



# Laramie County, Wyoming

Annual Financial  
and  
Compliance Report  
June 30, 2017

**LARAMIE COUNTY, WYOMING**  
**FINANCIAL AND COMPLIANCE REPORT**  
**JUNE 30, 2017**

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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, 2017, 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 and includes the Cheyenne Regional Medical Center Foundation, which is combined with the Hospital, 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 and deferred outflows of resources, 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, except for the Laramie County Library Foundation, Inc., 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, 2017, 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 and Expenditures – Budget and Actual (Budgetary Basis) on pages 64 through 66, Schedules of Proportionate Share of the Net Pension Liability and Schedules of Contributions on pages 67 through 73, Schedule of the Medical Center's Net Pension Liability and Schedule of the Medical Center's Contributions on page 74, and Notes to Required Supplementary Information on pages 75 and 76, 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, based on our audit, the procedures performed as described above, and the report of other auditors, 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 December 28, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's 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  
December 28, 2017

# LARAMIE COUNTY, WYOMING

## MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2017

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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, 2017.

### *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 \$145,882,130 (*net position*). Of this amount, \$13,424,128 (*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 \$49,979,128, an increase of \$2,139,904 from the prior year. Of this amount, \$7,587,452 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 \$7,605,242, 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 required supplementary information as well as 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 and development. The only business-type activity of the County is the Memorial Hospital of Laramie County (*dba Cheyenne Regional Medical Center*) (the "Hospital") 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 81 - 84 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 three major governmental funds. These are the general fund, optional 1% tax fund, and public works fund. Information for major funds is presented separately and in aggregate for the nonmajor funds in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. Detailed information for nonmajor governmental funds is provided in the form of *combining statements* found on pages 77 - 80.

The County adopts an annual appropriated budget for its general fund. Budgetary comparison schedules 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 - 15 of this report.

**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 20 - 63 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 64 - 76 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 77 - 88 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 \$145,882,130 as of June 30, 2017.

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 \$13,424,128 may be used to meet the County’s ongoing obligations to its citizens and creditors.

	<b>2017</b>	2016
Current and other assets	<b>\$ 69,192,816</b>	\$ 64,972,527
Capital assets	<b>121,297,749</b>	122,937,268
Total assets	<b>190,490,565</b>	187,909,795
Deferred outflows of resources	<b>6,277,818</b>	7,141,976
Current liabilities	<b>6,026,239</b>	6,114,952
Noncurrent liabilities	<b>30,706,490</b>	29,094,032
Total liabilities	<b>36,732,729</b>	35,208,984
Deferred inflows of resources	<b>14,153,524</b>	13,355,469
Net position		
Net investment in capital assets	<b>110,837,673</b>	111,007,153
Restricted	<b>21,620,329</b>	20,480,363
Unrestricted	<b>13,424,128</b>	14,999,802
Total net position	<b>\$ 145,882,130</b>	\$ 146,487,318

**Governmental Activities**

The \$605,188 decrease in the County’s net position is related to governmental activities.

Total revenues for governmental activities increased from the previous year by \$948,368. The increase in revenues was mostly from the increases in operating grants and contributions.

The following table provides a summary of the County's operations for the year ended June 30, 2017, with comparative totals for the year ended June 30, 2016.

	<u>2017</u>	<u>2016</u>
Revenues:		
Program revenues:		
Charges for services	\$ 5,560,072	\$ 4,831,481
Operating grants and contributions	7,117,722	5,693,817
Capital grants and contributions	2,638,760	2,143,036
Governmental revenues:		
Property taxes	13,255,815	13,206,699
Sales and other taxes	11,633,779	12,558,427
Shared tax revenue	16,979,688	16,507,916
Licenses and permits	820,769	950,351
Gain (loss) on sale of equipment	15,701	-
Unrestricted investment earnings	(146,831)	787,036
Miscellaneous revenue	587,664	836,008
Total Revenues	<u>58,463,139</u>	<u>57,514,771</u>
Expenses:		
General government	17,506,832	16,295,537
Public safety	24,137,751	23,567,468
Public works	8,887,464	8,054,440
Health, welfare, and recreation	2,730,013	2,772,742
Conservation and development	5,740,678	4,092,774
Interest on long-term debt	65,589	90,574
Total expenses	<u>59,068,327</u>	<u>54,873,535</u>
Increase (decrease) in net position	(605,188)	2,641,236
Net position-July 1	146,487,318	143,846,082
Net position-June 30	<u>\$ 145,882,130</u>	<u>\$ 146,487,318</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 \$49,979,128. Approximately 56% of this total amount, \$28,094,385 constitutes unassigned, assigned and committed fund balance and 43% is restricted in the amount of \$21,620,332 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 \$1,092,572. This is the result of lower than expected spending.

## 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. Budgetary statements begin on page 64 for the general fund and continue through page 66 of this report.

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 and Long-term Debt

At June 30, 2017, the County had \$208,275,522 invested in capital assets including sheriff's equipment, buildings, park facilities, public-works equipment, and infrastructure. This represents an increase of about \$2.8 million or 1% over last year.

<b>Government activities:</b>	<b>2017</b>	<b>2016</b>
Land	\$ 7,747,374	\$ 7,747,374
Buildings and improvements	74,982,708	74,484,212
Machinery and equipment	33,018,449	29,800,220
Infrastructure	91,074,373	87,010,212
Construction in process	1,452,618	6,475,920
Less accumulated depreciation	(86,977,773)	(82,580,670)
Totals	<b>\$ 121,297,749</b>	<b>\$ 122,937,268</b>

This year's major additions to capital assets were from major road improvement projects.

Additional information on the County's capital assets can be found in Note 6 on pages 34 – 40 of this report.

At year-end, the County had \$13,226,659 in long-term debt, which includes \$2,208,648 of accrued compensated absences, \$9,306,383 economic development obligations, \$1,345,000 of capital lease obligation for the Juvenile Services Center, and equipment capital leases of \$366,628. Additional information on the County's long-term debt can be found in Note 7 on pages 41-44 of this report.

### ***Economic Factors and Next Year's Budget***

Laramie County is starting to recover from the State wide economic downturn caused by the weak fossil fuels market. The County was conservative in its revenue projections and spending appropriations for Fiscal Year 2018. This allowed the County Commissioners to increase funding for some activities receiving state budget cuts rather than reducing services to county citizens. They also chose to give County employees a 1% to 5% raise on their anniversary date based on job performance.

On May 2, 2017, the voters of Laramie County authorized the collection of an additional 1% Specific Purpose Optional Sales and Use Tax, for the expansion of the jail, remodeling the existing courthouse, construction of a multiuse facility at the fairgrounds, and the purchase of equipment.

### ***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 20<sup>th</sup> 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, 2017**

	Primary Government	
	Governmental Activities	Component Units
<b>ASSETS</b>		
Cash and cash equivalents	\$ 10,181,218	\$ 36,424,378
Equity in pooled cash	17,363,581	-
Investments	20,889,530	205,330,859
Net investment in capital lease	-	1,290,352
Receivables (net of allowance for uncollectables)	14,057,938	52,385,461
Notes receivable	670,381	-
Accrued interest receivable	8,277	1,255
Due from other governments	5,734,906	3,257
Due from the Hospital Foundation	-	38,853
Inventory	264,411	8,000,115
Prepaid expenses	22,574	5,853,433
Restricted assets:		
Bond funds	-	1,037,916
Restricted by donor	-	5,922,121
Other	-	11,905,202
Capital assets, not being depreciated	9,199,992	16,973,058
Capital assets being depreciated, net	112,097,757	204,363,431
<b>Total assets</b>	<b>190,490,565</b>	<b>549,529,691</b>
<b>DEFERRED OUTFLOW OF RESOURCES</b>		
Pension related outflows	6,277,818	5,954,165
<b>Total assets and deferred outflow of resources</b>	<b>196,768,383</b>	<b>555,483,856</b>
<b>LIABILITIES</b>		
Accounts payable	3,569,634	8,229,485
Due to primary government	-	339,880
Due to Cheyenne Regional Medical Center	-	94,839
Accrued payroll liabilities	984,076	14,744,606
Accrued interest payable	-	706,920
Unearned revenue	15,435	13,248
Third-party payor settlements, estimated	-	1,158,000
Funds held for others	435,477	-
Due to other taxing units	24,915	-
Landfill closure and post closure liability	-	650,300
Net pension liability	18,476,533	7,614,557
Long-term debt due within one year	996,702	3,042,288
Long-term debt due in more than one year	12,229,957	95,187,828
<b>Total liabilities</b>	<b>36,732,729</b>	<b>131,781,951</b>
<b>DEFERRED INFLOW OF RESOURCES</b>		
Unavailable revenue	13,626,216	6,208,474
Pension related inflows	527,308	450,751
<b>Total deferred inflow of resources</b>	<b>14,153,524</b>	<b>6,659,225</b>
<b>Total liabilities and deferred inflow of resources</b>	<b>50,886,253</b>	<b>138,441,176</b>
<b>NET POSITION</b>		
Net investment in capital assets	110,837,673	124,909,002
Restricted for:		
Abandoned vehicles	23,765	-
Bond indenture agreement, expendable	-	1,037,916
Community facilities	103,779	-
Donor specified purposes, expendable	-	111,060
Endowments, nonexpendable	-	5,811,061
Grant agreements	138,117	-
Permanently restricted	-	3,761,397
Road maintenance	8,919,077	-
SPOT tax operations	12,212,210	-
Statutory 911 charges	223,381	-
Temporarily restricted	-	7,441,328
Unrestricted	13,424,128	273,970,916
<b>Total net position</b>	<b>\$ 145,882,130</b>	<b>\$ 417,042,680</b>

See Notes to Financial Statements.

LARAMIE COUNTY, WYOMING

STATEMENT OF ACTIVITIES  
Year Ended June 30, 2017

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 Government	
					Governmental Activities	Component Units
<b>Primary government</b>						
Governmental activities						
General government	\$ 17,506,832	\$ 3,011,224	\$ 496,066	\$ -	\$ (13,999,542)	\$ -
Public safety	24,137,751	2,296,718	1,239,904	-	(20,601,129)	-
Public works	8,887,464	56,454	-	2,396,589	(6,434,421)	-
Health, welfare, and recreation	2,730,013	195,566	324,291	242,171	(1,967,985)	-
Conservation and development	5,740,678	110	5,057,461	-	(683,107)	-
Interest on long-term debt	65,589	-	-	-	(65,589)	-
<b>Total governmental activities</b>	<b>59,068,327</b>	<b>5,560,072</b>	<b>7,117,722</b>	<b>2,638,760</b>	<b>(43,751,773)</b>	<b>-</b>
<b>Total primary government</b>	<b>\$ 59,068,327</b>	<b>\$ 5,560,072</b>	<b>\$ 7,117,722</b>	<b>\$ 2,638,760</b>	<b>(43,751,773)</b>	<b>-</b>
Component units	\$ 346,176,467	\$ 341,253,511	\$ 4,419,373	\$ 22,784	\$ -	\$ (480,799)
General revenues						
Property taxes					13,255,815	6,827,474
Sales and other taxes					11,633,779	1,285,315
Shared tax revenue					16,979,688	-
Licenses and permits					820,769	-
Gain (loss) on sale of capital assets					15,701	23,433
Unrestricted investment earnings					(146,831)	11,501,658
Miscellaneous revenue					587,664	1,260,353
<b>Total general revenues</b>					<b>43,146,585</b>	<b>20,898,233</b>
<b>Change in net position</b>					<b>(605,188)</b>	<b>20,417,434</b>
Net position- beginning of year					146,487,318	396,625,246
Net position- end of year					<b>\$ 145,882,130</b>	<b>\$ 417,042,680</b>

See Notes to Financial Statements.

LARAMIE COUNTY, WYOMING

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2017**

<b>ASSETS</b>	General Fund	Optional 1% Tax Fund
Cash and cash equivalents	\$ 1,465,209	\$ -
Equity in pooled cash	5,118,600	1,743,677
Investments	15,521,598	-
Accounts receivable	1,845	-
Notes receivable	-	-
Property taxes receivable	13,682,977	-
Accrued interest receivable	4,185	-
Due from other funds	16,549	-
Due from other governments	2,091,000	1,227,785
Prepaid expenses	19,929	-
Inventory	65,178	-
<b>Total assets</b>	<b>37,987,070</b>	<b>2,971,462</b>
<b>LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCES</b>		
Liabilities		
Accounts payable	905,609	-
Accrued payroll liabilities	768,956	-
Due to other funds	4,795	-
Unearned revenue	-	-
Funds held for others	435,477	-
Due to other taxing units	24,915	-
<b>Total liabilities</b>	<b>2,139,752</b>	<b>-</b>
Deferred Inflow of Resources		
Unavailable revenue	13,626,216	-
<b>Total liabilities and deferred inflow of resources</b>	<b>15,765,968</b>	<b>-</b>
Fund Balances		
Nonspendable	65,178	-
Restricted	296,841	-
Committed	-	2,971,462
Assigned	14,253,841	-
Unassigned	7,605,242	-
<b>Total fund balances</b>	<b>22,221,102</b>	<b>2,971,462</b>
<b>Total liabilities, deferred inflow of resources and fund balances</b>	<b>\$ 37,987,070</b>	<b>\$ 2,971,462</b>

See Notes to Financial Statements.

