268	8.37%

*** This schedule is to be built prospectively until it contains ten years of data.*

See Notes to Required Supplementary Information.

LARAMIE COUNTY, WYOMING

SCHEDULE OF THE HEALTH BOARD'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Public Employee Pension Plan

For the Years Ended June 30, 2016, 2015 and 2014 *

	Health Board's proportion of the net pension liability (asset)	Health Board's proportionate share of the net pension liability (asset)	Health Board's covered payroll	Health Board's proportionate share of the net pension liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2014	0.099459785%	\$ 1,512,187	\$ 1,709,860	88.44%	81.10%
2015	0.093943157%	\$ 1,657,808	\$ 1,632,584	101.55%	79.08%
2016	0.093902533%	\$ 2,187,317	\$ 1,675,727	130.53%	73.40%

** The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year. This schedule is to be built prospectively until it contains ten years of data.*

SCHEDULE OF THE HEALTH BOARD'S CONTRIBUTIONS

Public Employee Pension Plan

For the Years Ended June 30, 2016, 2015 and 2014 **

	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Covered payroll	Contributions as a percentage of covered payroll
2014	\$ 115,614	\$ 115,614	\$ -	\$ 1,623,792	7.12%
2015	\$ 125,658	\$ 125,658	\$ -	\$ 1,649,055	7.62%
2016	\$ 139,188	\$ 139,188	\$ -	\$ 1,662,939	8.37%

*** This schedule is to be built prospectively until it contains ten years of data.*

See Notes to Required Supplementary Information.

LARAMIE COUNTY, WYOMING

SCHEDULE OF THE LANDFILL BOARD'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Public Employee Pension Plan

For the Years Ended June 30, 2016, 2015 and 2014 *

	Landfill Board's proportion of the net pension liability (asset)	Landfill Board's proportionate share of the net pension liability (asset)	Landfill Board's covered payroll	Landfill Board's proportionate share of the net pension liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2014	0.008321122%	\$ 126,514	\$ 142,416	88.83%	81.10%
2015	0.009028553%	\$ 159,326	\$ 156,937	101.52%	79.08%
2016	0.008866731%	\$ 206,537	\$ 158,215	130.54%	73.40%

** The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year. This schedule is to be built prospectively until it contains ten years of data.*

SCHEDULE OF THE LANDFILL BOARD'S CONTRIBUTIONS

Public Employee Pension Plan

For the Years Ended June 30, 2016, 2015 and 2014 **

	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Covered payroll	Contributions as a percentage of covered payroll
2014	\$ 10,883	\$ 10,883	\$ -	\$ 152,851	7.12%
2015	\$ 11,910	\$ 11,910	\$ -	\$ 156,299	7.62%
2016	\$ 13,445	\$ 13,445	\$ -	\$ 160,633	8.37%

*** This schedule is to be built prospectively until it contains ten years of data.*

See Notes to Required Supplementary Information.

LARAMIE COUNTY, WYOMING

SCHEDULE OF THE MEDICAL CENTER'S NET PENSION LIABILITY

Medical Center Pension Plan

For the Years Ended June 30, 2016 and 2015 *

	Total Pension Liability	Plan Net Position	Net Pension Liability	Plan Net Position as a % of Total Pension Liability	Covered Payroll	Net Pension Liability as a % of Covered Payroll
2015	\$ 79,456,372	\$ 77,375,452	\$ 2,080,920	97.38%	\$ 15,399,462	13.51%
2016	\$ 80,812,014	\$ 76,133,998	\$ 4,678,016	94.21%	\$ 14,280,061	32.76%

** The amounts presented for each fiscal year were determined as of December 31. This schedule is to be built prospectively until it contains ten years of data.*

SCHEDULE OF THE MEDICAL CENTER'S CONTRIBUTIONS

Medical Center Pension Plan

For the Years Ended June 30, 2016 and 2015 **

	Actuarially Determined Contribution	Actual Contribution	Contribution deficiency (excess)	Covered payroll	Contributions as a percentage of covered payroll
2015	\$ 1,173,902	\$ 2,925,000	\$ (1,751,098)	\$ 15,399,462	18.99%
2016	\$ 1,098,239	\$ 4,892,632	\$ (3,794,393)	\$ 14,280,061	34.26%

*** This schedule is to be built prospectively until it contains ten years of data.*

See Notes to Required Supplementary Information.

LARAMIE COUNTY, WYOMING

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

Note 1. Budgetary Information

The schedule of revenues, expenditures and changes in fund balance – budget and actual – general fund presents a comparison of the legally adopted budget with actual data. The County prepares its budget on a cash basis, and the revenues and expenditures presented in the aforementioned statement are on the modified accrual basis. Any differences in revenues and expenditures as a result of the difference in accounting basis are considered immaterial. Appropriations lapse at fiscal year end. All budget amendments are approved by the County Commissioners and are presented within the final budget figures.

The County follows these procedures in establishing the budgetary data reflected in the financial statements.

Wyoming State Statutes require the preparation of an annual budget which provides documentation that all sources and uses of County resources are properly planned, budgeted, and approved. The budget, upon adoption, is the legal document which places restrictions and limitations on the purposes and amounts for which County monies may be expended.

The budget is adopted according to the following schedule:

1. On or before May 15, the Budget Officer shall prepare a tentative budget for each fund and file the budget with the governing body.
2. A summary of the tentative budget shall be entered into the minutes and the governing body shall publish the summary at least one week before the public hearing to adopt the budget.
3. The public hearing is held on or before the third Monday in July.
4. On the day of or the day following the public hearing, the County Commissioners, by resolution, make the necessary appropriations and adopt the budget, which subject to future amendment, shall be in effect for the next fiscal year.

Note 2. Retirement Commitment – Wyoming Retirement System

Changes in benefit terms: There were no changes in benefit terms between the December 31, 2014 measurement date and the December 31, 2015 measurement date.

Changes in assumptions: There were no changes in assumptions between the December 31, 2014 measurement date and the December 31, 2015 measurement date.

LARAMIE COUNTY, WYOMING

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

Note 3. Retirement Commitment – Medical Center

Valuation Date: January 1

Notes Actuarially determined contribution rates are calculated as of January 1 each year for implementation the following fiscal year.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method: Entry Age Normal

Amortization Method: Level Dollar, Closed

Remaining Amortization Period: 3 Years

Asset Valuation Method: 5-Year smoothed market; 20% corridor

Inflation: No explicit price inflation assumption is used in this valuation.

Salary Increases: 3.78% to 5.10%

Investment Rate of Return: 7.00%

Retirement Age: Experience-based table of rates that are specific to the type of eligibility condition. Terminated Vested members are assumed to retire at age 62.

Mortality: RP-2000 Generational Combined Healthy Mortality Table for males and females, 100% White Collar, Projected with Scale AA

Expenses: Normal Cost loading is based on the average of the last three year's noninvestment expenses.

Indexing: For members who retired before 1989, the assumed increase in benefits is 3% per year.

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OTHER SUPPLEMENTARY INFORMATION

LARAMIE COUNTY, WYOMING

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2016

	Special Revenue Funds					
	Abandoned Vehicle Fund	Homeland Security Grants Fund	Economic Development Fund	Enhanced 911 System Fund	Jail Commissary Fund	Planning and Development Fund
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 71,805
Equity in pooled cash	31,655	4,393	125,532	-	455,752	853,203
Investments	-	-	-	-	-	-
Accounts receivable	-	-	-	325,062	-	-
Notes receivable	-	-	122,502	-	-	-
Due from other funds	3,550	-	-	-	3,770	5,837
Due from other governments	-	2,300	-	-	-	-
Accrued interest receivable	-	-	4,092	-	-	-
Prepaid expenses	-	-	-	-	-	-
Inventory	-	29,640	-	-	-	-
Total assets	\$ 35,205	\$ 36,333	\$ 252,126	\$ 325,062	\$ 459,522	\$ 930,845
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 95	\$ 1,553	\$ -	\$ 5,421	\$ 14,985	\$ 32,294
Accrued payroll liabilities	-	-	-	55,205	-	32,763
Due to other funds	-	-	-	29,387	-	-
Unearned grant revenue	-	-	-	-	-	-
Total liabilities	95	1,553	-	90,013	14,985	65,057
Fund balances						
Nonspendable	-	29,640	112,446	-	-	-
Restricted	35,110	5,140	-	235,049	-	-
Committed	-	-	139,680	-	444,537	-
Assigned	-	-	-	-	-	865,788
Unassigned	-	-	-	-	-	-
Total fund balances	35,110	34,780	252,126	235,049	444,537	865,788
Total liabilities and fund balances	\$ 35,205	\$ 36,333	\$ 252,126	\$ 325,062	\$ 459,522	\$ 930,845

Special Revenue Funds

Drug Case Forfeitures Fund	Federal Drug Forfeitures Fund	Local Law Enforcement Fund	Misc. Grants Fund	SLIB Grants Fund	County Improvements Fund	County Complex Operations Fund	Recreation Board	Subtotals
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 63,844	\$ 135,649
79,954	22,473	35,185	23,580	273,721	-	266	-	1,905,714
-	-	-	-	-	1,585,114	401,915	-	1,987,029
-	-	-	-	-	-	-	-	325,062
-	-	-	-	-	-	-	-	122,502
-	-	-	-	-	-	-	-	13,157
-	-	-	29,397	35,566	-	-	-	67,263
-	-	-	-	-	-	-	-	4,092
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	29,640
\$ 79,954	\$ 22,473	\$ 35,185	\$ 52,977	\$ 309,287	\$ 1,585,114	\$ 402,181	\$ 63,844	\$ 4,590,108
\$ -	\$ -	\$ 2,163	\$ 41,434	\$ 107,164	\$ 7,335	\$ -	\$ -	\$ 212,444
-	-	-	-	-	-	-	-	87,968
-	-	-	-	-	-	-	-	29,387
-	-	-	-	-	-	-	-	-
-	-	2,163	41,434	107,164	7,335	-	-	329,799
-	-	-	-	-	-	-	-	142,086
-	-	33,022	11,543	202,123	-	402,181	-	924,168
79,954	22,473	-	-	-	-	-	63,844	750,488
-	-	-	-	-	1,577,779	-	-	2,443,567
-	-	-	-	-	-	-	-	-
79,954	22,473	33,022	11,543	202,123	1,577,779	402,181	63,844	4,260,309
\$ 79,954	\$ 22,473	\$ 35,185	\$ 52,977	\$ 309,287	\$ 1,585,114	\$ 402,181	\$ 63,844	\$ 4,590,108