Public Works Fund	Other Governmental Funds	Totals
\$ -	\$ 8,716,009	\$ 10,181,218
7,363,724	3,137,580	17,363,581
-	5,367,932	20,889,530
372	372,744	374,961
-	112,446	112,446
-	-	13,682,977
-	4,092	8,277
-	27,295	43,844
357,861	2,058,260	5,734,906
-	2,645	22,574
150,220	49,013	264,411
<u>7,872,177</u>	<u>19,848,016</u>	<u>68,678,725</u>
112,790	2,551,235	3,569,634
119,222	95,898	984,076
-	39,049	43,844
-	15,435	15,435
-	-	435,477
-	-	24,915
<u>232,012</u>	<u>2,701,617</u>	<u>5,073,381</u>
-	-	13,626,216
<u>232,012</u>	<u>2,701,617</u>	<u>18,699,597</u>
150,220	49,013	264,411
7,489,945	13,833,546	21,620,332
-	1,075,826	4,047,288
-	2,205,804	16,459,645
-	(17,790)	7,587,452
<u>7,640,165</u>	<u>17,146,399</u>	<u>49,979,128</u>
\$ 7,872,177	\$ 19,848,016	\$ 68,678,725

**LARAMIE COUNTY, WYOMING**

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

**June 30, 2017**

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Total fund balances-governmental funds	\$	49,979,128
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.		121,297,749
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.		(12,726,023)
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.		(13,226,659)
Long-term mortgage note receivable is not due and receivable in the current period and, therefore, is not reported in the funds.		<u>557,935</u>
<b>Net position of governmental activities</b>	<b>\$</b>	<b><u><u>145,882,130</u></u></b>

See Notes to Financial Statements.

**LARAMIE COUNTY, WYOMING**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
Year Ended June 30, 2017**

	General Fund	Optional 1% Tax Fund
<b>Revenues</b>		
Taxes	\$ 16,068,056	\$ 6,774,277
Licenses and permits	134,183	-
Intergovernmental revenues	11,184,879	-
Charges for services	4,411,656	-
Investment earnings	(136,668)	-
Miscellaneous revenues	472,933	-
<b>Total revenues</b>	<u>32,135,039</u>	<u>6,774,277</u>
<b>Expenditures</b>		
Current:		
General government	11,904,133	244,461
Public safety	18,076,557	353,599
Public works	-	-
Health, welfare and recreation	-	1,110,768
Conservation and development	187,942	25,000
Debt service:		
Interest	2,475	-
Principal	180,388	-
Capital outlay	119,181	214,378
<b>Total expenditures</b>	<u>30,470,676</u>	<u>1,948,206</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>1,664,363</u>	<u>4,826,071</u>
Other financing sources (uses)		
Proceeds from sale of capital assets	7,250	-
Proceeds from debt issuance	20,000	-
Issuance of economic development mortgage	-	-
Transfers in	-	-
Transfers out	(599,041)	(4,807,367)
<b>Total other financing sources (uses)</b>	<u>(571,791)</u>	<u>(4,807,367)</u>
<b>Net changes in fund balances</b>	1,092,572	18,704
Fund balances - beginning of year	<u>21,128,530</u>	<u>2,952,758</u>
Fund balances - end of year	<u>\$ 22,221,102</u>	<u>\$ 2,971,462</u>

See Notes to Financial Statements.

Public Works Fund	Other Governmental Funds	Totals
\$ -	\$ 2,047,261	\$ 24,889,594
-	686,586	820,769
2,038,532	11,116,171	24,339,582
56,454	1,091,962	5,560,072
-	(10,163)	(146,831)
20,578	94,153	587,664
<u>2,115,564</u>	<u>15,025,970</u>	<u>56,050,850</u>
-	2,087,321	14,235,915
-	2,726,263	21,156,419
4,960,437	3,128	4,963,565
-	1,509,899	2,620,667
-	5,744,980	5,957,922
62,907	207	65,589
1,407,093	4,808	1,592,289
161,964	3,177,914	3,673,437
<u>6,592,401</u>	<u>15,254,520</u>	<u>54,265,803</u>
<u>(4,476,837)</u>	<u>(228,550)</u>	<u>1,785,047</u>
2,729	-	9,979
-	882,813	902,813
-	(557,935)	(557,935)
4,821,444	919,101	5,740,545
(130,084)	(204,053)	(5,740,545)
<u>4,694,089</u>	<u>1,039,926</u>	<u>354,857</u>
217,252	811,376	2,139,904
<u>7,422,913</u>	<u>16,335,023</u>	<u>47,839,224</u>
<u>\$ 7,640,165</u>	<u>\$ 17,146,399</u>	<u>\$ 49,979,128</u>

**LARAMIE COUNTY, WYOMING**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
Year Ended June 30, 2017**

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Net Changes in fund balances- total governmental funds	\$ 2,139,904
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.	(1,628,508)
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.	(11,011)
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.	(902,813)
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.	(72,047)
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.	1,592,292
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.	(2,503,565)
Long-term mortgage note receivable is not due and receivable in the current period and, therefore, is not reported in the funds.	<u>557,935</u>
<b>Change in net position of governmental activities</b>	<b><u><u>\$ (605,188)</u></u></b>

See Notes to Financial Statements.

**LARAMIE COUNTY, WYOMING**

**STATEMENT OF FIDUCIARY NET POSITION**

**FIDUCIARY FUNDS - AGENCY FUNDS**

**June 30, 2017**

	Agency Funds	
	Office of Treasurer	Treasurer Debt Service
<b>ASSETS</b>		
Cash and cash equivalents	\$ 4,948,872	\$ -
Equity in pooled cash	4,463,566	56,081
Investments	4,696,593	328,204
Property tax receivable	1,171,305	17,510
Due from other governments	31,358	-
<b>Total assets</b>	<b>\$ 15,311,694</b>	<b>\$ 401,795</b>
<b>LIABILITIES</b>		
Due to other taxing units	\$ 15,311,694	\$ 401,795
<b>Total liabilities</b>	<b>\$ 15,311,694</b>	<b>\$ 401,795</b>

See Notes to Financial Statements.

**LARAMIE COUNTY, WYOMING**

**STATEMENT OF FIDUCIARY NET POSITION**

**FIDUCIARY FUND - CHEYENNE REGIONAL MEDICAL CENTER PENSION PLAN**

**December 31, 2016**

	Cheyenne Regional Medical Center Pension Plan
<b>ASSETS</b>	
Cash and deposits	\$ 2,790,550
Investments:	
Mutual funds	60,976,398
Pooled, common, and collective funds	16,074,765
	<u>77,051,163</u>
<b>Total assets</b>	<u>\$ 79,841,713</u>
<b>NET POSITION</b>	
Net position restricted for pensions	<u>\$ 79,841,713</u>

See Notes to Financial Statements.

**LARAMIE COUNTY, WYOMING**

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUND - CHEYENNE REGIONAL MEDICAL CENTER PENSION PLAN  
Year Ended December 31, 2016**

	Cheyenne Regional Medical Center Pension Plan
<hr/>	
Additions	
Contributions:	
Employer	\$ 1,838,816
<b>Total contributions</b>	<u>1,838,816</u>
Investment income:	
Net appreciation in fair value of investments	<u>5,659,686</u>
<b>Net investment income</b>	<u>5,659,686</u>
<b>Total additions</b>	<u>7,498,502</u>
Deductions	
Benefit payments, including refunds of employee contributions	3,750,614
Pension plan administrative expense	<u>40,173</u>
<b>Total deductions</b>	<u>3,790,787</u>
<b>Net increase in net position</b>	3,707,715
Beginning of year, January 1	<u>76,133,998</u>
End of year, December 31	<u>\$ 79,841,713</u>

See Notes to Financial Statements.

# LARAMIE COUNTY, WYOMING

## NOTES TO FINANCIAL STATEMENTS

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### 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

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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

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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, 2016, contributions totaling \$609,885 were recognized by the Hospital and will not be recognized as expenditures of the Hospital Foundation until the calendar year ending December 31, 2017.

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

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#### *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 *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.

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

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#### *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 accounts, 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, 2017 and consist primarily of money market funds, 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, 2017 of negotiable certificates of deposit and government securities in the amount of \$18,804,820 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

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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, 2017 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

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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:

Assets	Years
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:

Assets	Years
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

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### 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.

### Deficit Fund Balance

At June 30, 2017, the following fund had a deficit in fund balance:

BRC Grants Fund	\$ (17,790)
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The deficit in fund balance in the BRC Grants Fund is predominately due to requests for reimbursements not meeting the availability requirement.

### 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

## LARAMIE COUNTY, WYOMING

### NOTES TO FINANCIAL STATEMENTS

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, 2015.

**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.

**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.

#### Note 2. Deposits and Investments

As of June 30, 2017, the County had the following investments on the statement of net position and balance sheets:

Investment Type	Market Value	Investment Rating	Less Than 1 yr.	1 to 5 yrs.	6 to 10 yrs.	More Than 10 yrs.
<b>Governmental Securities</b>						
Federal Home Loan Bank STEP	\$ 1,758,671	(1)	\$ -	\$ -	\$ 589,240	\$ 1,169,431
Federal Home Loan Bank	1,778,826	(2)	-	167,441	1,096,203	515,182
Federal National Mortgage Association STEP	197,493	(1)	-	-	49,585	147,908
Federal National Mortgage Association	5,280,606	(2)	-	244,940	3,604,744	1,430,922
Federal Home Mortgage Corporation	4,490,713	(2)	-	1,105,303	2,447,587	937,823
Governmental National Mortgage Association	361,284	Not Rated	-	-	-	361,284
	<u>13,867,593</u>		<u>-</u>	<u>1,517,684</u>	<u>7,787,359</u>	<u>4,562,550</u>
<b>Other Investment Types</b>						
Federal Farm Credit Bank	2,231,609	(1)	-	-	1,988,211	243,398
Certificates of Deposit	1,522,362	Not Rated	799,791	245,743	476,828	-
Wyoming Government Investment Fund	7,109,507	Not Rated	7,109,507	-	-	-
WYOSTAR Investment Pool	1,183,256	Not Rated	1,183,256	-	-	-
	<u>12,046,734</u>		<u>9,092,554</u>	<u>245,743</u>	<u>2,465,039</u>	<u>243,398</u>
	<u>\$25,914,327</u>		<u>\$9,092,554</u>	<u>\$1,763,427</u>	<u>\$10,252,398</u>	<u>\$ 4,805,948</u>

(1) As of June 30, 2017, the Federal Home Loan Bank STEP, Federal National Mortgage Association STEP, and Federal Farm Credit Bank investments have ratings ranging from AA+ to AAA.

(2) As of June 30, 2017, the Federal Home Loan Bank, Federal National Mortgage Association, and Federal Home Mortgage Corporation investments have ratings ranging from AA+ to AAA to Not Rated.

## LARAMIE COUNTY, WYOMING

### NOTES TO FINANCIAL STATEMENTS

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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, 2017, 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."

#### ***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 Federal National Mortgage Association and Federal Home Mortgage Corporation represents 20.38% and 17.33% respectively, of the total investments of the County at June 30, 2017. The investments in the Wyoming Government Investment Fund represent 27.43% of the total investments of the County at June 30, 2017.

#### ***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, 2017, 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.

**LARAMIE COUNTY, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

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.

**Note 3. Deposits and Investments – Medical Center**

The Medical Center’s investments generally are reported at fair value. At June 30, 2017, 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 institutions that were agents of the Medical Center. This table excludes money market funds and short-term certificates of deposit in the amounts of \$1,148,976 and \$515,844, respectively, as of June 30, 2017.