LARAMIE COUNTY, WYOMING

COMBINING BALANCE SHEET (Continued)

NONMAJOR GOVERNMENTAL FUNDS

June 30, 2016

	Special Revenue Funds				
	Special Courts Fund	County Roads Fund	Recovery Act Grants Fund	Shooting Sports Fund	Total
ASSETS					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 1,000	\$ 136,649
Equity in pooled cash	97,440	947,908	2,829	90,888	3,044,779
Investments	-	-	-	-	1,987,029
Accounts receivable	-	-	-	-	325,062
Notes receivable	-	-	-	-	122,502
Due from other funds	-	-	-	-	13,157
Due from other governments	998	150,812	19,113	-	238,186
Accrued interest receivable	-	-	-	-	4,092
Inventory	-	-	-	12,397	42,037
Total assets	\$ 98,438	\$ 1,098,720	\$ 21,942	\$ 104,285	\$ 5,913,493
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	\$ 19,436	\$ 608,018	\$ -	\$ 3,409	\$ 843,307
Accrued payroll liabilities	6,069	-	6,707	5,187	105,931
Due to other funds	-	-	-	-	29,387
Total liabilities	25,505	608,018	6,707	8,596	978,625
Fund balances					
Nonspendable	-	-	-	12,397	\$ 154,483
Restricted	72,933	490,702	15,235	-	1,503,038
Committed	-	-	-	-	750,488
Assigned	-	-	-	83,292	2,526,859
Total fund balances	72,933	490,702	15,235	95,689	4,934,868
Total liabilities and fund balances	\$ 98,438	\$ 1,098,720	\$ 21,942	\$ 104,285	\$ 5,913,493

Capital Project Funds

O & M Jail Addition Project Fund	SPOT 2008 Project Fund	Archer Fire Station Fund	Total	Total Nonmajor Governmental Funds
\$ -	\$ 4,282,995	\$ -	\$4,282,995	\$ 4,419,644
165,340	-	7,424	172,764	3,217,543
3,063,513	-	-	3,063,513	5,050,542
-	-	-	-	325,062
-	-	-	-	122,502
-	-	10,175	10,175	23,332
-	-	-	-	238,186
3,239	-	-	3,239	7,331
-	-	-	-	42,037
<u>\$ 3,232,092</u>	<u>\$ 4,282,995</u>	<u>\$ 17,599</u>	<u>\$7,532,686</u>	<u>\$ 13,446,179</u>

\$ 7,108	\$ -	\$ 17,599	\$ 24,707	\$ 868,014
-	-	-	-	105,931
-	-	-	-	29,387
<u>7,108</u>	<u>-</u>	<u>17,599</u>	<u>24,707</u>	<u>1,003,332</u>

-	-	-	-	\$ 154,483
3,224,984	4,282,995	-	7,507,979	9,011,017
-	-	-	-	750,488
-	-	-	-	2,526,859
<u>3,224,984</u>	<u>4,282,995</u>	<u>-</u>	<u>7,507,979</u>	<u>12,442,847</u>
<u>\$ 3,232,092</u>	<u>\$ 4,282,995</u>	<u>\$ 17,599</u>	<u>\$7,532,686</u>	<u>\$ 13,446,179</u>

LARAMIE COUNTY, WYOMING

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2016

	Special Revenue Funds					
	Abandoned Vehicle Fund	Homeland Security Grants Fund	Economic Development Fund	Enhanced 911 System Fund	Jail Commissary Fund	Planning and Development Fund
Revenues						
Taxes	\$ -	\$ -	\$ -	\$ 943,804	\$ -	\$ -
Licenses and permits	-	-	-	-	-	848,909
Intergovernmental revenues	-	164,674	-	376,505	-	-
Charges for services	38,110	-	-	257,000	261,182	5,450
Investment earnings	-	-	6,650	-	-	-
Miscellaneous revenues	7,651	17,500	-	-	-	202
Total revenues	45,761	182,174	6,650	1,577,309	261,182	854,561
Expenditures						
Current:						
General government	12,359	-	-	-	-	-
Public safety	-	-	-	1,975,369	261,039	-
Public works	-	-	-	-	-	-
Health, welfare, and recreation	-	-	-	-	-	-
Conservation and development	-	-	14,600	-	-	1,042,587
Capital outlay	-	163,479	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	4,528
Interest	-	-	-	-	-	487
Total expenditures	12,359	163,479	14,600	1,975,369	261,039	1,047,602
Excess (deficiency) of revenues over (under) expenditures	33,402	18,695	(7,950)	(398,060)	143	(193,041)
Other Financing Sources (Uses)						
Transfers in	-	8,325	-	376,505	-	-
Transfers out	(37,634)	-	-	-	-	-
Total other financing sources (uses)	(37,634)	8,325	-	376,505	-	-
Net change in fund balances	(4,232)	27,020	(7,950)	(21,555)	143	(193,041)
Fund balances - beginning of year	39,342	7,760	260,076	256,604	444,394	1,058,829
Fund balances - end of year	\$ 35,110	\$ 34,780	\$ 252,126	\$ 235,049	\$ 444,537	\$ 865,788