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	\$ 23,610,353	AAA	\$ 7,819,439	\$ 15,632,702	\$ 158,212	\$ -
Federal National Mortgage Association	2,609,124	(3)	-	-	58,480	2,550,644
Federal Home Loan Mortgage Corporation	52,017	AA+	-	52,017	-	-
Corporate Bonds (1)	10,183,763	(2)	3,685,017	6,252,494	246,252	-
Equity Funds	58,608,523	N/A	58,608,523	-	-	-
Common Stock	58,053,320	N/A	58,053,320	-	-	-
Bond Funds	36,848,788	N/A	36,848,788	-	-	-
Real Estate Funds and Real Estate Investments	502,242	N/A	502,242	-	-	-
	<u>\$ 190,468,130</u>		<u>\$ 165,517,329</u>	<u>\$ 21,937,213</u>	<u>\$ 462,944</u>	<u>\$ 2,550,644</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, 2017, the corporate bonds have ratings ranging from BBB- through AAA.
- (3) As of June 30, 2017, 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, 2017 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

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### *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, 2017:

Interest and dividend income	\$ 6,275,014
Investment gains and losses, net	<u>2,100,840</u>
Investment income	<u><u>\$ 8,375,854</u></u>

**LARAMIE COUNTY, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

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**Note 4. Accounts Receivable**

Receivables for the primary government for the year ended June 30, 2017 including the applicable allowances for uncollectible accounts are as follows:

Receivables		
Current property taxes	\$	13,626,216
Miscellaneous		374,961
Delinquent property taxes		181,761
Less allowance for uncollectible		(125,000)
	\$	<u>14,057,938</u>

**Note 5. Interfund Receivables, Payables, and Transfers**

Due to/due from between funds for the year ended June 30, 2017 were as follows:

Fund	Fund Level Financial Statements	
	Due From / To Other Funds	
	Receivable	Payable
Governmental Activities:		
Major Funds:		
General Fund	\$ 16,549	\$ 4,795
Nonmajor Funds:		
Special Revenue Funds:		
Other County Operating Funds	3,736	22,500
Miscellaneous Grants Funds	22,500	-
Homeland Security Fund	-	104
Law Enforcement Funds	1,059	-
Enhanced 911 System	-	16,445
	<u>\$ 43,844</u>	<u>\$ 43,844</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**

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***Interfund Transfers***

Interfund transfers at June 30, 2017 consisted of the following:

Fund	Fund Level Financial Statements	
	Operating Transfers	
	In	Out
<b>Governmental Activities:</b>		
<b>Major Funds:</b>		
General Fund	\$ -	\$ 599,041
<b>Special Revenue Funds:</b>		
Optional 1% Tax	-	4,807,367
Public Works	4,821,444	130,084
<b>Nonmajor Funds:</b>		
<b>Special Revenue Funds:</b>		
County Roads	-	100,000
Enhanced 911 System	364,870	-
Law Enforcement Funds	12,748	
Lottery Tax Fund	100,937	
Miscellaneous Grants Funds	251,243	
Other County Operating Funds	107,750	104,053
Special Courts	81,553	-
	<u>\$ 5,740,545</u>	<u>\$ 5,740,545</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, 2017 was as follows:

Governmental Activities	Beginning Balance	Transfers and Additions	Transfers and Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 7,747,374	\$ -	\$ -	\$ 7,747,374
Construction in progress	6,475,920	1,301,093	(6,324,395)	1,452,618
<b>Total capital assets not being depreciated</b>	<b>14,223,294</b>	<b>1,301,093</b>	<b>(6,324,395)</b>	<b>9,199,992</b>
Capital assets being depreciated				
Buildings and improvements	74,484,212	692,061	(193,565)	74,982,708
Machinery and equipment	29,800,220	6,212,073	(2,993,844)	33,018,449
Infrastructure	87,010,212	4,064,161	-	91,074,373
<b>Total capital assets being depreciated</b>	<b>191,294,644</b>	<b>10,968,295</b>	<b>(3,187,409)</b>	<b>199,075,530</b>
Less accumulated depreciation for:				
Buildings and improvements	(25,025,858)	(1,996,090)	193,565	(26,828,383)
Machinery and equipment	(19,795,367)	(2,710,793)	2,982,833	(19,523,327)
Infrastructure	(37,759,445)	(2,866,618)	-	(40,626,063)
<b>Total accumulated depreciation</b>	<b>(82,580,670)</b>	<b>(7,573,501)</b>	<b>3,176,398</b>	<b>(86,977,773)</b>
<b>Total capital assets being depreciated, net</b>	<b>108,713,974</b>	<b>3,394,794</b>	<b>(11,011)</b>	<b>112,097,757</b>
<b>Governmental activities capital assets, net</b>	<b>\$ 122,937,268</b>	<b>\$ 4,695,887</b>	<b>\$ (6,335,406)</b>	<b>\$ 121,297,749</b>

Assets acquired through capital leases of \$6,179,830 are included in Buildings above. The related accumulated depreciation on those assets was \$809,621 as of June 30, 2017; the current year depreciation of \$154,496 was expensed in general governmental activities.

Assets acquired through capital leases of \$1,796,255 are included in Machinery and equipment above. The related accumulated depreciation on those assets was \$468,719 as of June 30, 2017; the current year depreciation of \$187,963 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	\$ 2,210,657
Public safety	1,768,418
Public works	3,485,078
Health, welfare and recreation	109,348
<b>Total depreciation expense- governmental activities</b>	<b><u>\$ 7,573,501</u></b>

***Discretely Presented Component Units***

Activity for the Laramie County Weed and Pest Control District for the year ended June 30, 2017 was as follows:

	Beginning Balance	Transfers and Additions	Transfers and Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 53,870	\$ -	\$ -	\$ 53,870
Construction in progress	-	27,179	-	27,179
<b>Total capital assets not being         depreciated</b>	<b>53,870</b>	<b>27,179</b>	<b>-</b>	<b>81,049</b>
Capital assets being depreciated				
Buildings and improvements	2,677,010	-	-	2,677,010
Machinery and equipment	639,134	68,954	(115,963)	592,125
<b>Total capital assets being         depreciated</b>	<b>3,316,144</b>	<b>68,954</b>	<b>(115,963)</b>	<b>3,269,135</b>
Less accumulated depreciation for:				
Buildings and improvements	(576,747)	(94,796)	-	(671,543)
Machinery and equipment	(450,368)	(45,296)	111,393	(384,271)
<b>Total accumulated depreciation</b>	<b>(1,027,115)</b>	<b>(140,092)</b>	<b>111,393</b>	<b>(1,055,814)</b>
<b>Total capital assets being         depreciated, net</b>	<b>2,289,029</b>	<b>(71,138)</b>	<b>(4,570)</b>	<b>2,213,321</b>
<b>Capital assets, net</b>	<b>\$ 2,342,899</b>	<b>\$ (43,959)</b>	<b>\$ (4,570)</b>	<b>\$ 2,294,370</b>

**LARAMIE COUNTY, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

Activity for the Laramie County Fair Board for the year ended June 30, 2017 was as follows:

	Beginning Balance	Transfers and Additions	Transfers and Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 65,000	\$ -	\$ -	\$ 65,000
Construction in progress	50,341	302,080	-	352,421
<b>Total capital assets not being depreciated</b>	<b>115,341</b>	<b>302,080</b>	<b>-</b>	<b>417,421</b>
Capital assets being depreciated				
Buildings and improvements	2,315,095	216,363	-	2,531,458
Machinery and equipment	379,702	106,320	(83,628)	402,394
<b>Total capital assets being depreciated</b>	<b>2,694,797</b>	<b>322,683</b>	<b>(83,628)</b>	<b>2,933,852</b>
Less accumulated depreciation for:				
Buildings and improvements	(816,929)	(101,617)	-	(918,546)
Machinery and equipment	(290,494)	(32,798)	83,628	(239,664)
<b>Total accumulated depreciation</b>	<b>(1,107,423)</b>	<b>(134,415)</b>	<b>83,628</b>	<b>(1,158,210)</b>
<b>Total capital assets being depreciated, net</b>	<b>1,587,374</b>	<b>188,268</b>	<b>-</b>	<b>1,775,642</b>
<b>Capital assets, net</b>	<b>\$ 1,702,715</b>	<b>\$ 490,348</b>	<b>\$ -</b>	<b>\$ 2,193,063</b>

**LARAMIE COUNTY, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

Activity for the Laramie County Library System for the year ended June 30, 2017 was as follows:

	Beginning Balance	Transfers and Additions	Transfers and Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 2,916,089	\$ -	\$ -	\$ 2,916,089
<b>Total capital assets not being depreciated</b>	<b>2,916,089</b>	<b>-</b>	<b>-</b>	<b>2,916,089</b>
Capital assets being depreciated				
Buildings and improvements	19,074,289	39,257	-	19,113,546
Machinery and equipment	4,220,808	5,025	(23,289)	4,202,544
Library contents	5,091,897	305,187	-	5,397,084
<b>Total capital assets being depreciated</b>	<b>28,386,994</b>	<b>349,469</b>	<b>(23,289)</b>	<b>28,713,174</b>
Less accumulated depreciation for:				
Buildings and improvements	(3,997,782)	(431,429)	-	(4,429,211)
Machinery and equipment	(3,619,864)	(123,596)	6,210	(3,737,250)
Library contents	(4,270,161)	(324,294)	-	(4,594,455)
<b>Total accumulated depreciation</b>	<b>(11,887,807)</b>	<b>(879,319)</b>	<b>6,210</b>	<b>(12,760,916)</b>
<b>Total capital assets being depreciated, net</b>	<b>16,499,187</b>	<b>(529,850)</b>	<b>(17,079)</b>	<b>15,952,258</b>
<b>Capital assets, net</b>	<b>\$ 19,415,276</b>	<b>\$ (529,850)</b>	<b>\$ (17,079)</b>	<b>\$ 18,868,347</b>

**LARAMIE COUNTY, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

Activity for the City of Cheyenne – Laramie County Health Board for the year ended June 30, 2017 was as follows:

	Beginning Balance	Transfers and Additions	Transfers and Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 35,701	\$ -	\$ (5,776)	\$ 29,925
<b>Total capital assets not being depreciated</b>	<b>35,701</b>	<b>-</b>	<b>(5,776)</b>	<b>29,925</b>
Capital assets being depreciated				
Building and improvements	379,836	94,078	-	473,914
Machinery and equipment	984,054	76,570	(145,772)	914,852
<b>Total capital assets being depreciated</b>	<b>1,363,890</b>	<b>170,648</b>	<b>(145,772)</b>	<b>1,388,766</b>
Less accumulated depreciation for:				
Building and improvements	(22,876)	(42,899)	-	(65,775)
Machinery and equipment	(763,484)	(82,877)	145,772	(700,589)
<b>Total accumulated depreciation</b>	<b>(786,360)</b>	<b>(125,776)</b>	<b>145,772</b>	<b>(766,364)</b>
<b>Total capital assets being depreciated, net</b>	<b>577,530</b>	<b>44,872</b>	<b>-</b>	<b>622,402</b>
<b>Capital assets, net</b>	<b>\$ 613,231</b>	<b>\$ 44,872</b>	<b>\$ (5,776)</b>	<b>\$ 652,327</b>

**LARAMIE COUNTY, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

Activity for the Laramie County Landfill Board for the year ended June 30, 2017 was as follows:

	Beginning Balance	Transfers and Additions	Transfers and Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 41,853	\$ -	\$ -	\$ 41,853
Construction in process	16,434	-	(16,434)	-
<b>Total capital assets not being depreciated</b>	<b>58,287</b>	<b>-</b>	<b>(16,434)</b>	<b>41,853</b>
Capital assets being depreciated				
Building and improvements	144,853	16,434	-	161,287
Machinery and equipment	1,575,124	30,749	(26,180)	1,579,693
Other improvements	-	334,723	-	334,723
<b>Total capital assets being depreciated</b>	<b>1,719,977</b>	<b>381,906</b>	<b>(26,180)</b>	<b>2,075,703</b>
Less accumulated depreciation for:				
Building and improvements	(103,308)	(1,995)	-	(105,303)
Machinery and equipment	(1,134,594)	(137,890)	26,180	(1,246,304)
Other improvements	-	(2,789)	-	(2,789)
<b>Total accumulated depreciation</b>	<b>(1,237,902)</b>	<b>(142,674)</b>	<b>26,180</b>	<b>(1,354,396)</b>
<b>Total capital assets being depreciated, net</b>	<b>482,075</b>	<b>239,232</b>	<b>-</b>	<b>721,307</b>
<b>Capital assets, net</b>	<b>\$ 540,362</b>	<b>\$ 239,232</b>	<b>\$ (16,434)</b>	<b>\$ 763,160</b>