Special Revenue Funds

Drug Case Forfeitures Fund	Federal Drug Forfeitures Fund	Local Law Enforcement Fund	Misc. Grants Fund	SLIB Grants Fund	County Improvements Fund	County Complex Operations Fund	Recreation Board	Subtotals
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 943,804
-	-	-	-	-	-	-	-	848,909
-	32,449	-	215,025	1,516,319	2,688,541	-	-	4,993,513
-	-	-	-	-	-	-	1,944	563,686
-	-	-	-	-	9,561	4,819	-	21,030
2,923	-	-	14,300	-	-	-	50	42,626
2,923	32,449	-	229,325	1,516,319	2,698,102	4,819	1,994	7,413,568
-	-	-	-	-	537,020	70,886	-	620,265
-	49,578	2,163	-	-	-	-	-	2,288,149
-	-	-	-	-	-	-	-	-
-	-	-	227,062	-	745,931	-	42,128	1,015,121
-	-	-	-	-	-	-	-	1,057,187
-	-	-	14,300	2,149,009	588,496	-	-	2,915,284
-	-	-	-	-	-	-	-	4,528
-	-	-	-	-	-	-	-	487
-	49,578	2,163	241,362	2,149,009	1,871,447	70,886	42,128	7,901,021
-	-	-	-	-	-	-	-	-
2,923	(17,129)	(2,163)	(12,037)	(632,690)	826,655	(66,067)	(40,134)	(487,453)
-	-	-	-	507,656	-	-	42,000	934,486
-	-	-	-	-	-	-	-	(37,634)
-	-	-	-	507,656	-	-	42,000	896,852
2,923	(17,129)	(2,163)	(12,037)	(125,034)	826,655	(66,067)	1,866	409,399
77,031	39,602	35,185	23,580	327,157	751,124	468,248	61,978	3,850,910
\$ 79,954	\$ 22,473	\$ 33,022	\$ 11,543	\$ 202,123	\$ 1,577,779	\$ 402,181	\$ 63,844	\$ 4,260,309

Continued

LARAMIE COUNTY, WYOMING
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (Continued)
NONMAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2016

	Special Revenue Funds				Total
	Special Courts Fund	County Roads Fund	Recovery Act Grants Fund	Shooting Sports Fund	
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 943,804
Licenses and permits	-	-	-	-	848,909
Intergovernmental revenues	467,733	2,706,999	153,234	-	8,321,479
Charges for services	16,695	-	-	190,876	771,257
Investment earnings	-	-	-	-	21,030
Miscellaneous revenues	-	-	-	44,875	87,501
Total revenues	484,428	2,706,999	153,234	235,751	10,993,980
Expenditures					
Current:					
General government	-	-	-	-	620,265
Public safety	549,328	-	-	-	2,837,477
Public works	-	23,495	-	-	23,495
Health, welfare, and recreation	-	-	214,549	247,631	1,477,301
Conservation and development	-	-	-	-	1,057,187
Capital outlay	-	4,249,574	-	-	7,164,858
Debt service:					
Principal	-	-	-	-	4,528
Interest	-	-	-	-	487
Total expenditures	549,328	4,273,069	214,549	247,631	13,185,598
Excess (deficiency) of revenues over (under) expenditures	(64,900)	(1,566,070)	(61,315)	(11,880)	(2,191,618)
Other Financing Sources (Uses)					
Transfers in	65,000	-	54,242	35,500	1,089,228
Transfers out	-	(100,000)	-	-	(137,634)
Total other financing sources (uses)	65,000	(100,000)	54,242	35,500	951,594
Net change in fund balances	100	(1,666,070)	(7,073)	23,620	(1,240,024)
Fund balances - beginning of year	72,833	2,156,772	22,308	72,069	6,174,892
Fund balances - end of year	\$ 72,933	\$ 490,702	\$ 15,235	\$ 95,689	\$ 4,934,868

Capital Project Funds				
O & M Jail Addition Project Fund	SPOT 2008 Project Fund	Archer Fire Station Fund	Total	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 943,804
-	-	-	-	848,909
-	-	-	-	8,321,479
-	-	-	-	771,257
153,670	8,226	-	161,896	182,926
-	-	-	-	87,501
153,670	8,226	-	161,896	11,155,876
-	-	-	-	620,265
-	-	-	-	2,837,477
-	-	-	-	23,495
-	-	-	-	1,477,301
-	-	-	-	1,057,187
453,822	29,118	49,925	532,865	7,697,723
-	-	-	-	4,528
-	-	-	-	487
453,822	29,118	49,925	532,865	13,718,463
(300,152)	(20,892)	(49,925)	(370,969)	(2,562,587)
-	-	49,925	49,925	1,139,153
-	-	-	-	(137,634)
-	-	49,925	49,925	1,001,519
(300,152)	(20,892)	-	(321,044)	(1,561,068)
3,525,136	4,303,887	-	7,829,023	14,003,915
\$ 3,224,984	\$ 4,282,995	\$ -	\$ 7,507,979	\$ 12,442,847