Assets acquired through capital leases of \$660,839 are included in Machinery and Equipment above. The related accumulated depreciation on those assets was \$623,343 as of June 30, 2017; 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, 2017 was as follows:

	Beginning Balance	Transfers and Additions	Transfers and Deletions	Ending Balance
Capital assets, not being depreciated				
Land	\$ 7,810,506	\$ 310,000	\$ -	\$ 8,120,506
Construction in progress	523,479	7,179,564	(2,336,828)	5,366,215
<b>Total capital assets not being depreciated</b>	<b>8,333,985</b>	<b>7,489,564</b>	<b>(2,336,828)</b>	<b>13,486,721</b>
Capital assets being depreciated				
Building and improvements	228,101,774	2,839,199	1,188,557	232,129,530
Machinery and equipment	185,294,605	10,106,801	467,797	195,869,203
<b>Total capital assets being depreciated</b>	<b>413,396,379</b>	<b>12,946,000</b>	<b>1,656,354</b>	<b>427,998,733</b>
Less accumulated depreciation	(219,681,762)	(25,847,844)	603,297	(244,926,309)
<b>Total capital assets being depreciated, net</b>	<b>193,714,617</b>	<b>(12,901,844)</b>	<b>2,259,651</b>	<b>183,072,424</b>
<b>Capital assets, net</b>	<b>\$ 202,048,602</b>	<b>\$ (5,412,280)</b>	<b>\$ (77,177)</b>	<b>\$ 196,559,145</b>

**LARAMIE COUNTY, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

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**Note 7. Long-Term Debt**

The following is a summary of debt transactions of the primary government for the year ended June 30, 2017:

	Balance June 30, 2016	Additions	Payments	Balance June 30, 2017	Due Within One Year
Capital lease obligation - Juvenile Service Center	\$ 1,495,000	\$ -	\$ 150,000	\$ 1,345,000	\$ 155,000
Capital lease obligation - office equipment	56,949	20,000	35,199	41,750	24,199
Capital lease obligation - communications equipment	-	324,878	-	324,878	324,878
Capital lease obligation - construction equipment	1,407,093	-	1,407,093	-	-
Economic development notes and leasehold contingency - commercial building (Note 20)	8,971,073	-	222,625	8,748,448	222,625
Economic development notes - mortgage loan (Note 20)	-	557,935	-	557,935	-
Compensated absences	2,136,601	337,572	265,525	2,208,648	270,000
	<u>\$ 14,066,716</u>	<u>\$ 1,240,385</u>	<u>\$ 2,080,442</u>	<u>\$ 13,226,659</u>	<u>\$ 996,702</u>

**LARAMIE COUNTY, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

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\$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%	\$ 1,345,000
\$132,431 lease/purchase obligations on copiers due in total monthly installments of \$2,016, including interest through April 2020; interest ranging from 1.00% to 6.00%.	41,750
\$324,878 lease/purchase obligation on communications equipment due in a single installment of \$324,878 in January 2018; interest rate 0.00%	324,878
\$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	8,748,448
\$557,935 economic development mortgage payable collateralized by a promissory note and commercial real estate with the first annual interest only installment of \$16,738 due in April 2018 and remaining annual installments of \$38,595 including interest through April 2037; interest rate 3.00%	557,935
Accrued compensated absences	<u>2,208,648</u>
	<u>\$ 13,226,659</u>

**LARAMIE COUNTY, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

Long-term debt is being serviced in the General Fund, Public Works Fund, Juvenile Services 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 mortgage payable and capital lease obligations and the net present value of the minimum payments for the mortgage payable and capital lease obligations as of June 30, 2017 were as follows:

Year ended June 30:	Principal	Interest	Total
2018	504,076	93,576	597,652
2019	188,466	85,381	273,847
2020	189,080	76,589	265,669
2021	183,529	67,566	251,095
2022	189,244	57,251	246,495
Thereafter	1,015,168	178,005	1,193,173
	<u>\$ 2,269,563</u>	<u>\$ 558,368</u>	<u>\$ 2,827,931</u>

The following is a summary of debt transactions for the discretely presented component units for the year ended June 30, 2017:

	Balance June 30, 2016	Additions	Payments	Balance June 30, 2017	Due Within One Year
<b>Fair Board</b>					
Capital leases, equipment	\$ -	\$ 79,721	\$ 39,525	\$ 40,196	\$ 31,838
Compensated absences	-	7,674	1,257	6,417	1,000
<b>Total Fair Board</b>	<u>\$ -</u>	<u>\$ 87,395</u>	<u>\$ 40,782</u>	<u>\$ 46,613</u>	<u>\$ 32,838</u>
<b>Weed and Pest Control District</b>					
Compensated absences	\$ 10,200	\$ 28,413	\$ -	\$ 38,613	\$ -
<b>County Library System</b>					
Compensated absences	\$ 174,537	\$ 27,363	\$ 16,220	\$ 185,680	\$ 16,000
<b>City of Cheyenne-Laramie County Health Board</b>					
Compensated absences	\$ 291,153	\$ -	\$ 59,952	\$ 231,201	\$ 40,000
<b>County Landfill Board</b>					
Compensated absences	\$ 5,980	\$ 172	\$ -	\$ 6,152	\$ -

Laramie County Fair lease/purchase obligations on heavy equipment due in annual installments varying from \$4,434 to \$6,156, including interest through July 2019; interest at 4.00%

\$ 40,196

**LARAMIE COUNTY, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

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***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, 2017 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	\$ 1,345,000
Less original issue discount	<u>(10,434)</u>
<b>Net bonds payable</b>	1,334,566
Less current maturities	<u>155,000</u>
<b>Long-term portion of revenue bonds payable</b>	<u><u>\$ 1,179,566</u></u>

The annual requirements to amortize the bonds payable, principal and interest outstanding at June 30, 2017 are as follows:

Fiscal year ending June 30:

	<u>Principal</u>	<u>Interest</u>
2018	\$ 155,000	\$ 74,256
2019	155,000	67,669
2020	160,000	60,500
2021	160,000	52,500
2022	165,000	42,600
2023-2025	550,000	65,400
	<u>\$ 1,345,000</u>	<u>\$ 362,925</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, 2017 is as follows:

	Balance June 30, 2016	Additions	Payments	Balance June 30, 2017	Due Within One Year
Hospital Refunding Revenue					
Bonds, Series 2012	\$ 91,180,000	\$ -	\$ (1,915,000)	\$ 89,265,000	\$ 1,975,000
2012 bond premium	4,151,109	-	(241,668)	3,909,441	-
2.53% capital lease	2,103,595	-	(691,719)	1,411,876	709,424
15.86% capital lease	1,891,323	-	(90,349)	1,800,974	114,026
Long-term debt at June 30, 2016	<u>\$ 99,326,027</u>	<u>\$ -</u>	<u>\$ (2,938,736)</u>	<u>\$ 96,387,291</u>	<u>\$ 2,798,450</u>
Less Current Matutities				<u>(2,798,450)</u>	
Long-Term Debt, Less Current Matutities				<u>\$ 93,588,841</u>	

Laramie County, Wyoming, Hospital Refunding Revenue Bonds, Series 2012, 4.0% - 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.

The 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.

The 15.86% Capital Lease, due in monthly installments beginning at \$31,067 including interest, with payments 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
2018	2,798,450	4,546,764	7,345,214
2019	2,897,046	4,429,637	7,326,683
2020	2,312,015	4,313,187	6,625,202
2021	2,433,253	4,197,340	6,630,593
2022	2,568,542	4,071,525	6,640,067
2023-2027	14,173,544	18,003,254	32,176,798
2028-2032	16,895,000	14,186,469	31,081,469
2033-2037	21,365,000	9,714,438	31,079,438
2038-2042	27,035,000	4,051,500	31,086,500
	<u>\$ 92,477,850</u>	<u>\$ 67,514,114</u>	<u>\$ 159,991,964</u>

## LARAMIE COUNTY, WYOMING

### NOTES TO FINANCIAL STATEMENTS

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#### **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, 2017, the County paid \$514,283 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 2017 was \$370,502. Amounts paid by the County to the State for Unemployment Claims was \$33,051.

#### **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**

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**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	Public Works Fund	Other Nonmajor Governmental Funds	Total
Nonspendable:					
Inventory	65,178	-	150,220	49,013	264,411
Restricted for:					
Community Facilities	103,779	-	-	-	103,779
SPOT tax operations and maintenance	193,062	-	-	12,019,149	12,212,211
911 charges per statute	-	-	-	223,381	223,381
Abandoned Vehicles	-	-	-	23,765	23,765
Grant agreement	-	-	-	138,117	138,117
Road maintenance	-	-	7,489,945	1,429,134	8,919,079
Committed to:					
Specific projects	-	2,971,462	-	-	2,971,462
Economic development	-	-	-	149,447	149,447
Recreation	-	-	-	55,952	55,952
Law enforcement	-	-	-	870,427	870,427
Assigned to:					
Emergency reserves-Wyo Statute 16-4-105	14,253,841	-	-	-	14,253,841
Planning and building inspections	-	-	-	483,303	483,303
Shooting sports education	-	-	-	90,153	90,153
County improvements	-	-	-	1,632,348	1,632,348
Unassigned	7,605,242	-	-	(17,790)	7,587,452
	22,221,102	2,971,462	7,640,165	17,146,399	49,979,128

## LARAMIE COUNTY, WYOMING

### NOTES TO FINANCIAL STATEMENTS

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#### **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**

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*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, 2017, 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, 2017 were \$1,439,861 to Law Enforcement Pension Plan and \$1,807,266 to Public Employees 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, 2017, for the component units:

	Elected Percentage to Pay for Member Contributions	Total Contributions
Weed and Pest Control	8.25%	\$ 35,582
Fair Board	8.25%	17,375
Library System	8.25%	371,267
Health Board	5.75%	263,988
Landfill Board	8.25%	26,833

**LARAMIE COUNTY, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

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Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions: At June 30, 2017, 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, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2017. 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, 2016 to the contributions of all participating employers for the same period. The proportionate shares as of December 31, 2016 and December 31, 2015 are also shown in the following table.

	Net Pension Liability	Proportionate Share at December 31, 2016	Proportionate Share at December 31, 2015
County:			
Law Enforcement	\$ 3,966,269	5.253898600%	4.825671049%
Public Employees	14,510,264	0.600217700%	0.575965880%
Total County	<u>18,476,533</u>		
Component Units:			
Weed and Pest Control	283,544	0.011728800%	0.009221489%
Fair Board	140,836	0.005825700%	0.005392566%
Library System	2,926,846	0.121069100%	0.115209972%
Health Board	2,198,383	0.090936200%	0.093902533%
Landfill Board	218,866	0.009053400%	0.008866731%

**LARAMIE COUNTY, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

For the year ended June 30, 2017, the County and component units recognized the following pension expenses:

	<u>Pension Expense</u>
County:	
Law Enforcement	\$ 1,441,231
Public Employees	2,692,943
Total County	<u>4,134,174</u>
Component Units:	
Weed and Pest Control	55,439
Fair Board	28,637
Library System	454,895
Health Board	312,308
Landfill Board	37,182

At June 30, 2017, 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	\$ 48,755	\$ -	\$ 48,755
Net difference between projected and actual earnings on pension plan investments	1,745,234	2,566,186	4,311,420
Changes in proportionate share of contributions	259,477	842,118	1,101,595
Contributions subsequent to the measurement date	361,733	454,315	816,048
	<u>\$ 2,415,199</u>	<u>\$ 3,862,619</u>	<u>\$ 6,277,818</u>

	<u>Deferred Inflows of Resources</u>		
	<u>Law Enforcement</u>	<u>Public Employees</u>	<u>Total</u>
Difference between expected and actual experience	\$ 146,179	\$ 381,129	\$ 527,308

**LARAMIE COUNTY, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

At June 30, 2017, 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
<b>Weed and Pest Control:</b>		
Difference between expected and actual experience	\$ -	\$ 6,789
Net difference between projected and actual earnings on pension plan investments	41,458	-
Changes in proportionate share of contributions	49,155	3,215
Contributions subsequent to the measurement date	8,985	-
	<u>\$ 99,598</u>	<u>\$ 10,004</u>
<b>Fair Board:</b>		
Difference between expected and actual experience	\$ -	\$ 3,635
Net difference between projected and actual earnings on pension plan investments	23,885	-
Changes in proportionate share of contributions	14,288	-
Contributions subsequent to the measurement date	4,343	-
	<u>\$ 42,516</u>	<u>\$ 3,635</u>
<b>Library System:</b>		
Difference between expected and actual experience	\$ -	\$ 76,564
Net difference between projected and actual earnings on pension plan investments	517,609	-
Changes in proportionate share of contributions	101,106	29,728
Contributions subsequent to the measurement date	94,042	-
	<u>\$ 712,757</u>	<u>\$ 106,292</u>
<b>Health Board:</b>		
Difference between expected and actual experience	\$ -	\$ 59,892
Net difference between projected and actual earnings on pension plan investments	419,121	-
Changes in proportionate share of contributions	-	72,725
Contributions subsequent to the measurement date	64,543	-
	<u>\$ 483,664</u>	<u>\$ 132,617</u>
<b>Landfill Board:</b>		
Difference between expected and actual experience	\$ -	\$ 5,807
Net difference between projected and actual earnings on pension plan investments	39,823	-
Changes in proportionate share of contributions	5,938	1,396
Contributions subsequent to the measurement date	6,630	-
	<u>\$ 52,391</u>	<u>\$ 7,203</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, 2018. 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:

	2018	2019	2020	2021	Total
County:					
Law Enforcement	\$ 665,183	\$ 665,168	\$ 523,283	\$ 53,653	\$ 1,907,287
Public Employees	1,215,636	993,921	774,960	42,658	3,027,175
Total County	\$ 1,880,819	\$ 1,659,089	\$ 1,298,243	\$ 96,311	\$ 4,934,462
Component Units:					
Weed and Pest Control	26,724	29,719	23,332	834	80,609
Fair Board	14,223	11,583	8,318	414	34,538
Library System	160,494	183,113	160,211	8,605	512,423
Health Board	83,689	105,683	90,669	6,463	286,504
Landfill Board	14,698	12,248	10,968	644	38,558

Actuarial assumptions: The total pension liability in the January 1, 2017 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	4.75% - 8.00%	4.25% - 6.00%
Investment rate of return, net of pension plan investment expense, including inflation	7.75%	7.75%
Payroll growth rate	4.25%	4.25%

**LARAMIE COUNTY, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

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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 arithmetic 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 geometric and arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Geometric Real Rate of Return	Long-Term Expected Arithmetic Real Rate of Return
Fixed income	20.00%	1.43%	1.95%
Equity	45.00%	5.72%	7.73%
Marketable alternatives	17.50%	3.03%	3.73%
Private markets	17.50%	5.84%	7.14%
Cash	0.00%	(0.20)%	(0.20)%
Total	100.00%		

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	\$ 8,236,058	\$ 3,966,269	\$ 440,269
County - Public Employees	20,841,585	14,510,264	9,192,558
Weed and Pest Control	407,264	283,544	179,631
Fair Board	202,288	140,836	89,223
Library System	4,203,928	2,926,846	1,854,218
Health Board	3,157,612	2,198,383	1,392,722
Landfill Board	314,365	218,866	138,656

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**

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As of June 30, 2017, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	464
Inactive employees entitled to but not yet receiving benefits	569
Active employees	176
	<u>1,209</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 did not make any contributions for the year ended June 30, 2017.

*Net Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions* – At June 30, 2017, the Medical Center reported a liability of \$1,846,082 for the net pension liability. The Medical Center’s net pension liability was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2017.

For the year ended June 30, 2017, the Medical Center recognized pension expense of \$1,283,333. At June 30, 2017, 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	\$ -	\$ 191,000
Net difference between projected and actual earnings on pension plan investments	4,563,239	-
	<u>\$ 4,563,239</u>	<u>\$ 191,000</u>

**LARAMIE COUNTY, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

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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:	
2018	\$ 1,503,614
2019	1,694,614
2020	1,253,735
2021	(79,724)
	<u>\$ 4,372,239</u>

***Actuarial Assumptions***

The total pension liability in the January 1, 2017 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 in this valuation
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:

<u>Asset Class</u>	<u>Asset Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Equity assets		
Domestic stocks	34%	2.04%
International stocks	21%	1.27%
Fixed income assets	36%	0.71%
Money market assets	2%	0.00%
Commodities	7%	0.08%
Real estate investments	0%	0.40%
Assumed inflation	0%	2.50%
	<u>100%</u>	

**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>2017</u>
<b>Total Pension Liability</b>	
Service Cost	\$ 578,634
Interest on the Total Pension Liability	5,566,074
Changes of Benefit Terms	-
Difference between Expected and Actual Experience of the Total Pension Liability	(1,518,313)
Changes of Assumptions	-
Benefit Payments, including Refunds of Employee Contributions	(3,750,614)
Net Change in Total Pension Liability	875,781
Total Pension Liability - Beginning	<u>80,812,014</u>
Total Pension Liability - Ending (a)	<u><u>\$ 81,687,795</u></u>
<b>Plan Fiduciary Net Position</b>	
Contributions - Employer	\$ 1,838,816
Contributions - Employee	-
Net Investment Income	5,659,686
Benefit Payments, including Refunds of Employee Contributions	(3,750,614)
Pension Plan Administrative Expense	(40,173)
Other	-
Net Change in Plan Fiduciary Net Position	<u>3,707,715</u>
Plan Fiduciary Net Position - Beginning	<u>76,133,998</u>
Plan Fiduciary Net Position - Ending (b)	<u><u>\$ 79,841,713</u></u>
Net Pension Liability - Ending (a) - (b)	<u><u>\$ 1,846,082</u></u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	97.74%
Covered Employee Payroll	\$ 12,721,044
Net Pension Liability as a Percentage of Covered Employee Payroll	14.51%

**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	\$ 11,380,074	\$ 1,846,082	\$ (6,219,700)

*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, 2017 was approximately \$2,662,000.

**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, 2017 was as follows:

Medicare	27%
Medicaid	8%
Blue Cross	10%
Commercial and other	28%
Patient self-pay	27%
	<u>100%</u>

## LARAMIE COUNTY, WYOMING

### NOTES TO FINANCIAL STATEMENTS

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#### **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 \$650,300 reported as landfill closure and postclosure care liability at June 30, 2017, represents the cumulative amount estimated to date based on the use of 95.00% of the estimated capacity of the site. The County will recognize the remaining estimated cost of closure and postclosure care of \$34,203 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 2017. 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 reflected in the County Landfill (a component unit) were \$17,100.

#### **Note 16. 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, 2017.

##### *Self-Disclosure*

In June 2017, the Medical Center made a voluntary disclosure to the Office of Inspector General (OIG) for the Department of Health and Human Services with the respect to an unasserted claim relating to an arrangement with a physician group. The arrangement has been terminated but implicates regulatory provisions applicable to compensation arrangements and may ultimately be determined to reflect potential violations. The ultimate outcome and liability to the OIG cannot be determined at this time. However, the Medical Center intends to continue to cooperate with the OIG in their review of this matter and believes that there are a number of significant mitigating factors relating to the arrangement. The Medical Center has not accrued an estimate of the potential liability associated with the disclosure in the financial statements due to the inability to reasonably estimate the amount of the loss that may be asserted by the OIG.

##### *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.

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

## LARAMIE COUNTY, WYOMING

### NOTES TO FINANCIAL STATEMENTS

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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 17. Construction Commitments

As of June 30, 2017, 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, 2017	Total Commitment at June 30, 2017
Laramie County			
Clear Creek Park Improvements	\$ 628,700	\$ 565,787	\$ 62,913
Archer water expansion	675,795	530,814	144,981
Courthouse/Jail remodel	2,044,840	488,954	1,555,886
Clerk Minutes Program	19,300		19,300
Jail HVAC redesign	336,000	47,160	288,840
Health Department building roof	123,580	-	123,580
Bi-Directional amplification system	125,778	-	125,778
	<u>\$ 3,953,993</u>	<u>\$ 1,632,715</u>	<u>\$ 2,321,278</u>

#### Note 18. 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

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#### **Note 19. 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, 2017, the County paid \$149,997 to the Joint Powers Board for rent relating to the lease purchase of the juvenile detention center.

#### **Note 20. 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

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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 2<sup>nd</sup> 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.

## **REQUIRED SUPPLEMENTARY INFORMATION**

**LARAMIE COUNTY, WYOMING**

**SCHEDULE OF REVENUES AND EXPENDITURES -  
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND  
Year Ended June 30, 2017**

	Budget Amounts		Actual	Variance
	Original	Final		with Final Budget
<b>Revenues</b>				
Taxes	\$ 15,836,250	\$ 15,836,250	\$ 16,068,056	\$ 231,806
Licenses and permits	76,000	76,000	134,183	58,183
Intergovernmental revenues	10,624,588	10,700,665	11,594,414	893,749
Charges for services	3,318,420	3,613,420	4,002,121	388,701
Investment earnings	235,020	235,020	(136,668)	(371,688)
Miscellaneous	333,200	453,928	472,933	19,005
<b>Total revenues</b>	<b>30,423,478</b>	<b>30,915,283</b>	<b>32,135,039</b>	<b>1,219,756</b>
<b>Expenditures</b>				
Current:				
General government	12,659,555	12,937,733	11,904,133	1,033,600
Public safety	20,780,907	20,887,659	18,076,557	2,811,102
Conservation and development	228,001	228,001	187,942	40,059
Debt service:				
Interest	85,864	85,864	2,475	83,389
Principal	184,952	184,952	180,388	4,564
Capital outlay	20,452	135,452	119,181	16,271
<b>Total expenditures</b>	<b>33,959,731</b>	<b>34,459,661</b>	<b>30,470,676</b>	<b>3,988,985</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(3,536,253)</b>	<b>(3,544,378)</b>	<b>1,664,363</b>	<b>5,208,741</b>
<b>Other financing sources (uses)</b>				
Proceeds from sale of capital assets	-	-	7,250	7,250
Proceeds from debt issuance	-	-	20,000	20,000
Transfers out	(1,092,103)	(1,148,631)	(599,041)	549,590
<b>Total other financing sources (uses)</b>	<b>(1,092,103)</b>	<b>(1,148,631)</b>	<b>(571,791)</b>	<b>576,840</b>
<b>Net change in fund balances</b>	<b>(4,628,356)</b>	<b>(4,693,009)</b>	<b>1,092,572</b>	<b>5,785,581</b>

See notes to required supplementary information.

**LARAMIE COUNTY, WYOMING**

**SCHEDULE OF REVENUES AND EXPENDITURES -**

**BUDGET AND ACTUAL (BUDGETARY BASIS) - OPTIONAL 1% TAX FUND**

**Year Ended June 30, 2017**

	Budget Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 6,000,000	\$ 6,000,000	\$ 6,774,277	\$ 774,277
<b>Total revenues</b>	<b>6,000,000</b>	<b>6,000,000</b>	<b>6,774,277</b>	<b>774,277</b>
<b>Expenditures</b>				
Current:				
General government	264,931	264,931	244,461	20,470
Public safety	685,767	685,767	353,599	332,168
Health, welfare and recreation	1,296,202	1,296,202	1,110,768	185,434
Conservation and development	185,415	185,415	25,000	160,415
Capital outlay	722,748	722,748	214,378	508,370
<b>Total expenditures</b>	<b>3,155,063</b>	<b>3,155,063</b>	<b>1,948,206</b>	<b>1,206,857</b>
<b>Excess of revenues over expenditures</b>	<b>2,844,937</b>	<b>2,844,937</b>	<b>4,826,071</b>	<b>1,981,134</b>
<b>Other financing sources (uses)</b>				
Transfers out	(4,807,367)	(4,807,367)	(4,807,367)	-
<b>Total other financing sources (uses)</b>	<b>(4,807,367)</b>	<b>(4,807,367)</b>	<b>(4,807,367)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(1,962,430)</b>	<b>(1,962,430)</b>	<b>18,704</b>	<b>1,981,134</b>

See notes to required supplementary information.