LARAMIE COUNTY, WYOMING

COMBINING STATEMENT OF NET POSITION

LARAMIE COUNTY LIBRARY SYSTEM

June 30, 2016

	Laramie County Library System	Component Unit		Total
		Laramie County Library Foundation, Inc.	Eliminations	
ASSETS				
Cash	\$ 160,046	\$ 218,542	\$ -	\$ 378,588
Investments	1,727,771	2,241,284	-	3,969,055
Investments held by others	1,141,888	-	(1,141,888)	-
Accounts receivable	2,764,620	5,738	-	2,770,358
Accrued interest receivable	1,255	-	-	1,255
Due from other governments	1,464	-	-	1,464
Inventory	8,137	-	-	8,137
Property and equipment	31,303,083	-	-	31,303,083
Accumulated depreciation	(11,887,807)	-	-	(11,887,807)
Total assets	25,220,457	2,465,564	(1,141,888)	26,544,133
DEFERRED OUTFLOW OF RESOURCES				
Pension related outflows	746,583	-	-	746,583
LIABILITIES				
Accounts payable	61,730	1,141	-	62,871
Noncurrent liabilities:				
Investments held for others	-	1,141,888	(1,141,888)	-
Net pension liability	2,683,641	-	-	2,683,641
Due within one year	174,537	-	-	174,537
Due in more than one year	-	-	-	-
Total liabilities	2,919,908	1,143,029	(1,141,888)	2,921,049
DEFERRED INFLOW OF RESOURCES				
Unavailable revenue	2,751,926	-	-	2,751,926
Pension related inflows	111,833	-	-	111,833
Total deferred inflow of resources	2,863,759	-	-	2,863,759
NET POSITION				
Net investment in capital assets	19,415,276	-	-	19,415,276
Temporarily restricted	-	269,108	-	269,108
Permanently restricted	-	552,728	-	552,728
Unreserved/unrestricted	768,097	500,699	-	1,268,796
Total net position	\$ 20,183,373	\$ 1,322,535	\$ -	\$ 21,505,908

LARAMIE COUNTY, WYOMING
COMBINING STATEMENT OF ACTIVITIES
LARAMIE COUNTY LIBRARY SYSTEM
Year Ended June 30, 2016

	Laramie County Library System	Component Unit <u>Laramie County Library Foundation, Inc.</u>	Eliminations	Total
Revenues				
Property taxes	\$ 2,776,532	\$ -	\$ -	\$ 2,776,532
Sales taxes	841,083	-	-	841,083
Other taxes	506,420	-	-	506,420
Charges for services	123,833	-	-	123,833
Grants and contributions	136,922	194,192	-	331,114
Unrestricted investment earnings	6,072	6,040	-	12,112
Gain (loss) on sale of capital assets	2,915	-	-	2,915
Miscellaneous revenues	381,116	143,215	(200,069)	324,262
Total revenues	4,774,893	343,447	(200,069)	4,918,271
Expenses				
Health, welfare and recreation	5,430,509	331,664	(200,069)	5,562,104
Total expenditures	5,430,509	331,664	(200,069)	5,562,104
Change in net position	(655,616)	11,783	-	(643,833)
Net Position - beginning of year	20,838,989	1,310,752	-	22,149,741
Net position - end of year	\$ 20,183,373	\$ 1,322,535	\$ -	\$ 21,505,908

LARAMIE COUNTY, WYOMING
COMBINING STATEMENT OF NET POSITION
CHEYENNE REGIONAL MEDICAL CENTER
June 30, 2016

	Component Unit		
	Cheyenne Regional Medical Center	Cheyenne Regional Medical Center Foundation	Total
ASSETS			
Cash and cash equivalents	\$ 53,538,158	\$ 822,905	\$ 54,361,063
Investments	141,909,005	14,266,494	156,175,499
Accounts receivable	48,509,439	336,665	48,846,104
Due from Foundation	350,827	-	350,827
Inventory	7,833,430	-	7,833,430
Prepaid expenses	4,653,953	-	4,653,953
Restricted assets:			
Bond funds	1,035,767	-	1,035,767
Endowment and earnings available for capital assets by donor	8,199,940	-	8,199,940
Other	11,568,735	30,032	11,598,767
Property and equipment, net	202,048,602	6,944	202,055,546
Total assets	479,647,856	15,463,040	495,110,896
Deferred Outflows of Resources	8,487,506	-	8,487,506
LIABILITIES			
Accounts payable	10,365,299	39,360	10,404,659
Amount due to Cheyenne Regional Medical Center	-	76,654	76,654
Estimated third-party payor settlements	2,537,824	-	2,537,824
Unearned revenue	-	35,964	35,964
Accrued payroll liabilities and other	22,815,392	-	22,815,392
Accrued interest payable	716,495	-	716,495
Noncurrent liabilities:			
Due within one year	2,697,068	-	2,697,068
Due within more than one year	96,628,959	-	96,628,959
Net Pension Liability	4,678,016	-	4,678,016
Total liabilities	140,439,053	151,978	140,591,031
Deferred Inflows of Resources	-	-	-
NET POSITION			
Net investment in capital assets	102,722,575	6,944	102,729,519
Restricted for:			
Endowments, nonexpendable	6,038,161	-	6,038,161
Bond indenture agreement, expendable	1,035,767	-	1,035,767
Donor for specified purposes, expendable	2,161,779	-	2,161,779
Temporarily restricted	-	7,287,143	7,287,143
Permanently restricted	-	3,159,645	3,159,645
Unrestricted	235,738,027	4,857,330	240,595,357
Total net position	\$ 347,696,309	\$ 15,311,062	\$ 363,007,371