LARAMIE COUNTY, WYOMING

**SCHEDULE OF REVENUES AND EXPENDITURES -  
BUDGET AND ACTUAL (BUDGETARY BASIS) - PUBLIC WORKS FUND  
Year Ended June 30, 2017**

	Budget Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental revenues	1,775,000	1,775,000	2,038,532	263,532
Charges for services	70,000	70,000	56,454	(13,546)
Miscellaneous revenues	-	-	20,578	20,578
<b>Total revenues</b>	<b>1,845,000</b>	<b>1,845,000</b>	<b>2,115,564</b>	<b>270,564</b>
<b>Expenditures</b>				
Current:				
Public works	6,042,536	6,042,536	4,960,437	1,082,099
Debt service:				
Interest	-	62,907	62,907	-
Principal	-	1,407,093	1,407,093	-
Capital outlay	3,416,500	3,416,500	161,964	3,254,536
<b>Total expenditures</b>	<b>9,459,036</b>	<b>10,929,036</b>	<b>6,592,401</b>	<b>4,336,635</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(7,614,036)</b>	<b>(9,084,036)</b>	<b>(4,476,837)</b>	<b>4,607,199</b>
<b>Other financing sources (uses)</b>				
Proceeds from sale of capital assets	-	-	2,729	2,729
Transfers In	4,792,000	4,821,444	4,821,444	-
Transfers out	(178,256)	(178,256)	(130,084)	48,172
<b>Total other financing sources (uses)</b>	<b>4,613,744</b>	<b>4,643,188</b>	<b>4,694,089</b>	<b>50,901</b>
<b>Net change in fund balances</b>	<b>(3,000,292)</b>	<b>(4,440,848)</b>	<b>217,252</b>	<b>4,658,100</b>

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**

**Last 4 Fiscal Years \***

	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%
2017	5.253898600%	\$ 3,966,269	\$ 8,221,128	48.24%	88.11%

*\* 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**

**Last 4 Fiscal Years \*\***

	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%
2017	\$ 709,872	\$ 709,872	\$ -	\$ 8,254,326	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**

**Last 4 Fiscal Years \***

	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%
2017	0.600217700%	\$ 14,510,264	\$ 10,735,639	135.16%	73.42%

*\* 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**

**Last 4 Fiscal Years \*\***

	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%
2017	\$ 909,180	\$ 909,180	\$ -	\$ 10,862,366	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**

**Last 4 Fiscal Years \***

	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%
2017	0.011728800%	\$ 283,544	\$ 209,795	135.15%	73.42%

*\* 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**

**Last 4 Fiscal Years \*\***

	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%
2017	\$ 17,920	\$ 17,920	\$ -	\$ 214,098	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  
Last 4 Fiscal Years \***

	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%
2017	0.005825700%	\$ 140,836	\$ 104,205	135.15%	73.42%

*\* 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  
Last 4 Fiscal Years \*\***

	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%
2017	\$ 8,750	\$ 8,750	\$ -	\$ 104,540	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**

**Last 4 Fiscal Years \***

	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%
2017	0.121069100%	\$ 2,926,846	\$ 2,165,472	135.16%	73.42%

*\* 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**

**Last 4 Fiscal Years \*\***

	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%
2017	\$ 186,974	\$ 186,974	\$ -	\$ 2,233,859	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**

**Last 4 Fiscal Years \***

	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%
2017	0.090936200%	\$ 2,198,383	\$ 1,626,511	135.16%	73.42%

*\* 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**

**Last 4 Fiscal Years \*\***

	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%
2017	\$ 132,947	\$ 132,947	\$ -	\$ 1,588,377	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**

**Last 4 Fiscal Years \***

	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%
2017	0.009053400%	\$ 218,866	\$ 161,933	135.16%	73.42%

*\* 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**

**Last 4 Fiscal Years \*\***

	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%
2017	\$ 13,513	\$ 13,513	\$ -	\$ 161,446	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  
Last 3 Fiscal Years \***

	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%
2017	\$ 81,687,795	\$ 79,841,713	\$ 1,846,082	97.74%	\$ 12,721,044	14.51%

*\* 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  
Last 3 Fiscal Years \*\***

	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%
2017	\$ 255,564	\$ 1,838,816	\$ (1,583,252)	\$ 12,721,044	14.45%

*\*\* 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

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#### **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, 2015 measurement date and the December 31, 2016 measurement date.

Changes in assumptions: There were no changes in assumptions between the December 31, 2015 measurement date and the December 31, 2016 measurement date.

## LARAMIE COUNTY, WYOMING

### NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

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#### 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: 2 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 3.00% per year.

## **OTHER SUPPLEMENTARY INFORMATION**

LARAMIE COUNTY, WYOMING

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2017

	Special Revenue Funds					
	County O&M Funds	Other County Operating Funds	Miscellaneous Grants Funds	Enhanced 911 System Fund	Homeland Security Fund	Lottery Tax Fund
<b>ASSETS</b>						
Cash and cash equivalents	\$ 4,860	\$ 106,692	\$ -	\$ -	\$ -	\$ -
Equity in pooled cash	14,523	714,173	111,113	-	-	100,058
Investments	3,499,519	1,868,413	-	-	-	-
Accounts receivable	-	-	20,841	229,609	-	120,619
Notes receivable	-	112,446	-	-	-	-
Accrued interest receivable	-	4,092	-	-	-	-
Due from other funds	-	3,736	22,500	-	-	-
Due from other governments	-	-	23,169	84,470	5,296	9,513
Prepaid expenses	-	-	-	-	-	-
Inventory	-	19,373	-	-	29,640	-
<b>Total assets</b>	<b>\$3,518,902</b>	<b>\$ 2,828,925</b>	<b>\$ 177,623</b>	<b>\$ 314,079</b>	<b>\$ 34,936</b>	<b>\$230,190</b>
<b>LIABILITIES AND FUND BALANCES</b>						
Liabilities						
Accounts payable	-	429,737	81,920	17,069	52	125,193
Accrued payroll liabilities	-	27,344	4,841	57,184	-	-
Due to other funds	-	22,500	-	16,445	104	-
Unearned revenue	-	-	10,000	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>479,581</b>	<b>96,761</b>	<b>90,698</b>	<b>156</b>	<b>125,193</b>
Fund balances						
Nonspendable	-	19,373	-	-	29,640	-
Restricted	3,518,902	23,765	80,862	223,381	5,140	-
Committed	-	205,399	-	-	-	-
Assigned	-	2,100,807	-	-	-	104,997
Unassigned	-	-	-	-	-	-
<b>Total fund balances</b>	<b>3,518,902</b>	<b>2,349,344</b>	<b>80,862</b>	<b>223,381</b>	<b>34,780</b>	<b>104,997</b>
<b>Total liabilities and fund balances</b>	<b>\$3,518,902</b>	<b>\$ 2,828,925</b>	<b>\$ 177,623</b>	<b>\$ 314,079</b>	<b>\$ 34,936</b>	<b>\$230,190</b>

Special Revenue Funds						Capital Project Fund	Total Nonmajor Governmental Funds
Law Enforcement Funds	Special Courts Fund	County Roads Fund	Business Ready Grants Fund	SPOT Projects 2012 Fund	Total Nonmajor Special Revenue Funds	SPOT Projects 2008 Fund	
\$ -	\$ -	\$ -	\$ -	\$ 4,492,098	\$ 4,603,650	\$ 4,112,359	\$ 8,716,009
904,377	50,016	1,243,320	-	-	3,137,580	-	3,137,580
-	-	-	-	-	5,367,932	-	5,367,932
-	1,675	-	-	-	372,744	-	372,744
-	-	-	-	-	112,446	-	112,446
-	-	-	-	-	4,092	-	4,092
1,059	-	-	-	-	27,295	-	27,295
-	-	185,812	1,750,000	-	2,058,260	-	2,058,260
-	-	-	2,645	-	2,645	-	2,645
-	-	-	-	-	49,013	-	49,013
<u>\$ 905,436</u>	<u>\$ 51,691</u>	<u>\$ 1,429,132</u>	<u>\$ 1,752,645</u>	<u>\$ 4,492,098</u>	<u>\$ 15,735,657</u>	<u>\$ 4,112,359</u>	<u>\$ 19,848,016</u>
17,584	10,471	-	1,765,000	27,266	\$ 2,474,292	\$ 76,943	\$ 2,551,235
-	6,529	-	-	-	95,898	-	95,898
-	-	-	-	-	39,049	-	39,049
-	-	-	5,435	-	15,435	-	15,435
<u>17,584</u>	<u>17,000</u>	<u>-</u>	<u>1,770,435</u>	<u>27,266</u>	<u>2,624,674</u>	<u>76,943</u>	<u>2,701,617</u>
-	-	-	-	-	49,013	-	49,013
17,425	34,691	1,429,132	-	4,464,832	9,798,130	4,035,416	13,833,546
870,427	-	-	-	-	1,075,826	-	1,075,826
-	-	-	-	-	2,205,804	-	2,205,804
-	-	-	(17,790)	-	(17,790)	-	(17,790)
<u>887,852</u>	<u>34,691</u>	<u>1,429,132</u>	<u>(17,790)</u>	<u>4,464,832</u>	<u>13,110,983</u>	<u>4,035,416</u>	<u>17,146,399</u>
<u>\$ 905,436</u>	<u>\$ 51,691</u>	<u>\$ 1,429,132</u>	<u>\$ 1,752,645</u>	<u>\$ 4,492,098</u>	<u>\$ 15,735,657</u>	<u>\$ 4,112,359</u>	<u>\$ 19,848,016</u>

LARAMIE COUNTY, WYOMING

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
Year Ended June 30, 2017

	Special Revenue Funds					
	County O&M Funds	Other County Operating Funds	Miscellaneous Grants Funds	Enhanced 911 System Fund	Homeland Security Fund	Lottery Tax Fund
<b>Revenues</b>						
Taxes	\$ -	\$ -	\$ -	\$ 955,576	\$ -	\$ -
Licenses and permits	-	686,586	-	-	-	-
Intergovernmental revenues	-	2,738,120	416,744	364,870	255,709	326,523
Charges for services	-	240,018	-	243,120	-	-
Investment earnings	(30,914)	(1,947)	-	-	-	-
Miscellaneous revenues	-	51,866	2,502	13,297	12,500	-
<b>Total revenues</b>	<b>(30,914)</b>	<b>3,714,643</b>	<b>419,246</b>	<b>1,576,863</b>	<b>268,209</b>	<b>326,523</b>
<b>Expenditures</b>						
Current:						
General government	-	1,548,710	-	-	-	-
Public safety	4,460	-	172,554	1,914,904	198,263	-
Public works	-	-	-	-	-	-
Health, welfare, and recreation	-	1,081,528	105,908	-	-	322,463
Conservation and development	-	644,729	-	-	-	-
Debt service:						
Interest	-	207	-	-	-	-
Principal	-	4,808	-	-	-	-
Capital outlay	72,889	979,350	540,066	38,497	69,946	-
<b>Total expenditures</b>	<b>77,349</b>	<b>4,259,332</b>	<b>818,528</b>	<b>1,953,401</b>	<b>268,209</b>	<b>322,463</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(108,263)</b>	<b>(544,689)</b>	<b>(399,282)</b>	<b>(376,538)</b>	<b>-</b>	<b>4,060</b>
<b>Other financing sources (uses)</b>						
Proceeds from debt issuance	-	-	-	-	-	-
Issuance of economic development mortgage	-	-	-	-	-	-
Transfers in	-	107,750	251,243	364,870	-	100,937
Transfers out	-	(104,053)	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>3,697</b>	<b>251,243</b>	<b>364,870</b>	<b>-</b>	<b>100,937</b>
<b>Net changes in fund balances</b>	<b>(108,263)</b>	<b>(540,992)</b>	<b>(148,039)</b>	<b>(11,668)</b>	<b>-</b>	<b>104,997</b>
Fund balances - beginning of year	3,627,165	2,890,336	228,901	235,049	34,780	-
Fund balances (deficit) - end of year	\$ 3,518,902	\$ 2,349,344	\$ 80,862	\$ 223,381	\$ 34,780	\$ 104,997

Special Revenue Funds						Capital Project Fund	Total Nonmajor Governmental Funds
Law Enforcement Funds	Special Courts Fund	County Roads Fund	Business Ready Grants Fund	SPOT Projects 2012 Fund	Total Nonmajor Special Revenue Funds	SPOT Projects 2008 Fund	
\$ -	\$ -	\$ -	\$ -	\$ 1,091,685	\$ 2,047,261	\$ -	\$ 2,047,261
-	-	-	-	-	686,586	-	686,586
134,935	399,655	1,397,154	5,082,461	-	11,116,171	-	11,116,171
592,183	16,641	-	-	-	1,091,962	-	1,091,962
-	-	431	-	11,090	(21,340)	11,177	(10,163)
13,988	-	-	-	-	94,153	-	94,153
<u>741,106</u>	<u>416,296</u>	<u>1,397,585</u>	<u>5,082,461</u>	<u>1,102,775</u>	<u>15,014,793</u>	<u>11,177</u>	<u>15,025,970</u>
-	536,091	-	-	-	2,084,801	2,520	2,087,321
432,888	-	-	-	3,194	2,726,263	-	2,726,263
-	-	3,128	-	-	3,128	-	3,128
-	-	-	-	-	1,509,899	-	1,509,899
-	-	-	5,100,251	-	5,744,980	-	5,744,980
-	-	-	-	-	207	-	207
-	-	-	-	-	4,808	-	4,808
13,100	-	356,027	-	851,803	2,921,678	256,236	3,177,914
<u>445,988</u>	<u>536,091</u>	<u>359,155</u>	<u>5,100,251</u>	<u>854,997</u>	<u>14,995,764</u>	<u>258,756</u>	<u>15,254,520</u>
<u>295,118</u>	<u>(119,795)</u>	<u>1,038,430</u>	<u>(17,790)</u>	<u>247,778</u>	<u>19,029</u>	<u>(247,579)</u>	<u>(228,550)</u>
-	-	-	557,935	324,878	882,813	-	882,813
-	-	-	(557,935)	-	(557,935)	-	(557,935)
12,748	81,553	-	-	-	919,101	-	919,101
-	-	(100,000)	-	-	(204,053)	-	(204,053)
<u>12,748</u>	<u>81,553</u>	<u>(100,000)</u>	<u>-</u>	<u>324,878</u>	<u>1,039,926</u>	<u>-</u>	<u>1,039,926</u>
307,866	(38,242)	938,430	(17,790)	572,656	1,058,955	(247,579)	811,376
579,986	72,933	490,702	-	3,892,176	12,052,028	4,282,995	16,335,023
<u>\$ 887,852</u>	<u>\$ 34,691</u>	<u>\$ 1,429,132</u>	<u>\$ (17,790)</u>	<u>\$ 4,464,832</u>	<u>\$ 13,110,983</u>	<u>\$ 4,035,416</u>	<u>\$ 17,146,399</u>

LARAMIE COUNTY, WYOMING

COMBINING STATEMENT OF NET POSITION  
DISCRETELY PRESENTED COMPONENT UNITS  
June 30, 2017

Assets	Weed and Pest Control District	County Fair Board
Cash and cash equivalents	\$ 7,134,758	\$ 672,709
Investments	-	-
Net investment in capital lease	-	-
Receivables (net of allowance for uncollectables)	2,318,743	754,424
Accrued interest receivable	-	-
Due from other governments	-	1,781
Due from Hospital Foundation	-	-
Inventory	150,524	-
Prepaid expenses	-	-
Restricted assets:		
Bond funds	-	-
Restricted by donor	-	-
Other	-	-
Capital assets, not being depreciated	81,049	417,421
Capital assets being depreciated, net	2,213,321	1,775,642
<b>Total assets</b>	<b>11,898,395</b>	<b>3,621,977</b>
<b>DEFERRED OUTFLOW OF RESOURCES</b>		
Pension related outflows	99,598	42,516
<b>Total assets and deferred outflow of resources</b>	<b>11,997,993</b>	<b>3,664,493</b>
<b>LIABILITIES</b>		
Accounts payable	10,927	87,007
Due to primary government	-	120,619
Due to Cheyenne Regional Medical Center	-	-
Accrued payroll liabilities	-	5,741
Accrued interest payable	-	-
Unearned revenue	-	1,095
Third-party payor settlements, estimated	-	-
Landfill closure and post closure liability	-	-
Net pension liability	283,544	140,836
Long-term debt due within one year	-	32,838
Long-term debt due in more than one year	38,613	13,775
<b>Total liabilities</b>	<b>333,084</b>	<b>401,911</b>
<b>DEFERRED INFLOW OF RESOURCES</b>		
Unavailable revenue	2,150,438	716,632
Pension related inflows	10,004	3,635
<b>Total deferred inflow of resources</b>	<b>2,160,442</b>	<b>720,267</b>
<b>Total liabilities and deferred inflow of resources</b>	<b>2,493,526</b>	<b>1,122,178</b>
<b>NET POSITION</b>		
Net investment in capital assets	2,294,370	2,152,867
Restricted for:		
Bond indenture agreement, expendable	-	-
Donor specified purposes, expendable	-	-
Endowments, nonexpendable	-	-
Permanently restricted	-	-
Temporarily restricted	-	-
Unrestricted	7,210,097	389,448
<b>Total net position</b>	<b>\$ 9,504,467</b>	<b>\$ 2,542,315</b>

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
\$ 689,110	\$ 1,691,820	\$ 115,591	\$ 247,342	\$ 25,873,048	\$ 36,424,378
3,706,841	-	1,621,584	-	200,002,434	205,330,859
-	-	-	1,290,352	-	1,290,352
3,044,597	2,107	509,026	26,191	45,730,373	52,385,461
1,255	-	-	-	-	1,255
1,476	-	-	-	-	3,257
-	-	-	-	38,853	38,853
9,192	29,686	-	-	7,810,713	8,000,115
-	-	-	-	5,853,433	5,853,433
-	-	-	-	1,037,916	1,037,916
-	-	-	-	5,922,121	5,922,121
-	-	-	-	11,905,202	11,905,202
2,916,089	29,925	41,853	-	13,486,721	16,973,058
15,952,258	622,402	721,307	-	183,078,501	204,363,431
26,320,818	2,375,940	3,009,361	1,563,885	500,739,315	549,529,691
712,757	483,664	52,391	-	4,563,239	5,954,165
27,033,575	2,859,604	3,061,752	1,563,885	505,302,554	555,483,856
45,084	183,859	-	25,571	7,877,037	8,229,485
-	143	-	219,118	-	339,880
-	-	-	-	94,839	94,839
-	-	-	-	14,738,865	14,744,606
-	-	-	-	706,920	706,920
-	-	-	-	12,153	13,248
-	-	-	-	1,158,000	1,158,000
-	-	650,300	-	-	650,300
2,926,846	2,198,383	218,866	-	1,846,082	7,614,557
16,000	40,000	-	155,000	2,798,450	3,042,288
169,680	191,201	6,152	1,179,566	93,588,841	95,187,828
3,157,610	2,613,586	875,318	1,579,255	122,821,187	131,781,951
2,866,532	-	474,872	-	-	6,208,474
106,292	132,617	7,203	-	191,000	450,751
2,972,824	132,617	482,075	-	191,000	6,659,225
6,130,434	2,746,203	1,357,393	1,579,255	123,012,187	138,441,176
18,868,347	652,327	763,160	-	100,177,931	124,909,002
-	-	-	-	1,037,916	1,037,916
-	-	-	-	111,060	111,060
-	-	-	-	5,811,061	5,811,061
553,028	-	-	-	3,208,369	3,761,397
485,938	-	-	-	6,955,390	7,441,328
995,828	(538,926)	941,199	(15,370)	264,988,640	273,970,916
20,903,141	\$ 113,401	\$ 1,704,359	\$ (15,370)	\$ 382,290,367	\$ 417,042,680

LARAMIE COUNTY, WYOMING

COMBINING STATEMENT OF ACTIVITIES  
DISCRETELY PRESENTED COMPONENT UNITS  
Year Ended June 30, 2017

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Component Units				
Governmental Activities:				
Weed and Pest Control District	\$ 1,878,036	345,622	\$ -	\$ -
County Fair Board	876,719	155,306	93,290	-
County Library System	5,713,071	-	298,447	22,784
City of Cheyenne - Laramie				
County Health Board	3,654,867	1,023,468	2,761,575	-
County Landfill Board	542,945	258,424	-	-
Community Juvenile Services Joint Powers Board	205,895	-	112,720	-
Business-Type Activity:				
Cheyenne Regional Medical Center	333,304,934	339,470,691	1,153,341	-
	<u>\$ 346,176,467</u>	<u>\$ 341,253,511</u>	<u>\$ 4,419,373</u>	<u>\$ 22,784</u>

General revenues  
Property taxes  
Sales and other taxes  
Gain (loss) on sale of capital assets  
Unrestricted investment earnings  
Miscellaneous revenues  
Total general revenues

Change in net position

Net position (deficit) - beginning of year

Net position (deficit) - end of year

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
\$ (1,532,414)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,532,414)
-	(628,123)	-	-	-	-	-	(628,123)
-	-	(5,391,840)	-	-	-	-	(5,391,840)
-	-	-	130,176	-	-	-	130,176
-	-	-	-	(284,521)	-	-	(284,521)
-	-	-	-	-	(93,175)	-	(93,175)
-	-	-	-	-	-	7,319,098	7,319,098
(1,532,414)	(628,123)	(5,391,840)	130,176	(284,521)	(93,175)	7,319,098	(480,799)
2,605,734	846,057	2,769,259	-	606,424	-	-	6,827,474
-	-	1,285,315	-	-	-	-	1,285,315
-	-	5,999	-	-	-	17,434	23,433
22,185	350	79,963	715	9,686	52,180	11,336,579	11,501,658
1,931	-	648,537	-	-	-	609,885	1,260,353
2,629,850	846,407	4,789,073	715	616,110	52,180	11,963,898	20,898,233
1,097,436	218,284	(602,767)	130,891	331,589	(40,995)	19,282,996	20,417,434
8,407,031	2,324,031	21,505,908	(17,490)	1,372,770	25,625	363,007,371	396,625,246
\$ 9,504,467	\$ 2,542,315	\$ 20,903,141	\$ 113,401	\$ 1,704,359	\$ (15,370)	\$ 382,290,367	\$ 417,042,680

LARAMIE COUNTY, WYOMING

COMBINING STATEMENT OF NET POSITION

LARAMIE COUNTY LIBRARY SYSTEM

June 30, 2017

	Component Unit			
	Laramie County Library System	Laramie County Library Foundation, Inc.	Eliminations	Total
<b>ASSETS</b>				
Cash and cash equivalents	\$ 262,789	\$ 426,321	\$ -	\$ 689,110
Investments	1,562,071	2,144,770	-	3,706,841
Receivables (net of allowance for uncollectables)	2,894,682	149,915	-	3,044,597
Accrued interest receivable	1,255	-	-	1,255
Due from other governments	1,476	-	-	1,476
Inventory	9,192	-	-	9,192
Capital assets, not being depreciated	2,916,089	-	-	2,916,089
Capital assets being depreciated, net	15,952,258	-	-	15,952,258
Investments held by others	1,371,006	-	(1,371,006)	-
<b>Total assets</b>	<b>24,970,818</b>	<b>2,721,006</b>	<b>(1,371,006)</b>	<b>26,320,818</b>
<b>DEFERRED OUTFLOW OF RESOURCES</b>				
Pension related outflows	712,757	-	-	712,757
<b>Total assets and deferred outflow of resources</b>	<b>25,683,575</b>	<b>2,721,006</b>	<b>(1,371,006)</b>	<b>27,033,575</b>
<b>LIABILITIES</b>				
Accounts payable	43,943	1,141	-	45,084
Net pension liability	2,926,846	-	-	2,926,846
Long-term debt due within one year	16,000	-	-	16,000
Long-term debt due in more than one year	169,680	-	-	169,680
Investments held for others	-	1,371,006	(1,371,006)	-
<b>Total liabilities</b>	<b>3,156,469</b>	<b>1,372,147</b>	<b>(1,371,006)</b>	<b>3,157,610</b>
<b>DEFERRED INFLOW OF RESOURCES</b>				
Unavailable revenue	2,866,532	-	-	2,866,532
Pension related inflows	106,292	-	-	106,292
<b>Total deferred inflow of resources</b>	<b>2,972,824</b>	<b>-</b>	<b>-</b>	<b>2,972,824</b>
<b>Total liabilities and deferred inflow of resources</b>	<b>6,129,293</b>	<b>1,372,147</b>	<b>(1,371,006)</b>	<b>6,130,434</b>
<b>NET POSITION</b>				
Net investment in capital assets	18,868,347	-	-	18,868,347
Restricted for:				
Permanently restricted	-	553,028	-	553,028
Temporarily restricted	-	485,938	-	485,938
Unrestricted	685,935	309,893	-	995,828
<b>Total net position</b>	<b>\$ 19,554,282</b>	<b>\$ 1,348,859</b>	<b>\$ -</b>	<b>\$ 20,903,141</b>

**LARAMIE COUNTY, WYOMING**  
**COMBINING STATEMENT OF ACTIVITIES**  
**LARAMIE COUNTY LIBRARY SYSTEM**  
**Year Ended June 30, 2017**