LARAMIE COUNTY, WYOMING

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

CHEYENNE REGIONAL MEDICAL CENTER

Year Ended June 30, 2016

	Cheyenne Regional Medical Center	Component Unit		Total
		Cheyenne Regional Medical Center Foundation		
Operating Revenues				
Charges for services	\$ 325,818,049	\$ -	\$ 325,818,049	
Other revenue	12,865,821	268,903	13,134,724	
Gifts and contributions	-	984,109	984,109	
Total revenues	338,683,870	1,253,012	339,936,882	
Operating Expenses				
Personnel services	178,747,826	-	178,747,826	
Contractual services	51,630,460	-	51,630,460	
Material and supplies	69,736,481	-	69,736,481	
Depreciation and amortization	25,744,803	-	25,744,803	
Cheyenne Regional Medical Center Foundation programs	-	875,109	875,109	
Management, general and fundraising	-	656,537	656,537	
Total operating expenses	325,859,570	1,531,646	327,391,216	
Operating income (loss)	12,824,300	(278,634)	12,545,666	
Nonoperating Revenues (Expenses)				
Grants	-	489,999	489,999	
Contributions from Foundation	1,189,693	-	1,189,693	
Investment gains and losses	5,541,359	(713,219)	4,828,140	
Gain/(Loss) on sale of fixed assets	(261,678)	-	(261,678)	
Interest expense	(4,491,171)	-	(4,491,171)	
Loss on note receivable	(3,310,000)	-	(3,310,000)	
Total nonoperating revenues (expenses)	(1,331,797)	(223,220)	(1,555,017)	
Change in net position	11,492,503	(501,854)	10,990,649	
Net Position - beginning of year	336,203,806	15,812,916	352,016,722	
Net position - end of year	\$ 347,696,309	\$ 15,311,062	\$ 363,007,371	

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SINGLE AUDIT SECTION

LARAMIE COUNTY, WYOMING

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2016**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Passed Through to Sub- recipients	Total Federal Expenditures
<u>U.S. Department of Agriculture</u>				
Passed through the Wyoming Office of State Lands and Investments				
Cooperative Forestry Assistance	10.664	14-DG-11020000-039	\$ -	\$ 8,043
Total U.S. Department of Agriculture			-	8,043
<u>U.S. Department of Justice</u>				
Passed through the Volunteers of American Northern Rockies				
Juvenile Justice and Delinquency Prevention - Allocation to States-OJJDP	16.540	2012-JF-FX-K001 & 2013-JF-FX-K006 2014-JF-FX-K001 & 2015-JF-FX-K001	-	55,744
<i>Total Juvenile Justice and Delinquency Prevention</i>			-	55,744
Passed through the Wyoming Department of Transportation				
Enforcing Underage Drinking Laws	16.727	N/A	-	1,321
<i>Total Enforcing Underage Drinking Laws</i>			-	1,321
Direct				
Bulletproof Vest Partnership Program-14	16.607		-	2,163
Public Safety Partnership and Community Policing Grants				
COPS 11	16.710		-	152,101
Equitable Sharing Program	16.922		-	49,578
Edward Byrne Memorial Justice Assistance Grant Program	16.738		10,611	31,171
<i>Total Direct</i>			10,611	235,013
Total U.S Department of Justice			10,611	292,078
<u>U.S. Department of Health and Human Services</u>				
Passed through the Wyoming Department of Health				
Public Health Emergency Preparedness	93.069	CM#10369/AG#134409 CM#10367/AG#134517 CM#10331/AG#132426	-	305,855
Passed through Wyoming Reproductive Health Council				
Family Planning Services - Title X	93.217	CLCHD/WHC TX 2015	-	115,512
<i>Temporary Assistance for Needy Families Cluster</i>				
Temporary Assistance for Needy Families - Passed through Wyoming Department of Health	93.558	DMM-2014-027	-	100,316
Temporary Assistance for Needy Families - Passed through Wyoming Department of Family Services	93.558	N/A	129,670	129,670
<i>Total Temporary Assistance for Needy Families Cluster</i>			129,670	229,986
Total U.S. Department of Health and Human Services			129,670	651,353

Continued

LARAMIE COUNTY, WYOMING

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)
For the Year Ended June 30, 2016**

Federal/State Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Passed Through to Sub- recipients	Expenditures
<u>U.S. Department of Homeland Security</u>				
Passed through the Wyoming Office of Homeland Security				
Emergency Management Performance Grants-EMPG 15	97.042	15-GPD-LAR EM-GCF15	\$ -	\$ 70,000
Passed through the Wyoming Office of Homeland Security				
Pre-Disaster Mitigation-HMPG Wildland	97.047	13FEMA-LAR- PD-PDML13	-	7,336
Passed through the Wyoming Office of Homeland Security				
Homeland Security Grant Program	97.067	15-GPD-LAR-LC-HLC15 13-GPD-LAR-SC-HSG13 14-GPD-LAR-SC-HSG14 15-GPD-LAR-SC-HSG15 15-GPD-LAR-LS-HLE15	-	157,293
<i>Total Homeland Security Grant Program</i>			-	157,293
Total U.S. Department of Homeland Security			-	234,629
<u>U.S. Department of Housing and Urban Development</u>				
Passed through the Wyoming Business Council				
Community Development Block Grants- Homeless Youth	14.228	N/A	-	1,237
Total U.S. Department of Housing and Urban Development			-	1,237
<u>U.S. Department of Transportation</u>				
Passed through the Wyoming Department of Transportation				
<i>Highway Planning and Construction Cluster</i>				
Highway Planning and Construction	20.205	SR12008	-	17,165
CRIP County Road Improvements	20.205	STP-CR-0.00-CN02104	-	1,344,433
<i>Total Highway Planning and Construction Cluster</i>			-	1,361,598
<i>Highway Safety Cluster</i>				
State and Community Highway Safety	20.600	HRRR 0.00 CN2103	-	35,564
State and Community Highway Safety/National Priority Safety Programs	20.600/20.616	N/A	-	10,592
Alcohol Impaired Driving Countermeasures		K8FR-2015-15-K8-05	-	
Incentive Grants	20.601	K8FR-2016-16-K8-05	-	25,562
<i>Total Highway Safety Cluster</i>			-	71,718
Total U.S. Department of Transportation			-	1,433,316
Total Expenditures of Federal Awards			\$ 140,281	\$ 2,620,656

See Notes to Schedule of Expenditures of Federal Awards.

LARAMIE COUNTY, WYOMING

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Laramie County under programs of the federal government for the year ended June 30, 2016. 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 Laramie County, it is not intended to and does not present the financial position, changes in net position, or cash flows of Laramie County.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Laramie County does not charge indirect costs under the de minimis rate.

**INDEPENDENT AUDITOR'S 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**

Honorable Board of County Commissioners
Laramie County, Wyoming
Cheyenne, Wyoming

We have audited, in accordance with the 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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Laramie County, Wyoming (the "County") as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 23, 2017. Our report includes reference to other auditors who audited the financial statements of the Cheyenne Regional Medical Center and the Cheyenne Regional Medical Center Pension Plan, as described in our report on the County's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

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 County'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 was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a certain deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs as item 2016-001, that we consider to be a significant deficiency.

Compliance and Other Matters

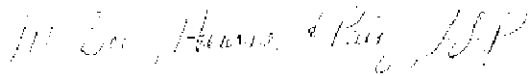
As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material 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*.

The County's Response to Finding

The County's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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 result of that testing, and not to provide an opinion on the effectiveness of the County'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 County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Cheyenne, Wyoming
March 23, 2017

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
EACH MAJOR FEDERAL PROGRAM AND REPORT ON
INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**

Honorable Board of County Commissioners
Laramie County, Wyoming
Cheyenne, Wyoming

Report on Compliance for Each Major Federal Program

We have audited Laramie County, Wyoming's (the "County") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major Federal programs for the year ended June 30, 2016. The County's major Federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

The County's basic financial statements include the operations of the Cheyenne Regional Medical Center, a discretely presented component unit who expended \$1,232,266 in Federal awards which are not included in the County's Schedule of Expenditures of Federal Awards during the year ended June 30, 2016. Our audit, described below, did not include the operations of the Cheyenne Regional Medical Center because those financial statements were audited by other auditors in accordance with the Uniform Guidance.

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 the County's major Federal programs 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 Awards* (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 a major Federal program occurred. An audit includes examining, on a test basis, evidence about the 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 the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the 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 June 30, 2016.

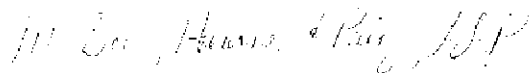
Report on Internal Control over Compliance

Management of the 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 the County's internal control over compliance with the types of requirements that could have a direct and material effect on 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 the 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.



Cheyenne, Wyoming
March 23, 2017

LARAMIE COUNTY, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2016

I. SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

A. Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified? X Yes _____ None reported

Noncompliance material to financial statements noted? _____ Yes X No

B. Federal Awards

Internal control over major Federal programs:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified? _____ Yes X 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 Title 2 CFR 200.516(a)? _____ Yes X No

Identification of major Federal programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
20.205	Highway Planning and Construction Cluster

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? _____ Yes X No

LARAMIE COUNTY, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued) Year Ended June 30, 2016

II. FINANCIAL STATEMENT FINDINGS

2016-001: Audit Adjustments

Condition/Context: As part of our audit, significant adjustments were proposed and recorded in order to properly state the financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP).

Criteria: The control deficiency exists as County personnel and contracted third parties did not identify all necessary adjusting journal entries, which were significant to the County's financial statements prepared in accordance with GAAP.