	Component Unit			
	Laramie County Library System	Laramie County Library Foundation, Inc.	Eliminations	Total
<b>Revenues</b>				
Property taxes	\$ 2,769,259	\$ -	\$ -	\$ 2,769,259
Sales and other taxes	1,285,315	-	-	1,285,315
Grants and contributions	24,784	296,447	-	321,231
Unrestricted investment earnings	9,789	70,174	-	79,963
Gain (loss) on sale of capital assets	5,999	-	-	5,999
Miscellaneous revenues	872,599	97,641	(321,703)	648,537
<b>Total revenues</b>	<b>4,967,745</b>	<b>464,262</b>	<b>(321,703)</b>	<b>5,110,304</b>
<b>Expenses</b>				
Health, welfare and recreation	5,596,836	437,938	(321,703)	5,713,071
<b>Total expenditures</b>	<b>5,596,836</b>	<b>437,938</b>	<b>(321,703)</b>	<b>5,713,071</b>
<b>Change in net position</b>	<b>(629,091)</b>	<b>26,324</b>	<b>-</b>	<b>(602,767)</b>
Net Position - beginning of year	20,183,373	1,322,535	-	21,505,908
Net position - end of year	\$ 19,554,282	\$ 1,348,859	\$ -	\$ 20,903,141

**LARAMIE COUNTY, WYOMING**  
**COMBINING STATEMENT OF NET POSITION**  
**CHEYENNE REGIONAL MEDICAL CENTER**  
**June 30, 2017**

	Component Unit		
	Cheyenne Regional Medical Center	Cheyenne Regional Medical Center Foundation	Total
<b>ASSETS</b>			
Cash and cash equivalents	\$ 24,887,098	\$ 985,950	\$ 25,873,048
Investments	185,172,913	14,829,521	200,002,434
Receivables (net of allowance for uncollectables)	45,540,548	189,825	45,730,373
Due from Hospital Foundation	38,853	-	38,853
Inventory	7,810,713	-	7,810,713
Prepaid expenses	5,853,433	-	5,853,433
Restricted assets:			
Bond funds	1,037,916	-	1,037,916
Restricted by donor	5,922,121	-	5,922,121
Other	11,876,265	28,937	11,905,202
Capital assets, not being depreciated	13,486,721	-	13,486,721
Capital assets being depreciated, net	183,072,424	6,077	183,078,501
<b>Total assets</b>	<b>484,699,005</b>	<b>16,040,310</b>	<b>500,739,315</b>
<b>DEFERRED OUTFLOW OF RESOURCES</b>			
Pension related outflows	4,563,239	-	4,563,239
<b>Total assets and deferred outflow of resources</b>	<b>489,262,244</b>	<b>16,040,310</b>	<b>505,302,554</b>
<b>LIABILITIES</b>			
Accounts payable	7,839,796	37,241	7,877,037
Due to Cheyenne Regional Medical Center	-	94,839	94,839
Accrued payroll liabilities	14,738,865	-	14,738,865
Accrued interest payable	706,920	-	706,920
Unearned revenue	-	12,153	12,153
Third-party payor settlements, estimated	1,158,000	-	1,158,000
Net pension liability	1,846,082	-	1,846,082
Long-term debt due within one year	2,798,450	-	2,798,450
Long-term debt due in more than one year	93,588,841	-	93,588,841
<b>Total liabilities</b>	<b>122,676,954</b>	<b>144,233</b>	<b>122,821,187</b>
<b>DEFERRED INFLOW OF RESOURCES</b>			
Pension related inflows	191,000		191,000
<b>Total liabilities and deferred inflow of resources</b>	<b>122,867,954</b>	<b>144,233</b>	<b>123,012,187</b>
<b>NET POSITION</b>			
Net investment in capital assets	100,171,854	6,077	100,177,931
Restricted for:			
Bond indenture agreement, expendable	1,037,916	-	1,037,916
Donor specified purposes, expendable	111,060	-	111,060
Endowments, nonexpendable	5,811,061	-	5,811,061
Permanently restricted	-	3,208,369	3,208,369
Temporarily restricted	-	6,955,390	6,955,390
Unrestricted	259,262,399	5,726,241	264,988,640
<b>Total net position</b>	<b>\$ 366,394,290</b>	<b>\$ 15,896,077</b>	<b>\$ 382,290,367</b>

**LARAMIE COUNTY, WYOMING**

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

**CHEYENNE REGIONAL MEDICAL CENTER**

**Year Ended June 30, 2017**

	Component Unit		Total
	Cheyenne Regional Medical Center	Cheyenne Regional Medical Center Foundation	
<b>Operating Revenues</b>			
Charges for services	\$ 325,613,203	\$ -	\$ 325,613,203
Other revenue	13,325,262	532,226	13,857,488
Gifts and contributions	-	749,785	749,785
<b>Total revenues</b>	<b>338,938,465</b>	<b>1,282,011</b>	<b>340,220,476</b>
<b>Operating Expenses</b>			
Personnel services	179,188,308	-	179,188,308
Contractual services	50,272,969	-	50,272,969
Material and supplies	71,650,521	-	71,650,521
Depreciation and amortization	25,891,473	-	25,891,473
Cheyenne Regional Medical Center			
Foundation programs	-	1,033,974	1,033,974
Management, general and fundraising	-	910,446	910,446
<b>Total operating expenses</b>	<b>327,003,271</b>	<b>1,944,420</b>	<b>328,947,691</b>
<b>Operating income (loss)</b>	<b>11,935,194</b>	<b>(662,409)</b>	<b>11,272,785</b>
<b>Nonoperating Revenues (Expenses)</b>			
Grants	-	403,556	403,556
Contributions from Foundation	609,885	-	609,885
Investment gains and losses	10,492,711	843,868	11,336,579
Gain/(Loss) on sale of capital assets	17,434	-	17,434
Interest expense	(4,357,243)	-	(4,357,243)
<b>Total nonoperating revenues (expenses)</b>	<b>6,762,787</b>	<b>1,247,424</b>	<b>8,010,211</b>
<b>Change in net position</b>	<b>18,697,981</b>	<b>585,015</b>	<b>19,282,996</b>
Net position - beginning of year	347,696,309	15,311,062	363,007,371
Net position - end of year	\$ 366,394,290	\$ 15,896,077	\$ 382,290,367

## **SINGLE AUDIT SECTION**

LARAMIE COUNTY, WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2017

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
<b><u>U.S. Department of Housing and Urban Development</u></b>				
Passed through the Wyoming Business Council				
Community Development Block Grants-WYFHOP 15	14.228	#B-15-DC-56-0001	\$ -	\$ 40,000
<b>Total U.S. Department of Housing and Urban Development</b>			<u>-</u>	<u>40,000</u>
<b><u>U.S. Department of Justice</u></b>				
<i>Direct Programs</i>				
Bulletproof Vest Partnership Program	16.607		-	30,508
Public Safety Partnership and Community Policing Grants	16.710		-	47,153
Equitable Sharing Program	16.922		-	21,798
Edward Byrne Memorial Justice Assistance Grant Program	16.738		36,902	56,354
<b>Total US Department of Justice Direct Programs</b>			<u>36,902</u>	<u>155,813</u>
Passed through the Volunteers of American Northern Rockies				
Juvenile Justice and Delinquency Prevention	16.540	FX-K001	-	11,952
Passed through the Division of Victim Services				
Crime Victim Assistance	16.575	2015-VA-GX-0067	-	60,593
Passed through the Wyoming Department of Transportation				
Enforcing Underage Drinking Laws	16.727	N/A	-	530
Enforcing Underage Drinking Laws	16.727	N/A	-	136
			<u>-</u>	<u>666</u>
<b>Total U.S Department of Justice Passthrough Funding</b>			<u>-</u>	<u>73,211</u>
<b>Total U.S Department of Justice</b>			<u>36,902</u>	<u>229,024</u>
<b><u>U.S. Department of Transportation</u></b>				
Passed through the Wyoming Department of Transportation				
<i>Highway Safety Cluster</i>				
National Priority Safety Program	20.616	N/A	-	3,380
National Priority Safety Program	20.616	N/A	-	5,352
<b>Total U.S. Department of Transportation</b>			<u>-</u>	<u>8,732</u>

Continued

LARAMIE COUNTY, WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)

For the Year Ended June 30, 2017

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
<b>U.S. Department of Health and Human Services</b>				
<i>Temporary Assistance for Needy Families Cluster</i>				
Passed Through the Wyoming Department of Health				
Temporary Assistance for Needy Families	93.558	DMM-2014-027	-	103,506
Passed Through the Wyoming Department of Family Services				
Temporary Assistance for Needy Families-TANF16	93.558	N/A	18,987	18,987
Temporary Assistance for Needy Families-TANF17	93.558	N/A	84,421	84,421
			<u>103,408</u>	<u>103,408</u>
			<u>103,408</u>	<u>206,914</u>
<b>Total Temporary Assistance for Needy Families Cluster</b>				
Passed through the Wyoming Department of Health				
Public Health Emergency Preparedness	93.069	CM#10331/AG#132426	-	252,263
Passed through Wyoming Reproductive Health Council				
Family Planning - Services - Title X	93.217	CLCHD/WHC TX 2015	-	110,451
			<u>103,408</u>	<u>569,628</u>
<b>Total U.S. Department of Health and Human Services</b>				
<b>U.S. Department of Homeland Security</b>				
Passed through the Wyoming Office of Homeland Security				
Emergency Management Performance Grants-EMPG 16	97.042	16-GPD-LAR-EM-GCF16	-	32,827
Homeland Security Grant Program-Coroner 15	97.067	15-GPD-LAR-LC-HLC15	-	29
Homeland Security Grant Program-Coroner 16	97.067	16-GPD-LAR-LC-HLC16	-	1,200
Homeland Security Grant Program-General 15	97.067	15-GPD-LAR-SC-HSG15	-	62,834
Homeland Security Grant Program-General 16	97.067	16-GPD-LAR-SC-HSG16	-	58,947
Homeland Security Grant Program-Sheriff 15	97.067	15-GPD-LAR-LS-HLE15	-	34,699
Homeland Security Grant Program-Sheriff 16	97.067	16-GPD-LAR-LS-HLE16	-	98,000
			<u>-</u>	<u>288,536</u>
<b>Total Homeland Security Grant Program</b>				
<b>Total Expenditures of Federal Awards</b>			<u>\$ 140,310</u>	<u>\$ 1,135,920</u>

See Notes to Schedule of Expenditures of Federal Awards.

## LARAMIE COUNTY, WYOMING

### NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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#### **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, 2017. 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 modified accrual 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, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated December 28, 2017. Our report includes a reference to other auditors who audited the financial statements of the Cheyenne Regional Medical Center (the "Hospital"), which includes the Cheyenne Regional Medical Center Foundation, which is combined with the Hospital, 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. The financial statements of the Laramie County Library Foundation, Inc. were not audited in accordance with *Government Auditing Standards* and, accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with this entity.

**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. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### **Compliance and Other Matters**

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

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

*McLee, Hearne & Paiz, LLP*

Cheyenne, Wyoming  
December 28, 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 The 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, 2017. The County's major Federal program is 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 \$1,109,018 in Federal awards which are not included in the County's Schedule of Expenditures of Federal Awards during the year ended June 30, 2017. 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 the County's major Federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal 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 the major Federal program. However, our audit does not provide a legal determination of the County's compliance.

## **Opinion on The 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 its major Federal program for the year ended June 30, 2017.

## **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 the major Federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the 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.

*McGee, Hearne & Paiz, LLP*

Cheyenne, Wyoming  
December 28, 2017

LARAMIE COUNTY, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2017

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I. SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

*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  No
- Significant deficiency (ies) identified?  Yes  None Reported

Noncompliance material to financial statements noted?  Yes  No

*Federal Awards*

Internal control over major Federal programs:

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

Identification of major Federal programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
97.067	Homeland Security Grant Program

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

Auditee qualified as low-risk auditee?  Yes  No

**LARAMIE COUNTY, WYOMING**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2017**

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**II. FINANCIAL STATEMENT FINDINGS**

None.

**III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS**

None.

**LARAMIE COUNTY, WYOMING**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
Year Ended June 30, 2017**

Finding	Status
<p><b><u>2016-001: Audit Adjustments</u></b></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). Significant journal entries were posted relating to the accrual necessary for implementation of Governmental Accounting Standards Board (GASB) Statement No. 68, <i>Accounting and Financial Reporting for Pensions</i>, and GASB Statement No. 82, <i>Pension Issues, an Amendment of GASB Statements 67, 68, and 73</i>. 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 the 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.</p>	<p>The County implemented procedures, which include obtaining the contribution amounts directly from the Wyoming Retirement System, to ensure accurate calculation of pension expense.</p> <p>The specific purpose tax ended on March 31, 2017, and the remaining receivable was recorded on June 30, 2017. The County implemented procedures to ensure the accuracy of the Agency Fund balances.</p> <p>No additional issues were identified over these specific areas for the year ended June 30, 2017.</p>