Cause: County personnel and contracted third parties are still gaining familiarity with newly adopted accounting policies resulting from recent implementation of new accounting standards.

Effect: Significant journal entries were posted relating to the accrual necessary for implementation of Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 82, *Pension Issues, an Amendment of GASB Statements 67, 68, and 73*. All information needed to prepare the adjusting entries was provided by us to County personnel and contracted third parties. Even so, journal entries were required to correct pension expense for governmental funds and component units on the government-wide statements for contributions subsequent to Wyoming Retirement System's measurement date that were improperly included in the initial calculation.

In addition, a material journal entry was posted to record the specific purpose tax receivable and related due to other governments within the Agency Funds. As Agency Funds are custodial in nature and do not involve measurement of results of operations, the journal entry had no impact on the financial position of the County.

Recommendation: We recommend the County continually scrutinize its established policies and procedures to ensure that complete and accurate information is available and evaluated in a timely manner to properly record transactions in accordance with GAAP.

View of Responsible Officials and Planned Corrective Action: See Exhibit I.

III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None.

LARAMIE COUNTY, WYOMING

**SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2016**

Finding	Status
<p><u>2015-001: Audit Adjustments</u></p> <p>As part of our audit, significant adjustments were proposed and recorded in order to properly state the financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP). A significant journal entry was posted relating to accrued payroll. In addition, significant journal entries were posted relating to accounts payable within the County Improvements fund for the benefit of the County Fair Board, and capital assets at the County Library System.</p>	<p>The Clerk’s Accounting Office made a setting change in the accounting software to automatically adjust payroll costs and accruals. While this change was successful in making the automatic adjustment for allocating payroll expenses to the correct period, the same setting allocated some benefit liabilities to the wrong period. This has been corrected.</p> <p>The County Fair Board was granted \$314,000 from state-shared revenues to construct and equip a kitchen in the community building. Invoices for the project were not submitted for reimbursement until after closing Fiscal Year 2015, which required a significant journal entry for that expenditure. The Clerk’s Accounting Office will be verifying the status of all state-shared revenue capital projects prior to closing Fiscal Year 2016 and work with all component units to ensure that all significant transactions are properly and timely posted.</p> <p>No additional issues noted over these specific areas for the year ended June 30, 2016.</p>
<p><u>2015-002: Compliance Requirement – Activities Allowed or Unallowed; Allowable Costs/Cost Principles</u></p> <p>Catalog of Federal Assistance (CFDA) Number and Title: 93.558 Temporary Assistance for Needy Families</p> <p>The City of Cheyenne – Laramie County Health Board (Health Board) submits requests for reimbursement of Federal funds on a monthly basis under the MCH/TANF grant. We were unable to view support for five months of services due to corrupt data following a system conversion by the State of Wyoming, which the Health Board relies on for reporting.</p>	<p>While State PHNI software availability continues to be an issue, there were no instances of inaccurate reporting to the State for items tested during the audit. The Health Board management continues to work with the State of Wyoming to improve PHNI software. The Director was actively involved in the software improvement process subsequent to year end. In addition, the Health Board has implemented controls to ensure that monthly reconciliation of PHNI reports are performed to support monthly billings provided to the State of Wyoming to mitigate risk of lost data at the State level.</p>

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EXHIBIT I

CORRECTIVE ACTION PLAN

Date: March 23, 2017
To: McGee, Hearne & Paiz, LLP
From: Laramie County Clerk Finance Office
Re: Laramie County Compliance Report – Fiscal Year 2016

The following is the Corrective Action Plan to address the control deficiencies and findings in the FY 2016 Compliance Report (see page 110 for the complete text of the control deficiencies and findings):

2016-001: Audit Adjustments

Condition/Context – As part of our audit, significant adjustments were proposed and recorded in order to properly state the financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP).

Effect – Significant journal entries were posted relating to the accrual necessary for implementation of Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 82, *Pension Issues, an Amendment of GASB Statements 67, 68, and 73*. All information needed to prepare the adjusting entries was provided by us to County personnel and contracted third parties. Even so, journal entries were required to correct pension expense for governmental funds and component units on the government-wide statements for contributions subsequent to Wyoming Retirement System’s measurement date that were improperly included in the initial calculation.

In addition, a material journal entry was posted to record the specific purpose tax receivable and related due to other governments within the Agency Funds. As Agency Funds are custodial in nature and do not involve measurement of results of operations, the journal entry had no impact on the financial position of the County.

Recommendation – We recommend the County continually scrutinize its established policies and procedures to ensure that complete and accurate information is available and evaluated in a timely manner to properly record transactions in accordance with GAAP.

Corrective Action – The incorrect amounts were inadvertently used for contributions subsequent to the measurement date for the initial calculation of pension expense. The County has implemented procedures, which include obtaining the contribution amounts directly from the Wyoming Retirement System, to ensure accurate calculation of pension expense in the future. The specific purpose tax will end March 31, 2017 so there will not be any receivable to record on June 30, 2017. However, the County has implemented procedures to ensure the accuracy of Agency Fund balances going forward.

Anticipated Completion Date – Already implemented

Contact Person – Debra K. Lee, County Clerk; Robert W. Cook, CPA, Finance Director